



**DECCAN GOLD
MINES LIMITED**

(CIN : L51900MH1984PLC034662)

Corporate & Correspondence Address

No.1285, 5th Main Road, 7th Sector HSR Layout, Bengaluru-560102 Tel : +91 80 45384000 Fax : +91 80 45384001 Email : info@deccangoldmines.com Web : www.deccangoldmines.com

March 17, 2022

Corporate Relationship Department
BSE Limited
1st Floor, P.J. Towers,
Dalal Street,
Mumbai - 400001

Script Code: 512068

Dear Sir / Madam,

Sub:	Entering into a non-binding MoU with Tally Ltd with regard to acquire its stake in Finland Gold Projects
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We write to intimate that Deccan Gold Mines Limited ("DGML") has entered into a non-binding Memorandum of Understanding (MoU) with Tally Ltd., Guernsey, Channel Islands ("Tally" formerly known as Kolar Gold Ltd) to provide an exclusive period up to and including April 30, 2022 to enable DGML to complete due diligence and commercial negotiations and documentation to acquire Tally's interests in gold projects in Finland. Details are as under.

In October, 2016 Tally and Mineral Exploration Network (Finland) Limited ("MENF") had set up Kalevala Gold Oy, Finland ("Kalevala") as a Joint Venture ("JV") to acquire and explore areas for gold in Central Finland.

Kalevala is the owner of exploration licenses for gold in Archaean greenstone belt of Finland. These licenses cover an area of 23.81 sq kms. Detailed exploration, including drilling and preliminary beneficiation test work has been carried out on one of the licenses, which defined a potentially mineable resource. There exists potential to increase the resource base with additional drilling. The company is currently pursuing an application for small scale mining. Tally currently owns 31.5% in

Registered Office

Parinee Crescenzo, 803, 8th Floor, Opp. MCA Ground, C38-39, G Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051.
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Kalevala and further has the right to acquire new shares in Kalevala by injecting USD 1 m (approx) for agreed exploration work programmes to go to a 50% shareholding in Kalevala.

In terms of the above MoU, it is contemplated that subject to satisfactory completion of due diligence, DGML will invest USD 1 m (approx) into Kalevala which would be utilized for development of Kalevala's assets. Further, DGML will also acquire Tally's shareholding in Kalevala through a share swap as a second step to go to 50% in Kalevala. During the due diligence, the parties have agreed to work in good faith to agree a path for DGML to increase ownership of Kalevala into an outright majority position.

DGML's technical team plans to visit Kalevala's gold projects in Finland during April, 2022.

We shall update our shareholders of further developments in this regard.

Yours truly



Subramaniam S.
Company Secretary
ACS No: 12110

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