

May 2022

Dear Clients

Further to our last update and President Akufo-Addo's speech to announce the lifting of all pandemic related restrictions, we have been working hard to get our operation back on track. When the President lifted all restrictions on 28th March, our objectives were to a.) streamline our workforce to offset fuel/energy costs; b.) vaccinate our staff; c.) process stockpiled ore; and d.) to accumulate enough gold to recommence our selling programme by July. We are pleased to tell you that as it stands, we are making good progress and the light at the end of this very long tunnel is beginning to shine.

Streamlining our workforce has been difficult, but essential. The unprecedented rising cost of fuel and energy has forced us into this exercise, reducing the number of full-time employees by circa 25%. We have; and continue to take measures to ensure our entire workforce is double vaccinated against COVID-19. As we anticipated in our previous letter, this small vaccination project is going well and give or take a week or so, we are on course to bring in the full team pending a site visit from the EPA.

When the restrictions were lifted, we anticipated that we would begin processing stockpiled ore in the early part of June. This is still a realistic goal that we are on track to meet. All going smoothly, this will allow us to accumulate enough processed gold to commence our selling programme in July.

With fuel being the hot topic at present, we have researched into various efficiency-led projects that would not only enhance our production, but also allow us to make huge cost savings. With the size of our concession being so large, the distance from where we mine the ore, to where the ore is processed, can be up to 2km. This not only uses a large amount of fuel, but also adds to the wear and tear of very expensive machinery that requires additional manpower. To combat this, we have analysed all key metrics and are keen to invest into new 'Mobile Processing Plants'. These mobile plants will allow us to process ore in situ, saving on time, fuel, manpower and general maintenance. They will also allow us to mine and produce more gold, as we plan to use these in addition to our current fixed processing plant - not instead of.

Another efficiency-led project that will soon come to fruition is our state-of-the-art Water Processing Plant. Due to be commissioned by July of this year, this new machine will provide us with clean water on a 24/7 basis. The need for this equipment arose due to large amounts of 'slurry' (a mixture of soil, clay, sand and other sediments) exiting through the processing plant into our network of ponds. These ponds are used to filter clean water back into the plant, but the amount of slurry depositing into the ponds is a major issue and due to the lack of clean water, it is our number one cause of downtime. At present, to eliminate this problem, we use manpower, machinery and large areas of our site to allow the sediment to dry. Not only will this new machine drastically reduce downtime and thus increase our production, it will also have an extremely positive effect on the environment and the local community.

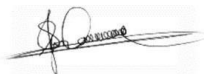
Going back in time, not long after we were unjustly attacked by the FIOD, the pandemic arrived. The arrival of COVID-19 was devastating for the entire globe, but we have shown resilience. Now we are through the worst, we can look forward and get to where this organisation deserves to be. We would once again like to thank you for your trust, patience and understanding during these unprecedented times; we would not have been able to get through it without you.

Now that Ghana has lifted all restrictions for people entering the country, as we have always said, we welcome you all to visit us and meet the team on site to see the mining operation first-hand. Although we have been through extremely tough times, with your help our operation has become widely reputable across Ghana and Africa, and it would be an honour to share this with you in person. For this or any queries, please direct them to info@transeco.org If you would like to organise a call with me directly, please request this through the back office who will happily assist.

Kind Regards,



Mr A Niazi
Director



Mr G Amarh
Director