



CORPORATE INFORMATION

Bassari Resources Limited is an Australian ASX-listed company focused on discovering and developing multi-million ounce gold deposits in the Birimian Gold Belt, Senegal, West Africa.

FAST FACTS

ASX Code	BSR
Issued Capital	2,418,855,633
No of shareholders	2,310
Top 20	36%

INVESTMENT HIGHLIGHTS

Mineral tenements over approximately 312km² of prospective Birimian Gold Belt, Senegal.

- Makabingui Gold Project Feasibility Study – Initial high grade open pit project of 1Mt at 5.7g/t for 174,000 oz production inventory, \$678/oz cash cost, US\$90m pre Capex after tax cash flow in first three years, and expansion anticipated from underground and infill drilling of 8km Makabingui South zone.
- Makabingui Gold Project Mineral Resource (Prepared and disclosed under JORC Code 2004 and remains unchanged) **1 Moz in 11.9 Mt at 2.6 g/t gold (0.5 g/t cut-off)** :
 - Indicated: 336,000 oz in 2.6 Mt at 4.0g/t
 - Inferred: 669,000 oz in 9.3 Mt at 2.2g/t
- Makabingui Gold Project open pit JORC 2012 Probable Ore Reserve:
 - **158,000 oz in 0.86 Mt at 5.7 g/t**
- Senegal, stable democracy since 1960.
- Well located tenements in a +60M ounce gold province hosting world class deposits.
- Multiple prospects identified along 60km of partially drilled mineralised strike.

BOARD AND MANAGEMENT

John Traicos

Director

Modou Guene

Director

Malik Easah

Director

Conrad Karageorge

Director

Andrew Goode

Director and Acting CEO

Ian Riley

Company Secretary/CFO

CONTACT US

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30 June 2021

BASSARI RESOURCES LIMITED – MAKABINGUI PROJECT UPDATE

The Directors of Bassari Resources Limited (Bassari or the Company) (ASX:BSR) are pleased to provide this further update on significant recent events.

Sambarabougou Exploitation Permit (Makabingui Gold Project)

The Permit which was granted in July 2017 is due to expire in July 2022 and it is essential that the Permit be available and can be renewed for a further 5 years to facilitate investment to fund the Project as planned.

The Company and MGO are seeking confirmations from the Department of Mines and the Government of Senegal that the Permit is in good standing and can be renewed by MGO for a further 5 years following its expiry in July 2022, subject to compliance with all permit terms and conditions.

Funding

Further to the \$900,000 of loan funding recently secured by the Company to meet its urgent short term capital requirements, the Company continues to work towards securing a more substantial debt and/or equity funding package to ensure existing creditors can be repaid (including Coris Bank) and to provide working capital to progress the Makabingui Gold Project towards production.

The new Board is in discussions with a number of potential debt/equity financiers and will provide updates in due course. Such funding is likely to be conditional on the above confirmations from the Department of Mines and the Government of Senegal on the Permit.

Project Update

The Company has recently updated security at the Makabingui Gold Project with Gendarmes re-engaged by MGO.

The Company is continuing finalisation of the project development schedule for the Project to be implemented once sufficient funding is available.

Coris Bank

The new Board continues to work with Coris International Bank (“Coris”) on a repayment solution for the existing US\$12.3m debt which is secured by a charge over the Sambarabougou Exploitation Permit.

Coris has commenced two proceedings in Senegal to enforce its security over the permit involving appraisal of the market value of the mining licence and business assets and for seizure and sale actions should the Coris’ debt remain unpaid. The Company understands it will take at least 2 to 3 months before this seizure and sale process of the Permit crystallises, involving various steps to be completed including receipt of all required valuations, Court validation of the proposed terms of sale, Court approval of the sale and consent from the Department of Mines and/or the Government of Senegal to any transfer of the Permit. The Company has been advised by Coris that if 80% of the outstanding debt is not repaid by 30 June 2021, Coris will continue enforcement proceedings. Given the status of the Permit and the importance of confirming this before funding can be secured, the Company is unlikely to be in a position to make the required repayment by 30 June 2021 and expects Coris to continue enforcement proceedings until a repayment solution can be agreed.

Without prior notice to the Company, Coris yesterday, served a summons on the Company for an additional proceeding seeking to execute the commissary pact and take possession of the Permit in an attempt to avoid the above seizure and sale process. A summary hearing is scheduled to take place in Kédougou on Tuesday 6 July 2021. The Company is pursuing options to settle the Coris debt prior to this scheduled hearing and otherwise intends to take action to defend its position.

The Company has engaged advisers in Senegal to assist with the above matters and advise on our legal rights. In the meantime, the Company is continuing discussions with Coris, the Department of Mines and the Government of Senegal and potential financiers to work towards a repayment solution with Coris. Further updates will be provided in due course.

About Bassari

Perth – based West African gold developer, Bassari Resources Limited (ASX:BSR), has a strategic portfolio of exploration and exploitation permits focused on the Birimian Gold Belt in Senegal. The permits cover an area of 312 km² with 60km of strike along the two adjoining permits. The permits are located within the Keneiba Inlier which is a +60M ounce gold region. Bassari’s vision is to discover and delineate gold resources which can be developed into profitable operations.

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