Katanning Gold Project Update

Ausgold Limited (ASX: AUC) (‘**Ausgold**’ or ‘**Company**’) provides the following update in relation to its 100%-owned Katanning Gold Project in south-west Western Australia.

Workforce Accommodation Facility

Ausgold and the Shire of Katanning have reached ‘agreement in principle’ on the terms and conditions of a long-term lease of Shire-owned land on the edge of the town of Katanning (**Lease**). The agreement in principle does not constitute a binding agreement and signing of Lease documentation remains subject to Council approval following the issue of a public notice advising of the Shire’s intent to enter into the Lease with Ausgold.

The land which is the subject of the Lease is proposed to be the site of Ausgold’s 250 bed Katanning Gold Project (**KGP**) workforce accommodation facility. The 8-hectare site was selected in consultation with the Shire based on the agreed mutual benefits of locating the accommodation facility on the outskirts of town rather than at the KGP mine itself. Ausgold will operate buses to transport staff the 40km between the mine and the accommodation facility.

The key terms of the proposed Lease are as follows:

Term: 12 years commencing 1 January 2026 with two five-year extension options.

Rent: market rates as determined by an independent valuer with annual review based on CPI.

Permitted Purpose: construction, operation of and use as an accommodation village for the Lessee’s mining workforce, including carparking, and ancillary purposes.

Other: Upon termination of the Lease the Shire may elect to retain the accommodation facility (or any part thereof), in which case ownership of the facility shall vest absolutely in the Shire.

Ausgold Executive Chairman, John Dorward stated:

“We are delighted by the support we have received from the Shire of Katanning. It is through collaborations like this with our local partners that we seek to ensure that the Katanning Gold Project delivers tangible long-term benefits for all stakeholders.”

Ausgold Katanning Workforce Accommodation Facility Conceptual Layout

The Board of Directors of Ausgold Limited approved this announcement for release to the ASX.

For further information please visit Ausgold's website or contact:

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