

# ASX ANNOUNCEMENT

17 January 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

### Jo Battershill

Non-Executive Chairman

### Paul Cronin

Executive Director

### Alberto Lavandeira

Non-Executive Director

### Jose Manuel Dominguez

General Manager Spain

### Gabriel Chiappini

CFO and Company Secretary

[www.blackdragongold.com](http://www.blackdragongold.com)



# BLACK DRAGON GOLD

## BLACK DRAGON FUNDED FOR DFS & PERMITTING OF SALAVE GOLD PROJECT

### HIGHLIGHTS

- Securities Purchase Plan (SPP) finalised raising \$1.1m
- Together with the recent Placement, Black Dragon has successfully raised \$3.5 million
- Directors backing the Salave Gold Project with an equity contribution of \$0.580m
- Funded to finalise Salave Gold Project DFS & Permitting

Black Dragon Gold Corp. (ASX:BDG) ('Black Dragon' or the 'Company') is pleased to advise that further to the Company's Placement & SPP announcement on 18 November 2021 and following the shareholder meeting on 10 January 2022, that it has finalised the SPP.

Black Dragon raised a total of \$1,103,000 from the SPP with a total of 19,696,414 ordinary shares in the form of CDIs issued at an issue price of AUD\$0.056 per CDI. Each SPP participant also received one attaching unlisted option for every two SPP CDIs issued, with each option having an exercise price of \$0.10, expiring 31 December 2023 ('Options'). A total of 9,848,195 options were allotted to SPP participants.

### Use of Funds

As previously announced, \$2.4 million was recently raised by way of placement, and now an additional \$1.1 million raised from the SPP. Together these funds will primarily be directed towards advancing the +1 Moz Salave Gold Project including finalising the Environmental Impact Assessment approval by the Government of the Principality of Asturias in Spain. In addition, Black Dragon will initiate its Salave Gold Project Definitive Feasibility Study ('DFS').

In addition, whilst permitting of the Salave Project is being progressed, the Company will in parallel review new resource opportunities.

## Shareholder Meeting

The Company held a shareholder meeting on 10 January 2022, that approved:

- The issue of 16,517,862 attaching options for every two CDIs subscribed in the Placement, with each option having an exercise price of \$0.10 each, exercisable 31-Dec-2023
- Issue<sup>1</sup> of 8,928,571 CDIs to Director Paul Cronin together with 4,464,285 options
- Issue<sup>1</sup> of 1,428,571 CDIs to Director Alberto Lavandeira together with 714,285 options
- Approval to issue 9,848,195 free attaching SPP Options to SPP participants

*1. Issue of securities to Directors to be finalised in January 2022*

## Environmental Impact Assessment Update

Black Dragon continues to progress its Environmental Impact Assessment (“EIA”) for approval by the Government of the Principality of Asturias in Spain. In anticipation of the public comments, the Company has prepared a technical information dossier to assist with the expected public comments. Once all responses are submitted, a four-month review will be initiated by the Ministry of Environment, where it is possible that the Ministry of Environment will request further comments from other governmental departments to finalise their review.

Subject to finalising the EIA, the Company will initiate the Urbanisation and Exploitation permit process for the Salave Gold Project and the DFS.

Authorised and approved for release by:

Paul Cronin, Executive Director

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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 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 348,000 ounces of gold.

A full technical report summarising the Mineral Resource estimate completed by CSA Global is available on the company's web site ([www.blackdragongold.com](http://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.

## COMPETENT PERSON STATEMENTS

The information in this announcement that relates to exploration results for the Salave Project is based on and fairly represents information and supporting documentation reviewed and approved by Douglas Turnbull, P.Geo. Mr. Turnbull is a consultant to Black Dragon Gold and a Qualified Professional Geoscientist recognized by the Association of Professional Engineers and Geoscientists of British Columbia, a recognized professional organization for the purposes of the JORC code. Mr. Turnbull has provided his prior written consent as to the form and context in which the exploration results and supporting information are presented in this announcement.

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.

## FORWARD LOOKING STATEMENTS

This news release contains forward-looking statements that are based on the Company's current expectations and estimates. Forward-looking statements are frequently characterised by words such as "plan", "expect", "project", "intend", "believe", "anticipate", "estimate", "suggest", "indicate" and other similar words or statements that certain events or conditions "may" or "will" occur. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that could cause actual events or results to differ materially from estimated or anticipated events or results implied or expressed in such forward-looking statements. Such factors include, among others: the actual results of current planned exploration activities; changes in project parameters as plans to continue to be refined; possible variations in ore grade or recovery rates; accidents, labour disputes and other risks of the mining industry; delays or any inability in obtaining governmental approvals or financing; and fluctuations in metal prices. There may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to the inherent uncertainty therein.