

African Gold Group, Inc.

07:30 19 Nov 2020

African Gold says updated results from Phase 4 infill drilling have extended the depth of the oxide-sulphide boundary at the Kobada Gold Project

African Gold Group, Inc. (CVE:AGG) said updated results from its Phase 4 infill drilling campaign at the Kobada Gold Project in Mali has extended the depth of the oxide-sulphide boundary from 120 metres (m) to 190 m at the northern extensions of the main shear zone.

Most recent drilling results continue to show extensions of the oxide orebody at depth, the group added, far deeper than expected with numerous high-grade gold intersections. Ongoing drilling continues to test strike, depth and plunge extensions of the mineralized system, it added.

WATCH: African Gold Group' reveal results from Kobada Gold Project which 'exceed expectations'

In a statement, Andy Rompel, vice president Exploration of African Gold Group commented: "I am very pleased to report that these drill results have exceeded our expectations and the saprolite zone of the oxidised resource is larger than anticipated. We have drilled soft mineralised lithologies at unexpected depth and can push the boundary between soft and hard rock further down.

"This will consequently add volume to our already known resource. We will continue to pursue this occurrence further northwards where we intend to confirm the mineralisation along the Kobada shear and its northern extension. We see great potential along this and our neighbouring shear zone along the Gosso target, which has only recently been proven auriferous on surface as well as at depth."

African Gold said that drill rigs have been operating since early September 2020, and despite heavy rains, the company has made very good progress in its exploration drilling programme. To date, 3,051 m have been drilled, of which 1,690 m were Reverse Circulation drilling (RC) and 1,361 m were Diamond drilling (DD).

The assay results from the infill drilling campaign on the Kobada Main shear zone have confirmed that to date, large portions of the geological model and the anticipated grade of the Inferred oxide Mineral Resource correlate positively with the 1.34 grams per ton (g/t) gold (Au) mean grade currently used in the existing Inferred Resource estimate. In addition, the boundary between the oxidised lithologies and the unaltered (sulphide) lithologies has been repeatedly intersected at deeper levels than anticipated. These results are conducive to adding more volume at depth to the Inferred Mineral Resource in the oxides.

The campaign to upgrade a portion of the Inferred oxide Mineral Resources is part of a three-phase drilling campaign. The objective of the drilling campaign is to upgrade the Inferred oxide resource to a higher confidence category, test the northern extension of the Kobada shear beyond the last known occurrence in the northern parts of the Kobada concession and the initial drill-testing of the neighbouring Gosso shear zone. It comprises an initial 6,720 m at a split of 70% RC holes (4,704 m) and 30% DD holes (2,016 m).

Price: 0.165
Market Cap: \$24.58 m

Share Information

Code: AGG
Listing: TSX-V
52 week High Low
0.375 0.1

Sector: Gold & silver
Website: www.africangoldgroup.com

Company Synopsis:

African Gold Group is a Canadian exploration and development company with its focus on developing a gold platform in West Africa. African Gold Group is focused on the development of the Kobada Gold Project in Mali, a low capital and low operating cost gold project with the potential to produce more than 100,000 ounces of gold per annum.

action@proactiveinvestors.com

High-grade gold mineralisation, plus numerous recent strong intersections consistently reported from outside the mineral resource estimate in the NI 43-101 Technical Report on Kobada Gold Project dated June 17, 2020, will be incorporated in the next mineral resource estimate update on track for Q1 2021, the company added.

Phase 4 drilling programme is ahead of target with some significant grade intersections identified in the oxide orebody, it noted, with drilling continuing along the main shear zone (Phase 4), the Gosso target (Phase 3), and the northern extension of the main Kobada shear zone (Phase 5) as part of the 10,000 m drilling programme announced by the group in September.

Drilling highlights include:

- 1.04 g/t Au over 37.0 m from 47.0 m to 84.0 m (Drill hole KB20_PH4A_11)
- Including 8.41 g/t Au over 1.0 m, 6.41 g/t Au over 1.0 m and 7.85 g/t Au over 1.0 m
- 2.81 g/t Au over 7.0 m from 102.0 m to 109.0 m (Drill hole KB20_PH4A_11)
- Including 18.50 g/t Au over 1.0 m
- 1.39 g/t Au over 9.0 m from 33.0 m to 42.0 m (Drill hole KB20_PH4A_10)
- Including 5.78 g/t Au over 1.0 m

An investor webinar will take place on Wednesday, November 25 at 10.00am EST to discuss African Gold's ongoing drilling program. Online registration and participation details can be found at the following link:

https://zoom.us/webinar/register/WN_o-Lo3uHcRd2Y2YCqekJ6BA

Contact the author at jon.hopkins@proactiveinvestors.com

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of African Gold Group, Inc. named herein, including the promotion by the Company of African Gold Group, Inc. in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).