

NEWS RELEASE

February 3, 2020
PR #04 – 2020

Shares Outstanding: 186,148,461
Trading Symbols: TSX: GGD
OTCQX: GLGDF

GoGold Reports Financial Results for Quarter Ending December 31, 2019

Halifax, NS – GoGold Resources Inc. (TSX: GGD) (OTCQX: GLGDF) (“GoGold”, “the Company”) is pleased to announce the release of financial results for the quarter ending December 31, 2019 with revenue of \$9.3 million (all amounts are in U.S. dollars) from the sale of 555,298 silver equivalent ounces and net income of \$535,000.

“Parral generated \$2.3 million of cash flow at site, and the Company after general and administrative and working capital changes generated \$789,000 from operations. Parral had another record production quarter and compared to a year ago revenue has more than doubled, driving the turn around in cash flow from operations,” Brad Langille, President and CEO stated. “With commissioning on the SART underway, we expect to soon realize the benefits of this optimization to Parral’s profitability.”

Financial Highlights for the quarter ending December 31, 2019:

- Revenue of \$9.3 million, an increase of 241% from prior year
- Record production of 584,988 silver equivalent ounces, an increase of 80% from prior year
- Net income of \$535,000
- Cash flow from operations of \$0.8 million, including \$1.5 million before changes in working capital
- Cash of \$5 million, an increase from \$2.4 million at September 30, 2019
- All in sustaining costs of \$14.59 per silver equivalent ounce
- Cash costs of \$12.54 per silver equivalent ounce

Summarized Consolidated Financial Information <i>(in thousands USD, except per share amounts)</i>	<i>Three months ended</i> <i>December 31</i>	
	2019	2018
Revenue	\$ 9,293	\$ 3,850
Cost of sales	\$ 8,110	\$ 5,437
Operating income (loss)	\$ 160	\$ (2,724)
Net income ¹	\$ 535	\$ 8,153
Basic net income (loss) per share	\$ 0.003	\$ 0.47
Cash flow from operations	\$ 789	\$ (3,210)
Cash flow from operations, before changes in non-cash working capital	\$ 1,463	\$ (341)

¹Net income in 2018 includes a gain of \$11,837 on the sale of the Santa Gertrudis royalty

Key Performance Indicators¹ <i>(in thousands USD, except per ounce amounts)</i>	<i>Three months ended December 31</i>	
	2019	2018
Total tonnes stacked	331,279	355,613
AISC per silver equivalent ounce ²	\$ 14.59	\$ 20.25
Adjusted AISC per silver equivalent ounce ^{2,4}	\$ 14.59	\$ 16.77
Cash cost per silver equivalent ounce ²	\$ 12.54	\$ 15.80
Adjusted cash cost per silver equivalent ounce ^{2,4}	\$ 12.54	\$ 12.32
Realized silver price	\$ 16.75	\$ 14.20

¹Key performance indicators are unaudited non-GAAP

²Gold is converted using actual realized prices

³Using Gold as a by-product credit

⁴Adjusted for net realizable value adjustment of \$994 in quarter ending Dec 31, 2018, see reconciliation in MD&A

This news release should be read in conjunction with the interim condensed consolidated financial statements for the quarter ended December 31, 2019, notes to the financial statements, and management's discussion and analysis for the quarter ended December 31, 2019, which have been filed on SEDAR and are available on the Company's website.

In addition, the Company filed an amended and restated annual information form on SEDAR as an update to the annual information form dated December 30, 2019 to, among other things, clarify that the Company considers their Promotora tailings project to be a mineral project on a property that is not material to the Company.

Technical information contained in this news release with respect to GoGold has been reviewed and approved by Mr. Bob Harris, P.Eng., who is a qualified person for the purposes of NI 43-101.

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CAUTIONARY STATEMENT:

The securities described herein have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act"), or any state securities laws, and may not be offered or sold within the United States or to, or for the benefit of, U.S. persons (as defined in Regulation S under the U.S. Securities Act) except in compliance with the registration requirements of the U.S. Securities Act and applicable state securities laws or pursuant to exemptions therefrom. This release does not constitute an offer to sell or a solicitation of an offer to buy of any of GoGold's securities in the United States.

This news release may contain "forward-looking information" as defined in applicable Canadian securities legislation. All statements other than statements of historical fact, included in this release, including, without limitation, statements regarding the future plans and objectives of GoGold, constitute forward-looking information that involve various risks and uncertainties. Forward-looking information is based on a number of factors and assumptions which have been used to develop such information but which may prove to be incorrect, including, but not

limited to, assumptions in connection with the continuance of GoGold and its subsidiaries as a going concern, general economic and market conditions, mineral prices, the accuracy of mineral resource estimates, and the ability to satisfy all conditions to funding of the second tranche under the credit agreement. There can be no assurance that such information will prove to be accurate and actual results and future events could differ materially from those anticipated in such forward-looking information.

Important factors that could cause actual results to differ materially from GoGold's expectations include exploration and development risks associated with the GoGold's projects, the failure to establish estimated mineral resources or mineral reserves, volatility of commodity prices, variations of recovery rates and global economic conditions. For additional information with respect to risk factors applicable to GoGold, reference should be made to GoGold's continuous disclosure materials filed from time to time with securities regulators, including, but not limited to, GoGold's Annual Information Form. The forward-looking information contained in this release is made as of the date of this release.

Cautionary non-GAAP Measures and Additional GAAP Measures

Note that for purposes of this section, GAAP refers to IFRS. The Company believes that investors use certain non-GAAP and additional GAAP measures as indicators to assess mining companies. They are intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared with GAAP. Non-GAAP and additional GAAP measures do not have a standardized meaning prescribed under IFRS and therefore may not be comparable to similar measures presented by other companies.

Additional GAAP measures that are presented on the face of the Company's consolidated statements of comprehensive income include "Operating income (loss)". These measures are intended to provide an indication of the Company's mine and operating performance. "Cash flow from operating activities before changes in non-cash working capital" is a non-GAAP performance measure that could provide an indication of the Company's ability to generate cash flows from operations, and is calculated by adding back the change in non-cash working capital to "Net cash used in operating activities" as presented on the Company's consolidated statements of cash flows. Per ounce measures are calculated by dividing the relevant mining and processing costs and total costs by the tonnes of ore processed in the period. "Cash costs per ounce" and "all-in sustaining costs per ounce" as used in this analysis are non-GAAP terms typically used by mining companies to assess the level of gross margin available to the Company by subtracting these costs from the unit price realized during the period. These non-GAAP terms are also used to assess the ability of a mining company to generate cash flow from operations. There may be some variation in the method of computation of these metrics as determined by the Company compared with other mining companies. In this context, "cash costs per ounce" reflects the cash operating costs allocated from in-process and dore inventory associated with ounces of silver and gold sold in the period. "Cash costs per ounce" may vary from one period to another due to operating efficiencies, grade of material processed and silver/gold recovery rates in the period. "All-in sustaining costs per ounce" include total cash costs, exploration, corporate and administrative, share based compensation and sustaining capital costs. For a reconciliation of non-GAAP and GAAP measures, please refer to the Management Discussion and Analysis dated February 2, 2020, for the quarter ended December 31, 2019, as presented on SEDAR.