

ASX ANNOUNCEMENT

29 July 2021

QUARTERLY ACTIVITIES REPORT AND APPENDIX 5B

For the quarter ended 30 June 2021

Highlights:

- Drilling presently underway at the Duketon Gold Project including the Southern Star Deposit.
- 21 new targets identified and ranked on the wider Duketon tenement package following review of more than 12,000 drill holes and 24,000 soil samples.
- Mon Ami development studies completed including environmental and heritage surveys.
- Ground truthing and geochemical programs at Edinburgh Park, Queensland identified other significant, large geochemical soil anomalies at the Fish Creek prospect with the geochemical signature similar to the nearby Mt Carlton gold-silver-copper mine.
- Granting of all exploration licenses at the Company's 100% owned Nickel Project in East Laverton, Western Australia.

Duketon Project

Reverse Circulation (RC) drilling is presently underway at the Company's 100% owned Duketon Gold Project including the Southern Star deposit and other regional targets.

GSN's Duketon Gold Project is located 60km north of Laverton on the Duketon Greenstone Belt (Figure 1). Major structures running through GSN tenure are interpreted to be deep-seated mantle tapping structures that act as conduits or fluid pathways for gold mineralisation. Examination of the gold deposits in the Duketon Belt highlights the relationship of these major structures and proximal large-scale gold deposits such as Garden Well (1.9 Moz), Rosemont (0.8Moz), Moolart Well (0.13Moz), Tooheys Well (0.6Moz) and Baneygo (0.4Moz) (all owned and operated by Regis Resources Limited, refer Regis 2020 Annual Report). These Resource figures are in addition to the 28Moz produced in the Laverton district historically.

Southern Star

Duketon Mining Limited drilled the Southern Star Deposit in 2017-18, demonstrating over 600m of continuous mineralised strike length, open in all directions (Figure 2). Some of the best drill intersections at Southern Star (refer ASX announcement 21/2/21), include:

- **15m @ 6.5 g/t Au incl. 4m @ 23.3 g/t Au**
- **50m @ 1.8 g/t Au incl. 5m @ 9.2 g/t Au and 6m @ 2.9 g/t Au**
- **50m @ 1.6 g/t Au incl. 17m @ 3.8 g/t Au**
- **34m @ 2.3 g/t Au incl. 12m @ 5.3 g/t Au**
- **25m @ 2.5 g/t Au incl. 5m @ 10.7 g/t Au**
- **35m @ 1.4 g/t Au incl. 11m @ 2.9 g/t Au**
- **12m @ 4.0 g/t Au incl. 8m @ 5.9 g/t Au**
- **26m @ 1.6 g/t Au incl. 5m @ 6.3 g/t Au**
- **15m @ 2.2 g/t Au incl. 4m @ 7.4 g/t Au**
- **20m @ 1.5 g/t Au incl. 7m @ 3.5g/t Au**

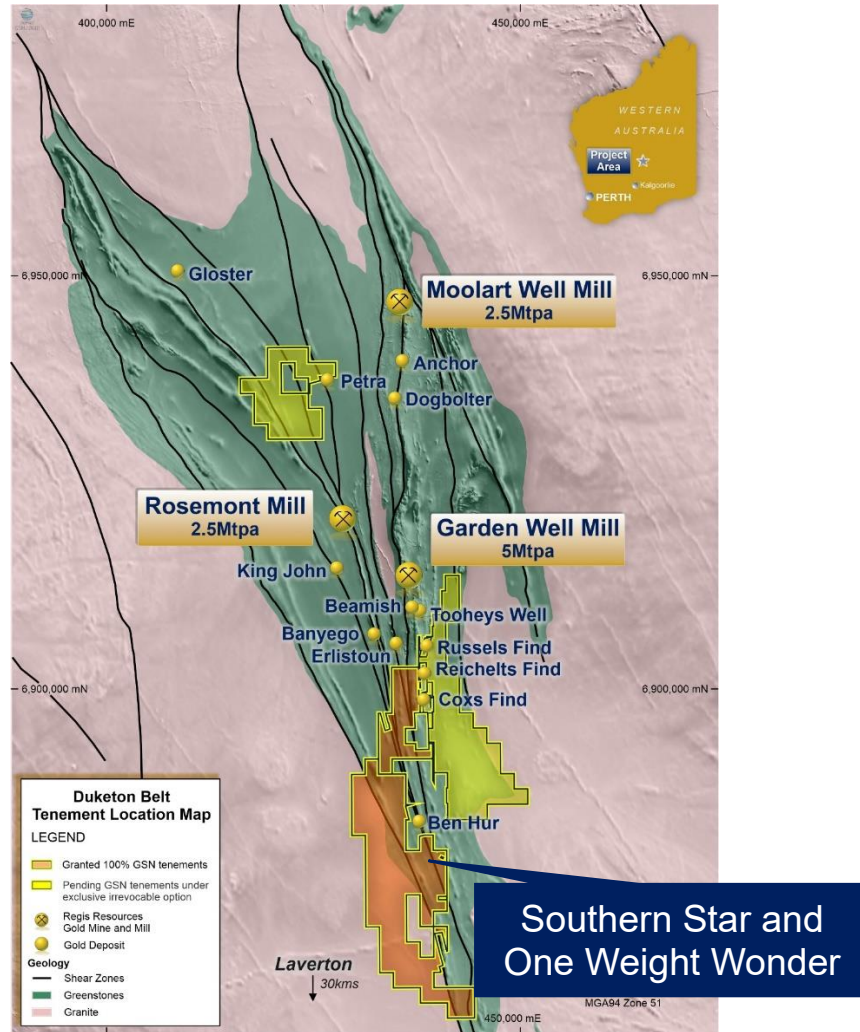


Figure 1 - GSN's recently expanded tenements in the Duketon Belt, north of Laverton, Western Australia.

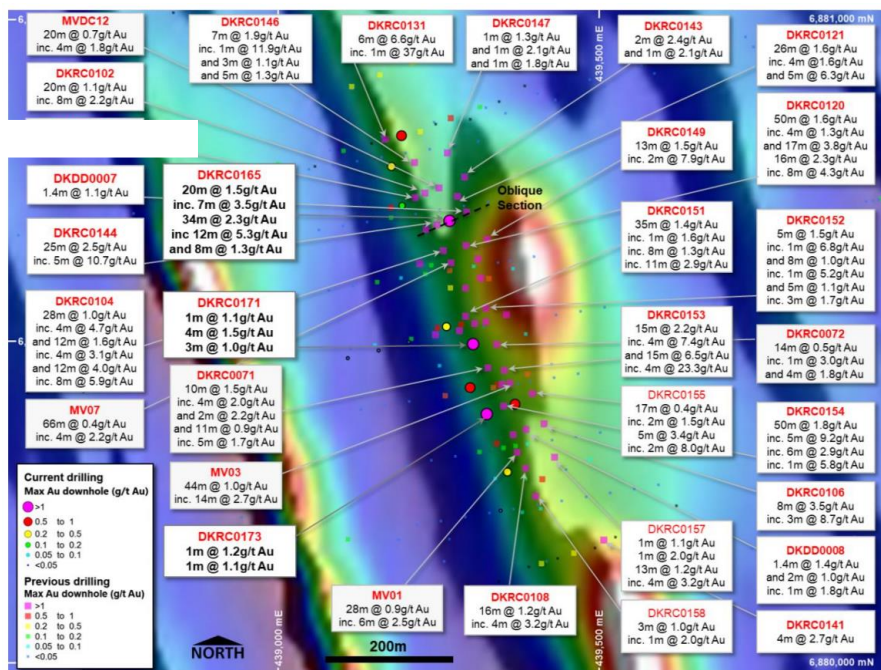


Figure 2 - Plan view highlighting drilling results at Southern Star (source DKM June 2019 Quarterly Report 25/7/19).

One Weight Wonder

The One Weight Wonder target was identified by a regional 340-hole Rotary Air Blast (RAB) program undertaken by Johnson's Well Mining NL in 1995 which defined a coherent area of anomalism with a strike length of 1 km (Figure 3). High grade intersections include:

- **4m @ 2.7 g/t Au (MVDB227 – 28-32m)**
- **4m @ 1.7 g/t Au (MVDB447 – 28-32m)**
- **4m @ 1.5 g/t Au (MVDB232 – 12-16m)**

The RAB program was reconnaissance in nature, holes were drilled on 400m line spacing, vertical and drilled to refusal. High grade intersections of 4m @ 2.7 gold from 24m (MVDB227) and 4m @ 1.7 g/t Au (MVDB447–28-32m) correlate to a chert rich lithology within a sediment package which is similar to that seen at Garden Well. These significant intersections also correlate to the orientation of the regional mineralised structures (310°) that hosts all major deposits in the Duketon Belt, such as Garden

Well and Rosemont. Amazingly, these significant intersections have not been followed up, and the target remains open.

The RC drill rig is presently drilling at One Weight Wonder.

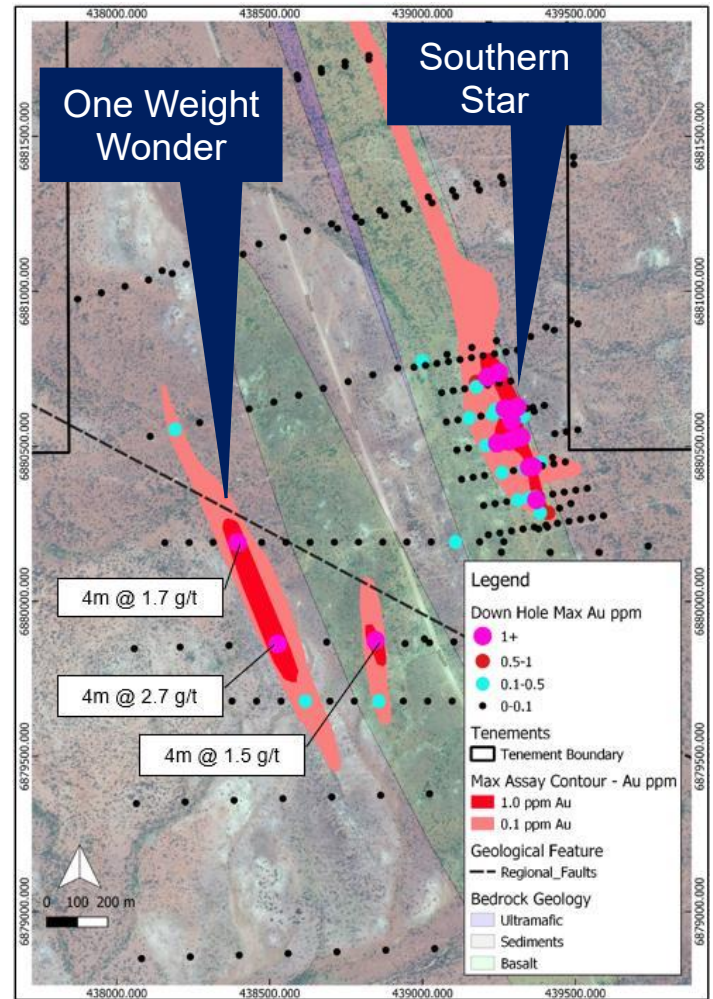


Figure 3 - Plan view of One Weight Wonder highlighting anomalous RAB hole high grade gold intersection.

Additional Duketon Belt Targets

During the quarter the Company completed soil geochemical programs over a number of targets identified from the review of the historic data. Additionally, an analysis of all drill intercepts over 1g/t Au from shallow RAB and/or AC/RC drilling identified the following targets:

- Ogilvie's - **4m @ 5.0 g/t Au** and **2m @ 4.9 g/t Au**
- Golden Boulder - **17m @ 4.3 g/t Au** incl **6m @ 11.1 g/t Au**
- Eristoun Main Line - **6m @ 1.3 g/t Au** Including **3m @ 2.1 g/t Au**
- Eristoun East Line - **6m @ 2.5 g/t Au** and **3m @ 1.8 g/t Au**

The prospects are all located on tenement E38/3518 which has been subject to minimal exploration activity over the last decade thus providing considerable exploration upside potential.

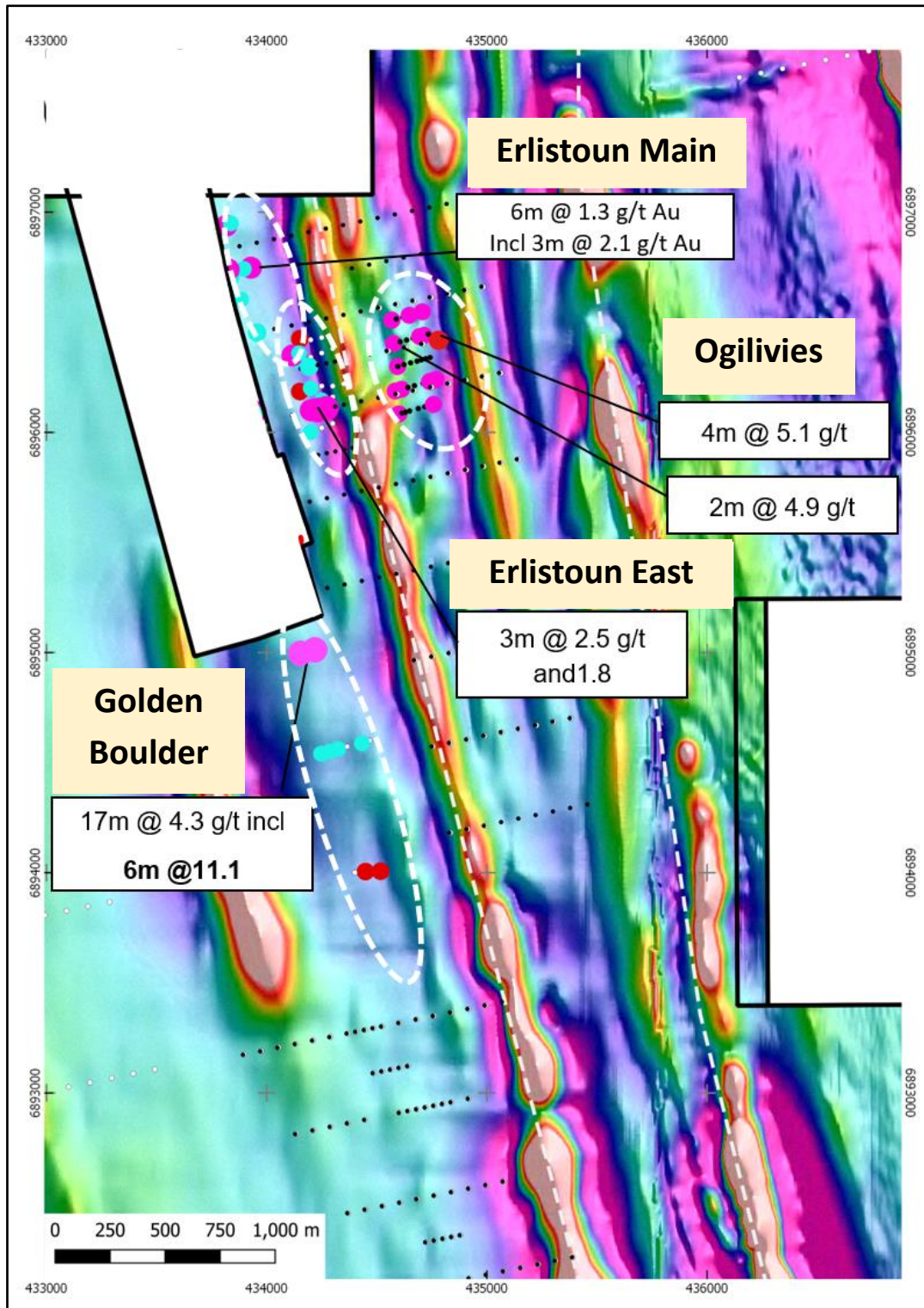


Figure 4 - Plan view of the four new drill-ready gold prospects in GSN's Duketon Project over magnetic imagery and maximum downhole gold intercepts.

The major regional scale structures are a key element for large scale gold deposition with three of these mineralised structures striking through the one tenement. These targets are therefore highly prospective areas for gold accumulation with additional RC/AC drill programs planned at Ogilvie's, Golden Boulder and Erlistoun following completion of the drilling at Southern Star and One Weight Wonder. Refer to further details in the ASX announcement of 8/7/21.

Mon Ami

Mineral Resource Update

Subsequent to quarter end, GSN announced and updated the mineral resource at Mon Ami (Table 1). Importantly 95% of the mineralisation is now in the Indicated category.

| Classification | COG | Tonnage | Grade | Metal |
|------------------|--------|---------|--------|--------|
| | g/t Au | Mt | g/t Au | Oz Au |
| Indicated | 0.5 | 1.41 | 1.16 | 52,500 |
| Inferred | 0.5 | 0.15 | 0.61 | 3,000 |
| Total | 0.5 | 1.56 | 1.11 | 55,500 |

Table 1 – Mon Ami 2021 Mineral Resource Statement.

Refer to further details in the ASX announcement of 21/7/21.

Environmental Studies

During the quarter, GSN completed all of the baseline environmental and technical studies for the Mon Ami Gold Project to support a future mining approval.

A two-stage flora and fauna survey was conducted at Mon Ami in March and May 2021. Two Priority 3 flora taxa were identified and potential short range endemic habitat was observed near the Mt Weld Road. The contemplated mine development is not expected to impact any species or habitat significantly.

A desktop subterranean fauna study was also completed that concluded that the rocks and 50m saline water table depth at Mon Ami were unsuitable habitat for stygofauna and troglifauna.

Soil and Waste Characterisation studies were also completed. Geochemical testing of representative waste rock at Mon Ami has shown it to be non-acid forming and without any leachable heavy metals present. Soil test-pitting at the site has identified the topsoil stripping and rehabilitation steps that will be necessary to rehabilitate the site after mining is completed.

Land Access

Mon Ami is located on a granted mining lease. An 8km haul road has been designed that links the deposit with the existing sealed Mt Weld Road. A miscellaneous license and general-purpose license for the haul road and ancillary infrastructure have now been granted in favour of GSN.

GSN maintains a respectful relationship with the Nyalpa Pirniku Traditional Owners and an archaeological and ethnographic heritage survey was completed over the proposed mine and haul road route in November 2020.

Primary approvals for the project will be via a Mining Proposal under the *Mining Act 1978 (WA)*, a relatively straight forward 6-week process that will commence once a commercial milling solution for the project is agreed.

Milling Options

Mon Ami is now a “shovel ready” project and discussions are underway with several near mill owners as part of proposed commercial discussions. Numerous milling solutions exist within 150km of Mon Ami (Figure 5).

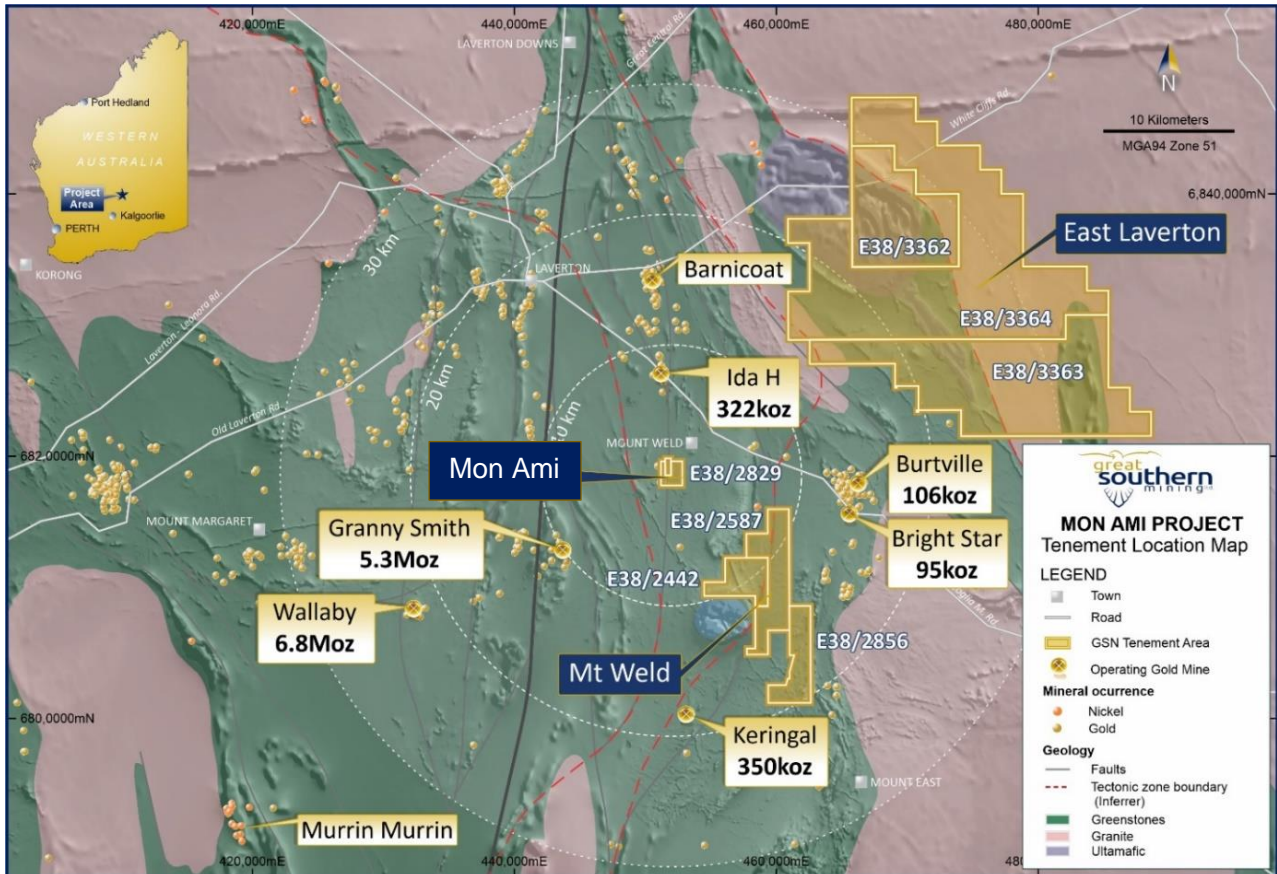


Figure 5 - Mon Ami Tenement Location Map.

Northern Queensland

Fish Creek

In addition to the Leichardt Creek Prospect announced in the March 2021 quarter, the Company continued its geochemical survey work over additional targets and received results from over 710 soil samples on a 100m x 100m grid, completed at Fish Creek. The Fish Creek Survey Area is coincident with one of nineteen anomalies identified from the hyperspectral survey conducted in 2019 and co-funded by Evolution Mining Limited (ASX release 15/4/20). The soil survey was designed to test the gold-silver-base-metals metal associations.

Fish Creek has returned a very positive geochemical signature consistent with a high-sulphidation system like the nearby Mt Carlton Mine, owned and operated by Evolution Mining Limited (refer Figure 7). This result is consistent with geological evidence that is continuing to be collected from the field.

As disclosed in the ASX release 14/4/21, Figure 6 compares the metal zonation at Mt Carlton and Fish Creek data by normalising the data to the average metal abundance at Fish Creek. The arrows track the zonation from distal to proximal to the core. This is considered a reasonable guide to compare the style of both systems and shows a strong correlation between both mineralised systems.

When these results are plotted spatially and importance is placed on the gold grades, there appears to be a zonation from blue distal results to two red areas showing characteristics of core zones similar to A39 and V2 at Mt Carlton.

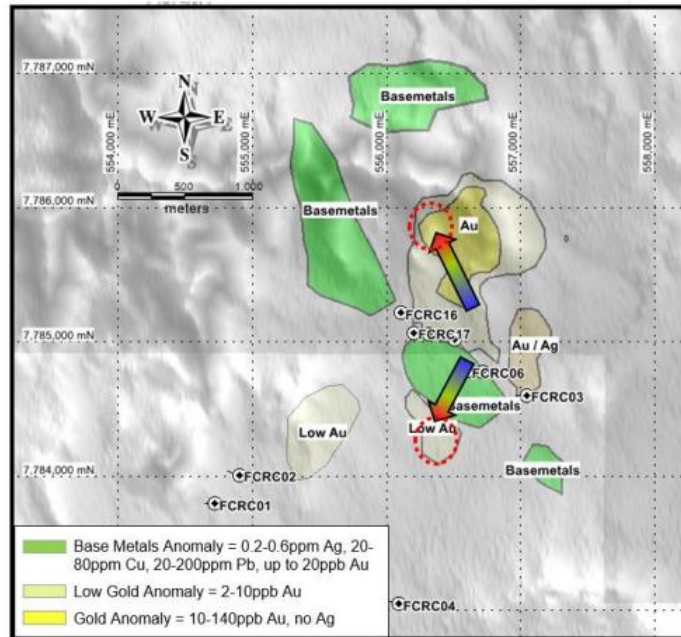


Figure 6 - Simplified metal anomalies at Fish Creek.

Other Prospects

Soil surveys have also been conducted at Leichhardt Creek (refer ASX announcement 18/3/21), Spring Creek and Edinburgh Castle. These surveys are presently being processed. Field operations are continuing with two separate geological crews in the field at the Molongle and Mt Dillon prospects with the objective of advancing several targets to the drill testing stage later in 2021.

Land Access

Conduct and Compensation Agreements (CCAs) are required for drilling operations on GSN's Edinburgh Park project. CCAs are in place for Leichhardt Creek Station (Leichhardt Creek prospect) and negotiations are progressing well with Edinburgh Park Station (Fish Creek and Edinburgh Castle prospects) and Umina Station (Molongle and Mt Dillon prospects).

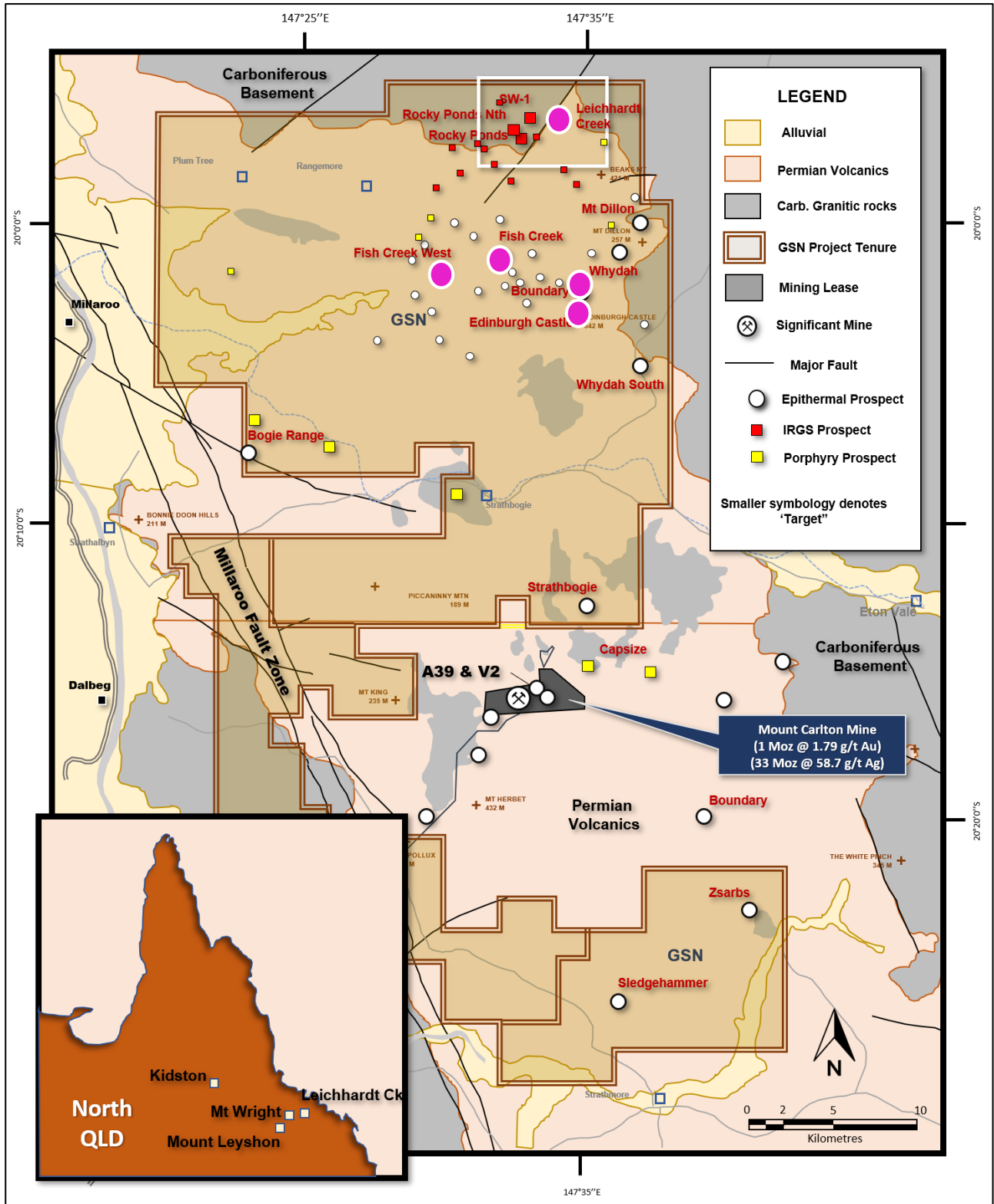


Figure 7 - Location and geology of GSN's Edinburgh Park Project relative to the Mt Carlton Mine.

East Laverton (WA)

All remaining exploration tenements at East Laverton were granted during the quarter. As announced on 3/5/21, the Company has planned a 45-day ground-based moving-loop electro-magnetic survey aimed at identifying nickel sulphide conductors.

Additional disclosures pursuant to Listing Rule 5.3.3 for the quarter

Project Summary: refer to Table 1 below.

Mining tenements acquired/disposed of during the quarter: refer to Table 2 - Project Summary below.

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter:
Nil

Beneficial percentage interests held in farm-in or farm-out agreements acquired or disposed during the quarter: Nil

Table 2 - Project Summary.

| Project | Tenement | % Interest | Grant date | Expiry date | Tenement Area km ² |
|-------------------------------|-----------|------------|---------------|-------------|-------------------------------|
| WESTERN AUSTRALIA | | | | | |
| Mon Ami | M38/1256 | 100% | 03-09-12 | 02-09-33 | 0.6 |
| | E38/2829 | 100% | 23-12-13 | 22-12-23 | 1 |
| | G38/38 | 100% | 09-07-21 | 08-07-42 | 1 |
| | L38/349 | 100% | 19-04-21 | 18-04-42 | 1 |
| Coxs Find | M38/170 | 100% | 10-10-88 | 09-10-30 | 1 |
| | M38/578 | 100% | 04-08-04 | 03-08-25 | 0.9 |
| | M38/740 | 100% | 24-07-08 | 23-07-29 | 1.4 |
| | E38/3476 | 100% | 10-09-20 | 10-09-25 | 1 |
| | L38/328 | 100% | 18-11-20 | 17-11-41 | 0.4 |
| Duketon | E38/3501 | 100% | 17-02-21 | 17-02-26 | 210 |
| | M38/1295 | 100% | Pending grant | | |
| | E38/3477* | 100% | Pending grant | | |
| | E38/3488* | 100% | Pending grant | | |
| | P38/4523 | 100% | 04-03-21 | 03-03-25 | 1 |
| | P38/4524 | 100% | 23-02-21 | 22-02-25 | 1 |
| | P38/4525 | 100% | 04-03-21 | 03-03-25 | 1 |
| | E38/3518 | 100% | 17-02-21 | 17-02-26 | 54 |
| Mt Weld | E38/2442 | 100% | 17-02-11 | 16-02-21 | 15 |
| | E38/2856 | 100% | 23-02-15 | 22-02-25 | 15 |
| | E38/2587 | 100% | 15-10-14 | 14-10-24 | 24 |
| East Laverton | E38/3362 | 100% | 28-04-21 | 28-04-26 | 60 |
| | E38/3363 | 100% | 03-07-19 | 02-07-24 | 135 |
| | E38/3364 | 100% | 28-04-21 | 28-04-26 | 210 |
| QUEENSLAND | | | | | |
| Edinburgh Park Project | | | | | |

| Project | Tenement | % Interest | Grant date | Expiry date | Tenement Area km ² |
|---------------------------|-----------|------------|----------------------|-------------|-------------------------------|
| Johnnycake | EPM 18986 | 100% | 13-12-12 | 12-12-22 | 150 |
| Mc Area | EPM 25196 | 100% | 03-03-14 | 02-03-23 | 9 |
| Johnnycake North | EPM 26527 | 100% | 23-08-17 | 22-08-22 | 89 |
| Beaks Mountain | EPM 26810 | 100% | 17-07-18 | 16-07-23 | 185 |
| Reedy Range | EPM 27130 | 100% | 24-09-19 | 23-09-24 | 227 |
| Stretchable | EPM 27131 | 100% | 24-09-19 | 23-09-24 | 317 |
| King Creek | EPM 27506 | 100% | 30-11-20 | 29-11-25 | 233 |
| Bogie Range | EPM 27450 | 100% | 03-06-21 | 02-06-22 | 121 |
| Strathalbyn South | EPM 27944 | 100% | Pending grant | | 25 |
| Palmer River | | | | | |
| Mosman Project | | | | | |
| Mt Bennett | EPM 27291 | 100% | 10-02-20 | 09-02-25 | 294 |
| Eagle Mountain | EPM 27305 | 100% | 10-02-20 | 09-02-25 | 96 |
| Palmer River North | EPM 27707 | 100% | Pending grant | | 53 |
| Tablelands Project | | | | | |
| Driscolls Hill | EPM 27460 | 100% | 30-09-20 | 29-09-25 | 320 |

* Tenements subject to exercise of Option at GSN's discretion.

Corporate

On 8/4/21, the Company issued 30,000 Listed Options carrying the same terms and conditions as those already on issue to acquire an option over a tenement in Laverton, Western Australia.

On 30/6/21, 600,000 Unlisted Options vested. The Unlisted Options were issued under the Company's adopted Long-Term Incentive Plan and are exercisable at A\$0.05 expiring 30 June 2022. Refer to ASX Announcement 10/7/2020.

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This ASX release was approved by the Executive Chairman on behalf of the GSN Board

For Further Information Contact:

John Terpu

Executive Chairman

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About Great Southern Mining

Great Southern Mining Limited is a leading Australian listed gold exploration company. With significant land holdings in the world-renowned gold districts of Laverton in Western Australia and Mt Carlton in North Queensland, all projects are located within 25km of operating gold mills and major operations.

The Company's focus is on creating shareholder wealth through efficient exploration programs and strategic acquisitions of projects that complement the Company's existing portfolio of quality assets.

For further information regarding Great Southern Mining Limited please visit the ASX platform (ASX:GSN) or the Company's website www.gsml.com.au.

Competent Person's Statement

| Deposit | Competent Person | Employer | Professional Institute |
|---|-----------------------|--------------------------------------|------------------------|
| Edinburgh Park Exploration Results (2021) | Octavio Garcia | Great Southern Mining Ltd | MAIG |
| Southern Star, Duketon Targets, Mon Ami 2020-2021 Exploration Results and Geological Interpretation | Simon Buswell-Smith | Great Southern Mining Ltd | MAIG |
| Mon Ami 2019 Exploration Results incl. metallurgy | Dr Bryce Healy | Noventum Group Pty Ltd | MAIG |
| Mon Ami Mineral Resource | Dr Michael Cunningham | SRK Consulting (Australasia) Pty Ltd | MAusIMM, MAIG |

The information in this report that relates Exploration Results and Mineral Resources is based on the information of the Competent Persons listed in the table above. Each of the Competent Persons have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as Competent Persons under the JORC Code (2012). For new information each consent to the inclusion in the report of the matters based on his information in the form and context in which they occur. Previously announced information is cross referenced to the original announcements. In these cases, the Company is not aware of any new information or data that materially affects the information presented and that the technical parameters underpinning the estimates continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons findings are presented have not been materially modified from the original market announcements.

Forward Looking Statements

Forward-looking statements are only predictions and are not guaranteed. They are subject to known and unknown risks, uncertainties and assumptions, some of which are outside the control of the Company. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. The occurrence of events in the future are subject to risks, uncertainties and other factors that may cause the Company's actual results, performance or achievements to differ from those referred to in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward-looking statements in this announcement speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and the ASX Listing Rules, the Company, its directors, officers, employees and agents do not give any assurance or guarantee that the occurrence of the events referred to in this announcement will occur as contemplated.

Appendix 5B

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

Name of entity

GREAT SOUTHERN MINING LIMITED

ABN

37 148 168 825

Quarter ended ("current quarter")

30 June 2021

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|---|------------------------------------|---|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for | | |
| (a) exploration & evaluation | - | - |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | (117) | (356) |
| (e) administration and corporate costs | (272) | (928) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | - | - |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Government grants and tax incentives | - | - |
| 1.8 Other (provide details if material) | - | - |
| 1.9 Net cash from / (used in) operating activities | (389) | (1,284) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) tenements | - | (6) |
| (c) property, plant and equipment | (1) | (101) |
| (d) exploration & evaluation | (412) | (3,077) |
| (e) investments | - | - |
| (f) other non-current assets | - | - |

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 (12 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 | - | - |
| 2.6 | Net cash from / (used in) investing activities | (413) | (3,184) |

| | | | |
|-------------|---|----------|--------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | - | 3,158 |
| 3.2 | Proceeds from issue of convertible debt securities | - | - |
| 3.3 | Proceeds from exercise of options | - | 353 |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | - | (217) |
| 3.5 | Proceeds from borrowings | - | - |
| 3.6 | Repayment of borrowings | - | - |
| 3.7 | Transaction costs related to loans and borrowings | - | - |
| 3.8 | Director Loan | - | (500) |
| 3.9 | Interest on Director Loan | - | (7) |
| 3.10 | Net cash from / (used in) financing activities | - | 2,787 |

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 (12 months) \$A'000 |
|---|--|------------------------------------|---|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 2,184 | 3,067 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (389) | (1,284) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (413) | (3,188) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | - | 2,787 |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 1,382 | 1,382 |

| 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 | 1,382 | 2,184 |
| 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) | 1,382 | 2,184 |

| 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 | (73) |
| 6.2 | Aggregate amount of payments to related parties and their associates included in item 2 | - |
| <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> | | |

Director fees, superannuation and rent of office premises payable to a director related entity.

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

| 7. Financing facilities | Total facility amount at quarter end \$A'000 | Amount drawn at quarter end \$A'000 |
|---|--|--|
| <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> | | |
| <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i> | | |
| 7.1 Loan facilities | 130 | 130 |
| 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. | <p>The Company has financed the purchase of two site vehicles. The facility is secured with the vehicles used as collateral / security. The term of the facility is three years with interest being 3.32%. 100% of the facility has been utilised at the end of the quarter.</p> | |

| 8. Estimated cash available for future operating activities | \$A'000 |
|---|----------------|
| 8.1 Net cash from / (used in) operating activities (item 1.9) | (389) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (413) |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (802) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 1,382 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 Total available funding (item 8.4 + item 8.5) | 1,382 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 1.72 |
| <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? | |
| <p>Answer: No. The Company commenced its drilling program at its Southern Star deposit in July 2021. Exploration expenditure is expected to be higher in the coming quarter. Additionally, the Company is due to make a payment of \$0.8M in August 2021 in relation to the acquisition of the Cox's Find Gold Project.</p> | |

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

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: The Company is currently considering a number of alternatives to raise capital in order to continue to fund exploration activities. The Company has the placement capacity available under Listing Rules 7.1/7.1A and is also considering other funding initiatives.

The Company has a number of exploration programs ongoing and planned for the remainder of 2021. The Board reasonably expects the above funding initiatives will be successful. Should the funding initiatives not raise sufficient capital to fully execute the Company's exploration programs, the Company maintains the ability to reduce exploration expenditure and operating overheads further in order to maintain sufficient cash reserves.

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: Yes. Refer to the capital raising initiatives outlined in section 8.8.2 above.

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.

29 July 2021

Date:

By the Board of Directors

Authorised by:
(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.