

Issue 1, 2017

Progress update for Amarant Mining AB (publ) for January - March 2017

Amarant Mining AB (publ) continues to finalize the last details of our restructuring. As part of this process, we have now confirmed the Exploitation License and all other approvals that will allow us to recommence work on our secondary project, the 3MS Concession at Sara Creek.

The 3MS Concession at Sara Creek

The 3MS Concession covers approximately 7,900 ha on the southern side of the Brokopondo Lake, around 150 km south of the capital Paramaribo. Access to the concession area is relatively straightforward with equipment able to be brought by road from the capital Paramaribo and then barged a short distance across the Brokopondo Lake.



3MS Concession area

On 4th March we completed a flyover of the concession area. This re-confirmed that there is considerable artisan mining activity. Some of the operations are well organized and appear to have been in operation for some time.



Large scale organized artisan activity visible on the 3MS concession area

We have mobilized our Registration Team to begin documenting those artisanal miners operating on the property who wish to remain. Our Registration Program is a way for artisanal miners to legalize their activities and is supported by the Suriname Government as a way of regularizing the informal gold mining sector and the collection official royalties. Once Registered, artisanal miners will be subcontractors of Amarant Mining.

Using the unique seven steps of our Amarant Edge development model, we plan to begin exploration and pre-production work on the site by the end of this month. This will initially consist of establishing our standard 10 hectare grid blocks over priority areas and sampling work using our 3 tonne-per-hour APT30 machine.



Johan Ulander, Executive Chairman, and Country Manager, Paul Manders, with the APT RG30 ready to ship

This machine is in stock at our Paramaribo base and immediately available to deploy. This will be followed by the mobilization of a sonic drill and the bigger 10 tonne-per-hour APT RG100 to support the definition of a formal JORC resource by Q3.

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The RG100 will be shipped out of South Africa during March 2017 and is expected to be on site during Q2. Shown below is a photo of the actual machine from the APT plant in South Africa. The APT RG100 is accompanied by a gold room to refine the concentrates produced by the RG100.



Paul Manders, Country Manager, inspecting the APT RG100 unit at the factory in South Africa

We anticipate having an APT RG800 production machine onsite by the end of the year. Production from the concession will also be contributing production to the Amarant Royalty Note program.



Gold room for use with the APT RG100

Progress on the share offering

The ongoing share offering has had a slow start. We have currently received around SEK 11 million in subscriptions and around SEK 5 million in paid in capital.

Around 80% of the net proceeds have been invested in the production in Suriname with the remainder to cater for the administration and finalizing the restructuring. With the 3MS Exploitation License in hand, we target to close the share offering by the end of March.

These are the first steps of the new Amarant Mining AB (publ.) reborn and I want to express our greatest appreciation for the support received thus far and look forward to see the offering closed by the end of the month so that we can get into business again.

Thank you for your support!

Johan Ulander

Amarant Mining AB

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