

29 January 2021

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 DECEMBER 2020

Key Points

Exploration

- Exceptional high-grade gold intercepts returned from shallow infill and extension RC drilling at the Swift and Swan North deposits:¹

Swift North and South

- **29m @ 9.1g/t Au from 70m** including **5m @ 37.3g/t Au from 78m**
- **9m @ 12.7g/t Au from 111m** including **3m @ 25.9g/t Au from 113m**
- **12m @ 7.4g/t Au from 113m** including **3m @ 22.3g/t Au from 116m**
- **21m @ 2.8g/t Au from 110m** including **9m @ 5.9g/t Au from 110m**
- **8m @ 7.0g/t Au from 95m** including **2m @ 19.8g/t Au from 95m**

Swan North

- **17m @ 3.7g/t Au from 139m** including **4m @ 8.3g/t Au from 142m**
- **24m @ 2.7g/t Au from 143m** including **8m @ 4.8g/t Au from 157m**

- Geological review of Gum Creek Project to identify and prioritise new exploration targets completed. Review aims to boost the existing mineral resource estimates at the Gum Creek Gold Project, which currently totals **1.39 million ounces @ 2.7g/t Au** ².

Corporate

- Mr Leigh Ryan commenced as Managing Director of the Company on 14 December 2020.
- Mr Jamie Sullivan will revert to a Non-Executive Director role commencing 1 February 2021.
- \$316,267 debt to Panoramic Resources Limited settled via issue of 726,550 Horizon Gold Limited shares.
- HLB Mann Judd (WA Partnership) appointment as the Company's new auditor.

¹ Refer to Horizon Gold Limited ASX announcement "Spectacular high-grade gold intercepts returned from the Swift and Swan North Deposits" dated 14 December 2020

² Refer to Horizon Gold Limited ASX announcement "Mineral Resources as at 30 June 2019" dated 12 July 2019

Horizon Gold Limited (ASX:HRN) (**Horizon Gold** or the **Company**) is focussed on progressing its exploration and development activities at the 100% owned Gum Creek Gold Project (**Gum Creek** or the **Project**) in Western Australia (Figure 1).

Gum Creek has historically produced more than 1 million ounces of gold and hosts a current Mineral Resource of 1.39 million ounces (Appendix 1). The Project covers 620km² of contiguous tenure over the Gum Creek greenstone belt that has supported more than 30 open pit mines and three underground mines in the modern era.

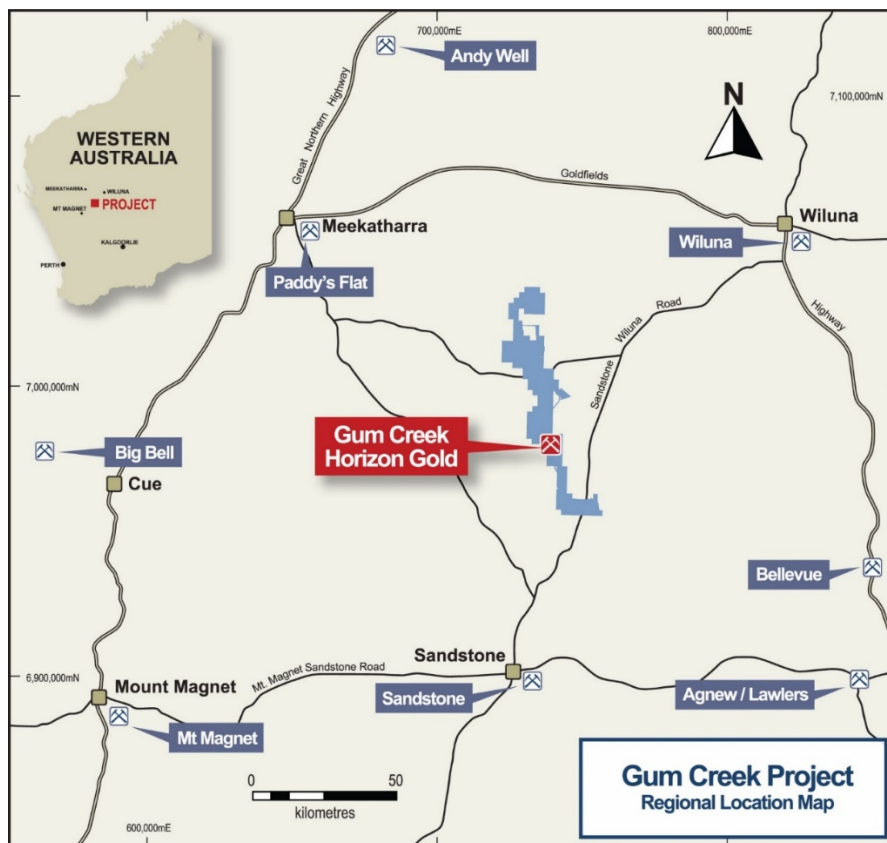


Figure 1: Gum Creek Gold Project location plan

Drilling Program

During the reporting period Horizon Gold completed a total of 38 reverse circulation (RC) holes for 4,737 metres at the Swift and Swan North deposits. The Swift and Swan deposit areas are represented by a cluster of open pit and underground mines developed between 1987 and 2005.

The holes were designed to infill and test along strike and down dip of known gold mineralisation in order to upgrade existing mineral resources. Approximately 75% of the holes intersected the targeted mineralisation, with a number of spectacular high-grade gold intercepts (+50 gram Au x meters) received from the immediate step-out and infill drilling including; **29m @ 9.1g/t Au** from 70m including **5m @ 37.3g/t Au** from 78m (SBRC105), **9m @ 12.7g/t Au** from 111m including **3m @ 25.9g/t Au** from 113m (SBRC105), **12m @ 7.4g/t Au** from 113m including **3m @ 22.3g/t Au** from 116m (SBRC110), **21m @ 2.8g/t Au** from 110m including **9m @ 5.9g/t Au** from 110m (SBRC108), and **8m @ 7.0g/t Au** from 95m (SBRC094) from Swift North and Swift South, and **17m @ 3.7g/t Au** from 139m

including **4m at 8.3g/t Au** from 142m (SBRC114), and **24m @ 2.7g/t Au** from 143m including **8m @ 4.8g/t Au** from 157m (SBRC124) from Swan North (refer to Figures 2 to 4 and Table 1)³.

Drilling also delineated shallow mineralisation at the northern end of the Swan North pit that remains open to the north. Hole SBRC126 intersected two mineralised zones of **6m @ 3.4g/t Au from 28m** and **4m @ 2.4g/t Au from 41m** which will require follow up drilling (Figures 2 and 4)³.

Mineralisation is associated with quartz veining hosted within a deeply weathered mafic rock sequence. All reported intercepts are shallow, occurring within 140m of surface. The areas are deeply weathered being completely oxidised down to ~60m below surface and partially oxidised from ~60m to 85m below surface. The results confirm the presence of broad zones of potentially open pit gold mineralisation in the Swift/Swan resource areas and will be used to update the respective mineral resource estimates in due course. Drill hole locations, details and all results are listed in Table 1.

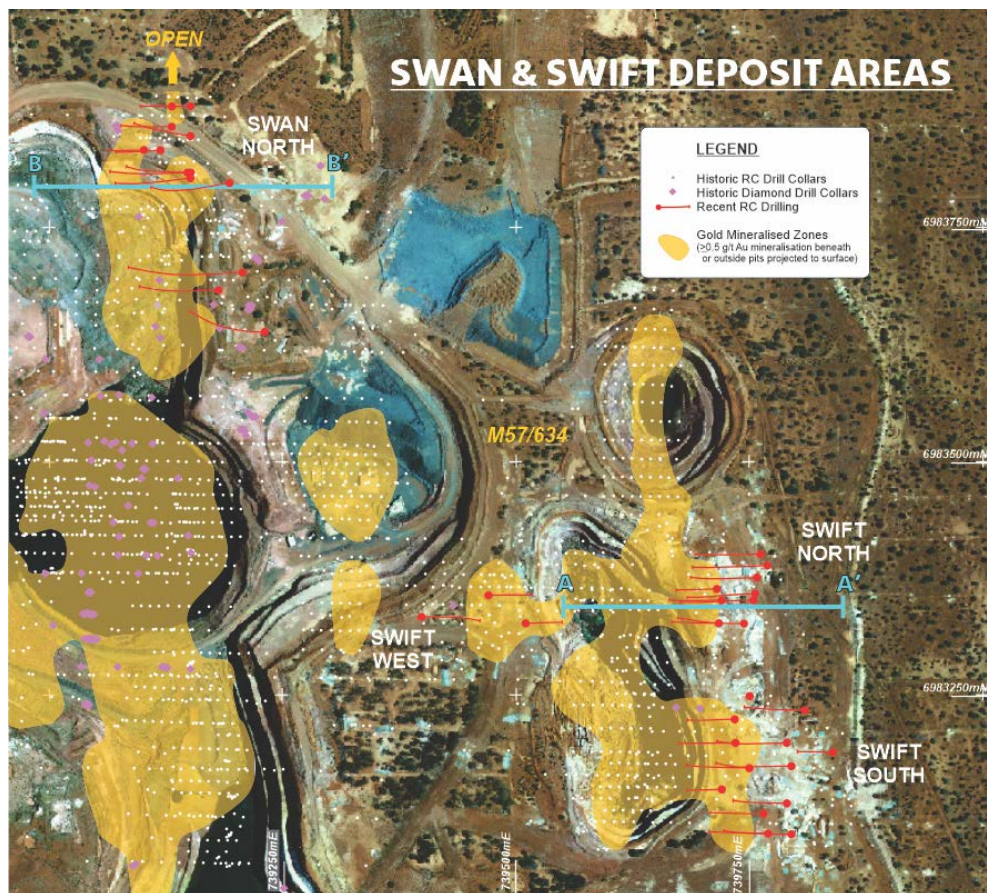


Figure 2: Swift and Swan deposits - drill hole plan showing cross section locations

³ Refer to Horizon Gold Limited ASX announcement "Spectacular high-grade gold intercepts returned from the Swift and Swan North Deposits" dated 14 December 2020

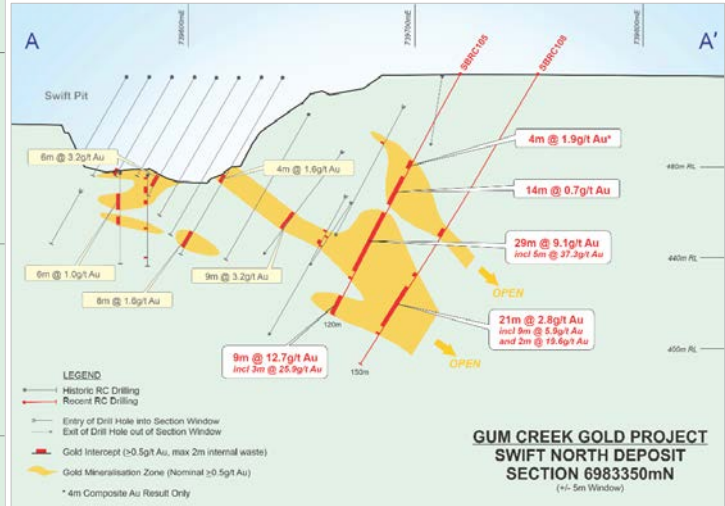
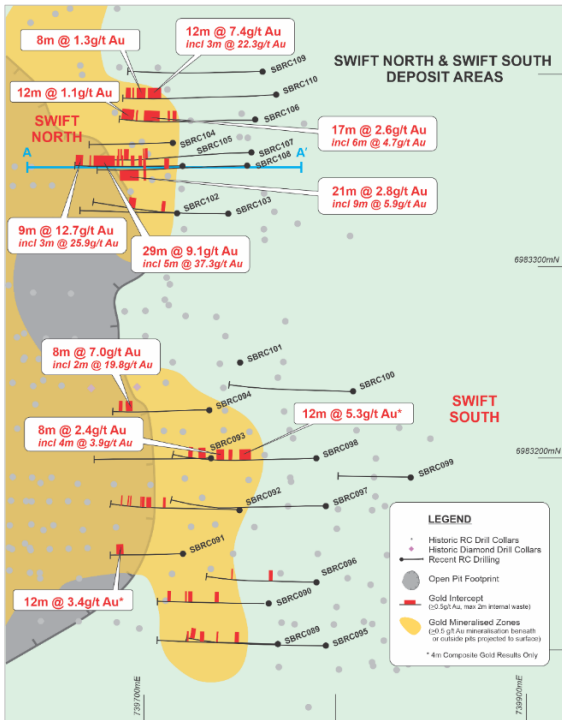


Figure 3: Swift North / Swift South drill hole and intercepts location plan (left) & Swift North Cross Section (right)

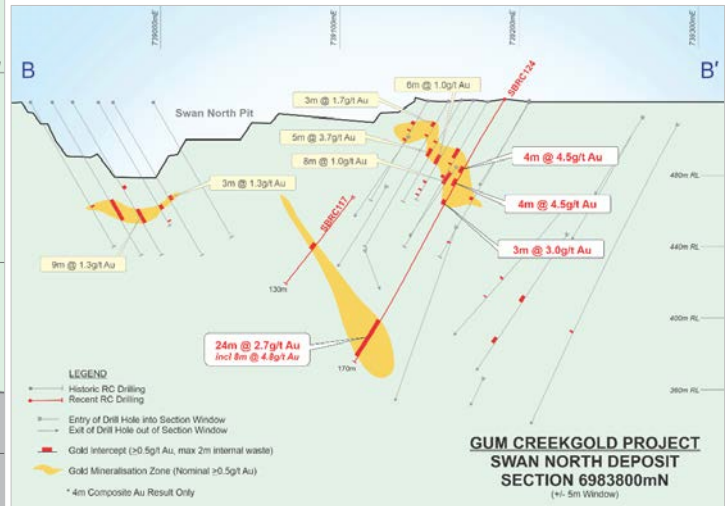
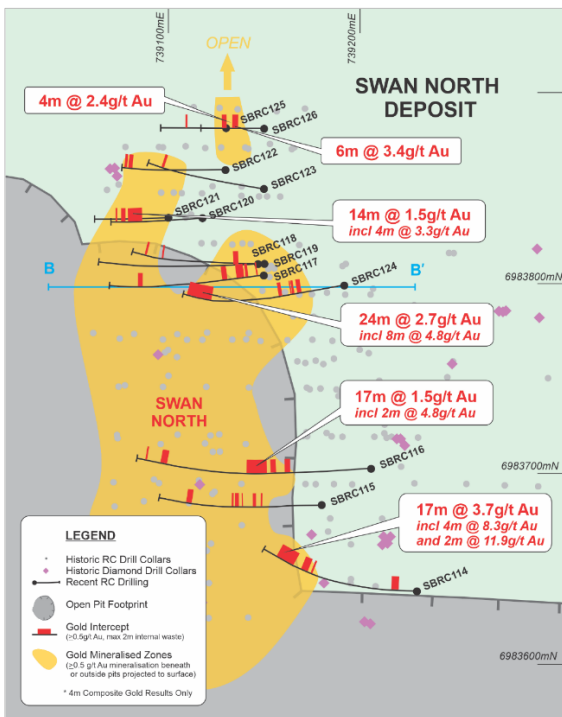


Figure 4: Swan North drill hole and intercepts location plan (left) & Swan North Cross Section (right)

Geological Review

During the quarter three highly experienced Archean gold geologists completed a full review of the Gum Creek Gold Project exploration and mining data. The key objective of the review was to target and prioritise exploration targets with a focus on immediate mineral resource growth.

The review generated 48 targets (Figure 5) which have been ranked and prioritised based on mineralisation style, host rock type, structural control, metallurgy, target depth, and target grade. These targets were subsequently categorised as follows:

- nine existing mineral resources that can be upgraded and extended;
- twenty new mineral resource targets;
- thirteen advanced exploration targets that have a number of significant (+15 gram Au x meters Au) drill hole intersections; and
- six new greenfield exploration targets.

The Company will announce further details of the exploration data review and target ranking, along with proposed drilling details in the coming weeks.

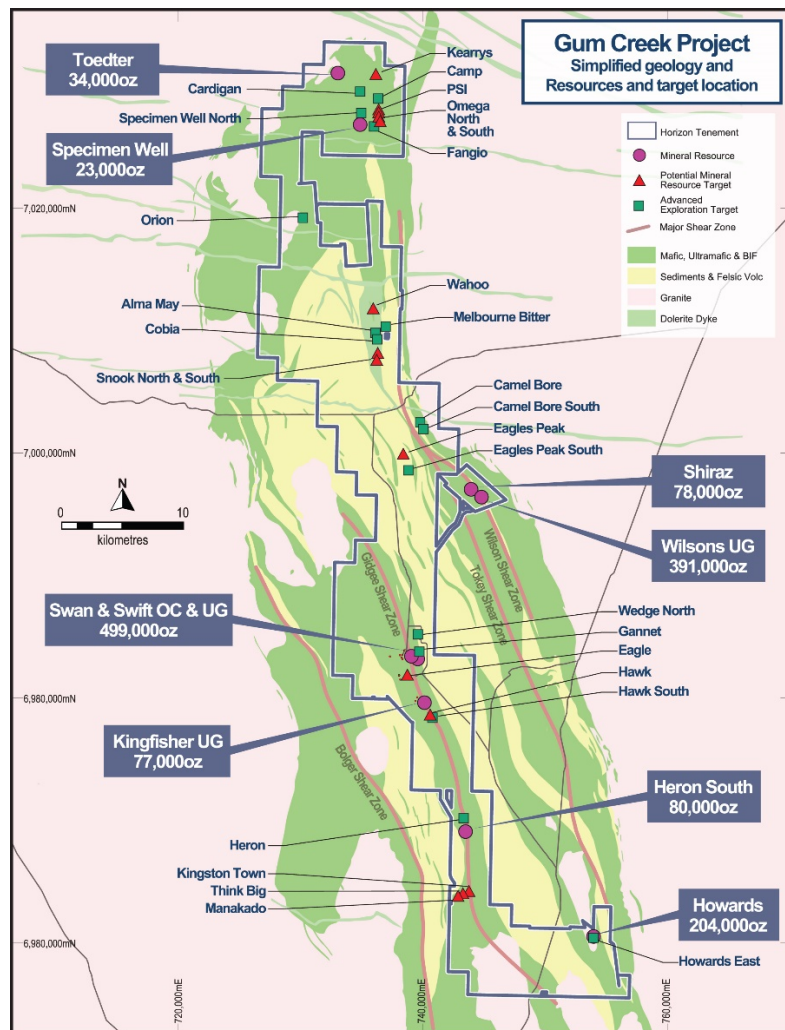


Figure 5: Gum Creek Gold Project tenement plan showing current mineral resources and exploration targets over regional geology.

Corporate

Appointment of Managing Director

Mr Leigh Ryan, the Company's new Managing Director, commenced work on 14 December 2020. Mr Ryan is a qualified geologist with 30 years of experience in the exploration and resource industry, which has included various project evaluation, exploration management and executive management roles throughout Australia and Africa. He has worked extensively in WA, Queensland, NSW, and various African countries and has been involved in the discovery and resource definition of numerous gold and base metal deposits.

Mr Ryan was most recently Managing Director of Alchemy Resources Limited and before this Managing Director of Chrysalis Resources Limited and earlier the Managing Director of Boss Resources Limited. Prior to this he was Resolute Mining Limited's Group Exploration Manager for Africa and Australia. Mr Ryan is a member of the Australian Institute of Geoscientists and has completed a graduate certificate in Mineral Economics at the Curtin School of Business, Western Australia.

Following a handover period, Mr Jamie Sullivan will revert to a Non-Executive Director role from 1 February 2021.

Settlement of Panoramic Resources Limited Debt

On the 6 October 2020 the Company announced that it had agreed to settle the \$316,267 debt to Panoramic Resources Limited as disclosed in the 30 June 2020 Financial Accounts through the issue of 726,550 Horizon Gold Limited shares. The debt arose from Panoramic Resources Limited providing technical, commercial, managerial expertise and services up to 30 April 2020 under a Management Agreement originally executed on 21 October 2016.

The pricing of the shares for settlement was based on a 30 Day VWAP of Horizon Gold Limited shares which was 43.53 cents. The shares were issued under the Company's placement capacity and ASX Listing Rule 7.1.

The Company's Annual General Meeting and Change of Auditor

The Company's AGM was held on Thursday 12 November 2020 and all resolutions put to shareholders were passed including the appointment of HLB Mann Judd (WA Partnership) as the Company's new auditor following the resignation of the Company's previous auditor.

Additional ASX Listing Rule Disclosures

As required by ASX Listing Rule 5.3, the Company advises it spent \$668,000 on exploration and evaluation activities during the quarter. Expenditure predominantly related to exploration drilling within the Swift and Swan resource areas, associated geological and geotechnical consulting services, and ongoing tenement rents and rates. There was no mining development or production activities conducted during the quarter.

The total amount paid to directors of the entity and their related parties and associates during the period (Section 6 of Appendix 5B) was \$60,000 for Executive Director salaries, superannuation, and non-executive Directors' fees, and \$11,000 for the hire of earth moving equipment within the Gum Creek Project.

Horizon had \$1.1M cash at hand at 31 December 2020.



Mining Tenements

The status of the Company's mining tenements as at 31 December 2020 are detailed in Appendix 2.

This ASX announcement was authorised for release by the Horizon Board.

**For further information contact
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About the Company

Horizon Gold Limited (ASX:HRN) is an exploration company focused on its 100% owned Gum Creek Gold Project in Western Australia. The Gum Creek Gold Project hosts Mineral Resources of 1.39 million ounces @ 2.7g/t Au (reported in accordance with the JORC Code - 2012 Edition guidelines) (*Appendix 1*). It is located within a well-endowed gold region that hosts multi-million ounce deposits including Big Bell, Wiluna, Mt Magnet, Meekatharra and Agnew/Lawlers. Horizon is undertaking exploration and development studies with the aim of recommencing operations at the Gum Creek Gold Project.

Table 1:

Significant Drill Hole Intercepts - Swift and Swan RC Drilling (all resplits included)

Hole_ID	North	East	RL	Dip	Azimuth	Depth	From	To	Width	Grade
SBRC089	6983103	739770	520	-60	271	125	76	79	3	3.00
SBRC090	6983124	739765	520	-60	269	120	54	56	2	2.79
SBRC091	6983150	739720	520	-60	268	75	62	71	9	3.98
SBRC092	6983173	739750	520	-60	272	130	91	102	11	1.21
						<i>incl.</i>	92	94	2	3.04
						and	111	114	3	1.85
SBRC093	6983200	739735	520	-60	270	120				<5 GxM
SBRC094	6983225	739734	520	-65	270	120	95	103	8	6.97
						<i>incl.</i>	95	97	2	19.80
SBRC095	6983102	739795	520	-61	270	140				<5 GxM
SBRC096	6983135	739790	520	-65	272	130	52	54	2	1.74
SBRC097	6983175	739795	520	-60	270	150				<5 GxM
SBRC098	6983200	739790	520	-61	269	148	68	80	12	4.69
SBRC099	6983190	739840	520	-70	270	and	96	104	8	2.43
						<i>incl.</i>	99	103	4	3.90
						and	128	132	4	1.32
SBRC100	6983235	739809	520	-60	272	125				<5 GxM
SBRC101	6983250	739750	520	-90	0	110				<5 GxM
SBRC102	6983328	739717	521	-61	270	110				<5 GxM
SBRC103	6983328	739744	521	-60	269	145	69	71	2	8.75
						and	100	107	7	2.33
						<i>incl.</i>	103	105	2	5.24
SBRC104	6983365	739715	521	-60	267	95				<5 GxM
SBRC105	6983353	739720	521	-61	268	120	44	49	5	2.08
						and	54	57	3	2.26
						and	70	99	29	9.07
						<i>incl.</i>	78	83	5	37.30
						<i>incl.</i>	89	91	2	15.50
						and	111	120	9	12.72
						<i>incl.</i>	113	116	3	25.90
SBRC106	6983377	739758	521	-62	-61	268	86	89	3	2.82
							107	124	17	2.63
						<i>incl.</i>	109	115	6	4.72
						and	136	143	7	1.42
SBRC107	6983360	739756	521	-61	267	146	109	116	7	1.20
						and	129	133	4	2.99
						and	136	139	3	1.70
SBRC108	6983353	739754	521	-60	267	150	110	131	21	2.79
						<i>incl.</i>	110	119	9	5.86
						<i>incl.</i>	113	115	2	19.55
SBRC109	6983402	739762	521	-60	269	139				<5 GxM
SBRC110	6983390	739769	521	-58	266	150	113	125	12	7.43
						<i>incl.</i>	116	119	3	22.27
						and	128	136	8	1.29
SBRC111	6983328	739510	521	-60	87	80				<5 GxM
SBRC112	6983358	739470	521	-60	88	100				<5 GxM

Hole ID	North	East	RL	Dip	Azimuth	Depth	From	To	Width	Grade
SBRC113	6983335	739398	521	-60	89	130				<5 GxM
SBRC114	6983640	739230	521	-60	271	170	22	25	3	1.77
						and	124	131	7	2.09
						and	139	156	17	3.72
						incl.	142	146	4	8.27
						& incl.	153	155	2	11.94
SBRC115	6983685	739180	521	-60	269	155	83	90	7	2.34
						incl.	88	90	2	4.67
SBRC116	6983704	739206	521	-50	267	170	63	66	3	1.82
							75	79	4	1.62
						and	82	99	17	1.50
						incl.	95	97	2	4.81
						and	151	155	4	2.76
SBRC117	6983805	739150	521	-50	264	130	13	22	9	1.88
						incl.	16	22	6	2.48
SBRC118	6983811	739147	521	-50	269	129	18	19	1	7.38
SBRC119	6983811	739150	521	-59	271	135				<5 GxM
SBRC120	6983835	739118	521	-60	266	100	64	78	14	1.47
						incl.	71	75	4	3.28
SBRC121	6983835	739100	521	-60	269	80	45	49	4	2.89
SBRC122	6983860	739130	523	-60	270	110	98	106	8	1.17
SBRC123	6983850	739150	523	-60	280	128				<5 GxM
SBRC124	6983800	739192	523	-59	260	170	45	49	4	4.51
						incl.	46	47	1	10.80
						and	53	57	4	4.51
						incl.	53	55	2	8.50
						and	66	69	3	3.01
						and	143	167	24	2.74
						incl.	157	165	8	4.82
SBRC125	6983882	739130	521	-60	269	70				<5 GxM
SBRC126	6983882	739150	521	-60	270	70	28	34	6	3.37
						incl.	28	31	3	5.74
						and	41	45	4	2.36

Notes:

Intercepts determined using 0.5 g/t Au lower cut, no upper cut and 2m maximum internal dilution.

All intercepts >5-gram x meters are reported. All resplits included in results.

APPENDIX 1:

*Gum Creek Project Mineral Resources Statement*⁴

Resource	Resource Date	Cut-off grade (g/t Au)	Mineralisation Type	Indicated		Inferred		Total		Contained Gold (oz)
				Tonnes	Au (g/t)	Tonnes	Au (g/t)	Tonnes	Au (g/t)	
Open Pit Resources										
Swan OC	May-19	0.5	Free Milling	80,000	8.8	880,000	6.8	960,000	7.0	216,000
Swift OC	May 19	0.5	Free Milling	100,000	5.0	740,000	7.5	840,000	7.2	195,000
Heron South	Aug-16	0.5	Refractory	1,140,000	2.2	2,000	1.3	1,140,000	2.2	80,000
Howards	Jul-13	0.4	Free Milling	5,250,000	1.1	720,000	1.0	5,970,000	1.1	204,000
Specimen Well	Aug-16	0.5	Free Milling			360,000	2.0	360,000	2.0	23,000
Toedter	Aug-16	0.5	Free Milling			690,000	1.5	690,000	1.5	34,000
Shiraz	Jul-13	0.4	Refractory	2,480,000	0.8	440,000	0.8	2,920,000	0.8	78,000
Underground Resources										
Swan UG	May-19	2.5	Free Milling	10,000	12.9	280,000	8.4	280,000	8.6	78,000
Swift UG	May-19	2.5	Free Milling			70,000	4.9	70,000	4.9	10,000
Kingfisher UG	Aug-16	3.5	Free Milling			390,000	6.1	390,000	6.1	77,000
Wilsons UG	Jul-13	1.0	Refractory	2,130,000	5.3	140,000	6.0	2,270,000	5.4	391,000
Total				11,190,000	2.0	4,700,000	4.3	15,890,000	2.7	1,388,000

The Company confirms that it is not aware of any additional information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

⁴ Refer to Horizon Gold Limited ASX announcement "Mineral Resources as at 30 June 2019" dated 12 July 2019

APPENDIX 2:

(a) Horizon Group Mining Tenements held as at 31 December 2020

Lease	Location	Area of Interest	Status	Expiry Date	Holder	Horizon's Interest	Mineral Rights	Application Date
E51/1538	Gidgee	Gum Creek	Granted	03-Feb-24	GUM CREEK	100%	All	
E51/1844	Gidgee	Gum Creek	Granted	22-Jan-23	GUM CREEK	100%	All	
E53/1725	Gidgee	Gum Creek	Granted	03-Jul-23	GUM CREEK	100%	All	
E53/1955	Gidgee	Gum Creek	Granted	18-Jan-23	GUM CREEK	100%	All	
E57/1093	Gidgee	Gum Creek	Granted	14-Jan-2024	GUM CREEK	100%	All	
E57/1100	Gidgee	Gum Creek	Granted	21-Jan-2024	GUM CREEK	100%	All	
E57/1104	Gidgee	Gum Creek	Granted	9-Jun-2024	GUM CREEK	100%	All	
E57/1105	Gidgee	Gum Creek	Granted	1-May-2024	GUM CREEK	100%	All	
L51/93	Gidgee	Gum Creek	Granted	24-Nov-34	GUM CREEK	100%	Infrastructure	
L53/46	Gidgee	Gum Creek	Granted	28-Feb-25	GUM CREEK	100%	Infrastructure	
L53/47	Gidgee	Gum Creek	Granted	26-Sep-25	GUM CREEK	100%	Infrastructure	
L53/95	Gidgee	Gum Creek	Granted	13-Dec-23	GUM CREEK	100%	Infrastructure	
L53/96	Gidgee	Gum Creek	Granted	13-Dec-23	GUM CREEK	100%	Infrastructure	
L53/116	Gidgee	Gum Creek	Granted	30-Jul-23	GUM CREEK	100%	Infrastructure	
L53/199	Gidgee	Gum Creek	Granted	29-Jul-36	GUM CREEK	100%	Infrastructure	
L57/20	Gidgee	Gum Creek	Granted	20-Jun-23	GUM CREEK	100%	Infrastructure	
L57/44	Gidgee	Gum Creek	Granted	12-Jun-33	GUM CREEK	100%	Infrastructure	
L57/47	Gidgee	Gum Creek	Granted	13-Aug-34	GUM CREEK	100%	Infrastructure	
M51/104	Gidgee	Gum Creek	Granted	11-May-29	GUM CREEK	100%	All	
M51/105	Gidgee	Gum Creek	Granted	09-May-31	GUM CREEK	100%	All	
M51/157	Gidgee	Gum Creek	Granted	09-Mar-30	GUM CREEK	100%	All	
M51/185	Gidgee	Gum Creek	Granted	18-Feb-30	GUM CREEK	100%	All	
M51/186	Gidgee	Gum Creek	Granted	18-Feb-30	GUM CREEK	100%	All	
M51/290	Gidgee	Gum Creek	Granted	09-May-31	GUM CREEK	100%	All	
M51/410	Gidgee	Gum Creek	Granted	10-Mar-34	GUM CREEK	100%	All	
M51/458	Gidgee	Gum Creek	Granted	09-Feb-35	GUM CREEK	100%	All	
M53/10	Gidgee	Gum Creek	Granted	24-Nov-25	GUM CREEK	100%	All	
M53/11	Gidgee	Gum Creek	Granted	24-Nov-25	GUM CREEK	100%	All	
M53/105	Gidgee	Gum Creek	Granted	29-Aug-30	GUM CREEK	100%	All	
M53/153	Gidgee	Gum Creek	Granted	28-Jun-32	GUM CREEK	100%	All	
M53/251	Gidgee	Gum Creek	Granted	02-Sep-34	GUM CREEK	100%	All	
M53/500	Gidgee	Gum Creek	Granted	21-May-21	GUM CREEK	100%	All	
M53/716	Gidgee	Gum Creek	Granted	07-Sep-40	GUM CREEK	100%	All	
M53/904	Gidgee	Gum Creek	Granted	28-Sep-21	GUM CREEK	100%	All	
M53/988	Gidgee	Gum Creek	Granted	12-Mar-24	GUM CREEK	100%	All	
M57/634	Gidgee	Gum Creek	Granted	14-Jul-35	GUM CREEK	100%	All	
M57/635	Gidgee	Gum Creek	Granted	01-Sep-35	GUM CREEK	100%	All	

E = Exploration Licence (WA) M = Mining Lease (WA)

P = Prospecting Licence (WA)

L = Miscellaneous Licence (WA)

Holder: GUM CREEK = Gum Creek Gold Mines Pty Ltd (100% Subsidiary of Horizon Gold Limited)

(b) Changes of Interest in mining tenements during the quarter

Tenement Reference and Location	Nature of Interest	Interest at beginning of Quarter	Interest at end of Quarter
P53/1582 Gidgee	Expired	100%	0%

(c) Farm-in or farm-out changes during the Quarter

Tenement Reference and Location	Nature of Interest	Interest at beginning of Quarter	Interest at end of Quarter
Nil			

Appendix 5B

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

Name of entity

HORIZON GOLD LIMITED

ABN

27 614 175 923

Quarter ended ("current quarter")

31 DECEMBER 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 (if expensed)	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs (incl for Care & Maint.)	(130)	(177)
(e) direct site Care & Maint. costs	(62)	(114)
(f) administration and corporate costs	(266)	(440)
1.3 Dividends received (see note 3)		
1.4 Interest received	3	4
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (FY 2020 WA State MRF payment)	-	(146)
1.9 Net cash from / (used in) operating activities	(455)	(873)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(18)	(18)
(d) exploration & evaluation (if capitalised)	(668)	(1,014)
(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 (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	(686)	(1,032)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	2,653
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	(13)	(43)
3.5	Proceeds from borrowings	-	190
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)	-	-
3.10	Net cash from / (used in) financing activities	(13)	2,800
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,226	177
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(455)	(873)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(686)	(1,032)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(13)	2,800

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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	-	-
4.6	Cash and cash equivalents at end of period	1,072	1,072

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	267	621
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – Term Deposits < 3 months	805	1,605
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,072	2,226

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	60
6.2	Aggregate amount of payments to related parties and their associates included in item 2	11
<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>		

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. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
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)	(455)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(668)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,123)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,072
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,072
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.0
<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: No, the previous quarter included a substantial drilling program (\$562k) and without further drilling, the Company does have sufficient funds for more than 2 quarters. Further drilling is not expected to occur until the Company has secured additional funding, when considered necessary.	
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 will raise funds or undertake borrowings as required. It is expected that the Company will be successful in undertaking future fund raising activity and continue to be successful in meeting its cash requirements.	

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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: The Company expects to continue its operations and meet its business objectives via fund raising. In the event that the Company is required to raise further funds, activities will be tailored to ensure sufficient funds are available to meet its obligations.

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 January 2021

Authorised by: By the Board

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.