

ASX ANNOUNCEMENT

5 November 2024

BMG FULLY FUNDED FOR DRILLING AT ABERCROMBY GOLD PROJECT

HIGHLIGHTS

- **BMG has received commitments to raise \$1,500,000 through a placement of new shares to sophisticated and institutional investors**
- **New funds will be used to complete expansion drilling at the Abercromby Gold Project as well as to progress development study work**
- **Abercromby hosts a maiden Mineral Resource Estimate (MRE) of 11.12Mt @ 1.45 g/t Au for 518,000 oz Au with potential for significant resource expansion through extension drilling and drilling of large regional targets**
- **Favourable location in an established gold mining region and within a granted mining lease, supporting an expedited pathway to potential development**
- **Programme of Works approved with BMG finalising tenders for drill campaign**

BMG Resources Limited (**ASX: BMG**) (**BMG** or the **Company**) is pleased to announce that it has received firm commitments to raise \$1,500,000 via a placement of fully paid ordinary shares to institutional, sophisticated and professional investors (**Placement**).

Advancing the Abercromby Gold Project:

New funds will be utilised to build on the successful drilling and resource activities at Abercromby to date.

The maiden MRE is comprised in the Capital Deposit which remains open at depth and along strike – both to the north and south. A combined reverse circulation (RC) and diamond drilling program is planned to test for extension of the mineralisation as well as to convert inferred resources to the indicated category.

Drilling has also been designed to test regional targets to the south of the Capital Deposit. Reconnaissance aircore drilling at the Capital South, Archer and Barrack Prospects – located along a 1,000m corridor of prospective stratigraphy to the south of the Capital Deposit – has confirmed the presence of a large high-grade gold system and supports the potential for a repetition of significant mineralisation like the Capital Deposit.

Metallurgical studies have already confirmed free milling gold across all zones of the Abercromby orebody, with high recoveries from conventional CIL processing. Further study work will be completed to progress plans for the potential development of a mining operation at Abercromby.

Successful Capital Raising:

Commitments to raise \$1,500,000 (before costs) have been received for a placement of 150,000,000 new shares at \$0.01 per share (**New Shares**) in two Tranches.

Under Tranche 1, 74,000,000 shares will be issued with 61,000,000 shares being issued under ASX Listing Rule 7.1 and 13,000,000 shares being issued under ASX Listing Rule 7.1A.

The issue of a further 76,000,000 shares under Tranche 2 will be subject to the approval of shareholders at a General Meeting of the Company that is expected to be held in early to mid-December 2024.

New Shares will be placed pursuant to section 708 of the Corporations Act 2001 (Cth) and will rank equally with the Company's existing shares on issue.

GBA Capital Pty Ltd acted as Sole Lead Manager to the Placement.

John Prineas, BMG's Non-Executive Chairman, said:

"The record gold price is a terrific background for BMG to launch an expansion drill programme at Abercromby.

"Our maiden resource is just the beginning of the gold opportunity at Abercromby. With mineralisation that is open and many outstanding thick intercepts of high-grade gold which have yet to be followed-up, there is excellent potential for further drilling to significantly increase the resource.

"BMG will also continue to advance feasibility study work at Abercromby so that we can confirm the viability for a potential gold mining operation to monetise the growing resource.

"We thank investors for recognising the strong value upside at Abercromby, and we look forward to updating investors on project developments as they occur."

Classification	Type	Cut-Off	Tonnes	Au g/t	Ounces
Inferred	Open Pit	0.4	5,565,000	1.16	208,000
	Underground	1.25	1,401,000	3.24	146,000
Total Inferred			6,966,000	1.58	353,000
Indicated	Open Pit	0.4	3,858,000	1.18	146,000
	Underground	1.25	294,000	1.94	18,000
Total Indicated			4,152,000	1.23	165,000
Total Indicated and Inferred			11,117,000	1.45	518,000

Table 1: JORC-compliant Mineral Resource for Abercromby.

For further information on the Abercromby resource, see our ASX announcement dated 6 February 2023 'High Gold Recoveries – Abercromby Met Testwork' and 17 April 2023 '518,000oz Au Maiden Mineral Resource for Abercromby Gold Project'.

This announcement has been approved for release by the Board of BMG Resources Limited.

For further information, please contact:

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Forward Looking Statements:

This announcement includes forward-looking statements that are only predictions and are subject to known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of BMG, the directors and the Company's management. Such forward-looking statements are not guarantees of future performance.

Examples of forward-looking statements used in this announcement include use of the words 'may', 'could', 'believes', 'estimates', 'targets', 'expects', or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of announcement, are expected to take place.

Actual values, results, interpretations or events may be materially different to those expressed or implied in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements in the announcement as they speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and the ASX Listing Rules, BMG does not undertake any obligation to update or revise any information or any of the forward-looking statements in this announcement or any changes in events, conditions or circumstances on which any such forward-looking statement is based.

This announcement has been prepared by BMG. The document contains background Information about BMG current at the date of this announcement.

The announcement is in summary form and does not purport to be all inclusive or complete. Recipients should not rely upon it as advice for investment purposes, as it does not take into account your investment objectives, financial position or needs. These factors should be considered, with or without professional advice, when deciding if an investment is appropriate.

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Recipients should seek professional advice when deciding if an investment is appropriate. All securities transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments. To the extent permitted by law, no responsibility for any loss arising in any way (including by way of negligence) from anyone acting

or refraining from acting as a result of this material is accepted by BMG (including any of its related bodies corporate), its officers, employees, agents and advisers.

Competent Person Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Ben Pollard, a Competent Person who is a Member of the Australian Institute of Mining and Metallurgy. Mr Pollard is the Principal of Cadre Geology and Mining Pty Ltd and has been retained to provide technical advice on mineral projects.

Mr Pollard has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Pollard consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to Exploration Results was previously released by the Company in the following reports: 6 February 2023 entitled 'High Gold Recoveries – Abercromby Met Testwork'; 17 April 2023 entitled '518,000oz Maiden Mineral Resource for Abercromby Gold Project'; and 18 April 2023 entitled 'Revision to Announcements on 17 April 2023'. These announcements contain a competent person statement which includes the statements and consent pursuant to the requirements of ASX Listing Rule 5.22t.

The Company confirms that it is not aware of any new information or data that materially affects the exploration results included in any original market announcements referred to in this report and that no material change in the results has occurred. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements. The Company confirms that it is not aware of any new information or data that materially affects the exploration results and estimates of Mineral Resources and Ore Reserves as cross-referenced in this release and that all material