

26 March 2020

Market Release

Multiple High-Grade Gold Projects identified within Ausmex's South Australian tenements

Highlights:

- Large under explored tenure – 7,500 km² (Ausmex controlled)
- Multiple high-grade gold workings, occurrences and targets across tenure
- Mongolata Goldfields:
 - 12 km of prospective strike length underexplored
 - Historic production: 11,127 ounces produced at average grade of 45 g/t Au
- Black Hills:
 - High grade gold over a 3 km strike length, open to north and south
 - Best drilling intercepts include:
 - PCRB009: 3m @ 15.9 g/t Au from 47 m (re-assays 20.84 g/t)
 - PCRB014: 39 m @ 3.77 g/t Au, including 6m @ 23.35 g/t Au from 66 m)
(Refer ASX release 7th December 2018)
- Potential related conductive structures identified by recent MT surveys.



Image: Byles Mine, Mongolata goldfields.

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Ausmex Mining Group (ASX: AMG) (“Ausmex” or “The Company”) has recently completed a review of the gold prospectivity within the South Australian tenement package with multiple high-grade gold projects identified.

A majority of the historic gold projects have been under explored, with two projects including Mongolata and Black Hills standing out with exploration completed within the last decade. Previous drilling within the Black Hills project has produced drilling gold grades of up to 39 m @ 3.77 g/t Au, including 6m @ 23.35 g/t Au from 66 m, as well as 3m @ 15.9 g/t from 47 m depth. (Refer ASX release 7th December 2018).

The Mongolata historic goldfields consist of multiple workings over a 12 km strike length. SA Mines Department records indicate the average mine grade at Mongolata was 45 g/t gold, with underground production ceasing in 1954.

Recent Ausmex 2D and 3D inversion modelling of the MT regional spaced data in late 2018 highlighted a large deep conductive structure extending to the surface which correlates with the gold mineralisation at Mongolata and Black Hills, **Figures 3 & 4 below**, (Refer ASX release 7th December 2018).

The Company is planning to conduct further field work and sampling within the goldfields, and may consider joint venturing the gold project in the future while the Company focuses on fast tracking the QLD located Mt Freda Complex into gold production (Refer ASX release 20th March 2020).

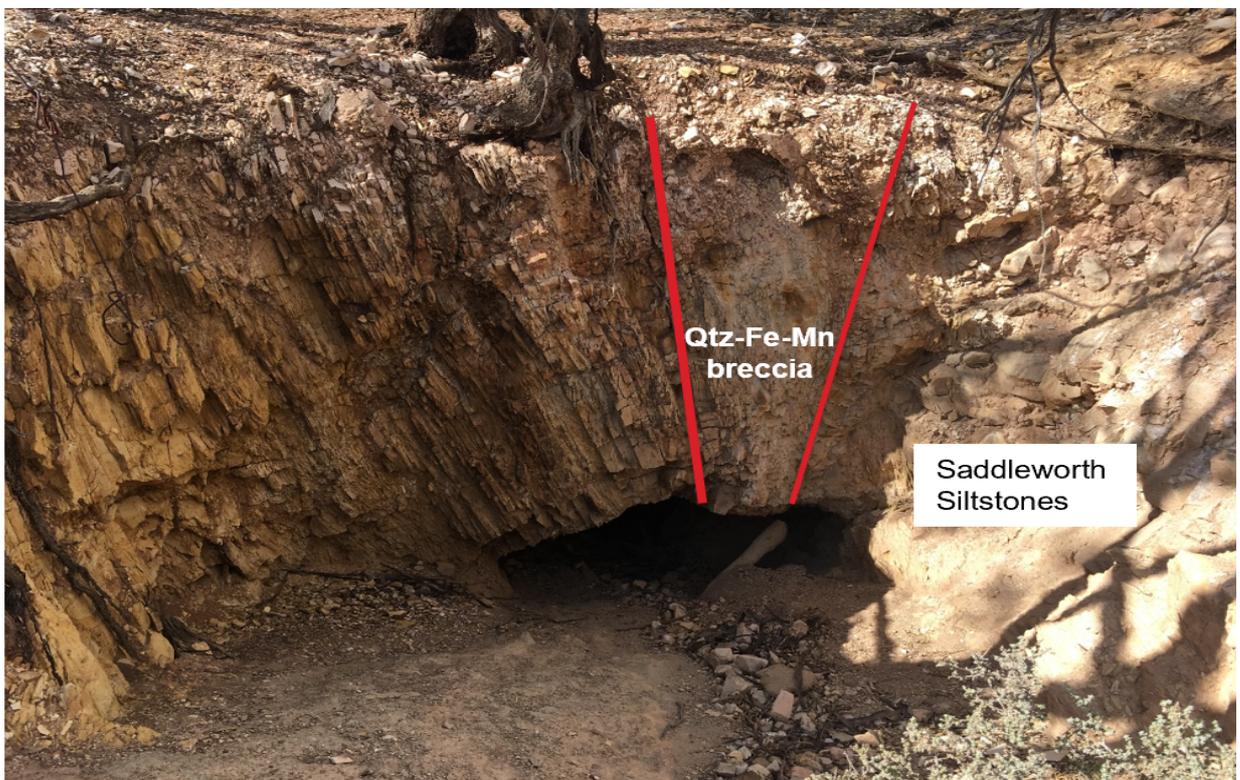


Image 3. Black Hills underground workings where previous drilling produced up to 39 m @ 3.77 g/t Au, including 6m @ 23.35 g/t Au from 66 m, as well as 3m @ 15.9 g/t from 47 m depth. (Refer ASX release 7th December 2018).

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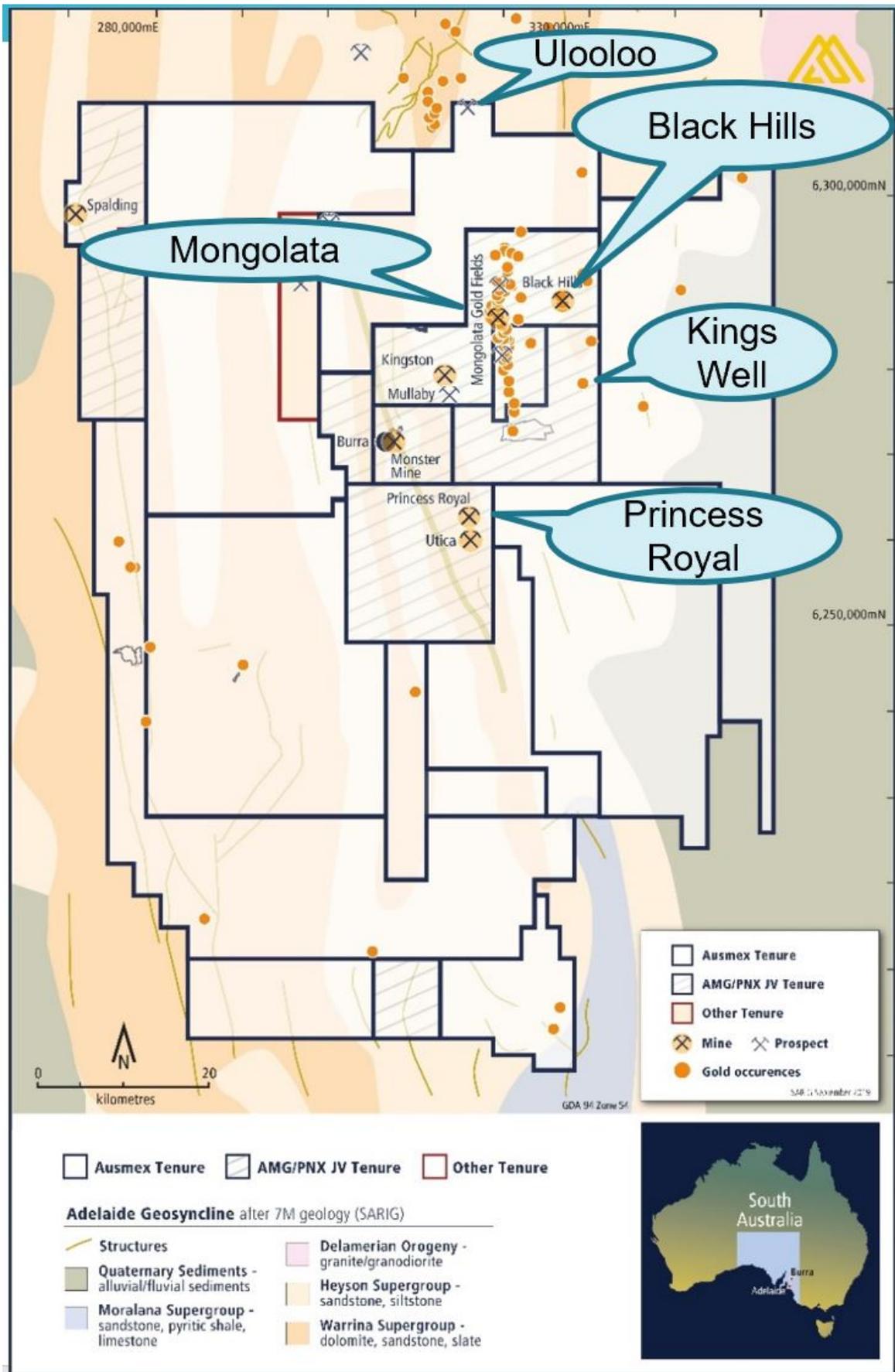
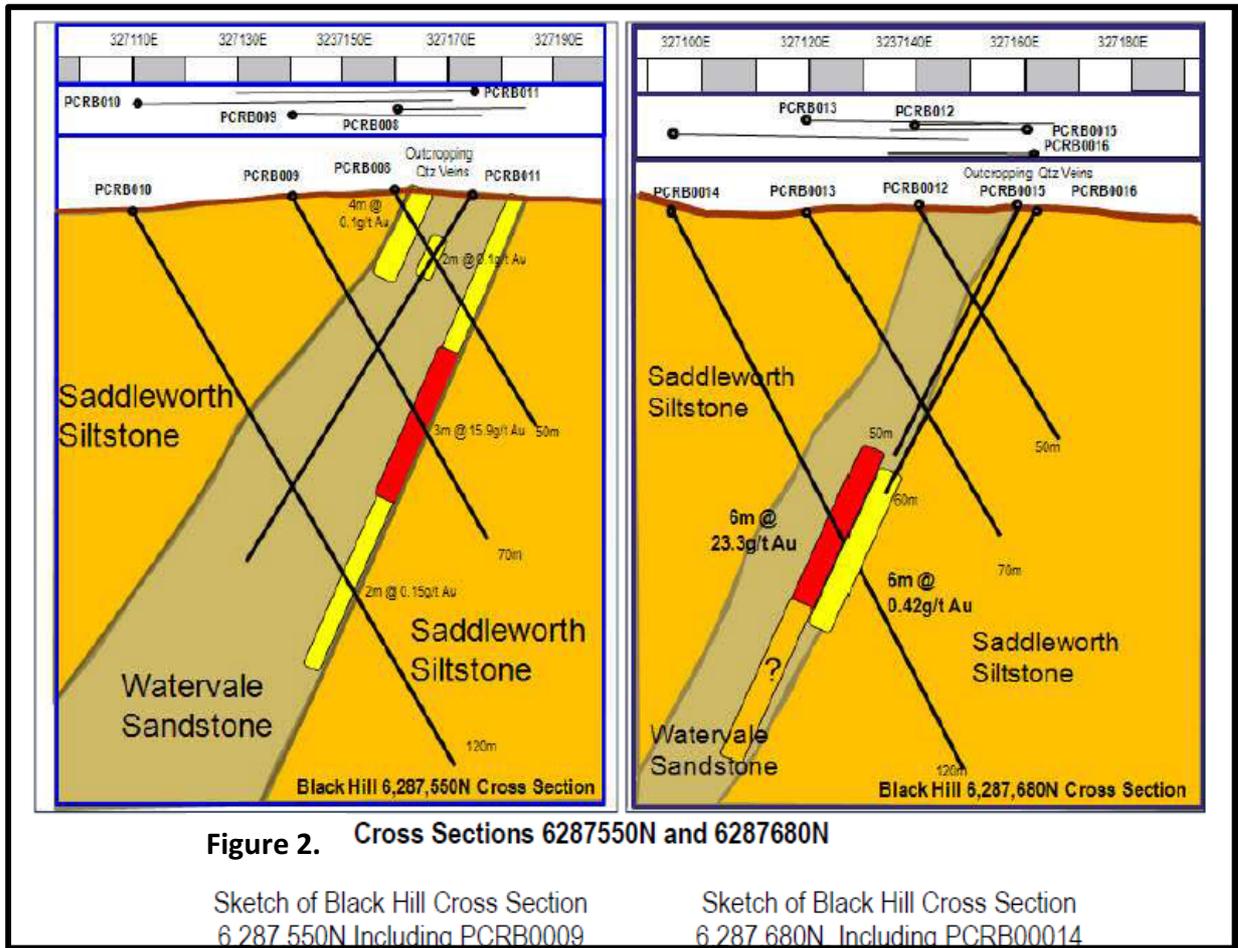


Figure 1. Ausmex South Australian suite of Gold projects.

Black Hills Gold project



- The historic Black Hills gold workings occur 7 km north east of the Mongolata Goldfields.
- The gold mineralisation is structurally controlled in a quartz-iron-manganese rich breccia shear zone on the contact between the Neoproterozoic Watervale Sandstone and the underlying Saddleworth siltstone (brittle/ductile contact) and appears to concentrate in steeply plunging lodes associated with cross cutting structures.
- Previous drilling identified high grade and anomalous gold over a 3 km strike length 'open to the north and south'.
- Best historic drill intercepts include:
 - PCR009: 3m @ 15.9 g/t Au from 47 m (re-assays 20.84 g/t)
 - PCR014: 39 m @ 3.77 g/t Au, including 6m @ 23.35 g/t Au from 66 m (Refer ASX release 7th December 2018)

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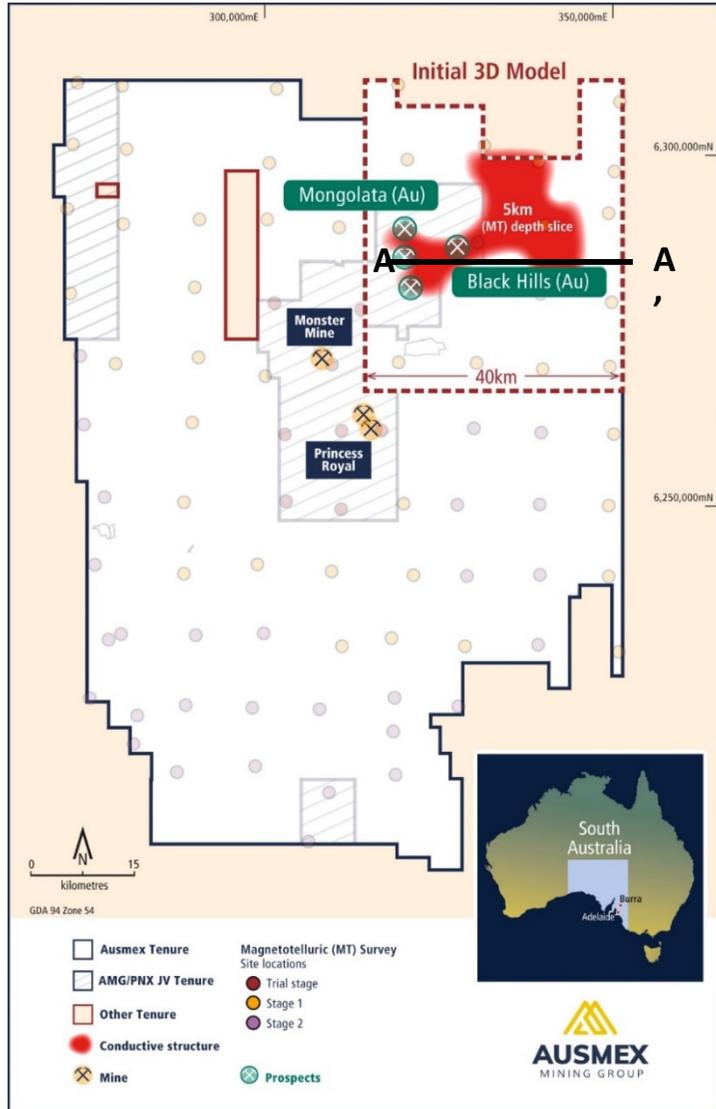


Figure 3. 3D conductive target below Mongolata – Black Hills gold projects.

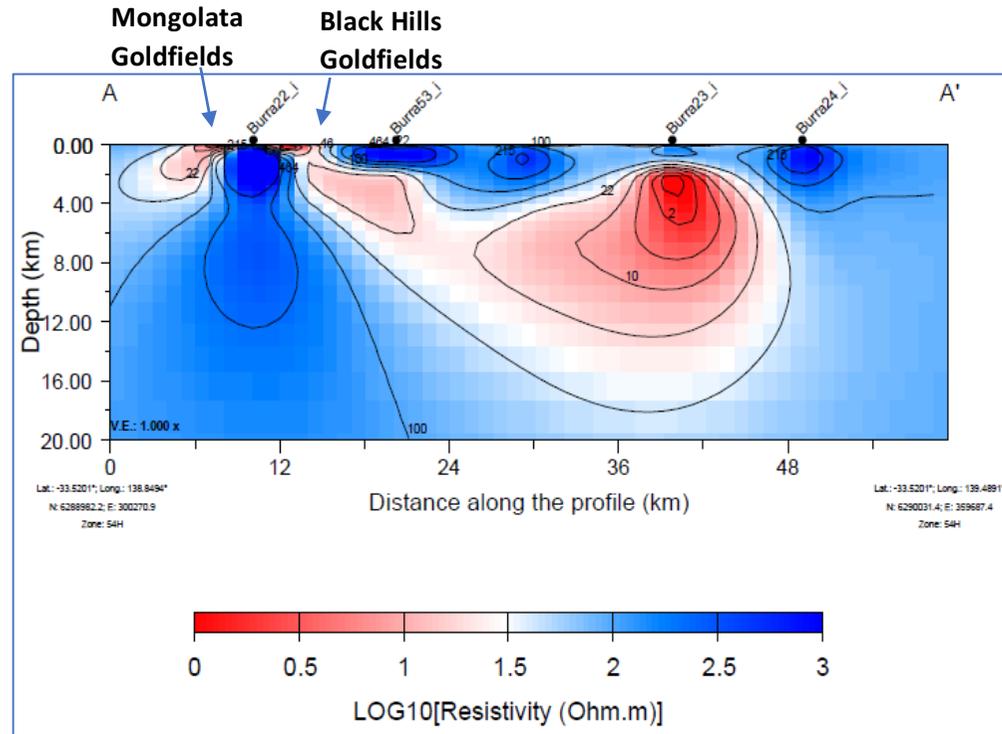


Figure 4. Cross section through 3D conductive target below Mongolata – Black Hills gold.

Mongolata - Black Hills Deep Gold Targets

- 10 km spaced gridded MT Survey in collaboration with university of Adelaide Identified a new conductive anomaly - underexplored area.
- Oblique to N-S trending geology.
- Correlation with Mongolata Goldfields and Black Hills.
- Infill MT/AMT with ground gravity proposed.
- (Refer ASX release 7 December 2018).

Mongolata Goldfields

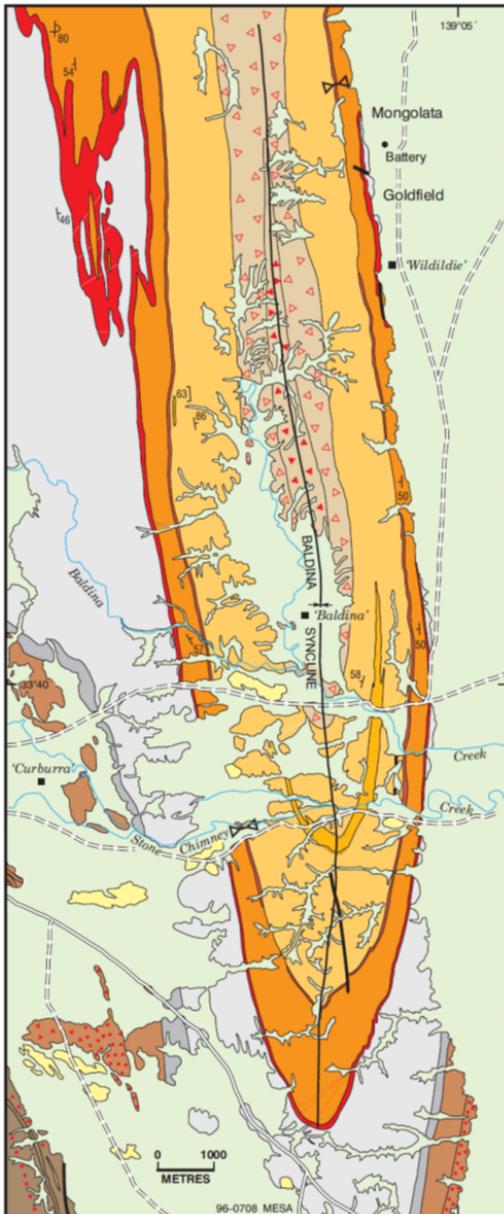


Figure 5. Mongolata goldfield geology.

Gilded Rose Divestment update.

The Company is continuing to negotiate terms with several parties that have expressed strong interest in purchasing the Gilded Rose Gold project. With current high gold prices and strong interest in the project, the Company is confident suitable sale terms can be reached within the short term. The Company will update shareholders on any Commercial outcomes.

- ❑ The Mongolata Goldfield was discovered in 1930 with the government battery recording production (1930 – 1954), of 11,127 ounces (~352 kg) of gold from 7,684 tonnes treated (recovery grade average¹ 45 g/t).
- ❑ Gold production was not stopped due to lack of ore.
- ❑ Gold mineralisation extends over a strike length of approximately 12 km.
- ❑ Gold mineralisation lies on the eastern limb of the Baldina Syncline within the Cox Sandstone. The Cox Sandstone outcrops are approximately 12 kilometres along the eastern scarp of the Mt Lofty Ranges
- ❑ Gold mineralisation comprises of a network of cross-cutting quartz-limonite veins and breccias, with large flat-lying veins recording the highest gold production. Exceptional high-grade coarse-grained gold occurs at the intersection of these lodes within steeply dipping veins.
- ❑ Lithology and structural control indicate potential exists for new discoveries of gold mineralisation to the north and east, in fold hinges and thrust faults associated with Cox Sandstone in porous and permeable reactive sediments (e.g. Skillogee Dolomite) and proximity to intrusive.

¹ *The Mongolata Goldfields, I Plimmer 1997, Redfire Resources*

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Corporate Update.

Recent Federal and State Government Corona Virus restrictions implemented to date have not presented any delays to fast tracking the Mt Freda Complex into gold production. In anticipation of a September 2020 gold production start-up, and as part of ongoing cost reduction exercises, the Company has decided to close the Sydney office, and relocate the main office in Cloncurry QLD, utilising current facilities and eliminating Sydney office overheads.

This announcement is approved by the Board of Ausmex Mining Group Limited.

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Forward Looking Statements

The materials may include forward looking statements. Forward looking statements inherently involve subjective judgement, and analysis and are subject to significant uncertainties, risks, and contingencies, many of which are outside the control of, and may be unknown to, the company.

Actual results and developments may vary materially from that expressed in these materials. The types of uncertainties which are relevant to the company may include, but are not limited to, commodity prices, political uncertainty, changes to the regulatory framework which applies to the business of the company and general economic conditions. Given these uncertainties, readers are cautioned not to place undue reliance on forward looking statements.

Any forward-looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or relevant stock exchange listing rules, the company does not undertake any obligation to publicly update or revise any of the forward-looking statements, changes in events, conditions or circumstances on which any statement is base

Competent Person Statement

Statements contained in this report relating to exploration results and potential are based on information compiled by Mr. Matthew Morgan, who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr. Morgan is the Managing Director of Ausmex Mining Group Limited and Geologist whom has sufficient relevant experience in relation to the mineralisation styles being reported on to qualify as a Competent Person as defined in the Australian Code for Reporting of Identified Mineral resources and Ore reserves (JORC Code 2012). Mr. Morgan consents to the use of this information in this report in the form and context in which it appears.