

BMG Resources (ASX: BMG) Investor Fact Sheet



High-grade gold exploration in Western Australia

BMG Resources Ltd (ASX: BMG), market cap c. AU\$8m at 1.2c/share, has recently secured a transformational opportunity to acquire three outstanding gold projects with high-growth potential in T-1 and emerging Western Australian gold districts.



- **Abercromby Project** in Wiluna district – existing high-grade gold intersections, providing an accelerated pathway to resource definition
- **Invincible Project** in Central Pilbara – located immediately along strike from Calidus Resources' 1.5Moz Au resource
- **South Boddington Project** – located along strike from Newmont's giant Boddington deposit (+40Moz)

August 2020

ASX stock code	BMG
Share price (pre consol)	\$0.012
Current market cap	\$8.1m
Shares outstanding (post transaction, cap raise, 10:1 consol)	240m
Perf shares/rights	33.3m
Options	0.3m
Net cash post transaction (est)	~AU\$2.9m

BMG sits at an attractive EV relative to existing high-grade drill results and the significant exploration potential, on which BMG plans to focus through the recent \$4m capital raising. Transaction completion is anticipated in early October 2020, and drilling is planned to commence at Abercromby once the acquisition is completed.

- Abercromby has been **underexplored and undeveloped** for over 20 years
- **Exciting gold region:** Northern Star acquired Echo Resources for \$242m in 2019, Bellevue Gold (ASX: BGL) share price +100% in CY20 to \$800m market cap
- **Thick high-grade gold intersections**, including:
 - 57.5m @ 5.73g/t Au from 80m
 - 68m @ 1.17g/t Au from 77m
 - 30m @ 10.01g/t Au from 164m
 - 36m @ 4.33g/t Au from 100m
- Opportunity to delineate high-grade resources and to make additional discoveries
- Invincible Project hosts 12.5km of the Warrawoona Shear Zone, the mineralised trend hosting Calidus (ASX: CAI) gold resource
- Recent nearby **major discoveries**, e.g. De Grey Mining (ASX: DEG) at its Hemi Project, have fueled strong investor interest in the Pilbara

Board (Post transaction)

Greg Hancock
Chairman

Bruce McCracken
Managing Director

John Prineas
Incoming Non-Executive Director

John Dawson
Incoming Non-Executive Director

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Indicative Work Program at the Gold Projects

		Q4-20	Q1-21	Q2-21	Q3-21	Q4-21	
Transaction Completion	<u>Abercromby:</u>						
	Field program	█					
	Drilling – DD/ RC resource	█					
	Drilling – RC exploration		█				
	<u>Invincible:</u>						
	Field program	█					
	Geophysical survey	█					
Air core drilling		█					

Following completion of the transaction, BMG will focus on the following work program, prioritising the Abercromby and Invincible projects and focusing on:

- A resources drill-out with a view to announcing a resource estimate as soon as practicable
- Exploration drilling at other prospects at Abercromby as well as targets at Invincible to follow-up known mineralisation and to test new geological concepts
- Field programs in underexplored areas of Abercromby and Invincible to investigate for further gold mineralisation

Ongoing exploration and drilling will allow BMG to develop better geological models for the Project areas, providing a more comprehensive understanding of ore-shoot controls and the orientation of mineralised structures, with a view to delivering further exploration success

Significant scope for ongoing positive newsflow and value creation over the course of FY21 and beyond

✓	Sound Business Strategy	<i>Discovering and developing economic gold deposits in WA</i>
✓	Three WA Projects	<i>Three 100% owned gold projects in exciting regions of Western Australia</i>
✓	Advanced Exploration	<i>Two projects have high-grade gold confirmed by drilling and/or mining, with South Boddington providing an early stage exploration play on a world-class gold belt</i>
✓	Drill Ready	<i>Walk up drill targets to follow-up high-grade gold intercepts</i>
✓	Attractive EV	<i>Low EV relative to advanced exploration to date, providing strong valuation leverage to potential resource definition and further exploration success</i>
✓	Gold Exposure	<i>US\$2,000 oz barrier broken</i>
✓	Resource Potential	<i>Potential for fast track to resource definition at Abercromby</i>
✓	Refreshed Company	<i>New team members and recapitalisation provide corporate platform to deliver high growth</i>

For more information, please visit
www.bmgl.com.au