

GOLD FORWARD SALES FACILITY CLOSED REALISING A\$12 MILLION PRE-TAX PROFIT

Highlights

- **Gold Road closes out its 50,000 ounce gold Forward Sales facility with the Commonwealth Bank of Australia**
- **Realising a pre-tax profit of A\$11.92 million**
- **Facility was to support potential Gruyere Project Financing activities - no longer required post Gruyere Joint Venture with Gold Fields Ltd.**

Gold Road Resources Limited (**Gold Road** or the **Company**) is pleased to advise that it has closed out its margin gold Forward Sales facility with the Commonwealth Bank of Australia for a pre-tax profit of A\$11.92 million. A total position of 50,000 ounces at an average gold price of A\$1,791 per ounce had been secured in support of potential Project Finance for the Gruyere Gold Project.

The completion of the Gruyere Joint Venture (**GJV**) with Gold Fields Limited¹, which fully funds Gold Road to production, reduced the requirement for the Company to have forward sales facilities in place so far in advance of gold production. In particular, as no Project Debt with associated mandatory hedging is required, Gold Road deemed it appropriate to close out its forward sales position given the changed funding circumstances associated with the GJV, thereby locking in immediate profits and reducing the risk associated with delivery of future gold.

Gold Road remains open to revised forward sales programmes to complement its share of the future Gruyere Gold Project production and plans to develop an appropriate strategy aligned with its risk management programme.

The Company recognises the contribution of Noah's Rule in providing advisory services for these current activities, and Commonwealth Bank of Australia for the flexibility offered in setting up the original facility.

For further information, please contact:

Gold Road Resources

Ian Murray
Managing Director and Chief Executive Officer
Telephone: +61 8 9200 1600

Media and Broker Enquiries

Warrick Hazeldine - WHazeldine@canningspurple.com.au
Cannings Purple
Tel: +61 8 6314 6314 Mobile: +61 417 944 616

ASX Code GOR

ABN 13 109 289 527

COMPANY DIRECTORS

Tim Netscher
Non-Executive Chairman

Ian Murray
**Managing Director and
Chief Executive Officer**

Justin Osborne
**Executive Director –
Exploration & Growth**

Martin Pyle
Non-Executive Director

Sharon Warburton
Non-Executive Director

Kevin Hart
Company Secretary

CONTACT DETAILS

Principal & Registered Office
Level 2, 26 Colin St
West Perth WA 6005

www.goldroad.com.au
perth@goldroad.com.au

T +61 8 9200 1600
F +61 8 9481 6405



¹ ASX announcement dated 13 December 2016