

2 August 2017

Australian Securities Exchange

**FIRST PROCEEDS RECEIVED FROM SALE OF CROYDON PROJECT FOR \$1.2M IN CASH**

Crater Gold Mining Limited (ASX:CGN) (“**CGN**” or the “**Company**”) is pleased to announce that it has received a \$300,000 cash payment from Freefire Technology Limited (“**Freefire**”) representing the first payment and deposit for the proposed sale of the Croydon Project for \$1.2M in cash as announced on 24 July 2017.

The Company entered into the agreement to sell the non-core Croydon Project to Freefire in order to focus on its highly prospective Crater Mountain Gold Project in PNG. The main use of proceeds from the sale of Croydon Project will be to supplement the expenditure for the aggressively re-invigorated exploration program at Crater Mountain.

Under the sale agreement, the remainder of the sale price for the Croydon Project is to be received in four equal instalments over the next 12-months.

The sale of the Croydon Project remains subject to the satisfaction of conditions precedent including shareholder approval.

For further information contact:

Matthew O’Kane, Proposed CFO  
Email: [info@cratergold.com.au](mailto:info@cratergold.com.au)