

Activities Report

December 2019 Quarter

West African focused gold explorer and developer, Azumah Resources Ltd (ASX: AZM) (“Azumah”) presents its Activities Report for the Quarter ended 31 December 2019.

OPERATIONS

Feasibility Study progress

- The project team has been undertaking mine scheduling along with other engineering activities to support the Feasibility Study.
- The Feasibility Study team has also been focused on operational and project construction works to support project development.

Exploration

- Reconnaissance works have recommenced following the cessation of seasonal rains. It comprises mapping, trenching and auger sampling. There is no further Reverse Circulation or Diamonding Drilling planned for the project before the completion of the Feasibility Study as all drilling works to support the study have been completed.

Government

- Discussions continue with the Ghana Government on a fiscal stability agreement.
- The Ghana EPA has granted EPA licences for the Kunche-Bepkong and the Julie deposits (ASX Release dated 20th December 2019).

CORPORATE

- On 28th October 2019, joint venture partner Ibaera lodged a revised, last and final unconditional all-cash offer to acquire all the issued shares in Azumah for \$0.033 (3.3 cents) per share (“Offer”). The Directors of Azumah have unanimously recommended shareholders ACCEPT the revised Offer by completing and submitting the Takeover Offer Acceptance Form attached to the Ibaera Bidder’s Statement.
- As at the date of this Report, Ibaera holds in excess of 89% interest in Azumah shares and intends to compulsorily acquire the remaining Azumah shares once it achieves the 90% ownership threshold. The Offer terminates at 7pm (Sydney time), Friday 7th February 2020.
- During the quarter, Azumah appointed Dr Jon Hronsky OAM, Mr Peter Stuntz and Mr James Wallbank to the Azumah Board, whilst Azumah Directors Mr Michael Atkins, Ms Debra Bakker and Mr Stephen Stone resigned from the Board, and Mr Linton Putland did not seek re-election as a director at the 2019 Annual General Meeting. The role of Managing Director Mr Stephen Stone was also made redundant.
- Azumah retained a cash balance of approximately \$0.6 million as at 31 December 2019, and the Board has initiated investigations into the potential sources of funding for its share of the establishment capital costs for the Wa Gold Project, which is expected to be in the vicinity of US\$75 million.
- Azumah holds a 12.4% (27.7M ordinary shares) shareholding in Ghana neighbour, Castle Minerals Limited (ASX: CDT) (\$0.25 million as at the date of this Report).
- Azumah also advises that the address of its principal place of business has changed to Suite G1, 45 Richardson Street, West Perth WA 6005. The registered office remains as Suite 2, 11 Ventnor Avenue, West Perth WA 6005.

ASX & Media Release

30 January 2020

ASX: AZM

www.azumahresources.com.au

Wa Gold Project:

Value

2.77Moz Mineral Resource
1.0Moz Ore Reserve
Advanced Feasibility Study
2,400km² fertile terrain

Upside

Growing resources and reserves
Widespread anomalism
Numerous priority targets

Issued Capital

978.6M ordinary shares

Directors & Management

Chair:
James Wallbank

Non-Executive Directors:
Peter Stuntz
Jon Hronsky

Contact

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For further information please contact:

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Chair
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Previously reported information

This report includes information that relates to Ore Reserves, Mineral Resources, Pre-Feasibility Study results, Production Targets and forecast financial information derived from Production Targets and Exploration Results which were prepared and first disclosed under JORC Code 2012. The information was extracted from the Company's previous ASX announcements as follows:

- Mineral Resources: 2 September 2014 "Azumah Increases Ore Reserves 45%"
- Mineral Resources: 28 September 2018 "Mineral Resources Increased 21% to 2.5Moz"
- Ore Reserves: 30 January 2019 "Ore Reserve and Study Progress Update"
- Mineral Resources: 2 July 2019 "Maiden Bepkong Underground Mineral Resource of 279,700oz at 3.59g/t Au"

The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of reporting of Ore Reserves and Mineral Resources, all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which any Competent Person's findings are presented have not been materially modified from the original market announcement.

Statements of Competent Persons for the various Mineral Resource Estimates and Ore Reserve Estimates can all be found on the Company's website at: http://www.azumahresource.com.au/projects-competent_persons.php

Forward-Looking Statements

All statements other than statements of historical fact included in this document including, without limitation, statements regarding plans and objectives of Azumah, are forward-looking statements. Forward-looking statements can be identified by words such as 'anticipate', 'believe', 'could', 'estimate', 'expect', 'future', 'intend', 'may', 'opportunity', 'plan', 'potential', 'project', 'seek', 'will' 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 are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its directors and management of Azumah that could cause Azumah's actual results to differ materially from the results expressed or anticipated in these statements.

The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained on this website will occur and investors are cautioned not to place any reliance on these forward-looking statements. Azumah does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained on this website, except where required by applicable law and stock exchange listing requirements.

Wa Gold Project: Mineral Resources, Ore Reserves, Key Targets and Prospects

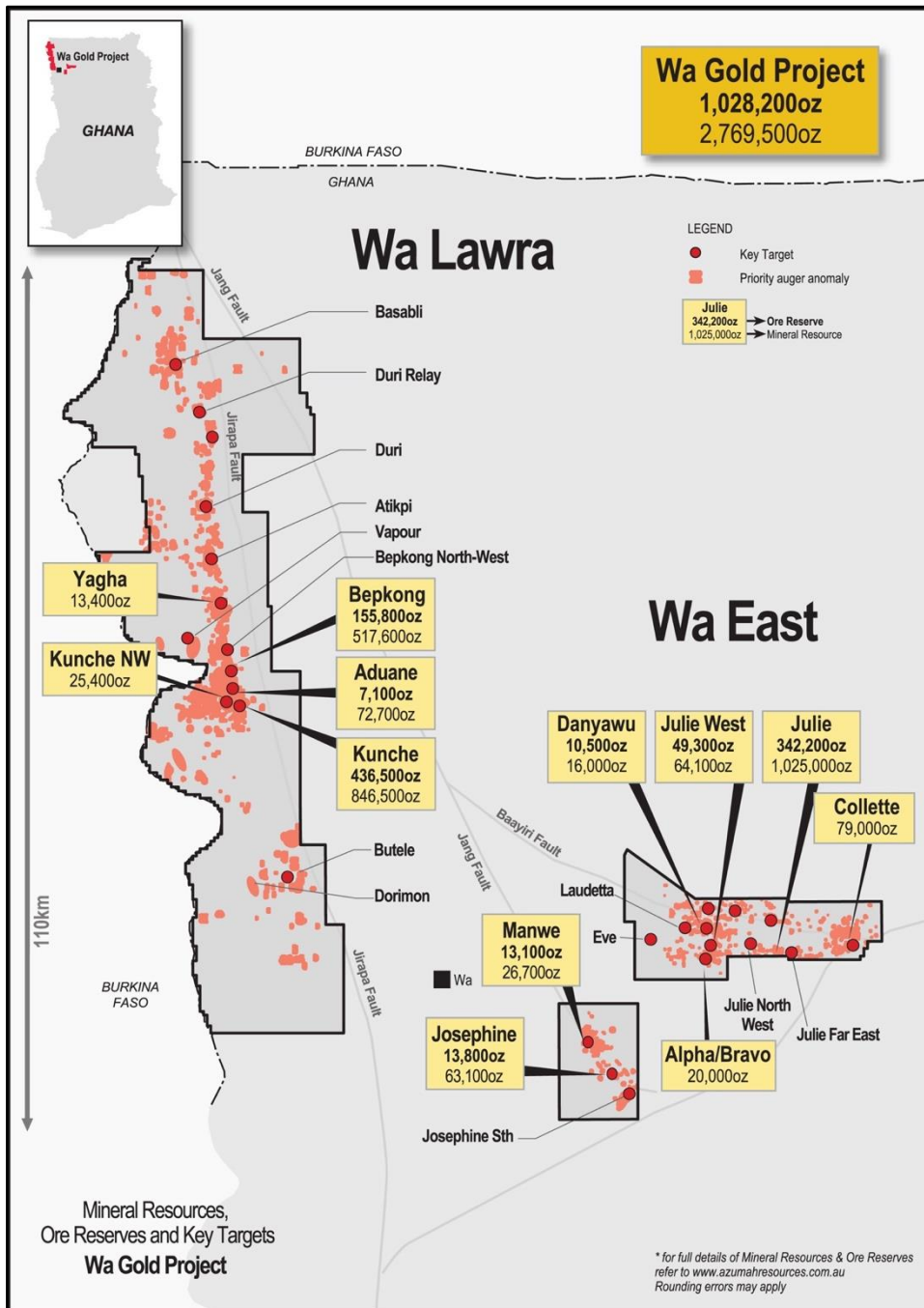


Table A: Ore Reserve Summary – JORC Code 2012 – Updated 30 January 2019

(As at January 2019)	Proved			Probable			Total		
	Tonnes (Mt)	Grade g/t Au	Gold oz	Tonnes (Mt)	Grade g/t Au	Gold Oz	Tonnes (Mt)	Grade g/t Au	Gold oz
Kunche	8.0	1.51	388,600	0.9	1.65	47,900	8.9	1.52	436,500
Bepkong	2.4	1.65	124,400	0.7	1.41	31,300	3.0	1.59	155,800
Aduane				0.2	1.11	7,100	0.2	1.11	7,100
Julie	1.2	2.11	83,600	3.6	2.24	258,600	4.8	2.21	342,200
Julie West				0.4	3.59	49,300	0.4	3.59	49,300
Danyawu				0.1	4.63	10,500	0.1	4.63	10,500
Josephine				0.3	1.29	13,800	0.3	1.29	13,800
Manwe				0.2	1.91	13,100	0.2	1.91	13,100
Total	11.6	1.60	596,700	6.4	2.09	431,500	18.0	1.77	1,028,200

Numbers have been rounded

Table B: Mineral Resource Estimate – JORC Code 2012 – Updated 19 June 2019

Deposit	Cut-Off Au g/t	Measured			Indicated			Measured + Indicated			Inferred			Grand Total		
		Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces
Wa-Lawra:																
Kunche	0.5	8,835	1.6	446,000	3,404	1.3	145,000	12,239	1.5	591,000	7,616	1.0	255,700	19,855	1.3	846,500
Bepkong o/c	0.5	3,163	1.8	185,000	728	1.4	33,000	3,704	1.7	218,000	462	1.4	20,000	4,354	1.7	237,900
Bepkong u/g	2.0	16	4.3	2	1,270	4.1	165,000	1,286	4.1	168,000	1,138	3.1	112,000	2,424	3.6	279,700
Aduane	0.5				322	1.2	12,800	322	1.2	12,800	1,491	1.3	59,900	1,812	1.3	72,700
Kunche NW	0.5										694	1.1	25,400	694	1.1	25,400
Yagha	0.5										333	1.3	13,400	333	1.3	13,400
Wa East:																
Julie	0.5	1,490	2.1	101,000	9,300	1.9	572,100	10,790	1.9	673,000	6,360	1.7	352,000	17,150	1.9	1,025,000
Collette	0.5										1,690	1.5	79,000	1,690	1.5	79,000
Julie West	1.0				455	4.0	58,900	455	4.0	58,900	68	2.4	5,100	523	3.8	64,100
Danyawu	1.0				105	4.2	14,200	105	4.2	14,200	38	1.5	1,800	143	3.5	16,000
Alpha/Bravo	1.0										148	4.2	20,000	148	4.2	20,000
Josephine	1.0				709	1.5	34,500	709	1.5	34,500	580	1.5	28,600	1,290	1.5	63,100
Manwe	1.0				257	2.1	17,300	257	2.1	17,300	192	1.5	9,400	450	1.9	26,700
Total		13,504	1.7	732,002	16,550	2.0	1,052,800	29,867	1.8	1,787,700	20,810	1.5	982,300	50,866	1.7	2,769,500

- Note: Values have been rounded.
- A lower cut-off of 0.5g/t Au was used for Kunche, Bepkong o/c (open-cut), Aduane, Julie and Collette, and a lower cut-off of 1.0g/t Au was used for Julie West and Danyawu. A lower cut-off of 2.0g/t was used for Bepkong u/g (underground).