

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: Asante Gold Corporation (the "Issuer" or "Asante").

Trading Symbol: ASE

Number of Outstanding Listed Securities: 86,563,257

Date: December 5, 2020

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

#### **General Instructions**

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

#### **Report on Business**

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

*The Issuer is a mineral exploration company. Its principal activities consist of evaluating, acquiring, exploring and developing mining properties in the Republic of Ghana, West Africa. The Issuer's principal project is the Kubi Gold Project. On August 9<sup>th</sup>, 2016, the Issuer announced it had reached agreement with Goknet Mining Company Limited of Accra Limited ("Goknet") to close the acquisition of the*

*Kubi Mining Lease on terms as substantially contained in the Kubi PL Purchase Agreement dated 28th December 2016. Goknet is not arms-length to the Issuer as one of the directors of Goknet is a director of the Issuer. A Special Committee of the Board comprised of non-conflicted directors of the Issuer, and the shareholders of both Goknet and the Issuer, have approved the above acquisitions.*

*The Issuer can acquire the Kubi Mining Lease, subject to the consent of the Minister of Lands and Natural Resources of Ghana, if then required, by issuing seven million treasury shares and reserving for future delivery to Goknet a total of 8,000 ounces of gold, and thereafter reserving for Goknet a 2% Net Smelter Returns royalty payable after cumulative net cash flow from the Kubi Mining Lease exceed US\$25 million (the “Kubi NSR”). Royal Gold, Inc. of Denver holds a 3% Net Proceeds of Production royalty, and the Ghana Government a statutory 10% free carry equity and 5% NSR royalty interest. The Issuer plans to further explore and develop Kubi as a custom milling and direct shipping underground, or mining by drilling operation. The Issuer is continuing to source suitable funding with multiple diverse groups expressing interest.*

*In addition, the Issuer previously announced the acquisition of Goknet’s interests in up to eight prospecting licenses (“Goknet Prospecting Licenses”): two totalling 38 sq km adjoining to the west of the Kubi Mining Lease; and six contiguous licenses located on the Asankrangwa Gold Belt, starting 15 km to the south west and along strike of the Asanko Gold Mine. Each of these licenses has had considerable exploration work completed and some have drill ready exploration targets outlined. The transfer of these licenses to Goknet from third parties, is subject to any underlying royalties and the consent of the Minister of Lands and Natural Resources. We cannot estimate if and or when they will be transferred to the Issuer. The Issuer will not spend any material funds or complete any substantive work on the subject prospecting licenses until properly transferred to the Issuer.*

*To purchase the Goknet Prospecting Licenses, the Issuer will issue up to a maximum of three million treasury shares. Shares will be issued pro-rata on a license by license basis if as and when valid title is registered in the name of the Issuer. Goknet will retain a 2% Net Smelter Returns royalty on each license so acquired by the Issuer. Goknet is not arms-length to the Issuer as one of the directors of Goknet is a director of the Issuer. A Special Committee of the Board comprised of non-conflicted directors of the Issuer has approved the above acquisitions.*

*The Issuer has also reached agreement with Sikasante Mining Company Limited of Accra, Ghana (“Sika”) to earn up to a 100% interest in its Keyhole Gold Project in Ghana, which is made up of the Ayiem Reconnaissance License and the Sraha PL (both currently under application for renewal as Prospecting Licenses). In order to earn up to a 50% interest in the Keyhole Gold Project, the Issuer has agreed to issue Sika 250,000 common shares in the capital stock of the Issuer (not yet issued but approved by Special Committee for issuance) on final issuance of the Ayiem license to Sika and receipt by Sika of all necessary permits required to commence a drilling program (completed), and to complete \$500,000 in work (completed).*

*The Issuer may earn an additional 50% interest by reserving for Sika a 2% net smelter returns royalty (the “Sika NSR Royalty”) and on the assignment of the Sika licenses to the Issuer (subject to the consent of the Minister of Lands and Natural Resources) a final payment of 1 million common shares in the capital stock of the Issuer. Sika is not arms-length to the Issuer as one of the directors of Sika is a director of the Issuer. A Special Committee of the Board comprised of non-conflicted directors of the Issuer has approved the above acquisitions.*

*The Issuer continues to monitor illegal galamsey activity on the Issuers concessions with the intent to minimize their surface damage and at the same time accommodate some of the needs of the local communities. Where these activities become troublesome to our employees and local residents, we report the illegal activities to the appropriate Governmental authorities to provide us assistance to control/shut them down. The Issuer is also studying the possibility of mining the remaining oxide resources as noted in our current SEMS NI-43-101 resource estimate (filed on Sedar), and other potential surface oxide deposits such as at the 513 zone.*

*The staff, consultants and contractors of the Issuer have been observing the Government of Ghana directives re the COVID19 outbreak. None of the above have reported to management any symptoms related to COVID19. The Issuer has donated 5 hand cleaning stations and associated hand disinfectant products to Kubi Nkwanta village to assist them with their personal protection/prevention program.*

2. Provide a general overview and discussion of the activities of management.

*Management is continuing to source a potential joint venture partner and or development equity, project backed debt or gold loan to continue to develop our Kubi Gold project utilizing conventional underground mining techniques using decline and/or shaft access and/or alternatively by new technology machine cutting mining method from surface. The Issuer is continuing a trenching/sampling program at the 513 zone on Kubi, with results expected by end of December 2020. An induced polarization survey on the extension of a gold trend from Perseus’ Edikan mine onto the Fahiakoba license has been completed with results being compiled.*

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

*None in the month of November 2020.*

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

*No products or services, or exploration programs were discontinued during the month of November 2020.*

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

*The acquisitions announced in 1 above with respect to the acquisition of the Kubi Mining Lease and the Goknet Prospecting Licenses are with Goknet Mining Company Limited – which has one director in common with the Issuer. Douglas MacQuarrie, the President, CEO and Director of the Issuer is a director of Goknet and holds or controls approximately 23.13% of the outstanding shares of Goknet.*

*The terms of the Kubi acquisition were negotiated and approved by a Special Committee of the Issuer, and were approved by the disinterested shareholders of the Issuer at the Annual General meeting of the shareholders on December 28<sup>th</sup>, 2016.*

*The acquisitions announced in 1 above with respect to the acquisition of the Keyhole Gold Project in Ghana are with Sikasante Mining Company Limited ("Sika") which has one director in common with the Issuer. The terms of the acquisition were negotiated and approved by a Special Committee of the Issuer.*

*Douglas MacQuarrie, the President, CEO and Director of the Issuer is a director of Sika and holds or controls approximately 41.7% of the outstanding shares of Sika. The Special Committee has determined that Mr. MacQuarrie does not "control" Sika within the meaning of Multilateral Instrument 61-101 Protection of Minority Security Holders in Special Transactions ("MI 61-101") and, accordingly, the Option does not constitute a "related party transaction" of the Issuer under MI 61-101 and further that, if the Option were to constitute a "related party transaction" of the Issuer under MI 61-101, the exemptions from the valuation and shareholder approval requirements contained in sections 5.5(a) and 5.7(1)(a) of MI 61-101 would apply on the basis that the Special Committee has determined, in good faith, that at the time the transaction was agreed to, neither the fair market value of the subject matter of, nor the fair market value of the consideration for, the transaction exceeds 25% of the Issuer's market capitalization.*

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

*None in the month of November 2020.*

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

*See 1 and 5 above.*

8. Describe the acquisition of new customers or loss of customers.  
*None in the month of November 2020.*
9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.  
*None in the month of November 2020.*
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.  
*None in the month of November 2020.*
11. Report on any labour disputes and resolutions of those disputes if applicable.  
*None in the month of November 2020.*
12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.  
*There were no legal proceedings during the month of November 2020.*
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.  
*Please see sections 2 above and 15 below.*
14. Provide details of any securities issued and options or warrants granted.  
*None in the month of November 2020.*

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

*(1) State aggregate proceeds and intended allocation of proceeds.*

15. Provide details of any loans to or by Related Persons.  
*In the month of November 2020, the Company repaid a loan of US\$50,000 to Goknet Mining Company Limited; and ASG Mining Limited repaid a loan of 6,000 Ghana cedis to Goknet Mining Company Limited.*
16. Provide details of any changes in directors, officers or committee members.  
*None in the month of November 2020.*
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.  
*Resource exploration and development is a speculative business and involves a high degree of risk, including, among other things, low commodity prices and the failure to discover economic mineral deposits. The marketability of natural*

*resources that may be acquired or discovered by the Issuer will be affected by numerous factors beyond the control of the Issuer. These factors include market price and demand fluctuations, the proximity and capacity of natural resource markets, and governmental regulations. The exact effect of these factors cannot be accurately predicted, but the combination of these factors may result in the Issuer not receiving an adequate return on invested capital. The great majority of exploration projects do not result in the discovery of commercially mineable deposits of ore. Even if commercial quantities of mineral deposits are discovered by the Issuer, there is no guarantee that a profitable market will exist for the sale of the metals produced. The development of the Issuer's properties will depend upon the Issuer's ability to obtain financing through the joint venturing of projects, private placement financing, public financing or other means. There can be no assurance that the Issuer will be successful in obtaining the required financing.*

*Gold is currently in an accumulative trend as world-wide economic conditions continue to deteriorate with widespread negative yields on sovereign bonds, major sell offs in banking shares, decreasing World trade and GDP growth. Gold has served the purpose of financial safety and capital preservation for many thousands of years and we anticipate this current strengthening trend to be maintained for the foreseeable future.*

## **Certificate Of Compliance**

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were/is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: December 5, 2020

Douglas R. MacQuarrie  
Name of Director or Senior  
Officer

"Douglas R. MacQuarrie"  
Signature  
President and CEO  
Official Capacity

<b><i>Issuer Details</i></b> Name of Issuer <b>ASANTE GOLD CORPORATION</b>	For Month End <b>November 2020</b>	Date of Report YY/MM/DD <b>20/12/05</b>
Issuer Address <b>Suite 506 – 595 Howe Street</b>		
City/Province/Postal Code <b>Vancouver, BC V6C 2T5</b>	Issuer Fax No. <b>(604)558-1136</b>	Issuer Telephone No. <b>(604) 558-1134</b>
Contact Name <b>Douglas R. MacQuarrie</b>	Contact Position <b>President/CEO</b>	Contact Telephone No. <b>(604) 558-1134</b>
Contact Email Address <b>douglas@asantegold.com</b>	Web Site Address <a href="http://www.asantegold.com">www.asantegold.com</a>	