

## **QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 MARCH 2021**

### **Key Points**

#### **Exploration**

- Thorough independent geological and targeting review was completed on the Gum Creek Gold Project.
- The comprehensive review confirmed the outstanding potential to significantly increase the current 1.36Moz Mineral Resource Estimate<sup>1</sup>, with more than 40 targets identified across the Project area requiring follow-up drilling, including:
  - Potential extensions to existing Mineral Resources;
  - Drill targets in known deposit areas with potential to increase Mineral Resources<sup>2</sup>;
  - Advanced exploration targets; and
  - Early stage greenfields targets with potential for major new discoveries.
- Majority of the 37 open pits and three underground mines within the Project area have received no significant follow up drilling for more than 20 years, with regional areas also underexplored.
- Remodelling of the Swan and Swift Mineral Resource Estimate (MRE) was completed, resulting in an updated Underground MRE of **0.70Mt @ 6.7g/t Au for 150,000oz**, Open Cut MRE of **4.16Mt @ 2.4g/t Au for 323,000oz** and total Gum Creek MRE of **18.59Mt @ 2.3g/t gold for 1.36Moz** contained gold.
- Reverse Circulation drilling at Eagle and in the Swan-Swift resource area has commenced.

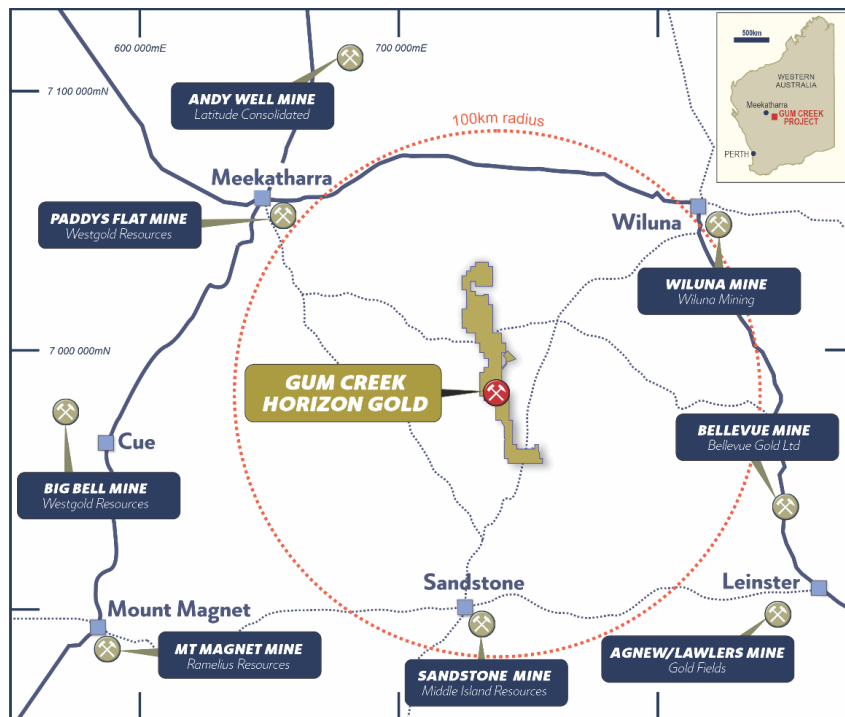
#### **Corporate**

- Rights Issue completed subsequent to quarter end, raising \$6.6 million and will be used to:
  - undertake multiple drilling programs on both new discovery and brownfield targets;
  - further assess resource development opportunities at Gum Creek; and
  - provide general working capital.

<sup>1</sup> Refer to Horizon Gold Ltd ASX announcement dated 12 February 2021, "Gum Creek Gold Project Resource Update". CP: S.Carras.  
<sup>2</sup> As at the date of this report, insufficient exploration has been conducted to define a Mineral Resource in the areas outside the current Mineral Resources and there is no certainty that further exploration will result in the determination of such Mineral Resources.

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 1.36 million ounces (Table A). The Project covers 620km<sup>2</sup> of contiguous tenure over the Gum Creek greenstone belt and contains 37 open pit mines and three underground mines.



**FIGURE 1: GUM CREEK GOLD PROJECT LOCATION PLAN AND SURROUNDING GOLD OPERATIONS**

## Geological Review

During the quarter, a comprehensive geological and targeting review (**Review**) was completed. The Review incorporated all available historic data and will guide future exploration and potential Mineral Resource growth within the Company's highly prospective Gum Creek Gold Project.

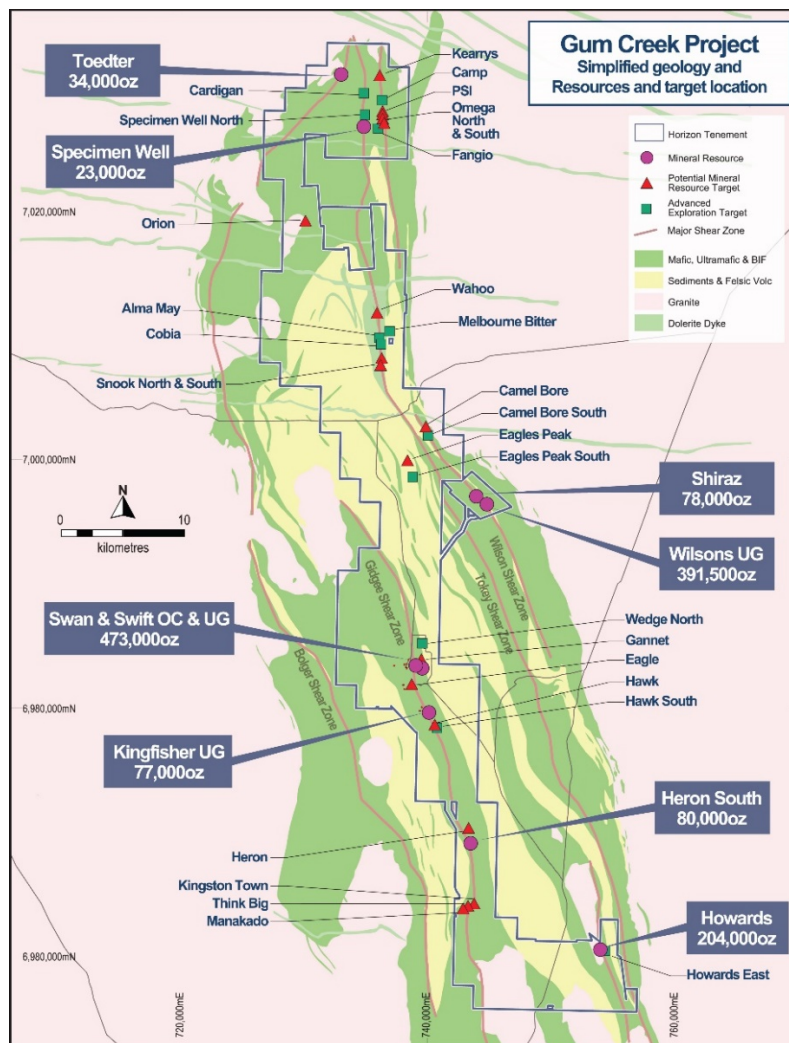
The Review was completed by Archer Geological Consulting and Eureka Geological Services in order to define and rank targets within the Company's extensive tenement portfolio covering the Gum Creek greenstone belt. The Review analysed over 56,000 holes for a combined total of over 2,400km of drilling, with more than 65% of holes less than 50m deep, highlighting the regional exploration potential.

The Review generated 48 targets (Figure 2) that span a range of different stages of advancement and have been categorised as follows:

- Nine high-priority drill ready targets at existing Mineral Resources across the project area that can be upgraded and extended including Swan, Swift, Kingfisher, Howards, Heron South, Specimen Well and Wilsons;

- Twenty drill ready targets at known mineralised areas with previous drilling and potential to host new Mineral Resources after further drilling is completed including Eagle, Kingston Town, Think Big, Manakado, Omega, PSI, Orion, Camel Bore, and Wahoo prospects;
- Thirteen advanced exploration targets which warrant further exploration and drill testing; and
- Six early stage greenfields targets with potential for major new discoveries.

The four categories of advancement provide an extensive exploration target pipeline for Horizon. Each target has been ranked and prioritised based on mineralisation style, host rock type, structural control, metallurgy, target depth, and target grade. The results and recommendations of the Review and ranking exercise are being incorporated into the planning of comprehensive drill programs across the target areas.



**FIGURE 2: GUM CREEK GOLD PROJECT TENEMENT PLAN SHOWING CURRENT MINERAL RESOURCES AND EXPLORATION TARGETS OVER REGIONAL GEOLOGY.**



Further generative exploration work including aeromagnetic surveying, detailed data analysis and geological interpretation has been recommended which may result in additional targets being identified.

### Priority Drill Targets

Initial high priority drill targets are located immediately along strike and down plunge of high-grade gold shoots at the shallow Eagle open pit and within the Swan-Swift resource area. RC drilling across these three areas has commenced with an initial 5,000m of drilling planned (Figures 3 to 6). A further 10,000m of RC drilling has been planned to test beneath, along strike, and down plunge of the shallow open pits at Howards, Kingston Town, Think Big, Manakado, Camel Bore and Snook.

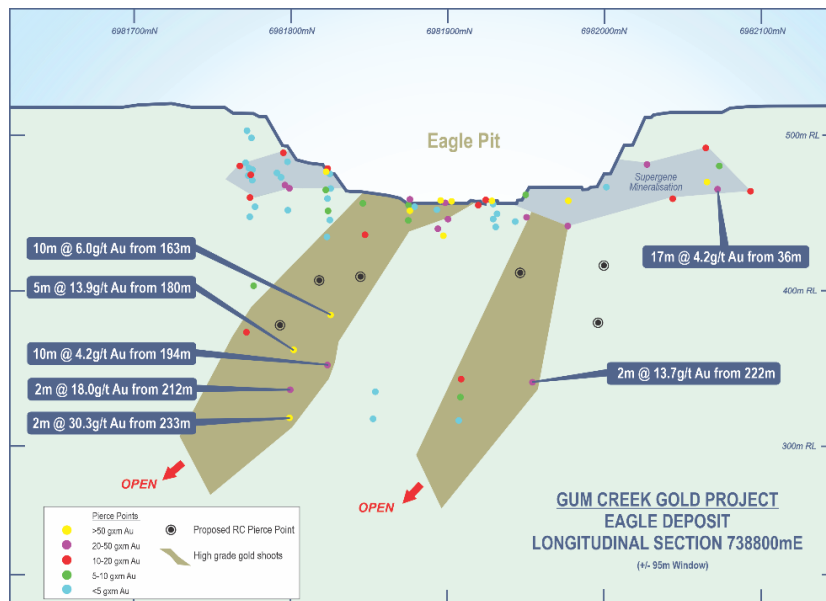


**FIGURE 3: RC DRILLING AT THE EAGLE PROSPECT**

### Eagle

The Eagle Prospect is located in the main historic mining area just 1.4km south of the Gidgee mill. Gold mineralisation has a current strike length of 350m and is hosted within steep southerly plunging high-grade ore shoots that extend beneath the partially mined supergene mineralisation. The RC program currently underway at Eagle will test up and down plunge of outstanding historic intercepts including<sup>3</sup>; **17m @ 4.2g/t Au** from 36m, **10m @ 6.0g/t Au** from 163m, **5m @ 13.9g/t Au** from 180m, **10m @ 4.2g/t Au** from 194m, and **2m @ 13.7g/t Au** from 222m (Figure 4), and potentially bring this prospect to resource status, adding to the overall Gum Creek MRE. Further shallow drilling along strike to the north and south of the supergene mineralisation, and one diamond hole to obtain litho-structural and density information is also being planned.

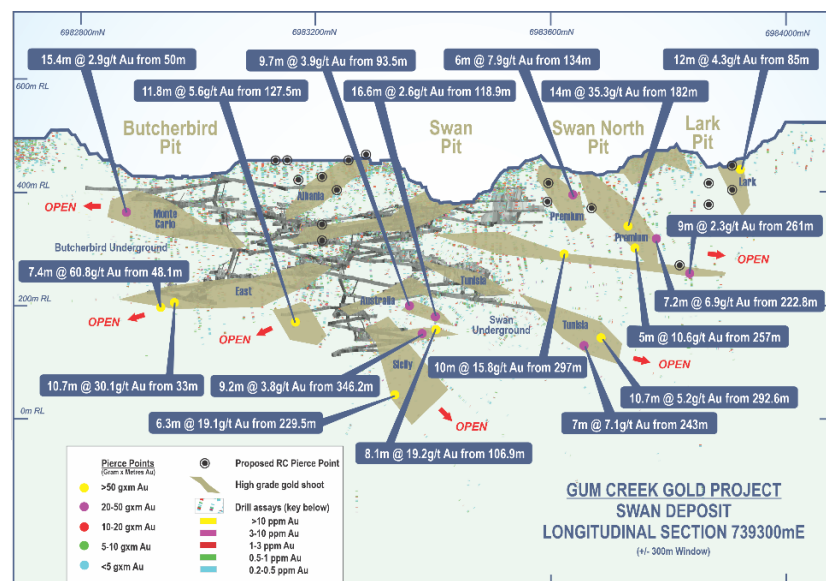
<sup>3</sup> Refer to Horizon Gold Ltd ASX announcement dated 15 February 2021, "Gum Creek Geological Review". CPs L.Ryan, M.Gunther, D.Archer.



**Figure 4:** Eagle Prospect long section showing interpreted high-grade ore shoots and planned drilling mineralisation pierce points.

## Swan Trend

The Swan Mineral Resource area is a large mineralised system with a strike length of approximately 1.4km located 700m from the historic Gidgee mill. The current RC program aims to test high-grade ore shoots along the Butcherbird Shear Zone, including north of Swan North pit, east of the Swan and Butcherbird pits (Finch Prospect), and the up and down plunge positions of several impressive historic intercepts including<sup>4</sup>; **14m @ 35.3g/t Au** from 182m, **7.2m @ 6.9g/t Au** from 222.8m, **6m @ 7.9g/t Au** from 134m, and **5m @ 10.6g/t Au** from 257m (Figure 5). The program will further define and potentially add to the existing MRE for the Swan and Swift open cut deposits, which currently stands at 4.2Mt @ 2.4g/t Au for 323,000oz (Table A). Several diamond core holes are also planned to obtain litho-structural, density and metallurgical information.

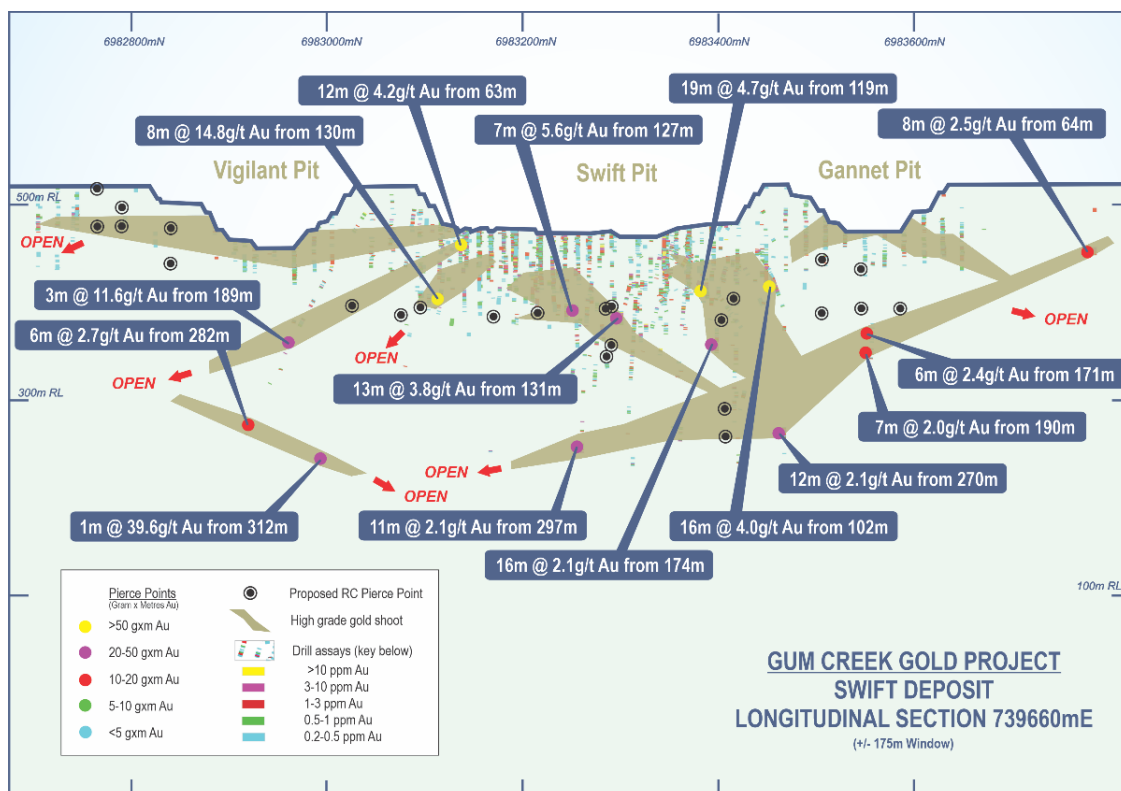


**Figure 5:** Swan Mineral Resource area long section showing interpreted high-grade lodges, gold intercept gram x metre pierce points for significant previous drilling intercepts that remain open at depth (labelled) and planned drilling mineralisation pierce points.

<sup>4</sup> Refer to Horizon Gold Ltd ASX announcement dated 15 February 2021, "Gum Creek Geological Review". CPs L.Ryan, M.Gunther, D.Archer.

## Swift Trend

The Swift Mineral Resource area is located 1.2km east of the Gidgee mill and has a current strike length of approximately 1.1km. The planned RC program will test high-grade ore shoots within the Swift Shear Zone along strike and beneath the shallow Vigilant, Swift and Gannet open cut pits, and potentially define further open cut and underground gold resources outside of the current Swift MRE. Significant historic drill intercepts being tested in the current program include<sup>5</sup>; **8m @ 14.8g/t Au** from 130m, **19m @ 4.7g/t Au** from 119m, **7m @ 5.6g/t Au** from 127m, **13m @ 3.8g/t Au** from 131m, and **16m @ 4.0g/t Au** from 102m (Figure 6). Diamond drilling is also planned to obtain litho-structural, density and metallurgical information.



**Figure 6:** Swift Mineral Resource area long section showing open pits, drill assays (Au g/t), gold intercept gram x metre pierce points for significant previous drilling intercepts that remain open at depth (labelled) and planned drilling mineralisation pierce points.

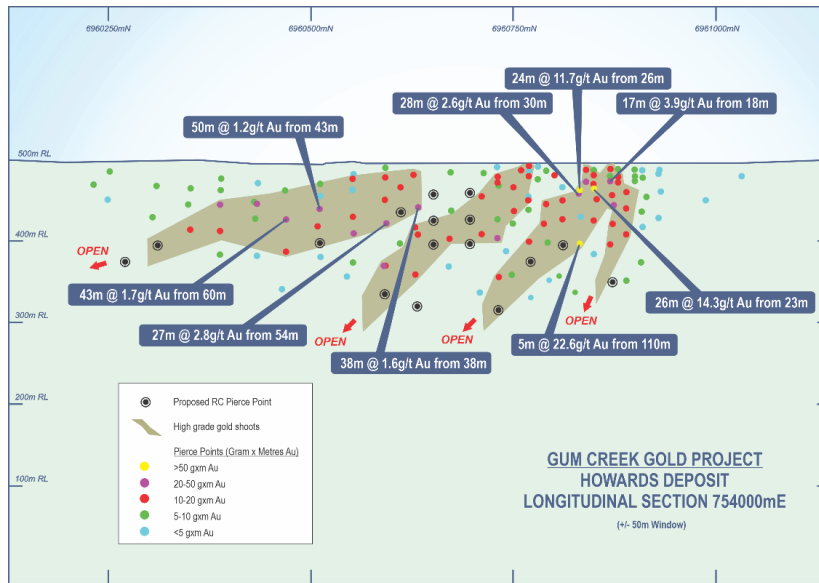
## Howards

The Howards deposit is located in the southern portion of the Gum Creek Greenstone Belt, 28km southeast of the Gidgee mill. Approximately 2,000m of RC drilling is planned to further define and extend southerly plunging gold shoots that host historic drill intercepts including<sup>6</sup>; **27m @ 2.8g/t Au** from 54m, **38m @ 1.6g/t Au** from 38m, and **5m @ 22.6g/t Au** from 110m (Figure 7). The program aims to further define and increase the Howards MRE which currently stands at 6.0Mt @ 1.1g/t Au for 204,000oz (Table A). Additional diamond core drilling is also planned to help identify the structural controls on gold mineralisation and obtain density and metallurgical information at this regionally important prospect.

<sup>5</sup> Refer to Horizon Gold Ltd ASX announcement dated 15 February 2021, "Gum Creek Geological Review". CPs L.Ryan, M.Gunther, D.Archer.

<sup>6</sup> Refer to Horizon Gold Ltd ASX announcement dated 15 February 2021, "Gum Creek Geological Review". CPs L.Ryan, M.Gunther, D.Archer.





**Figure 7:** Howards deposit long section showing interpreted plunging high-grade gold shoots and planned drilling mineralisation pierce points.

## Kingston Town

The Kingston Town Prospect is located 20km south-southeast of the Gidgee mill. Gold mineralisation has been defined over a strike length of 300m and historically mined by open cut methods. Approximately 2,000m of RC drilling is planned to further define and extend shallow gold mineralisation along strike to the north, south and down plunge to the south of the existing Kingston Town open pit. Significant historic drill intercepts being targeted include <sup>7</sup>; **8m @ 4.4g/t Au** from 90m, **4m @ 7.9g/t Au** from 40m, **13m @ 2.2g/t Au** from 32m and **7m @ 2.1g/t Au** from 86m (Figure 8). One diamond hole is also being planned to obtain litho-structural and density information. The program aims to extend the area of known gold mineralisation to potentially bring this prospect to resource status, adding to the overall Gum Creek MRE.



**Figure 8:** Kingston Town long section showing interpreted high-grade ore shoots and planned drilling mineralisation pierce points.

<sup>7</sup> Refer to Horizon Gold Ltd ASX announcement dated 15 February 2021, "Gum Creek Geological Review". CPs L.Ryan, M.Gunther, D.Archer.

Approximately 6,000m of RC drilling has also been planned for the Think Big, Manakado, Camel Bore and Snook Prospects.

### Swan-Swift Resource Update

During the reporting period the Company updated the Mineral Resource Estimate (MRE) for the Swan and Swift deposits. The resource work was initiated after an independent geological review of the Swan and Swift resource that identified poor reconciliations between previous block model gold grades and adjacent drill hole gold grades. The MRE remodelling used more conservative block model grade assumptions and included the high-grade reverse circulation (RC) drill intercepts obtained from the October 2020 drill program<sup>8</sup>. The updated MRE for the Swan and Swift open cut deposits is **4.16Mt @ 2.41g/t Au for 323,000oz** contained gold. The MRE for the Swan and Swift underground deposits is **0.70Mt @ 6.71g/t Au for 150,000oz** contained gold and the revised Total Mineral Resource for the Gum Creek Project is **18.59Mt @ 2.28g/t Au for 1.36Moz** contained gold (*Table A*). This MRE represents a 26% increase in global Indicated resources and a less than 2% decrease in contained gold (26,900oz) when compared with the Horizon Gold Ltd “Mineral Resources as at 30 June 2019” ASX announcement dated 12 July 2019. No Ore Reserves have been declared for the Project.

The updated Swan and Swift MRE was completed by Carras Mining Pty Ltd (“Carras Mining”). All other Gum Creek Resources reported in Table A remain unchanged from 30 June 2019<sup>9</sup>.

The reasons for differences between the 30 June 2019 and 12 February 2021 Swan and Swift MRE include the following:

- The 2021 modelling is based on intersection selection with a component of edge dilution and limited interpolation and extrapolation of grades. The 2019 model used implicit modelling software and interpreted structural trends to define mineralisation continuity with minimal edge dilution.
- The 2021 MRE used a A\$2,500/oz gold price to constrain the stated Open Cut Resource compared to A\$2,000 per ounce used in 2019.
- Additional drillhole results obtained from the October 2020 drill program were incorporated into the 2021 model.
- In 2021 the cut-off grades applied to interpreted shapes were 2.5g/t Au for Swan Underground Indicated, and 3.0g/t Au for Swan and Swift Underground Inferred. The 2019 estimate utilised a 2.5g/t Au cut-off grade for all underground resources.

<sup>8</sup> Refer to Horizon Gold Ltd ASX announcement 14 December 2020, “Spectacular high-grade gold intercepts returned from the Swift and Swan North Deposits”. CP’s: M.Gunther & K.Joyce.

<sup>9</sup> Refer to Horizon Gold Ltd ASX announcement dated 12 July 2019, “Mineral Resources as at 30 June 2019”. CP’s: J.Hicks & R.Buerger.



**Table A – Gum Creek Project Mineral Resources as at 12 February 2021<sup>10</sup>**

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)	
<b>Open Pit Resources</b>										
Swan & Swift OC	Jan-21	0.7	Free Milling	2,642,000	2.6	1,516,000	2.0	4,158,000	2.4	323,000
Heron South	Aug-16	0.5	Refractory	1,135,000	2.2	2,000	1.3	1,137,000	2.2	80,000
Howards	Jul-13	0.4	Free Milling	5,255,000	1.1	716,000	1.0	5,971,000	1.1	204,000
Specimen Well	Aug-16	0.5	Free Milling			361,000	2.0	361,000	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	2,476,000	0.8	440,000	0.8	2,916,000	0.8	78,000
<b>Underground Resources</b>										
Swan UG	Jan-21	2.5 / 3.0*	Free Milling	293,000	7.1	221,000	6.9	514,000	7.0	115,000
Swift UG	Jan-21	3.0	Free Milling			181,000	5.9	181,000	5.9	35,000
Kingfisher UG	Aug-16	3.5	Free Milling			391,000	6.1	391,000	6.1	77,000
Wilson's UG	Jul-13	1.0	Refractory	2,131,000	5.3	136,000	6.0	2,267,000	5.4	391,500
<b>Total</b>				<b>13,932,000</b>	<b>2.2</b>	<b>4,654,000</b>	<b>2.5</b>	<b>18,586,000</b>	<b>2.3</b>	<b>1,360,500</b>

\* cut-off grades are 2.5g/t Au for Swan UG Indicated, and 3.0g/t Au for Swan and Swift UG Inferred.

NB. rounding may cause slight discrepancies in totals.

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.

## Corporate

### Renounceable Entitlement Issue

On 10 March 2021, the Company announced a one for 4.4 Renounceable Entitlement Issue (“the Issue”) at \$0.35 per share, to raise approximately \$7.0 million.

The Issue was very successful and the Company received acceptances in respect to 18,893,269 shares, representing a 94.7% take up of the Issue. The total funds from these acceptances were approximately \$6,612,644 and was received after the end of the quarter. Given the small size of the shortfall, the Directors resolved not to issue any shortfall shares.

The new shares in relation to the Issue were allotted on 16 April 2021.

<sup>10</sup> Refer to Horizon Gold Ltd ASX announcement dated 12 February 2021, “Gum Creek Gold Project Resource Update”. CP: S.Carras.



### **Additional ASX Listing Rule Disclosures**

As required by ASX Listing Rule 5.3, the Company advises it spent \$367,000 on exploration and evaluation activities during the quarter. Expenditure predominantly related to deferred costs associated with 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 \$88,000 for the Executive Director's salary and superannuation, and Non-Executive Directors' fees.

Horizon had \$0.6M cash at hand at 31 March 2021.

### **Mining Tenements**

The status of the Company's mining tenements as at 31 March 2021 are detailed in Appendix 1.

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

**For further information contact  
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## APPENDIX 1:

### (a) Horizon Group Mining Tenements held as at 31 March 2021

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	
E57/1177	Gidgee	Gum Creek	Appl. (Ballot)	N/a	GUM CREEK	100%	All	19/01/2021
E51/2027	Gidgee	Gum Creek	Application	N/a	GUM CREEK	100%	All	02/02/2021
E51/2028	Gidgee	Gum Creek	Application	N/a	GUM CREEK	100%	All	02/02/2021
E53/2162	Gidgee	Gum Creek	Application	N/a	GUM CREEK	100%	All	02/02/2021
E53/2168	Gidgee	Gum Creek	Appl. (Ballot)	N/a	GUM CREEK	100%	All	31/03/2021

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
E57/1177, Gidgee	Application	-	100%
E51/2027, Gidgee	Application	-	100%
E51/2028, Gidgee	Application	-	100%
E53/2162, Gidgee	Application	-	100%
E53/2168, Gidgee	Application	-	100%

**(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

<b>HORIZON GOLD LIMITED</b>
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ABN

<b>27 614 175 923</b>
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Quarter ended ("current quarter")

<b>31 MARCH 2021</b>
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Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	1	1
1.2 Payments for		
(a) exploration & evaluation (if expensed)	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs (incl for Care & Maint.)	(30)	(207)
(e) direct site Care & Maint. costs	(22)	(136)
(f) administration and corporate costs	(66)	(506)
1.3 Dividends received (see note 3)		
1.4 Interest received	1	5
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)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(116)</b>	<b>(989)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(18)
(d) exploration & evaluation (if capitalised)	(367)	(1,381)
(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 (9 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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(367)</b>	<b>(1,399)</b>
<b>3.</b>	<b>Cash flows from financing activities</b>		
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	-	(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)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>2,800</b>
<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	1,072	177
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(116)	(989)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(367)	(1,399)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	2,800



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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>589</b>	<b>589</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	589	267
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – Term Deposits < 3 months	-	805
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>589</b>	<b>1,072</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	88
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

*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.*

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<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	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
<b>7.4 Total financing facilities</b>	<b>-</b>	<b>-</b>
<b>7.5 Unused financing facilities available at quarter end</b>	-	
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.	

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(116)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(367)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(483)
8.4 Cash and cash equivalents at quarter end (item 4.6)	589
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	589
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>1.2</b>
<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: Yes, the Company has completed a Rights Entitlement Issue announced on 10 March 2021, resulting in \$6.6 million being received subsequent to the end of the Quarter (see ASX Announcement 14 April 2021).	

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: 30 April 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.