

# ASX ANNOUNCEMENT

25 MAY 2020

## ABOUT BLACK DRAGON GOLD

*Black Dragon Gold is the 100% owner of the Salave Gold Project, situated in the Asturias province of Northern Spain.*

## MINERAL RESOURCES

### Measured

1.03Mt @ 5.59g/t Au for 0.19 Moz

### Indicated

7.18Mt @ 4.43g/t Au for 1.02 Moz

### Inferred

3.12 Mt @ 3.47g/t Au for 0.35 Moz

## BOARD & MANAGEMENT

### Jo Battershill

Non-Executive Chairman

### Paul Cronin

Executive Director

### Alberto Lavandeira

Non-Executive Director

### Richard Monti

Non-Executive Director

### Jose Manuel Dominguez

General Manager Spain

### Sean Duffy

CFO and Joint Company Secretary

### Gabriel Chiappini

Joint Company Secretary



BLACK DRAGON GOLD  
ASX:BDG

## ASX LISTING RULE 5.3.4 DISCLOSURE

**Black Dragon Gold Corp. (ASX:BDG) ('Black Dragon' or the 'Company')** advises, that in accordance with ASX Listing Rule 5.3.4, the Company provides the following additional disclosure in relation to the March 2020 Quarterly Activities Report announced on 21 April 2020.

Black Dragon was admitted to the official list of the Australian Securities Exchange (ASX) on 27 August 2018 (Admission). As part of Black Dragon's listing on the ASX, it issued a replacement prospectus dated 23 July 2018 which disclosed Black Dragon's intended use of funds in the 18 month period following Admission (Prospectus Statement). Under its IPO Prospectus, Black Dragon raised the maximum subscription of AUD\$6 million.

The quarter ended 31 March 2020 was included within a period that was covered by the IPO Prospectus Use of Funds period.

A comparison of the actual expenditure of Black Dragon since Admission, against the estimated expenditure noted within the Use of Funds Statement is provided below:

	2018 IPO Prospectus Use of Funds Statement AUD\$	Actual expenditure to 31-03-2020 AUD\$	Variance AUD\$
Exploration program <sup>1</sup>	\$2,869,331	\$1,082,899	\$1,786,432
Pre development program <sup>2</sup>	\$1,634,017	\$1,436,905	\$197,112
Cost of the offers	\$802,000	\$823,056	(\$21,056)
Corporate costs and general working capital <sup>3</sup>	\$1,480,019	\$1,063,892	\$416,127
<b>TOTAL</b>	<b>\$6,785,367</b>	<b>\$4,406,752</b>	<b>\$2,378,615</b>

1. Comprising costs relating to database improvement, geophysical surveys, terrain survey, geochemistry, data acquisition, drilling and assaying.
2. Comprising costs relating to environment impact assessment studies, community relations, economic assessments and pre-development approvals.
3. Corporate costs & general working capital includes executive and non-executive director costs, company secretary costs, legal and accounting costs, rent, municipal taxes and other operating overheads.

Black Dragon Gold Corp, Ground Floor, Regent House, 65 Rodney Road, Cheltenham, GL50 1HX. UK

**Explanation of material variances:**

The material variances are comprised of timing issues related to the exploration and Pre-development programs initially planned. Due to delays in permitting in Spain the main focus of Black Dragon Gold Corp. has had to change from exploration and development programmes to gaining permits to proceed to the next stage of exploration and development.

As reported to the ASX in the Quarterly Financial Statements and the MD&A reports the Company has focussed its efforts on permitting and placing exploration activity on hold until such time as permitting allows. The exploration programme underspend of AUD\$1.786m is largely represented by this timing issue. The Pre-Development expenditures were also impacted by timing of Black Dragon's permitting programme with an underspend of AUD\$0.197m against the use of funds statement.

As a result, the Company's Corporate costs have been trimmed and reduced in line with the Company's strategy to focus on permitting.

Authorised by, and for further information please contact:

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**ABOUT BLACK DRAGON GOLD**

Black Dragon Gold "BDG" is the 100% owner of one of the largest undeveloped gold projects in Europe, the Salave project. Salave is situated in the North of Spain in the province of Asturias. The Salave project has an updated combined Measured and Indicated Mineral Resource of 8.21 million tonnes grading 4.58 g/t Au, containing 1.21 million ounces of gold, plus Inferred resources totalling 3.12 million tonnes grading 3.47 g/t Au, containing 348,000 ounces of gold.

The Company first announced the Mineral Resource estimate on 25 October 2018. A full technical report summarizing the Mineral Resource estimate completed by CSA Global is available on the company's web site and posted on SEDAR. In addition to the current Mineral Resource, historical exploration work suggests there is the potential for additional mineralisation within Black Dragon's landholdings. The Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 25 October 2018 and that all material assumptions and technical parameters underpinning the Mineral Resources estimate in the announcement of 25 October 2018 continue to apply and have not materially changed.