



Corporate Update

Serabi Gold plc (AIM:SRB, TSX:SBI), the Brazilian focused gold exploration and development company announces that the Company and Equinox Gold Corp. (the parent company of Anfield Gold Corp.) agreed, on 20 December 2019, to extend the final payment date for the deferred consideration due in respect of the acquisition of Chapleau Resources Ltd ("Chapleau"), a wholly-owned subsidiary of Anfield Gold Corp. ("Anfield), and which holds the Coringa gold project.

Serabi completed the acquisition of Chapleau on 21 December 2017 ("Closing") and a final payment of US\$12 million ("Deferred Consideration") was due on the earlier of either the first gold being produced or 24 months from the date of Closing. The Deferred Consideration will now be settled on 31 March 2020 or if earlier, completion of any new financing arrangement by Serabi. Interest will be payable on the outstanding sum at the rate of 10% per annum and will be settled at the same time as the Deferred Consideration payment is made.

As at 30 September 2019, the Company's gross cash holdings totalled US\$13.4 million. The Company intends to raise additional financing in Q1 2020 which, in conjunction with projected cash flow from Palito and current cash holdings, will fund inter alia the initial capital requirements for the next stage of development of the Coringa Project and settle the Deferred Consideration. Discussions are already underway with potential financing partners and the Directors anticipate funding being available in Q1 2020 (following any approvals if applicable at any shareholder meeting of the Company).

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Copies of this announcement are available from the Company's website at www.serabigold.com.

Forward-looking statements

Certain statements in this announcement are, or may be deemed to be, forward looking statements. Forward looking statements are identified by their use of terms and phrases such as "believe", "could", "should" "envisage", "estimate", "intend", "may", "plan", "will" or the negative of those, variations or comparable expressions, including references to assumptions. These forward looking statements are not based on historical facts but rather on the Directors' current expectations and assumptions regarding the Company's future growth, results of operations, performance, future capital and other expenditures (including the amount, nature and sources of funding thereof), competitive advantages, business prospects and opportunities. Such forward looking statements reflect the Directors' current beliefs and assumptions and are based on information currently available to the Directors. A number of factors could cause actual results to differ materially from the results discussed in the forward looking statements including risks associated with vulnerability to general economic and business conditions, competition, environmental and other regulatory changes, actions by governmental authorities, the availability of capital markets, reliance on key personnel, uninsured and underinsured losses and other factors, many of which are beyond the control of the Company. Although any forward looking statements

contained in this announcement are based upon what the Directors believe to be reasonable assumptions, the Company cannot assure investors that actual results will be consistent with such forward looking statements.

Qualified Persons Statement

The scientific and technical information contained within this announcement has been reviewed and approved by Michael Hodgson, a Director of the Company. Mr Hodgson is an Economic Geologist by training with over 30 years' experience in the mining industry. He holds a BSc (Hons) Geology, University of London, a MSc Mining Geology, University of Leicester and is a Fellow of the Institute of Materials, Minerals and Mining and a Chartered Engineer of the Engineering Council of UK, recognizing him as both a Qualified Person for the purposes of Canadian National Instrument 43-101 and by the AIM Guidance Note on Mining and Oil & Gas Companies dated June 2009.

Neither the Toronto Stock Exchange, nor any other securities regulatory authority, has approved or disapproved of the contents of this news release.

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