



**PATAGONIA
GOLD PLC**

INVESTOR PRESENTATION

July 2012

TSX: PAT

AIM: PGD



Forward Looking Statements

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Investment Highlights



Strong Portfolio of Advanced Exploration Stage Projects



Mining-Friendly Santa Cruz Province & Strategic Partnership with Fomicruz, the Provincially Owned Mining Company



Geological Prospectivity & Significant Land Holdings in the Deseado Massif



Experienced Team with Extensive Regional Knowledge & Country Expertise



Aggressive Exploration Program to Grow Resources

Patagonia Gold Plc is an advanced stage mining exploration company that seeks to grow shareholder value through the acquisition, exploration and development of gold and silver projects in the Deseado Massif region of Argentina



Targeting Production of +200,000 Oz. AuEq Per Annum By 2015

Market Profile

Exchange: Ticker	AIM:PGD	TSX:PAT ⁽¹⁾
Share Price	£0.24	C\$0.35
Market Capitalization F.D. (mm)	£200.9	C\$293.0
52 Week High/Low	£0.71 / £0.22	C\$1.14 / C\$0.35 ⁽²⁾
Avg 3 Month Daily Volume (mm)	1.39	1.39
Basic Shares Outstanding (mm)	779.7	
Net Cash (US\$mm)	\$10.9 ⁽³⁾	
Debt (US\$mm)	Nil	
Key Ownership		
• Management & Insiders	42.7%	
• Blackrock	9.0%	
• Barrick Gold	3.6%	
• Van Eck Global	4.0%	



Note: All market information as at June 29, 2012

(1) TSX trading commenced on December 7, 2011

(2) Implied 52 week high/low prices converted to C\$ at CAD/GBP FX rate on the date of the respective high/low occurrence

(3) As of December 31, 2011

Santa Cruz Province



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- ▶ Mining friendly Santa Cruz province
- ▶ Track record in precious and base metal production
- ▶ Fomicruz is the provincially owned mining company and a partner of Patagonia Gold on certain properties
- ▶ Major industry players:

 **GOLDCORP**


ANGLOGOLD ASHANTI

HOCHSCHILD MINING PLC

 **extorre**
Gold Mines Limited

 **Pan American**
SILVER CORP.

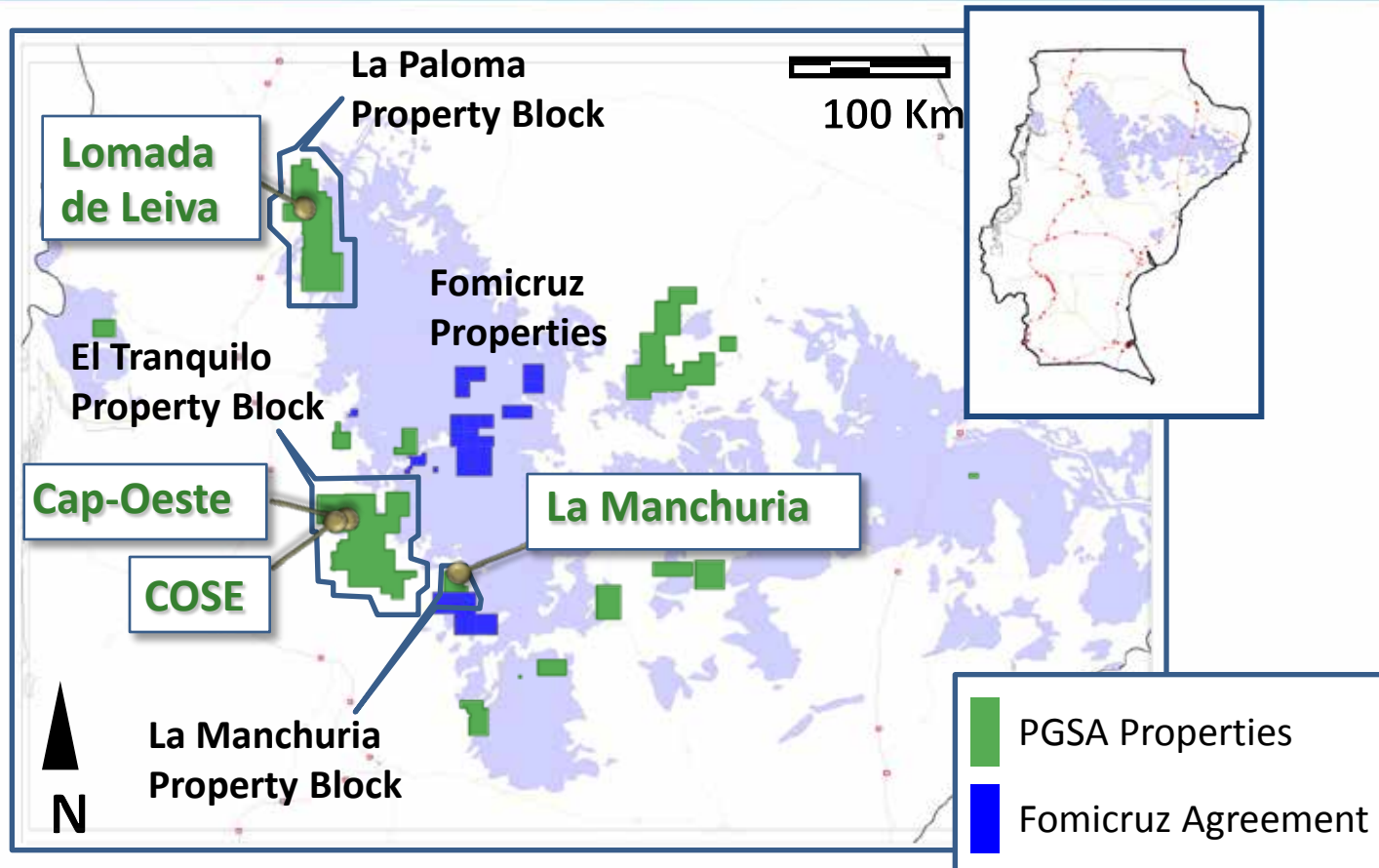

McEwen Mining



Footprint in Santa Cruz



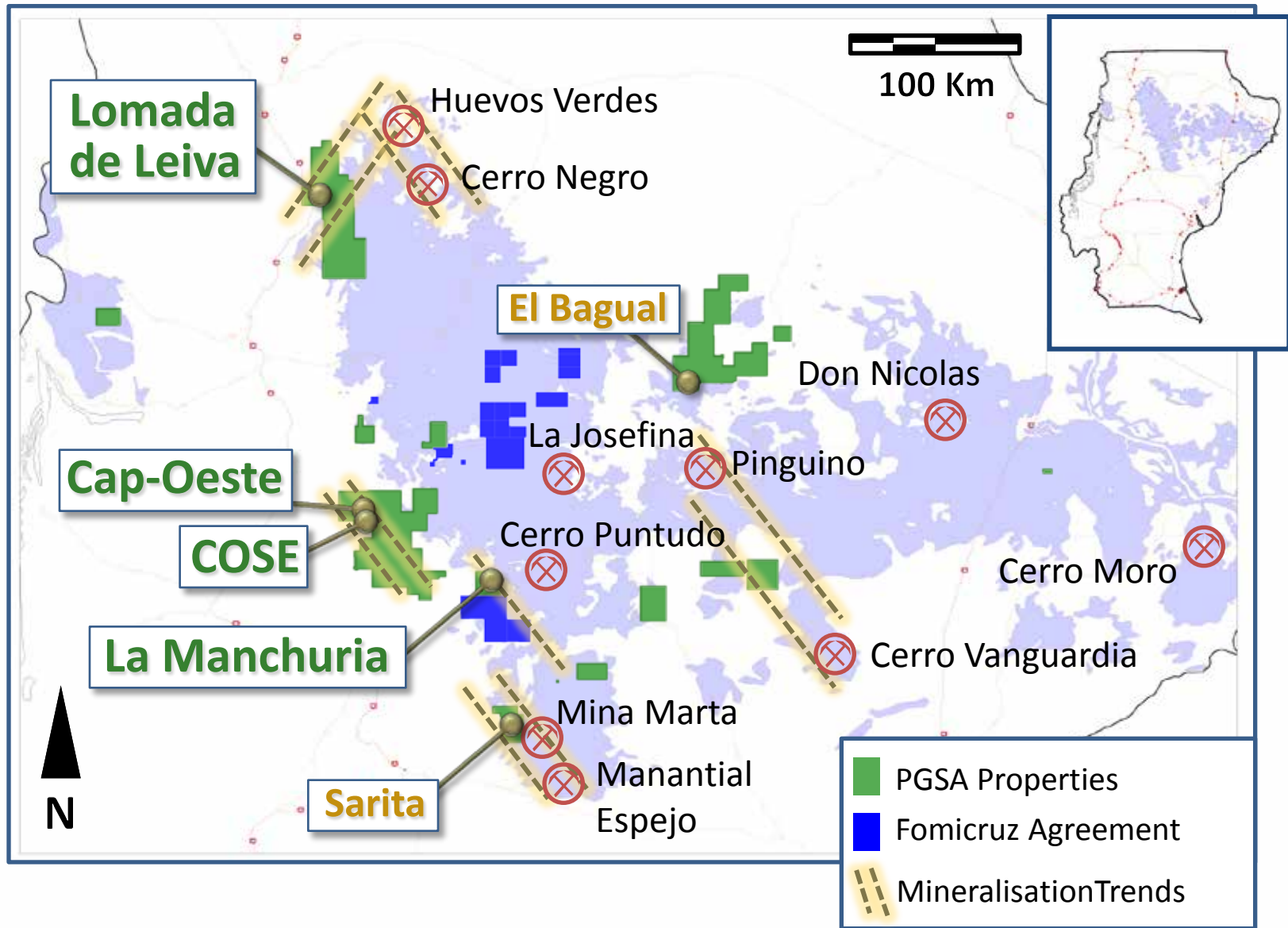
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- ▶ Favourable geological prospects with land holdings along mineralized trends
- ▶ 350,000 ha land holdings in Santa Cruz
- ▶ Patagonia Gold has a strategic partnership with Fomicruz
- ▶ Established mines and advanced projects in-region

Santa Cruz Province

Established Mines & Advanced Projects





43-101 Compliant Resources— 4 Projects

INDICATED		GRADE (g/t)			METAL (Oz)		
PROJECT	Tonnes	Au	Ag	AuEq	Au	Ag	AuEq
Cap-Oeste	8,182,948	2.28	74.71	3.68	599,570	19,656,004	966,972
COSE	20,637	60.06	1,933.07	96.21	39,850	1,282,582	63,835
La Manchuria	425,705	2.95	135.00	4.07	40,317	1,848,211	55,684
Lomada	5,002,016	1.00	N/A	N/A	161,346	N/A	161,346
TOTAL INDICATED					841,083	22,786,797	1,247,837
INFERRED		GRADE (g/t)			METAL (Oz)		
PROJECT	Tonnes	Au	Ag	AuEq	Au	Ag	AuEq
Cap-Oeste	2,420,252	2.01	49.85	2.94	156,465	3,878,940	228,968
COSE	13,758	60.06	1,933.07	96.21	26,566	855,055	42,557
La Manchuria	1,469,020	1.53	49.40	1.92	72,335	2,335,236	90,682
Lomada	3,412,271	0.67	N/A	N/A	73,725	N/A	73,725
TOTAL INFERRED					329,091	7,069,231	435,932

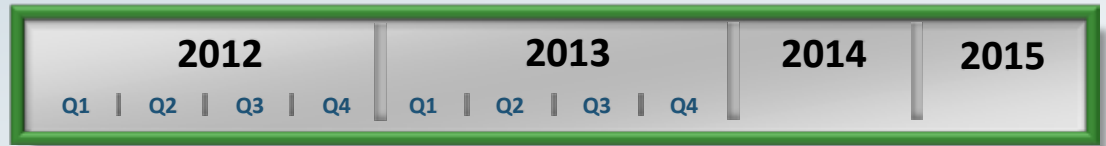
AuEq values are calculated based on the prevailing prices at the time of estimation combined with associated estimated recoveries for each metal (deposit specific)

Growth Strategy

Advancing a Portfolio of Highly Prospective Assets in Santa Cruz



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Flagship Project

Cap-Oeste

- Pre feasibility study
- Full feasibility study
- Permitting, Construction
- Production

Advancing Near Term Production

COSE

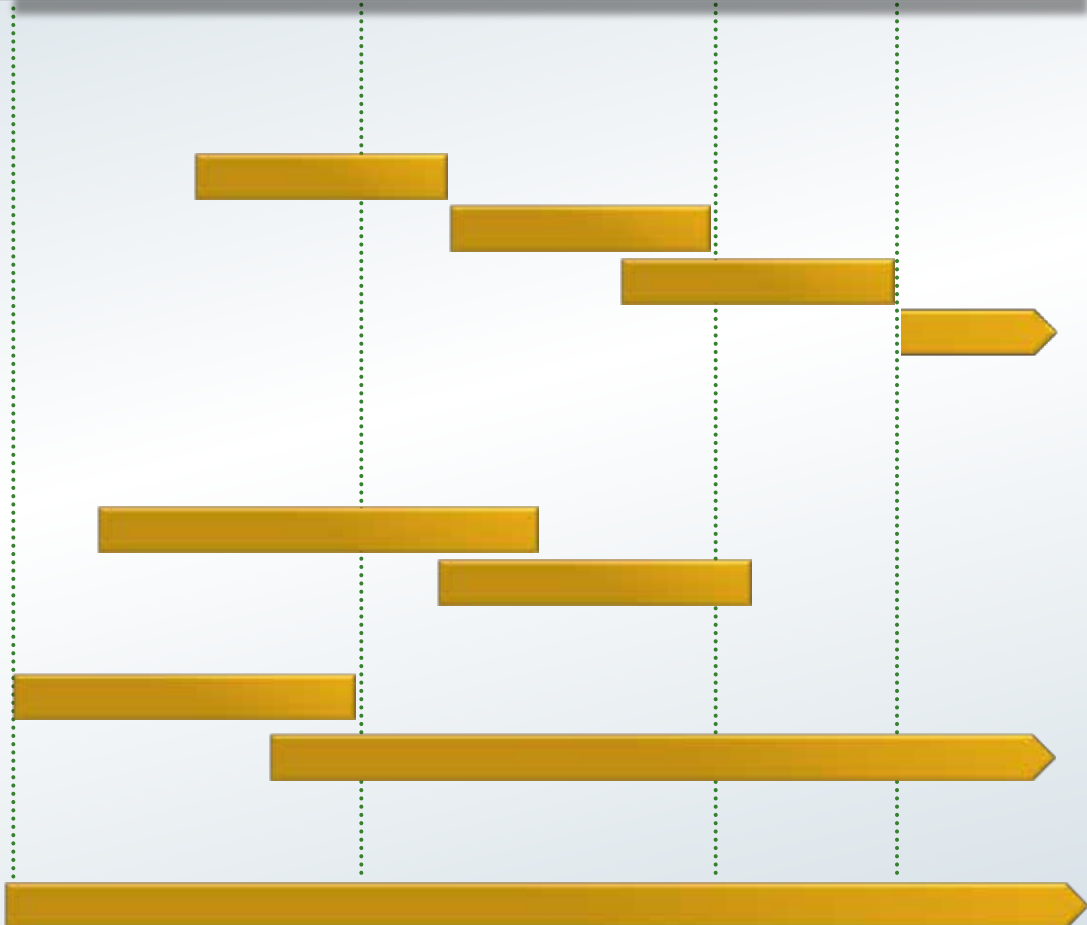
- Construction of decline
- Mining & production

Lomada de Leiva

- Leach pad expansion to 200,000t & production
- Commence main heap leach

Continued Exploration of Prospects

Vetas Norte, Monte Leon, La Marciana & Sarita



Development Projects



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Lomada de Leiva Project



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GOLD ROOM



IN PIT CRUSHING



PAD EXPANSION UNDER IRRIGATION

Lomada de Leiva Project

- ▶ Q2 2011 65,000 tonne trial heap leach pad & processing facility performing satisfactorily
- ▶ Pad expansion to 135,000 tonnes completed in Q2 2012
- ▶ Continuation to 200,000 tonnes to be completed in Q4 2012
- ▶ Gold room scheduled for completion early Q3 2012
- ▶ Commencement of full scale HL project scheduled Q4 2012 (Subject to Permitting)



Resources (oz)

Category	Tonnes	Au (g/t)	Au (oz)
INDICATED	5,002,016	1.00	161,346
INFERRED	3,412,271	0.67	73,725

Lomada de Leiva Project

HL Project with ALL key ingredients in place

- ▶ Au Recovery excellent for this type of extraction process, 75% targeted, crushing greatly improves leach time
- ▶ Low cost filter material available on site
- ▶ High grade, low strip ratio, ALL oxidised
- ▶ Chosen site for final pad, perfect clay profile and Geotech Characteristics
- ▶ Project to be fast tracked to full production, 4-5 months ramp up



- ▶ Improved leach Kinetics reduce additional capital requirements
- ▶ Addition of 2 extra columns to existing plant to treat 500Ktpa
- ▶ Plant now recovering >98% Au in leached solution

COSE Project



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- ▶ 2 km SE of Cap-Oeste

COMPLETED

- ▶ 76 drill holes for 22,040 metres
- ▶ NI 43-101 Resource Estimate
- ▶ 34,395 tonnes at 60.06 g/t gold and 1,933.07 g/t silver including inferred resources

PLANNED

- ▶ 2012- development drive for underground drilling (*Mineralisation open in all directions*), Under Tender
- ▶ 2013-2014, Mining and Production



Resources

Category	Tonnes	Au (g/t)	Ag (g/t)	Au (oz)	Ag (oz)	AuEq (oz)
INDICATED	20,637	60.06	1,933.07	39,850	1,282,582	63,835
INFERRED	13,758	60.06	1,933.07	26,566	855,055	42,557

COSE Project

Proposed Underground Access

Decline Development

- ▶ NPV of **US\$ 93.8M**
 - ▶ @ gold **US\$ 1,418/oz**
 - ▶ @ silver **US\$ 35.00/oz**
- ▶ Time frames:
 - ▶ Life of mine of 23 months
 - ▶ 11 month construction
 - ▶ 12 month production with 2 month Capex payback
- ▶ OPEX and CAPEX costs **US\$ 33M** for life of mine using the direct shipping option of the mined ore to smelter
- ▶ Start date Q3 after winter period

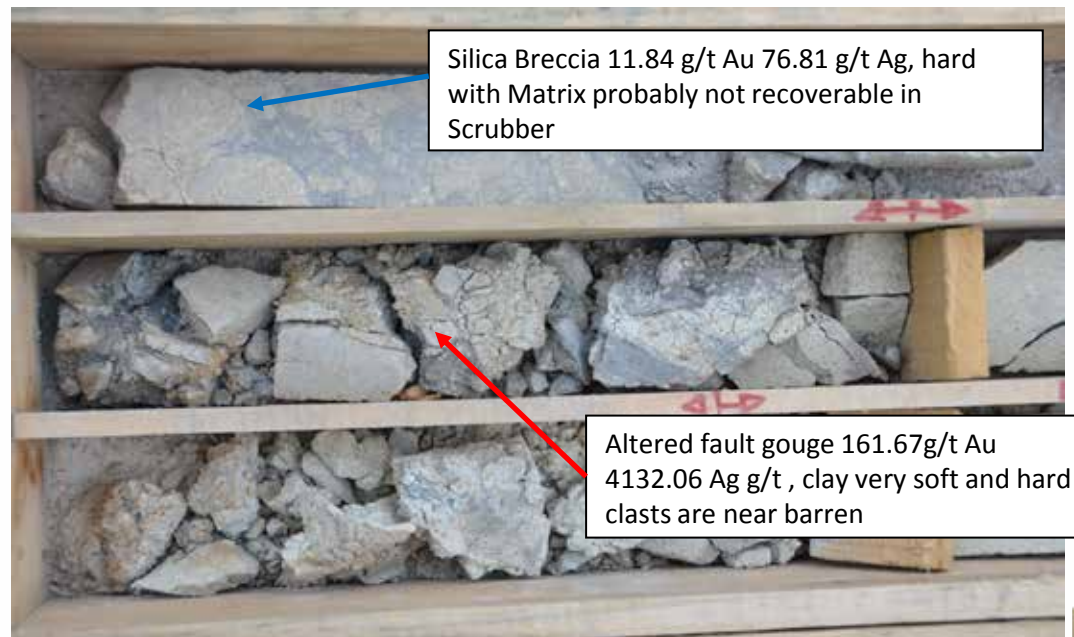


COSE Project

ORE treatment and handling

ORE Treatment

- ▶ Test work underway to “Scrub” ore, >95% metal contained in Altered Matrix
- ▶ Advantages, 75-85% projected cost saving in shipping-treatment costs
- ▶ Higher payables from Smelter as ORE grade improved 5X original head grade
- ▶ Oversize potential to be HL treated at Gold Room site as Au-Ag in COSE amenable to NaCN
- ▶ Celta Metals Chile to undertake marketing study on receiving results, Q2-Q3 2012 projected



Silica Breccia 11.84 g/t Au 76.81 g/t Ag, hard with Matrix probably not recoverable in Scrubber

Altered fault gouge 161.67g/t Au 4132.06 Ag g/t , clay very soft and hard clasts are near barren

Exploration and Resources



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Cap-Oeste Project



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- ▶ Our flagship project
- ▶ Tracks Bonanza fault
- ▶ Mapped over 6 km strike length of project
- ▶ 94,323 metre drilling completed to April 2012 (61,289 for existing resource 20,743 for new resource 12,291 since)
- ▶ Mineralisation open in all directions
- ▶ Resource update Q2 2012

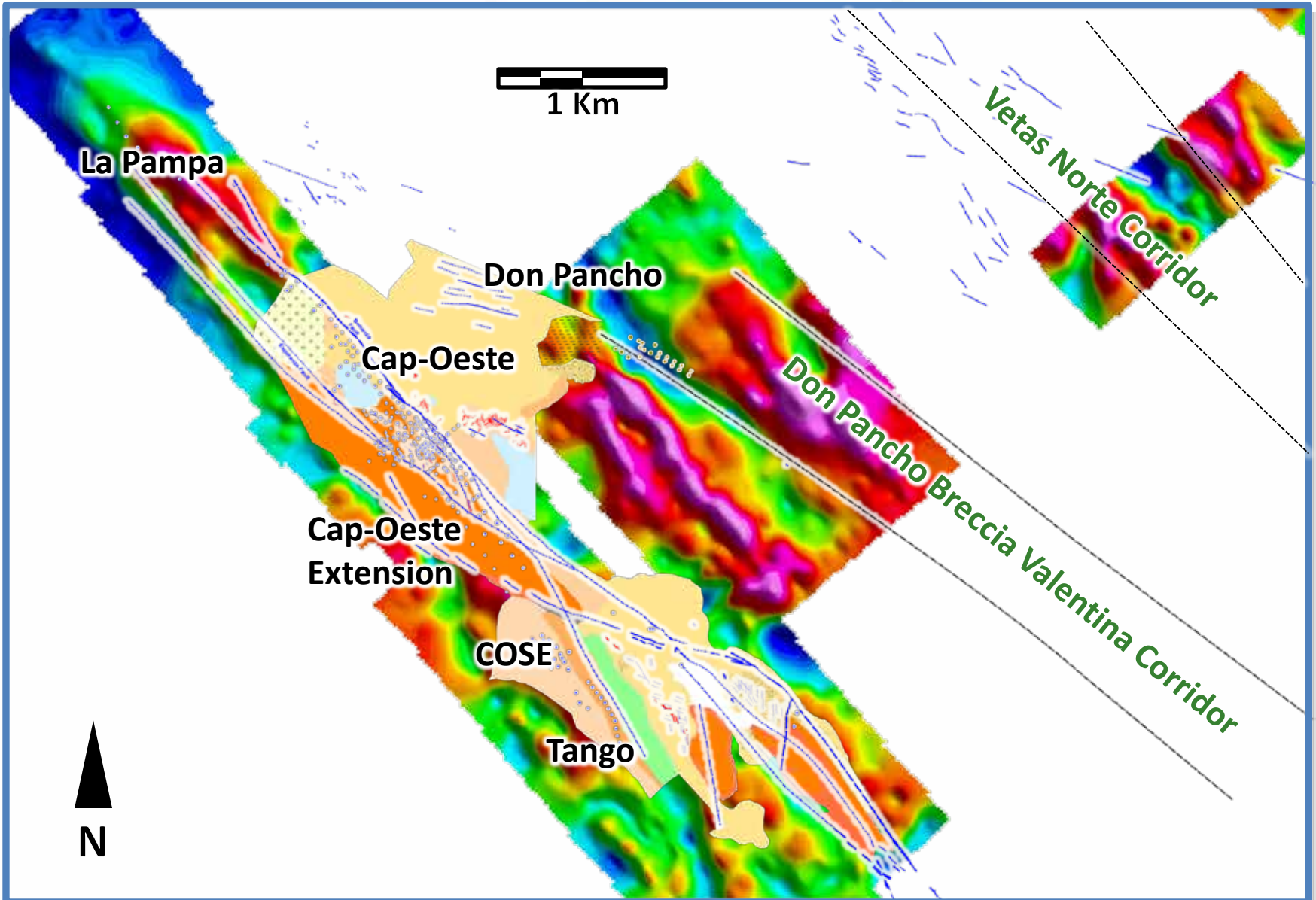


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Cap-Oeste Project Area

Advanced Projects & Other Prospects

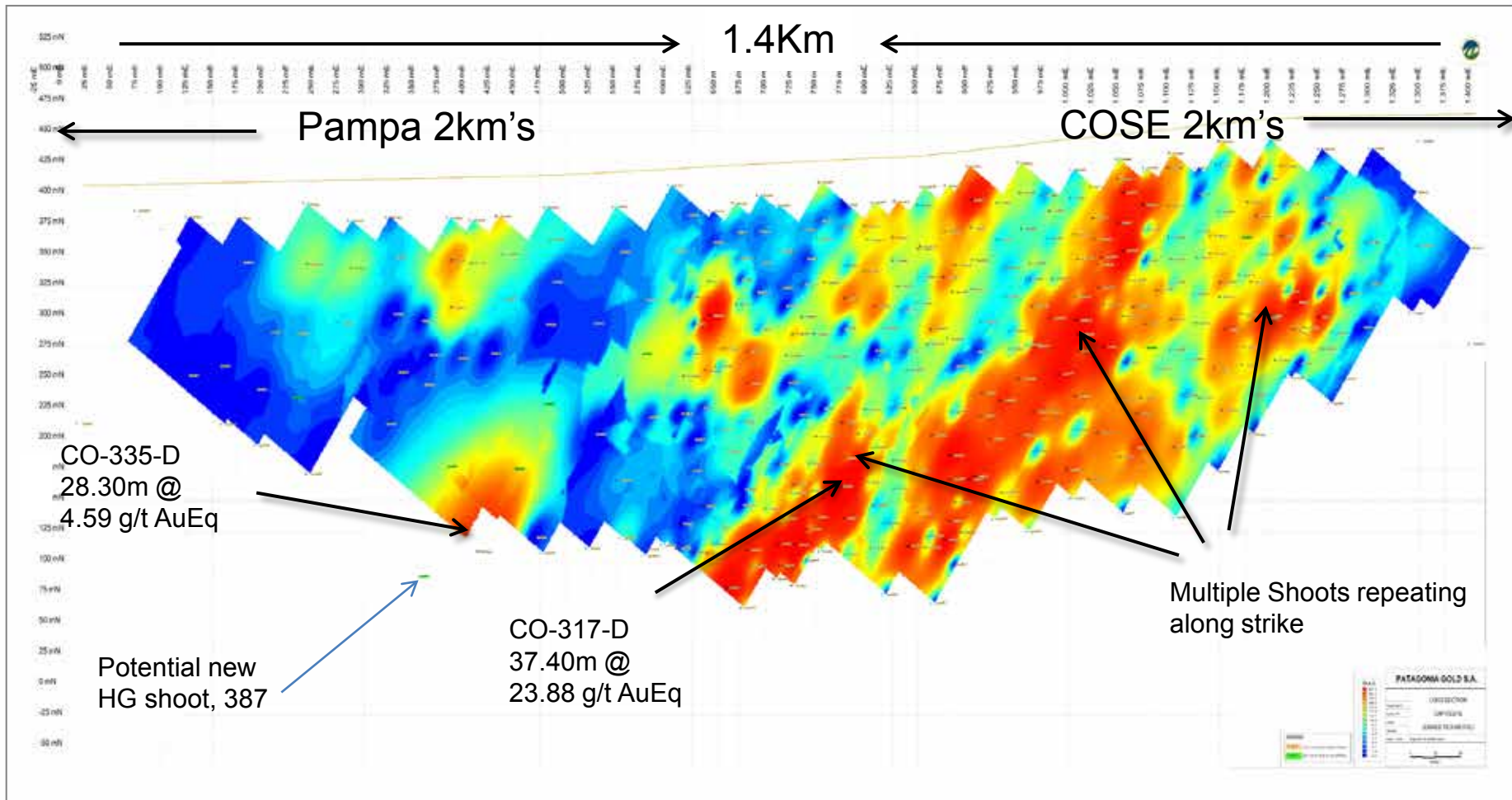


Cap-Oeste Project Area

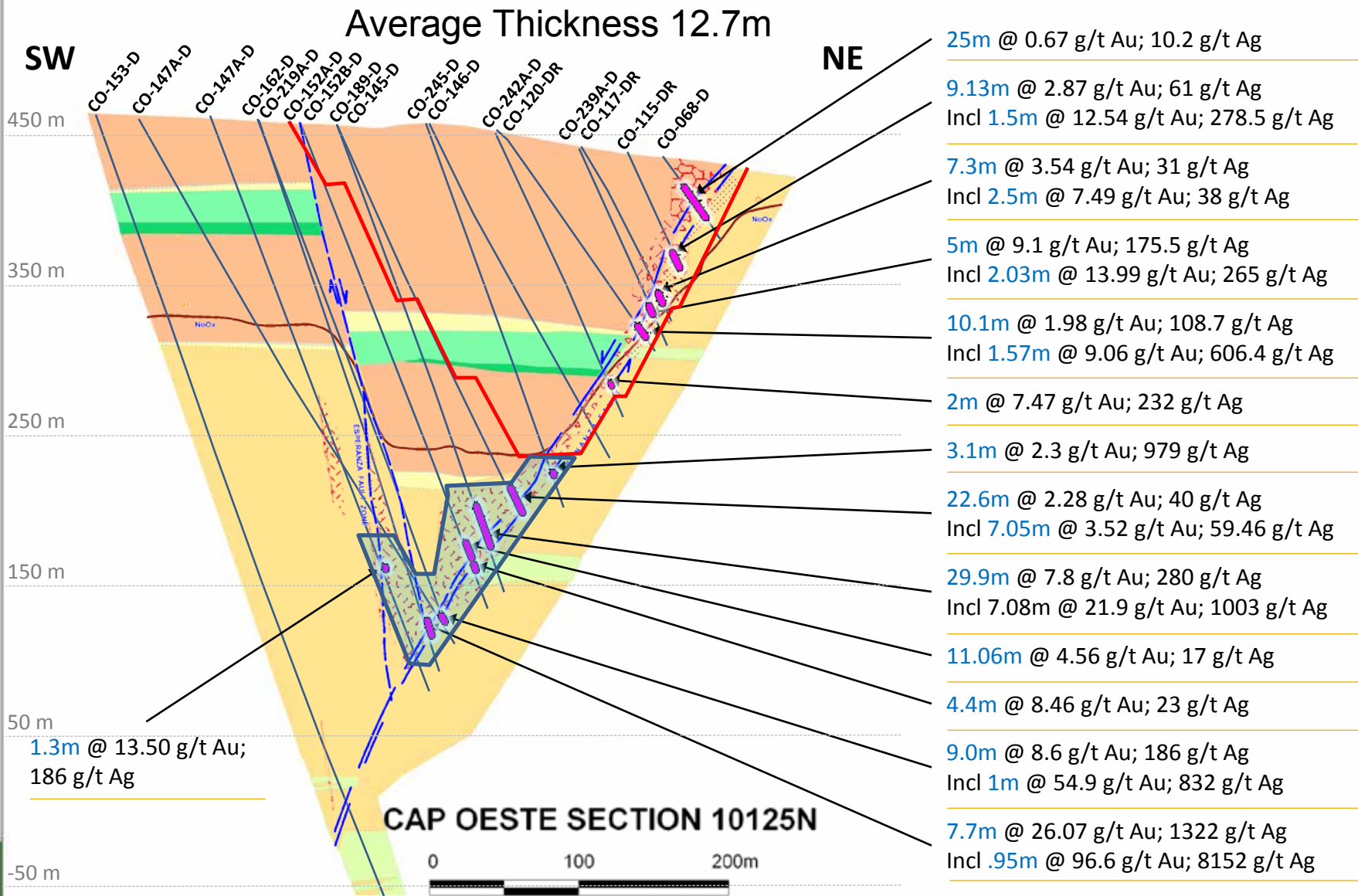
Long-section showing Au x metre



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Cap-Oeste Project



- Both Oxide and Sulphide amenable to flotation
- Au and Ag recoveries in Sulphide returned 88.3% and 95.5% respectively
- Au and Ag recoveries in Oxide returned 98.8% and 97.5% respectively



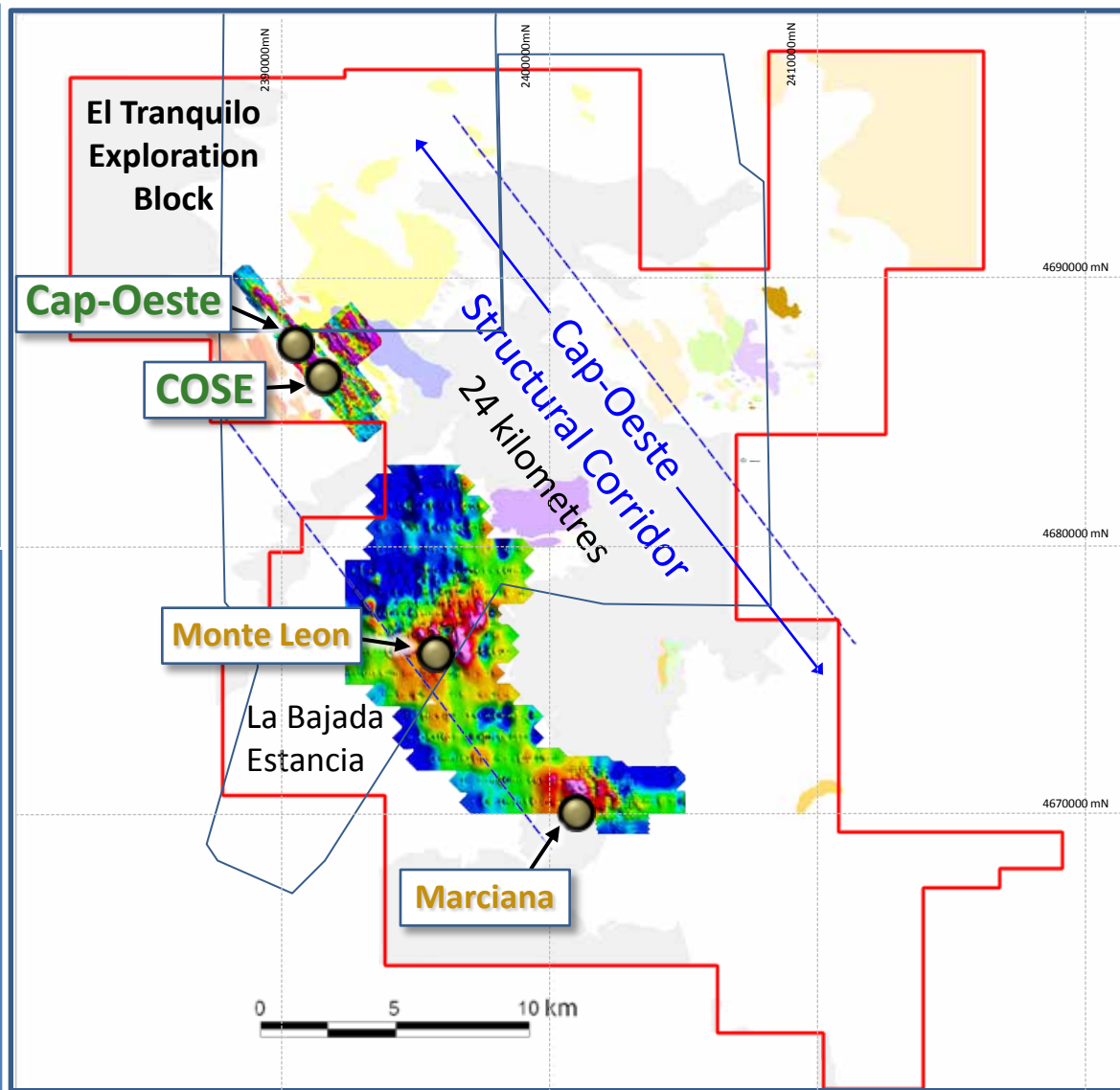
- G&T laboratories carrying out second phase flotation, gravity sep and Knelson concentrator test work
- 300Kg from 3 test holes to be sent to GEKKO Australia for VSI crushing and Flotation testwork plus In-line reactor high Cyanidation of concentrate
- All testwork to form part of definitive feasibility work



Cap-Oeste Structural Corridor



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La Manchuria Project

- ▶ Exploration stage project
- ▶ 3 drill campaigns completed over past 3 years
- ▶ High-grade gold-silver mineralisation
- ▶ Open to North, South and depth
- ▶ Further drilling planned for late 2012



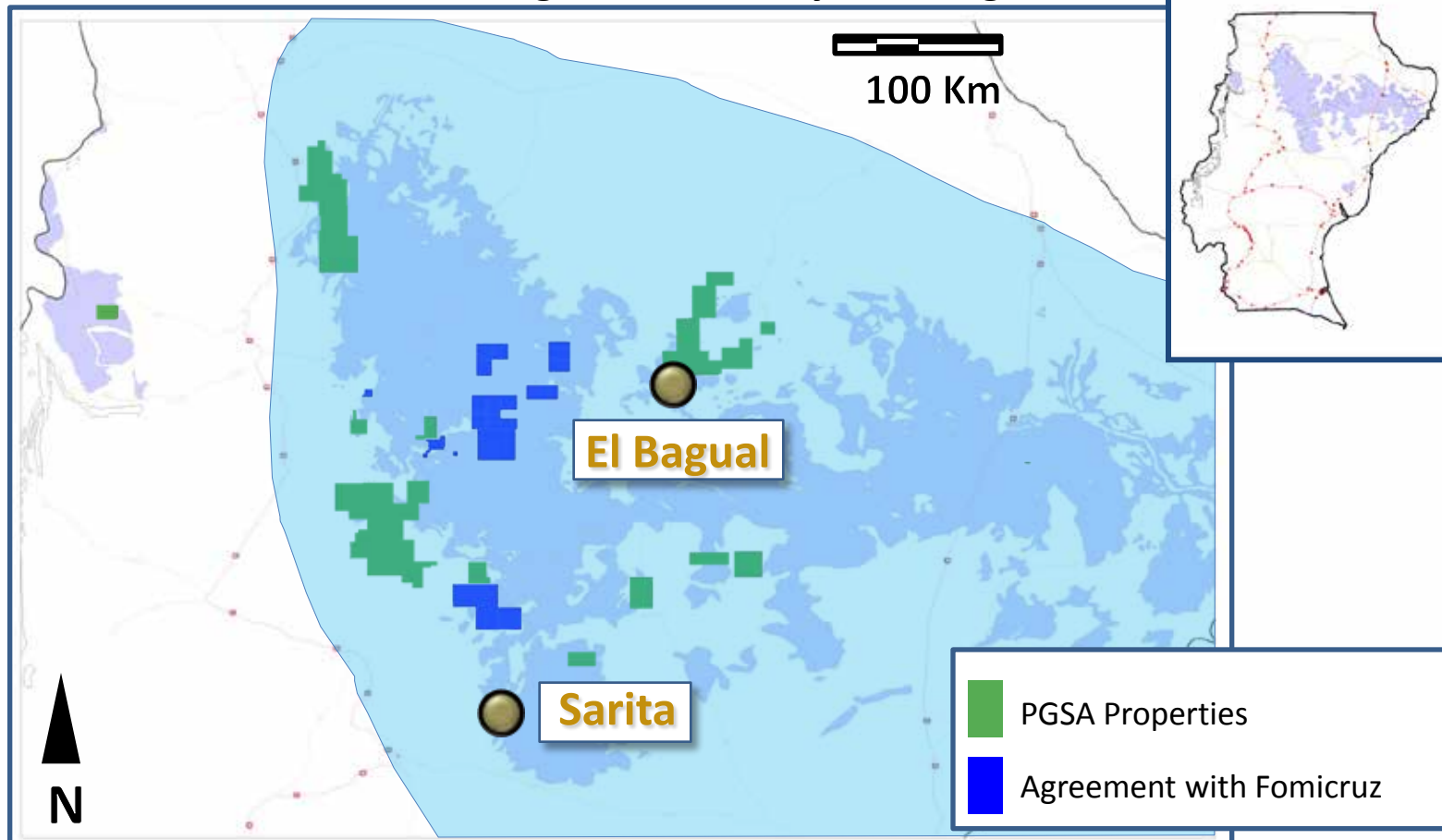
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INFERRED	1,469,020	1.53	49.40	72,335	2,335,236	90,682

Other Exploration

Deseado Massif – 60,000 sq km

Second Pass in Progress to Identify Drill Targets



- ▶ 53 additional exploration property blocks totalling 165,596 hectares
- ▶ Three exploration teams dedicated to advancing claims
- ▶ First pass reconnaissance completed in Q2 2011

William H Humphries
CEO

Director since inception; over 40 years' experience in mining and civil engineering industries; Managing Director Brancote Holdings PLC from January 1999 until its acquisition by Meridian Gold in 2002; General Manager Sardinia Gold Mining SpA 1996 to 1998; Chairman Landore Resources Ltd.

Philip C Yee
CFO

CFO since May 2011; Director, Finance for Centerra Gold Inc. from November 2010 to May 2011; Vice President Finance for Centerra Gold flagship Kumtor Gold Mine in Kyrgyz Republic from June 2001 to October 2010; A Canadian CA with over 25 years experience in financial management and over 10 years experience in mining.

Matthew Boyes
COO

COO since July 2011; BSC. Geology and Fellow AusIMM with over 16 years of mining experience. Development Manager for PGSA from Sept 2010 - July 2011. Mineral resources manager for Oriel Resources Plc and Orsu Minerals in London from 2006 – 2010. Started career in Western Australia in underground gold mining before moving to Europe with Gold Mines of Sardinia.

Board of Directors

Appendix B



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Sir John Craven <i>Non-Exec. Chairman</i>	Joined Board in 2004; Retired Non-Executive Chairman of Lonmin plc, and former Chairman of Morgan Grenfell plc.; member Board of Managing Directors of the Deutsche Bank Group; Director of a number of other companies.
Carlos J Miguens <i>Non-Exec. Deputy Chairman</i>	Extensive business experience in Latin America; President for 11 years of Cerveceria & Malteria Quilmes; Vice President of Central Puerto SA and Hidroelectrica Piedra del Aguila SA; Director of a number of other companies; Director of PGSA since inception.
William H Humphries <i>Managing Director</i>	Director since inception; over 40 years' experience in mining and civil engineering industries; Managing Director of Brancote Holdings PLC from January 1999 until its acquisition by Meridian Gold in 2002; General Manager of Sardinia Gold Mining SpA 1996 to 1998; Chairman of Landore Resources Limited.
Gonzalo Tanoira <i>Finance Director</i>	Director of Patagonia Gold Plc since inception; Director and member of the audit committee of SA San Miguel and President of the Board of Directors of a number of other companies; worked for Bear Stearns & Co. (New York) in investment banking division for Latin America; associate at Booz Allen & Hamilton in its Buenos Aires office. Holds an MBA from the Wharton School of the University of Pennsylvania.

Board of Directors (cont'd)

Appendix B



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<p>Marc J Sale <i>Technical Director</i></p>	<p>Fellow of the Australian Institute of Mining and Metallurgy and Australian Institute of Geoscientists with over 25 years' experience in mineral exploration and development companies; managed operations of PGSA from May 2002 to June 2005; former Project Manager for Brancote Holdings PLC's Esquel Gold and Silver Project in Argentina.</p>
<p>Edward J Badida <i>Non-Executive Director</i></p>	<p>A Canadian CA with 40+ years of financial management & corporate governance experience. Currently CFO of Temex Resources Corp. and Escape Gold Inc., both TSX-V listed. Served as CFO and/or has been a board member of 10 other companies listed on either the TSX or the TSX-V over the past 10 years. Also held management positions at accounting firms PricewaterhouseCoopers and KPMG.</p>
<p>Gary A. Sugar <i>Non-Executive Director</i></p>	<p>Investment banker; retired in 2011 as Managing Director of RBC Capital Markets, where he worked since 1979. Specialized in mining sector, particularly M&A, debt & equity financings, IPO's and corporate banking relationships. Experienced across a broad range of commodities & geographic regions, particularly in corporate development, valuation and M&A transactions.</p>



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