

An aerial photograph of a mining site. In the center, a yellow excavator is working within a circular, excavated pit filled with light-colored gravel. The surrounding area is dark and rocky, with several large piles of dark, angular stones. A large, semi-transparent circular graphic is overlaid on the image, centered on the excavator.

**CHAARAT**

# Chaarat Gold

Building a Leading Emerging Markets Gold  
Company

Ticker: AIM:CGH  
November 2023





- The MOU sets out the framework for collaboration going forward and further reinforces the Stabilization Agreement signed in 2019 between Chaarat and Kyrgyz Republic. The Kyrgyz Republic confirms its commitment to facilitating the development of the Chaarat Projects and to provide collaboration to increase investment into the country. Chaarat will continue to attract significant investments into the economy of the Kyrgyz Republic and ensure compliance with environmental and conservation standards for all activities carried out.
- Signed by:
  - E. Osmonbetov, on behalf of The Ministry of Natural Resources, Kyrgyz Republic
  - D. Mackenzie, on behalf of Chaarat Gold Holdings Limited

# Inaugural British-Kyrgyz Business Council



- Chaarat's representative co-chaired the inaugural British-Kyrgyz Business Council on the 28th November 2023 which was attended by; the Kyrgyz Republic delegation led by Prime Minister Akylbek Japarov and Nusrat Ghani, who currently serves as Minister of State for Industry and Economic Security for the UK Government.
- Hosted by European Bank for Reconstruction and Development (EBRD) in London, UK
- Wide range of industries present as to discuss greater cooperation between the British and Kyrgyz governments. The Business Council will facilitate dialogue, constructive partnerships and support for small and large companies in search of new markets and investments.

# MINEX Eurasia 2023 – Presentation

## Opening a new mining area in Chatkal region, Kyrgyz Republic

- The Chaarat Gold Project is located on the southern slopes of the Pskem range in western Kyrgyz Republic, within the prolific Tien Shan gold belt. The licence holds two projects (Tulkubash and Kyzyltash). Since 2007 over 190,000 metres of drilling has been completed to identify resources of approximately 6.4 Moz gold.
- **Tulkubash:**
  - Oxide gold deposit suitable for open pit mining
  - Extraction using heap leach gold extraction process
  - JORC compliant gold reserves of 647,000oz, used for the 2021 Bankable Feasibility Study
- **Kyzyltash:**
  - Resources of approximately 5,400,000oz gold
  - Refractory gold deposit
  - Processing route being finalised, post 2022 BIOX metallurgical testing



### Clear path to production (Stage 1)

Tulkubash – ~95,000oz Au target production  
Final Investment Decision expected Q1 2024  
First gold 2025



### Transformative organic growth upside (Stage 2)

Kyzyltash – ~300,000oz Au target production



### Largest UK investor into Kyrgyz Republic

Chaarat has already invested more than US \$170 million in developing the projects



### Reserves and Resources

Reserves 647,000oz Au  
Resources ~6,400,000oz Au



### ESG Focused

Committed to the highest International ESG Standards



### Experienced board & management

Experienced board with regional experience and management with local expertise



# MINEX Eurasia 2023 – Presentation Environmental, Social & Governance

## Committed to the highest International ESG Standards

### Social payments

- Totaling ~US\$2 million to date via social package to local community

### Royalties & tax payments

- ~US\$175 million projected to be paid over first five years of production

### Infrastructure development

- Renovation of hospitals and construction of playgrounds completed

### Job creation

- Direct employment for Kyrgyz nationals and job creation for specialized professionals such as doctors, nurses and engineers

### Education & skill building

- Social engagement programs providing educational support and sponsorship



# MINEX Eurasia 2023 – Presentation

## Progressing Tulkubash with government support

### Key project milestones completed to date

- Bankable Feasibility Study completed in May 2021
- Access road completed, shift camp (160 bed capacity) completed, haul road over 70% complete and engineering design well advanced
- Completion of Tulkubash 2021 drilling programme in July 2021
- Ore Reserve report updated in May 2022
- Besh Aral licence resolution progressed by Kyrgyz Republic government in August 2023
- EPC, Mining and O&M contracts with PowerChina signed in October 2023
- Kyrgyz Republic government confirms stabilisation agreement for Chaarat in November 2023
- Kyrgyz Republic government and Chaarat sign Memorandum of Understanding in November 2023



#### CAPEX

- Total Capital development costs of US \$104M
- Power China fixed price lump sum contract (US \$83M) removes funding risk



#### OPEX

- PowerChina to be the mining and O&M contractor, leveraging knowledge of construction phase



#### Royalties

- Stabilization Agreement with Kyrgyz government (signed in December 2019) remains in effect
- No change to KR sliding scale royalty rates



#### Ore Reserves

- 13% increase in contained metal compared to BFS
- Continued exploration drilling highly likely to increase mine life of Tulkubash project

# MINEX Eurasia 2023 – Presentation

## Chaarat's long relationship in Kyrgyz Republic to continue

	COMPLETED	SHORT TERM: NEXT 2 YEARS	LONG TERM: NEXT 5 YEARS
<b>TULKUBASH</b>	<ul style="list-style-type: none"> <li>Final Investment Decision ready project</li> <li>EPC, Mining and O&amp;M contracts signed with Power China</li> <li>Exploration targets progressing</li> </ul>	<ul style="list-style-type: none"> <li>Final Investment Decision (FID) in early 2024</li> <li>Commence full scale construction</li> <li>Convert known resources to reserves and add exploration reserves to mine profile</li> </ul>	<ul style="list-style-type: none"> <li>Construction complete, with first gold in Q4 2025</li> <li>Reach name plate commercial production</li> <li>Extend mine life for 10+ years</li> </ul>
<b>KYZYLTASH</b>	<ul style="list-style-type: none"> <li>Completion of testing of samples as to give initial view of processing pathway</li> <li>Over 80,000 metres already drilled into the resource</li> </ul>	<ul style="list-style-type: none"> <li>Update existing Chinese Feasibility Study to a JORC-compliant Study</li> <li>Determine the preferred processing option</li> </ul>	<ul style="list-style-type: none"> <li>Further exploration drilling</li> <li>Bankable Feasibility study</li> <li>Complete Project Financing</li> <li>Commence Construction</li> </ul>
<b>GENERAL</b>	<ul style="list-style-type: none"> <li>New general manager of Chaarat local entity</li> <li>Financing options for Tulkubash progressing to completion</li> </ul>	<ul style="list-style-type: none"> <li>Complete Project Financing for Tulkubash in early 2024</li> <li>Hire additional local staff to manage the build of Tulkubash</li> </ul>	<ul style="list-style-type: none"> <li>Complete Project Financing for Kyzyltash</li> <li>Upgrade listing to appropriate market and geographic location to maximise shareholder value</li> </ul>

**Chaarat has existing resources of ~6,400,000oz Au, with further targets already being progressed**