

1. INTRODUCTION

1.1 The board of directors (the "**Board**") of Cerrado Gold Inc. ("**Cerrado**" or the "**Company**") is elected by the shareholders of Cerrado and is responsible for the stewardship of Cerrado. The purpose of this mandate is to describe the principal duties and responsibilities of the Board as well as some of the policies and procedures the Board will adopt in discharging its duties and responsibilities.

2. ROLE AND RESPONSIBILITIES OF THE BOARD

2.1 The role of the Board is to represent the shareholders of Cerrado, enhance and maximize shareholder value and conduct the business and affairs of Cerrado ethically and in accordance with the highest standards of corporate governance. The Board is obligated to act honestly and in good faith with a view to the best interests of the Company. The Board is ultimately accountable and responsible for providing independent, effective leadership in supervising the management of the business and affairs of Cerrado. The responsibilities of the Board include:

- appointing the Chief Executive Officer and other corporate officers;
- adopting a strategic planning process;
- risk identification and ensuring that procedures are in place for risk management;
- reviewing and approving annual operating plans and budgets;
- reviewing and approving material acquisitions and divestitures;
- approving securities issuances and repurchases;
- Declaring dividends in accordance with applicable laws, regulations and corporate policy;
- corporate social responsibility, ethics and integrity;



BOARD MANDATE

- succession planning, including the appointment, training and supervision of management;
 - delegations and general approval guidelines for management;
 - monitoring financial reporting and management;
 - corporate disclosure and communications;
 - adopting measures for receiving feedback from stakeholders; and
 - adopting key corporate policies designed to ensure that Cerrado, its directors, officers and employees comply with all applicable laws, rules and regulations and conduct their business ethically and with honesty and integrity.
- 2.2 The Board will delegate responsibility for the day-to-day management of Cerrado's business and affairs to Cerrado's senior officers and will supervise such senior officers.
- 2.3 The Board may delegate certain matters it is responsible for to Board committees (presently consisting of the Audit Committee, Corporate Governance and Nominating Committee, Human Resources and Compensation Committee and Technical Committee) and non-Board committees. The Board will, however, retain its oversight function and ultimate responsibility for these matters and all other delegated responsibilities.

3. DIRECTORS' RESPONSIBILITIES

- 3.1 Directors must act honestly and in good faith with a view to the best interests of the Company and in connection therewith shall exercise the degree of care, diligence and skill that a reasonably prudent person would exercise in comparable circumstances. In order to fulfill their responsibilities, each director is expected to:
- participate, with management, in developing a multi-year strategic plan and annual business plans and approve such plans;
 - develop and maintain a thorough understanding of the Company's operational and financial objectives, financial position and performance and the performance of the Company relative to its principal competitors;



BOARD MANDATE

- ensure that the Company's activities are at all times conducted in accordance with the purpose of the Company, its strategic plan and operating policies;
- diligently prepare for each meeting, including reviewing all meeting materials distributed in advance;
- actively and constructively participate in each meeting, including seeking clarification from management and outside advisors where necessary to fully understand the issues under consideration;
- engage in continuing education programs for directors, as appropriate; and
- diligently attend meetings of the Board and any committee of which he or she is a member.

4. STRATEGIC PLANNING PROCESS AND RISK MANAGEMENT

- 4.1 The Board will adopt a strategic planning process to establish objectives and goals for Cerrado's business and will review, approve and modify as appropriate the strategies proposed by senior management to achieve such objectives and goals. The Board will review and approve, at least on an annual basis, a strategic plan which takes into account, among other things, the opportunities and risks of Cerrado's business and affairs.
- 4.2 The Board, in conjunction with management, will identify the principal risks of Cerrado's business and oversee management's implementation of appropriate systems to effectively monitor, manage and mitigate the impact of such risks.

5. CORPORATE SOCIAL RESPONSIBILITY, ETHICS AND INTEGRITY

- 5.1 The Board will provide leadership to Cerrado in support of its commitment to Corporate Social Responsibility, set the ethical tone for Cerrado and its management and foster ethical and responsible decision making by management. The Board will take all reasonable steps to satisfy itself of the integrity of the Chief Executive Officer and management and satisfy itself that the Chief Executive Officer and management create a culture of integrity throughout the organization.

6. SUCCESSION PLANNING, APPOINTMENT, SUPERVISION AND COMPENSATION



BOARD MANDATE

- 6.1 The Board will approve the succession plan for Cerrado, including the selection, appointment, supervision and evaluation of the Chief Executive Officer and the other senior officers of Cerrado, and will also approve the compensation of the Chief Executive Officer and the other senior officers of Cerrado.

7. DELEGATIONS AND APPROVAL AUTHORITIES

- 7.1 The Board will delegate to the Chief Executive Officer and senior management authority over the day-to-day management of the business and affairs of Cerrado. This delegation of authority will be subject to specified financial limits and any transactions or arrangements in excess of general authority guidelines will be reviewed by and subject to the prior approval of the Board.

8. MONITORING OF FINANCIAL REPORTING AND MANAGEMENT

- 8.1 The Board will review and approve all regulatory filings, including the annual audited financial statements, interim financial statements, the notes and management discussion and analysis accompanying such financial statements, quarterly and annual reports, management proxy circulars, annual information forms, prospectuses, and all capital investments, equity financings, borrowings and all annual operating plans and budgets.
- 8.2 The Board will adopt procedures to ensure the integrity of internal controls and management information systems to ensure compliance with all applicable laws, rules and regulations, and to prevent violations of applicable laws, rules and regulations relating to financial reporting and disclosure, fraud against Cerrado and violations of its code of business conduct and ethics.

9. CORPORATE DISCLOSURE AND COMMUNICATIONS

- 9.1 The Board will ensure that all corporate disclosure complies with all applicable laws, rules and regulations and the rules and regulations of the stock exchanges upon which Cerrado's securities are listed. In addition, the Board will adopt procedures to ensure the Board receives feedback from security holders on material issues.

10. REVIEW OF MANDATE

- 10.1 The Corporate Governance Committee will annually review and assess the adequacy of this Mandate and recommend any proposed changes to the Board for consideration.



BOARD MANDATE

Approval Date: February 18, 2021

Approved by: Board of Directors