



Q3 2020 PRODUCTION & OPERATIONAL UPDATE

19 October 2020



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ESG INITIATIVES INTEGRAL TO BUSINESS MODEL

Shanta maintains a strong social license to operate with a long term sustainable approach

Local expertise 

99.5% employees recruited locally in country

New Luika staff recruited from nearby villages **40%**

- ✓ 100% of GM's are Tanzanian
- ✓ 98% of HOD's are Tanzanian


 **Top 10**
Employer in Tanzania (2018)¹

Working together 


\$115m+ Paid to Government of Tanzania

 Zero MDA² participation by Shanta in its history


Strong and open relationships with Senior Government Ministers

Positive local impact 

497 Tanzanian businesses supported³

81%  Recurring in-country procurement³

\$161m Paid to Tanzanian suppliers in the last 3 years

 **Environmental responsibility**

Significant environmental incidents **0**

- ✓ Home to the largest solar farm in Tanzania
- ✓ Renewables key to power and carbon strategy
- ✓ Carbon offsetting in local Patamela forest reserve

% power drawn from grid

2019	2020E	2021E
0%	14%	25%

1. Named by the Association of Tanzania Employers, a national award spanning all industries
 2. MDA = Mine Development Agreement
 3. Measured based on total spend over the period 2017-2019



SHANTA GOLD OVERVIEW

East-Africa focused portfolio with compelling growth pipeline

NEW LUIKA GOLD MINE

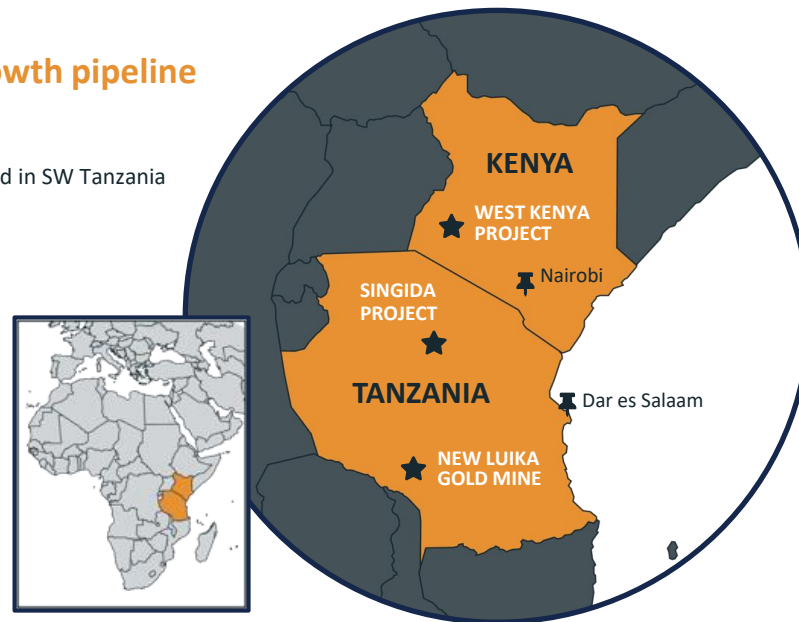
- High grade, low cost gold operation in the under-explored Lupa Gold field in SW Tanzania
- Reserves: 410 koz at 3.23 g/t
- Resources: 1,091 koz at 2.64 g/t
- 2020 Production Guidance: 80-85 koz
- 2020 AISC Guidance: US\$830-880/oz³

WEST KENYA PROJECT

- Highly prospective gold project in the Lake Victoria gold field
- US\$64 m invested since 2010
- Resources: 1.18 Moz at 12.6 g/t
- Scoping study in place; Infill drilling to begin in Q4 2020
- LOM Avg Production: 105 koz
- LOM Avg AISC: US\$681/oz

SINGIDA PROJECT

- Open pit gold project in prospective greenstone belt in Central Tanzania
- Reserves: 243 koz at 3.00 g/t (Est. 7 Year Mine Life)
- Resources: 0.90 Moz at 2.38 g/t
- LOM Avg Production: 32 koz
- LOM Avg AISC: US\$869/oz



Summary Capitalisation ¹	
Share Price (GBP)	20.0p
Market Capitalisation	US\$220.6 m
Net Debt	US\$5.1 m
Enterprise Value	US\$225.7 m

Top Shareholders ²	
Odey Asset Management	17.0%
Board & Management	8.6%
Sustainable Capital	6.5%
Barrick Gold	6.4%
Brooks Macdonald	2.5%

1. Market data as of 14 October 2020.
 2. As of 30 September 2020.
 3. Development costs at the BC, Luika and Ilunga underground operations are not included in AISC



Q3 2020 OPERATIONAL AND FINANCIAL HIGHLIGHTS

Consistent operational performance, with secondary assets making strong contributions to Shanta's growth prospects



Gold production

19,973 oz (Q2: 22,216 oz)



West Kenya

NPV_{8%} US\$340 m, IRR 110%



Safety record

Zero LTI's since December 2017



Debt reduction

Gross debt: US\$11.8 m
(Q2: US\$13.4 m)



Available liquidity^{1,2}

US\$15.4 m (Q2: US\$21.6 m)



EBITDA³

US\$22.5 m (Q2: US\$19.4 m)



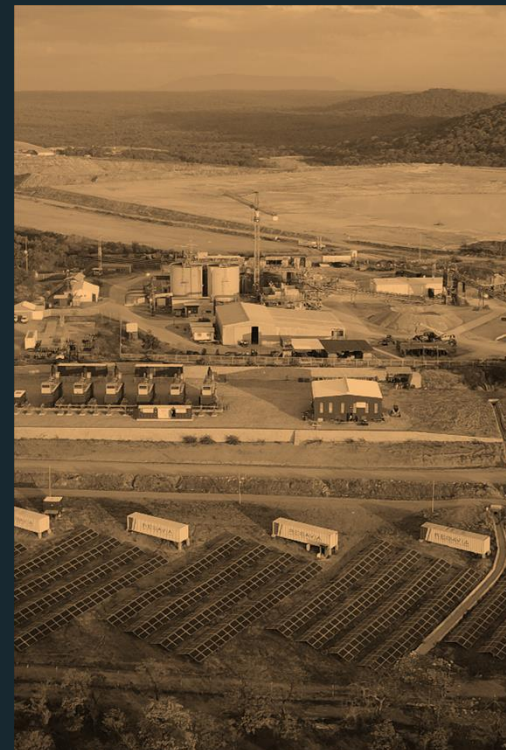
Tanzanian team

Global workforce > 99% Tanzanian



Cost control

Cash Costs: US\$587 /oz
AISC^{4,5}: US\$883 /oz



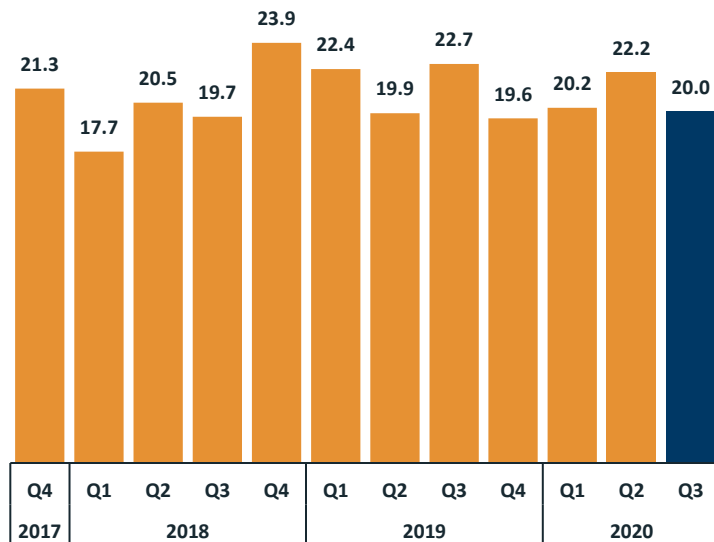
1. Derived as unrestricted cash, restricted cash and the sale value of doré available for sale at the end of the Period
2. Following cash payment of US\$7.8 m to Barrick for West Kenya Project acquisition
3. Before non-cash loss on unsettled forward contracts
4. Development costs at the BC, Luika and Ilunga underground operations are not included in AISC
5. Includes US\$107 /oz exploration spend in line with Company exploration plan



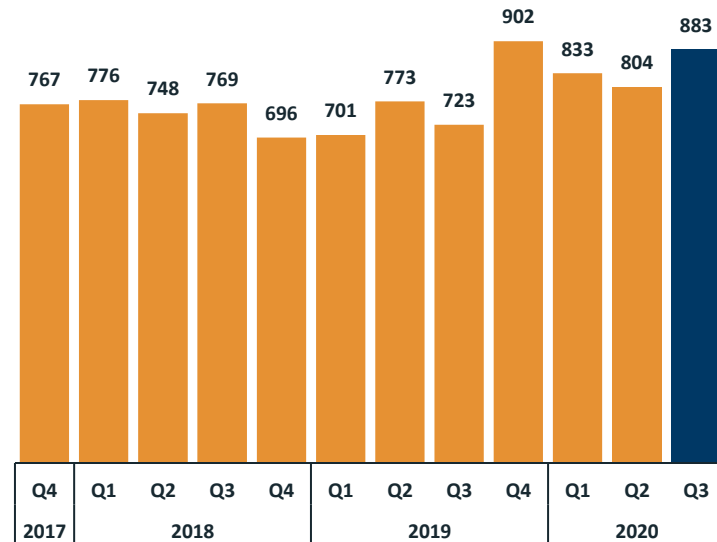
QUARTERLY PERFORMANCE - NEW LUIKA GOLD MINE

Continued excellent performance on production and cost

QUARTERLY GOLD PRODUCTION (000'S OZ)



QUARTER ON QUARTER AISC^{1,2,3} (\$ /OZ)



1. Development costs at the BC, Luika and Ilunga underground operations are not included in AISC
2. Q4 2019 AISC includes US\$47 /oz for accelerated power station generator refurbishments
3. Q3 2020 AISC includes US\$107 /oz exploration spend in line with the Company's exploration plan



QUARTERLY PRODUCTION STATISTICS

Ore milled increased with further plant expansion underway, planned for completion in early 2021

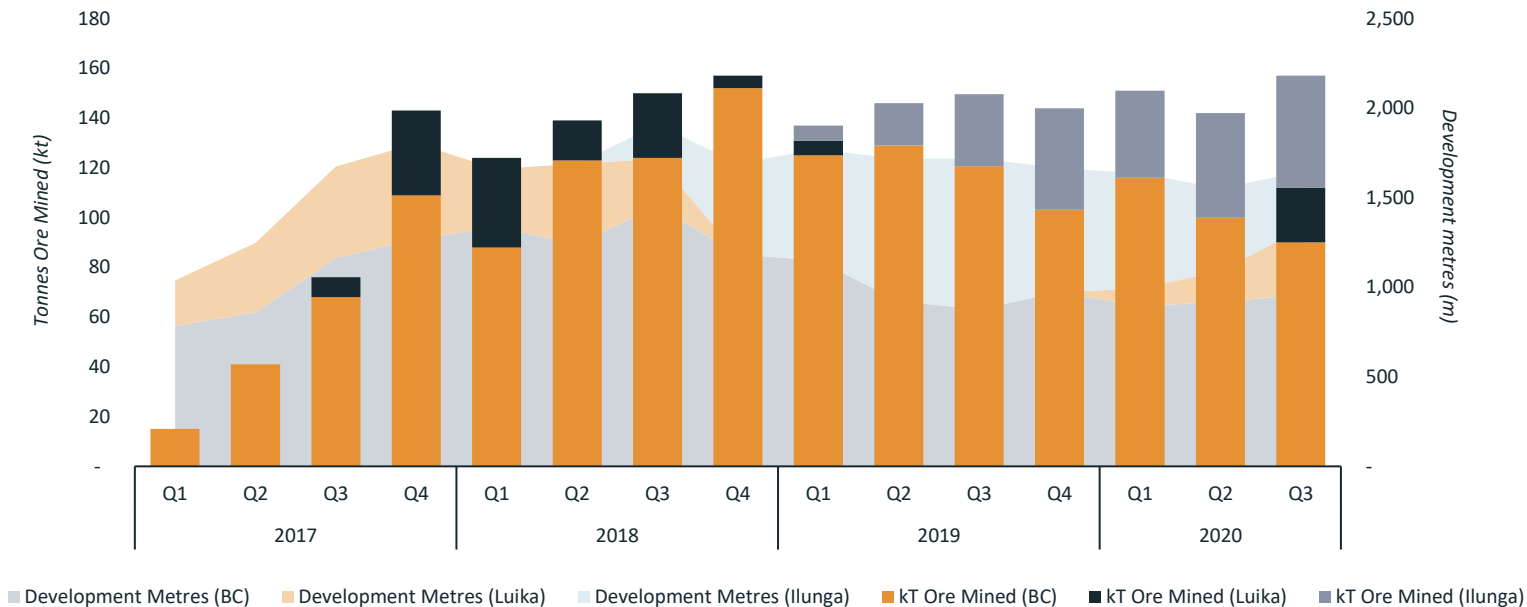
Metric	Q3 2020	Q2 2020	Q1 2020	FY 2019	Q4 2019	Q3 2019	Q2 2019	Q1 2019	FY 2018
Tonnes ore mined (OP+UG)	156,391	141,687	150,842	603,373	144,206	166,772	155,779	136,616	677,734
Tonnes ore milled	181,036	176,415	174,069	702,336	177,913	174,132	177,647	172,644	639,678
Grade (g/t)	3.84	4.36	4.03	4.19	3.83	4.54	3.91	4.49	4.38
Recovery (%)	89.3	89.7	89.1	89.4	89.2	89.3	89.4	89.9	90.9
Gold production (ounces)	19,973	22,216	20,167	84,506	19,550	22,726	19,856	22,374	81,872
Gold sales (ounces)	20,192	23,932	20,086	80,758	17,311	22,477	19,780	21,190	82,457
Realised gold price (US\$ /oz)	1,524	1,633	1,414	1,378	1,440	1,462	1,303	1,309	1,259



Q3 2020 UNDERGROUND UPDATE

Mining has recommenced at Luika, with ore extracted from all three active underground deposits in the Period

TONNES ORE MINED AND DEVELOPMENT METRES, BY QUARTER



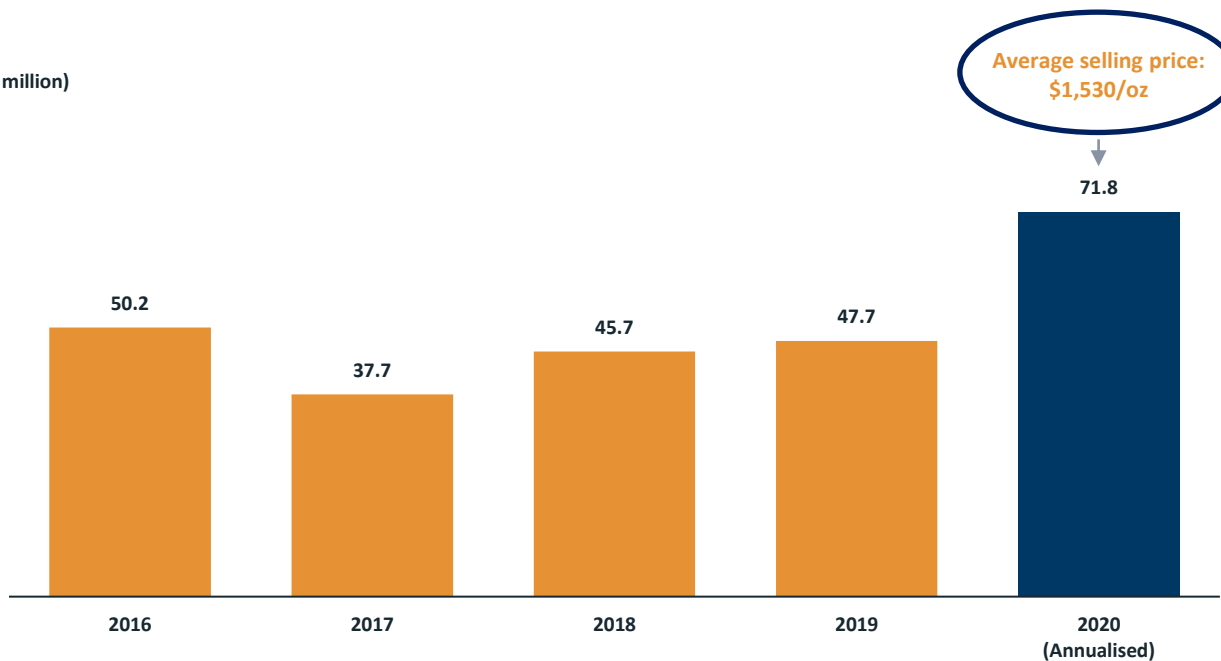
1. Includes ore from development and production
BC = Bauhinia Creek



PROFITABLE OPERATIONS WITH A SIGNIFICANTLY REDUCED HEDGE BOOK

Annualised EBITDA of US\$72m; despite more than a quarter's production being used to settle hedging commitments year-to-date

EBITDA^{1,2} (US\$ million)



1. Before non-cash loss on unsettled forward contracts
2. 2020 (Annualised) figures based on Q3 YTD results

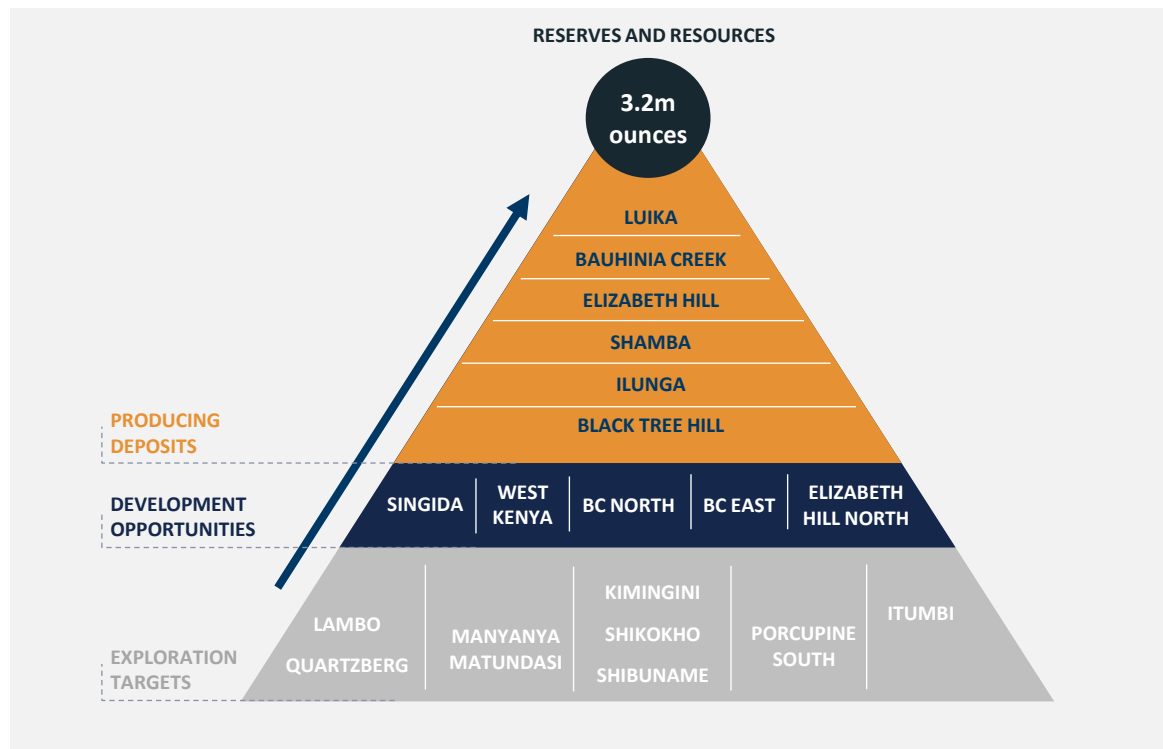


SHANTA'S GROWING RESERVE AND RESOURCE INVENTORY

An exploration portfolio providing a pathway to becoming an important mid-tier producer

Q3 2020 HIGHLIGHTS

- Inaugural Singida reserves and revised resources
- Acquisition of West Kenya Project from Barrick completed
- Encouraging exploration results at New Luika



WEST KENYA - PROJECT HIGHLIGHTS

Resource expansion at West Kenya would result in significant upside to the NPV

ROBUST FUNDAMENTALS		TRANSFORMATIONAL ECONOMICS ¹	
Gold Resource (NI 43-101) 1,182,000 oz Inferred NI 43-101 Mineral Resource Estimate spanning two significant deposits (Isulu and Bushiangala)	Exceptional grades 12.6g/t Believed to be one of the highest grading +1 Moz gold deposits in Africa	NPV on existing resource only \$340m NPV 110% IRR NPV calculated using LOM gold price of US\$1,700/oz and 8% discount rate	Initial Life of Mine ("LOM") 9 yrs LOM Several value levers available to extend LOM and Project NPV. Secures Shanta's presence across East Africa in the long-term
Highly prospective ground 1,161 km² Within the Lake Victoria gold fields located in NW Tanzania and SW Kenya, home to Global Tier 1 assets including North Mara and Geita Gold Mine	Historical investment \$64m Investment in exploration activities since 2010 includes 221,000 metres of drilling and 80,000 soil samples	LOM EBITDA US\$1bn + Projected return on investment has the potential to be exceptional for shareholders	LOM AISC² US\$681 /oz Shanta's experience of tight cost control expected to feed into an efficiently managed and highly cash generative operation

1. Economics highlights prepared by independent consultant Bara Consulting Pty using a LOM gold price of US\$1,700 /oz
 2. Calculated in accordance with World Gold Council methodology



SINGIDA GOLD PROJECT – PROJECT HIGHLIGHTS

Singida is expected to generate an average annual FCF of \$13m over 7yrs at \$1,700/oz gold

ROBUST FUNDAMENTALS

Gold Reserve (JORC 2012)

243koz @ 3.0g/t

Represents just 26% of total contained Resource. >90% of contained oz are between 0-120 metres from surface

Landscape

7 gold deposits

Seven significant gold deposits identified over an extensive combined strike of 5km. Extensive historical studies completed.

Gold Resource (JORC 2012)

484 koz M&I

Gold Resource (JORC 2012) of 11.8Mt @ 2.38 g/t for 904k oz, independently verified

Fully permitted project

3 Mining Licences

Major permitting received, EIA permit secured. All deposits situated within Shanta's existing mining licenses

COMPELLING ECONOMICS¹

Significant untapped value

US\$56m NPV

NPV calculated using LOM gold price of US\$1,700/oz and 8% discount rate. Represents significant value pillar for Shanta

Initial Life of Mine ("LOM")

7 yrs LOM

Several value levers available to extend LOM and Project NPV. Reserve remains shallow and open at depth

Unlevered IRR

49% IRR

Attractive IRR with a 3-yr project payback period on upfront construction/stripping costs of US\$37m

LOM AISC²

US\$869 /oz

Shanta's experience of tight cost control expected to feed into an efficiently managed and highly cash generative operation

1. Economics highlights prepared using a LOM gold price of US\$1,700 /oz
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Q&A



EMAIL

Investors: info@shantagoldltd.com

Employment: jobs@shantagold.com

General enquiries: info@shantagold.com

TANZANIA REGISTERED OFFICE

Address

Shanta Mining Co. Ltd
202, 2nd Floor, Renaissance Plaza,
Plot No. 498, Haile Selassie Road,
Masaki
P.O. Box 79408
Dar es Salaam
Tanzania

Contact numbers

Tel: +255 22 2925148-50

Fax: +255 22 2925151

Email: mining@shantagold.com

www.shantagold.com

GUERNSEY REGISTERED OFFICE

Registered Address

11 New Street
St Peter Port
Guernsey GY1 2PF

Mailing Address

PO Box 91
11 New Street
St Peter Port
Guernsey GY1 3EG

Contact numbers

Tel: +44 (0) 1481 732 153

Fax: +44 (0) 1481 712 167

 [@shanta_gold](https://twitter.com/shanta_gold)



CONTACT US

