

Shareholder Newsletter

26 October 2017

MAKO GOLD APPOINTS LEAD MANAGER FOR UPCOMING IPO

Mako Gold Limited (Mako) is pleased to announce that the Company has appointed Novus Capital as lead manager for its upcoming Initial Public Offering (IPO)

Highlights and other news:

- Mako has appointed Novus Capital as Lead Manager for Mako's upcoming IPO
- Mako IPO to raise up to \$6m - now scheduled for Q1 2018
- Mezzanine Offer ongoing to raise up to \$500,000 at an issue price of \$0.10/share prior to IPO, to cover expenses leading up to the IPO
- Drill targets selected on its Napié Project in Cote d'Ivoire and on its Tangora Project in Burkina Faso in anticipation of post-IPO drilling

Mako appoints Novus Capital as Lead Manager for its upcoming IPO

Mako Gold Limited (Mako) is pleased to announce that it has signed a mandate with Sydney-based Novus Capital as Lead Manager for its upcoming Initial Public Offering (IPO). Novus will lead and coordinate all funds raised for the IPO and will stay on as corporate advisor for a determined time after the IPO. Novus has recently successfully raised funds for companies such as Freehill Mining Limited, Macarthur Minerals Limited, Synergy Group Limited and Riversgold Limited.

Mako to raise up to A\$6M in its upcoming Q1 2018 IPO

Mako is planning an IPO to raise a minimum of \$5M, with overs of up to \$1M, for a maximum raise of \$6M by issuing 25 to 30 million shares at \$0.20 per share. Mako has rescheduled its IPO from Q4 2017 until Q1 2018. Mako had hoped to list on the ASX prior to year-end 2017, however certain factors created a need to defer until early 2018. The contributing factors are as follows:

- Mako's MD and GM Exploration spent longer than originally anticipated in West Africa, from June until August 2017, to secure the best possible project to add to Mako's portfolio. Mako management had not initially found the ideal project, and preferred to return to West Africa at the risk of delaying the IPO, to find a highly prospective project. This search resulted in securing the farm-in JV on the Napié project.
- During the due diligence process on the newly acquired Napié Project, some valuable pertinent exploration data was discovered. This data had to be incorporated into the prospectus and the planned exploration program.

The above delays meant that the lodgement of the prospectus would likely not have happened until mid to late November. This would have pushed the IPO capital raise into the Christmas season when investor appetite is typically lacklustre. Mako believes that rescheduling the IPO until Q1 2018 will increase its chance of a successful IPO. Mako is now planning to lodge the prospectus with ASIC and ASX in January and is hoping to be trading on the ASX in late February to early March.

Mezzanine Raise Pre-IPO to raise up to \$500,000

Mako is raising up to A\$500,000 at an issue price of \$0.10 per share to cover expenses leading to the Q1 2018 IPO. The funds will be used for pre-drilling exploration on the Napié Project in Cote d'Ivoire, IPO preparation costs, and working capital. Mako welcomes bids for this raise from existing shareholders. The Term Sheet of the raise is attached with this presentation. If interested please contact Mako's MD or Chairman (contacts at bottom of the presentation), or Novus Capital (contact on Term Sheet).

Drill targets selected on the Napié and Tangora Projects for drilling post-IPO

Mako has selected drill target on its Napié and Tangora projects in anticipation of drilling immediately following its successful IPO (Figure 1).

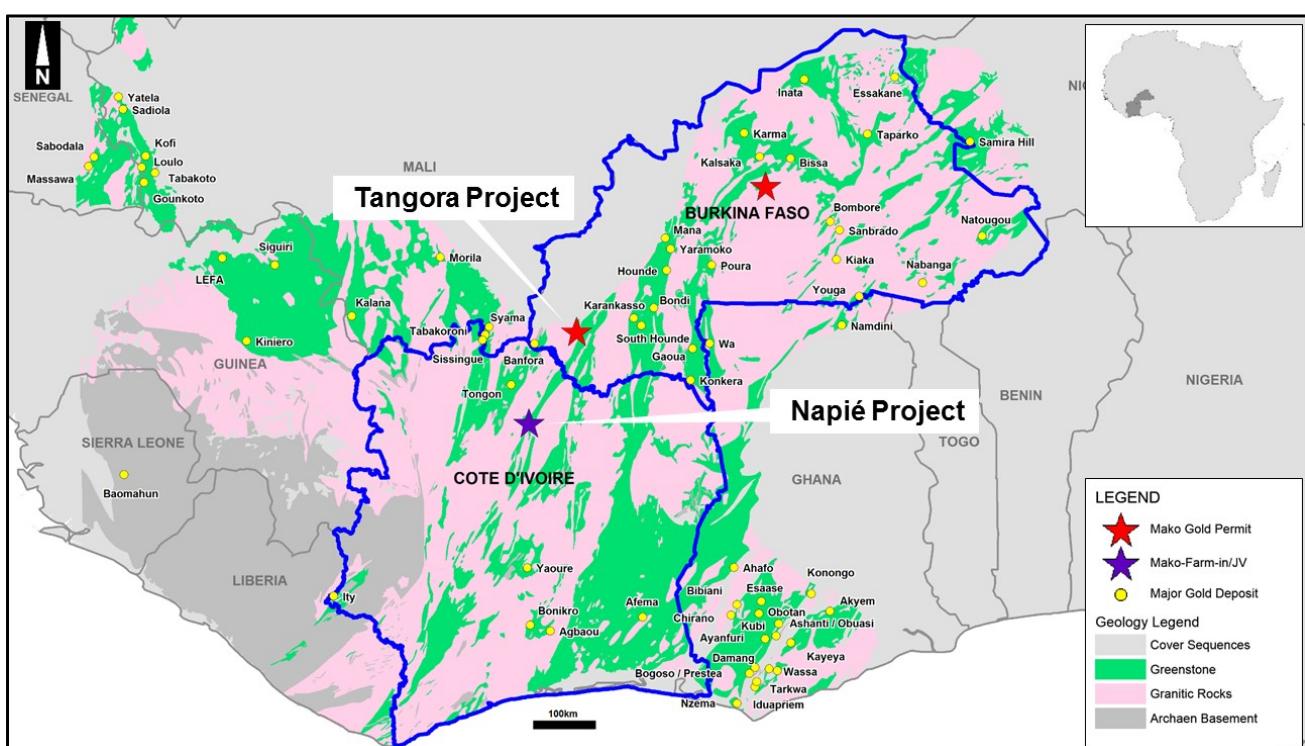


Figure 1: Mako Gold projects to be drilled immediately after IPO

Napié Drill Plan

Mako plans to drill on the Napié Project in Côte d'Ivoire immediately after IPO. Mako expects to have its geology team on the ground at Napié in January, to prepare for the drilling. The geological team will ground-truth the drill targets through geological mapping and rock chip sampling. This will enable Mako's GM Exploration to fine-tune the selected drill targets for its first phase of drilling. The first phase of drilling at Napié is likely to consist of 2,500m of reverse circulation (RC) drilling and 500 meters of diamond drilling (DD). The DD will be drilled first to allow Mako geologists to understand the orientation of potential gold-bearing zones in order to better orient the follow-up RC drilling direction. The map of the drill targets below, demonstrates the multitude of positive data used in the prioritisation process. The drill targets were selected according to coincident, soil and/or auger geochemical gold anomalies, gold trends in previous RAB drilling, high-grade rock chip samples, structure and favourable gold-bearing geological units identified from geophysical interpretation, and gold artisanal mining sites (Figure 2). Please note that not all targets will be drilled in the first phase of drilling and that the targets for the first phase of drilling will be prioritised and selected in conjunction with the results of the field work performed prior to IPO.

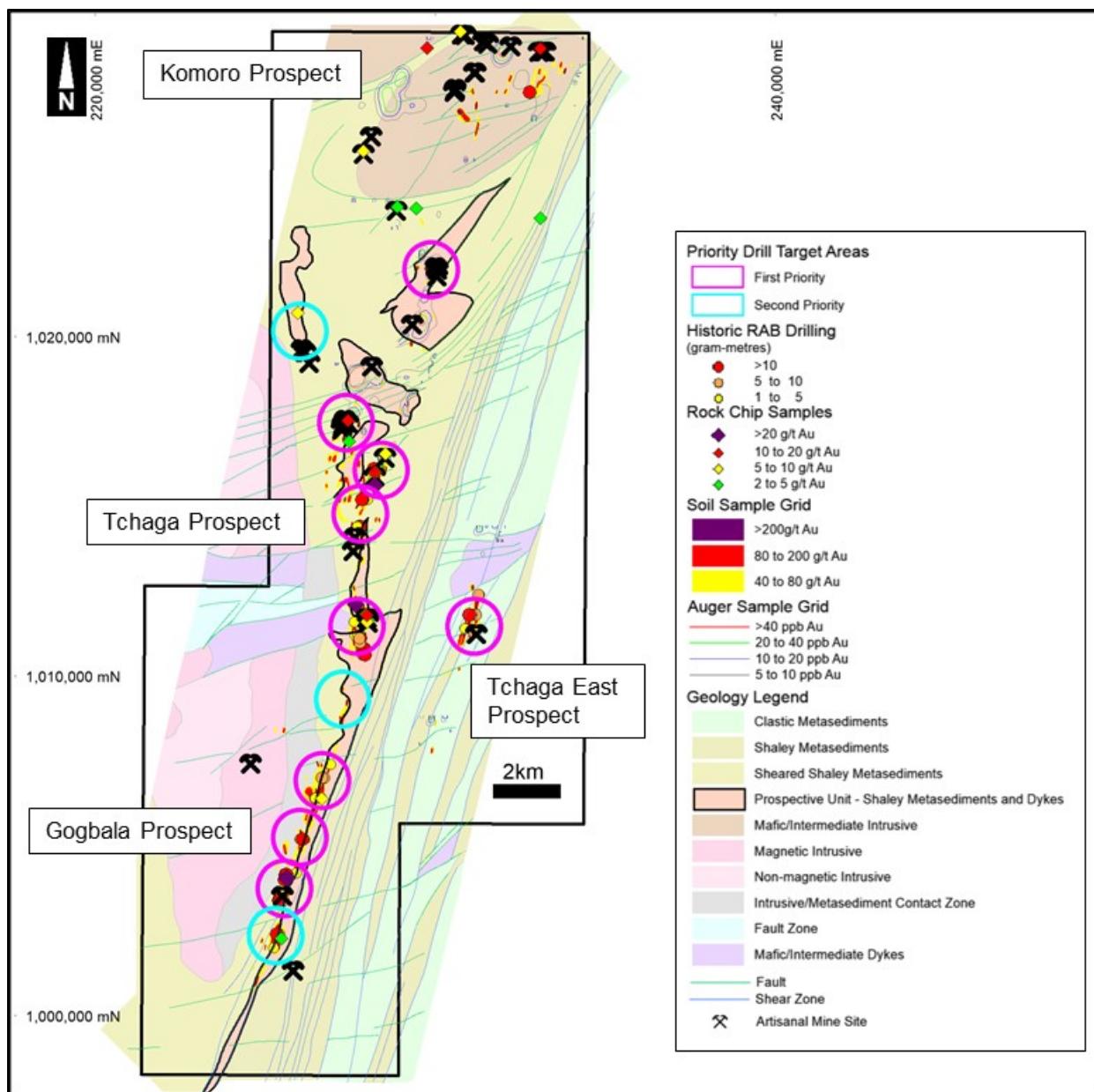


Figure 2: Napié drill targets selected through coincident anomalies

Tangora Drill Plan

Mako also plans to drill on the Tangora Project in Burkina Faso immediately after IPO. The Tangora Project in Figure 3 has two extensive artisanal gold mining sites that will be drilled with diamond drilling and/or RC drilling. The number of metres drilled will depend on the type of drilling selected after the geology team has spent some time on the ground to ascertain the best drilling directions. The first phase drilling will include up to 1,200m of drilling. The object of the program is to assess the gold mineralisation below the gold artisanal mining site.

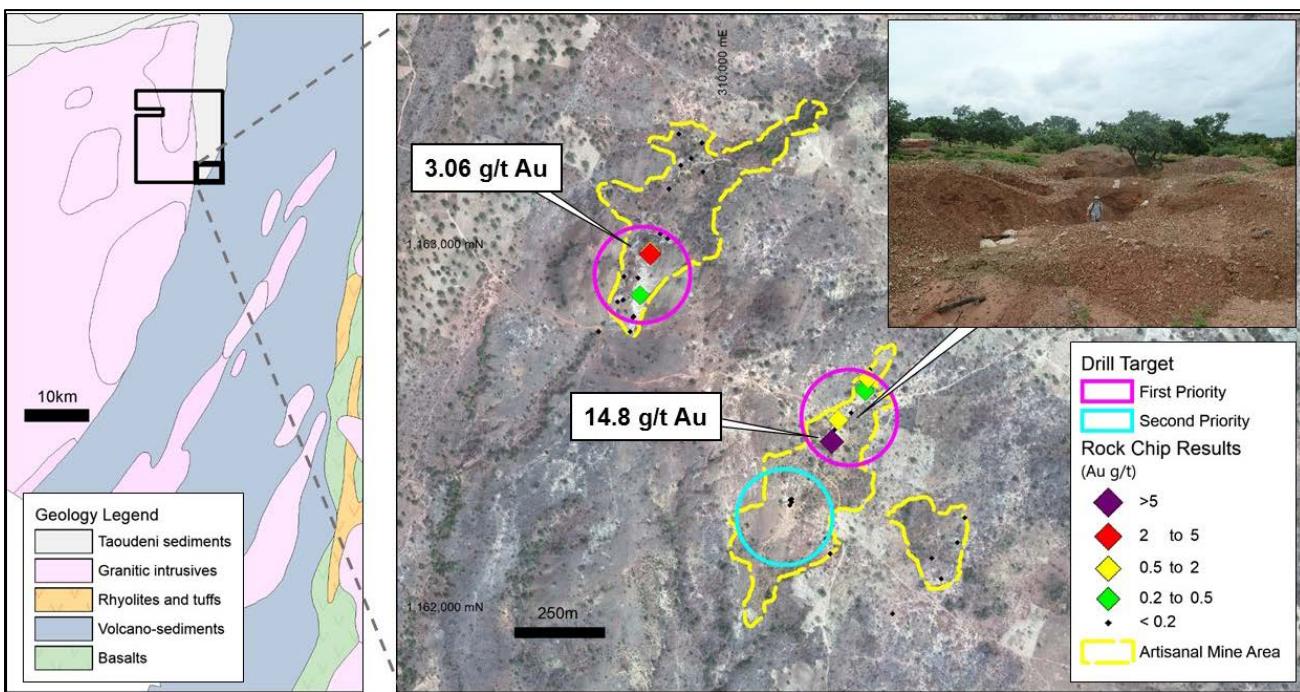


Figure 3: Tangora drill targets in high grade artisanal gold mining area



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Corporate Advisory Group

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Further information on Mako Gold can be found on our website www.makogold.com.au

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Peter Ledwidge B.Sc. Geol., who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Ledwidge is a full-time employee of the company. Mr Ledwidge has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Ledwidge consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.