



GOLD ROAD DIVIDEND POLICY

Gold Road Resources Limited (ASX: GOR) (**Gold Road or the Company**) is pleased to announce that the Board of Directors has approved its inaugural Dividend Policy.

HIGHLIGHTS

- **Gold Road will target an annual aggregate dividend payout of 15%-30% of free cash flow for each calendar year in two half yearly payments**
- **Payment of any dividend will be subject to maintaining a minimum net cash balance of A\$100 million**
- **Gold Road will announce any dividend payments when announcing its future full year or half year results in accordance with ASX Listing Rules**
- **To the extent the Company has franking credits, it will look at distributing franking credits to shareholders. As at 31 December 2019, franking credits available to shareholders were A\$65.7 million**

Gold Road will target annual dividend payments which in aggregate represent 15 – 30% of free cash flow for each calendar year, payable by way of two half yearly payments. Gold Road's free cash flow is defined as cash flow before debt and dividends.

Declaration of any dividend will be subject to Gold Road maintaining a minimum net cash balance of A\$100 million (after the payment of any dividend). Subject to the Board's discretion, it is anticipated that the inaugural dividend will be declared for the six month period ended 31 December 2020. For clarity, the inaugural dividend will be calculated by reference to the free cash flow for that six month period.

The declaration of, or determination to pay, dividends remains at the absolute discretion of Gold Road's Board of Directors after taking into account a number of factors, including but not limited to, Gold Road's underlying financial performance and cash flow, commodity price expectations, balance sheet and treasury risk management, working capital needs and competing internal and external investment opportunities necessary for future growth, development and exploration.

Gold Road intends to establish a Dividend Reinvestment Plan in due course, and may, from time to time, provide shareholders with the option to increase their shareholding by reinvesting all or part of any potential future dividend in additional Gold Road shares.

Gold Road's Chairman Tim Netscher said: *"In less than a year since we declared commercial production at Gruyere, I am pleased to be in a position to announce a dividend policy. The company is debt free and building a strong cash balance. The dividend policy seeks to share our strong cash flow generation with our shareholders whilst still allowing us to prioritise ongoing operations and growth opportunities."*

This release was authorised by the Board.

For further information, please visit www.goldroad.com.au or contact:

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COMPANY DIRECTORS

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Duncan Gibbs
Managing Director & CEO
Justin Osborne
Executive Director, Discovery & Growth
Brian Levett
Non-Executive Director
Sharon Warburton
Non-Executive Director
Maree Arnason
Non-Executive Director
Hayden Bartrop
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About Gold Road

Gold Road Resources Limited is a mid-tier Australian gold producer with Tier 1 mine and exploration projects in the underexplored and highly prospective Yamarna Greenstone Belt in Western Australia's north-eastern Goldfields.

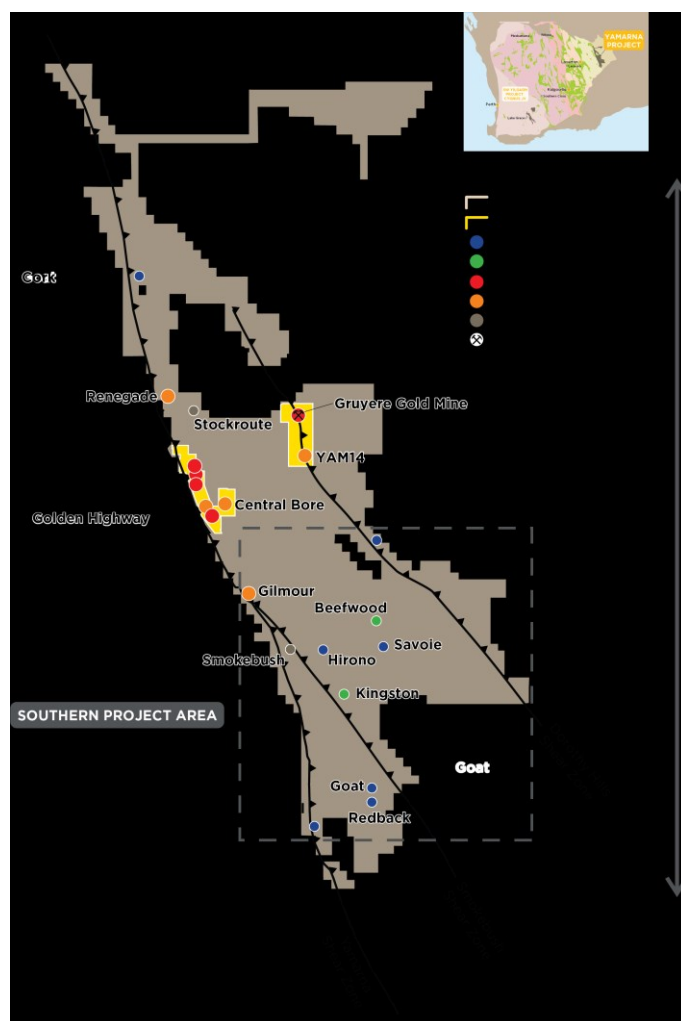
Gold Road owns 50% of the world-class Gruyere gold mine, which was developed in Joint Venture with Gold Fields Ltd (JSE: GFI) and produced first gold in June 2019. Gruyere is forecast to produce on average 300,000 ounces (100% basis) annually for at least 12 years, making it one of Australia's largest and lowest-cost gold mining operations. The Gruyere JV has Mineral Resources of 6.6 million ounces, including an Ore Reserve of 3.7 million ounces.

Gold Road discovered the world-class Gruyere deposit in 2013 as part of its pioneering exploration across Yamarna and entered into the Gruyere Gold Project Joint Venture with Gold Fields in 2016. The Gruyere JV includes 144 square kilometres of the Yamarna Belt.

In addition to the Gruyere JV, Gold Road controls 100% of tenements covering ~4,500 square kilometres across Yamarna with a Mineral Resource of 0.3 million ounces. Gold Road is executing an industry leading exploration strategy to discover the next multi-million-ounce gold deposits at Yamarna.

Gold Road also continues to assess and pursue other shareholder wealth-creating opportunities, such as its exploration farm-in Joint Venture with Cygnus Gold Limited (ASX: CY5) in Western Australia's South West, and Project Generation more widely.

Gold Road uses a staged Project Pipeline approach to manage, prioritise and measure success of the exploration portfolio. Each target is classified by Milestone and ranked using geological and economic criteria. Regular peer review, prioritisation and strategy ensure that the highest quality projects are progressed across all stages of exploration.



Location and Geology of the Yamarna Tenements showing Gold Road's 100% tenements and Gold Road-Gold Fields Gruyere JV tenements (yellow outline), Mineral Resources, Ore Reserves (100% basis) and selected exploration prospects

Exploration Project Pipeline and Milestones used by Gold Road for managing exploration success

