



NEWS RELEASE

TSX.V: CAT

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CHIMATA GOLD CORP. ANNOUNCES OPTION AND EARN-IN AGREEMENT WITH EMGOLD MINING CORPORATION ON ITS TROILUS NORTH PROPERTY

May 22, 2018 - Vancouver, BC, Chimata Gold Corp. (TSX.V:CAT) (the "**Company**") announces that it has entered this day into a letter of intent (the "**LOI**") to enter into a definitive option, earn-in, and joint venture agreement with Emgold Mining Corporation ("**Emgold**"; TSX-V: EMR) giving Emgold the right to acquire up to a 100% interest in the Troilus North Property located in Quebec (the "**Troilus North Property**") that Chimata recently acquired .

About the Transaction

As per the terms of the LOI , subject to certain conditions, including TSX Venture Exchange acceptance and entry into a definitive option agreement (the "**Definitive Agreement**"), Emgold would have the exclusive right and first option (the "**First Option**") to acquire an 80% interest in the Troilus North Property over a two year period (the "**Transaction**") for consideration of Emgold shares, to be issued to the Company as shown in Table 1 below, and completion of C\$750,000 in exploration expenditures to be incurred by Emgold within two years of closing of the Transaction.

Table 1
Share Payment by Emgold for First Option, Troilus North Property

Date	Shares
Closing of Transaction	2,000,000
First Anniversary	1,000,000
Second Anniversary	1,000,000

Upon completing the First Option, Emgold would have a further option (the "**Second Option**") to acquire an additional 20% interest (total 100% interest) in the Troilus North Property by issuing Chimata a further 1.0 million shares. Chimata would retain a 1% Net Smelter Royalty for Troilus North, half of it (i.e 0.5%) which could be purchased by Emgold at any time for C\$500,000, leaving Chimata with a 0.5% NSR on the Troilus North Property.

Emgold will be assigned Chimata's rights and obligation under the mining property acquisition agreement entered into by Chimata with Greg Exploration Inc. and other

vendors (collectively referred to as the “**Vendors**”) on September 18, 2017 along with the amending agreement to such acquisition agreement entered on March 19, 2018 with the Vendors (collectively referred to as the “**Acquisition Agreement**”), which shall include but not be limited to remaining payments which are left outstanding to the Vendors but also the right by Emgold to purchase the NSR that is granted to the Vendors under the Acquisition Agreement in lieu and place of Chimata.

Two years after the date of closing of the Transaction or upon completion of the First Option requirements, whichever occurs first, and should Emgold decide not to exercise the Second Option; Emgold and the Company would establish an industry standard Joint Venture Operating Agreement to operate a joint venture entity between them (the “**Joint Venture Entity**”). Emgold will be the initial operator of the Joint Venture Operating Agreement and shall retain full discretion as to the nature, extent, timing, and scope of all work on the Troilus North Property. After the Joint Venture Operating Agreement takes effect, the Emgold and the Company will be required to contribute to the Joint Venture Entity based on their respective ownership percentages of the Joint Venture Entity, or be diluted.

After forming the Joint Venture Operating Agreement if Chimata does not contribute to the Joint Venture Entity and its interest in the Joint Venture Entity falls below ten percent (10%) ownership at any time, Chimata’s interest in the Property would be converted into a Net Smelter Interest of one percent (1.0%). Emgold shall retain the option to purchase 50% of this NSR for CDN\$500,000.

Further details on the Transaction are available in Emgold’s press release dated this day and available on SEDAR at www.sedar.com.

Cautionary Note Regarding Forward Looking Statements

The information in this news release includes certain information and statements about management's view of future events, expectations, plans and prospects that constitute forward looking statements. These statements are based upon assumptions that are subject to significant risks and uncertainties. Because of these risks and uncertainties and as a result of a variety of factors, the actual results, expectations, achievements or performance may differ materially from those anticipated and indicated by these forward looking statements. Although Chimata believes that the expectations reflected in forward looking statements are reasonable, it can give no assurances that the expectations of any forward looking statements will prove to be correct. Except as required by law, Chimata disclaims any intention and assumes no obligation to update or revise any forward looking statements to reflect actual results, whether as a result of new information, future events, changes in assumptions, changes in factors affecting such forward looking statements or otherwise.

ON BEHALF OF THE BOARD

Robert Rosner

Chief Financial Officer

Further information regarding the Company can be found on SEDAR at www.SEDAR.com.

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