

Quarterly report – June 2020

The [Board](#) of Geopacific Resources Ltd (**Geopacific** or **the Company**; ASX: GPR) is pleased to provide the June 2020 quarterly report.

Highlights

- Appointment of Tim Richards as Chief Executive Officer (CEO)
- Appointment of Sir Charles Lepani as Non-Executive Director
- Appointment of Sim Lau as technical advisor to the Board
- Strong focus on Woodlark Gold Project execution readiness
- Woodlark Gold Project development funding continues to advance
- Ongoing development of a roadmap to restart exploration

Chairman, Ian Clyne commented

“During the period, the Company was presented with a range of unique challenges and I am extremely pleased with the manner in which the Senior Management Team and the Board responded. As a result of the actions taken in the past quarter, we are in a far stronger position to successfully deliver the Woodlark Gold Project to the benefit of its shareholders and all stakeholders.

This transformational period also saw the Board appoint Tim Richards as Chief Executive Officer and Sir Charles Lepani as a Non-Executive Director.

Tim Richards brings an extremely high level of enthusiasm, motivation, and proven success in terms of building and operating a gold mine in Papua New Guinea. He understands the challenges and delights of Papua New Guinea as well as the importance of building and maintaining an open and transparent dialogue with the local communities, all levels of Government and Regulatory Authorities.

Sir Charles Lepani is a highly regarded, highly ethical person with many years of outstanding service to his country. Sir Charles Lepani’s appointment further demonstrates Geopacific’s commitment to successfully delivering the Woodlark Gold Project.

Both additions bring extensive experience in Papua New Guinea and see the Company superbly positioned to meet the challenges of delivering the Woodlark Gold Project.



Figure 1: Woodlark Process Plant

The unique challenge of COVID-19 has delayed our ability to travel and re-mobilise onto Woodlark Island in the near term. During this period, Geopacific has been able to pivot its focus to ensure that the Company has a robust project execution plan that will significantly de-risk the execution phase of the Woodlark Gold Project.

We are using this period to challenge ourselves on all aspects of the Woodlark Gold Project development and implementation planning. We want to understand what we have done well and what we need to improve and appropriately up-skill as required. Our objective is to significantly enhance all aspects of our planning and preparedness to de-risk the build, commissioning and operations phases as much as possible prior to start of construction.

The Company has worked hard to deal with a number of community issues raised in association with the Woodlark communities relocation program and the adequacy of the smaller dwellings. We deeply value our relationship with the Woodlark community and fully acknowledge that there was an issue with the design.

The Company immediately acted to address these concerns and partnered with the Mineral Resources Authority (MRA) of Papua New Guinea to ensure a professional and timely resolution. We have received positive support from the Government, Regulators and the community in terms of working together to resolve the Woodlark communities relocation program issue.

Geopacific continues to have positive dialogue with potential lenders. Both the debt and future equity raising plans are forecast, subject to market conditions, for Q3/4 CY2020, and/or Q1 CY2021 to achieve “full funding” of the Woodlark Gold Project. The Company is committed to secure funding, in the best interest of shareholders, as soon as possible.

All levels of the Papua New Guinea Government recognise the significant benefits that both the Papua New Guinea and the local communities will derive from the Woodlark Gold Project, and have demonstrated full support for the development of a “new” natural resource project in Papua New Guinea.”



Figure 2: View of bay at Woodlark

Appointment of Tim Richards as CEO

During the quarter, the Board initiated a comprehensive executive search process to appoint a new CEO which assessed a strong field of candidates. Following the process, [the Board appointed Tim Richards](#) as the new CEO of Geopacific who will commence in the role on 5 October 2020 (or earlier if circumstances permit). The Chairman, Ian Clyne, will operate in an executive capacity to facilitate a seamless management transition.

Mr Richards is a mining engineer with broad experience in open pit mining ranging from scoping and feasibility studies, site technical services, through to operations and mine management.

Mr Richards has extensive mining experience both in Australia and in the expatriate environment across Papua New Guinea, Europe, Africa, and the Caucasus. Mr Richards was most recently General Manager Technical Services of St Barbara Limited and was General Manager Simberi Operations from 2013 to 2019 for St Barbara Limited. During this period, Mr Richards was instrumental in the turnaround of the Simberi Gold Mine, delivering five record years of gold production and cashflow performance.

The appointment of Tim Richards follows the resignation of Mr Ron Heeks who stepped down from his role as Managing Director and CEO on 4 June 2020.

Appointment of Sir Charles Lepani as Non-Executive Director

Following the end of the June quarter, the Board of Geopacific [appointed Sir Charles Lepani](#), KBE, CBE, OBE, PHD (Hon) as a Non-Executive Director. Sir Charles Lepani was born in the Trobriand Islands, Milne Bay Province in Papua New Guinea.

Sir Charles Lepani has over 40 years' experience in both the public and private sectors representing Papua New Guinea as a Senior Diplomat and Advisor with great success and distinction. His most recent roles were High Commissioner of Papua New Guinea in Australia 2005-2017, and Director General of Papua New Guinea APEC 2017-2018.

Sir Charles Lepani brings a substantial degree of insight, understanding, and expertise in the following areas:

- Papua New Guinea Policy formulation, especially in the Mining & Petroleum Sectors;
- Papua New Guinea Diplomatic and International Relations;
- Bi-lateral and Multilateral Development Assistance;
- Debt and Equity Capital Markets; and
- Papua New Guinea small and medium enterprise, domestic and international supply chains.

Sir Charles Lepani has been an advisor and consultant to successive Papua New Guinea National Government Departments - Prime Ministers Departments, Treasury, Finance, and the Law and Justice Sector.

He has also worked alongside United Nations Development Program, United Nations Centre for Transnational Corporations and Asian Development Bank.

He is a graduate of the University of Papua New Guinea with an Arts Degree (Economics), and a Fulbright Scholarship recipient attending the John F Kennedy School of Government at Harvard University, in Boston, United States of America and graduated with a Masters of Public Administration.

Appointment of Sim Lau – Technical Advisor to the Board

While COVID-19 by its nature delays the Company's ability to travel and re-mobilise onto Woodlark Island in the near term, the Company has used this opportunity to review and challenge all aspects of the Woodlark Gold Project's execution and implementation plans. This will allow the Company to significantly enhance all aspects of our planning and preparedness to further de-risk the build, commissioning and operations phases.

To assist with this process, [the Board appointed Mr Sim Lau](#) as Technical Advisor to the Board. Mr Lau has over 37 years' of experience in civil engineering and project management of mining projects in Papua New Guinea,

Australia, Indonesia and Mongolia. Mr Lau is working with the Board and Senior Management Team to develop a detailed integrated project management schedule (IPMS) and project execution plan to identify:

- Key early work streams;
- Key interfaces and dependencies between the Company's scope of work and future Contractors scope of works;
- Execution readiness deliverables that ensures the Company is organised and ready to implement the Project Execution Plan; and
- Contractual strategies to de-risk the Woodlark Gold Project build program.

Woodlark Gold Project Development Funding

During the June 2020 quarter, project financing discussions continued to advance with the support of ICA Partners who are mandated to assist with the process.

Record gold prices continue to drive considerable interest in the gold sector as evidenced by the recent funding of several new gold projects around the world. The strong gold price coupled with the restructure of the management team and focus on project execution has proven to be a strong catalyst to advance discussions with potential project funding providers.

The Woodlark Gold Project is a long life, high margin gold opportunity with significant exploration upside, making it well placed to finalise a project funding solution. Both the debt and future equity raising plans are, subject to market conditions, forecast for Q3/4 CY2020, and/or Q1 CY2021 to achieve "full funding" of the Woodlark Gold Project. The Company is committed to secure funding, in the best interest of shareholders, as soon as possible.

Project Execution

A high level, preliminary project execution schedule summarising the key project milestones and interfaces has been derived as part of the development of the IPMS. The indicative schedule is based on the assumption that the COVID-19 border closures and travel restrictions are fully lifted by end of Q1 CY2021. Any change to the assumed COVID-19 date will impact this indicative schedule.

The indicative schedule is also based on the Project being full funded by end of Q1 CY2021 and the Geopacific Board approving and giving the Notice to Proceed to full execution phase.

Table 1 below summarises the indicative project key milestones derived from the preliminary project execution schedule.

Key Indicative Milestones*	Date
Revalidate Woodlark Gold Project 2018 DFS and project execution planning	End Q4 CY2020
Project financing complete	End Q1 CY2021
Commence construction of process plant and infrastructure	Q2 CY2021
Commence mine pre-strip and haul road construction	Q4 CY2021
Power plant complete and permanent power supply available	Q2 CY2022
Complete deep sea tailings placement (DSTP) facilities	Q3 CY2022
Commence commissioning and plant start up	Q3 CY2022
Commence first gold production	End Q4 CY2022

Table 1: Key Milestones from Preliminary Project Execution Schedule

** Based on the key assumption that COVID-19 related border closures and travel restrictions are lifted effective end of Q1 CY2021. The above indicative dates will be affected if the COVID-19 date is later than assumed.*

The Board and Senior Management Team have set a target to focus on delivering three work streams by end of Q4 CY2020. These work streams encompass:

- Revalidation of the Woodlark Gold Project 2018 Definitive Feasibility Study¹ (DFS);
- Preparation and planning for execution readiness; and
- Planning and execution of early works program.

Achieving these work streams will create the momentum that will enable Geopacific to be ready for project implementation when COVID-19 travel restrictions are relaxed.

The Owner's Team organisation chart and recruitment plan has been developed to provide project management support and delivery of these work streams.

Revalidation of the Woodlark Gold Project DFS

The main sections of the DFS that have been impacted by the delay in project commencement due to COVID-19 will be revalidated. This review will take into consideration the progress to date in design and refinement of the scope of work.

The plant site geotechnical test work completed during the March 2020 quarter has indicated that ground improvement work needs to be completed prior to the commencement of plant site civil works. Detailed design and planning for these works have started and are being managed by GR Engineering Services (GRES) and Knight Piesold.

A review of the resource model, mine plans, mine contracting strategy, mine pit optimisation and schedules will be part of this work stream.

Preparation and planning for execution readiness

Preparation and planning to ensure the Company is execution ready has commenced with the development of a fully integrated schedule, identifying the key interfaces between Owner's and Contractors' scope of work and battery limits.

A contracting plan and strategy is being developed and has identified nine major contracts. These major contracts are planned to be tendered, evaluated and ready for award by early Q1 CY2021. The Woodlark Power Station is one of the major contracts that has been issued for tender this reporting period.

Development and implementation of project management systems, processes, procedures and establishing the baseline budget and schedule are key deliverables from this work stream.



Figure 3: Woodlark Process Plant

¹ Definitive Feasibility Study Released 7 November 2018

GRES has continued progress with the Front End Engineering Design, finalising the plant layout and continuing progress on the process plant model, producing process flow diagrams (PFDs), piping and instrumentation diagrams (P&IDs) and finalising the process design criteria.

These deliverables are being reviewed by Geopacific and are planned to be approved and included as part of the EPC Contract. GRES has continued the evaluation of long lead items procurement and engagement with the recommended potential suppliers.

Planning and execution of early works program

As previously reported in the March 2020 quarterly report, the early works program on Woodlark Island was substantially scaled back in response to COVID-19 travel restrictions. During the June 2020 quarter the works associated with the Woodlark communities relocation program and refurbishment of the existing exploration camp continued at a reduced rate.

Outlined below is a summary of the activities completed in relation to the early works program during the June 2020 quarter.

Occupational Health and Safety

There were no Lost Time Injuries (LTIs) recorded during the quarter.

Revised early works program

Detailed planning has been initiated to delineate work programs that can be executed with Papua New Guinean in-country contractors. Partnering with experienced in-country contractors will allow Geopacific to overcome the international travel restrictions and continue to advance project development.

The following works are being considered as part of the revised early works program:

- Construction of the Woodlark communities relocation housing to ensure the Woodlark communities relocation program is met and does not impact the mine pre-strip schedule;
- Refurbishment of the existing exploration camp to provide accommodation for personnel prior to completion of the new permanent camp;
- Design and construction of the access road from the new Woodlark wharf to the process plant and access tracks from the process plant to the DSTP mixing tank and offshore tailings pipeline location; and
- Geotechnical test work, design and construction of the new Woodlark wharf and causeway to ensure that this facility is ready for servicing the unloading of the heavy lifts equipment for the process plant and mine.

Woodlark communities relocation program

During the quarter, Geopacific undertook a review of the Woodlark communities relocation program. Whilst extensive community consultation was undertaken over a period of approximately ten years, a number of community concerns were raised once construction commenced which were primarily focussed on the design of the smaller dwellings.

Following the community feedback and extensive consultation, the house designs have been revised. The key improvements in the revised house designs include:

House design change	Rationale
Moving to high-set construction	Elevates the houses to a height of 2.2 metres and provides a large undercroft area which can be used for additional rooms, storage, or simply outdoor living space, effectively doubling the usable under-roof space.
Creating an enclosed living room	Creating additional outdoor living space by changing to the high-set design enabled the enclosure of a portion of the outdoor deck space to create an indoor living area whilst retaining an elevated outdoor deck space.
Removal of smaller houses	The smallest house size will be a 3 room design which ensures adequate space for all families.
Increase in the size and durability of the “kuk haus” (separate kitchen structure)	In keeping with the house design philosophy to ensure the structures provided are long lasting and fitting for the local environmental conditions.

Table 2: Key Woodlark communities relocation program house design changes

Figure 4 below demonstrates the revised 4 room house design including high set build to enable undercroft use and inclusion of enclosed living space:



Figure 4: Revised 4 room house design

Work is underway to socialise the new Woodlark communities relocation program house design with all stakeholders including the MRA, Provincial Government, local members of Parliament and most importantly the affected community. The design changes represent a significant improvement to the relocation package.

Geopacific Chairman, Ian Clyne, and others from the Senior Management Team have had several productive discussions with the regulators and other Government officials where the Company’s commitment to finding an acceptable solution has been reiterated, and their strong support for the project reaffirmed.

Exploration camp refurbishment

Exploration camp refurbishment works continued throughout the June 2020 quarter, although at a slowed pace due to COVID-19 related material availability.

Remaining work includes the weatherproofing of timber, replacement of ageing timber decking, cladding and air-conditioning units along with cosmetic works including repainting.



Figure 5: Camp refurbishment progress

Further material delivery is expected during July 2020, with all camp refurbishment works due for completion by the end of Q3 CY2020.

Stakeholder Engagement

The onset of the COVID-19 pandemic impacted the Company's ability to meet key representatives of the various stakeholder groups. A concerted effort was made to improve communication channels with various stakeholders including the MRA, Provincial Government and members of Parliament.

All parties reaffirmed their strong support for the Woodlark Gold Project and a sincere desire for the Project to be developed for the benefit of all stakeholders.

One of the key areas of stakeholder engagement is focussed on the Memorandum of Agreement (MoA), which is an agreement between Woodlark Mining Limited (WML), Customary Landowners, National Government, Provincial Government and Local Level Government. The MoA defines the distribution of project royalties and any income derived through any state owned equity, and may also detail other responsibilities of the signatories throughout the life of the Woodlark Gold Project.

A draft MoA was developed and informally agreed in 2015. Given the time which has passed, it is the view of all stakeholders that a rapid review of the MoA be completed to ensure alignment with current Government policy and the expectations of all stakeholders.

There is a desire from all stakeholders to ensure the MoA review process is completed as quickly as possible and to ensure that the benefits and opportunities created by the Woodlark Gold Project for customary landowners and other stakeholders are identified and documented.

The next phase of MoA discussions involves the convening of stakeholder meetings to:

- Ensure all stakeholders are clear on the MoA process, including individual roles and responsibilities;
- Present the draft MoA to all stakeholders to allow an opportunity for comment; and
- Develop a timeline for finalising and executing the MoA.

Planning for the MoA stakeholder meeting is well advanced and the meeting is expected to take place when the COVID-19 related travel restrictions are lifted internally in Papua New Guinea.

Woodlark Community Initiatives

Due to COVID-19 restrictions, access to Woodlark Island by the Senior Management Team is currently not possible. In response, the Company engaged the services of Penny Burns, a Port Moresby based consultant with expertise in community and stakeholder engagement to provide senior support with community consultation efforts on Woodlark Island and more broadly.



Figures 6 & 7: WML Health Staff assisting the Provincial Health Authority to deliver vaccinations and hand hygiene demonstrations.

Key community activities during the period are outlined in Table 3 below:

Key activity	Description
Assistance to Milne Bay Health Authority	Assisting the Milne Bay Provincial Health Authority with transport, health and community relations for their COVID-19 awareness program and also the roll out of important vaccinations.
Food and medical aid distribution	Assisting the local Member of Parliament to distribute food and medical aid on Woodlark Island, and supporting him and his team with accommodation and transport during their visit.
Community and Stakeholder meetings	Completing a range of community and stakeholder meetings in relation to the Woodlark communities relocation program to ensure that the Company fully understands community concerns.
Advice on local business establishment, development and management	Providing expert advice to the Woodlark Landowner Association (Dal Wanuwan) and other landowner representatives in relation to business establishment, development and management.

Table 3: Key community activities for the June 2020 Quarter

The provision of advice on local business ventures is a matter of critical importance to ensure local groups focus not only on providing support to the mine, but also develop ventures that will be sustainable beyond the life of the Woodlark Gold Project.

Woodlark Gold Project Exploration

The Company believes in the significant exploration potential that exists on Woodlark Island and is committed to growing the resource base of the Woodlark Gold Project. During the period, Jim Kerr was engaged to provide a roadmap to the restart of exploration on Woodlark Island, factoring in the current COVID-19 restrictions.

Historically, over 300,000 metres of drilling has been undertaken at Woodlark Island. This drilling identified many zones that require follow-up, including along strike of the known zones and below the current pits. The current economic pits are half the depth of typical one million ounce gold deposits. This is because the zones are wide and tonnages are high therefore significant depth was not required to identify the target of one million ounces.

The 600,000 ounces of inferred gold mineralisation below the current pits was largely excluded from the initial ore reserve due to insufficient drilling density. In addition there is the ability to extend the near surface zones of the current mineralisation.

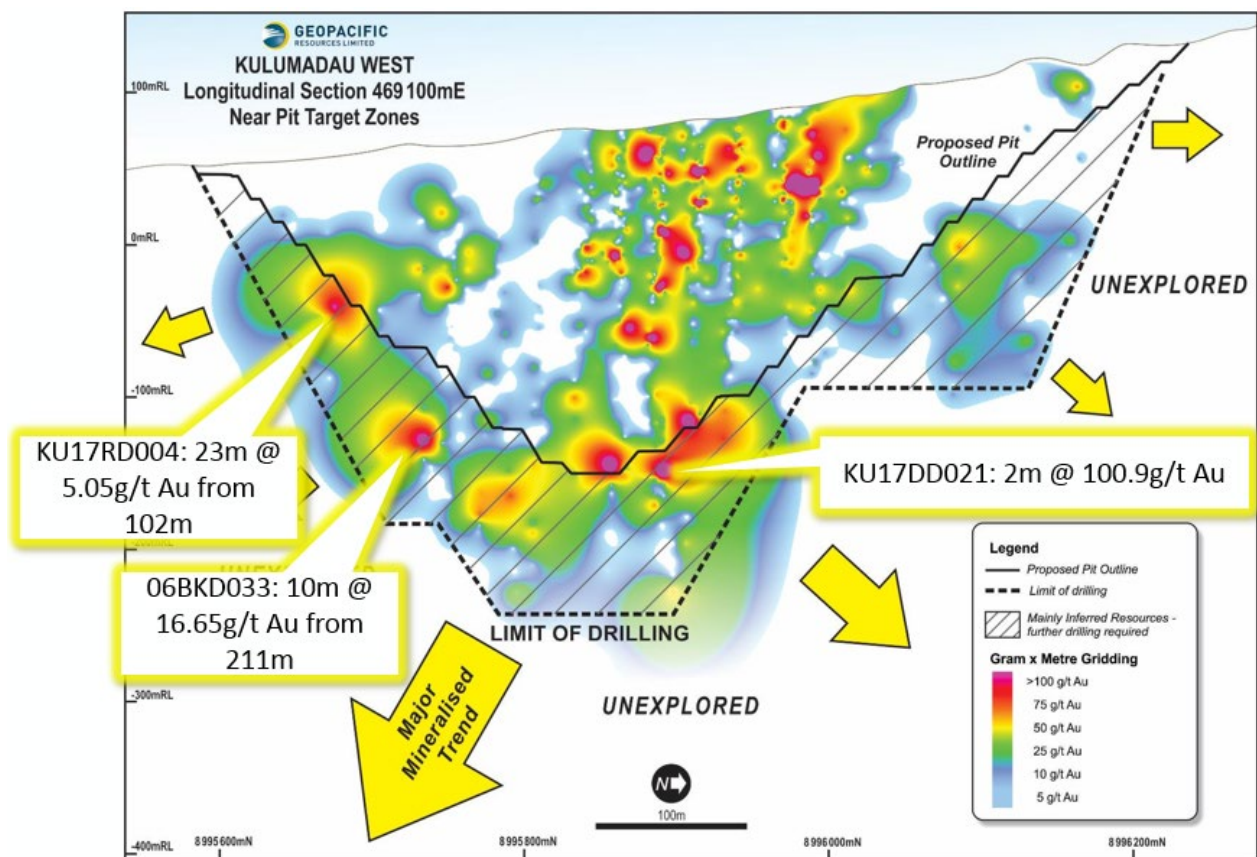


Figure 8: Inferred mineralisation below current Kulumadau West pit

The exploration program is being developed to target deeper mineralisation below the current shallow pit designs which are currently only 120 metres in depth. Wide-spaced drilling below the pits has identified the continuation of both the grade and widths of the in-pit mineralisation, with large areas currently defined within the inferred resource category.

Future drilling will aim to double the current pit depth by infilling the inferred mineralisation and extending the zone deeper with a focus on improving the Ore Reserve base of the Woodlark Gold Project.

Exploration will also target near surface strike extensions to the known zones, with particular focus on the northern extent of the wide and higher-grade Kulumadau trend. The drilling plan incorporates a mix of reverse circulation (RC) and diamond core drilling and will be informed by historical exploration, artisanal workings and new geophysics.

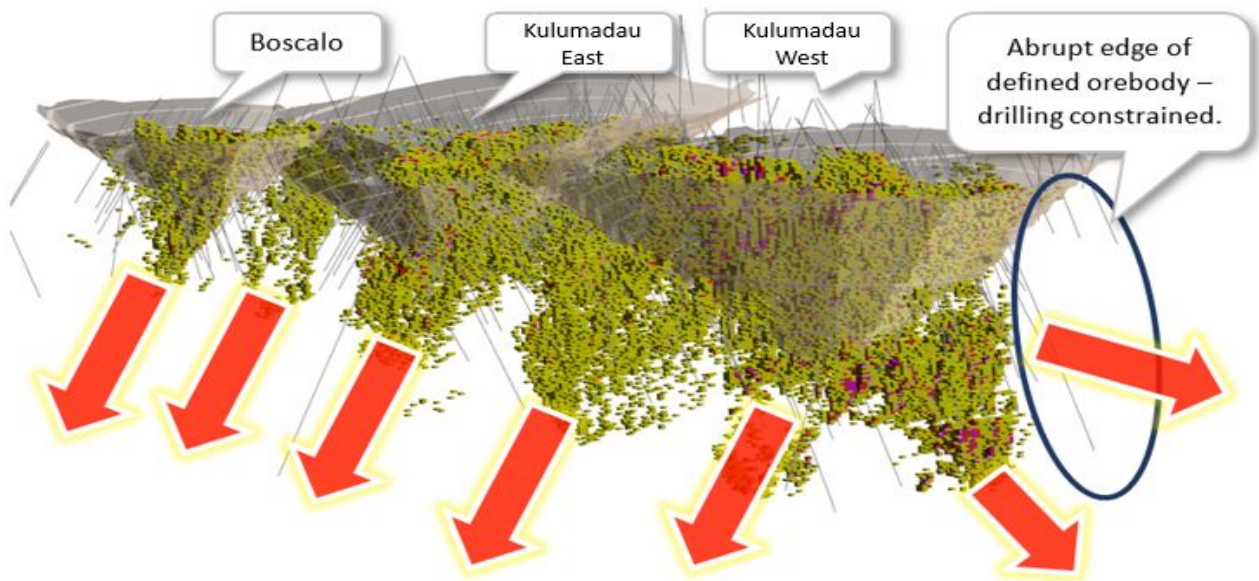


Figure 9: Depth potential below current Kulumadau pits

The diagrams above demonstrate the exploration potential below the current shallow pit outline. Typically multiphase epithermal type mineralisation will extend for over 300 metres vertical from the top of the zone.

Other Activities

Non-core Projects

Geopacific believes that delivering the Woodlark Gold Project into production will generate the greatest return for shareholders. As a result, the Company will focus on the development and financing of the Woodlark Gold Project and review its non-core assets.

Kou Sa Copper Gold Project, Cambodia

The Company is in negotiation with the vendors of the Kou Sa Project to restructure the deferred consideration payments. A final payment of US\$2.76 million is currently outstanding.

In the event agreement cannot be reached with the vendors, Geopacific will look to relinquish ownership of the Kou Sa Project without the final payment being made, and would only be required to pay US\$500,000 to the vendors.

Fijian Gold Projects, Fiji

All licences have been relinquished or are in the process of being relinquished and \$105,000 of bonds have been received.

Financial and Corporate Summary

As at 30 June 2020, the Company had the following share structure and cash balance:

As at 30 June 2020	
Cash Balance	\$29.2 million
Ordinary Fully Paid Ordinary Shares	174,525,760
Options	4,700,324
Share Appreciation Rights	2,023,706

This announcement was authorised by the Board of Geopacific.

For further information, please visit www.geopacific.com.au or contact Mr Ian Clyne, Chairman.

Company details	Board	Projects
Geopacific Resources Limited ACN 003 208 393 ASX Code: GPR info@geopacific.com.au http://www.geopacific.com.au T +61 8 6143 1820 HEAD OFFICE Level 1, 278 Stirling Highway Claremont WA 6010. PO Box 439, Claremont WA 6910.	Ian Clyne Chairman Ian Murray Non-Executive Director Colin Gilligan Non-Executive Director Sir Charles Lepani Non-Executive Director Matthew Smith Company Secretary	PAPUA NEW GUINEA Woodlark Island Gold CAMBODIA Kou Sa Copper Gold

Competent Person's Statement

The information in this announcement that relates to Woodlark Mineral Resources is based on information compiled and reviewed by Mr Nicholas Johnson, a Competent Person who is a Member of the Australian Institute of Geoscientists and a full-time employee of MPR Geological Consultants Pty Ltd. Mr Johnson has sufficient experience which is relevant to the style of mineralization and type of deposits under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the JORC Code 2012 and is a qualified person for the purposes of NI43-101. Mr Johnson has no economic, financial or pecuniary interest in the company and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to Woodlark Ore Reserves is based on information compiled and reviewed by Mr John Battista, a Competent Person who is a Member and Chartered Professional of the Australian Institute of Mining and Metallurgy (AusIMM) and a full-time employee of Mining Plus Pty Ltd. Mr Battista has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the JORC Code 2012 and is a qualified person for the purposes of NI43-101. Mr Battista has no economic, financial or pecuniary interest in the company and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to the Cambodian Mineral Resource estimate is based on information compiled by Jonathon Abbott, a Competent Person who is a Member of the Australian Institute of Geoscientists. Jonathon Abbott is a full-time employee of MPR Geological Consultants Pty Ltd and is an independent consultant to Geopacific Resources Limited. Mr Abbott has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Abbott consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Geopacific Resources Limited are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects' or 'intends' and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the company, its directors and management of Geopacific Resources Ltd that could cause Geopacific Resources Limited's actual results to differ materially from the results expressed or anticipated in these statements.

Geopacific Resources Ltd cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Geopacific Resources Ltd does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange listing requirements. Woodlark is permitted by the Papua New Guinea Government, subject to meeting the conditions of the licence.

APPENDICES

Schedule of Tenements

Mining tenements held by Geopacific Resources Limited and its subsidiaries at the end of the quarter, including tenements acquired and disposed of during the quarter:

Country	Location	Tenement	Interest
Cambodia	Preah Vihear Province	Kou Sa Project ²	85%
Papua New Guinea	Woodlark Island	EL 1172	100%
Papua New Guinea	Woodlark Island	EL 1279	100%
Papua New Guinea	Woodlark Island	EL 1465	100%
Papua New Guinea	Woodlark Island	LMP 89	100%
Papua New Guinea	Woodlark Island	LMP 90	100%
Papua New Guinea	Woodlark Island	LMP 91	100%
Papua New Guinea	Woodlark Island	LMP 92	100%
Papua New Guinea	Woodlark Island	LMP 93	100%
Papua New Guinea	Woodlark Island	ME 85	100%
Papua New Guinea	Woodlark Island	ME 86	100%
Papua New Guinea	Woodlark Island	ML 508	100%

² The Kou Sa Licence expired on 13 March 2019 and the renewal application has been lodged.

Woodlark Global Mineral Resources

The Woodlark Mineral Resource is **47Mt @ 1.04g/t Au for 1.57Moz of gold³** including 222,000oz of gold in the Inferred category (Table 1).

Table 1: Woodlark Global Mineral Resource Estimate – March 2018

Category (>0.4g/t lower cut)	Tonnes (Mt)	Grade (g/t Au)	Ounces (Koz)
Measured	21.24	1.10	754
Indicated	18.94	0.98	597
Inferred	6.80	1.00	222
Total	47.00	1.04	1,573

Woodlark Ore Reserves

An updated Ore Reserve estimate was released in November 2018 and was completed by independent consultants, Mining Plus. The updated Ore Reserve estimate of **28.9Mt @ 1.12g/t Au for 1,037,600oz⁴** of gold is detailed in Table 2.

Table 2: Woodlark Ore Reserve Estimate – November 2018

Total by deposit	Category (>0.4g/t lower cut)	Tonnes (Mt)	Grade (g/t Au)	Ounces (oz)
Busai	Proven	9.3	1.03	307,300
	Probable	4.3	0.87	120,900
Kulumadau	Proven	7.4	1.37	324,700
	Probable	5.2	1.17	196,900
Woodlark King	Proven	1.9	1.06	65,000
	Probable	0.8	0.84	22,800
Total Ore Reserve	Proven	18.6	1.17	697,000
	Probable	10.4	1.02	340,600
	Total	28.9	1.12	1,037,600

Kou Sa Project Mineral Resource – Prospects 150 & 160

The Mineral Resource for Prospects 150 and 160 at the Kou Sa Project was **3.84 million tonnes at 0.77% Cu, 0.66g/t Au and 5.27g/t Ag for 51.2k tonnes of Cu equivalent**. The Mineral Resources estimated at a 0.4% CuEq lower cut-off are detailed in Table 3.

Table 3: Kou Sa Global Mineral Resource Estimate – July 2016

Category	Tonnes (Million)	Cu %	Au g/t	Ag g/t	CuEq %	Cu Kt	Au Koz	Ag Koz	CuEq Kt
Indicated	3.49	0.78	0.71	5.37	1.38	27.1	79.2	602	48.1
Inferred	0.35	0.70	0.20	4.30	0.90	2.30	2.70	48	3.1
Total	3.84	0.77	0.66	5.27	1.33	29.40	81.80	651	51.2

³ Refer to March 2018 Pre-feasibility Study – ‘Robust Woodlark Gold project PFS Supports Development.’

⁴ Refer to ‘Woodlark Ore Reserve Update’ announced on 7 November 2018.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Geopacific Resources Limited

ABN

57 003 208 393

Quarter ended ("current quarter")

30 June 2020

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(70)	(122)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(367)	(778)
	(e) administration and corporate costs	(241)	(1,114)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	28	105
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	50	50
1.8	Other (provide details if material)	-	89
1.9	Net cash from / (used in) operating activities	(600)	(1,770)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation and mine development expenditure	(4,232)	(7,258)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(4,232)	(7,258)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(28)	(28)
3.10	Net cash from / (used in) financing activities	(28)	(28)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	35,004	37,505
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(600)	(1,770)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(4,232)	(7,258)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(28)	(28)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(954)	741
4.6	Cash and cash equivalents at end of period	29,190	29,190

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	29,190	35,004
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	29,190	35,004

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	159
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p> <p>Payment of director's remuneration.</p>		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(600)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(4,232)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(4,832)
8.4	Cash and cash equivalents at quarter end (item 4.6)	29,190
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	29,190
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	6
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A		
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: N/A		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 29 July 2020

Authorised by: By the board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.