



Full Year 2020 Audited Results

2 March 2021



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CSR IS CORE TO MAINTAINING OUR LICENSE TO OPERATE IN TANZANIA

Shanta is undertaking a review of its ESG reporting and disclosure in 2021

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



1st Place
Local Content Award in Tanzania

Working together




\$131m 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 3 years³

Environmental responsibility



0 Significant environmental incidents

- ✓ 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	Q4 2020	H2 2021E
0%	11%	37%

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



Gold production

82,978 oz

(Guidance: 80-85 koz)

Safety record

Zero LTI's since
December 2017

Pipeline secured

Singida construction underway
and West Kenya Project
acquired

Local expertise

Global workforce > 99%
Tanzanian and Kenyan



KEY VALUE ACHIEVEMENTS IN 2020

Demonstrating value within the Shanta portfolio

NEW LUIKA GOLD MINE

- High grade, low cost gold operation in the Lupa Gold field in SW Tanzania
- Reserves: 382 koz at 2.98 g/t; Resources: 1,105 koz at 2.56 g/t
- 2021 Production Guidance: Approximately 80 koz
- 2021 AISC Guidance: US\$900-950/oz¹,
- 2021 AISC Guidance (incl. development costs): US\$1,050-1,100/oz

WEST KENYA PROJECT

- Highly prospective gold project in the Lake Victoria gold field
- US\$65 m invested since 2010
- Resources: 1.18 Moz at 12.6 g/t
- LOM Avg Production: 105 koz
- LOM Avg AISC²: US\$681/oz

SINGIDA PROJECT

- Open pit gold project in prospective greenstone belt in Central Tanzania
- LOM Avg Production: 32 koz
- LOM Avg AISC²: US\$869/oz

2020 KEY VALUE ACHIEVEMENTS

- New probable gold reserves totalling 173k oz
- Net increase of 37k oz during the year
- Independent Scoping Study: NPV(8%, US\$1700/oz) US\$340 million; IRR 110%
- Infill and exploration drilling commenced
- Announced reserves and resources
 - Reserves 243 koz at 3.00 g/t (7 year LOM)
 - Resources: 0.90 Moz at 2.38 g/t
- Published internal feasibility study
- Commenced construction (24 month build period)

1. Development costs at the BC, Luika and Ilunga underground operations are not included in AISC
 2. Development costs included in AISC, in line with WGC definition



SHANTA GOLD SNAPSHOT

East-Africa focused portfolio with attractive valuation



Summary Capitalisation¹

Share Price (GBP)	13.2p
Market Capitalisation	US\$192 m
Net Cash	US\$37.3 m
Enterprise Value	US\$155 m
EBITDA	US\$64 m
EV/EBITDA	2.4 x
Net Income	US\$17 m
P/E	11.3 x

Top Shareholders²

Odey Asset Management	13.3%
Board & Management	8.6%
Sustainable Capital	6.0%
River & Mercantile	4.9%
Canaccord/Hargreave Hale	4.0%

1 Market data as of 26 February 2021
2. As of 31 December 2020.



Operating profit

US\$43.8 m
(2019: US\$5.1 m)

Available liquidity¹

US\$53.5 m
(2019: US\$13.7 m)

Net profit

US\$17.2 m
(2019: loss of US\$9.5 m)

Cost control

Cash Costs: US\$579 /oz
AISC²: US\$841 /oz

Maiden dividend of 0.10 pence per share

1. Derived as unrestricted cash, restricted cash and the sale value of doré available for sale at the end of the Period
2. Development costs at the BC, Luika and Ilunga underground operations are not included in AISC



STRENGTHENING BALANCE SHEET AND ELIMINATING HEDGE BOOK

FULLY FUNDED GROWTH

- US\$40 million (net) raised in October 2020
- Singida construction
- NLGM exploration

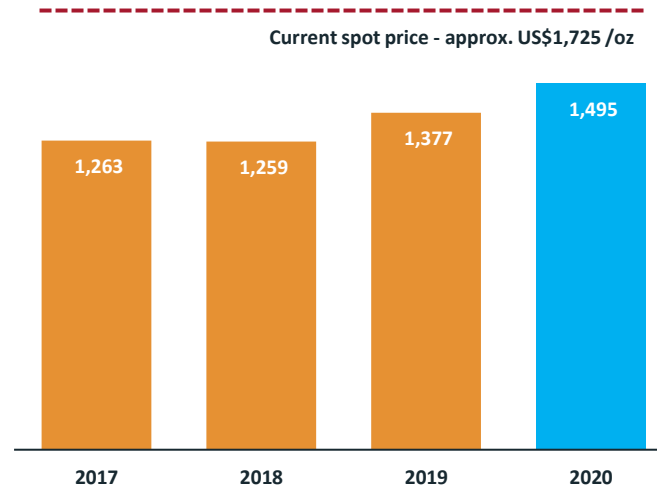
DEBT REPAYMENTS

- Repaid US\$12 million of debt in 2020
- In April 2021, gross debt will reduce to \$2m

HEDGE BOOK

- Unhedged position as of December 2020

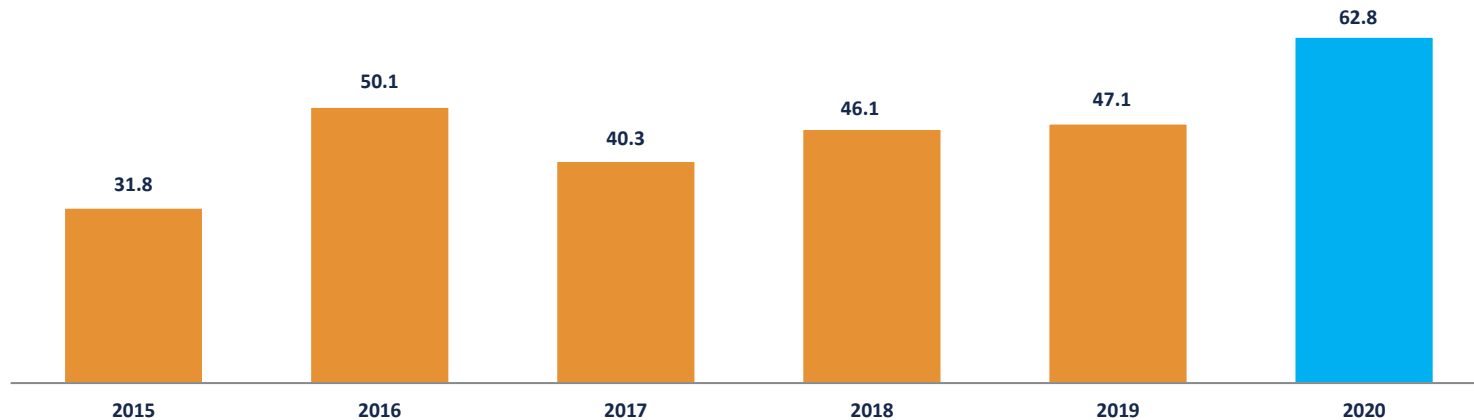
AVERAGE REALISED GOLD PRICE (US\$/OZ)



CASH FLOW GENERATION

US\$62.8 million operating cash flows generated in 2020^{1,2}

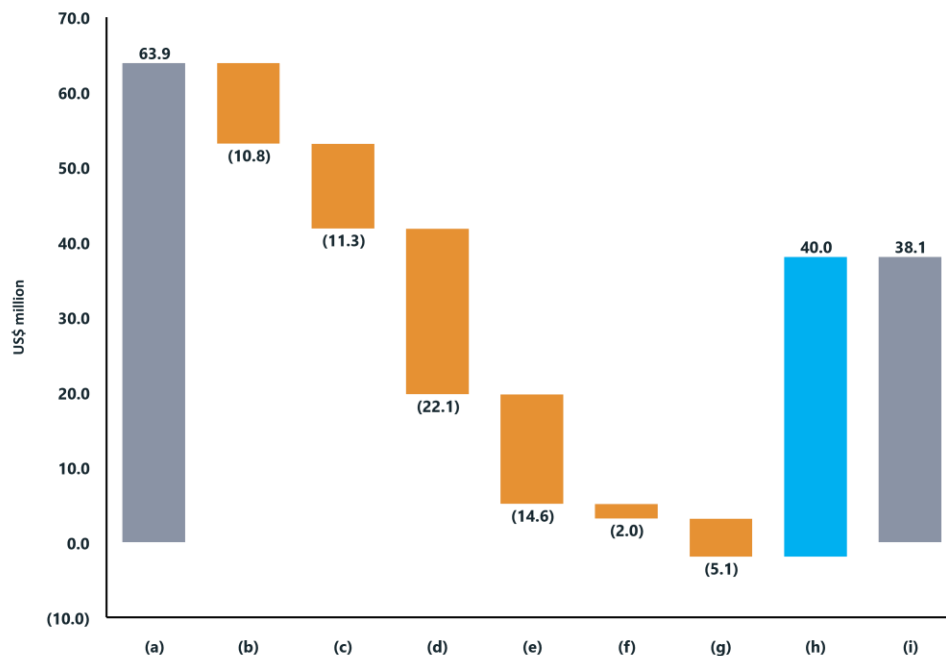
OPERATING CASH FLOW (US\$ MILLION)



1. Shanta Gold audited financial statements
2. Before movements in working capital



2020 EBITDA TO CASH FLOW BRIDGE



EBITDA TO CASH FLOW BRIDGE HIGHLIGHTS

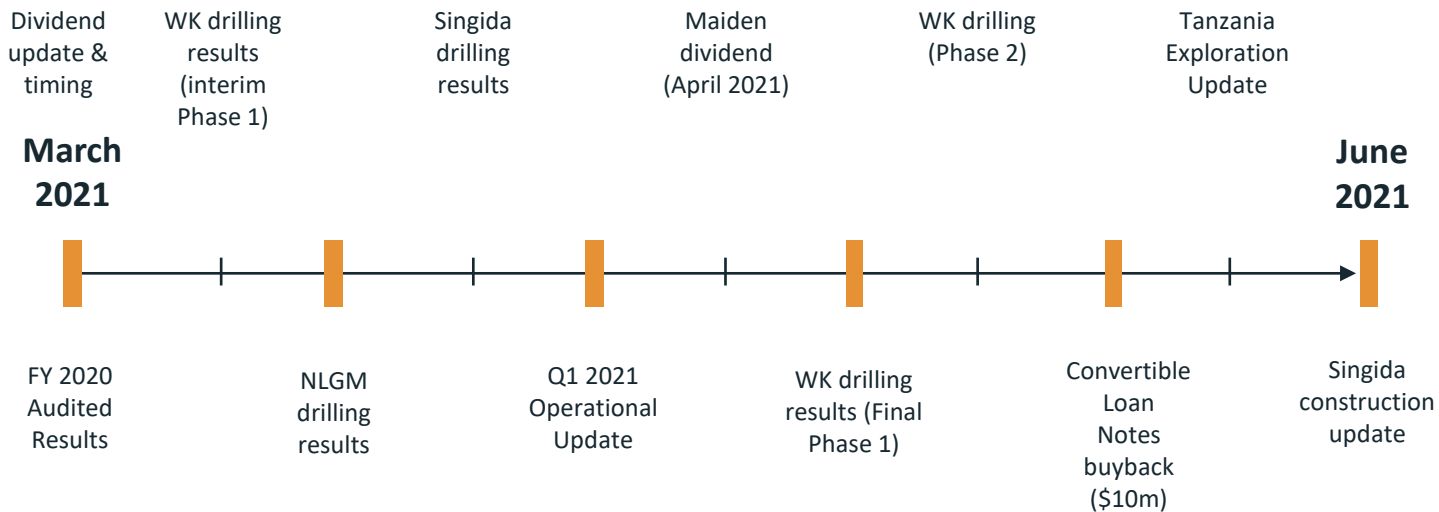
- (a) EBITDA¹
- (b) Working capital movements
- (c) 2019 hedging liability realised in 2020
- (d) Capital expenditure (tangible and intangible)
- (e) Loan repayments, silver stream
- (f) Interest paid
- (g) Tax, Other
- (h) Share issue proceeds (net of expenses)
- (i) Net increase in cash and cash equivalents

1. EBITDA is earnings before finance income, finance expense, tax, depreciation and amortisation which has been derived as operating profit exclusive of pre-production revenue, depreciation/depletion of tangible assets and amortisation of intangible assets



VALUE CATALYSTS

Major share price catalysts are expected



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