

THE AUSTRALIAN COPPER COMPANY IN BRAZIL



Accelerated Acquisition of CentroGold

Conference Call Presentation

September 2017





This presentation may contain certain forward-looking statements. Words such as ‘anticipate’, ‘believe’, ‘expect’, ‘forecast’, ‘estimate’, ‘likely’, ‘intend’, ‘should’, ‘could’, ‘may’, ‘target’, ‘plan’, ‘potential’ and other similar expressions are intended to identify forward-looking statements. Indication of, and guidance on, future costings, earnings and financial position and performance are also forward-looking statements.

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All dollar figures are US Dollars unless otherwise stated.

Today's Conference Call

1. **CentroGold Overview**
2. **CentroGold Development & Exploration**
3. **Q&A (*1 for questions)**



Managing Director
Tony Polglase



Executive Legal
Luis Azevedo



Executive Exploration
Simon Mottram



CFO
Scott Funston

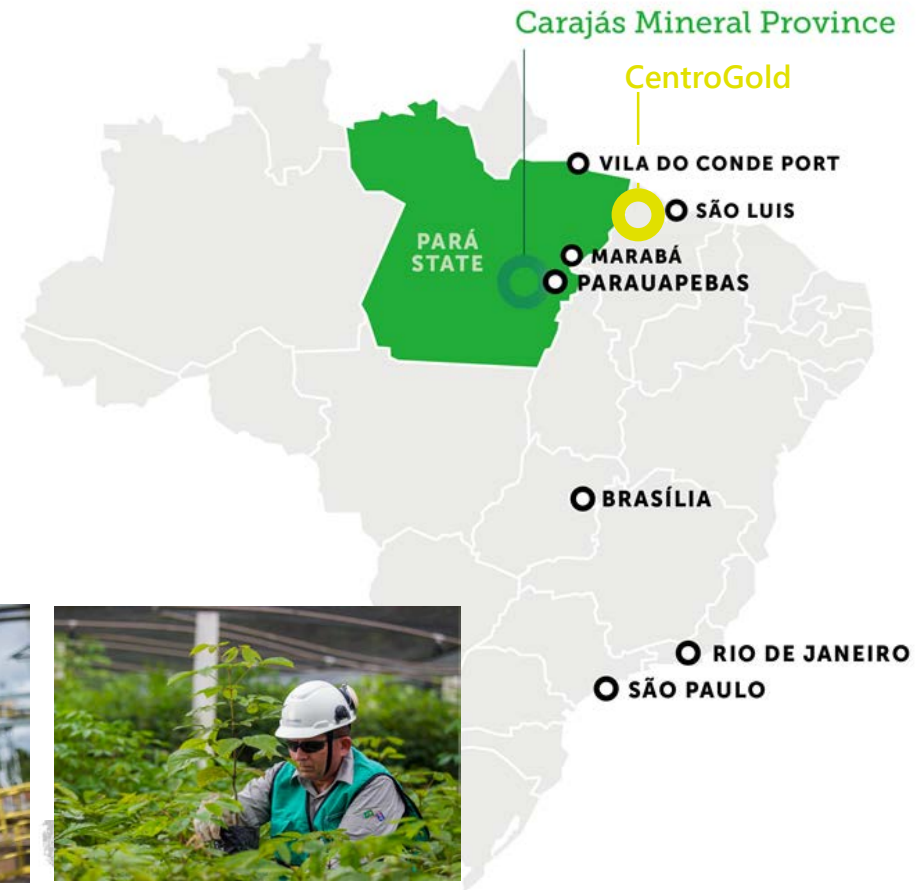


Corporate Affairs
Nick Bias

Avanco Overview

The right commodities and geography at the right time

- Established copper-gold producer
- Brazil focused, over a decade in country
- Proven track record, from exploration discovery to production
- Large copper and gold growth portfolio
- Growing cash position
- No debt



CentroGold Overview

One of the largest undeveloped gold projects in Brazil



- In Maranhão on Pará border, 26km from town of Centro Novo
- Close to skilled labour and existing infrastructure including sealed roads, power, water
- Contiguous 140,000 hectares of tenements
- Situated along prospective under-explored 75 kilometre greenstone trend

Accelerated Transaction for CentroGold

Realises Project value sooner than original earn-in agreement

- **\$9.0m total consideration in cash:**
 - \$4.0m for 100% control and ownership
 - \$2.0m on signing; and
 - \$2.0m on the transfer of title, (Q4 2017)
 - \$5.0m in ten \$500,000 monthly instalments after permitting resolved
- NSR payable on gold production to Jaguar of up to:
 - 1% on the first 500,000oz
 - 2% between 500,000 & 1,500,000oz
 - 1% over 1,500,000oz
- Avanco to assume historical third party NSR payments amounting to 1.75%
- Longer exploration and development timeframes for commitments, notably JORC ore reserves within 24 months and commissioning within 60 months

Indicated & Inferred Resources Over 1.2Moz

Avanco Focused on developing more modest higher-grade operation

- Previous work focused on potential for low-grade high-tonnage open pit operation
- Avanco re-evaluating as more modest sized higher-grade operation
 - Requires less capital development
 - In line with Avanco's successful business model
- Two deposits discovered thus far: Cipoeiro and Chega Tudo
- Work focused at Cipoeiro, on the Blanket & Contact Zones
- Avanco upgraded inferred & indicated JORC mineral resource for Cipoeiro (April 2017):

	Category	Tonnes (m)	Au (g/t)	Gold (Oz)
Contact Zone	Indicated	2.1	2.5	168,000
	Inferred	5.9	2.2	424,000
	Total	8.0	2.3	592,000
Blanket Zone	Indicated	10.8	1.7	597,000
	Inferred	1.4	2.2	97,000
	Total	12.2	1.8	694,000
CentroGold Total		20.2	2.0	1,286,000

Infill Drilling Program Underway at Cipoeiro

Work already commenced, team and equipment mobilised and on site

- First of three drill rigs operational
- Contact Zone: 34 holes for approximately 4,000m
- Blanket Zone: 4 holes for approximately 700m
- Purpose to upgrade existing JORC inferred resources,
 - Majority at the Contact Zone to the indicated category.
 - Contact Zone appears to be higher grade than the Blanket Zone, could result in higher grade tonnes being mined earlier.



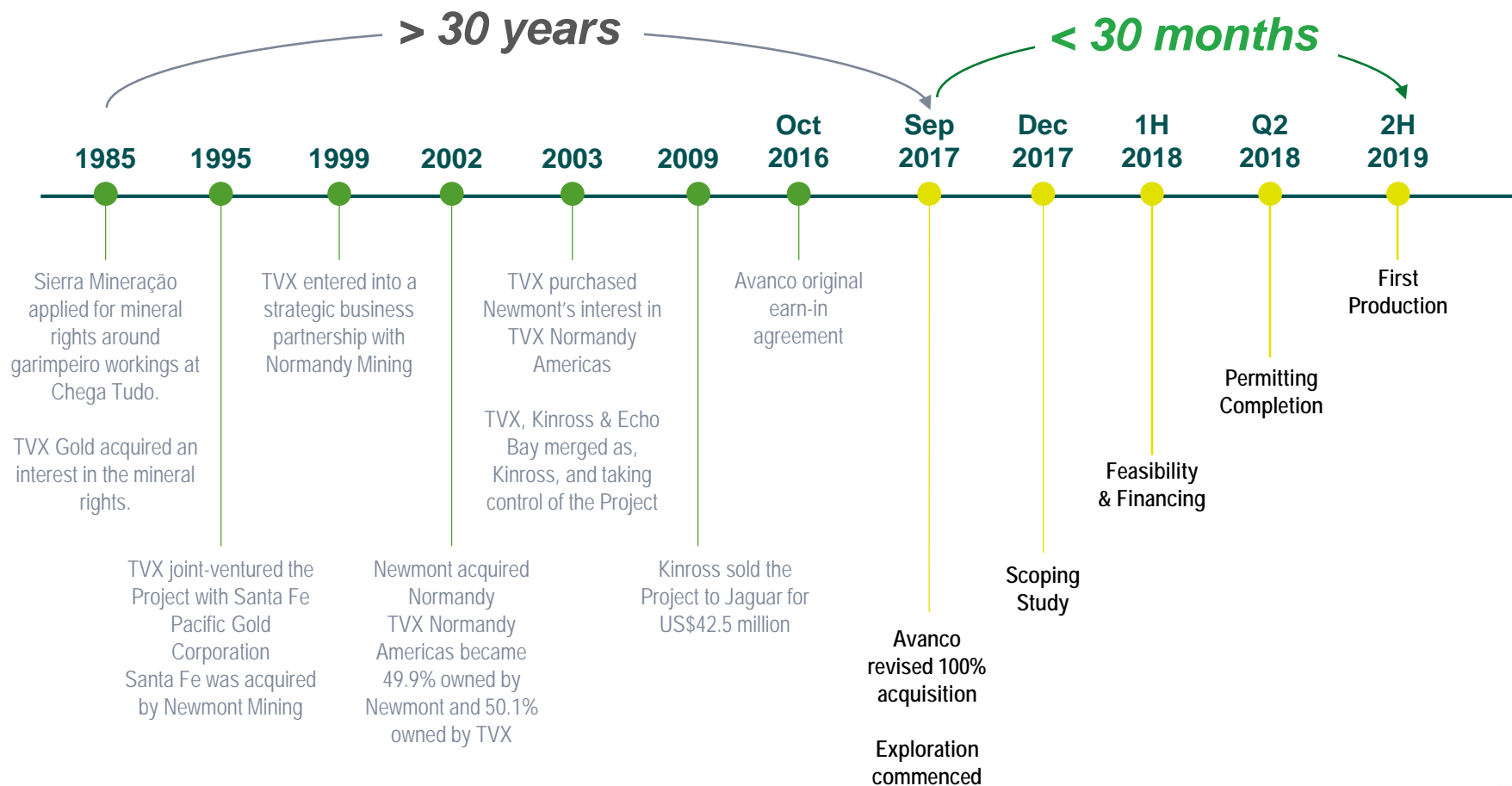
Forward Work Program

Project studies advanced, suggesting quick progress potential

- Infill program to support Scoping Study - due end 2017, envisages
 - Open-pit mine
 - Free-milling
 - CIL processing
- Pre-Feasibility & Definitive Feasibility Studies
 - Targeting completion 1H 2018
 - Debt financing options pursued in tandem
- Targeting permitting resolution end Q2 2018 and thereafter:
 - Lifting of environmental licence injunction,
 - Granting of mining leases
 - Re-issuance of construction licence
- Based on current resources
 - Potential for a 100,000oz pa operation
 - For minimum 10 years
 - First production as early as the second half of 2019

Project Development

Considerable work completed facilitating fast-track feasibility



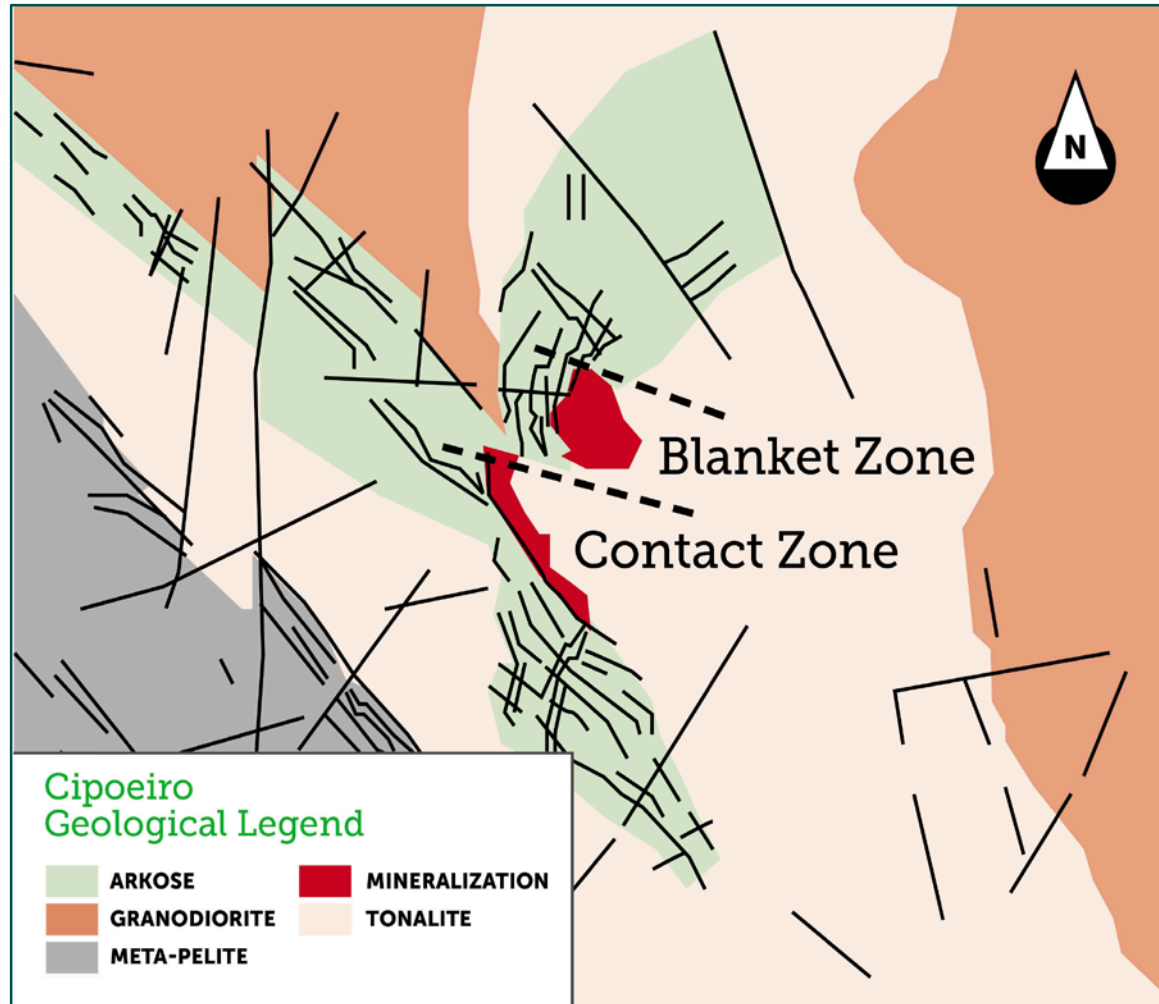
Community Engagement

- Tradition of artisanal mining in region
- Avanco working with communities and regulatory authorities
- Avanco Environmental Study completed
- Land, Buildings and Improvements Valuation completed
- INCRA* study settlement near completion

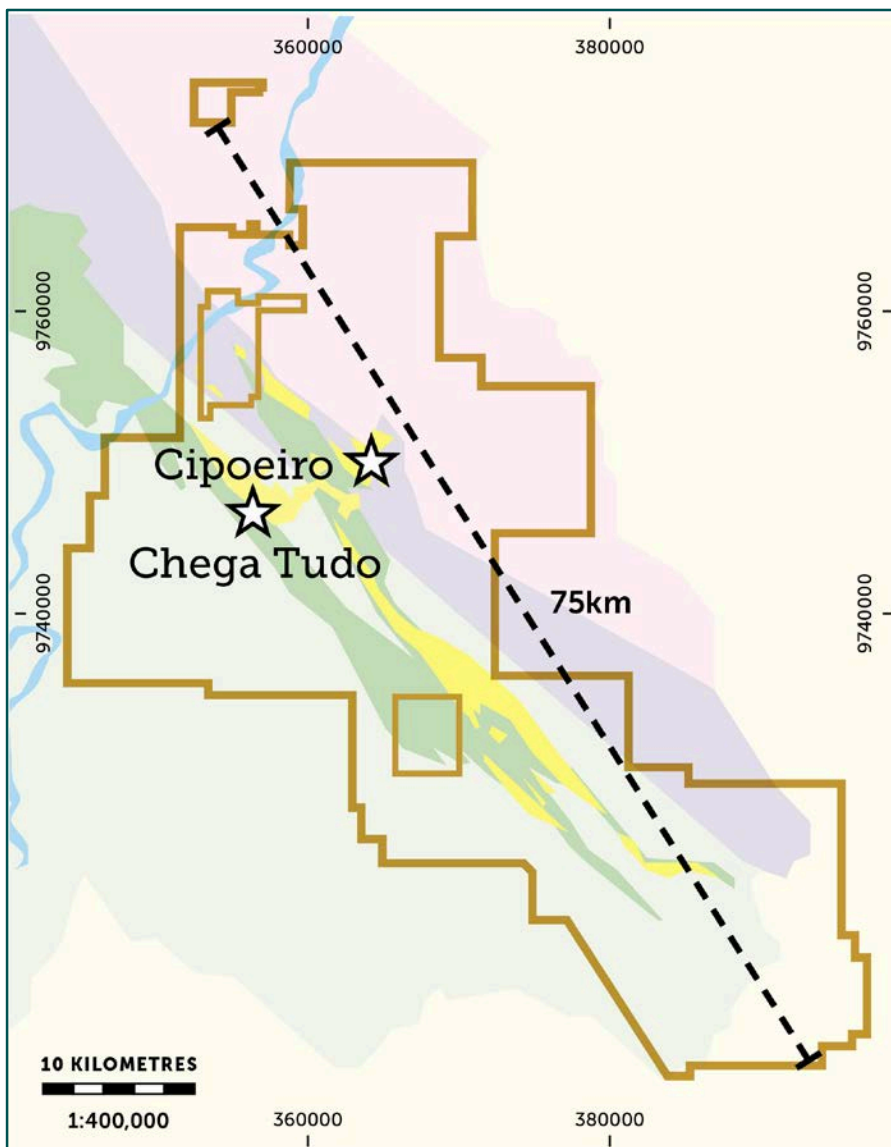


Avanco believes a strong social licence to operate is a key component of its success. Alongside the standard regulatory requirements, Avanco is implementing a number of additional initiatives to bring economic and social development to the towns surrounding CentroGold. In the local town of Centro Novo, Avanco has renovated an old lighthouse, known as the “Faro da Educação”, into a library for children and young adults, which is proving to be a big success.

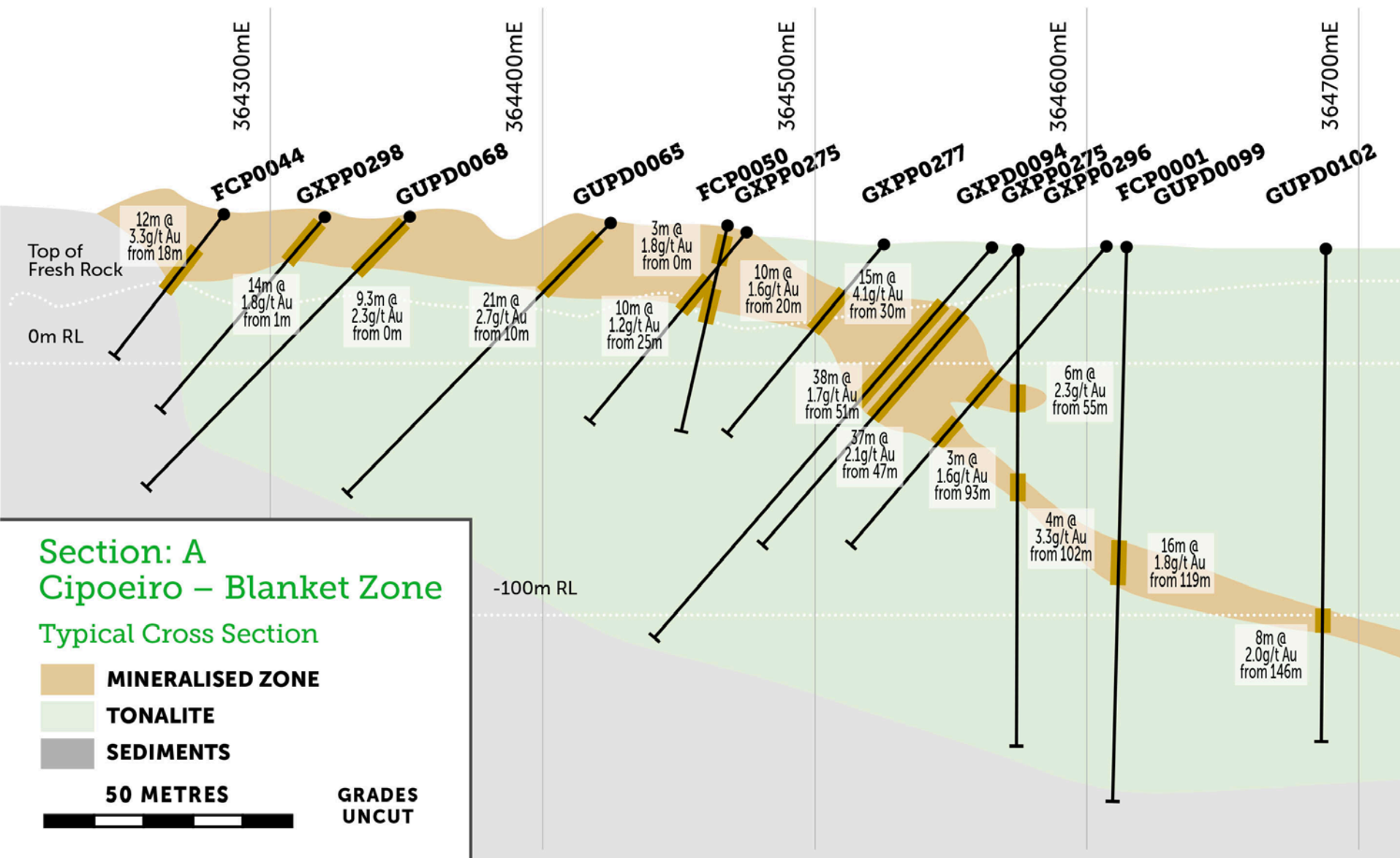
Cipoeiro, Blanket & Contact Zones



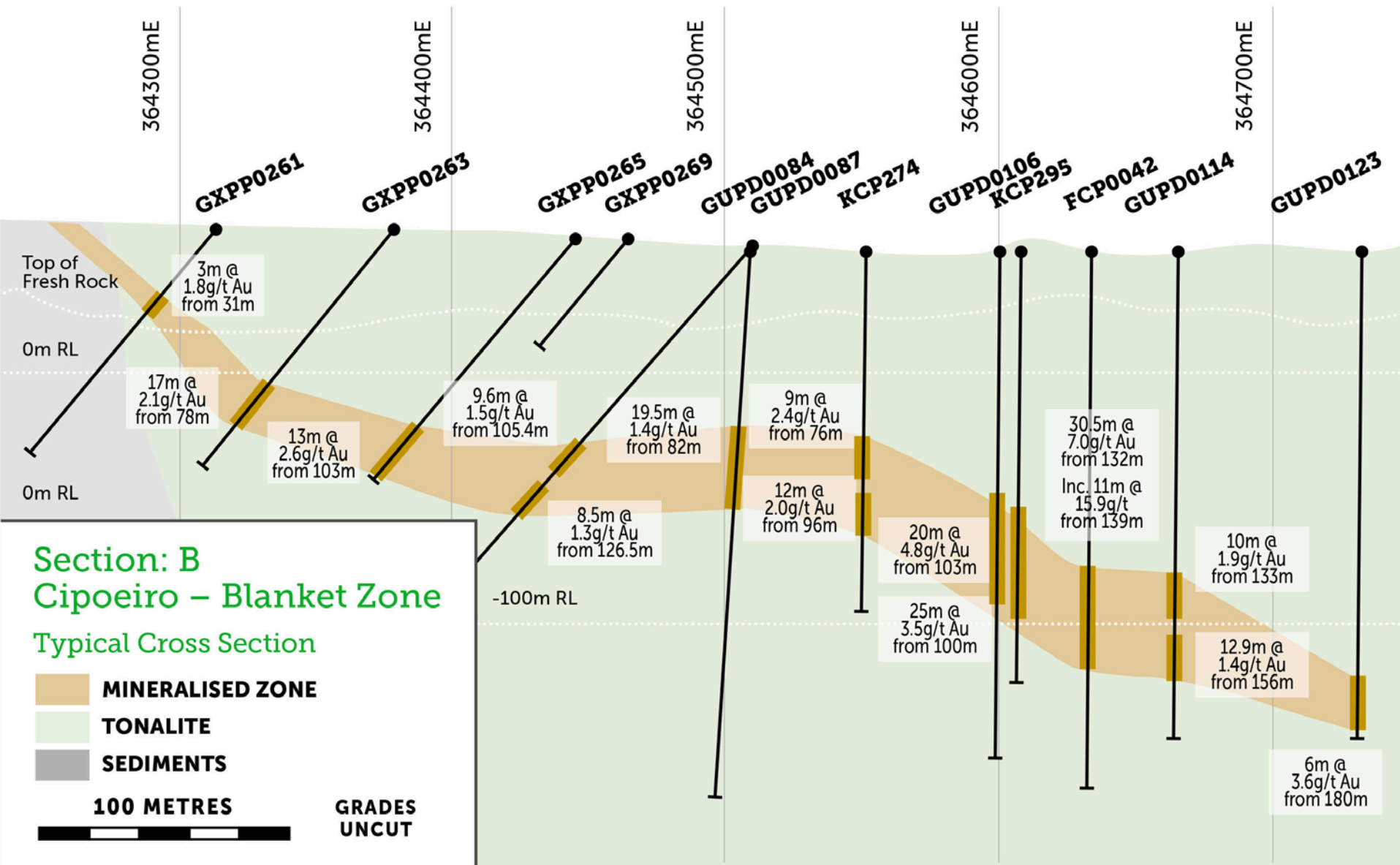
Exploration



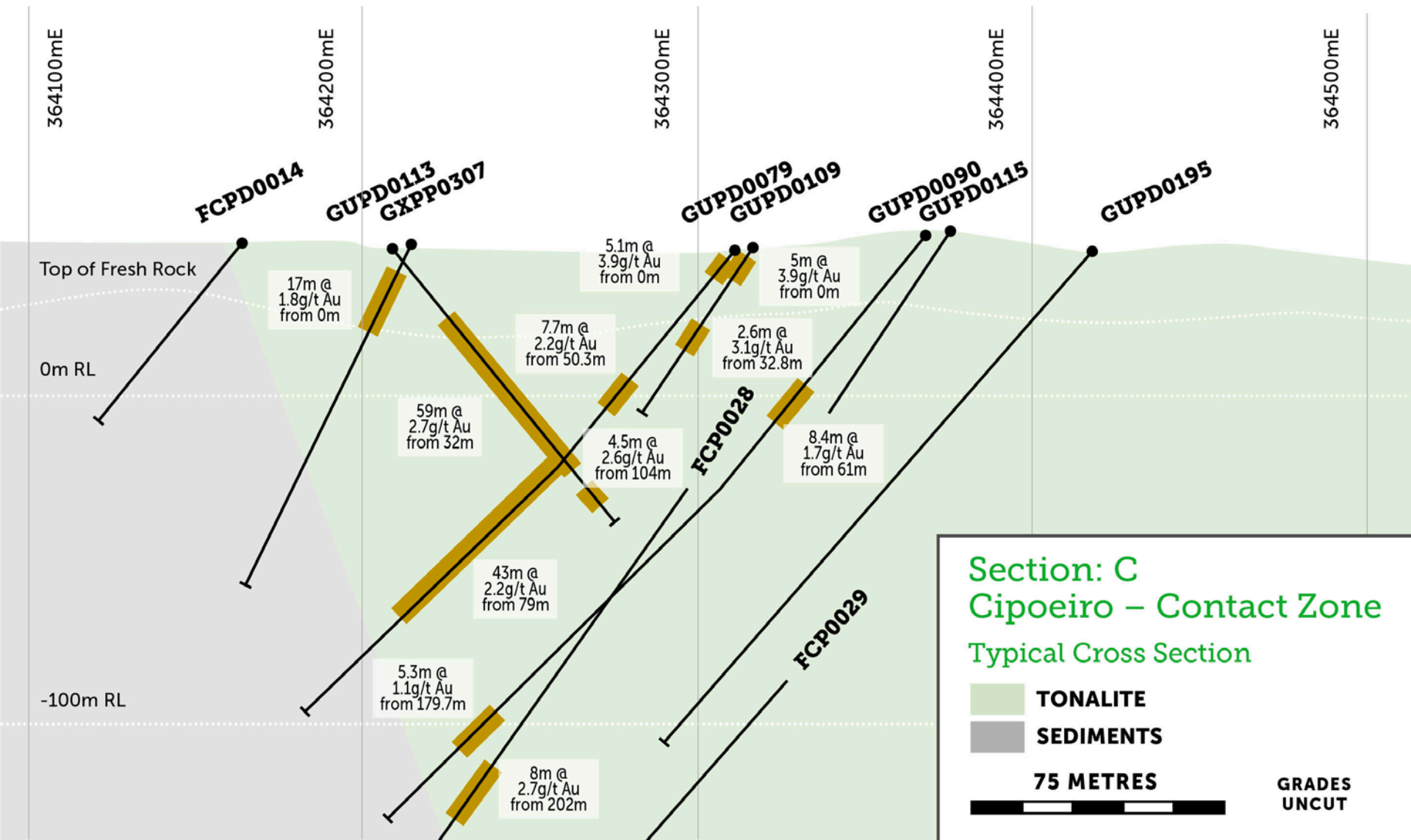
Cipoeiro – Blanket Zone



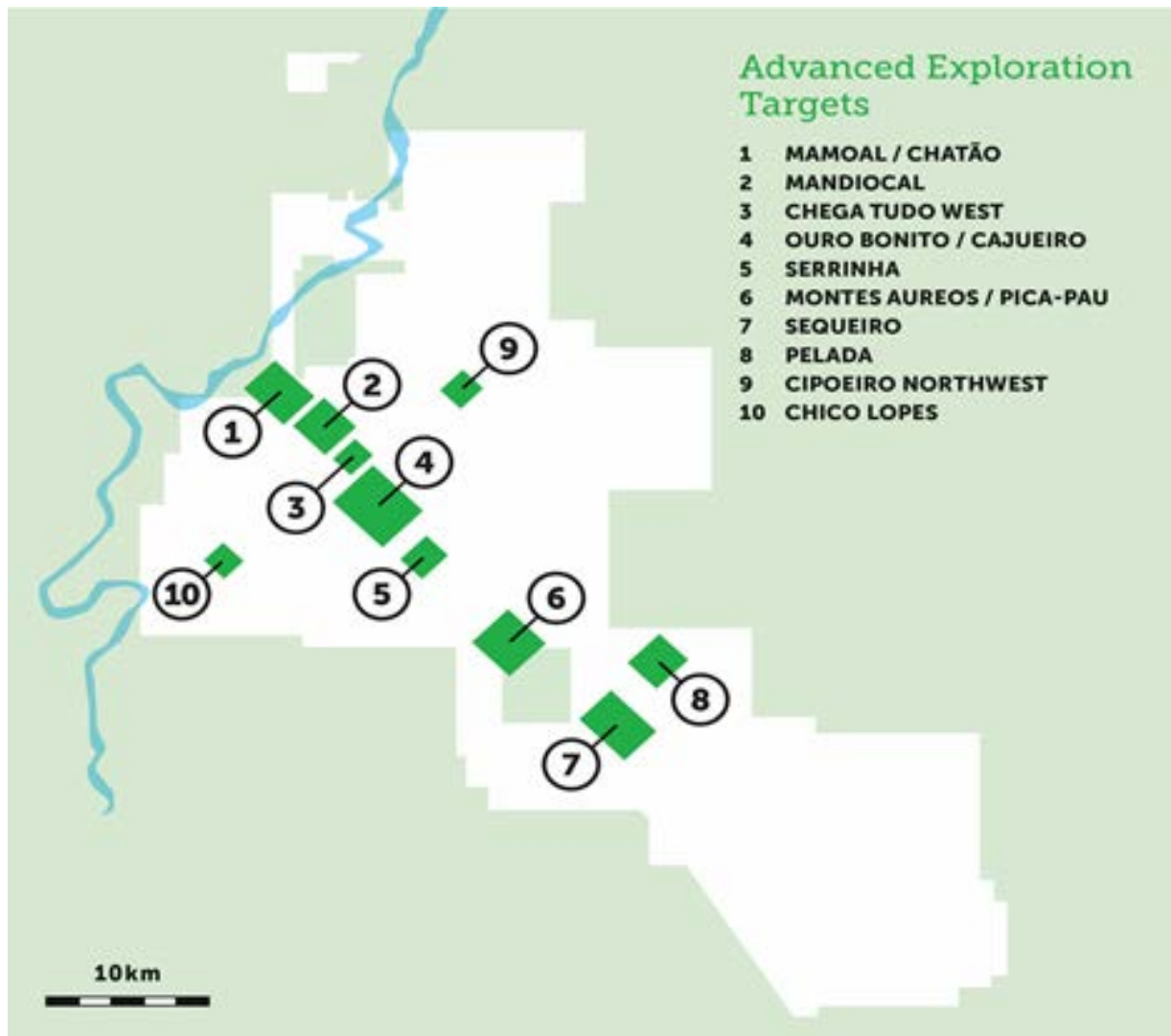
Cipoeiro – Blanket Zone



Cipoeiro – Blanket Zone



Exploration Potential



Avanco Portfolio

Antas

- Second year commercial production
- On track to meet annual guidance
- Generating healthy margins

Pedra Branca Project

- Robust PFS released
- DFS incorporating enhancements on track for completion Q2 2018
- Progress dependent on granting of construction permits & mining licenses - first production likely mid-2020

CentroGold

- 100% ownership accelerated
- Opportunity to develop sooner, first production end 2019
- Opportunity to realise value sooner

Corporate



Vern Tidy
Interim Chairman

Financial and audit
BComm, CA



Luiz Ferraz
NED

Resource financier
BA



Paul Chapman
NED

Resource entrepreneur
BA, CA



Tony Polglase
Managing Director

Metallurgical engineer
BEng



Luis Azevedo
Legal Executive

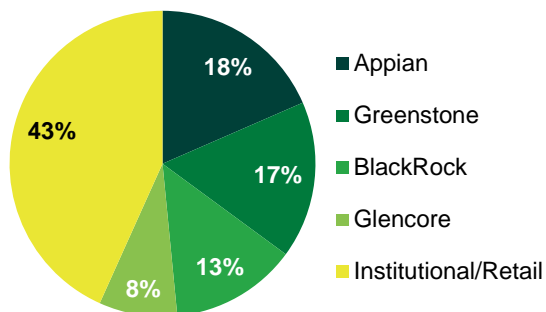
Resources lawyer
BSc, MA



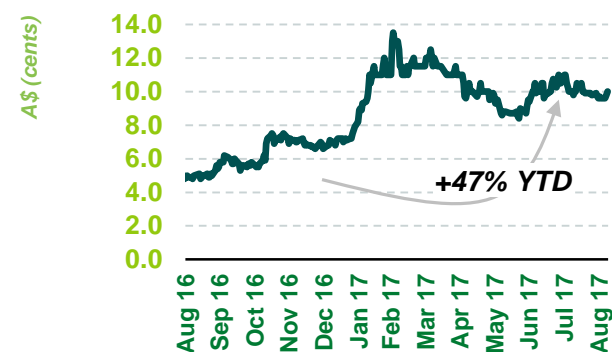
Simon Mottram
Exploration Executive

Geologist
BSc, AusIMM

Shareholders



Issued Shares	2,457 million
Options	192 million
52 week range	A\$0.048 - \$0.135
Market cap at A\$0.10	A\$258 million
Cash (30 Jun 17)	\$26.3 million
Debt	\$0



Notes

¹ Gold mineralisation within the CentroGold project is typical of mesothermal vein-style, or orogenic-style gold deposits

² See ASX Announcement CentroGold - Improved Mineral Resource Confidence Advances Scoping Study”, 26 April 2017, for Competent Person’s Consent, material assumptions, and technical parameters underpinning the CentroGold resources

³ Grade Tonnage Reported above a Cut-off Grade of 1.0 g/t Gold

*INCRA: National Institute of Colonisation and Agrarian Reform

Competent Persons Statement

The information in this report that relates to Exploration Results and Mineral Resources is an accurate representation of the available data and is based on information compiled by Mr Simon Mottram who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Mottram is an Executive Director of Avanco Resources Limited; in which he is also a shareholder. Mr Mottram has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person (CP) as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Mottram consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

○
Q&A

***1 to ask a question**

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