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CERRADO GOLD REPORTS STRONG Q2 PRODUCTION RESULTS FROM ITS MINERA DON NICOLÁS MINE IN ARGENTINA

- **Q2 and year to date production and operations well ahead of plan**
- **Gold Equivalent ounces shipped for the 2nd quarter exceeds 10,000 ounces**

TORONTO, ONTARIO - Cerrado Gold Inc. (TSX.V: CERT) (OTCQX: CRDOF) ("Cerrado" or the "Company") is pleased to announce its production results for the second quarter of 2021 ("Q2 2021") from the Minera Don Nicolás Mine in Santa Cruz Province, Argentina. Full financial results are to be released by the end of August.

Q2 Operating Highlights

- Gold production reported at 9,607 ounces for Q2 2021, a 28% improvement over Q1 2021 production of 7,485 gold ounces. Gold production exceeded managements budget by 10% for Q2 2021 and YTD production exceeds budget by 8%. Management continues to target to exit the year at a production run rate of approximately 55,000 ounces per annum.
- Production of Gold Equivalent ounces ("GEO") ounces was 10,063 ounces for Q2 2021, a 48% increase over Q1 2021.
- Since Cerrado acquired Minera Don Nicolás, gold production has seen a steady month over month increase which has continued in the quarter, highlighted by 3,385 ounces produced in June 2021, a 7% improvement over March 2021 the previous best since Cerrado has taken ownership.
- GEO shipped for the quarter exceeded 10,000 ounces, a record for Minera Don Nicolás since start up and a significant increase from 6,793 ounces shipped in Q1 2021.

The strong operational performance is the result of continuous improvement by the onsite team. The mining team has exceeded ore production and Au grade targets consistently year to date. Operational improvements around the processing plant have ensured an increase of approximately 20% on mill design throughput capacity on a sustained basis.

Mark Brennan, CEO and Co-Chairman commented *"We are extremely pleased with the continuous improvement and the robust operational results that the Don Nicolás team has achieved in a very challenging COVID environment". He continued, "Quarterly improvements encourage us to believe that we will achieve our production expectations of 45– 55,000 ounces Au annually". He continued, "The MDN team as a whole has to be commended for the strong performance it has been delivering*

in an exceptionally difficult environment; it gives us strong confidence that there is plenty of growth moving forward, especially once restrictions imposed by Covid are removed.”

Minera Don Nicolás has been operating the laboratory in house since January 2021. Sample turn around times have improved and as a result mine planning and ore control has been significantly enhanced. Gold grades are steadily increasing with 3.4g/t Au in mill feed reported for June 2021. We note that gold production year to date for the first half of the year alone of 17,091 oz Au exceeds the total gold production during Cerrado’s 9 month ownership in 2020. As previously outlined and based upon the current mine plan, overall ore grades are planned to see further improvement in the second half of the year as performance improvement programs continue and the mine fully catches up with delays caused by COVID 19 issues.

Please see below table for a summary of key highlights from Q2 2021 as well as the full period 2020.

Key Operating Information				
Operating Data	Unit	Apr 1 to Dec 31,		
		2020*	Q1	Q2
Ore Mined	ktonnes	61	75	102
Waste Mined	ktonnes	886	1,268	1,323
Total Mined	ktonnes	959	1,393	1,467
Strip ratio	waste/ore	14.52	16.81	12.94
Mining rate	tpd	10,495	15,476	16,119
Ore Milled	Ktonnes	81	95	107
Head Grade Au	g/t	2.38	2.59	2.97
Head Grade Ag	g/t	5.85	8.00	10.91
Recovery Au	%	89%	91%	87%
Recovery Ag	%	63%	61%	54%
Mill Throughput	tpd	883	1,051	1,171
Gold ounces produced	oz	5,515	7,485	9,607
Silver equivalent ounces produced	oz	150	223	327
Gold Geo Produced	oz	5,665	7,708	9,934
Gold ounces sold	oz	5,885	6,584	9,744
Silver equivalent ounces sold	oz	128	209	319
Gold Geo Sold		6,012	6,793	10,063

(1) Please note that the daily mining rate for Q 1 has been corrected and was wrongly reported at the end of quarter 1. The actual mining rate is 15,476 tons per day for Q1 and not 16,386.

(*) Values for 2020 represent average values for the last 3 quarters (Period from April 1 to December 31, 2020 at Minera Don Nicolas.

The steady increase in production numbers highlighted in Q1 continued in to Q2. Recovery issues in May caused by copper sulphide-bearing gold ore from our Paloma deposit resulted in a 5% drop in overall Au recovery for the month. Ore from this small copper rich area has been mined out and recovery levels have returned to more normal levels in June.

Review of Technical Information

The scientific and technical information in this press release has been reviewed and approved by Sergio Gelcich, P.Geo., Vice President, Exploration for Cerrado Gold Inc., who is a Qualified Person as defined in National Instrument 43-101.

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About Cerrado Gold

Cerrado Gold is a public gold producer and exploration company with gold production derived from its 100% owned Minera Don Nicolás mine in Santa Cruz province, Argentina. It also owns 100% of the assets of Minera Mariana in Santa Cruz province, Argentina. The company is also undertaking exploration at its 100% owned Monte Do Carmo project located in Tocantins, Brazil. For more information about Cerrado Gold please visit our website at: www.cerradogold.com.

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Forward-looking statements contained in this press release include, without limitation, statements regarding the business and operations of Cerrado Gold. In making the forward-looking statements contained in this press release, Cerrado Gold has made certain assumptions, including, but not limited to ability of Cerrado to expand its drilling program at its Minera Don Nicolás Project and increase its resources. Although Cerrado Gold believes that the expectations reflected in forward-looking statements are reasonable, it can give no assurance that the expectations of any forward-looking statements will prove to be correct. Known and unknown risks, uncertainties, and other factors which may cause the actual results and future events to differ materially from those expressed or implied by such forward-looking statements. Such factors include, but are not limited to general business, economic, competitive, political and social uncertainties. Accordingly, readers should not place undue reliance on the forward-looking statements and information contained in this press release. Except as required by law, Cerrado Gold 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.