



BLACK DRAGON GOLD
ASX: BDG

ASX ANNOUNCEMENT

6 April 2022

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

Paul Cronin

Non-Executive Chairman

Gabriel Chiappini

Managing Director

Alberto Lavandeira

Non-Executive Director

Jose Manuel Dominguez

General Manager Spain

DRILLING PERMIT RECEIVED FOR SALAVE GOLD PROJECT

HIGHLIGHTS

- Government of the Principality of Asturias issues Black Dragon with an 18-hole drilling permit
- Permit has been provided for Black Dragon's current long tenured Mining Concessions
- Supports Black Dragon's permitting strategy to work collaboratively with the Government of the Principality of Asturias and local community for sustainable exploration and mining development
- Follows on from Black Dragon's successful 2018 drilling campaign

Black Dragon Gold Corp. (ASX:BDG) ('Black Dragon' or the 'Company') is pleased to announce the Government of the Principality of Asturias in Spain ('Government') has issued Black Dragon's 100% owned Spanish subsidiary, Exploraciones Mineras del Cantábrico with an 18-hole drilling permit for the Salave Gold Project.

Managing Director, Gabriel Chiappini said:

"This latest permitting milestone from the Government follows Black Dragon's recent ASX updates relating to Salave Gold Project's Environmental Impact Assessment ('EIA') update, confirming that the Company is responding to public comments received during the EIA consultation period and the application to roll over the Sallave Investigation Permit."

This drilling permit together with the recent ASX updates, demonstrates that the Company's patient, respectful, collaborative and local focus in managing its permitting programme, is delivering results. The approval of the drilling permit indicates the Government's continued support for sustainable exploration and mining development within the region."

The drill hole locations were based on stringent environmental selection criteria to avoid conflicts with local landowners and to comply with the Government's planning framework. This drilling campaign's main focus will be to undertake infill drilling to improve the resource classification from inferred to indicated and from indicated to measured, for mine planning and for geotechnical & metallurgical core samples as part of a definitive feasibility study.

Black Dragon confirms that any additional drilling, will be subject to the Company progressing its EIA application.

2018 Drilling Campaign⁽ⁱ⁾

The new drill hole permit, follows on from Black Dragon's successful 2018 drilling campaign, that consisted of seven diamond holes (BD18-01 to 07) totalling 2,117 metres. Highlights from the 2018 campaign included the following drill hole intercepts;

- 30.8m @ 7.1 g/t Au from 218m (BD18-02)
- 12.6m @ 18.1 g/t from 284m (BD18-03)
- 23.3m @ 29.1 g/t Au from 164.8m (BD18-07) including,
 - o 9.1m @ 65.1 g/t Au from 171.8m and,
 - o 3.4m @ 148.0 g/t Au from 176.0m

⁽ⁱ⁾ refer to ASX announcements 11 September 2018 & 25 September 2018

The Company's 2018 drilling campaign confirmed the following:

- The orientation of high-grade gold mineralisation intersected in numerous drill holes during previous diamond drilling programmes
- Provided information on the structures that control the orientation of gold mineralisation at Salave
- Confirmed the gold tenor and intersection lengths of previous diamond drill holes
- Provided additional structural and geotechnical data for ongoing project development studies
- Identified new areas of mineralisation that opened the deposit to the NW, SE and at depth.

The Salave Deposit consists of a series of stacked horizontal to shallow west-dipping lenses of mineralisation associated with altered (advanced sericitisation and albitisation) fracture zones within the Salave granodiorite.

The Salave Granodiorite is a large north-west trending, approximately 500m wide, steeply dipping sill-like intrusive body overlain by metasediments on the western flank of the deposit. The contact between the metasediments and the Salave granodiorite trends approximately north-east and dips gently to the north-west, approximately parallel to the dip of the regional thrust faulting and the Salave Deposit. The mineralised lenses that form the Salave Deposit pinch and swell and at time these lenses appear to coalesce or are connected by steeper structures, which may act as feeders to the mineralisation within the shallow dipping lenses.

As the focus moves deeper through the deposit, the lenses appear to offset and step down to the west and collectively form a tabular zone immediately below and roughly parallel to the contact with the overlying metasediments. Not only have drill holes BD18-01 to 05 confirmed and infilled areas of gold mineralisation within the previous resource model, they have intersected high-grade intervals of gold mineralisation outside of the current resource model, at depth and down dip to the west.

ENDS

This announcement was authorised for release by the Board of Directors.

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ABOUT BLACK DRAGON GOLD

Black Dragon Gold (ASX: 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 a Measured Mineral Resource of 1.03 million tonnes grading 5.59 g/t Au, containing 0.19 million ounces of gold; an Indicated Mineral Resource of 7.18 million tonnes grading 4.43 g/t Au, containing 1.02 million ounces of gold, plus Inferred Resources totalling 3.12 million tonnes grading 3.47 g/t Au, containing 0.35 million ounces of gold. The information in this announcement that relates to the Mineral Resource estimate for the Salave project was first released by the Company in its news release entitled 'New NI 43-101 Mineral Resource Estimate Increases Resources at Salave' dated 25 October 2018. Black Dragon confirms that it is not aware of any new information or data that materially affects the information included in the original announcement and that all material assumptions and technical parameters underpinning the estimate in the previous announcement continue to apply and have not materially changed.

A full technical report summarising the Mineral Resource estimate completed by CSA Global is available on the Company's web site (www.blackdragongold.com) 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.