

21 November 2018

2018 ANNUAL GENERAL MEETING

Chairman's Address

Dear Shareholder

Welcome to the second Annual General Meeting of the Company.

The Company's principal asset is the Gum Creek Gold Project which is located 640km north east of Perth and provides both exploration and potential development opportunities in a historically proven gold province. The Project has previously produced over one million ounces of gold, and currently hosts JORC 2012 Mineral Resources of 17.3 million tonnes averaging 2.25g/t gold containing 1.25 million ounces of gold (*refer to the Company's IPO Prospectus submitted to ASIC on 21 October 2016*). Having been an operating mine, the Project benefits from having substantial infrastructure on site including a 110 person camp, operational airstrip, tailings storage facilities, an extensive road network and a 600,000tpa processing plant (not operational).

The Company's stated strategy is focused on:

- Resource extension and infill to grow the known resources;
- Regional Exploration targeting new discoveries in addition to the known resources; and
- Development Studies on existing free-milling and partially refractory Resources to become a profitable gold producer.

In line with our strategy, this year Horizon undertook a combination of resource extension drilling and selected drill testing of targets outside the known resources and it was particularly pleasing to report significant results at Swan Premium/Butcherbird Shear and at the Altair base metal prospect.

On the Premium Lode and Butcherbird Shear, we completed a re-interpretation of the geological controls of the high-grade gold mineralisation and generated new Exploration Targets which highlighted the potential to significantly increase the underground Mineral Resources in this area. We undertook an initial 12-hole diamond drill program to test and support the predicted thickness and grade of the mineralisation in those areas. The drilling results were positive with some good thicknesses and high grades reported demonstrating the prospectivity of the northern end of the Swan system and, given the size of the estimated Exploration Targets for both the Premium Lode and the Butcherbird Shear, further drilling will be undertaken in FY2019.

As this work has progressed, Horizon is increasingly optimistic that the strike and depth potential of the Gum Creek is not constrained to the northern end of the Swan system alone.



Re-interpretations will be extended to the south and below the historical Swan underground working as well as at the Swift and Kingfisher deposits.

This year we also tested the prospectivity of the Altair base metal prospect where shallow drilling in the 1990's by previous explorers had intersected broad zones of possible supergene copper mineralisation.

Horizon completed a single surface diamond drill hole (ALDD002) which returned an intercept of 53m @ 3.32% Zn and 0.62% Cu from 184m, including 9m @ 6.69% Zn and 1.00% Cu from 213m. This intercept is the most significant drill result achieved at Altair and has many of the hallmarks of a polymetallic, hydrothermal VHMS / SEDEX mineralising event, being anomalous in copper, gold, silver, lead, cobalt, tin and other minor metals. Because the position of the intercept in ALDD002 is well below the depth of all historical drilling at Altair, mineralisation is open in all directions.

Base metal geochemistry at Altair (and potentially more regionally) is strongly depleted to around 50m depth. This suggests that the historical wide-spaced and shallow drilling conducted in the Gum Creek Greenstone Belt may not have been an effective test for this style of mineralisation. Regional mapping and geophysical interpretation at Gum Creek suggests the target stratigraphy hosting the Altair prospect may extend at least 5km north to Horizon's Mensa Prospect. At Mensa, shallow drilling in the 1990's by previous explorers intersected anomalous zinc mineralisation in a similar geological setting as Altair.

The results at Altair are clearly a significant development for Horizon Gold and, although very early days, have the potential to add a base metal element to the known gold prospectivity of Gum Creek and we have already commenced a seven hole follow up drill program at Altair.

With the developments at Premium/Butcherbird and Altair, FY2019 promises to be an exciting year for the Company and we look forward to providing you with updates in relation to our exploration activities.

On behalf of the Directors, I would like to thank the team at Panoramic Resources for providing management services to Horizon and especially John Hicks and Matt Demmer for the work they have done on the Premium Lode/Butcherbird Shear and Altair Projects.

Peter Harold
Non-Executive Chairman

About the Company

Horizon Gold Limited (**ASX:HRN**) is an exploration company focused on its 100% owned Gum Creek Gold Project in Western Australia. The Gum Creek Gold Project hosts JORC 2012 Mineral Resources of **17.3 million tonnes averaging 2.25g/t gold for 1.25 million ounces of gold** (refer to the Company's IPO Prospectus submitted to ASIC on 21 October 2016). It is located within a well-endowed gold region that hosts multi-million ounce deposits including Big Bell, Wiluna, Mt Magnet, Meekatharra and Agnew/Lawlers. Horizon believes there are multiple high priority drill targets and plans to undertake ongoing exploration and development studies with the aim of becoming a stand-alone gold producer. The Company had \$5.0 million in cash as at 30 September 2018.

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