



NEWS RELEASE

Pasofino Gold Firms up on an Extensive Thickened Zone of Mineralisation at Dugbe F and Provides Further Results for the Infill Drilling Program at This Deposit

6/7/2021

Toronto, Ontario--(Newsfile Corp. - June 7, 2021) - Pasofino Gold Limited (TSXV: VEIN) (OTCQB: EFRGF) (FSE: N07) ("Pasofino" or the "Company") is pleased to announce that it has received results from a further 17 holes drilled at the Dugbe F deposit and recognition of an extensive thickened zone. Dugbe F is one of two deposits on the Dugbe Gold Project, in which the Company has an option to earn a 49% economic interest (prior to the issuance of the Government of Liberia's 10% carried interest).

Highlights

- An area of approximately 800m by 100m within the southern part of the Dugbe F deposit is evident, within which the gold mineralised layer is consistently thickened (Figure 1), typified by latest results for drillhole DFDC393 which intersected 39.3 m with an average grade of 1.34 g/t Au, including 10 m with 2.22 g/t Au. Additional holes were added into this thickened zone recently and will be reported during June.
- It is expected that this zone with a true thickness of 14 to 40m may have a positive impact on the Mineral Resource Estimate (MRE) which is on track to be updated in July 2021. It may also reduce the overall stripping ratio for Dugbe F; the top of the mineralised layer within the thickened zone is typically between 40 and 60 m below surface.

- The infill other holes outside of this thickened zone, continue to demonstrate the good continuity of the deposit and include some very shallow intersections (Table 1). The objective of the infill drilling is upgrading a large portion of the Inferred MRE, the recognition of the thickened zone is an added 'bonus'.
- At the nearby 2 Moz (Indicated MRE) Tuzon deposit 23 exploration /resource holes have been completed since early April, the first 4 of which will be reported imminently. Drilling at Tuzon was designed to infill and extend the existing deposit.

Ian Stalker, CEO, commented; "The emergence of a coherent significantly thickened area of the Dugbe F deposit is excellent as it provides additional tonnes for the upcoming Mineral Resource Estimate and is an obvious area to develop during the early years of the mine-life."

Figure 1. Plan view map showing the Dugbe F deposit and drillholes and the thickened zone.

To view an enhanced version of Figure 1, please visit:

https://orders.newsfilecorp.com/files/6283/86709_b8d40e0204487997_001full.jpg

Dugbe F deposit

The deposit length as defined by the dimensions of the conceptual pit is 2.5 km (Figure 1). The width of the deposit ranges from 1.3 km in the south to 200-300 m in the north. The deposit is an undulating gently dipping sheet which outcrops for its entire length along its western side and dips gently eastwards (Figure 1). The mineralized layer is mostly continuous except where cut by cross-cutting pegmatite intrusions or where it comes to surface and has been eroded. The eastward sloping topography has the effect of minimizing the depth to the mineralized layer in some areas which would support a favorable strip ratio if mined. The thickened area in the southern part of the deposit is interpreted to be due to recumbent folding of the mineralized layer so that it is repeated, giving a tripling of the usual thickness. Additional holes drilled into this feature will further this interpretation and will be reported during June. The host rock is orthopyroxene gneiss with increased sulphide content (visible pyrrhotite, arsenopyrite and pyrite) and seems to be a largely stratiform layer close to the contact with overlying quartz biotite gneiss.

The Infill Drilling program

Since 21 January 2021 approximately 6,850 meters have been drilled at Dugbe F for the completion of 80 drillholes. These new holes are positioned between existing holes to increase the density intersections within the areas of the deposit that fall within a conceptual mining pit-shell. The objective is to upgrade a large portion of the Inferred Mineral Resource Estimate to Indicated, to increase the resource base for the Feasibility Study. The results of the infill drilling to date are encouraging supporting both grade and continuity. The current Inferred Mineral Resource

Estimate at Dugbe F is 16.3 Mt with an average grade of 1.57 g/t Au and has contained gold of 823 k oz. The Indicated Mineral Resource Estimate at Dugbe F currently stands at 5.8 Mt with an average grade of 1.46 g/t Au containing 273 k oz gold.

Table 1. All intersections from the additional 17 new drillholes with assay results. Drillholes are estimated to be close to true thickness (within approximately 10-15%).

BHID	From (m)	To (m)	Interval (m)	Grade Au (g/t)
DFDC375	21.0	24.9	3.9	1.25
DFDC376	NSI			
DFDC377	53.5	56.5	3.0	0.60
DFDC378	31.0	33.4	2.4	0.51
DFDC379	NSI			
DFDC380	86.2	90.2	4.0	1.12
DFDC381	20.8	36.7	15.9	0.92
DFDC382	38.6	41.8	3.2	1.32
DFDC383	27.5	31.7	4.2	1.69
DFDC384	77.2	83.6	6.4	1.78
DFDC385	22.1	24.1	2.0	1.40
and	34.9	37.9	3.0	1.16
DFDC387	58.0	60.0	2.0	1.21
DFDC388	1.0	5.5	4.5	1.57
DFDC389	10.1	12.6	2.5	0.88
and	26.1	28.4	2.3	1.18
DFDC390	6.0	9.0	3.0	1.44
DFDC392	1.8	2.7	0.9	0.82
DFDC393	47.6	50.6	3.0	1.57
and	72.8	112.1	39.3	1.34
including	101.1	111.1	10.0	2.22

Figure 2. Dugbe Gold Project Mineral Development Area.

To view an enhanced version of Figure 2, please visit:

https://orders.newsfilecorp.com/files/6283/86709_b8d40e0204487997_002full.jpg

Drilling procedure and Quality Assurance and Quality Control (QAQC)

The new holes were positioned using a handheld GPS and lidar data for elevation. Downhole orientation surveys were completed for all holes and core was oriented to assist with interpretation. All drilling and logging was completed in adherence to industry standard operating procedures. Core recovery is over 95% for all mineralized intersections. Core was drilled HQ (65 mm diameter) through the overburden typically 2-10 m depth, then NQ (47 mm diameter) size. Samples were all half core, analyzed by ALS Kumasi in Ghana, a facility compliant to ISO 17025:2005 for the analytical methods used for the samples. Samples range from 1 kg to over 5 kg depending on the length of each sample. Within every 20 core samples submitted a certified standard and blank was inserted. The results of these samples show acceptable levels of variance. Duplicate (other half of the core) samples were inserted 1 in every 20 core samples to check on precision. Sample weights on dispatch and received sample weights were examined to monitor for sample swaps. All samples were stored and transported to the laboratory securely and accompanied by a company representative until arrival at the laboratory. Similar QAQC measures were undertaken for the previous drillholes reported herein; those samples were analyzed by ALS in Loughrea, Ireland which is an ISO 17025:2005 compliant facility for the analytical methods used for the samples. All samples were analyzed by fire assay with atomic absorption finish on a sample with 50g nominal weight.

Table 2. Collar positions of the drillholes reported herein. Coordinates are in UTM zone 29N, WGS84 datum.

BHID	Easting	Northing	Elevation	Total length	Incl.	Azimuth
DFDC375	550461	562663	141	58.75	-70	295
DFDC376	550400	562556	155	83.2	-65	115
DFDC377	550521	562094	100	86.6	-80	295
DFDC378	550374	562154	92	59.2	-70	360
DFDC379	550438	562437	113	50.6	-90	0
DFDC380	550615	562116	95	128.4	-80	295
DFDC381	550526	562427	102	53.3	-80	295
DFDC382	550556	562343	98	71.6	-80	295
DFDC383	550581	562573	103	77.4	-80	295
DFDC384	550629	562177	89	119	-80	295
DFDC385	550587	562648	108	79.8	-50	125
DFDC387	550772	562815	90	83.5	-80	295
DFDC388	550583	562711	99	29.25	-90	0
DFDC389	550603	562723	96	38.5	-90	0
DFDC390	550650	562747	91	38.4	-90	0
DFDC392	550402	562489	136	77.4	-80	295
DFDC393	549967	561813	116	142.6	-60	295

Qualified Persons Statement

Scientific or technical information in this disclosure that relates to exploration results was prepared and approved by Mr. Andrew Pedley. Mr. Pedley is a full-time consultant of Pasofino Gold Ltd.'s wholly-owned subsidiary ARX

Resources Limited. He is a member in good standing with the South African Council for Natural Scientific Professions (SACNASP) and is as a Qualified Person under National Instrument 43-101.

About the Dugbe Gold Project

The 2,559 km² Dugbe Project is located in southern Liberia and situated within the south westmost part of the Birimian Supergroup, which is host to the majority of West African gold deposits. To date, two gold deposits have been identified on the Project; Dugbe F and Tuzon. The deposits are located within 4 km of the Dugbe Shear Zone which is thought to have played a role in large scale gold mineralization in the area. A large amount of exploration in the area was conducted by Hummingbird, including 74,497 m of diamond coring. 70,700 m of this was at the Dugbe F and Tuzon deposits, discovered by Hummingbird in 2009 and 2011 respectively. Both deposits outcrop at surface and may be amenable to open-cut mining. In addition, there are a number of prospects within the Project, including 'Sackor' where gold mineralization has been intersected in drill-holes and where additional drilling is planned. No other prospects have been drill-tested to date. At some prospects extensive trenching identified anomalous levels of gold that require drill-testing. An aggressive exploration program to test the prospects is planned by the Company. In 2019, Hummingbird signed a 25-year Mineral Development Agreement ("MDA") with the Government of Liberia providing the necessary long-term framework and stabilization of taxes and duties. Under the terms of the MDA, the royalty rate on gold production is 3%, the income tax rate payable is 25% (with credit given for historic exploration expenditures), the fuel duty is reduced by 50%, and the Government of Liberia is granted a free carried interest of 10% in the Project. Over \$70 million has been spent by Hummingbird on the Project.

Table 3. Mineral Resource Estimate for the Dugbe Gold Project using a 0.5 g/t Au cut-off grade

Category	Tonnes (million)	Au Grade (g/t)	Contained Gold (000 ounces)
Tuzon Deposit			
Indicated	41.9	1.51	2,032
Inferred	10.4	1.31	439
Dugbe F Deposit			
Indicated	5.8	1.46	273
Inferred	16.3	1.57	823
Totals			
TOTAL INDICATED	47.7	1.51	2,304
TOTAL INFERRED	26.7	1.47	1,262

1. Rounding errors may be evident when combining totals in the table but are immaterial.
2. The effective date of the Mineral Resource Estimate is August 19, 2020 as reported in "Dugbe Gold Project, Liberia NI 43-101 Technical Report, Effective Date 19 August 2020," a report prepared by SRK Consulting (UK) Limited.
3. The Qualified Person is Mr. Martin Pittuck (CEng, MIMMM).
4. The Mineral Resource has been classified under the guidelines of the Canadian Institute of Mining, Metallurgy and Petroleum (CIM) Standards on Mineral Resources and Reserves, Definitions and Guidelines prepared by the CIM Standing Committee on Reserve Definitions and adopted by CIM Council (2014), and procedures for classifying the reported Mineral Resources were undertaken within the context of the Canadian Securities Administrators National Instrument 43-101 (NI 43-101).
5. The estimates are stated using a 0.5 g/t Au cut-off grade.
6. Mineral Resources are not Mineral Reserves and have no demonstrated economic viability. The estimate of Mineral Resources may be materially affected by environmental, permitting, legal, marketing, or other relevant issues.
7. Mineral Resource estimates are stated within conceptual pit shells that have been used to define Reasonable Prospects for Eventual Economic Extraction (RPEEE). The pit shells used the following main parameters: (i) Au price of US\$1700/ounce; (ii) plant recovery of 90%; and (iii) mean specific gravity of 2.78 t/m³ for fresh rock and 1.56 t/m³ for oxide material for Tuzon, and for Dugbe F a mean specific gravity of 2.73t/m³.

About Pasofino Gold Ltd.

Pasofino Gold Ltd. is a Canadian-based mineral exploration company listed on the TSX-V (VEIN). Pasofino, through its wholly-owned subsidiary, has an option to earn a 49% economic interest (prior to the issuance of the Government of Liberia's 10% carried interest) in the Dugbe Gold Project.

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Cautionary Statements Regarding Forward-Looking Statements

This news release contains "forward-looking statements" that are based on expectations, estimates, projections and interpretations as at the date of this news release. Forward-looking statements are frequently characterized by words such as "aim", "plan", "expect", "project", "seek", "intend", "believe", "anticipate", "estimate", "suggest", "indicate" and other similar words or statements that certain events or conditions "may" or "will" occur, and include, without limitation, statements regarding the ability to raise the funds to finance its ongoing business activities including the acquisition of mineral projects and the exploration and development of its projects. Such forward looking statements involve known and unknown risks, uncertainties and other factors which may cause the

actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such risks and other factors may include, but are not limited to, the ability to successfully file and obtain approval for the Qualifying Prospectus, the ability to obtain all requisite regulatory approvals in respect of the Qualifying Prospectus, the results of exploration activities; the ability of the Company to complete further exploration activities; timing and availability of external financing on acceptable terms and those risk factors outlined in the Company's Management Discussion and Analysis as filed on SEDAR. The Company does not undertake to update any forward-looking information except in accordance with applicable securities laws.

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