Company Information

Registered Address: Highdown House,
Yeoman Way,
Worthing,
West Sussex,
United Kingdom,
BN99 3HH

Tel: +27 82 484 1278

Email: cobus@africanliongold.com
franco@africanliongold.com

Chairman: Cobus van Wyk
CEO/CFO: Franco Jordaan
Directors: Philip Richards
Dirk Muntingh
Robert Schafer

More Information

www.africanliongold.com

08 August 2024

CHIFUNDE GOLD PROJECT
Announcement

Highlights:
- **Transaction update with new Cornerstone Investor**
- **Listing update**
- **Exploration, Drilling & Mining Strategy update**

African Lion Gold plc ("ALG" or the "Company") is pleased to make the following announcements:

Transaction update with new Cornerstone Investor

Q Global Commodities (QGC), along with their underwriter, Orion Resource Partners (Orion) in New York, has completed their detailed due diligence. However, QGC's funding from Orion has been delayed, and ALG's management foresees that the transaction will only complete in October 2024. This delay has forced ALG to postpone the infill drilling program.

Although the QGC investment shall proceed in African Lion Resources, ALG's Mauritius subsidiary, ALG's Board decided to raise funds in ALG as well, in order to commence with the infill drilling as soon as possible.

Listing update

Even though the gold price is at an all-time high, the financial markets are still not favourable for a listing. It has been far from a positive start to the year for mining and exploration companies listed on the TSX-V and AIM, with fewer listed companies, raising less money at lower market valuations.[1] Both AIM and TSX-V are significantly down from last year and the H1 2021 peak.[1] The number of new mining issues on AIM remained flat with just one new issue, this compares to the 10-year average of two new issues for the first six months of the year, a telling statistic on how stagnant mining has become on the AIM market, considering back in 2005 there were 51 new mining issues in the first half of the year on AIM.[1] Despite seeing 25 new issues on the TSX-V only a staggering US$0.9 million was raised between the TSX-V and AIM during the first six months of the year, a shockingly low amount for a large number of new issues.[1] For both markets, the number of listed mining and exploration companies at the end of June reached its lowest level in at least 11 years.[1] Both markets have experienced a sharp decline in mining trading value since

June 2021, down 45% for AIM and 61% for the TSX-V.[1] The Board plans to do a listing as soon as the markets recover and are more favourable toward mining and exploration companies.

The benefit of being private is that the Company's valuation has not decreased, whereas most listed exploration companies have seen their valuations decrease substantially. The Board has constantly raised capital at a higher valuation. The Company's valuation has increased from £5,000,000 to £12,833,589 pre-investment from QGC.

Exploration, Drilling & Mining Strategy update

The infill drilling program will commence immediately after completion of the Q Global transaction in October 2024, or a successful raising in ALG.

Procurement of the 20 tonne/hour pilot plant and yellow machinery to process the 80,000 tonne stockpiles remaining from the artisanal mining operations, shall also be done as soon as the Q Global transaction closes in October 2024.

Sampling of these stockpiles have already been completed and laboratory testing will be done upon completion of the Q Global transaction.

Stockpiles remaining from illegal mining operations totalling approximately 80,000 tonnes.

ON BEHALF OF THE BOARD

Cobus van Wyk
Chairman
African Lion Gold plc