

LUNDIN GOLD REPORTS PROMISING RESULTS FROM THE FIRST ROUND OF NEAR-MINE EXPLORATION DRILLING AT FRUTA DEL NORTE

Lundin Gold Inc. (TSX: LUG) (Nasdaq Stockholm: LUG) (OTCQX: LUGDF) ("Lundin Gold" or the "Company") is pleased to announce initial drill results from the 2022 near-mine exploration program at its 100% owned Fruta del Norte ("FDN") gold mine in southeast Ecuador. Results from the drill program identified new mineralized zones to the south and at depth of FDN's currently defined Mineral Resources. Highlights and detailed results are shown below (not true width).

Highlights from holes drilled to the south of FDN:

- Drillhole FDN2022-009 intersected 5.11 g/t Au over 30.3m from a depth of 267.7m, including;
 - 9.79 g/t Au over 14.0m from 284.0m
- Drillhole FDN2022-006 intersected 3.99 g/t Au over 4.8m from 181.7m, and 4.40 g/t Au over 8.1m from 213.9m

Highlights from holes drilled under the southern portion of the FDN mineral resource envelope:

- Drillhole UGE-DD-22-008 intersected 4.11 g/t Au over 23.0m from 197.7m, including;
 - 6.03 g/t Au over 10.0m from 202.7m
- Drillhole UGE-DD-22-005 intersected 3.53 g/t Au over 44.9m from 134.8m, including;
 - 5.25 g/t Au over 12.9m from 134.8m, and;
 - 4.32 g/t Au over 15.0m from 164.7m

Ron Hochstein, President and CEO, commented, *"These early drill results highlight the significant potential of the largely unexplored area surrounding the FDN mineral resource envelope. Results demonstrate the significant potential of the epithermal system beyond the known limits of the FDN deposit and support our belief that the near-mine program will enable expansion of current Mineral Resources. To advance this objective, we are increasing our near-mine exploration efforts with a minimum of 15,500 metres of drilling in 2023 compared to 8,600 metres drilled in 2022".*

NEAR-MINE EXPLORATION PROGRAM

The near-mine exploration program was initiated in the third quarter of 2022, and focuses on expanding the FDN mineral resource envelope and testing several unexplored opportunities near the mine site. To date approximately 8,600 metres have been drilled across 16 holes, from surface and underground.

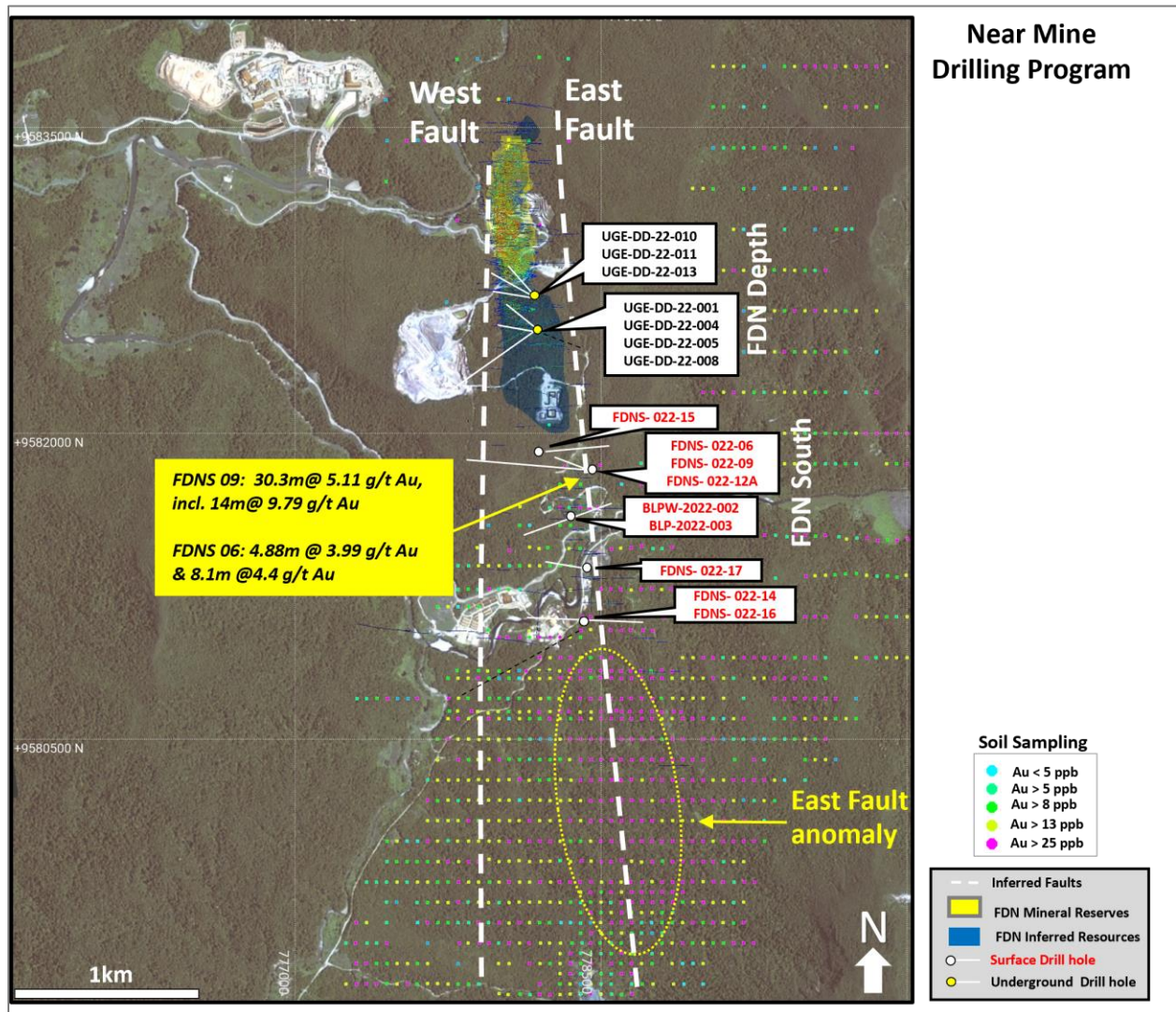
New Mineralized Zone Intercepted to the South of FDN's Mineral Resource Envelope

To the south of the current FDN mineral resource envelope, a surface drilling program continues to explore sectors along the two main controlling structures of the FDN deposit, the East and West faults. Along the southern extension of the East fault a new mineralized zone has been intercepted. Initial promising results suggest continuity of the epithermal system in this southern direction.

This surface drilling program completed nine drill holes in 2022 (see Figure 1), most of them located between 200 and 900 metres south of the FDN mineral resource envelope boundary. Assay results received to date are set out in Table 1. Results for several drill holes are pending.

Most of the drill holes intercepted wide hydrothermal alteration zones of similar characteristics to those found at the FDN deposit. This zone remains open at depth, along strike to the north and to the south, where a gold and epithermal pathfinder elements soil anomaly remains untested (see Figure 1). The 2023 program has already started, with one rig drilling on this new zone and a second rig to be added shortly.

Figure 1: Completed holes from the 2022 near-mine program and location of the new mineralized zone intercepted to the south of FDN

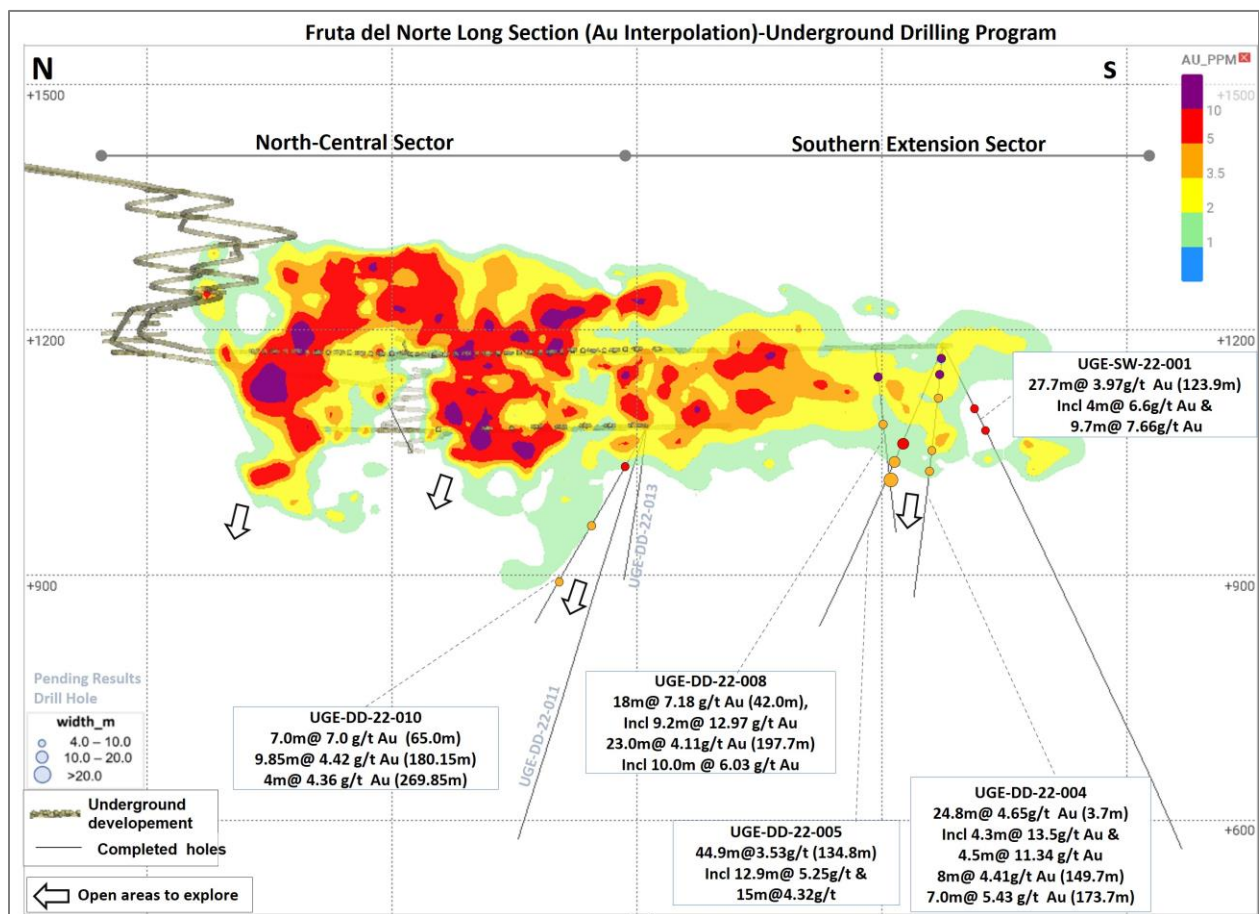


Drilling also Indicates that the Deposit is Open at Depth

In addition to the surface drilling, the near-mine program's underground drilling focuses on the continuity of the FDN deposit and west structure at depth. A total of seven drill holes were completed under the southern portion of the FDN mineral resource envelope. Initial results indicate new zones where the deposit remains open at depth (see Figure 2). Assay results received to date are set out in Table 1. Results for several drill holes are pending.

Most of the results obtained from underground drilling exhibit the same mineral hydrothermal alteration to that related to mineralization in the southern extension of FDN's Mineral Resource and confirm the continuity of the deposit at depth, below the current resource. Underground drilling is being expanded in 2023 to continue to explore at depth. The initial focus will be the north-central sector below the highest-grade portion of the mineral deposit, where the mine is currently operating (see Figure 2).

Figure 2: FDN Longitudinal section showing drilling results at depth, under the southern extension



2023 Near-Mine Exploration Program

The 2023 near-mine program will include underground and surface drilling at or near FDN. Indications from drilling in 2022 suggest potential for the extension of FDN Mineral Resources at depth as well as to

the East, West and South of the current mineral resource envelope. The 2023 near-mine program is targeting at least 15,500 metres of drilling at an estimated cost of \$9.4 million.

REGIONAL EXPLORATION PROGRAM

Investigation of the Suarez Basin Continues

In 2022, Lundin Gold completed approximately 17,600 metres of drilling across several targets in the southern basin as part of its regional exploration program. The program has successfully advanced in the identification of important indicators that point toward the presence of buried epithermal deposits in the southern basin. Through a detailed geological interpretation of exploration data and additional surface works, several targets of interest have been identified, tested, and resulted in locating new potentially mineralized structures. They include:

- Along the south western basin border, the Quebrada La Negra and Puente Princesa targets were investigated with a total 6,987 metres drilled across nine holes. At Quebrada La Negra, the drilling program identified a new structure associated to the west border, represented by wide hydrothermal alteration zones with breccias and/or veins and disseminated sulfides. The program also drilled an arsenic soil anomaly, where drilling intercepted a major structure with quartz veins, hydrothermal carbonate-silica breccias and sulfides hosted in the Santiago formation, which is also the FDN hosting sequence. This hydrothermal alteration zone possibly represents the northern continuity of the Puente Princesa structure, defined in the second quarter. All results are pending.
- Four drill holes were completed at Barbasco Norte for a total of 2,123 metres to test a continuous geochemical gold soil anomaly at the edge of the Suarez Basin. The drilling program intercepted low grade values of gold and epithermal pathfinder element arsenic in narrow hydrothermal alteration zones of similar composition to that found in epithermal systems like Fruta del Norte. The obtained geological data suggest an increase of the hydrothermal alteration toward the east, close to the basin border and where additional drilling is being planned in 2023.
- At Barbasco, the program explored for several indicators of epithermal systems in distinct sectors of the target. Nine drill holes for a total of 6,351 metres were completed. The drilling only intercepted few and limited zones of hydrothermal alteration zones at depth, and the current interpretation suggests additional drilling is required to explore untested sectors located farther east.

2023 Regional Program

Drilling under the regional program will focus on several exploration targets located in the 16 km long Suarez Basin, with the objective of identifying another FDN. The 2023 regional program is estimated to cost \$11.7 million for planned drilling of 12,500 metres. This program is anticipated to begin within the next few weeks.

Qualified Persons

The technical information contained in this News Release has been reviewed and approved by Andre Oliveira, P. Geo, Vice President, Exploration of the Company, who is a Qualified Person in accordance with the requirements of NI 43-101.

Samples consist of half HQ and NQ-size diamond core that are split by diamond saw on site, prepared at the ALS laboratory in Quito, and analysed by 50g fire assay and multi-element (ICP-AES/ICP-MS) at the ALS Laboratory in Lima, Peru. The quality assurance-quality control (QA-QC) program of Lundin Gold includes the insertion of certified standards of known gold content, blank and duplicate samples. The remaining half core is retained for verification and reference purposes. For further information on the assay, QAQC and data verification procedures, please see Lundin Gold's Annual Information Form dated March 21, 2022, filed under the Company's profile on SEDAR (www.sedar.com).

About Lundin Gold

Lundin Gold, headquartered in Vancouver, Canada, owns the Fruta del Norte gold mine in southeast Ecuador. Fruta del Norte is among the highest-grade operating gold mines in the world.

The Company's board and management team have extensive expertise in mine operations and are dedicated to operating Fruta del Norte responsibly. The Company operates with transparency and in accordance with international best practices. Lundin Gold is committed to delivering value to its shareholders, while simultaneously providing economic and social benefits to impacted communities, fostering a healthy and safe workplace and minimizing the environmental impact. The Company believes that the value created through the development of Fruta del Norte will benefit its shareholders, the Government and the citizens of Ecuador.

Additional Information

The information in this release is subject to the disclosure requirements of Lundin Gold under the EU Market Abuse Regulation. This information was publicly communicated on January 26, 2023 at 3:00 p.m. Pacific Time through the contact persons set out below.

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Caution Regarding Forward-Looking Information and Statements

Certain of the information and statements in this press release are considered "forward-looking information" or "forward-looking statements" as those terms are defined under Canadian securities laws (collectively referred to as "forward-looking statements"). Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, identified by words or phrases such as "believes", "anticipates", "expects", "is expected", "scheduled", "estimates", "pending", "intends", "plans", "forecasts", "targets", or "hopes", or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "will", "should" "might", "will be taken", or "occur" and similar expressions) are not statements of historical fact and may be forward-looking statements. By their nature, forward-looking statements and information involve assumptions, inherent risks and uncertainties, many of which are difficult to predict, and are usually beyond the control of management, that could cause actual results to be materially different from those expressed by these forward-looking statements and information. Lundin Gold believes that the expectations reflected in this forward-looking information are reasonable, but no assurance can be given that these expectations will prove to be correct. Forward-looking information should not be unduly relied upon. This information speaks only as of the date of this press release, and the Company will not necessarily update this information, unless required to do so by securities laws.

This press release contains forward-looking information in a number of places, such as in statements relating to the Company's exploration activities and results. There can be no assurance that such statements will prove to be accurate, as Lundin Gold's actual results and future events could differ materially from those anticipated in this forward-looking information as a result of the factors discussed in the "Risk Factors" section in Lundin Gold's Annual Information Form dated March 21, 2022, which is available at www.lundingold.com or on SEDAR.

Lundin Gold's actual results could differ materially from those anticipated. Factors that could cause actual results to differ materially from any forward-looking statement or that could have a material impact on the Company or the trading price of its shares include: risks associated with the Company's community relationships; risks related to political and economic instability in Ecuador; risks related to estimates of production, cash flows and costs; the impacts of a pandemic virus outbreak; risks inherent to mining operations; failure of the Company to maintain its obligations under its debt facilities; shortages of critical supplies; control of the Company's largest shareholders; risks related to Lundin Gold's compliance with environmental laws and liability for environmental contamination; the lack of availability of infrastructure; the Company's reliance on one mine; exploration and development risks; risks related to the Company's ability to obtain, maintain or renew regulatory approvals, permits and licenses; uncertainty with the tax regime in Ecuador; risks related to the Company's workforce and its labour relations; volatility in the price of gold; the reliance of the Company on its information systems and the risk of cyber-attacks on those systems; deficient or vulnerable title to concessions, easements and surface rights; inherent safety hazards and risk to the health and safety of the Company's employees and contractors; the imprecision of Mineral Reserve and Resource estimates; key talent recruitment and retention of key personnel; volatility in the market price of the Company's shares; measures to protect endangered species and critical habitats; social media and reputation; the cost of non-compliance and compliance costs; risks related to illegal mining; the adequacy of the Company's insurance; risks relating to the declaration of dividends; uncertainty as to reclamation and decommissioning; the ability of Lundin Gold to ensure compliance with anti-bribery and anti-corruption laws; the uncertainty regarding risks posed by climate change; limits of disclosure and internal controls; security risks to the Company, its assets and its personnel; the potential for litigation; and risks due to conflicts of interest.

APPENDIX 1

Table 1: Drillhole assay results from the near-mine surface drilling program reported for intervals above 3.5 g/t and minimum lengths of 4 metres. Drill hole intercepts are reported in drill core lengths

<i>Hole ID</i>	<i>From (m)</i>	<i>To (m)</i>	<i>Interval (m)</i>	<i>AU (g/t)</i>	<i>Ag (g/t)</i>	<i>Zone</i>
<i>BLPW-2022-002</i>	<i>No Significant results</i>					<i>Surface</i>
<i>BLP-2022-003</i>	<i>No Significant results</i>					<i>Surface</i>
<i>FDNS-2022-006</i>	<i>181.70</i>	<i>223.00</i>	<i>41.30</i>	<i>1.53</i>	<i>6.03</i>	<i>Surface</i>
<i>Including</i>	<i>181.70</i>	<i>186.50</i>	<i>4.80</i>	<i>3.99</i>	<i>7.51</i>	
<i>Including</i>	<i>213.90</i>	<i>222.00</i>	<i>8.10</i>	<i>4.39</i>	<i>7.67</i>	
<i>FDNS-2022-009</i>	<i>267.70</i>	<i>298.00</i>	<i>30.30</i>	<i>5.11</i>	<i>10.80</i>	<i>Surface</i>
<i>Including</i>	<i>284.00</i>	<i>298.00</i>	<i>14.00</i>	<i>9.79</i>	<i>16.83</i>	
<i>FDNS-2022-012A</i>	<i>Pending results</i>					<i>Surface</i>
<i>BLPW-2022-014</i>	<i>Pending results</i>					<i>Surface</i>
<i>FDNS-2022-015</i>	<i>Pending results</i>					<i>Surface</i>
<i>BLP-2022-016</i>	<i>Pending results</i>					<i>Surface</i>
<i>BLPW-2022-017</i>	<i>Pending results</i>					<i>Surface</i>
<i>UGE-SW-22-001</i>	<i>123.90</i>	<i>151.60</i>	<i>27.70</i>	<i>3.97</i>	<i>7.13</i>	<i>Underground</i>
<i>Including</i>	<i>123.90</i>	<i>127.90</i>	<i>4.00</i>	<i>6.67</i>	<i>9.33</i>	
<i>Including</i>	<i>141.90</i>	<i>151.60</i>	<i>9.70</i>	<i>7.66</i>	<i>13.75</i>	
<i>UGE-DD-22-004</i>	<i>3.70</i>	<i>28.50</i>	<i>24.80</i>	<i>4.65</i>	<i>5.06</i>	<i>Underground</i>
<i>Including</i>	<i>3.70</i>	<i>8.00</i>	<i>4.30</i>	<i>13.50</i>	<i>12.09</i>	
<i>Including</i>	<i>24.00</i>	<i>28.50</i>	<i>4.50</i>	<i>11.34</i>	<i>9.79</i>	
<i>UGE-DD-22-004</i>	<i>53.20</i>	<i>59.20</i>	<i>6.00</i>	<i>3.79</i>	<i>9.75</i>	
<i>UGE-DD-22-004</i>	<i>139.70</i>	<i>143.70</i>	<i>4.00</i>	<i>4.82</i>	<i>8.35</i>	
<i>UGE-DD-22-004</i>	<i>149.70</i>	<i>157.70</i>	<i>8.00</i>	<i>4.41</i>	<i>6.21</i>	
<i>UGE-DD-22-004</i>	<i>173.70</i>	<i>180.70</i>	<i>7.00</i>	<i>5.43</i>	<i>5.73</i>	
<i>UGE-DD-22-005</i>	<i>5.35</i>	<i>17.05</i>	<i>11.70</i>	<i>3.86</i>	<i>4.40</i>	<i>Underground</i>
<i>UGE-DD-22-005</i>	<i>38.75</i>	<i>44.45</i>	<i>5.70</i>	<i>4.40</i>	<i>4.84</i>	
<i>UGE-DD-22-005</i>	<i>134.80</i>	<i>179.70</i>	<i>44.90</i>	<i>3.53</i>	<i>9.74</i>	
<i>Including</i>	<i>134.80</i>	<i>147.70</i>	<i>12.90</i>	<i>5.25</i>	<i>13.91</i>	
<i>Including</i>	<i>164.70</i>	<i>179.70</i>	<i>15.00</i>	<i>4.32</i>	<i>8.93</i>	
<i>UGE-DD-22-008</i>	<i>42.00</i>	<i>60.00</i>	<i>18.00</i>	<i>7.18</i>	<i>13.91</i>	<i>Underground</i>
<i>Including</i>	<i>50.80</i>	<i>60.00</i>	<i>9.20</i>	<i>12.97</i>	<i>24.51</i>	
<i>UGE-DD-22-008</i>	<i>82.30</i>	<i>87.30</i>	<i>5.00</i>	<i>4.41</i>	<i>8.24</i>	
<i>UGE-DD-22-008</i>	<i>119.70</i>	<i>135.70</i>	<i>16.00</i>	<i>4.11</i>	<i>3.06</i>	
<i>UGE-DD-22-008</i>	<i>197.70</i>	<i>220.70</i>	<i>23.00</i>	<i>4.11</i>	<i>1.27</i>	
<i>Including</i>	<i>202.70</i>	<i>212.70</i>	<i>10.00</i>	<i>6.03</i>	<i>0.94</i>	

Hole ID	From (m)	To (m)	Interval (m)	AU (g/t)	Ag (g/t)	Zone
UGE-DD-22-010	51	72	21.00	4.19	7.00	Underground
Including	65	72	7.00	7.00	8.39	
UGE-DD-22-010	116.2	123	6.80	4.05	23.46	
UGE-DD-22-010	133.00	139.00	6.00	4.08	45.25	
UGE-DD-22-010	180.15	190.00	9.85	4.42	103.48	
UGE-DD-22-010	220.00	227.00	7.00	3.91	93.96	
UGE-DD-22-010	269.85	273.85	4.00	4.36	75.15	
UGE-DD-22-011	Pending results					Underground
UGE-DD-22-013	Pending results					Underground

Table 2: Collar locations of reported drill holes

Hole ID	Prospect	Easting	Northing	Elevation	Azimuth	Dip	EOH (m)	Zone
BLPW-2022-002	FDN - South	778265	9581568	1494	250	-70	542.4	Surface
BLP-2022-003	FDN - South	778265	9581568	1494	70	-60	650.6	Surface
FDNS-2022-006	FDN - South	778445	9581819	1519	275	-50	790	Surface
FDNS-2022-009	FDN - South	778445	9581819	1519	290	-65	558.5	Surface
FDNS-2022-012A	FDN - South	778445	9581819	1498	290	-74	415.5	Surface
BLPW-2022-014	FDN - South	778454	9581060	1464	270	-55	494	Surface
FDNS-2022-015	FDN - South	778174	9581879	1628	80	-60	695	Surface
BLP-2022-016	FDN - South	778454	9581060	1464	90	-55	497	Surface
BLPW-2022-017	FDN - South	778417	9581324	1429	270	-70	500	Surface
UGE-SW-22-001	FDN - Depth	778175	9582522	1178	232	-50	801	Underground
UGE-DD-22-004	FDN - Depth	778174	9582524	1178	280	-60	353.9	Underground
UGE-DD-22-005	FDN - Depth	778173	9582525	1181	315	-60	400	Underground
UGE-DD-22-008	FDN - Depth	778179	9582607	1176	260	-50	300	Underground
UGE-DD-22-010	FDN - Depth	778177	9582888	1081	300	-45	348	Underground
UGE-DD-22-011	FDN - Depth	778177	9582888	1081	315	-65	526.2	Underground
UGE-DD-22-013	FDN - Depth	778177	9582888	1081	275	-40	301.6	Underground