STAVELY MINERALS
ASX Code: SVY

Quarterly Report September 2020

HIGHLIGHTS

Exploration

Thursday's Gossan Copper-Gold Prospect (Stavely Project, Western Victoria)

- The Cayley Lode continued to deliver strong results including the following assays:
  - 4.9m at 2.14% Cu, 0.33g/t Au and 9.8g/t Ag from 347m down-hole in SMD094;
  - 10m at 2.33% Cu, 0.45g/t Au and 20g/t Ag from 224m down-hole in SMD095;
  - 15m at 3.59% Cu, 2.73g/t Au and 18g/t Ag including 1m at 2.41% Cu, 24.6g/t Au and 16.5g/t Ag from 222m in SMD096; and
  - 4.8m at 3.56% Cu, 0.46g/t Au and 29g/t Ag from 255.8m down-hole in SMD097.
- A very broad zone of copper mineralisation including a significant shallow intercept of 18m at 1.11% Cu was intersected in the interpreted near-surface position of the parallel Copper Lode Splay (CLS) in drill hole SMD093:
  - 299.7m at 0.40% Cu from 35m down-hole, including:
    - 64m at 0.68% Cu from 35m, including:
      - 18m at 1.11% Cu from 36m in the interpreted Copper Lode Splay
    - 30.1m at 1.44% Cu, 0.21g/t Au and 4.4g/t Ag from 304.6m in the Cayley Lode, including:
      - 4m at 3.17% Cu, 0.26g/t Au and 7.5g/t Ag
- This is consistent with Stavely Minerals' interpretation that drilling targeting the Cayley Lode would begin to encounter the parallel CLS at shallow depths as it progressively advances to the west.
- There are currently four diamond rigs conducting the resource drill-out at the Cayley Lode and, subject to gaining access to the southern paddock, a maiden JORC Mineral Resource is targeted for the end of the first quarter of 2021.

Corporate

- Stavely Minerals had a total of $31.34M cash on hand at the end of the September 2020 Quarter.
- During the Quarter, the Company:
  - successfully secured an allocation of $1.75m tax credits for distribution to eligible investors through the Federal Government's Junior Minerals Exploration Incentive ("JMEI") scheme for the 2020/2021 income year;
  - executed of a Letter of Intent (LoI) to divest its Mathinna/ Alberton and Lefroy Goldfields tenements in Tasmania, as well as its Fosterville East tenement in Victoria, to Nubian Resources Ltd (TSX-V:NRB)('Nubian') for A$2.5 million in Nubian Shares and cash; and
  - completed an $27.8M capital raising. The capital raising was underpinned by a Share Placement, which was significantly oversubscribed, of approximately 41.67 million shares at 60 cents per share to sophisticated and institutional investors to raise $25 million before costs, and a Share Purchase Plan which raised approximately $2.8M also at 60 cents per share.

OVERVIEW

During the Quarter, Stage 3 restrictions as a response to the COVID-19 situation were introduced for regional Victoria, including the Stavely Project area. The Company has been able to continue its field-based drilling operations through-out the lock-down. The nature of the drilling process – drill core processing, logging and sampling – can be done in a manner consistent with the principles of social distancing recommended by Government authorities. All Stavely Minerals' personnel in the field are also using additional PPE (face masks/coverings) consistent with Government guidelines.

Stavely Minerals has benefited from its long-standing policy of hiring its field-based workforce from Victoria, and specifically preferencing employees from its regional locality in the State's west.

For the months of July and August, the number of drill rigs at site were reduced to minimise disturbance of the paddocks during the wet season. In September, an additional two drill rigs returned to site to continue with the ongoing resource drilling programme at the shallow high-grade copper-gold discovery - the Cayley Lode at the Thursday's Gossan prospect.

The resource drilling was concentrated on the south-eastern end of this (now) 1.5km long discovery zone, with in-fill and step-out drilling based on a roughly 40m x 40m drilling grid. From mid-October the focus will shift to four drill rigs on the northwest extension of the shallow Cayley Lode.

The Cayley Lode continues to deliver consistently good widths of high-grade copper, gold and silver mineralisation with some excellent new high-grade results returned during the Quarter from the south-eastern end in holes SMD094, 95, 96 and 97.

It was expected that, as the collars of drill holes testing the Cayley Lode mineralisation at increasing depths migrate further west, the upper portions of these drill holes should start to intercept the inferred near-surface position of the Copper Lode Splay. Drill hole SMD093 appears to have done exactly that. Within a very broad interval of nearly 300m at 0.40% copper from 36m, the hole has encountered the parallel Copper Lode Splay and returned 18m at 1.11% copper from 36m down-hole. An interesting feature of the shallower intercepts in both the Copper Lode Splay and the Cayley Lode is that, sometimes the copper and gold results are offset – typically with the gold zone being above the copper zone. Likely, that is a function of the copper being more amenable to redistribution within the weathering profile.

Drill hole SMD093 also intercepted the target Cayley Lode at depth under the LAS and returned 30.1m at 1.44% copper, 0.21g/t gold and 4.4g/t silver from 304.6m down-hole with a higher-grade interval of 3.17% copper, 0.26g/t gold and 7.5g/t silver near the top of the larger interval.

The resource drill-out at the Cayley Lode is progressing well and, subject to gaining access to the southern paddock, a maiden JORC Mineral Resource is targeted for late in the first quarter of 2021. The delay is a function of the expected strike extent of mineralisation having been extended to between 1-1.2km and the timing of gaining access to the southern paddock.

'First cut' Mineral Resource block models and geostatistical evaluation is in-progress with promising early indications. There is possibly around 40 drill holes to be completed prior to the initial Mineral Resource estimate. The objective is to get a large proportion of the shallow resource into the Indicated Resource category so that a subsequent Scoping Study will have a reasonable basis for reporting Production Targets and financials.

In addition to the resource definition drilling, the Company has commenced various ancillary programmes including metallurgical test-work, environmental monitoring and groundwater monitoring that will provide critical information to the various stages of future development studies.

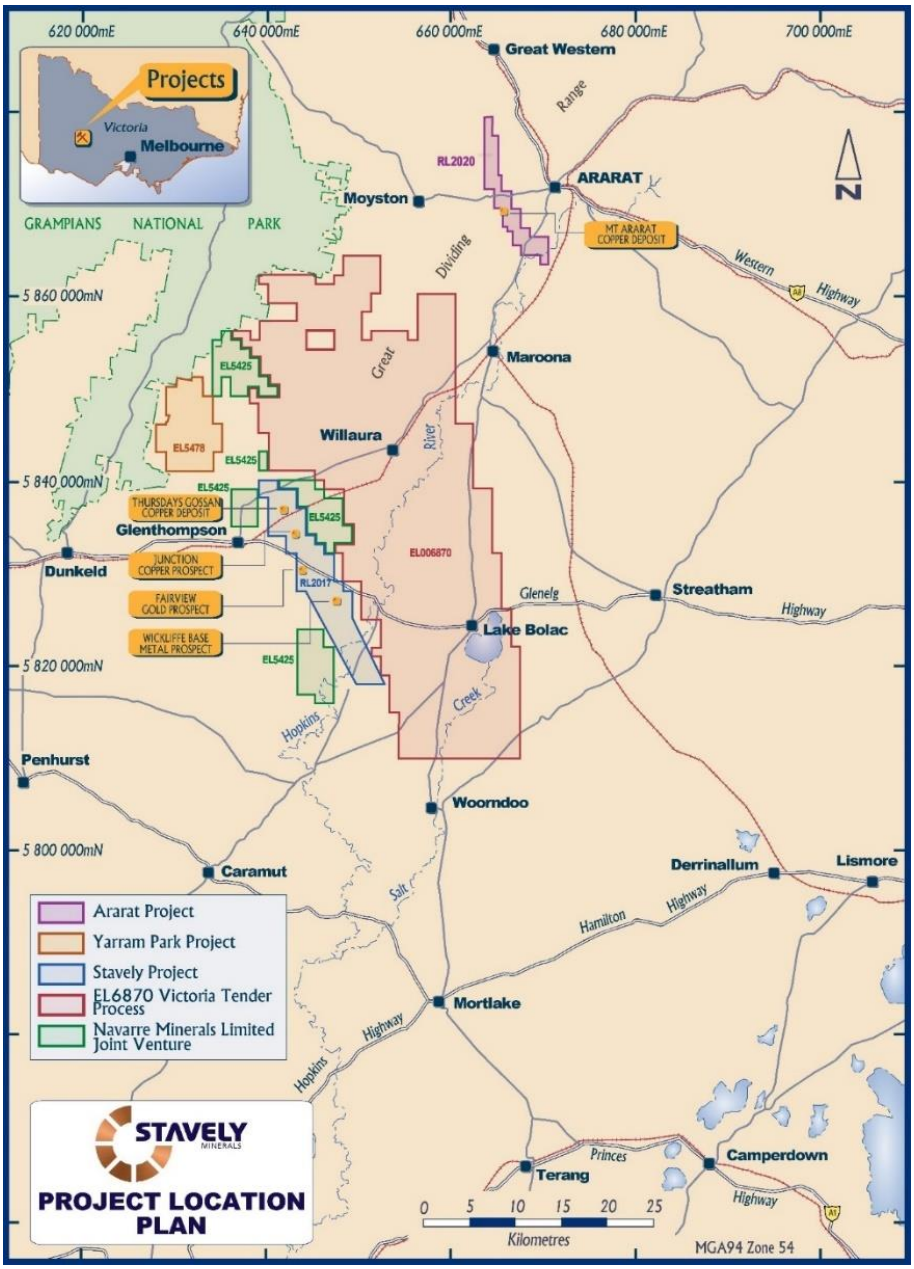

Figure 1. Western Victoria Project location plan.

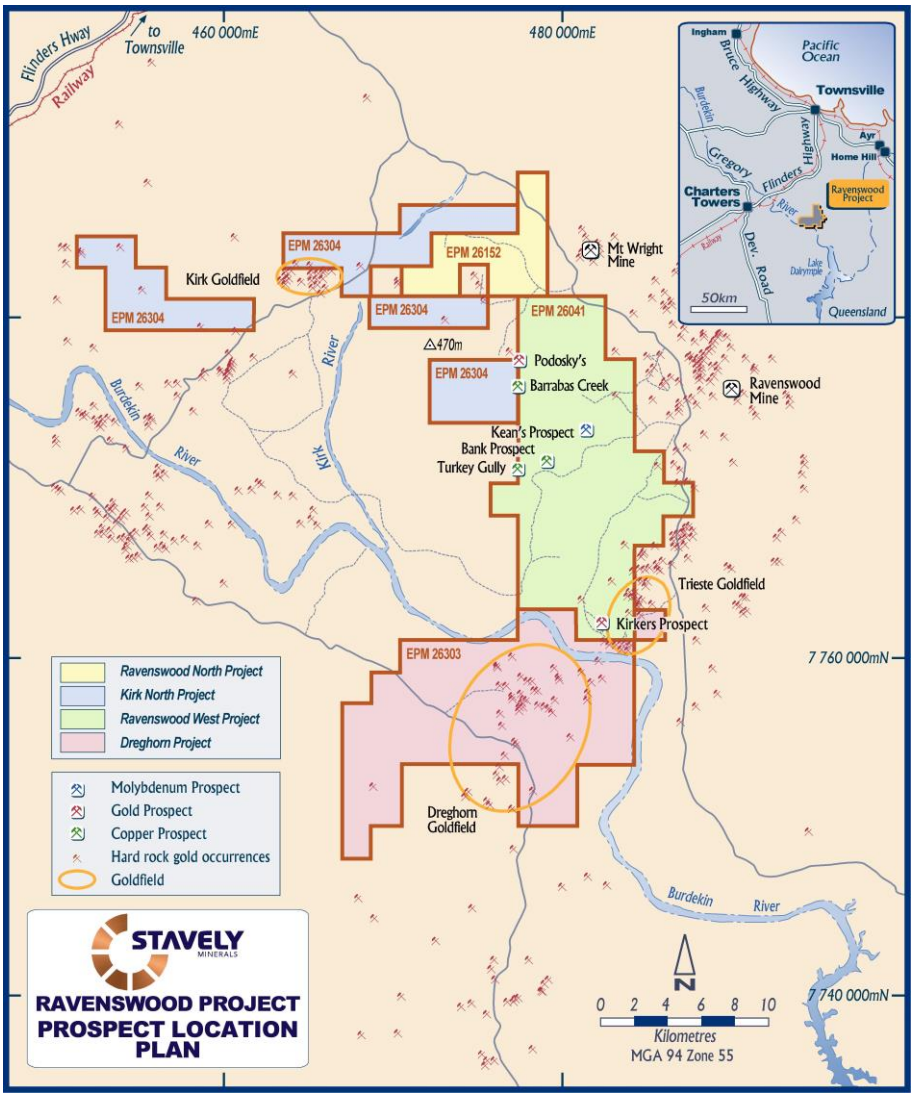

Figure 2. Ravenswood Project location plan.

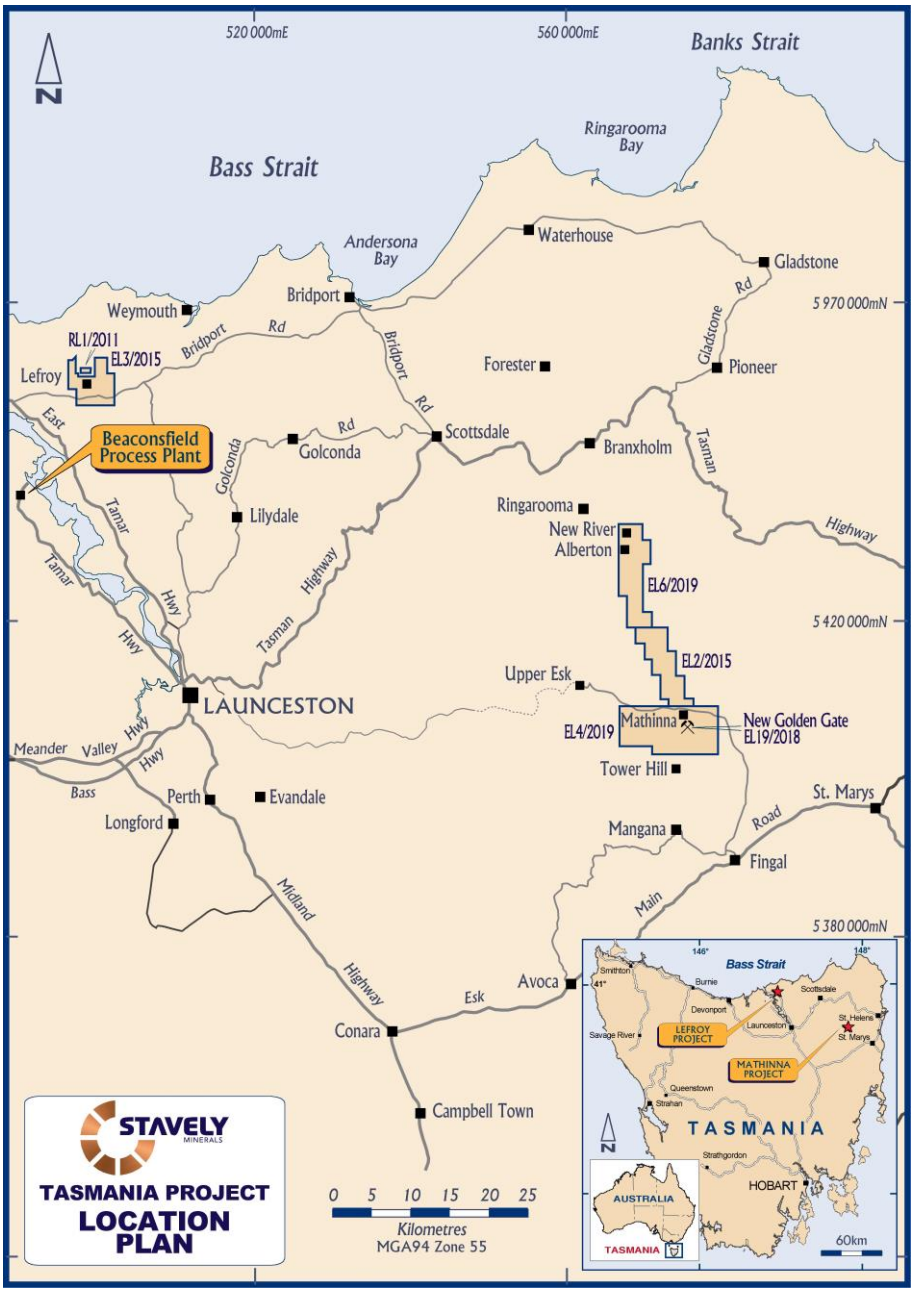

Figure 3. Mathinna Project location plan.

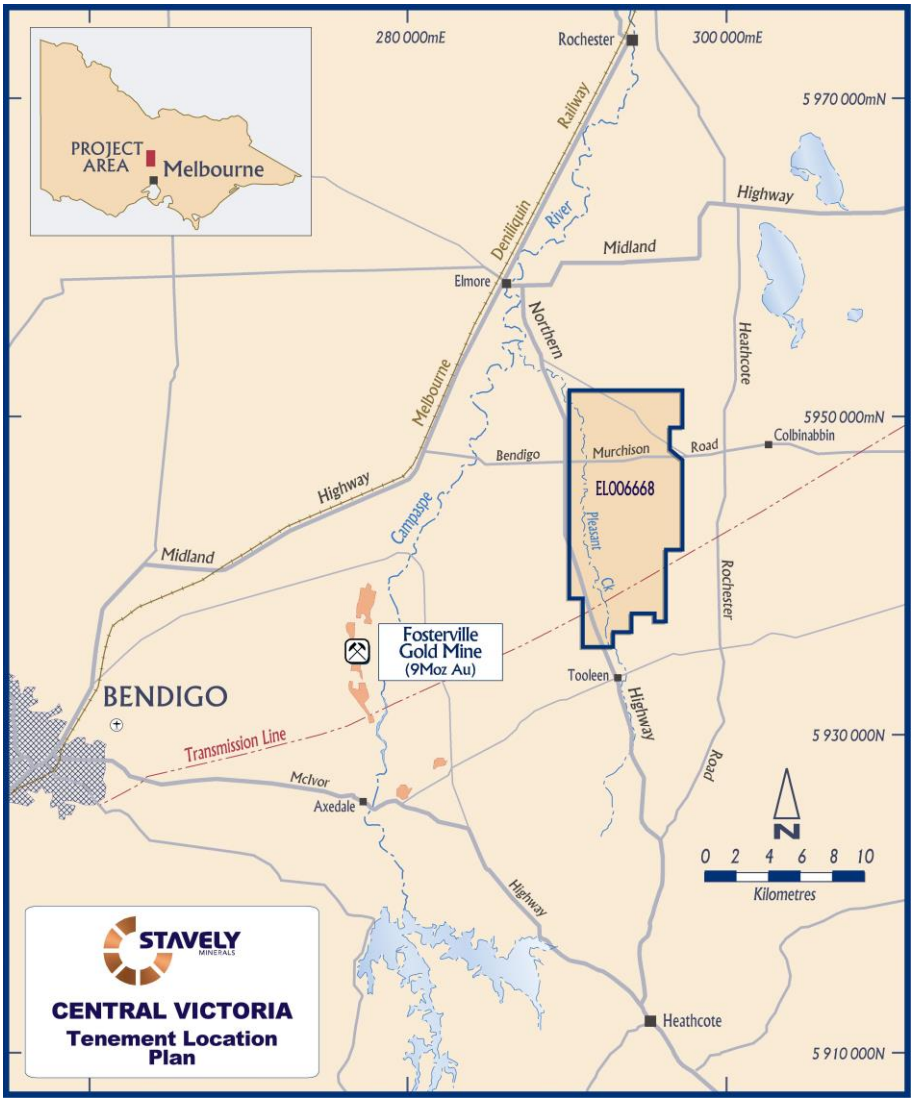

Figure 4. Central Victoria – tenement location plan.

EXPLORATION

Stavely Project (RL2017)

Thursday's Gossan Prospect

- Diamond drill holes SMD096 to SMD101 (Figure 5 to 6) were completed. Drill holes SMD102, SMD103 and SMD104 were in progress at the end of the Quarter;
- An intensive resource drill-out was underway on the south-eastern end of this (now) 1.5km long discovery zone, with in-fill and step-out drilling based on a roughly 40m x 40m drilling grid.
- Assay results were received for drill holes SMD093, SMD094, SMD095, SMD096 and SMD097.

Significant intercepts for all drill holes received as at the end of the Quarter are presented in the Cayley Lode Intercept Table.

Results received during the Quarter from the Cayley Lode included:

SMD093

Diamond drill hole SMD093 intercepted a very broad zone of low-grade copper mineralisation (Figure 5) with:

- 299.7m at 0.40% Cu from 35m down-hole including
  - 64m at 0.68% Cu from 35m, including
    - 18m at 1.11% Cu from 36m in the interpreted CLS
  - 30.1m at 1.44% Cu, 0.21g/t Au and 4.4g/t Ag from 304.6m in the Cayley Lode, including
    - 4m at 3.17% Cu, 0.26g/t Au and 7.5g/t Ag from 306m

The CLS had been intercepted at depth in some earlier diamond drilling including (Figure 6):

- 6m at 6.73% Cu, 0.84g/t Au and 15g/t Ag from 538m down-hole in SMD032 (see ASX announcement 18 December 2018), and
- 10m at 2.43% Cu, 0.30g/t Au and 11g/t Ag from 583m down-hole in SMD044 (see ASX announcement 12 March 2019)

The CLS has also been inferred to approach surface as noted in a coherent zone of copper ± gold ± silver intercepts in shallow historical air-core drilling conducted to define the extents of the chalcocite-enriched blanket Mineral Resource drilling (see ASX announcement 9 March 2017 and Figure 7) including:

- 12m at 1.08% Cu and 0.24g/t Au (no Ag assay) from 30m down-hole in TGAC004
- 9m at 1.76g/t Au (no Ag assay) from 26m and 6m at 1.1% Cu from 62m in TGAC013

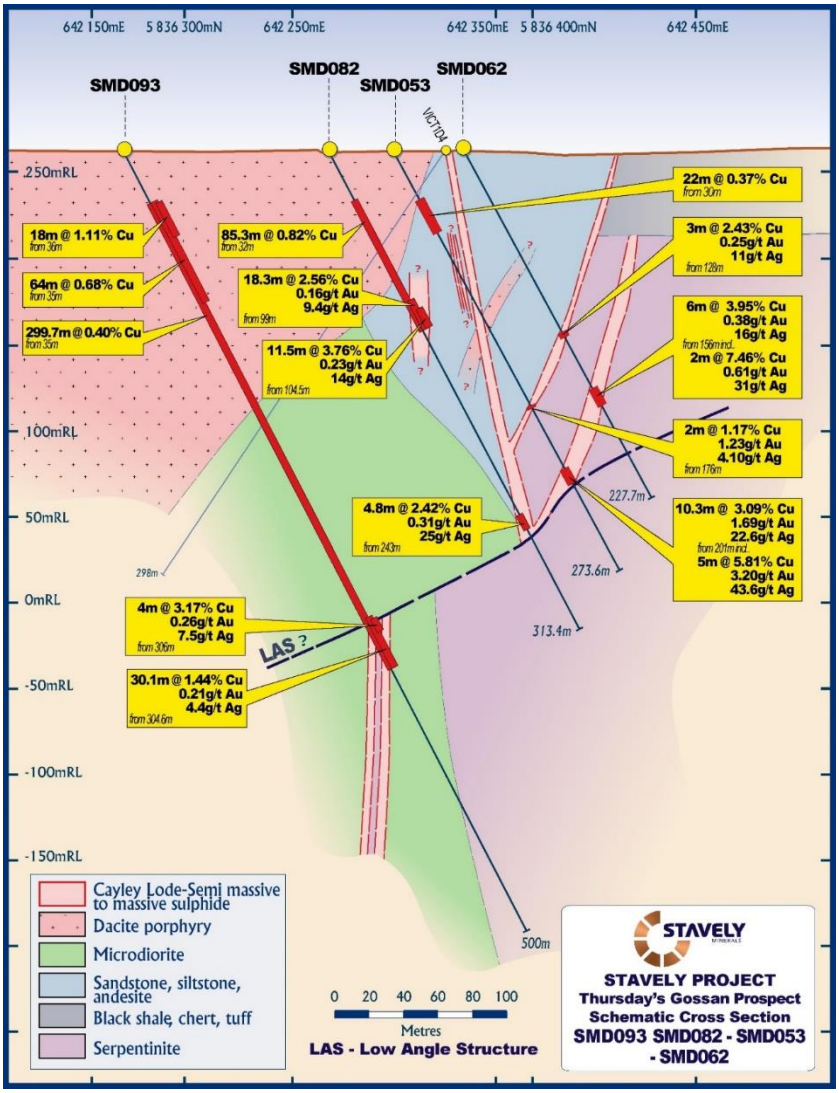

Figure 5. SMD093 drill section.

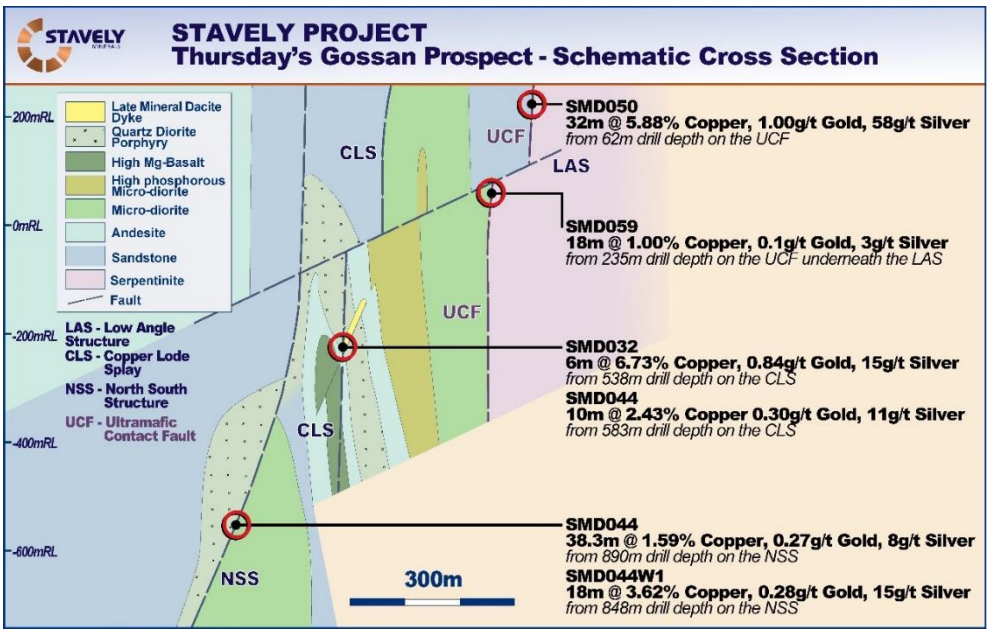

Figure 6. Schematic cross-section of the Thursday's Gossan prospect. Note that the current Cayley Lode Mineral Resource drilling is focused only on the mineralisation located above the LAS on the UCF.

Diamond drill hole SMD094 (Figure 8) intersected:

- 53m at 0.39% Cu in the chalcocite-enriched blanket from 50m down-hole
- 4.9m at 2.14% Cu, 0.33g/t Au and 9.8g/t Ag in the Cayley Lode under the LAS from 347m down-hole

Diamond drill holes SMD095, SMD096 and SMD097 were all drilled from similar collar locations but were drilled at different azimuths in an attempt to drill a 'fan' of holes under the railway to define the Cayley Lode as it continues at depth to the south.

Diamond drill hole SMD095 (Figure 8) intersected:

- 50m at 0.40% Cu in the chalcocite-enriched blanket from 28m down-hole;
- 10m at 2.33% Cu, 0.45g/t Au and 20g/t Ag in the Cayley Lode above the LAS from 224m down-hole.

Diamond drill hole SMD096 (Figure 8) intersected:

- 25m at 0.52% Cu in the chalcocite-enriched blanket from 33m down-hole;
- 15m at 3.26% Cu, 0.62g/t Au and 16g/t Ag in the Cayley Lode above the LAS from 220m down-hole.

Additionally, in duplicate sampling as part of Stavely Minerals' ongoing QA/QC programme, the same interval in SMD096 returned significantly higher gold grades including:

- 15m at 3.59% Cu, 2.73g/t Au and 18g/t Ag from 220m down-hole, including:
  - 1m at 2.41% Cu, 24.6g/t Au and 16.5g/t Ag from 222m, indicating that there is likely to be some nuggetty particulate gold in the system.

Diamond drill-hole SMD097 (Figure 8) intersected:

- 18m at 0.63% Cu in the chalcocite-enriched blanket from 38m down-hole; and
- 4.8m at 3.56% Cu, 0.46g/t Au and 29g/t Ag in the Cayley Lode above the LAS from 255.8m down-hole.

The intercepts in SMD096 and SMD097 appear to have been truncated by the LAS and may have originally been of greater width.

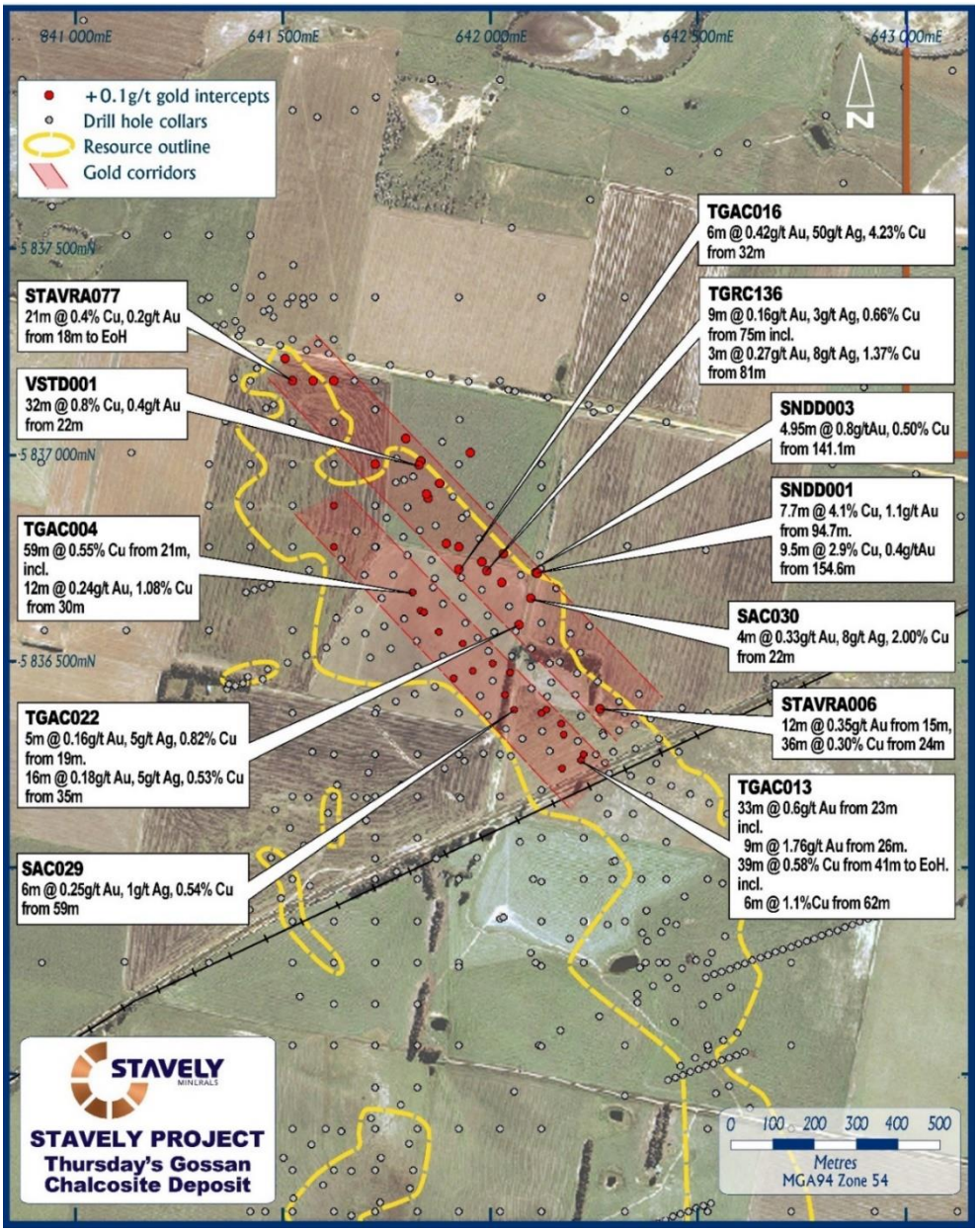

Figure 7. Thursday's Gossan chalcocite-enriched Mineral Resources outline in dashed yellow and the two parallel near-surface zones of higher-grade copper±gold±silver (some drill holes assayed for Cu+Au+Ag, some for only Cu+Au and some for Cu only).

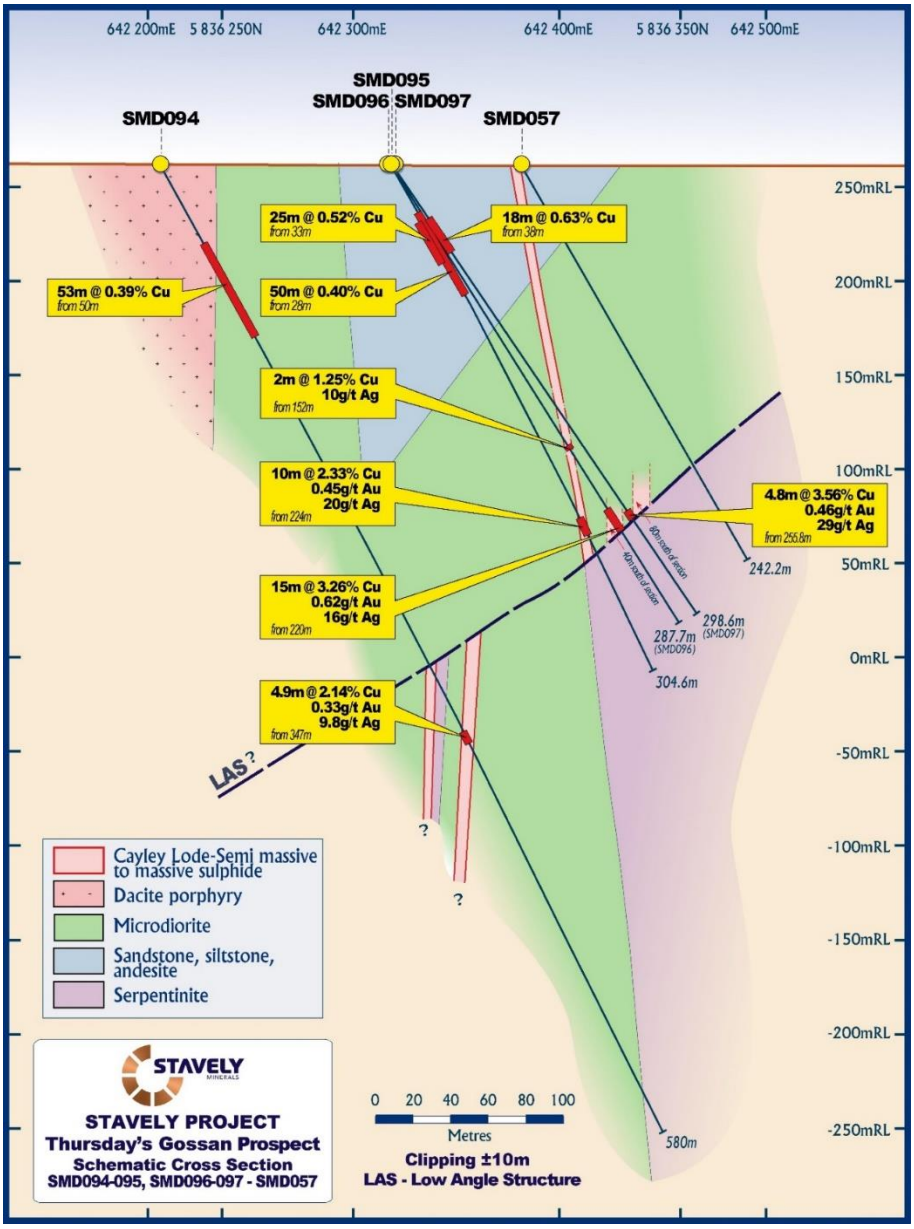

Figure 8. SMD094-97 drill section.

The intention of the current Mineral Resource drill programme is to delineate high-grade, near-surface copper-gold-silver mineralisation over a significant strike extent in the Cayley Lode that would complement the existing large Inferred Mineral Resource in a shallow chalcocite-enriched blanket of 28 million tonnes at 0.4% copper (gold and silver not estimated) at Thursday's Gossan (see Stavely Minerals Limited 2018 Annual Report).

Once the near-surface potential is confirmed and some similar regional targets are tested, drilling will shift towards confirming the depth potential of the high-grade copper-gold-silver mineralisation on a number of mineralised structures including the Cayley Lode, the North-South Structure (NSS) and the CLS (Figure 6).

Other structures that have the potential to host well-developed copper-gold mineralisation may be inferred from a recently completed seismic survey.

During the next Quarter, the Company plans to drill two x ~1,500m diamond drill holes to test the two interpreted porphyry targets (see ASX announcement 15 July 2020).

The programme is scheduled to commence in November to drill the ~500m large-diameter pre-collars, then break for Christmas and recommence after the New Year with medium-diameter drill core to the planned final depths of ~1,500m with expected completion in February-March 2021.

Mount Stavely Prospect

One diamond drill hole, MSD003, was completed at the Mount Stavely prospect. The hole was drilled to target a flexure in the ultramafic north of Mount Stavely. The hole intersected sediments and ultramafic with only trace pyrite. No visible copper sulphides were noted.

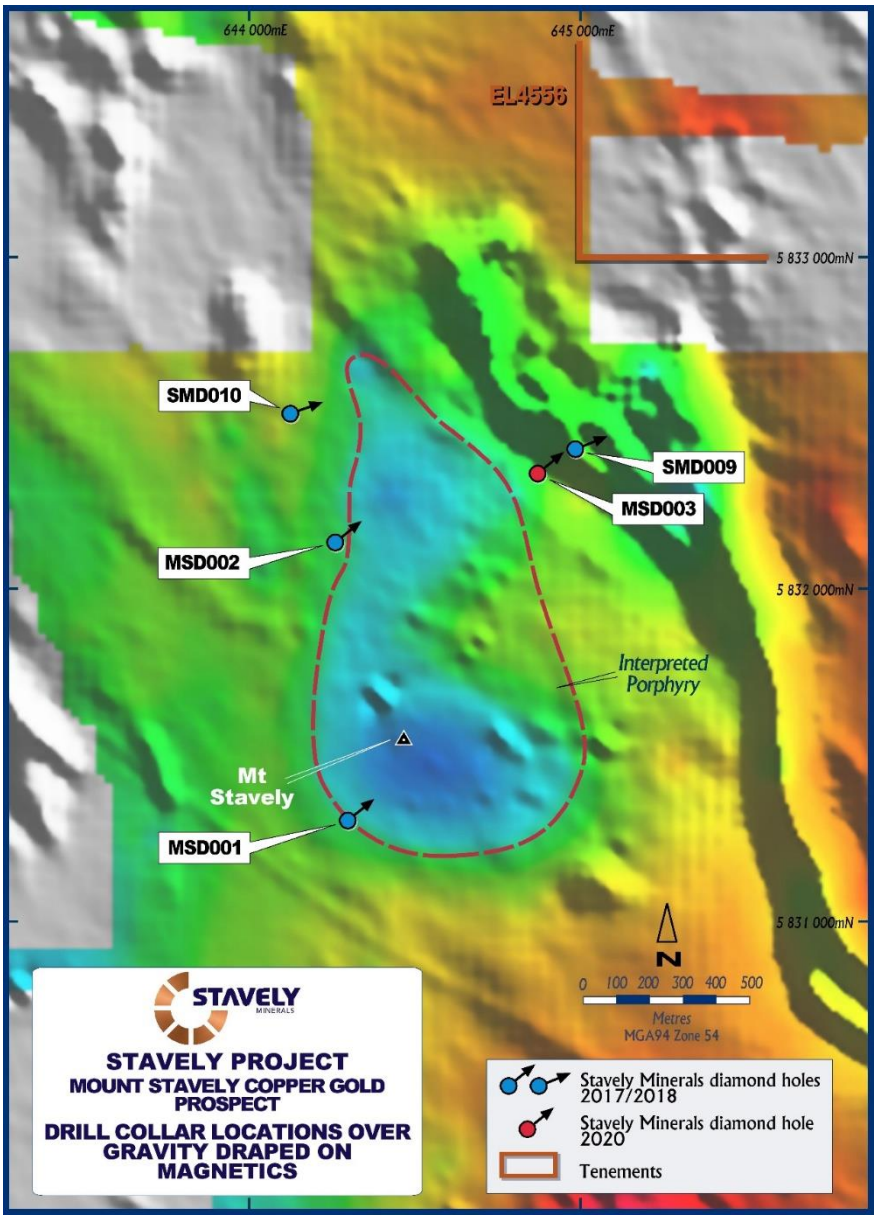

Figure 9. MSD003 Drill collar location.

Black Range Joint Venture Project (EL5425)

No on-ground exploration was conducted at the Black Range Project during the September Quarter.

Yarram Park Project (EL5478)

No exploration was conducted at the Yarram Park Project during the September Quarter.

Ararat Project (RL2020)

No exploration was conducted at the Ararat Project during the September Quarter.

Ravenswood Project (EPM26041, EPM26152, EPM26303 & EPM26304)

No exploration was conducted at the Ravenswood Project during the September Quarter.

Tasmania and Central Victoria (EL19/2018, EL4/2019, EL6/2019, EL2/2015, EL3/2015, RL1/2011, EL006668)

No exploration was conducted at the Tasmania and Central Victoria Projects during the September Quarter.

Planned Exploration

Stavely Project (RL2017)

During the next quarter, the resource drill-out at the Cayley Lode at Thursday's Gossan will continue. The intention of the current programme is to delineate high-grade, near-surface copper-gold-silver mineralisation over a significant strike extent in the Cayley Lode that would complement the existing large Inferred Mineral Resource of 28 million tonne at 0.4% copper (gold and silver not estimated) at Thursday's Gossan (see Stavely Minerals Limited 2018 Annual Report).

Four drill rigs will be conducting the resource drill out on a roughly 40m by 40m drill pattern on the northern extension of the Cayley Lode.

Two additional drill rigs will be deployed to drill two x ~1,500m diamond drill holes to test the two interpreted porphyry targets.

CORPORATE

Stavely Minerals had a total of $31.34M cash on hand at the end of the September 2020 Quarter.

During the Quarter:

- the Company was successful in its application for participation in the Federal Government's Junior Minerals Exploration Incentive ("JMEI") scheme for the 2020/2021 income year. The Company has received an allocation of up to $1,750,000 in tax credits which can be distributed to eligible investors. The scheme is voluntary and companies must apply each year to participate. This is the third year in succession that Stavely Minerals has been successful in receiving an allocation of JMEI credits. Stavely's JMEI for 2018/2019 of $1.576 million resulted in an average credit of 5.7 cents per share to each eligible investor in that year. The JMEI for 2019/2020 of $1.35 million resulted in a credit of 6.88 cents per share to each eligible investor for that year.

- a Letter of Intent (LoI) was executed to divest the Company's Mathinna/Alberton and Lefroy Goldfields tenements, as well as its Fosterville East tenement in Victoria, to Nubian Resources Ltd (TSX-V: NBR) ('Nubian') for A$2.5 million in Nubian shares and cash.

  The transaction is consistent with Stavely Minerals' focus on the ongoing resource drill-out at the Cayley Lode discovery and broader exploration campaign at its 100%-owned Stavely Copper-Gold Project in western Victoria.

  The terms of the LoI are as follows:

  - Nubian to pay a non-refundable deposit of A$100,000;
  - A 60-day exclusivity period to complete final due diligence and execute a definitive agreement;
  - Upon execution of the definitive agreement and all conditions met, Nubian will issue to Stavely Minerals a number of Nubian shares equivalent in value to A$2.4 million based on the 5-trading day volume-weighted average price (VWAP) prior to the execution date, subject to a minimum issue of 5,050,000 Nubian shares being issued.

  The consideration for the purchase is based on 100% ownership of the tenements. Stavely Minerals is in Joint Venture with Bestlevel Holdings Pty Ltd (Bestlevel), with Stavely Minerals currently holding a 75% interest and having rights to earn a further 10% to 85% before the Joint Venture becomes a standard contribute or dilute arrangement.

  Bestlevel is participating in the sale agreement by selling Bestlevel to Nubian to achieve the 100% sale basis. The value of the Bestlevel contribution of a 25% interest in the three Mathinna JV tenements equates to A$406,000 of Nubian shares to be issued to Bestlevel or its beneficial owners.

  As is usual for a transaction of this nature, it is expected that the issued Nubian shares will have an escrow period mandated by the Canadian market authorities.

- the Company completed a successful capital raising of $27.8 million. The capital raising was underpinned by a Share Placement of approximately 41.67 million shares at 60 cents per share to sophisticated and institutional investors to raise $25 million before costs and a Share Purchase Plan of approximately 4.6 million shares at 60 cents per share which raised approximately $2.8 million.

  The Placement, which was significantly over subscribed, was undertaken in two tranches, the first tranche of 28 million shares was issued in July 2020 and the second tranche, which was approved by shareholders at the General Meeting held on 31 August 2020, was issued in September 2020.

  The funds raised from the Placement and Share Purchase Plan are to be used to:

  - Complete the shallow (0-200m) Mineral Resource drill-out at the Cayley Lode;
  - Identify additional lodes;
  - Drill test the deeper porphyry targets;
  - Progress a Phase 1 Open Pit Scoping Study; and
  - Provide additional working capital.

ANNOUNCEMENTS

Investors are directed to the following announcements (available at www.stavely.com.au) made by Stavely Minerals during the September 2020 Quarter for full details of the information summarised in the Quarterly Report.

04/08/2020 - Drilling and Operations Update - COVID-19

12/08/2020 - Share Purchase Plan Closed Raising $2.8M

25/08/2020 - Cayley Lode Continues to Deliver Outstanding Grades

31/08/2020 - Results of General Meeting

07/09/2020 - 2nd Tranche Placement and Cleansing Statement

During and subsequent to the Quarter, Stavely Minerals participated in the following conferences and webinars:

22/08/2020 - AMEC Investor Day August 2020 - Perth

15/09/2020 - RIU Resurgence Conference September 2020 - Perth

14/10/2020 - Arlington Group - The Big Copper Wave October 2020 - Webinar

Tenement Portfolio - Victoria

The tenements held by Stavely Minerals as at 30 September 2020 are as follows:

Area Name	Tenement	Grant Date/ (Application Date)	Size (Km^2)
Black Range JV*	EL 5425	18 December 2012	100
Yarram Park	EL 5478	26 July 2013	26
Ararat	RL 2020	8 May 2020	28
Stavely	RL 2017	8 May 2020	81
Stavely	EL6870	30 October 2018	1027

* 51% held by Stavely Minerals Limited, 49% by Black Range Metals Pty Ltd, a fully owned subsidiary of Navarre Minerals Limited.

The tenements held by Stavely Tasmania Pty Ltd as at 30 September 2020 are as follows:

Area Name	Tenement	Grant Date/ (Application Date)	Size (Km^2)
Myola	EL006668	6 March 2018	83

Tenement Portfolio - Queensland

The tenements held by Ukalunda Pty Ltd as at 30 September 2020 are as follows:

Area Name	Tenement	Grant Date/ (Application Date)	Size (Km^2)
Ravenswood West	EPM26041	24 May 2016	145
Ravenswood North	EPM26152	15 September 2016	32
Dreghorn	EPM26303	23 March 2017	30
Kirk North	EPM26304	23 March 2017	18

Tenement Portfolio - Tasmania

The tenements held by Stavely Tasmania Pty Ltd as at 30 September 2020 are as follows:

Area Name	Tenement	Grant Date/ (Application Date)	Size (Km^2)
Mathinna	EL19/2018	20 July 2019	1
Mathinna	EL4/2019	22 August 2019	68
Mathinna	EL6/2019	27 January 2020	40
Mathinna	EL2/2015	28 May 2015	33
Lefroy	RL1/2011	23 April 2012	1
Lefroy	EL3/2015	8 January 2015	27
Lefroy	ELA6/2020	(30 January 2020)	0.05

Chris Cairns
Managing Director and Executive Chairman

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Chris Cairns, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Cairns is a full-time employee of the Company. Mr Cairns is the Managing Director of Stavely Minerals Limited, is a substantial shareholder of the Company and is an option holder of the Company. Mr Cairns has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Cairns consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Authorised for lodgement by Chris Cairns, Managing Director and Executive Chairman.

Thursday's Gossan Prospect – Cayley Lode Collar Table							
		MGA 94 zone 54					
Hole id	Hole Type	East	North	Dip/ Azimuth	RL (m)	Total Depth (m)	Comments
SMD050	DD	642070	5836609	-60/59.5	264	132.6	
SMD051	DD	642160	5836476	-60/59.5	264	220.9	
SMD052	DD	642238	5836421	-60/59.5	264	271.7	
SMD053	DD	642302	5836355	-60/59.5	264	273.6	
SMD054	DD	642048	5836641	-60/59.5	264	245.5	
SMD055	DD	642032	5836595	-60/59.5	264	169.9	Hole failed prior to target depth
SMD056	DD	642031	5836590	-60/59.5	264	185.8	Hole failed prior to target depth
SMD057	DD	642386	5836309	-60/59.5	264	242.2	
SMD058	DD	642115	5836542	-60/59.5	264	140.5	
SMD059	DD	642122	5836461	-60/59.5	264	317.8	
SMD060	DD	642137	5836508	-60/59.5	264	203.2	
SMD061	DD	642276	5836435	-60/59.5	264	219.5	
SMD062	DD	642337	5836367	-60/59.5	264	227.70	
SMD063	DD	642063	5836585	-60/59.5	264	162.7	
SMD064	DD	642041	5836619	-60/59.5	264	184.9	
SMD065	DD	642427	5836356	-60/239.5	264	350	
SMD066	DD	641936	5836807	-60/59.5	264	294	
SMD067	DD	641884	5836880	-60/59.5	264	236	
SMD068	DD	642342	5836414	-60/239.5	264	342	
SMD069	DD	641725	5837063	-60/59.5	264	130.7	
SMD070	DD	642199	5836451	-60/59.5	264	399.6	
SMD072	DD	641585	5837196	-60/59.5	264	100.9	
SMD073	DD	641473	5837155	-60/59.5	264	409.9	
SMD074	DD	642162	5836437	-60/59.5	264	302	
SMD076	DD	642174	5836523	-60/59.5	264	198.4	
SMD078	DD	642237	5836464	-60/59.5	264	274.9	
SMD079	DD	642099	5836496	-60/59.5	264	306.7	
SMD080	DD	642196	5836406	-60/59.5	264	309.3	
SMD082	DD	642264	5836342	-60/59.5	264	313.4	
SMD083	DD	642599	5835995	-60/49.5	264	433.1	
SMD084	DD	642236	5836364	-60/59.5	264	278.1	
SMD085	DD	642444	5836022	-60/49.5	264	522.3	
SMD086	DD	642465	5836370	-60/239.5	264	385.9	
SMD087	DD	642060	5836522	-60/59.5	264	268.3	
SMD088	DD	642427	5836445	-60/239.5	264	405.5	
SMD089	DD	642502	5836384	-60/239.5	262	502.1	

Thursday's Gossan Prospect – Cayley Lode Collar Table							
SMD090	DD	642068	5836563	-60/59.5	262	213.8	
SMD091	DD	642374	5836383	-60/59.5	262	191	
SMD092	DD	642346	5836411	-60/59.5	262	222	
SMD093	DD	642153	5836294	-60/59.5	262	515.1	
SMD093W1	DD	642153	5836294	-60/57.4	262	339.1	SMD093W1 is wedged off SMD093 in order to recover lost core through the Cayley Lode in SMD093
SMD094	DD	642205	5836237	-60/59.5	262	608.3	
SMD094W1	DD	642205	5836237	-60/57.0	262	281.1	SMD094W1 is wedged off SMD094 in order to recover lost core through the Cayley Lode in SMD093
SMD095	DD	642205	5836237	-60/59.5	262	304.6	
SMD096	DD	642319	5836284	-60/71.5	262	287.7	
SMD097	DD	642319	5836284	-60/88.5	262	298.6	
SMD098	DD	642102	5836364	-60/59.5	262	449.1	
SMD099	DD	642063	5836352	-60/59.5	262	531	
SMD100	DD	642396	5836495	-60/239	259	451.8	
SMD101	DD	642044	5836427	-70/59	260	379.7	
SMD102	DD	642471	5836355	-60/223	260	In progress	As at the end of the Quarter
SMD103	DD	642196	5836425	-60/59	261	In Progress	As at the end of the Quarter
SMD104	DD	642225	5836386	-60/59	261	In Progress	As at the end of the Quarter
SMS001D	Sonic/DD	642197	5836489	-60/59.5	264	212	Failed to test target - drilled to east of Cayley Lode
SMS002AD	Sonic/DD	642275	5836478	-60/59.5	264	105.4	Failed to test target - drilled to east of Cayley Lode
SMS003	Sonic	642207	5836523	-60/59.5	264	97	Failed to test target - drilled to east of Cayley Lode
SMS004	Sonic	642150	5836555	-60/59.5	264	131.5	Failed to test target - drilled to east of Cayley Lode
SMS005	Sonic	642125	5836587	-60/59.5	264	85.5	
SMS006	Sonic	642102	5836620	-60/59.5	264	76	
SMS007	Sonic	642085	5836654	-60/59.5	264	64	
SMS008	Sonic	642055	5836680	-60/59.5	264	64	
SMS009	Sonic	642011	5836730	-60/59.5	264	54	Abandoned
SMS009A	Sonic	642011	5836730	-60/59.5	264	80	Re-drill of SMS009A
SMS010	Sonic	642083	5836614	-60/59.5	264	83	
SMS011	Sonic	642106	5836581	-60/59.5	264	88	
SMS012	Sonic	642193	5836530	-60/239.5	261	80	
SMS013	Sonic	642212	5836497	-60/234.5	262	58	

Thursday's Gossan Prospect – Cayley Lode Intercept Table

		MGA 94 zone 54					Intercept						
Hole id	Hole Type	East	North	Dip/ Azimuth	RL (m)	Total Depth (m)	From (m)	To (m)	Width (m)	Cu (%)	Au (g/t)	Ag (g/t)	Ni (%)
SMD050	DD	642070	5836609	-60/59.5	264	132.6	62	94	32	5.88	1.00	58	
						Incl.	82	94	12	14.3	2.26	145	
						and	85	87	2	40	3.00	517	
							96.7	101.1	4.4				3.98
SMD051	DD	642160	5836476	-60/59.5	264	220.9	98.0	157.0	59	1.80	0.43	15.4	
						Incl.	106.6	115.1	8.5	4.38	0.87	32.7	
						and	134.0	137.0	3.0	5.66	0.29	4.60	
							177.0	185	8.0	9.69	0.40	16.8	
						Incl.	179.0	181.0	2.0	17.30	0.57	13.1	
SMD052	DD	642238	5836421	-60/59.5	264	271.7	25	92	67	0.38	0.10	2.5	
						Incl.	76	92	16	0.63	0.28	7.0	
						Incl.	77	84	7	0.98	0.23	12	
SMD053	DD	642302	5836355	-60/59.5	264	273.6	30	52	22	0.37			
							176	178	2	1.17	1.23	4.1	
							201	211.3	10.3	3.09	1.69	22.6	
						Incl.	202	207	5	5.81	3.20	43.6	
						and	203	204	1	8.42	1.77	97	
						and	204	205	1	2.91	8.69	23.9	
SMD054	DD	642048	5836641	-60/59.5	264	245.52	55	57	2	1.89	0.56	16	
							86	97	11	4.62	0.57	25	
						Incl.	90	97	7	7.10	0.72	39	
						Incl.	92	95	3	10.87	0.67	52	
							96	101	5				1.42
SMD055	DD	642032	5836595	-60/59.5	264	169.9	24	29	5	1.00	0.32	7	
							78	83	5	1.37	0.17	8	
							156	157	1	1.18	0.72	8	
							162	163	1	3.64	0.60	43	
SMD056	DD	642031	5836590	-60/59.5	264	185.8	79	82	3	1.68	0.18	8	
							157	165.3	8.3	1.65	0.23	7.2	
						Incl.	157	160	3	3.75	0.25	10.2	
SMD057	DD	642386	5836309	-60/59.5	264	242.2	No Significant Results						
SMD058	DD	642115	5836542	-60/59.5	264	140.5	19	48	29	0.37			
							68	91	23	1.34	0.26	3.5	
						Incl.	88	91	3	6.33	0.27	2.9	

Thursday's Gossan Prospect – Cayley Lode Intercept Table

		MGA 94 zone 54					Intercept						
Hole id	**Hole Type**	**East**	**North**	**Dip/ Azimuth**	**RL (m)**	**Total Depth (m)**	**From (m)**	**To (m)**	**Width (m)**	**Cu (%)**	**Au (g/t)**	**Ag (g/t)**	**Ni (%)**
SMD059	DD	642122	5836461	-60/59.5	264	317.8	21	22	1		3.15	25	
							197	202	5	3.28	0.27	13	
							235	253	18	1.00	0.10	3	
						Incl.	245.8	252.6	6.8	1.85	0.17	6	
SMD060	DD	642137	5836508	-60/59.5	264	203.2	19.2	135.4	102.3[1]	0.68			
						Incl.	74	135.4	48.2[2]	1.04	0.31	14	
						Incl.	74	86	12	1.55	0.63	13	
						and	111	135.4	13.6[3]	1.90	0.38	33	
						Incl.	129	135.1	6.10	3.55	0.73	41	
							116.6	119	2.4[4]				1.20
SMD061	DD	642276	586435	-60/59.5	264	219.5	160.2	164.5	4.3	2.06	0.44	23	
SMD062	DD	642337	5836367	-60/59.5	264	227.70	128	131	3.0	2.43	0.25	11	
							156	162	6.0	3.95	0.38	16	
						Incl.	160	162	2.0	7.46	0.61	31	
						and	160	161	1.0	10.5	0.86	35	
SMD063	DD	642063	5836585	-60/59.5	264	162.7	106	107	1.0	1.10	0.16	5.5	
SMD064	DD	642041	5836619	-60/59.5	264	184.9	121	129	8.0	5.12	1.48	34	
						Incl.	128	129	1.0	26.8	8.48	201	
SMD065	DD	642427	5836356	-60/239.5	264	350	No Significant Results						
SMD066	DD	641936	5836807	-60/59.5	264	294	No Significant Results						
SMD067	DD	641884	5836880	-60/59.5	264	236	16	34	18.0	0.43	0.35	13	
						Incl.	25	27	2.0	1.21	0.27	27	
							107	109	2.0	1.32		8	
SMD068	DD	642342	5836414	-60/239.5	264	342	50.3	102	51.7	0.39			
						Incl.	98	102	4	1.75	0.31	16	
							285	287	2	0.26	0.65	1.8	
SMD069	DD	641725	5837063	-60/59.5	264	130.7	No Significant Results						
SMD070	DD	642199	5836451	-60/59.5	264	275.9	20	95	75.0	0.60	0.19	5	
						Incl.	65	84	19.0	1.48	0.40	15	
						and	69.3	73	3.7	6.02	1.18	66	
						and	71	72	1.0	9.23	2.67	125	
SMD072	DD	641585	5837196	-60/59.5	264	100.9	No Significant Results						
SMD073	DD	641473	5837155	-60/59.5	264	409.9	149	153	4.0	1.31	0.31	6	
							359	364	5.0	0.25	1.67	27	
						Incl.	361.1	362	0.9	0.42	4.58	51	

Thursday's Gossan Prospect – Cayley Lode Intercept Table

		MGA 94 zone 54					Intercept						
Hole id	Hole Type	East	North	Dip/ Azimuth	RL (m)	Total Depth (m)	From (m)	To (m)	Width (m)	Cu (%)	Au (g/t)	Ag (g/t)	Ni (%)
SMD074	DD	642162	5836437	-60/59.5	264	302	25	59	34.0	0.32			
							176	183.6	7.6	1.36	0.24	7	
							193	197.7	4.3[5]	1.94	0.27	10	
							213	234.3	21.3	1.31	0.43	6	
SMD076	DD	642174	5836523	-60/59.5	264	198.4	128	144	16	1.01	0.24	6.5	
						Incl.	139	144	5	2.42	0.55	14	
SMD078	DD	642237	5836464	-60/59.5	264	274.9	227.2	231	3.8	4.97	3.08	81	
SMD079	DD	642099	5836496	-60/59.5	264	306.7	24	41	17	0.31			
							86	87	1	1.29	0.41	9	
							141	144	3	1.38	0.15	5	
							153	154	1	1.16	0.31	8	
							159	161	2	0.64	1.82	8.4	
							207.9	211	3.1	3.16	0.70	30	
SMD080	DD	642196	5836406	-60/59.5	264	309.3	23	25	2	1.75			
							25	52	27	0.58			
							154	157.95	3.95	3.78	0.43	54	
						Incl.	156	157.95	1.95	7.02	0.35	102	
							189	196	7	1.07	0.26	23	
							224.2	230.6	6.4	2.71	0.52	8.3	
SMD082	DD	642264	5836342	-60/59.5	264	313.4	32	117.3	85.3	0.82			
						Incl.	99	117.3	18.3	2.56	0.16	9.4	
						Incl.	104.5	116	11.5	3.76	0.23	14	
							243	247.8	4.8	2.42	0.31	25	
SMD083	DD	642599	5835995	-60/49.5	264	433.1	No Significant Results						
SMD084	DD	642236	5836364	-60/59.5	264	278.1	43	72	29	0.44			
							132	201	69	1.00	0.18	5.4	
						Incl.	157	201	44	1.43	0.26	7.3	
						Incl.	197	201	4	4.16	0.61	23	
SMD085	DD	642444	5836022	-60/49.5	264	522.3	339	362	23	1.07	0.11		
						Incl.	357	361	4	4.44	0.26	7.9	
						Incl.	358	359	1	9.44	0.22	6.4	

Thursday's Gossan Prospect – Cayley Lode Intercept Table

		MGA 94 zone 54					Intercept						
Hole id	**Hole Type**	**East**	**North**	**Dip/ Azimuth**	**RL (m)**	**Total Depth (m)**	**From (m)**	**To (m)**	**Width (m)**	**Cu (%)**	**Au (g/t)**	**Ag (g/t)**	**Ni (%)**
SMD086	DD	642465	5836370	-60/239.5	264	385.9	142	154	12	1.01	0.18	2.6	
						Incl.	149	153	4	2.33	0.42	5.3	
							261	262	1	2.17	7.06	7.9	
							301	308	7	0.16	0.48	15	0.32
							318	321	3	0.49	0.29	3.4	
							326	327	1	5.90	0.33	47	
SMD087	DD	642060	5836522	-60/59.5	264	268.3	140	227[6]	87	1.74	0.57	20	
						Incl.	163	187	24	4.19	1.27	53	
						and	170	172	2	11.75	1.45	66	
						and	181.7	183.2	1.5	13.28	2.58	209	
						and	185.6	186.4	0.8	24.1	1.16	249	
						and	185	187	2	9.95	0.71	107	0.89
						Incl.	218	227	9	4.09	1.83	39	
						and	226	227	1	1.30	10.05	48	
SMD088	DD	642427	5836445	-60/239.5	264	405.5	212.3	242.3	30	1.98	0.23	9.1	
						Incl.	216	226.8	10.8	3.20	0.31	16	
						and	233.2	239	5.8	3.54	0.43	14	
							319.5	370	50.5	0.88	0.11	3.8	
						Incl.	319.5	331.2	11.7	1.42	0.15	4.5	
						and	342	357.6	15.6	1.26	0.17	5.0	
						and	365.6	370	4.4	1.61	0.20	5.7	
SMD089	DD	642502	5836384	-60/239.5	262	502.1	87	98.8	11.8	1.54	0.42	14	
						Incl.	91	94	3	3.28	1.09	34	
							214	233.9	19.9	2.40	0.35	17	
						Incl.	219	226.1	7.1	4.30	0.52	35	
						Incl.	219	222	3	6.02	0.71	52	
							271	280.7	9.7	3.10	0.97	26	
						Incl.	273	275	2	7.86	2.09	88	
						Incl.	273	274	1	11.05	2.73	131	
SMD090	DD	642068	5836563	-60/59.5	262	213.8	Assays Pending as at the end of the Quarter						
SMD091	DD	642374	5836383	-60/59.5	262	191	Assays Pending as at the end of the Quarter						
SMD092	DD	642346	5836411	-60/59.5	262	222	Assays Pending as at the end of the Quarter						

Thursday's Gossan Prospect – Cayley Lode Intercept Table

		MGA 94 zone 54					Intercept						
Hole id	**Hole Type**	**East**	**North**	**Dip/ Azimuth**	**RL (m)**	**Total Depth (m)**	**From (m)**	**To (m)**	**Width (m)**	**Cu (%)**	**Au (g/t)**	**Ag (g/t)**	**Ni (%)**
SMD093	DD	642153	5836294	-60/59.5	262	515.1	35	334.7	299.7	0.40			
						Incl.	35	99	64	0.68			
						Incl.	36	54	18	1.11			
							304.6	334.7	30.1	1.44	0.21	4.4	
						Incl.	306	310	4	3.17	0.26	7.5	
SMD094	DD	642205	5836237	-60/59.5	262	608.3	50	103	53	0.39			
							347	351.9	4.9	2.14	0.33	9.8	
SMD095	DD	642205	5836237	-60/59.5	262	304.6	28	78	50	0.40			
							224	234	10	2.33	0.45	20	
SMD096	DD	642319	5836284	-60/71.5	262	287.7	33	58	25	0.52			
							152	154	2	1.25		10	
							220	235	15	3.26	0.62	16	
						Duplicate Sample	*220*	*235*	*15*	*3.59*	*2.73*	*18*	
						Incl.	*222*	*223*	*1*	*2.41*	*24.6*	*16.5*	
SMD097	DD	642319	5836284	-60/88.5	262	298.6	38	56	18	0.63			
							255.8	260.6	4.8	3.56	0.46	29	
SMD098	DD	642102	5836364	-60/59.5	262	449.1	Assays Pending as at the end of the Quarter						
SMS001D	Sonic/ DD	642197	5836489	-60/59.5	264	212	No Significant Results						
SMS002AD	Sonic/ DD	642275	5836478	-60/59.5	264	105.4	No Significant Results						
SMS003	Sonic	642207	5836523	-60/59.5	264	97	Assays Pending as at the end of the Quarter						
SMS004	Sonic	642150	5836555	-60/59.5	264	131.5	Assays Pending as at the end of the Quarter						
SMS005	Sonic	642125	5836587	-60/59.5	264	85.5	Assays Pending as at the end of the Quarter						
SMS006	Sonic	642102	5836620	-60/59.5	264	76	Assays Pending as at the end of the Quarter						
SMS007	Sonic	642085	5836654	-60/59.5	264	64	13	39	26		0.77		
							22	42	20	1.36	0.85	12	
						Incl.	24	39	15	1.68	1.09	14	
							42	45	3				1.46
SMS008	Sonic	642055	5836680	-60/59.5	264	64	20	45	25	0.45			
						Incl.	20	23	3	1.13	1.01	16	
SMS009	Sonic	642011	5836730	-60/59.5	264	54	32	54	22	0.69	0.13	3.6	
						Incl.	51	54	3	1.87	0.47	16	

1. Excluding 13.9m of core loss
2. Excluding 13.2m of core loss
3. Excluding 10.8m of core loss
4. 1.8m of core loss immediately above this interval
5. 0.4m of core loss included in this interval
6. 0.3m of core loss included in this interval