
Capital Raising and Alaska Transaction Update

HIGHLIGHTS

- Following Shareholders approval, Riversgold has successfully completed Tranche 2 of its May 2020 capital raising. RGL issued 73,795,947 shares at \$0.011 raising \$811,744.59
- Issue price of 1.1 cents per Share with one free attaching unlisted option (3c exercise 3yr exp) for every two placement shares issued
- Funds to be applied towards Geological field work, Geophysical programs and Drilling of the Kurnalpi project as well as general working capital.

Riversgold Limited (ASX:RGL, “Riversgold” or the “Company”) is pleased to advise it has completed Tranche 2 of the capital raising announced on 19 May 2020. The company has issued 73,795,947 shares at \$0.011 raising \$811,744.59.

Funds raised from the Placement will be used in the upcoming exploration program for the Company’s Kurnalpi project, including:

- Geological field work focussing on the Cutler and Farr-Jones areas
- Drilling at Queen Lapage, Cutler and Farr-Jones
- Regional exploration

and for general working capital purposes.

Placement

The Placement consisted of two tranches:

- Tranche 1 consisted of 65,522,235 Shares at 1.1 cents per Share raising \$720,744 (before costs), issued on 19 May 2020 under the Company’s available placement capacity as follows:
 - 37,088,057 Shares under ASX Listing Rule 7.1; and
 - 28,434,177 Shares ASX Listing Rule 7.1A; and
- Tranche 2 consisted of 73,795,947 Shares at 1.1 cents per Share raising \$811,755 (before costs), following shareholders’ approval at the meeting held on 6th August 2020.

The Placement participants received one free attaching Option for every two Placement Shares subscribed, the Options have an exercise price of 3 cents each and a 3-year expiry. The Options were issued to Tranche 1 and Tranche 2 Placement participants after shareholders’ approval on 6th August 2020.

Participation in Tranche 2 by directors Messrs Simon Andrew, Justin Boylson and Xavier Braud was approved at the meeting on 6th August 2020.

Other Options issued

Options have been issued to directors Messrs Xavier Braud and Simon Bolster, each receiving 6,000,000 options. See below table of option details all with an expiry date of 12 August 2023.

	Number and recipient	Exercise Price
Tranche 1	2,000,000 to Mr Braud (or his nominee)	\$0.049 each
Tranche 2	2,000,000 to Mr Braud (or his nominee)	\$0.057 each
Tranche 3	2,000,000 to Mr Braud (or his nominee)	\$0.076 each
Tranche 4	2,000,000 to Mr Bolster (or his nominee)	\$0.070 each
Tranche 5	2,000,000 to Mr Bolster (or his nominee)	\$0.081 each
Tranche 6	2,000,000 to Mr Bolster (or his nominee)	\$0.108 each

RGL issued Hartleys Ltd 10,000,000 Unlisted options (3c exercise – 3yr expiry) in part consideration for the provision of corporate advice and capital raising services. Approval was granted at the general meeting held on 6 August 2020.

Issue of Performance Rights

Shareholders granted approval for the issue of 50,000,000 performance rights to Quarterback Geological Consultants Pty Ltd (“**Quarterback**”) as consideration for geological strategy and consultancy services provided to drive the company’s Eastern Goldfields and South Australian exploration programs. The Quarterback Performance Rights will convert into shares on a one for one basis on achievement of the following milestones:

Class	Performance Rights Award	Performance Milestone
Class A	25,000,000	The Company makes an announcement, resulting from Quarterback’s performance of the Identifying Services, of a JORC inferred resource of 250koz of gold or gold equivalent, in relation to a Qualifying Project , on the ASX announcements platform on or before the Expiry Date.
Class B	25,000,000	The Company makes an announcement, resulting from Quarterback’s performance of the Identifying Services, of a JORC inferred resource of 500koz of gold or gold equivalent, in relation to a Qualifying Project on the ASX announcements platform on or before the Expiry Date.

Alaskan Project Transaction Update

Following business disruptions related to the management of the COVID-19 pandemic, RGL and Mamba Minerals LLC have agreed on a revised payment schedule for the acquisition my Mamba of a 70% interest in RGL’s claims in Alaska.

The new terms are presented in the following table:

INTEREST	REQUIREMENT	DEADLINE	INTEREST AQUIRED
Milestone interest	Pay US\$25,000	on execution of agreement	30%
	Pay US\$125,000	19 th August 2020	
	Pay US\$100,000	30 th September 2020	
	Pay US\$375,000	31 st December 2020	
	Pay US\$375,000	31 st May 2021	
First Earn-in Interest	Expenditure of US\$2,000,000 on exploration Activities	18 months after execution of agreement	19%
Second Earn-in Interest	Expenditure of US\$5,000,000 on exploration Activities (inclusive of the US\$2,000,000 expended to earn first earn-in Interest)	36 months after execution of agreement	21%

This announcement has been approved for release by the Board of Riversgold Ltd

For more information, contact Xavier Braud, Executive Director, at info@riversgold.com.au

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