

QUARTERLY REPORT

31 December 2020

ABN 92 114 187 978

ASX Code: RNX

ISSUED CAPITAL

Shares: 862.6million

Options: 100 million

CORPORATE DIRECTORY

Chairman:

Robert Kirtlan

Non-Executive Director:

Mark Wallace

Non-Executive Director:

Peter Voulgaris

Company Secretary:

Graeme Smith

CONTACT DETAILS

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For the latest news:

www.renegadeexploration.com

QUARTERLY ACTIVITIES REPORT

for the three months ended 31 December 2020

During the December quarter Renegade Exploration Limited (the **Company** or **Renegade**) continued exploration at its WA Yandal East Gold Project with aero magnetics and completion of an infill gravity survey, progressed work on its comprehensive geological data review on Yandal East Gold Project, concluded an option agreement to sell the Company's Yukon Project, and finalised negotiations to acquire Sovereign Metals Limited (ASX:SVM) interest in the Carpentaria Joint Venture located in Queensland.

Yandal East Project

Renegade completed a 400 x 100m spaced gravity survey across its tenement package at Yandal East to further define existing target structures, including Ward and Mizina, plus generate new exploration targets. The data has been incorporated into the Company's GIS and initial review is providing encouragement with new structures highlighted and drill targets identified.

In December the Company flew a drone EM survey over the Riches (Figure 1) and Baxter/Andrews nickel and gold prospects. Data has now been interpreted and incorporated into the Company's GIS. A ground based geophysical survey over these prospects is scheduled for February 2021.

The Company has recently conducted a field program over the Baxter/Andrews prospect with 128 rock chip samples taken from previous aircore holes and some outcropping structures. The samples are in the lab for assaying.

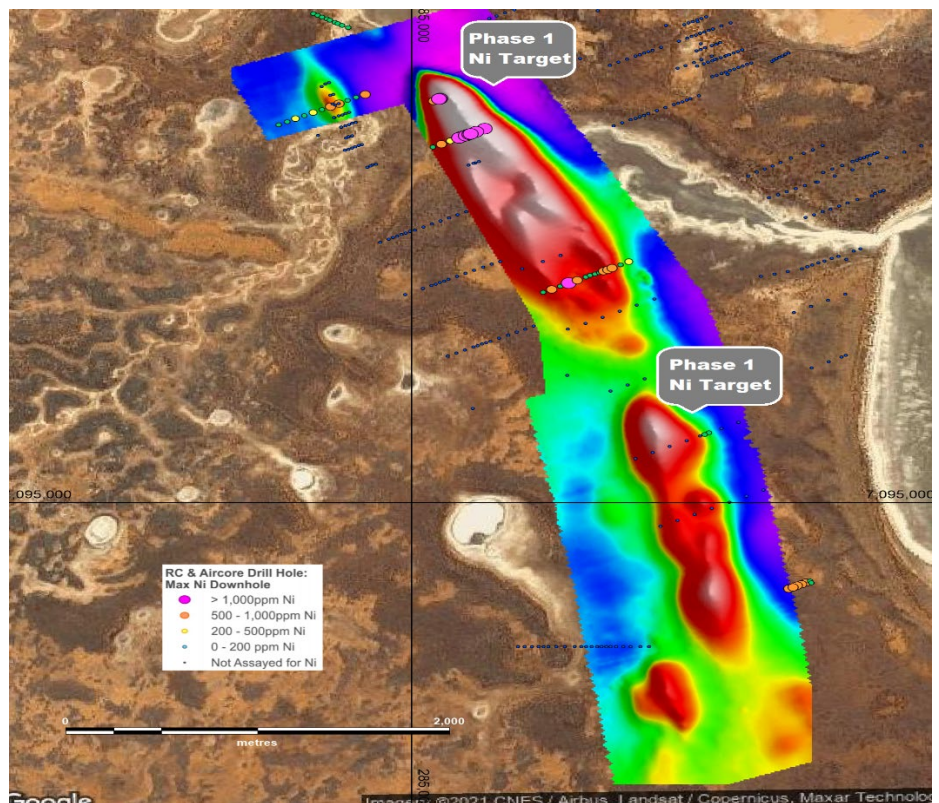


Figure 1. Recent EM Survey at Riches Prospect

Yukon Project

During the quarter the Company concluded negotiations with an investor group seeking to acquire the Yukon Project. On 5 October the Company announced it had entered into a Letter of Intent with Scarfe Holdings Inc of Vancouver (Scharfe), Canada. The Sale and Purchase Agreement (SPA) was finalised on 30 November 2020.

The terms of the SPA include:

- Total consideration of A\$1,650,000 in cash payments over three years, A\$500,000 of exploration expenditure on the Project by end of 2021 and a residual 1% NSR interest which Scharfe can acquire for A\$1m upon commercial production being achieved.
- Payment terms are as follows:

I.	Payment on documentation completion and signing	\$250,000	Received
II.	Payment on first anniversary of signing	\$300,000	Due 30/11/21
III.	Payment on second anniversary signing	\$400,000	Due 30/11/22
IV.	Payment on third anniversary of signing	\$700,000	Due 30/11/23
V.	Scharfe can pay outstanding tranches at any time in advance of the 36 month anniversary date.		

Carpentaria Joint Venture (CJV) Interest Acquisition

The Company continues to review and assess new business opportunities primarily within the gold and base metals sector and agreed terms to acquire the CJV interest from Sovereign Metals Limited (ASX:SVM) (ASX Release dated 17 December 2020).

The CJV was initially formed in 2001, with Sovereign acquiring its interest in the joint venture in 2007. Since 2001, total expenditure on the Carpentaria JVA has been approximately \$14.5m, with MIM contributing approximately \$11.6m and Sovereign contributing \$2.9m over that time. Sovereign elected to cease contributing to joint venture expenditure on the tenements, resulting in its joint venture interest reducing to the current interest of approximately 23%.

In consideration for acquiring the Carpentaria JVA interest from Sovereign, Renegade has agreed to make the following payments to Sovereign:

- On completion of the acquisition, Renegade will pay \$100,000 or, at Sovereign's election, issue 15m Renegade shares to Sovereign;
- On the 12 month anniversary of completion, Renegade will pay a further \$100,000 or, at Sovereign's election, issue 10m Renegade shares to Sovereign;
- On the 24 month anniversary of completion, Renegade will pay \$150,000 or, at Sovereign's election, issue 10m Renegade shares to Sovereign.

Any Renegade shares issued to Sovereign pursuant to the acquisition are subject to a 3 month trading restriction, and there is the ability for the parties to agree to any of the above payments being comprised of a combination of cash and Renegade shares.

The acquisition remains subject to receipt of all necessary regulatory approvals to transfer Sovereign's Carpentaria JVA interest to Renegade. Sovereign has advised Renegade that MIM has not exercised its right of first refusal to acquire the Carpentaria JVA interest, such that the sale of the Carpentaria JVA interest is not subject to any third party consents.

Initial due diligence suggests the potential to assess opportunities identified by historical work on the tenements, including both gold and copper prospects.

The key terms of the Carpentaria JVA are as follows:

- The partners contribute to the JVA in accordance with their respective Joint Venture percentage interest;
- In the event a partner elects not contribute to joint venture expenditure, its interest will dilute by 1% for every \$200,000 spent by the other partner;
- A partner can elect to sole risk prospects on the basis of the dilution arrangements outlined above;
- In the event a parties joint venture interest dilutes to less than 10%, the interest will convert to a 1.5% net smelter royalty; and
- MIM is the manager of the Carpentaria JVA.

The Carpentaria JVA holds the following permits:

EPM 8586 (Mt Marathon);
 EPM 8588 (Mt Avarice);
 EPM 12180 (St Andrews Extended);
 EPM 12561 (Fountain Range); and
 EPM 12597 (Corella River).

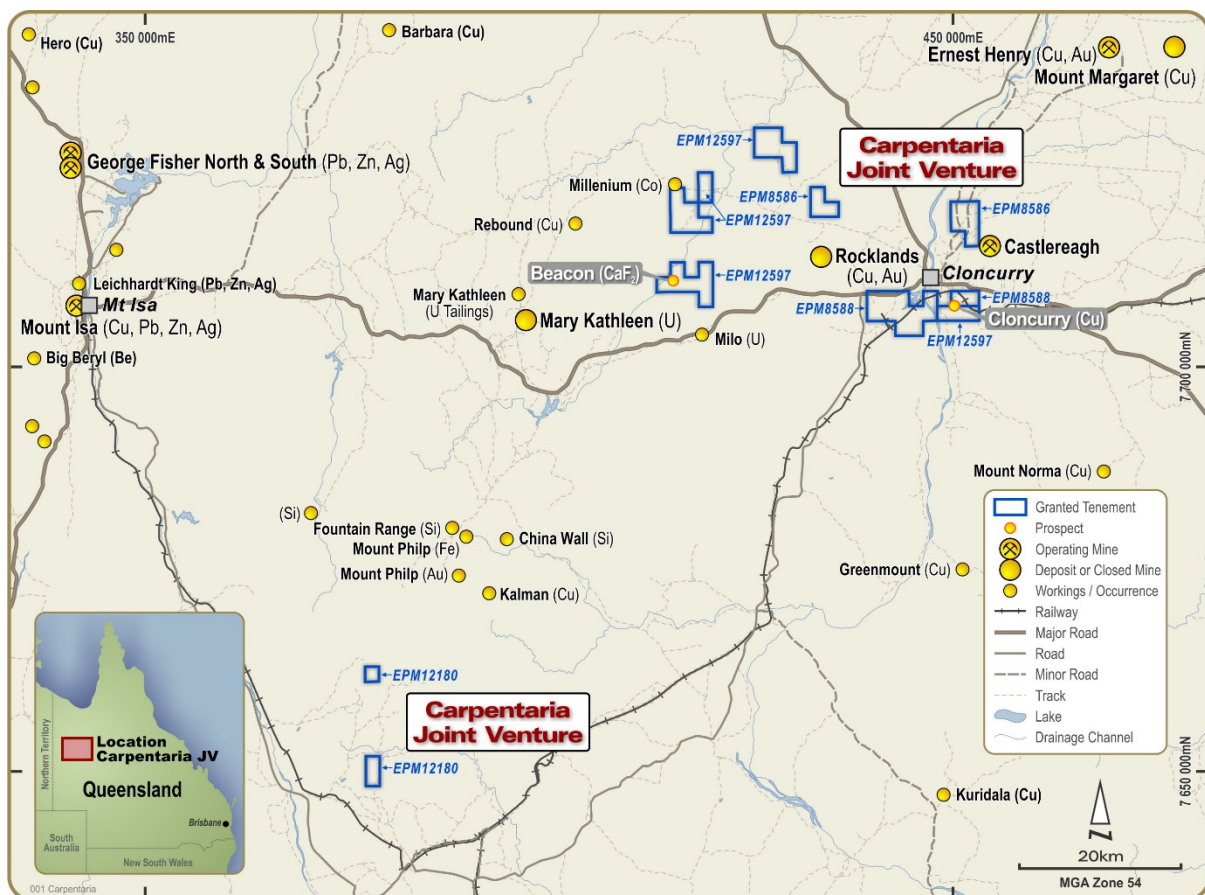


Figure 2: Location of the Carpentaria JV Permits

Corporate

The Company completed a capital raising of \$750,000 on 12th October 2020. (ASX Release dated 12th October 2020).

At the end of the quarter the Company had 862,626,638 ordinary shares on issue and the equivalent funds of \$983,000 at bank as of 31 December 2020.

The cash expenditure incurred on exploration activities during the quarter as summarised in this report is approximately \$87,000. No expenditure was incurred on mining production or development activities during the quarter.

Payments totalling approximately \$37,000 were made to related parties of the Company, as shown in the Appendix 5B. These payments related to director and consulting fees payable to non-executive directors.

This quarterly report has been authorised by the Board of Renegade Exploration Limited.

Ends.

For more information please contact:

Robert Kirtlan
Director

Mark Wallace
Director

info@renegadeexploration.com

About Renegade Exploration Limited

Renegade Exploration Limited (ASX:RNX) is an Australian based minerals exploration and development company.

The Company's flagship Yandal East Gold Project is located within a well-endowed gold region known as the Yandal Greenstone Belt, 70km NE of Wiluna, Western Australia. The current major production centre is at Jundee, located ~25km west of Yandal East. The region has historically produced in excess of 10Moz of gold and the Company's tenements are contiguous to the historic Millrose gold deposit.

Renegade also owns 90% of the Yukon Base Metal Project located within the highly prospective Selwyn Basin, Yukon Territory, Canada.

The Company's primary objective is to deliver long-term shareholder value through the discovery, acquisition and development of economic mineral deposits.

Competent Person Statement

The information in this announcement that relates to exploration results for the Yandal East Gold Project is based on information compiled by Mr Ben Vallerine, who is a consultant to the Company. Mr Vallerine is a Member of the Australian Institute of Geoscientists. Mr Vallerine has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results (JORC Code). Mr Vallerine consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information that relates to exploration results and geological information in relation to the Yandal East Nickel Project is based on information compiled by Mr Peter Smith, who is a consultant to the Company. Mr Smith is a Member of the Australian Institute of Geoscientists. Mr Smith has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results (JORC Code). Mr Smith consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Previously Reported Results

There is information in this report relating to geological information which were previously reported in a Company presentation on 12 January 2021. Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.

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Mining Claims / Tenements held at 31 December 2020

Australian Projects	Tenement Number	Tenement Type	Type of Interest	Interest at Start of Quarter	Interest at End of Quarter
Yandal Project	E53/1548	Exploration Licence	Direct	75%	75%
	E53/1726	Exploration Licence	Direct	75%	75%
	E53/1835	Exploration Licence	Direct	75%	75%
	E53/1970	Exploration Licence	Direct	75%	75%
	E53/1971	Exploration Licence	Direct	100%	100%
	E53/2109 ¹	Exploration Licence	Direct	-	100%
Carpentaria JVA	EPM8586 ¹	Exploration Licence	Direct	-	23.03%
	EPM8588 ¹	Exploration Licence	Direct	-	23.03%
	EPM12180 ¹	Exploration Licence	Direct	-	23.03%
	EPM12561 ¹	Exploration Licence	Direct	-	23.03%
	EPM12597 ¹	Exploration Licence	Direct	-	23.03%
Canadian Projects	Claim Name	Claim Numbers	Type of Interest	Interest at Start of Quarter	Interest at End of Quarter
Yukon Base Metal Project	A	1-8, 57-104	Claim owner	90%	90%
	AMB	1-112, 115-116, 123-150	Claim owner	90%	90%
	AMBfr	117-122, 151-162	Claim owner	90%	90%
	Andrew	1-10	Claim owner	90%	90%
	Atlas	1-6	Claim owner	90%	90%
	B	53, 55, 57, 59, 61, 63, 65-74, 79-100, 105-126	Claim owner	90%	90%
	B	127-194	Claim owner	100%	100%
	Bridge	1-8, 11-16, 19-32	Claim owner	90%	90%
	Clear	1-25	Claim owner	100%	100%
	Dasha	1-6	Claim owner	90%	90%
	Data	1-320	Claim owner	100%	100%
	Link	1-231	Claim owner	100%	100%
	Myschka	1-17, 19-96	Claim owner	90%	90%
	Ozzie	1-32	Claim owner	90%	90%
	Riddell	1-80	Claim owner	100%	100%
	Scott	1-36	Claim owner	90%	90%
	Shack	1-5	Claim owner	100%	100%
	Sophia	1-4	Claim owner	90%	90%
TA	1-332	Claim owner	100%	100%	

¹ Subject to regulatory consent for transfer

Appendix 5B

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

Name of entity

RENEGADE EXPLORATION LIMITED

ABN

92 114 187 978

Quarter ended ("current quarter")

31 December 2020

<u>Consolidated statement of cash flows</u>	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	-	-
(e) administration and corporate costs	(102)	(201)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	0	0
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)	18	30
1.9 Net cash from / (used in) operating activities	(84)	(171)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation (if capitalised)	(87)	(266)
(e) investments	-	-
(f) other non-current assets	-	-
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-

<u>Consolidated statement of cash flows</u>		Current quarter \$A'000	Year to date (6 months) \$A'000
	(d) investments	250	250
	(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	163	(16)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	750	750
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	(22)	(22)
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)	-	-
3.10	Net cash from / (used in) financing activities	728	728

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	177	442
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(84)	(171)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	163	(16)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	728	728
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	983	983

5. <u>Reconciliation of cash and cash equivalents</u> <i>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts</i>	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	973	167
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	10	10
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	983	177

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

Current quarter \$A'000
37
-

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

7. Financing facilities

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.

- 7.1 Loan facilities
- 7.2 Credit standby arrangements
- 7.3 Other (please specify)
- 7.4 **Total financing facilities**

Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
-	-
-	-
-	-
-	-

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.	<u>Estimated cash available for future operating activities</u>	\$A'000
8.1	Net cash from / (used in) operating activities (Item 1.9)	(84)
8.2	Capitalised exploration & evaluation (Item 2.1(d))	(87)
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(171)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	983
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	983
8.7	Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	6

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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:

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:

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:

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: 28 January 2021

Authorised by: The Board of Renegade Exploration Limited
(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.
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