SEPTEMBER 2020 QUARTERLY ACTIVITY REPORT

Cervantes Corporation Ltd (ASX:CVS) ("the Company" or "Cervantes") is pleased to provide the September quarter activity report.

HIGHLIGHTS:

PRIMROSE GOLD PROJECT

- *Defined gold exploration target at the Blue Heaven. Refer 16 July 2020 ASX release*
- *Aerial photogrammetry and drill hole collar surveying of the Blue Heaven and Pansy pit area*
- *Auger sampling on a 50m x 50m grid on peripheral project area to test extent of alluvial and potential thickness of alluvial areas*
- *Drilling programme commenced in three areas;*
    - *Limited infill drilling at Blue Heaven to confirm the accuracy and repeatability of historic drilling, test critical areas in support of assessing the Blue Heaven area for a JORC(2012) Mineral Resource, and*
    - *Close and spaced drilling in the Pansy Pit to assess the near surface gold mineralisation potential, and*
    - *Exploration drilling of an as yet untested surface geochemical target in an area of no historic hard rock workings.*

CORPORATE

Whilst the ASX have not yet found it within their case by case formula, to allow Cervantes shares to be requoted, the board is hopeful this will be reconsidered as the Company advances the Primrose Project. Numerous other companies appear to continue to trade on the ASX with what the board believes to be considerably less activity and poorer financials than Cervantes, and inferior assets. The board looks forward to the opportunity of being reconsidered sooner rather than later, to allow the Company shares to receive the appropriate market attention, and mark to market evaluation for the benefit of shareholders in this very strong gold market.

Cervantes received $700,000 of Westgold shares from the sale of the Albury Heath Project, as outlined in the 23 April 2020 ASX release. Cervantes holds in excess of $300,000 of Westgold shares at September 30, and as the strong gold price continues, highest since 2011, Cervantes benefits from an increasing value in the Westgold shareholding.

Cervantes retains a 1% Net Smelter Royalty on the Meekatharra tenement E51/1721, sold to Ora Gold Limited in the previous quarter. The Company also retains the potential for deferred

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consideration relating to the sale of Albury Heath, being an additional $400,000 and further $200,000 of cash or Westgold shares, if the Albury Heath project achieves performance targets, as outlined in the 23 April 2020 ASX release.

PRIMROSE PROJECT

The geological potential of the Payne's Find area as previously discussed in ASX releases and reports, as well as in reports from our consulting and in-house geologists, outlines that, in addition to gold, the felsic volcanic area has potential for volcanogenic massive sulphide mineralisation (VMS) similar to the Golden Grove deposits located to the west in the Yalgoo Greenstone Belt. Elevated nickel and cobalt results have also been identified in the Payne's Find area, as previously outlined in ASX releases.

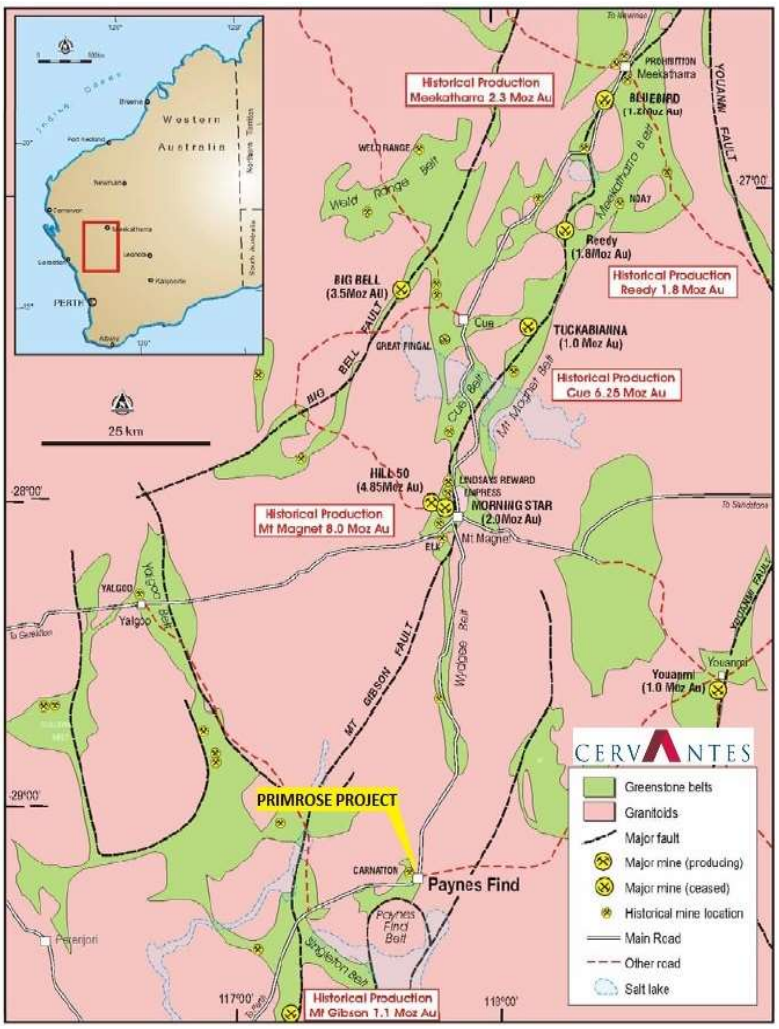

Figure 1: Primrose Project location on regional geology; showing regional historical gold production.

The Murchison Province hosts many significant gold deposits, including the million-ounce gold camps at Big Bell, Mount Magnet (Hill 50), and Meekatharra, as well as numerous smaller gold camps at Cue, Kirkalocka, Mt Gibson, and locally Rothsay, Fields Find and Pinyalling.

Cervantes "Primrose Project" (*Figure 1*) contains some 37 historical workings that produced high-grade gold that resulted in a State Battery being built by the State Government for the miners of the day, that still stands today as a tourist attraction. Most exploration companies would be happy to be exploring near or under one historical mine, let alone 37, where major discoveries and new major mines have since been developed.

Numerous field visits throughout the year by consulting geologists, the Company Exploration Manager and Directors were carried out to conduct small focused follow-up reviews of the project area, in particular, within and around the areas at Blue Heaven, together with the Pansy pit. Subsequent to this work, Cervantes was delighted to release on July 16th 2020, the estimation of an exploration target at the Company's Blue Heaven Prospect in the Primrose Gold Project, in the Paynes Find Goldfield of WA.

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The estimate was made possible through an independent audit of the drill hole database constructed by the previous explorer, Paynes Find Gold Limited, and updated by Cervantes. The audit included the confirmation of assay data, a review of sampling methodology, including an inspection and appraisal of stored residual Reverse Circulation (RC) drill samples (pulps) and diamond core, and an appraisal of drill hole locational data.

Cervantes holds all the drilling and exploration records from the previous explorer, allowing the data validation.

EXPLORATION TARGET ESTIMATE

Independent consultant geologist Mr Philip Jones, MAusIMM, has estimated an exploration target for the Blue Heaven area based on ore block modelling of exploration results obtained to date.

The exploration target estimated is given in *Table 1* while the methodology used to arrive at these estimates, and the data on which it is based are included below.

Category	Tonnage Range	Grade Range
Exploration Target	**Approximately 170,000 to 520,000**	**2.2 to 4.5g/t**

Table 1 Exploration target estimates at Blue Heaven.

The potential quantity and grade of an Exploration Target estimate is conceptual in nature, as there has been insufficient reliable exploration data to estimate a Mineral Resource and that it is uncertain if further exploration will result in the estimation of a Mineral Resource.

Deposit Style

The Blue Heaven Prospect is centred on the historic Paynes Find gold field, an area covered by Cervantes' Primrose Gold Project. In excess of 37 abandoned mine workings occur in the area. All started as small open pits but progressed to underground workings.

These workings are developed in quartz lode systems in the Paynes Find Gneiss adjacent to the Primrose Shear. The lodes strike between 310° and 360° TN (ie, between north-west and north), dip to the west from 60° to 70°, and are generally oblique to the regional foliation. Gold is best developed in flexures of the shear zone.

High grade ore shoots are formed along the intersection direction of the shear foliation and of the lode, resulting in moderate plunges to the south east. These high grade shoots were exploited by the historic mines.

The quartz lode gold is recognised as a second or late stage gold mineralising event. The first stage was movement of auriferous fluids through the Primrose Shear itself. While gold has been found associated with the shear, no economic deposits have been found other than those hosted by the quartz lodes to date.

Historic Mining

Thomas Payne discovered gold in the area in 1911 with the purported finding of a 2.5oz nugget at surface. The historic mines are Goodingnow, Mariposa, Havela/Sumpton, Princess Mary, Aster Consolidated, Oversight, Oversight North, Lakeview West, Trey Bit, Paynes Future, Orchid, Carnation Alluvials, Sweet William, Paynes Find/Taylor, Margarite, Marigold, Ark, Adeline and Bluebell. Goodingnow, Carnation and Orchid were the most active and largest producers extending up to 100m underground. South-east of Paynes Find are the Jacamar, Pansy, Pansy North, Daffodil and Shamrock

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mines. Daffodil and Pansy have been the most recently mined. The last recorded production from the field was in 1982, though most underground mines had closed by the Second World War.

Total production from the field varies wildly, depending on the data source. The Paynes Find Government Battery recorded 79,915oz produced at an average grade of 28.6g/t.

Data used as basis for target estimation

The Blue heaven Prospect is drilled by 167 RC holes and six diamond holes, totaling 15,543.4m. A total of 6,886 samples are included in the target estimation. QA/QC methodology included 255 field duplicate samples, 368 laboratory pulp split samples and 392 laboratory check samples using standard samples.

The review of the drill hole data by the consulting geologist concluded that:

> *"The quality of the RC drilling and sampling completed, appears to have been conducted to a high quality and was supervised by CSA Global. Modern QAQC techniques have been used incorporating standards and duplicates. In general two or three field duplicate samples were collected per hole depending on the depth of the drill hole. Two different gold standards were used, being G307-5 (4.87g/t Au) and G908-3 (1.03g/t Au) both being derived from diorite with low sulphide content. The RC drilling was drilled on an approximate average drill spacing of 40m between holes and is most likely more than adequate to form the basis for an exploration target in accordance with the JORC Code".*

Previously reported key drilling results that are included in the exploration target estimate include (all widths are downhole. True widths are unknown):

- PFRC120 41 to 44m 3m @ 92.1g/t[3]
- PFRC049 22 to 24m 2m @ 50.5g/t[1]
- PFRC012 39 to 41m 2m @ 19.0g/t[1]
- PFRC065 32 to 35m 3m @ 16.9g/t[2]
- PFRC039 50 to 53m 3m @ 8.6g/t[1]
- PFRC038 38 to 41m 3m @ 7.0g/t[2]
- PFRC112 114 to 117m 3m @ 4.94g/t[3]
- PFRC110 96 to 98m 2m @ 3.82g/t[3]
- PFRC120 69 to 71m 2m @2.56g/t[3]
- PFRC123-1 8 to 10m 2m @2.56g/t[3]
- PFRC059 39 to 45m 6m @ 2.4g/t[2]
- PFRC010 18 to 28m 10m @ 1.8g/t[1]
- PFRC018 20 to 26m 6m @ 1.9g/t[1]
- PFRC069 26 to 31m 5m @ 1.6g/t[2]
- PFRC005 28 to 34m 6m @ 1.5g/t[1]
- PFRC007 23 to 28m 5m @ 1.5g/t[1]
- PFRC009 19 to 22m 3m @ 1.8g/t[1]
- PFRC115 26 to 33m 7m @ 2.43g/t[4]
- PFRC116 10 to 22m 12m@ 6.61g/t[4]
- PFRC134 45 to 48m 3m @ 8.04 g/t[4]
- PFRC134 140 to 143 3m @ 5.21 g/t[4]
- PFRC135 77 to 80m 3m @ 8.05 g/t[4]
- PFRC150 79 to 83m 4m @ 6.28 g/t[4]
- PFRC150 120 to 126m 6m @ 3.56 g/t
- PFRC142 30 to 33m 3m @ 3.21 g/t[4]
- PFRC133 99 to 103 4m @ 2.64 g/t[4]
- PFRC135 82 to 84m 2m @ 4.94 g/t[4]
- HPFRC19 20 to 24m 4m @ 8.5g/t[1]
- HPFRC17 46 to 50m 4m @ 7.2g/t[1]
- HPFRC21 66 to 73m 7m @ 2.0g/t[1]
- HPFRC22 112 to 113m 1m @ 8.9g/t[1]
- HPFRC25 24 to 33m 9m @ 1.6g/t[1]
- HPFRC27 46 to 49m 3m @ 2.0g/t[1]

[1] Paynes Find Gold Limited Significant Stage 1 Drilling Results 13 May 2011
[2] Paynes Find *Gold* Limited Stage 1 Drilling Programme Completed 14 June 2011
[3] Paynes Find Gold Limited Stage 1 Key Results from Stage 2 Drilling Programme 28 September 2012
[4] Paynes Find Gold Limited New High-grade Gold Discoveries Confirm Potential 19 November 2012

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Appendix I lists all collar statistics included in the target estimation. A complete tabulation of assay data is not reproduced in this announcement as it would be unreasonably voluminous. Instead, *Figure 2* is a histogram of the total sample dataset used in the exploration target estimation to put the above intercepts into context. Note the sample frequency is a logarithmic scale. The second population seen at the 20g/t grade reflects drill hole intercepts of the high grade quartz lode shoots. Five samples were of over 100g/t gold grade – the maximum being 271.63g/t.

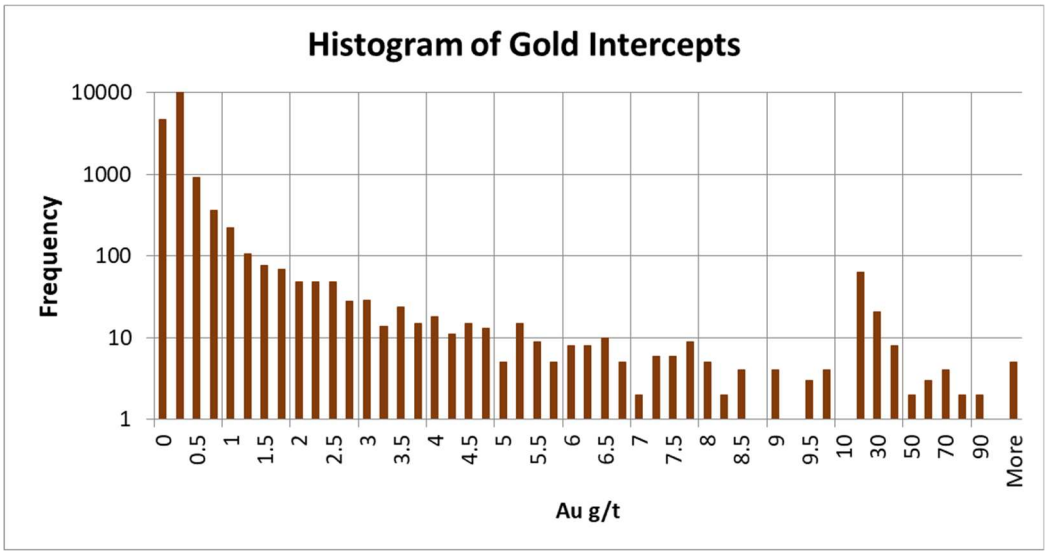

Figure 2 *Histogram of gold intercept grades from the drill hole database used in the exploration target estimation.*

Figure 3 shows the drill hole distribution in the modelled area colour coded by maximum gold grade intercepted in the hole.

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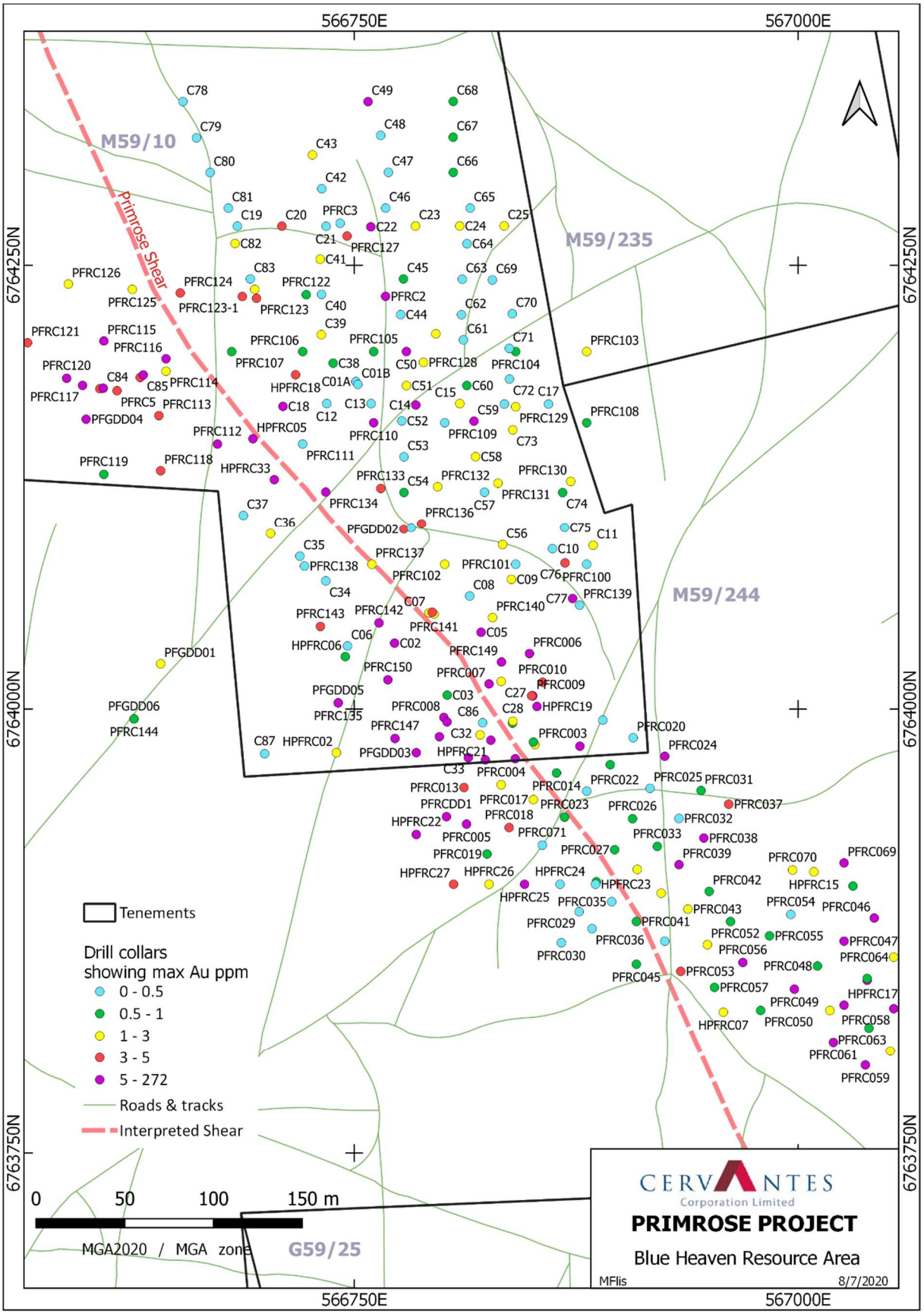

Figure 3 *Drill holes used in estimating an exploration target, showing maximum gold grade intersected at collar position. "C" series holes were not used in estimating the exploration target.*

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The drill hole audit noted that coarse gold is present in several drilled areas, leading to some assay repeatability issues. This will be investigated in the future.

Basis of Exploration Target Estimate

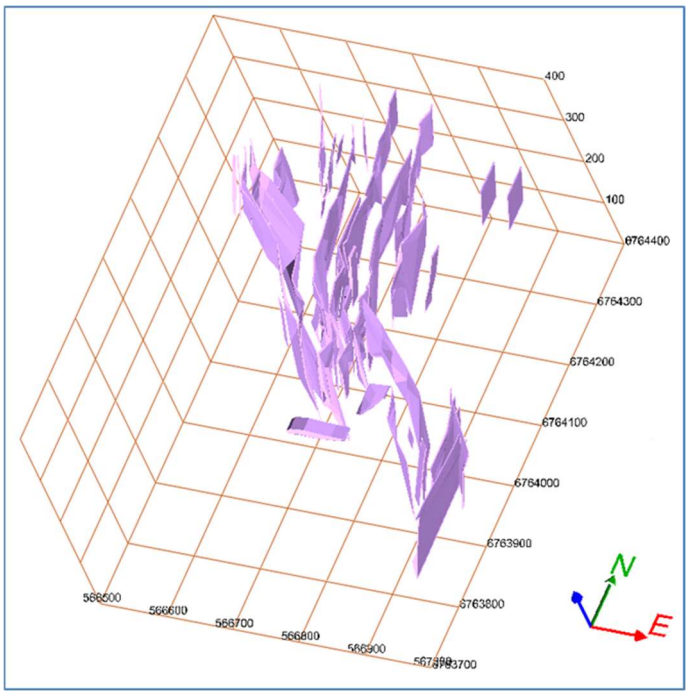

Figure 4 *Wireframe model for the Blue Heaven Prospect*

The gold mineralisation at the Blue Heaven Prospect, defined from drilling, was digitised through the process of wireframing using MineMap© software on drill hole cross sections, snapping to the drill intercepts using various cut-offs. High-grade cuts were not applied. Grades were interpolated in the model using an Inverse Distance Squared (ID^2) algorithm. All interpolations were restricted to the wireframe models representing the quartz lodes. *Figure 4* shows an example of the wireframe model used

The mineralised zones on each cross-section were then linked by wireframes to produce "solids". A block model was created using the parameters summarised in *Table 2*.

Parameter	North	East	RL
Maximum	6764425	567125	370
Minimum	6763650	566525	270
Cell dimension	5	2	2
Number	155	300	50
Algorithm	Inverse distance squared		
Search Ellipse	Strike	0°	
	Dip	0°	
	Plunge	0°	

Table 2*: Block model parameters.*

The estimated historic production tonnages have been subtracted from the exploration target tonnage estimate to produce the final estimate. This estimate was varied by +/-25% which, in Cervantes' view, represents the potential for finding more tonnes with further drilling, and the risk of excluding tonnages that may not prove to be contiguous with further drilling. *Table 3* states the exploration target derived from this process.

Category	Tonnage Range	Grade Range
Exploration Target	**Approximately 170,000 to 520,000**	**2.2 to 4.5g/t**

Table 3 Exploration target estimates at Blue Heaven.

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The potential quantity and grade of an Exploration Target estimate is conceptual in nature, as there has been insufficient reliable exploration data to estimate a Mineral Resource and that it is uncertain if further exploration will result in the estimation of a Mineral Resource.

Potential to increase the exploration target

The historic workings in the project area were based on outcropping, late stage, quartz-vein related gold mineralisation. This style of gold, while generally of a high grade, is discontinuous. Drilling by the previous explorer focused on drilling beneath the large number of historic workings. What was not apparent at the time was that the old workings had not exploited sheets of quartz lodes, but shoots of south plunging gold mineralisation within those lode systems. The probability of hitting this relatively narrow mineralisation with drilling is very low, an outcome that is reflected in a previous inability to define gold mineralisation of sufficient size and grade so as to define an attractive mining proposition.

A second observation that became apparent during the field inspection was that the "lines of lodes" that were exploited were steeply dipping to the west, but became shallower dipping going east. The ramifications of this observation is that there is a line of convergence on the Primrose Shear to the west from which the auriferous quartz lodes may emanate. That line of convergence is likely to be deeper than anything tested previously (*Figure 5*). While the previous explorer recognised this deeper target, it went out of business before it could act on this opportunity. These observations support Cervantes views that a structural interpretation previously undertaken by consultants has never been tested by adequate drilling. Cervantes intends to test the deeper parts of the west dipping Primrose Shear in a number of locations.

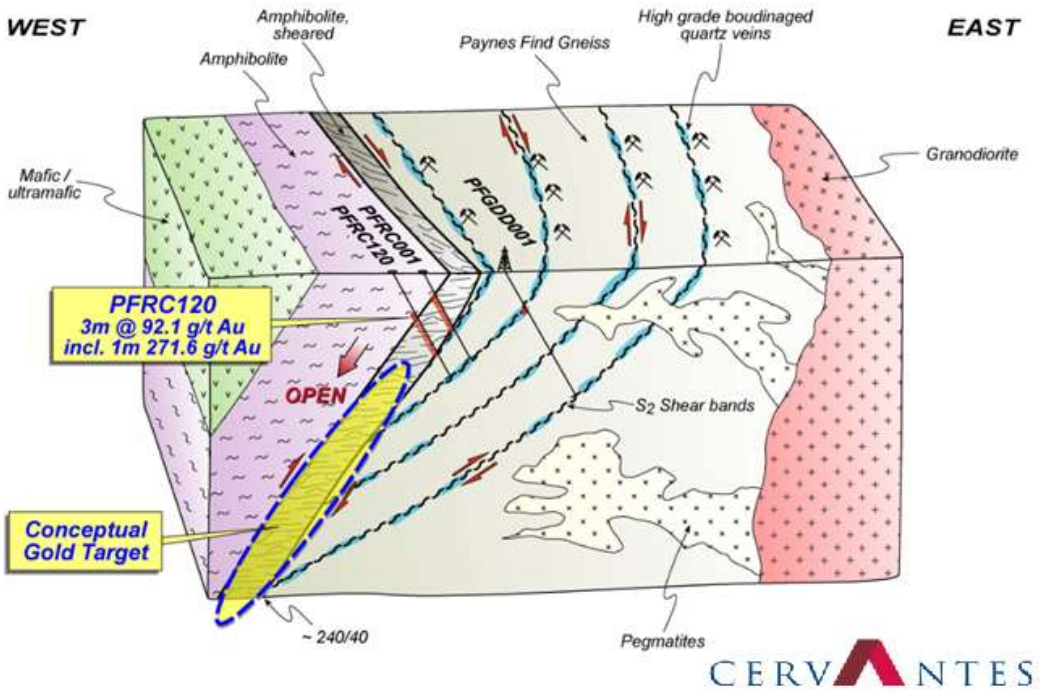

Figure 5 *Block model of the Paynes Find structurally controlled gold mineralisation. Note the high grades intersected by Hole PFRC120 that come closest to the deep gold target.*

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EXPLORATION ACTIVITIES UNDERWAY TO VALIDATE EXPLORATION TARGET

Cervantes has commenced the process in preparing a Mining Proposal for the Blue Heaven area. This process includes the identification of all licences and permits that may be required, studies and engagements that underpin the application, additional drilling, metallurgical test work, and modelling to advance the exploration target.

The Company has advanced these exploration activities:

Issue	Proposed Activity	Approximate timeframe
Drill hole location accuracy	DGPS surveying of hole collars	Completed
Independent validation of drilling results	Twinning of key drill holes Check assaying of existing samples Assaying of untested diamond core	Completed Q4 2020 Q4 2020
Variability in grades	Fill-in drilling to better define grades	Ongoing
Accurate elevation model	Orthophoto (aerial) surveying	Completed
Metallurgical properties	Metallurgical test work on RC chips	Q4, 2020

The high resolution Digital Elevation Model drone survey and drill hole collar survey was undertaken at the Blue Heaven and Pansy pit areas, which are the areas of focus for drilling and advancing the exploration target towards a mineral resource. The aerial photogrammetry provided high-resolution imagery which was processed to generate ortho-imagery and detailed digital terrain models (DTMs) of the Blue Heaven and Pansy pit area.

Drilling at Primrose

The drilling programme commenced in three areas of the Primrose:

1. Check and limited infill drilling at Blue Heaven. One historic hole will be twinned to confirm the accuracy and repeatability of that drilling. Other holes are designed to test critical areas in support of assessing the Blue Heaven area for a JORC(2012) Mineral Resource. This work is in support of the exploration target of 170,000 to 520,000 tonnes at 2.2 to 4.5 g/t gold, as announced on 16th July 2020,
2. Close spaced drilling in the Pansy Pit to assess the near surface gold mineralisation potential in that historic pit, and
3. Exploration drilling of an as yet untested surface geochemical target in an area of no historic hard rock workings. The area had been mined for alluvial gold. This target may represent a hard rock source to that gold.

The drilling campaign entails 20 to 34 RC holes for 500 to 800m, depending on results. Assays are not expected for at least six weeks after submission, given the activity currently being experienced in the gold exploration industry.

Cervantes proposes to use the results of this drilling to assess near term exploitation of any shallow mineralisation defined and underpin discussions with third party toll treatment mills.

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The Company also intends to use the results of the Blue Heaven drilling to guide its proposed campaign to test the deeper exploration target at the Primrose Gold Project. This target (*Figure 5*) was identified by the globally recognised geological consultancy, CSA Global, but never tested.

The deeper target may represent an Edna May mineralisation style. The highly respected Professor and State Government Geologist, **Mr Edward de Courcy Clarke,** whom the Earth Science Museum at UWA was named in honour of, carried out detailed assessment of the Paynes Find Goldfield in 1920, and commented:

"The goldfield contains epidiorite, hornblende schist, serpentine, and foliated quartz porphyries, in addition to hornblende-biotite gneiss forming the matrix of the ore body. The gold quartz veins are found mainly in the epidiorites and hornblende schists, and only rarely in the serpentine. The gold bearing gneiss is east of the greenstone belt, and are of two lithological types 1) biotite dominant with quartz parallel to the foliation planes 2) mica subordinate to the hornblende**."** (Mindat: Paynes Find Goldfield (Goodingnow)). **He compares the geology as similar to Westonia (Edna May Mine) elsewhere in the State.**

The Edna May gold mine was sold to Ramelius Resources Ltd on 3rd October 2017 for the equivalent of $90m including royalties as released to the market.

Subject to the success of these infill drilling programs, the Company may be in a position to produce a JORC resource on two separate areas within the project. This will allow the board to revitalise discussions with nearby mills who have previously expressed an interest in working with the Company on developing the project area and processing the ore.

Cervantes is extremely pleased with ongoing assessment of the project to date. The current areas of the project being assessed make up only some 5% of the overall project area. The Company continues to assess a number of other projects while developing the Primrose project and will ideally be in a position to provide continuous good news to shareholders in the relatively near future.

The Company continues to meet all required expenditures and commitments on the Primrose Project tenements. Cervantes is excited to commence another exploration programme to advance the project sufficiently for a potential resource estimate, and continued development towards providing cashflow.

Collin Vost
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Appendix 5B

The Appendix 5B for the quarter ended 30 September 2020 is attached.

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About Cervantes Corporation Limited

Cervantes is an emerging gold explorer and aspiring gold miner. It has built up a portfolio of gold properties in well-known and historically producing gold districts with a strategy to apply novel exploration and development thinking. Cervantes has identified opportunities in those districts that were overlooked by previous explorers. The company is committed to maximising shareholder value through the development of those opportunities.

About the Primrose Project

The Primrose Project covers in excess of 8km of the highly gold mineralised Primrose Shear in the Murchison District of the Eastern Goldfields, Western Australia. Over 37 gold mines operated in this field from 1911 till 1982. Some 63,000 ounces of gold was mined at an average grade of 25g/t during this period. It is generally accepted that significantly more gold than this was won from alluvial and unreported production.

Cervantes controls 18 mining leases and prospecting licences that cover the majority of this historic gold field. A large database of drilling, surface geochemistry, geological, and geophysical data has been assembled to allow the field to be better understood than at any time in its history.

Competent Person's Statement

The details contained in this report that pertain to exploration results are based upon information compiled by Mr Marcus Flis, a Director and exploration manager of Cervantes Corporation Limited. Mr Flis is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience in the activity which he is undertaking to qualify as a Competent Person as defined in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Flis consents to the inclusion in the report of the matters based upon his information in the form and context in which it appears.

The information in this announcement that relates to Exploration Results, Mineral Resources and Exploration Target statements is based on information compiled or reviewed by Mr Philip Jones, who is a Member of the Australasian Institute of Mining and Metallurgy and The Australasian Institute of Geoscientists. Mr Jones is a consultant to the Company. Mr Jones has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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 Jones consents to the inclusion in the announcement of the matters based on his information in the form and context in which it applies. Exploration Targets described in this report are conceptual in nature and there is insufficient reliable information to establish whether further exploration will result in the determination of Mineral Resources.

Forward Looking Statement

This report contains forward looking statements concerning the projects owned by Cervantes Corporation Limited. Statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements are based on management's beliefs, opinions and estimates as of the dates the forward looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

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JORC Code, 2012 Edition – Table 1

Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	Commentary
Sampling techniques	• Sampling is by way of standard Reverse Circulation (RC) and diamond drilling (DD). • The RC drill cuttings were sampled over 1 metre intervals and passed through the rig mounted sample riffle splitters to produce bagged samples, a large plastic bag for future reference and a smaller calico bag for analysis. • A second calico bag split was taken approximately one sample in every twenty for use as a duplicate sample. These duplicate samples along with the blank and standard samples were slotted in to the routine sample sequence. • The diamond drill core was split with a diamond saw along the long axis over up to 1m intervals between geological boundaries marked by the field geologist. • Each sample was placed in a uniquely labelled calico bag before being dispatched to the laboratory for chemical analysis. • Duplicate, blank and standard samples were prepared to accompany the submission of core samples at the same ratio as for the RC samples.
Drilling techniques	• RC drilling was by industry standard open hole with NQ sized face sampling bit and rods. • DD drilling was by cored NQ sized bit and rods.
Drill sample recovery	• RC sample recovery and sample quality was recorded via visual estimation of sample volume and condition of the drill chips. • RC sample recovery typically ranges from 80 to 100%, with only very occasional samples with less than 90% recovery. • RC samples were predominantly dry. • All the drilling was carried out by earlier owners of the project and contemporary reports indicate that the sample recoveries were good. • Since the gold is found in quartz veins and some of the gold is coarse nuggets grades could be influenced by sample recoveries with potential for the loss of fines upgrading the sample.
Logging	• Contemporary reports indicate that the drilling was all logged by site geologists directly into the drill hole database. • The logging was generally quantitative. • All the drill samples were logged.
Sub-sampling techniques and sample preparation	• One metre RC sampling was used. • There was no sample compositing outside the one metre sampling regime. • All the percussion chips were sub-sampled using riffles. • A comprehensive QAQC regime was followed including standards and blanks and regular duplicate field sampling at regular intervals in every sample batch. • The diamond drill core was split along the long core axis, between marks by site geologist, by diamond saw. • The sampling techniques and sample sizes are appropriate for the style of mineralisation and would provide representative samples. • It is recommended that a study is carried out to determine if the presence of coarse gold has affected the assays.
Quality of assay data and	• A variety of labs, all independent and internationally accredited, were used to analyse the drilling samples. The main labs used were ALS, Minlab, Nagrom, and SGS. • QAQC included the inclusion of an appropriate number of certified reference materials (inserted

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Criteria	Commentary
laboratory tests	into the sample batch in the field), field duplicates and blanks in the batches of samples submitted for analysis. • Contemporary reports on the QAQC results indicate that there were no observed problems with sampling and assay precision and bias. • Fire assay is a total digest technique and is considered appropriate for gold. • Lab used random pulp duplicates and certified reference material standards. • Accuracy and precision levels have been determined to be satisfactory after analysis of these QA/QC samples indicating no bias.
Verification of sampling and assaying	• Since the drilling was completed several years ago there have been no samples collected by the author to independently verify any samples and assays. • No twinned holes have been drilled. • Assay data was authenticated and loaded into a Datashed database by an independent service provider. • All laboratory assay certificates are held.
Location of data points	• The drill hole collars were reported as being surveyed using a hand-held GPS by field staff and are considered to have +/- 5 m accuracy in the horizontal plane. The collar elevations were adjusted to match the DEM topography, demh1sv1 30m x 30m DEM grid, downloaded from the Geoscience Australia web site. • All coordinates are in the GDA94 grid datum. • The topography used is a DEM file, demh1sv1 30m x 30m DEM grid, downloaded from the Geoscience Australia web site. Since the project area is almost flat the topographic accuracy is sufficient for the modelling of an exploration target. • Random holes were field checked to ensure locational accuracy
Data spacing and distribution	• The drill hole spacing is irregular, based on two dominant orientations, but is sufficient, along with surface mapping of the lodes, for an exploration target estimate. • No sample compositing was applied to the data.
Orientation of data in relation to geological structure	• The strike and dip of the lodes varies but generally strikes about 20º west of north and dips approximately 70º to the west. The drilling also varies in dip and azimuth but most holes dip approximately 60º to the east roughly orthogonal to the lodes. • The drill intersections of the lodes is generally longer than the true width of the lodes. • The orientation of the drilling relative to the lodes has not introduced any sampling bias.
Sample security	• All the samples were collected, stored and transported to the laboratories by trusted company personnel.
Audits or reviews	• There have been no independent audits or reviews of the sampling techniques and data used in this report. The author has relied on contemporary reports on the QAQC practices and results by past owners.

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Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	Commentary
Mineral tenement and land tenure status	• The Paynes Find tenement holdings comprise seven Mining Leases (MLs) and twelve Prospecting Licences (PLs) with an aggregate area of 784.96 hectares. • All the tenements are held 100% by Cervantes Gold Ltd.

Tenement ID	Status	Holder	Grant Date	End Date	Area (ha)
M59/2	Live	Cervantes Gold Pty Ltd	21-08-1983	30-08-2025	4.950
M59/10	Live	Cervantes Gold Pty Ltd	12-10-1984	22-10-2026	24.275
M59/235	Live	Cervantes Gold Pty Ltd	24-10-1991	03-11-2033	6.004
M59/244	Live	Cervantes Gold Pty Ltd	21-01-1992	23-01-2034	91.115
M59/396	Live	Cervantes Gold Pty Ltd	19-07-1996	22-07-2038	4.050
M59/662	Live	Cervantes Gold Pty Ltd	27-10-2009	26-10-2030	38.950
M59/663	Live	Cervantes Gold Pty Ltd	27-10-2009	26-10-2030	13.638
P59/2076	Live	Cervantes Gold Pty Ltd	24-03-2016	23-03-2020	15.000
P59/2094	Live	Cervantes Gold Pty Ltd	19-07-2016	18-07-2020	50.518
P59/2101	Live	Cervantes Gold Pty Ltd	07-10-2016	06-10-2020	15.000
P59/2130	Live	Cervantes Gold Pty Ltd	11-04-2017	10-04-2021	7.000
P59/2151	Live	Cervantes Gold Pty Ltd	25-01-2018	24-01-2022	0.580
P59/2152	Live	Cervantes Gold Pty Ltd	25-01-2018	24-01-2022	0.120
P59/2153	Live	Cervantes Gold Pty Ltd	25-01-2018	24-01-2022	6.910
P59/2159	Live	Cervantes Gold Pty Ltd	28-05-2018	27-05-2022	183.530
P59/2160	Live	Cervantes Gold Pty Ltd	28-05-2018	27-05-2022	127.020
P59/2161	Live	Cervantes Gold Pty Ltd	28-05-2018	27-05-2022	117.910
P59/2174	Live	Cervantes Gold Pty Ltd	13-11-2018	12-11-2022	78.390
				Total	**784.960**

Exploration done by other parties	In early 1911, Thomas Payne found gold at what would become the Pansy lease, and shortly after more gold on what would become the Carnation lease on the main Paynes Find goldfield. The field was operated continuously from 1911 to 1941, with interruptions during the First World War period and the 1920's. Leases were gradually consolidated until around six major mines produced the most output. After World War II it was operated by lone prospectors, and later the local Taylor family who conducted small scale gold mining until 2010 when they sold the leases to Paynes Find Gold Limited. From 1911 to 1918 the field produced 23,193 oz from 20,510 tonnes of ore, with a further 575.72 oz from dollied gold and specimens. In 1939 it was reported since 1911 to that time the field had produced 56,946 oz of gold from 59,898 tonnes of ore at an average calculated grade of 28.6 g/t Au. The main historic mines 5 km north-west of Paynes Find (and starting closest to the town) are Goodingnow, Mariposa, Havela/Sumpton, Princess Mary, Aster Consolidated, Oversight, Oversight North, Lakeview West, Trey Bit, Paynes Future, Orchid, Carnation Alluvials, Sweet William, Paynes Find/Taylor, Margarite, Marigold, Adeline and Bluebell. Goodingnow, Carnation and Orchid were the most active and largest producers. South-east of Paynes Find are Pansy, Pansy North, Daffodil and Gharrock. Daffodil has been the most recently mined, and its mullock plateau can be seen east of the roadhouse.

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Criteria	Commentary
	Since that time, the following activities are noted: 1983 Geological mapping by the GSWA 1985 G.R.Dale & Assoc undertook surface and underground exploration. 1987 Exploration of the Carnation Gold Mine as well as sampling other old mine workings including Blue Heaven, Leschenaultia, Romes, Carnation, Daphne, Scadden (extensions), Daisy, Primrose, Sweet William, Kowhai, Horseshoe, Wattle, Marigold, Orchid by Falcon Australia Ltd.. They also undertook drilling. 1986-7 Forsayth NL undertook field inspections, aerial photograph interpretation and drilling program. 1998-8 Kirkwood Gold NL drilled two holes on M59/10, one diamond and one RC for 115.9m and 46m respectively (PFRCDD1, PFRC5). Three RC drill holes (PFRC2-4) were drilled on M59/244 for a total of 85m. A fourth hole (PRFCDD1) was drilled with an RC collar (58m) and diamond drilling 9.3m. All four holes returned anomalous gold values with the most significant being one metre at 23.9g/t Au from 55m in PFRC4. 2002 Hallmark Mining Limited undertook drilling with the aim of testing high-grade gold shoots below old workings for depth extensions. 2010-7 Paynes Find Gold Ltd carried out detailed geological mapping (Fitton), Phase 1 and Phase 2 RC drilling (that forms the basis of the exploration target estimate), structural mapping and interpretation, MMI survey. 2017-20 Cervantes Corp Ltd undertook a re-interpretation of the aeromagnetic data, audit and verification of the drillhole database, reconnaissance aircore drilling, and surface geochemical surveys.
Geology	The Paynes Find district is composed of a small greenstone and gneissic belt surrounded by granite. It is traversed by pegmatites and porphyritic dykes. The goldfield is on the eastern slopes of a rise made up of relatively small lenses of basic rocks surrounded by granite. The goldfield contains epidiorite, hornblende schist, serpentine, and foliated quartz porphyries, in addition to hornblende-biotite gneiss forming the matrix of the ore body. The gold quartz veins are found mainly in the epidiorites and hornblende schists, and only rarely in the serpentine. A gold bearing gneiss is east of the greenstone belt, and are of two lithological types 1. biotite dominant with quartz parallel to the foliation planes 2. mica subordinate to the hornblende. The field is traversed by a large number of narrow pegmatites trending north-west. These also occur in the greenstone belt but not as plentiful. Some of the pegmatites are large and long, and cut the gold bearing quartz veins, indicating the pegmatites were late stage. The historic gold mines occur to the east of the approximately north-south trending Primrose Shear and west of the subparallel Daffodil Shear, and are hosted by the Paynes Find Gneiss. They are hosted in approximately north-south trending quartz veins or" lodes". The dip of the lodes is generally to the west, with dips increasing towards the Primrose Shear. Some of the gold bearing quartz veins have a considerable length: the Carnation Bluebell vein

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Criteria	Commentary
	being some 400 m, ranging from mere threads to 3 m wide. The gold is deposited in lenticular or elliptical masses of quartz down to the extent of the workings, a depth of 100 m, dipping west south-west and pitching south. The gold shoots are very narrow, greatly elongated vertical pipes. Quartz is the dominant gangue, with gold, iron pyrites, some galena and sphalerite, in addition to siderite and chalcopyrite. The hornblende-biotite-quartz Paynes Find Gneiss hosts most gold bearing quartz lodes and has a strike length in excess of 3,000 m. The foliation is very regular and has a strike direction of 330º to 360º (along the principal axis of the unit) and a dip of 60ºW to the vertical. Alluvial gold, hosted by gravels and laterite, is noted throughout the field and was worked in the early history of the gold field when rich accumulations were associated with the outcropping quartz lodes. More recently, low grade alluvial deposits have been successfully worked.
Drill hole Information	• The location and significant assay results are shown in maps included in the body of the report. A full tabulation of hole data would be excessive.
Data aggregation methods	• All composited assays are length weighted. • No assay cuts were used. • No metal equivalents were calculated.
Relationship between mineralisation widths and intercept lengths	• The strike and dip of the lodes varies but generally strikes about 20º west of north and dips approximately 70º to the west. The drilling also varies in dip and azimuth but most holes dip approximately 60º to the east roughly orthogonal to the lodes. • The drill intersections of the lodes is generally longer than the true width of the lodes.
Other substantive exploration data	• The area has been geologically mapped at 1:5,000 scale. • The area is covered by an aeromagnetic and radiometric survey at a flight line spacing of 100m • There has been no metallurgical, bulk density, groundwater, geotechnical/rock characteristics; potential deleterious or contaminating substances testing carried out.
Further work	• Further in-fill and drilling along strike and at depth is recommended to test the validity of the exploration target. • Accurate hole collar location, in-fill drilling, check assays, metallurgical, bulk density, groundwater, geotechnical/rock characteristics; potential deleterious or contaminating substances testing will be done to support the Mining Proposal.

Section 3 Estimation and Reporting of Mineral Resources

No Mineral Resource estimates are included in this report.

Section 4 Estimation and Reporting of Ore Reserves

No Ore Reserves are included in this report.

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APPENDIX I: Hole statistics

Hole ID	Hole Type	East (m) GDA94 Z50	North (m) GDA94 Z50	RL (m)	Dip (deg)	Azimuth (deg) (TN)	Max Depth / End of Hole (m)
PFGDD01	DDH	566640	6764024	366	-60.9	58.6	482.7
PFGDD02	DDH	566777	6764100	358	-61.7	58.7	327.2
PFGDD03	DDH	566784	6763974	361	-62.3	79.5	402.1
PFGDD04	DDH	566598	6764162	361	-61.8	79.9	378
PFGDD05	DDH	566740	6764002	356	-54.4	70.3	142.4
PFGDD06	DDH	566625	6763993	357	-69.4	73.8	385
PFRC001	RC	566605.72	6764179.1	349.77	-60	74	70
PFRC002	RC	566628.47	6764185.5	350.14	-60	75	58
PFRC003	RC	566850.81	6763978.6	348.91	-60	40	70
PFRC004	RC	566831.81	6763956	350.72	-60	40	88
PFRC005	RC	566812.3	6763933.8	351.1	-60	40	94
PFRC006	RC	566847.74	6764029.8	349.43	-60	50	80
PFRC007	RC	566824.97	6764012.7	349.23	-60	50	80
PFRC008	RC	566799.51	6763993.8	350.51	-60	50	58
PFRC009	RC	566849.64	6764006	348.46	-60	38	52
PFRC010	RC	566855.16	6764013.6	348.37	-60	38	52
PFRC011	RC	566838.21	6763990.7	348.9	-60	38	58
PFRC012	RC	566822.9	6763970	350.48	-60	38	58
PFRC013	RC	566810.89	6763954.4	350.78	-60	38	52
PFRC014	RC	566863	6763962.6	350.17	-60	40	52
PFRC015	RC	566876.17	6763977.6	349.59	-60	40	58
PFRC016	RC	566889.09	6763992.3	349.32	-60	40	52
PFRC017	RC	566849.96	6763947.6	350.41	-60	40	58
PFRC018	RC	566836.31	6763931.9	350.96	-60	40	52
PFRC019	RC	566823.86	6763917	351.52	-60	40	58
PFRC020	RC	566906.19	6763982.4	348.96	-60	40	28
PFRC021	RC	566893.28	6763967.2	349.37	-60	40	58
PFRC022	RC	566880.03	6763952.4	349.76	-60	40	55
PFRC023	RC	566867.55	6763937.7	350.26	-60	40	52
PFRC024	RC	566923.97	6763972	349.05	-60	20	28
PFRC025	RC	566915.7	6763954	349.14	-60	30	46
PFRC026	RC	566905.82	6763936.9	349.6	-60	30	58
PFRC027	RC	566895.77	6763919.4	349.7	-60	30	46
PFRC028	RC	566885.47	6763901.4	350.2	-60	30	52
PFRC029	RC	566875.73	6763884.5	350.23	-60	30	46
PFRC030	RC	566865.73	6763867.1	350.81	-60	30	46
PFRC031	RC	566944.42	6763952.7	348.89	-60	40	46
PFRC032	RC	566931.97	6763937	349.03	-60	40	58
PFRC033	RC	566919.79	6763921.3	348.88	-60	40	52
PFRC034	RC	566908.51	6763908.4	349.69	-60	40	46
PFRC035	RC	566894.08	6763890.2	349.67	-60	40	52
PFRC036	RC	566883	6763875	350	-60	40	58
PFRC037	RC	566960	6763945	348	-60	40	46

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Hole ID	Hole Type	East (m) GDA94 Z50	North (m) GDA94 Z50	RL (m)	Dip (deg)	Azimuth (deg) (TN)	Max Depth / End of Hole (m)
PFRC038	RC	566946	6763926	348	-60	40	64
PFRC039	RC	566932	6763911	348	-60	40	59
PFRC040	RC	566922	6763895	348	-60	40	58
PFRC041	RC	566908	6763879	348	-60	40	53
PFRC042	RC	566949	6763896	347	-60	45	71
PFRC043	RC	566937	6763886	347	-60	45	65
PFRC044	RC	566924	6763868	347	-60	45	53
PFRC045	RC	566908	6763855	347	-60	45	59
PFRC046	RC	567042	6763881	347	-60	50	53
PFRC047	RC	567025	6763868	347	-60	50	53
PFRC048	RC	567010	6763854	347	-60	50	53
PFRC049	RC	566997	6763841	347	-60	50	53
PFRC050	RC	566978	6763829	347	-60	50	41
PFRC051	RC	566961	6763879	347	-60	45	59
PFRC052	RC	566948	6763866	347	-60	45	53
PFRC053	RC	566933	6763851	347	-60	45	59
PFRC054	RC	566995	6763883	347	-60	45	53
PFRC055	RC	566983	6763871	347	-60	45	53
PFRC056	RC	566968	6763856	347	-60	45	53
PFRC057	RC	566952	6763842	347	-60	45	59
PFRC058	RC	567053	6763830	346	-60	55	65
PFRC059	RC	567037	6763798	346	-60	60	53
PFRC060	RC	567039	6763819	346	-60	55	53
PFRC061	RC	567019	6763811	346	-60	55	53
PFRC062	RC	567068	6763814	346	-60	60	53
PFRC063	RC	567051	6763806	346	-60	60	53
PFRC064	RC	567053	6763859	346	-60	50	53
PFRC065	RC	567038	6763846	346	-60	50	53
PFRC066	RC	567017	6763829	346	-60	50	53
PFRC067	RC	567073	6763838	346	-60	60	56
PFRC068	RC	567030	6763899	347	-60	70	59
PFRC069	RC	567025	6763912	347	-60	70	53
PFRC070	RC	566996	6763908	347	-60	60	53
PFRC071	RC	566855	6763922	350	-60	40	53
PFRC100	RC	566880	6764080	355	-60	90	80
PFRC101	RC	566840	6764080	358	-60	90	80
PFRC102	RC	566800	6764080	357	-60	90	80
PFRC103	RC	566880	6764200	355	-60	90	80
PFRC104	RC	566840	6764200	355	-60	90	80
PFRC105	RC	566760	6764200	356	-60	90	78
PFRC106	RC	566720	6764200	354	-60	90	80
PFRC107	RC	566680	6764200	355	-60	90	80
PFRC108	RC	566880	6764160	361	-60	90	80
PFRC109	RC	566800	6764160	356	-60	90	79

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Hole ID	Hole Type	East (m) GDA94 Z50	North (m) GDA94 Z50	RL (m)	Dip (deg)	Azimuth (deg) (TN)	Max Depth / End of Hole (m)
PFRC110	RC	566760	6764160	356	-60	90	108
PFRC111	RC	566720	6764148	356	-60	90	120
PFRC112	RC	566672	6764148	357	-60	90	192
PFRC113	RC	566639	6764164	355	-60	90	120
PFRC114	RC	566643	6764189	354	-60	90	54
PFRC115	RC	566608	6764206	352	-60	90	102
PFRC116	RC	566643	6764196	359	-60	90	80
PFRC117	RC	566596	6764181	356	-60	90	144
PFRC118	RC	566640	6764133	356	-60	90	120
PFRC119	RC	566608	6764131	355	-60	90	138
PFRC120	RC	566587	6764185	354	-60	90	186
PFRC121	RC	566565	6764205	352	-60	90	144
PFRC122	RC	566722	6764232	358	-60	90	174
PFRC123	RC	566694	6764230	356	-60	90	100
PFRC123-1	RC	566686	6764231	356	-60	90	18
PFRC124	RC	566651	6764233	354	-60	90	120
PFRC125	RC	566624	6764235	354	-60	90	90
PFRC126	RC	566588	6764238	354	-60	90	90
PFRC127	RC	566745	6764265	348	-60	90	120
PFRC128	RC	566788	6764194	357	-60	90	100
PFRC129	RC	566840	6764169	353	-60	75	108
PFRC130	RC	566871	6764127	361	-60	90	100
PFRC131	RC	566830	6764126	353	-60	90	131
PFRC132	RC	566796	6764124	353	-60	90	92
PFRC133	RC	566764	6764123	358	-60	90	108
PFRC134	RC	566733	6764121	370	-60	90	198
PFRC135	RC	566740	6764002	356	-60	60	102
PFRC136	RC	566787	6764103	361	-60	90	90
PFRC137	RC	566759	6764080	358	-60	90	84
PFRC138	RC	566721	6764079	355	-60	90	90
PFRC139	RC	566876	6764057	357	-60	75	60
PFRC140	RC	566827	6764050	353	-60	90	90
PFRC141	RC	566794	6764052	356	-60	90	80
PFRC142	RC	566763	6764047	358	-60	90	120
PFRC143	RC	566730	6764045	354	-60	90	198
PFRC144	RC	566625	6763993	357	-60	72	150
PFRC145	RC	566797	6763983	356	-60	90	96
PFRC146	RC	566820	6763984	354	-60	90	115
PFRC147	RC	566772	6763982	358	-60	90	80
PFRC148	RC	566978	6763742	351	-60	90	234
PFRC149	RC	566832	6764025	355	-60	90	84
PFRC150	RC	566768	6764015	349	-60	90	155
PFRC201	RC	565778	6764285	352	-60	68	36
PFRC202	RC	565780	6764260	351	-60	60	30

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Hole ID	Hole Type	East (m) GDA94 Z50	North (m) GDA94 Z50	RL (m)	Dip (deg)	Azimuth (deg) (TN)	Max Depth / End of Hole (m)
PFRC203	RC	565858	6764140	351	-60	240	19
PFRC204	RC	565866	6764144	351	-60	60	24
PFRC205	RC	565861	6764124	353	-60	60	60
PFRC206	RC	565865	6764111	353	-60	60	60
PFRC207	RC	566009	6763774	348	-60	60	30
PFRC208	RC	566019	6763739	348	-60	60	30
PFRC209	RC	566035	6763646	354	-60	60	30
PFRC210	RC	566044	6763618	349	-60	60	30
PFRC211	RC	566122	6763558	352	-60	60	42
PFRC212	RC	566083	6763550	351	-60	64	30
PFRC213	RC	565998	6763517	349	-60	60	30
PFRC214	RC	566017	6763487	348	-60	60	30
HPFRC01	RC	566693	6764235	NR	-60	80	193
HPFRC02	RC	566739	6763974	NR	-60	46	127
HPFRC03	RC	566795	6764210	NR	-60	65	72
HPFRC04	RC	566793	6764053	NR	NR	NR	97
HPFRC05	RC	566692	6764151	NR	NR	NR	141
HPFRC06	RC	566744	6764028	NR	NR	NR	91
HPFRC07	RC	566957	6763828	NR	NR	NR	216
HPFRC08	RC	567325	6763822	343	-60	50	70
HPFRC09	RC	567310	6763810	343	-59	58	100
HPFRC10	RC	567343	6763859	343	-56	55	40
HPFRC11	RC	567312	6763863	343	-57	58	95
HPFRC12	RC	567296	6763851	343	-56	55	120
HPFRC13	RC	567292	6763878	344	-60	50	70
HPFRC14	RC	567276	6763866	344	-56	55	85
HPFRC15	RC	567008	6763907	347	-54	52	80
HPFRC16	RC	567038	6763847	346	-58	55	85
HPFRC17	RC	567025	6763832	346	-61	40	125
HPFRC18	RC	566716	6764187	350.2	-59	43	120
HPFRC19	RC	566852	6764000	348	-60	86	120
HPFRC20	RC	566849	6764006	348	-60	40	60
HPFRC21	RC	566826	6763981	350	-58	40	145
HPFRC22	RC	566784	6763928	353	-57	44	220
HPFRC23	RC	566885	6763900	350	-60	90	40
HPFRC24	RC	566865	6763900	350	-60	90	60
HPFRC25	RC	566845	6763900	351	-61	90	100
HPFRC26	RC	566825	6763900	351	-58	87	120
HPFRC27	RC	566805	6763900	352	-55	83	145
HPFRC28	RC	NR	NR	NR	-61	87	NR
HPFRC29	RC	NR	NR	NR	-60	40	NR
HPFRC30	RC	566850	6763980	350	-60	90	58
HPFRC33	RC	566704	6764128	350	-60	90	106

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+Rule 5.5

Appendix 5B

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

Name of entity	
Cervantes Corporation Ltd	
ABN	**Quarter ended ("current quarter")**
79 079 982 235	30 September 2020

	Consolidated statement of cash flows	**Current quarter $A'000**	**Year to date (3 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	(87)	(87)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(23)	(23)
	(e) administration and corporate costs	(55)	(55)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(165)**	**(165)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	51	51
	(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**	**51**	**51**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(11)	(11)
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**	**(11)**	**(11)**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	149	149
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(165)	(165)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	51	51
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(11)	(11)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**24**	**24**

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	24	24
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**24**	**24**

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	32
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		

Payments included in item 6.1 are related to Directors fees.

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.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	900	900
7.2	Credit standby arrangements	-	-
7.3	Other (*New York Securities Pty Ltd*)	350	202
7.4	**Total financing facilities**	1,250	1,102

7.5	**Unused financing facilities available at quarter end**	148
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.	

7.1 Global Vanadium Limited (ASX:GLV) provided Cervantes a two year interest free non-current unsecured loan facility, maturing on June 2021. 50% may be extended for a further 12 months to 2022 by payment of a nominal fee.

7.3 New York Securities Pty Ltd, a private company of which Collin Vost is also a director, continues to provide financial support to the Company. The $350,000 financing facility is secured and incurs 7% interest per annum, applying from January 2020. New York Securities is also providing unsecured financial support, if required, at 7% interest per annum. During the September 2020 quarter, New York Securities extended the secured financing facility repayment date to 5th July 2022.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (Item 1.9)	(165)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(165)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	24
8.5	Unused finance facilities available at quarter end (Item 7.5)	148
8.6	Total available funding (Item 8.4 + Item 8.5)	172
8.7	**Estimated quarters of funding available (Item 8.6 divided by Item 8.3)**	1.04

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.

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: Yes, the Company holds in excess of $300,000 of highly liquid shares in an ASX200 listed company, received from the sale of Albury Heath project, that can be sold as required to assist with operating cashflows. The Company also has the capacity to raise further capital, engage in joint ventures and/or farm out of assets, sell part and/or whole of assets during the next quarter.

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. Discussions continue with a number of strategic parties on various methods of involvement, incorporating capital raising, sale of part of the assets including joint ventures and potential processing arrangements. Based on the quality of the assets and market conditions for Gold assets in strategic and low sovereign risk locations, we believe it is very likely. The Company also holds in excess of $300,000 of highly liquid shares in an ASX200 listed company that can be sold to assist with funding operations.
8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
Answer:	Yes, on the basis of the comments and activity in 1 and 2 above.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 30 October 2020

Authorised by: ”By the Board”

(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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SCHEDULE OF TENEMENTS
As at 30 September 2020

Project / Tenement		Interest at Start of Quarter	Interest at End of Quarter	Acquired During the Quarter	Disposed During the Quarter
Primrose Project - Western Australia					
Paynes Find	M59/002	100%	100%	-	-
Paynes Find	M59/010	100%	100%	-	-
Paynes Find	M59/235	100%	100%	-	-
Paynes Find	M59/244	100%	100%	-	-
Paynes Find	M59/396	100%	100%	-	-
Paynes Find	M59/662	100%	100%	-	-
Paynes Find	M59/663	100%	100%	-	-
Paynes Find	P59/2076	100%	100%	-	-
Paynes Find	P59/2094	100%	100%	-	-
Paynes Find	P59/2101	100%	100%	-	-
Paynes Find	P59/2130	100%	100%	-	-
Paynes Find	P59/2151	100%	100%	-	-
Paynes Find	P59/2152	100%	100%	-	-
Paynes Find	P59/2153	100%	100%	-	-
Paynes Find	P59/2159	100%	100%	-	-
Paynes Find	P59/2160	100%	100%	-	-
Paynes Find	P59/2161	100%	100%	-	-
Paynes Find	P59/2174	100%	100%	-	-