

ASX Announcement

30 January 2020

QUARTERLY ACTIVITIES REPORT

For the period ending 31 December 2019

Highlights

Napié Project

- Wide and high-grade gold results received from nineteen-hole reverse circulation drill program totalling 2,090m
- Drilling intersected multiple wide zones of gold mineralisation, including **36m at 3.09g/t Au**
- Diamond drilling /reverse circulation drilling program commenced in January

Business Development

- Binding MOU signed with Geodrill for up to US\$1M of equity drilling in Côte d'Ivoire and Burkina Faso

Mako Gold Limited ("Mako" or "the Company"; **ASX:MKG**) is pleased to present its Quarterly Activities Report for the period ending 31 December 2019. Activities are reported for exploration in Côte d'Ivoire as well as general progress made by the Company.

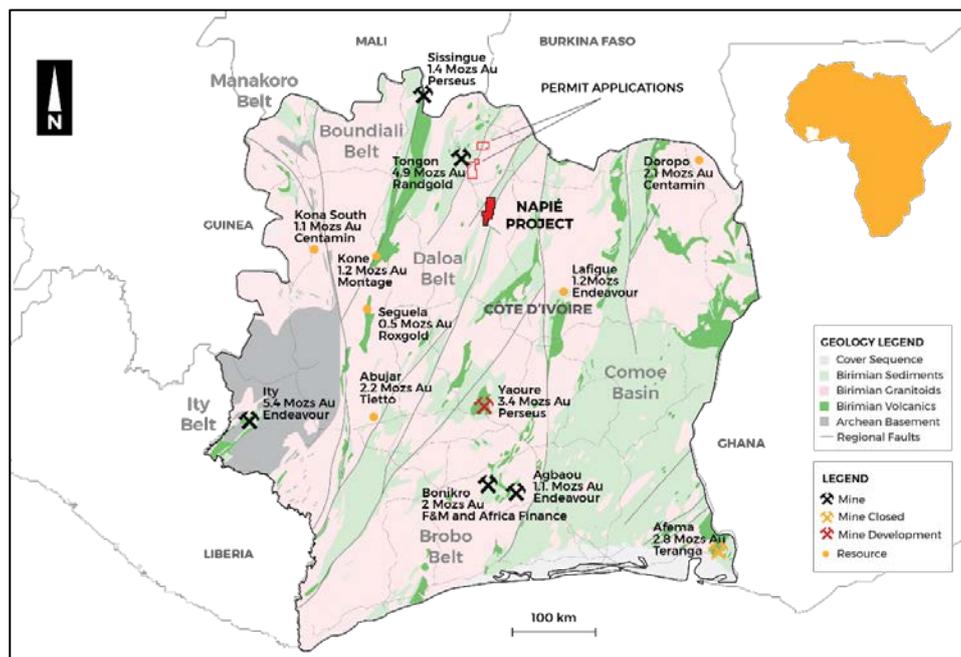


Figure 1: Napié Project location - Cote d'Ivoire

Napié Project - Côte d'Ivoire

Mako Gold's flagship 224km² Napié Project is located in north-central Côte d'Ivoire within the Daloa greenstone belt (Figure 1). Mako is earning up to a 75% interest in the Napié Project under a farm-in and joint venture agreement with Occidental Gold SARL, a subsidiary of West African gold miner Perseus Mining Limited (ASX/TSX:PRU). Mako currently holds a 51% interest in the permit and is operator of the project.

Wide and high-grade gold results received

During the reporting period assay results were received for the nineteen-hole, 2,090m reverse circulation (RC) drilling program on the Tchaga Prospect. The Tchaga Prospect is associated with a +40ppb gold soil anomaly coincident with a +17km long shear zone, thought to be a major control for gold mineralisation as shown on **Figure 2**.

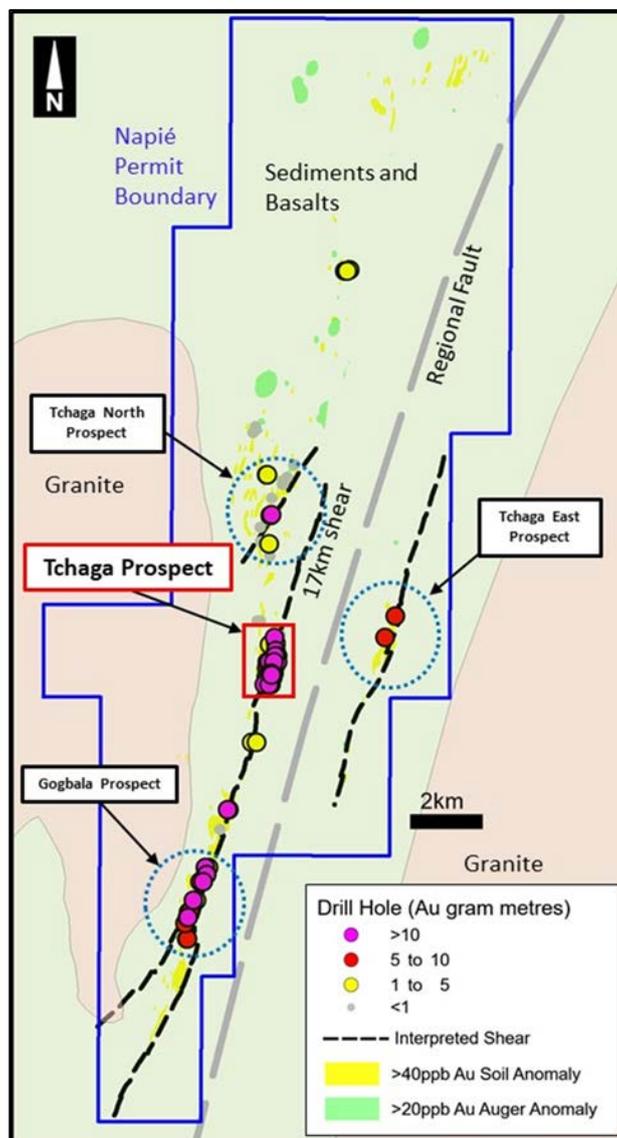


Figure 2: Tchaga Prospect – Napié Project

Assay results returned multiple wide gold intercepts including **36m at 3.09g/t Au** (NARC107), which is the widest gold intercept thus far. The previous largest gold intercept to date was **28m at 4.86g/t Au** (NARC057). Several drill holes had **multiple wide gold intersections within the same hole**.

Select significant drill intersections from the Q4-19 drilling program include:

NARC107

- **36m at 3.09g/t Au** from 43m; including
 - **2m at 12.69g/t Au** from 49m
 - **8m at 6.49g/t Au** from 58m
- **9m at 0.81g/t Au** from 82m
- **4m at 2.28g/t Au** from 94m

NARC101

- **4m at 4.9g/t Au** from 47m
- **5m at 1.78g/t Au** from 89m
- **3m at 3.9g/t Au** from 102m
- **30m at 1.16g/t Au** from 117m; including
 - **5m at 2.85g/t Au** from 125m

NARC102

- **9m at 2.99g/t Au** from 16m
- **12m at 1.45g/t Au** from 34m
- **19m at 1.13g/t Au** from 55m

NARC103

- **2m at 5.73g/t Au** from 14m
- **18m at 1.8g/t Au** from 126m

NARC104

- **9m at 1.82g/t Au** from 43m

NARC106

- **4m at 1.77g/t Au** from 79m

NARC117

- **6m at 1.16g/t Au** from 111m

NARC118

- **3m at 4.08g/t Au** from 76m

While Mako has received positive drill results to date elsewhere on the Napié Project, the Company is focussing on the more advanced Tchaga Prospect to move towards the delineation of a JORC compliant gold resource. Current and previous drill results on Tchaga have confirmed the presence of multiple gold mineralised zones along a strike length of 1.4km (Figure 3).

The purpose of the Q4-19 drill program was to demonstrate continuity of gold mineralisation within the 1.4km target area, to increase our confidence in the modelling of the mineralised trend. Mako feels that the drilling program has increased the understanding of the trends in mineralisation. Continuity of mineralisation is shown laterally on plan view in Figure 3, and vertically in cross sections in Figure 4 and Figure 5.

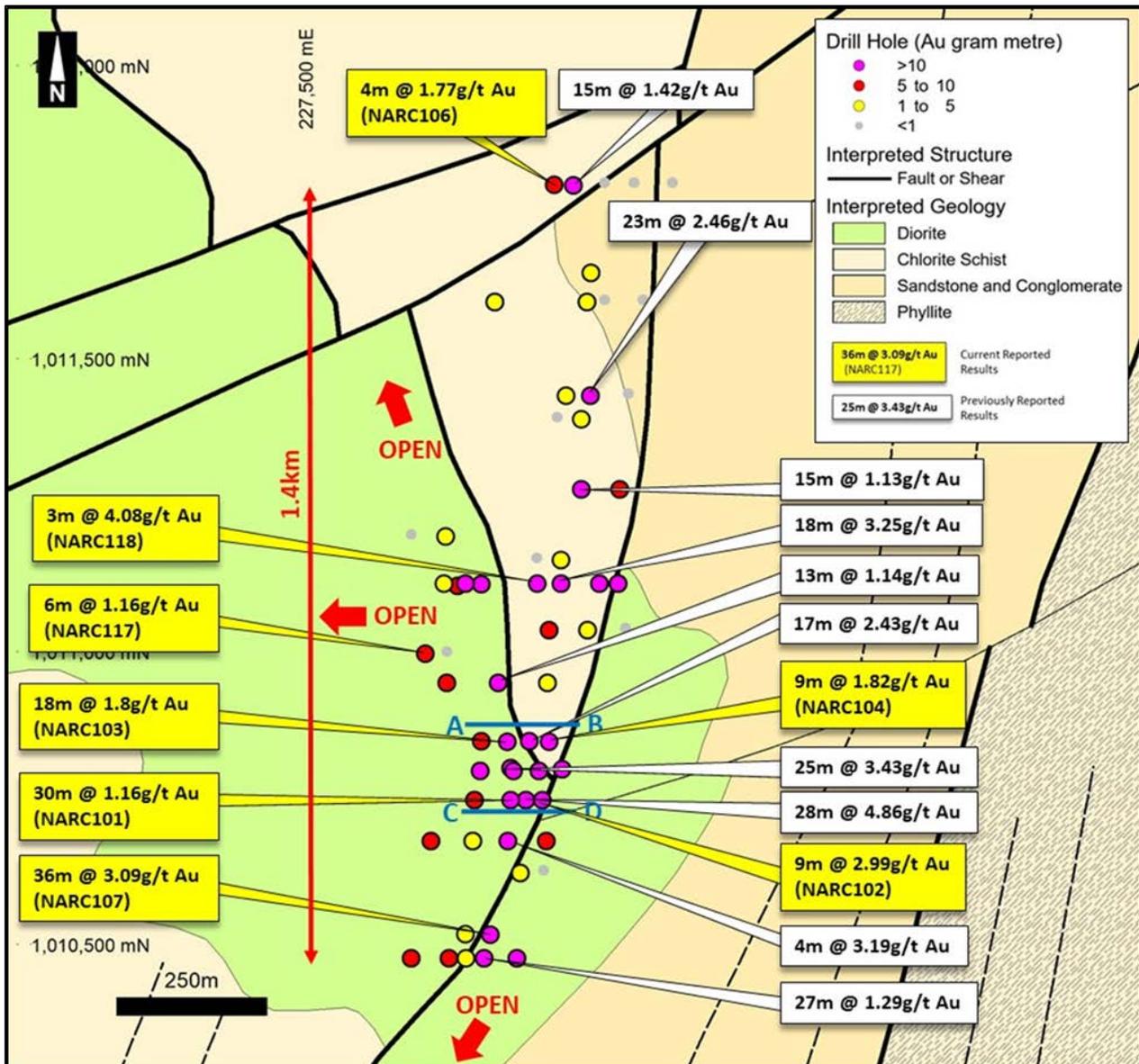


Figure 3: Tchaga Prospect – Select results from Q4 2019 drilling with select previous drilling results

Mineralisation observed in drilling to date appears to have a strong structural control. The widest gold mineralised zones are dipping steeply to the northwest at approximately 80° and are spatially related to the +17km long shear zone. Mineralisation is also hosted within more competent (brittle) units dipping moderately at approximately 50° to the west. The dips of mineralisation are shown in Figure 4 and Figure 5.

To date, gold mineralisation has only been tested to a maximum vertical depth of 120m.

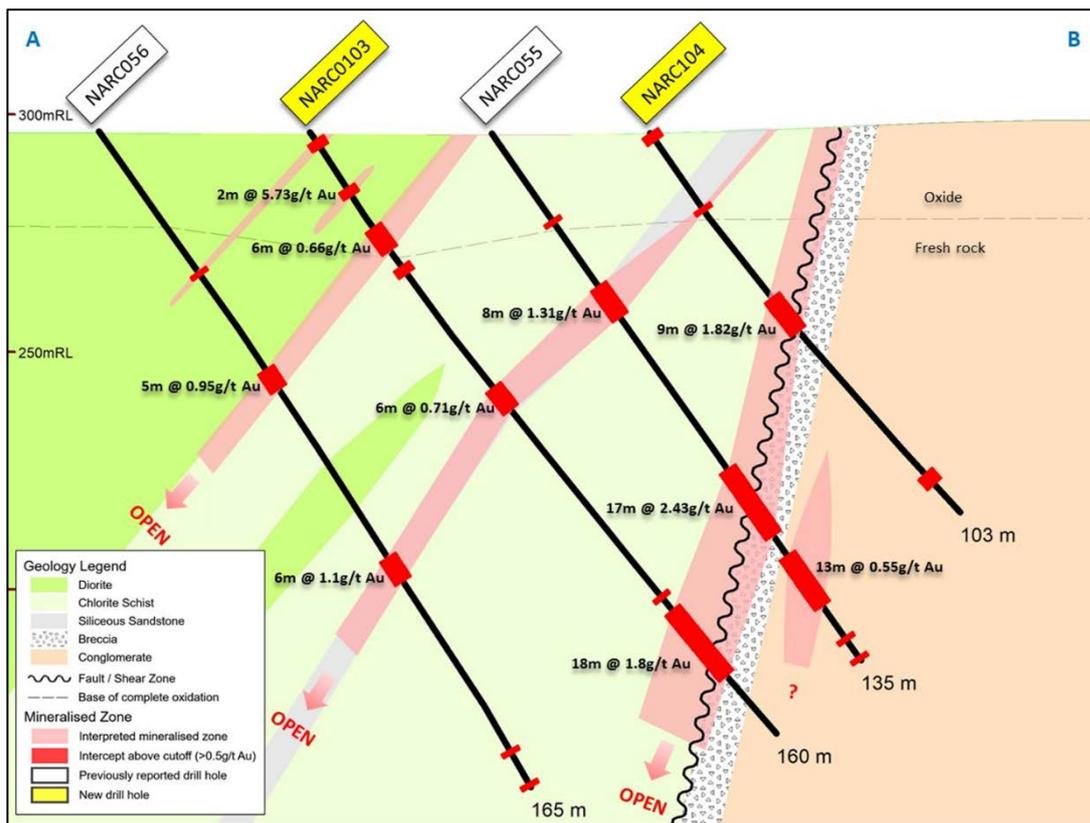


Figure 4: Cross-section A-B looking north showing vertical continuity of multiple wide zones of gold mineralisation

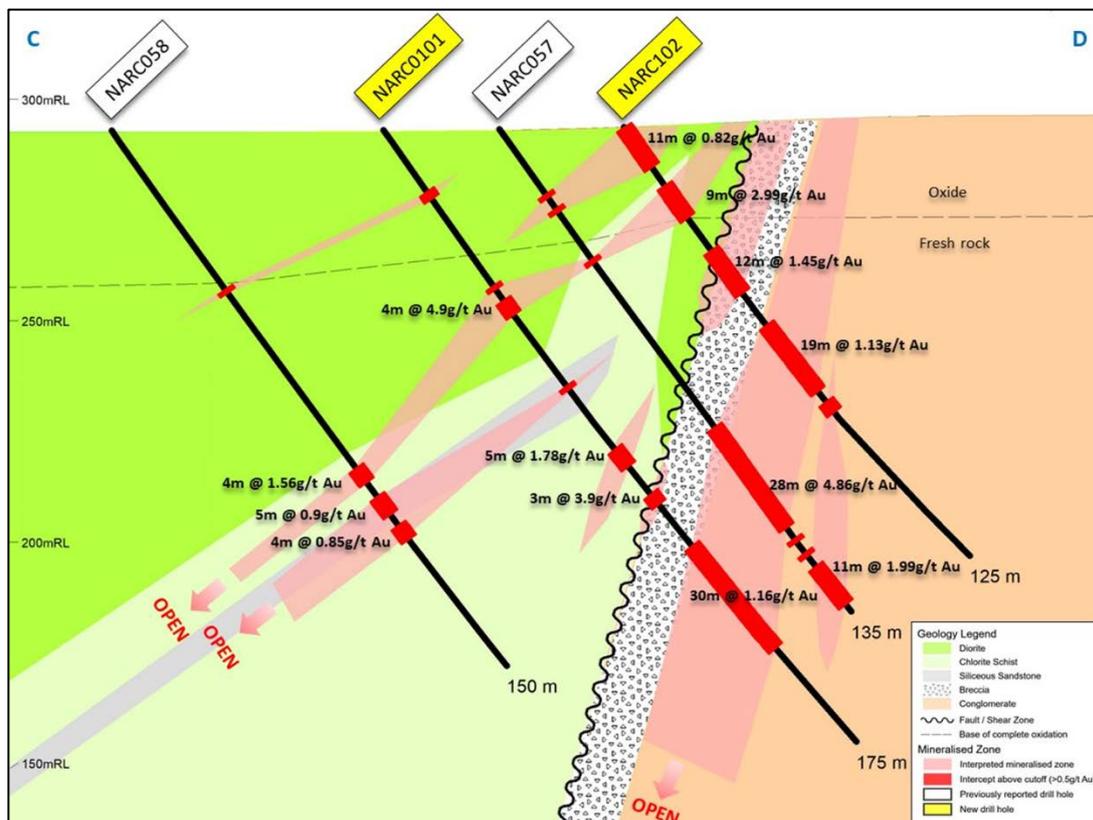


Figure 5: Cross-section C-D, looking north, showing vertical continuity of multiple wide zones of gold mineralisation

Diamond drilling and reverse circulation drilling program commences

Subsequent to the reporting period the Company has commenced a 500m diamond drilling (DD) and 1,000m reverse circulation (RC) drill program on the Tchaga Prospect. The DD/RC drilling program will be conducted in two phases. Diamond drilling will comprise the first phase of the program, as oriented diamond core will give valuable structural and paragenesis information on the mineralised zones which will allow for better targeting of drill holes in the second phase (RC drilling).

The in-situ orientation of geological features is critical in determining a model of gold mineralization. Drilling DD first increases the chance of intersecting the mineralised zones in RC drilling thereby making better use of shareholder funds.

In addition to helping target further RC drilling targets, DD will allow Mako to test mineralised zones at greater depths. To date, gold mineralisation has only been tested to a maximum vertical depth of 120m. The DD extensions of previous RC drilling will test mineralisation to vertical depths of approximately 200m. An example of this planned drilling is shown in Figure 6.

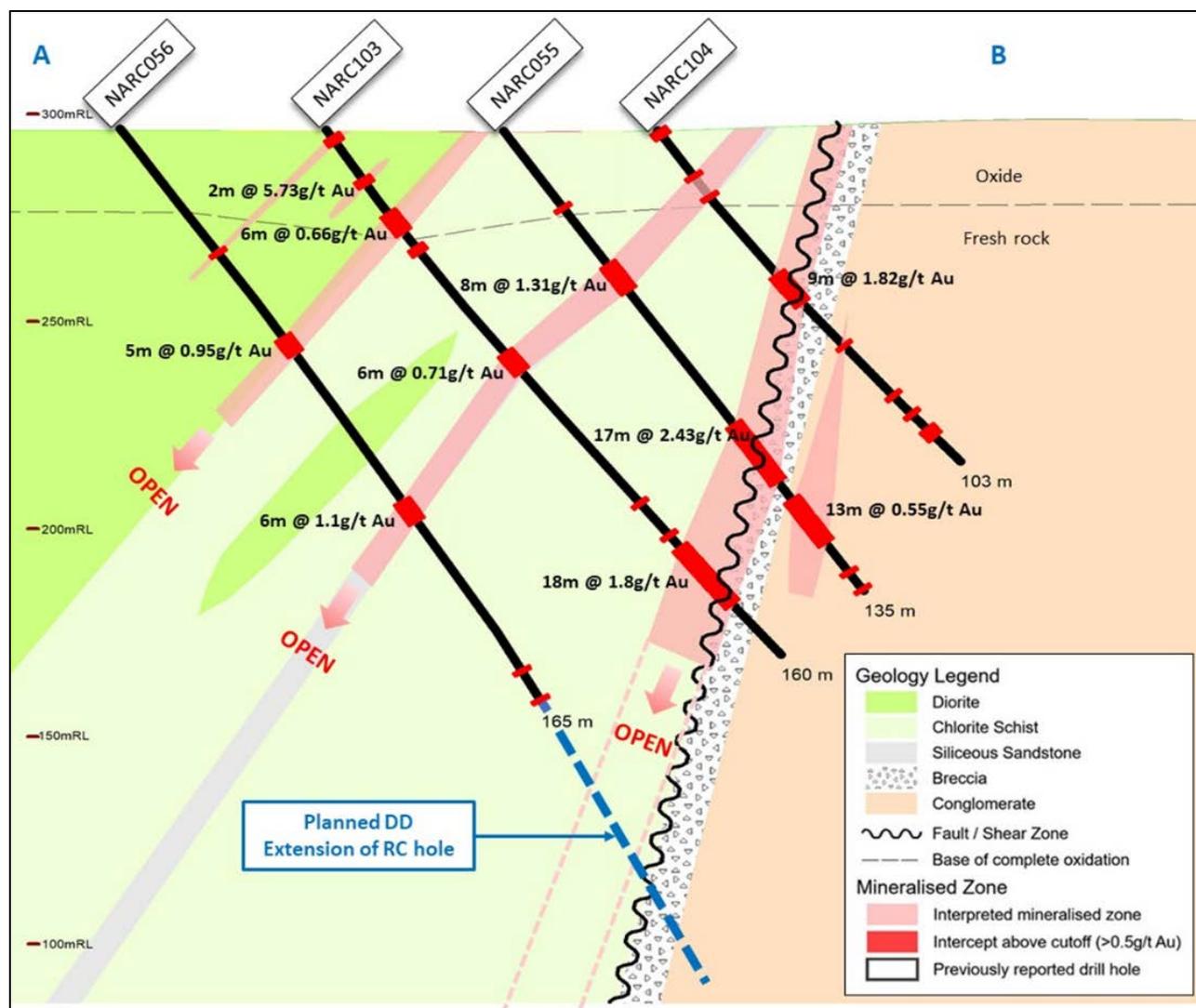


Figure 6: Cross-section A-B looking north showing planned DD hole to test mineralisation to 200m vertical depth

Business Development

Drill-for equity agreement signed with Mako's drilling contractor, Geodrill

During the reporting period Mako signed a binding Memorandum of Understanding (MOU) with Geodrill Limited (TSX:GEO) whereby Geodrill may subscribe for up to US\$1M worth of shares in the capital of the Company in return for drilling services at Mako's discretion.

Under the terms of the agreement Geodrill agrees to provide drilling services in exchange for Mako shares, up to a total value of US\$1M or up to 10,000m of reverse circulation (RC) drilling, or its equivalent in diamond drilling (DD) or air core (AC) drilling, within twelve months, in two stages of up to US\$0.5M each.

Mako has access to this facility for twelve months and may, at its discretion, choose to pay 100% in cash, and is under no obligation to drill a minimum amount or any amount at all.

The agreement effectively allows Mako to drill at half of its normal drilling contractor cash costs, thereby allowing the Company to preserve cash, while continuing its drill programs.

Mako has already used the drill-for-equity facility to pay 50% of drill contractor costs in the Q4-19 drill program and intends to use the facility again for the Q1-20 DD/RC drill program.

Corporate

- 100.675m shares on issue at the date of this report
- 15.0m listed \$0.30 options on issue
- 3.5m unlisted \$0.30 options on issue
- Market capitalisation of \$7.25m (at \$0.072/share) as at 29 January 2020
- Cash of \$1.42 million as at 31 December 2019
- During the period the company raised a total of \$680k (before costs) at \$0.07 per share in relation to a placement of shares. The Company also issued 1,289,420 shares under the drill for equity agreement with Geodrill Ltd to meet \$110k of drilling costs.

The top 10 shareholders as at 28 January 2020:

MAKO GOLD LIMITED

Ordinary Shares

Rank	Name	28 Jan 20	%IC
1	Resolute (Treasury) Pty Ltd	15,235,085	15.13%
2	Peter Francis Rene Ledwidge & Ann Louise Ledwidge*	7,533,433	7.48%
3	Abbotsleigh Pty Ltd	3,571,429	3.55%
4	Elliott Nominees Pty Ltd*	3,266,667	3.24%
5	David Harper	2,320,378	2.30%
6	Berto Nominees Pty Ltd	2,214,286	2.20%
7	Ibrahim Bondo*	2,000,000	1.99%
8	PW and VJ Cooper Pty Ltd	1,865,155	1.85%
9	Sanperez Pty Ltd	1,847,527	1.84%
10	Rookharp Pty Ltd	1,764,706	1.75%
	Total	41,618,666	41.34%
	Balance of register	59,057,194	58.66%
	Grand total	100,675,860	100.00%

* escrowed to 16/4/20

Share trading in the quarter

Name	Code	Price			Volume			
		High	Low	Close	Total Volume	Daily Average Volume	Total Value	Daily Average Value
Mako Gold Limited	MKG.ASX	\$0.096	\$0.069	\$0.07	4,415,158	68,987	\$365,810	\$5,716

Tenement Schedule

Location	Permit Name	Permit Number	Legal Holder	Mako Interest	Status
Côte d'Ivoire	Napié	281 /MIM/DGMG DU	Occidental Gold SARL	Earning up to 75%	Granted
Burkina Faso	Niou	<u>2019-</u> 142/MMC/SG/DGCM	Nouvelle COFIBI SARL	Earning up to 100%	Granted

Napié: On 7th September 2017 Mako Gold Limited signed a Farm-In and Joint Venture Agreement with Occidental Gold SARL. The agreement gives Mako the right to earn 51% of the Napié Permit by pending US\$1.5M on the property within three years and the right to earn 75% by sole funding the property to completion of a Feasibility Study. Mako completed the expenditure requirement to earn the initial 51% in 2019.

Niou: The decree for the 2nd renewal of the Niou permit was issued by the Burkina Ministry of Mines on 18 July 2018. As per Burkina regulations the size of the permit was reduced by 25% and is now 187.5km². Mako Gold SARL, a 100%-owned Burkina Faso subsidiary of Mako Gold Limited, signed an option agreement dated 31 July 2016 with the permit owner giving Mako an option to acquire 100% interest in the Niou Permit and the documentation for the transfer of the permit to Mako has been lodged with the authorities in Burkina.

A total of \$798,000 was incurred on exploration projects in the quarter with \$721,000 on the Napié project and \$77,000 on the Niou project.

December 2019 Quarter ASX Announcements

Further details including 2012 JORC reporting tables where applicable, which relate to results and announcements in this Quarterly Activities Report, can be found in the following announcements lodged with the ASX:

- 29 January 2020 – Diamond Drilling Commences at Tchaga Prospect
- 15 January 2020 – Drilling to Resume at Tchaga Prospect
- 3 December 2019 - Exceptional Results Continue at Tchaga Napié Project
- 8 October 2019 - Drill-for-Equity MOU with Geodrill for up to US\$1M
- 9 August 2019 - Mako Receives Final Drill Results for Napié Project
- 25 July 2019 - Strike Length of Mineralisation at Napié Project Doubles
- 24 July 2019 - Mako on Path to Earn up to 75% of Napié Permit
- 29 January 2019 – Gold Discovery at Niou Project – Burkina Faso

On behalf of the Board

Paul Marshall
Company Secretary

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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 Mrs Ann Ledwidge B.Sc.(Hon.) Geol., MBA, who is a Member of The Australasian Institute of Mining and Metallurgy. Mrs Ledwidge is a full-time employee and a substantial shareholder of the Company. Mrs Ledwidge has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she 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'. Mrs Ledwidge consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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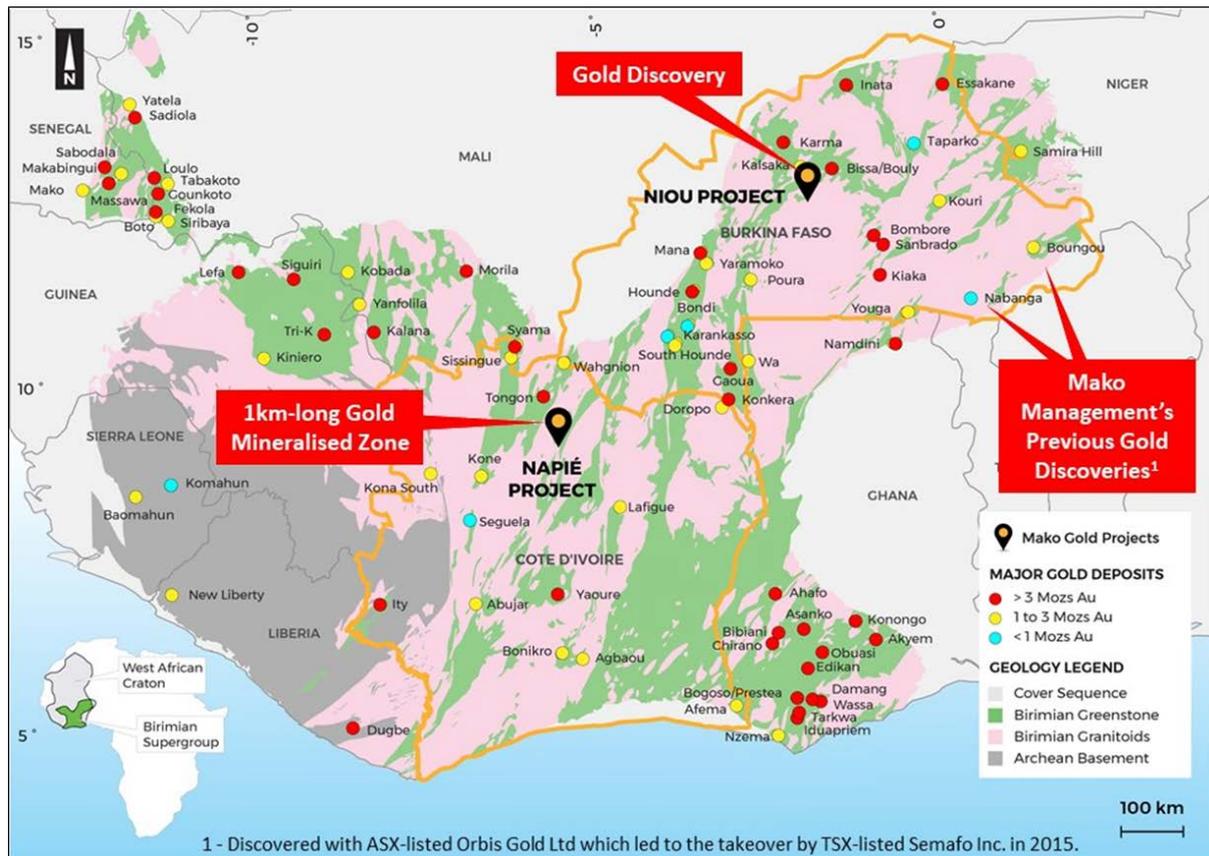
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About Mako Gold

Mako Gold Limited (**ASX:MKG**) is an Australian based exploration company with gold projects in Côte d'Ivoire and Burkina Faso in the gold-bearing West African Birimian Greenstone Belts which hosts more than 70 +1Moz gold deposits.

The Company's focus is to explore its portfolio of highly prospective projects with the aim of making significant high-grade gold discoveries and advancing their development. Senior management has a proven track record of high-grade gold discoveries in West Africa.



About the Napié Gold Project

Mako Gold has entered into a farm-in and joint venture agreement with Occidental Gold SARL, a subsidiary of West African gold miner Perseus Mining Limited (ASX/TSX:PRU) to earn up to 75% of the Napié Permit conditional on certain milestones being achieved. For details of the agreement please refer to Section 9.1 of Mako Gold's Prospectus and section 4.6 of Mako Gold's Supplementary Prospectus, lodged on the ASX on 13 April 2018.

About the Nioú Gold Project

Mako Gold's wholly owned Burkina Faso subsidiary, Mako Gold SARL, signed on 31 July 2016 an option agreement with a Burkinabe private company for 100% ownership of the Nioú Permit. For details of the agreement please refer to Section 9.2 of Mako Gold's Prospectus and section 4.7 of Mako Gold's Supplementary Prospectus, lodged on the ASX on 13 April 2018. Mako Gold announced a gold discovery on the Nioú Project on 29 January 2019.