



# Middle Island

RESOURCES LIMITED

Middle Island Resources Limited  
ACN 142 361 608

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## QUARTERLY REPORT

For the period ended 30 June 2021

### HIGHLIGHTS

**Middle Island Resources Ltd**

ACN 142 361 608

**ASX Code: MDI**

**Office:**

Suite 1, 2 Richardson Street  
WEST PERTH WA 6005  
Western Australia

**Postal Address:**

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**Capital Structure :**

122 million ordinary shares  
22 million unlisted options

**Board Members:**

**Peter Thomas**  
Chairman

**Brad Marwood**  
Executive Director

**Bruce Stewart**  
Non-Executive Director

**Dennis Wilkins**  
Company Secretary

- Feasibility Study (FS) into recommissioning of the Sandstone gold project as a stand-alone completed.
- The stand-alone FS economic outcome was marginal, although cash flow positive, at \$2,500/oz.
- Strategy for Sandstone remains to recommission the mill by growing the resource organically&/or acquisitively.
- Target: additional >25,000oz Au by exploration, and/or toll treatment and/or asset/corporate consolidation to improve the Feasibility Study's result.
- Troy Resources Limited (Troy) accepted A\$250,000 as payment for the cancellation of the legacy 2% royalty which MDI assumed when it purchased Sandstone Gold Project.
- Middle Island secured two new Exploration Licence Application (ELA) covering 1,158km<sup>2</sup>, bringing the Barkly Super Project to 13 tenements and applications covering an aggregate area of 5,220km<sup>2</sup>.
- Middle Island was successful in one of its applications for the NT Government geophysics and drilling collaboration co-funding program, to be completed in the 2021 dry season.
- The announced plan to spin-out the Barkly assets is being simultaneously reassessed and progressed whilst shareholder and market participants support is assessed. Post end of quarter MDI are progressing plans to proceed with the spin out of the Barkly Super Project.



## **Operating Activities**

### **Corporate**

#### **Board Changes**

During the quarter the Managing Director, Rick Yeates and the company entered into discussions about the future needs of MDI to have a Managing Director. The discussions were concluded post end of quarter with the position of Managing Director (and hence Rick Yeates in that role) being made redundant. Brad Marwood a Non-Executive director has agreed to become a temporary Executive Director and assist with day-to-day management and Bruce Stewart has been appointed as a Non-Executive Director.

#### **Finances**

Middle Island Resources Limited (**ASX: MDI, Middle Island or the Company**), held aggregated cash and liquid investments of A\$3.5m as of 30 June 2021, comprising A\$3.2m in cash and A\$0.3m in Tajiri Resources Corporation (TSXV: TAJ) ordinary shares.

#### **ASX Additional Information**

**ASX Listing Rule 5.3.1:** Exploration and evaluation expenditure during the 2021 June quarter was \$327,000 comprising tenement compliance costs, completing the Sandstone Feasibility and mill upgrade studies (refer ASX release of 19 April 2021), subsequent Sandstone project enhancement work (refer ASX releases of 1 June 2021 and 7 July 2021) and planning exploration work for the Barkly copper project.

**ASX Listing Rule 5.3.2:** No substantive mining production or development activities were undertaken during the 2021 June quarter.

**ASX Listing Rule 5.3.5:** During the 2021 June quarter, the Company made cash payments of \$86,000 to related parties and their associates, being the aggregate amount paid to Directors, including salary, Directors' fees, consulting fees and superannuation.

#### **Tenure**

At the 100%-owned Sandstone gold project in WA, the term of the Wirraminna PL (P57/1395) was extended until 12 June 2025. It is intended to apply for Mining Lease application.

At the 100%-owned Barkly copper-gold project in the Northern Territory (NT), a further two Exploration Licence applications, covering a combined 1,158km<sup>2</sup>, were lodged to secure remaining available tenure in proximity to the Company's Crosswinds copper discovery.

#### **Strategy**

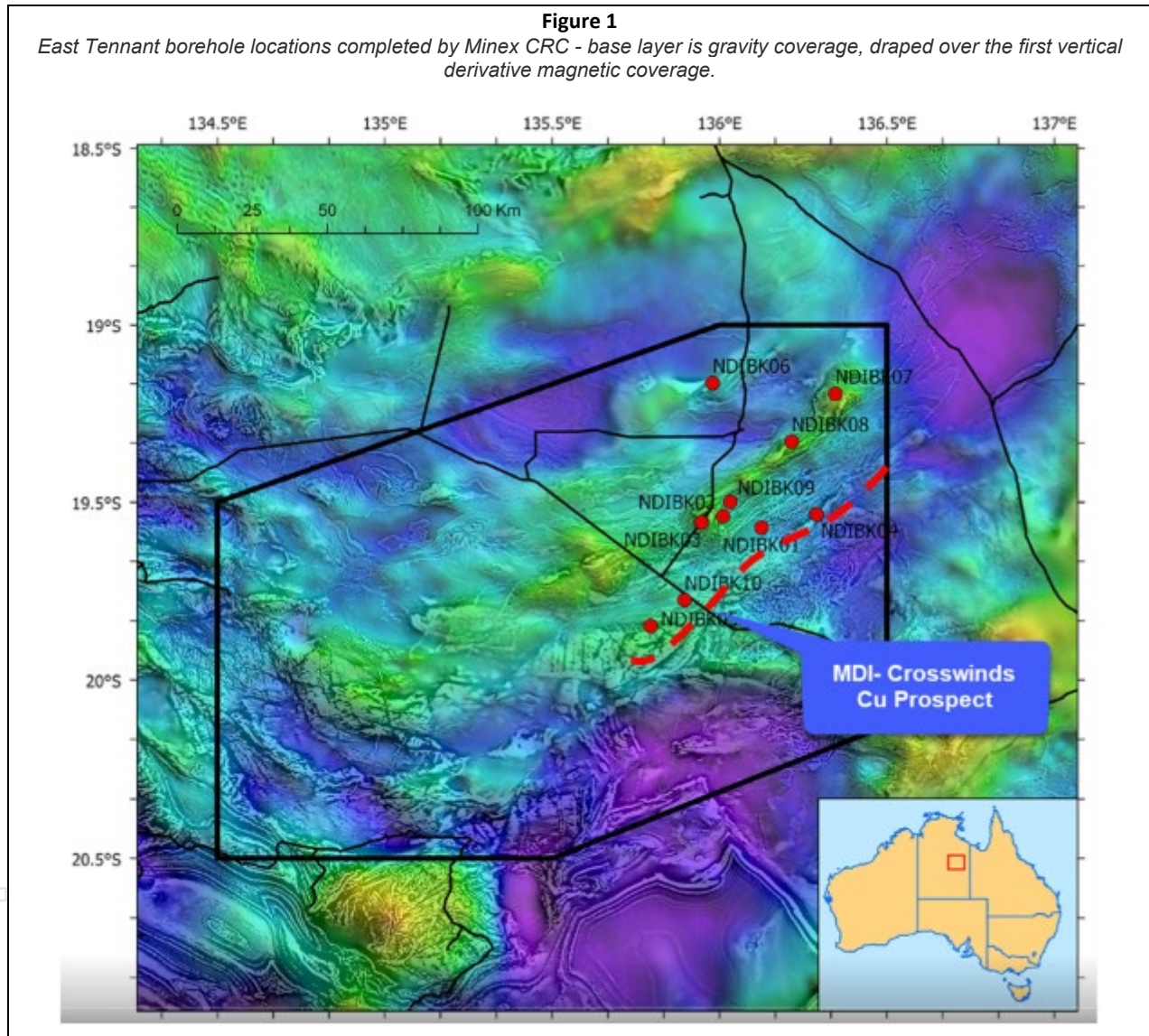
MDI's strategy remains twofold:

- To increase the value of the Barkly copper project via exploration; and
- To continue to enhance the Sandstone gold project, leading to an eventual re-commissioning of the processing plant.



## **Barkly Copper-Gold Super Project (100%) – Northern Territory**

During the June 2021 quarter, Middle Island attended the unveiling of the Minex CRC East Tennant drill core at the AGES conference in the Northern Territory. Ten deep stratigraphic holes (~4000m), completed by Minex CRC under the National Drilling Initiative (NDI), intersected prospective basement rocks between only 80m and 200m depth. Pre-collared diamond hole NDIBK04 intersected localised semi-massive copper mineralisation along with over 300m of disseminated to blebby sulphides to end of hole.



Middle Island has secured two new Exploration Licence Applications (ELA) along strike to the northeast of copper-mineralised hole NDIBK04, which also lies along structural and stratigraphic strike from Middle Island's recent Crosswind's copper discovery. The two new ELAs cover 1,158km<sup>2</sup> bringing the Barkly Super project to 13 tenements and applications covering an aggregate area of 5,220km<sup>2</sup>.



**Figure 2**

**Drillhole NDIBK04 at 236.2m downhole** (collar details – Long - 136.2903606mE, Lat – 19.5341998mS, RL – 270m, dip – -75°, Azimuth 315°).



Photo of core from Government drill-hole NDIBK04, core depth is 236.2m. The core has been cut in half and one half has been cut again. A quarter-core sample every metre has been submitted for multi-element analysis. The core in this picture is from government drill hole ndibk04 – it is not property of the Company – pending assays, being conducted by the Government, will be provided to the public via Government agency websites.

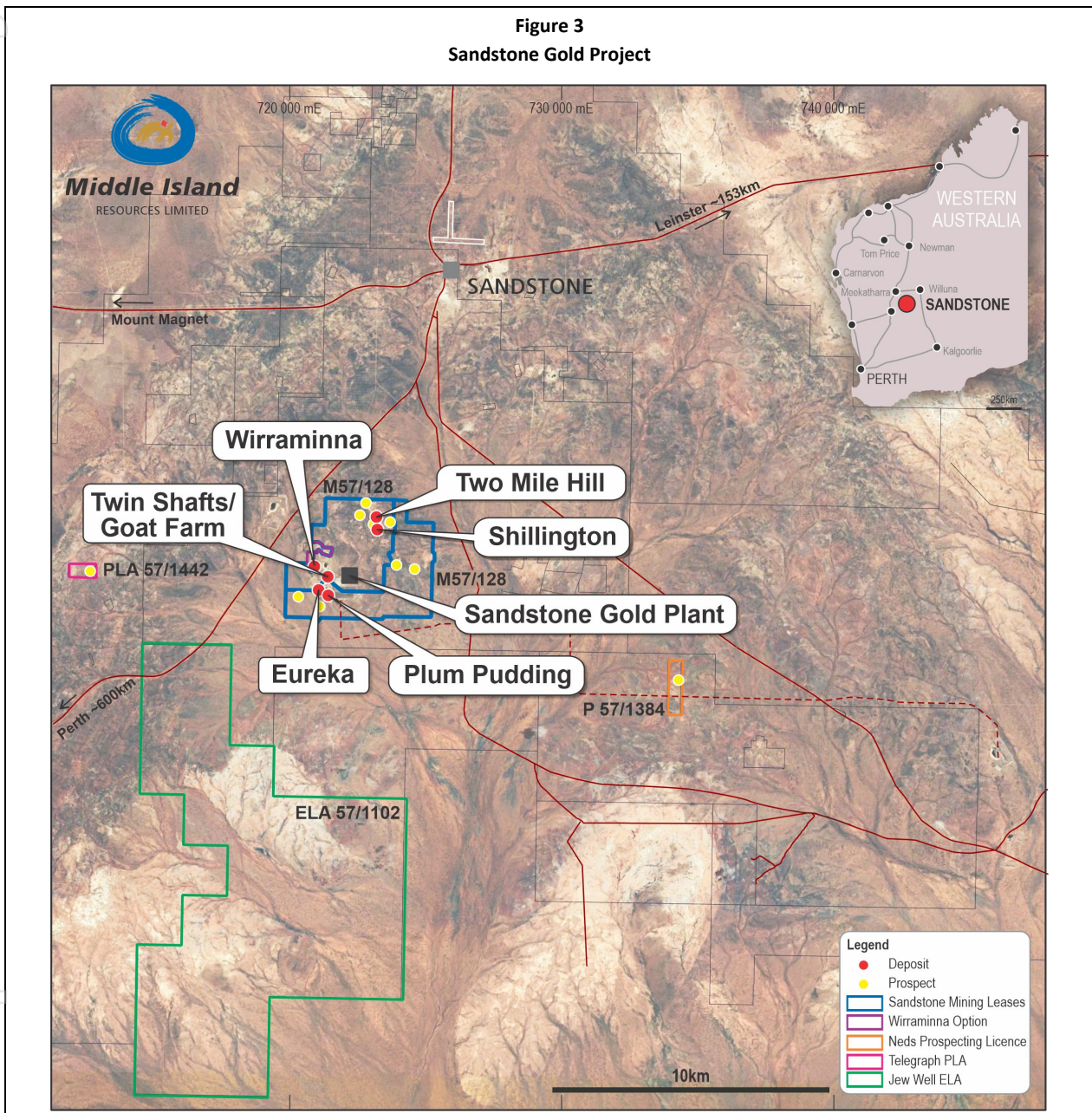
Following the release of pre-competitive government drilling data and the AGES Conference in April 2021, Middle Island submitted NT Government co-funding applications to complete detailed airborne magnetic and ground gravity surveys, along with possible airborne electromagnetic surveys, during the 2021 dry season. Middle Island was successful in its application for the airborne magnetic survey. This survey is due to commence in September 2021. This exploration is planned to refine and prioritise basement IOCG targets in advance of drilling.

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## **Sandstone Gold Project (100%) – Western Australia**

The Sandstone gold project is shown in Figure 3 below.



### **Feasibility and Mill Upgrade Studies**

As summarised in the 19 April 2021 ASX release, Middle Island completed the Feasibility Study (FS) into re-commissioning the Sandstone gold project on a stand-alone basis. At that time, recommissioning as a stand-alone project was not justified at a gold price of <A\$2,500/oz.

The project requires one or more of the following:

- A longer mine life and larger milling inventory.
- Higher weighted average gold grade.
- Higher plant throughput.
- A higher gold price.
- A reduction in the operating and capital costs



Since April, some enhancements to the project have been secured and others recognised (refer ASX release of 1 June 2021) and others are being actively pursued. See commentary on troy Royalty termination below.

### **Exploration and Resource Definition Plan**

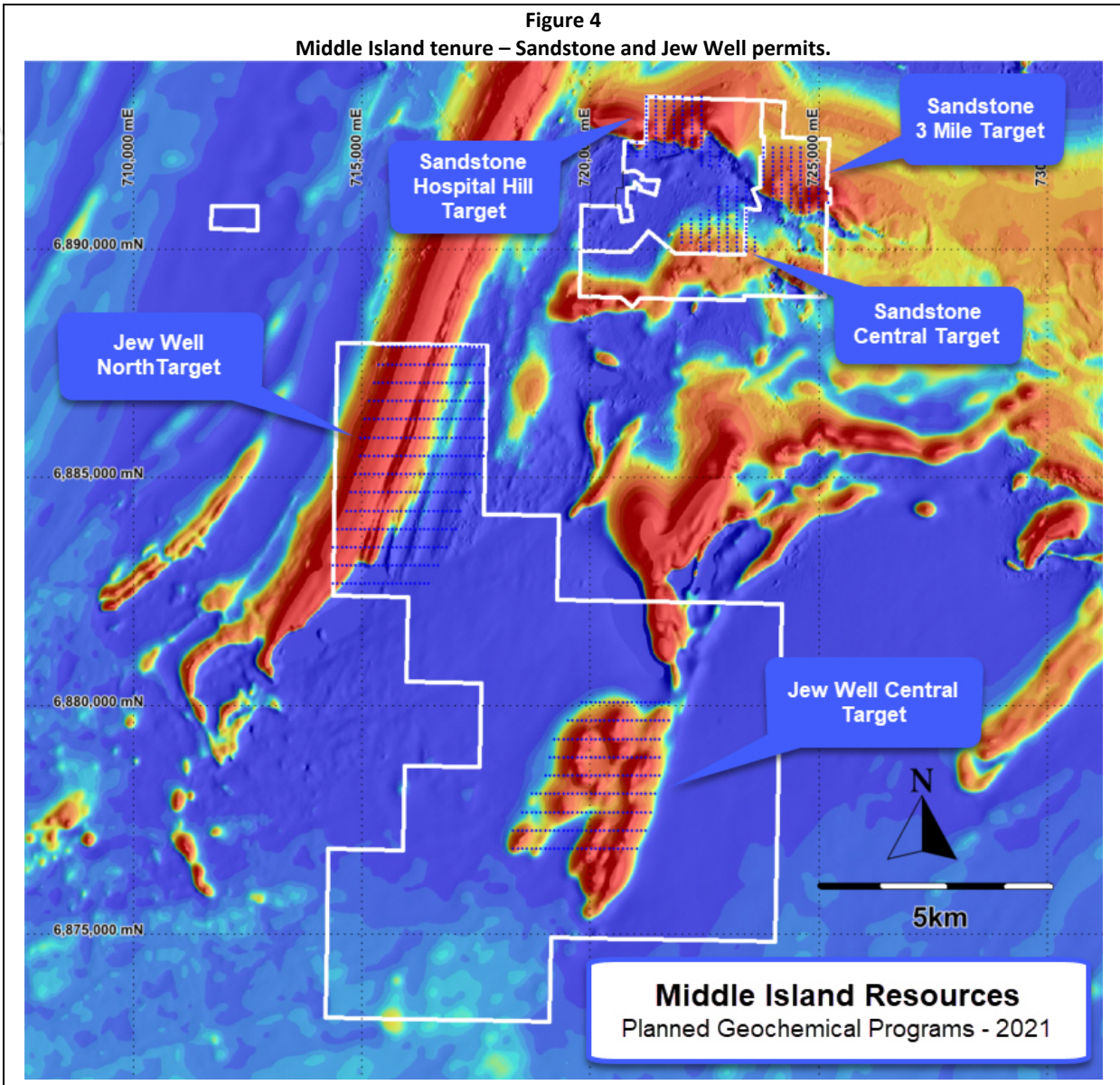
There remains significant potential on MDI's landholdings at Sandstone to identify additional mill feed via the following:

- 70% of Sandstone holding under soil cover with over 10km of strike length to assess
- Discovery of new deposits.
- Extensions to current Mineral Resources.
- Conversion of Inferred Mineral Resources to Indicated or Measured Mineral Resources.

As per the ASX release of 1 June 2021 the Company estimates over 70% of the Sandstone region is covered by transported cover with historical soil geochemistry having been ineffective. An auger drilling geochemical survey commenced late in the quarter to test five (5) new targets as shown on Figure 2 covering the following targets:

- Sandstone Permits
  - Hospital Hill Target – approximately 3 km north of the processing plant.
  - Three Mile Target – 3 km NE of the plant.
  - Central Target, immediately east of the plant, including the Mt Klemptz prospect.
- Jew Well Permit
  - North Target (7 km greenstone with previous, limited wide-spaced soil geochemistry).
  - Central Target (5 km of untested greenstone).

Drilling was completed in mid-July and the results will be advised once assays have been received and evaluated.



### **Troy Royalty Termination**

Troy Resources Limited (**Troy**) accepted A\$250,000 as payment for the cancellation of the legacy 2% royalty on future gold production. MDI assumed the obligation to pay this royalty when it purchased Sandstone Gold Project in 2016.

The Company's ASX release of 19 April 2021 regarding the Sandstone Feasibility Study stated, "The total quantities for all pit designs are 2,068 kt of mill inventory at 1.32 g/t Au" and "the weighted average gold recovery is 92.9%". On the resultant potential yield of 89,453oz of gold, the extinguishment of the Troy royalty at the feasibility study assumed gold price of A\$2,300/oz (after refining costs), means the project costs will be reduced, and the net return increased, by **\$4.1M**.

Further material cost savings were assessed during the quarter and continue to be assessed.



### Third Party Mill Feed

MDI currently has several confidentiality agreements in place with companies that have stranded Mineral Resources within trucking distance of the Sandstone mill. There is no guarantee that any of these discussions will lead to a mill re-commissioning or other corporate activity.

### Tribute Gold Production

There was no tribute gold production at the Sandstone project during the 2021 June quarter, however MDI is actively seeking supply of commercial parcels of gold ore to supplement the current feed.

### Planned 2021 September Quarter Activities

Activities planned at the Sandstone project during the 2021 September quarter comprise: -

- Complete and assess first pass auger drilling geochemistry to 20m depth to identify gold targets below transported cover.
- Air core and RC drilling will be planned in due course to follow up any targets identified via auger drilling.
- Extensional and infill resource definition drilling on several existing deposits is planned.
- Ongoing review of all Sandstone gold project capital and operating costs with a focus on reducing initial commitment without deferring the spend into the operating phase.

### Resources and Reserves Statement

Mineral Resources applicable to the Sandstone Gold Project as of 30 June 2021 are provided in Table 1 below.

<b>Sandstone Open Pit Deposits – Summary Mineral Resource Estimates (2012 JORC Code) at 0.5g/t cut-off</b>									
Deposit	Indicated			Inferred			Total		
	Tonnes kt	Au g/t	Au Oz	Tonnes kt	Au g/t	Au Oz	Tonnes kt	Au g/t	Au Oz
Two Mile Hill <sup>1</sup>	1,901	1.1	66,000	178	0.8	5,000	2,078	1.1	71,000
Shillington <sup>3</sup>	1,440	1.2	57,200	830	1.1	29,300	2,270	1.2	86,500
Wirraminna <sup>3</sup>	300	1.3	12,100	280	1.1	9,700	580	1.2	21,800
Old Town Well <sup>5</sup>	282	1.0	8,800	68	0.6	1,400	351	0.9	10,100
Plum Pudding <sup>5</sup>	384	1.1	13,100	35	0.9	1,000	419	1.1	14,100
Twin Shafts <sup>4</sup>	149	1.0	4,700	37	0.7	900	186	0.9	5,600
Goat Farm <sup>4</sup>				398	1.0	13,200	398	1.0	13,200
McIntyre <sup>4</sup>	496	1.2	19,400	67	0.9	1,900	562	1.2	21,300
Ridge <sup>6</sup>	173	1.2	6,700	67	1.9	4,000	240	1.4	10,700
McClaren <sup>6</sup>	236	1.4	10,600	60	1.7	3,200	296	1.5	13,800
<b>Open Pit Subtotal</b>	<b>5,361</b>	<b>1.2</b>	<b>198,600</b>	<b>2,020</b>	<b>1.1</b>	<b>69,600</b>	<b>7,380</b>	<b>1.2</b>	<b>268,100</b>
<b>Sandstone Underground Deposits – Summary Mineral Resource Estimates (2012 JORC Code) *</b>									
Two Mile Hill <sup>2</sup>				14,000	1.10	480,000	14,000	1.10	480,000
Two Mile Hill – BIF <sup>2</sup>				200	3.10	20,000	200	3.10	20,000
<b>Underground Subtotal</b>				<b>14,200</b>	<b>1.1</b>	<b>500,000</b>	<b>14,200</b>	<b>1.1</b>	<b>500,000</b>
<b>TOTAL</b>	<b>5,361</b>	<b>1.2</b>	<b>198,600</b>	<b>16,220</b>	<b>1.2</b>	<b>569,6000</b>	<b>21,580</b>	<b>1.2</b>	<b>768,100</b>

The totals contained in the above table have been rounded to reflect the relative uncertainty of the estimates, which may result in some computational discrepancies.





\*The Two Mile Hill Tonalite Deeps and BIF Deeps have been reported within optimised wireframes. All wireframes include waste and have an aggregate grade at or above the cut-off of 0.64°g/t Au.

This Statement includes information extracted from the Company's previous ASX announcements, which are available to view on the Company's website, as follows:

- <sup>1</sup> ASX Release dated 14 December 2016.
- <sup>2</sup> ASX Release dated 14 April 2020.
- <sup>3</sup> ASX Release dated 24 July 2020.
- <sup>4</sup> ASX Release dated 2 October 2020.
- <sup>5</sup> ASX Release dated 21 October 2020.
- <sup>6</sup> ASX Release dated 17 November 2020

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material and assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which any Competent Person's findings are presented have not been materially modified from the original market announcements.

In addition to the Mineral Resources reported above, the residual portion of the Two Mile Hill tonalite deeps Exploration Target, lying between 500m and 700m below surface, is not included and remains to be re-quantified as an Exploration Target or, with further drilling, a Mineral Resource.

There are no Ore Reserves currently reported in relation to the Sandstone gold project.

In all cases, Mineral Resources are estimated and reported in accordance with the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code). Information in this release relating to Mineral Resources is based on, and fairly reflects, information and supporting documentation variously prepared by Mr Brett Gossage of EGRM Consulting Pty Ltd, Mr Shaun Searle of Ashmore Advisory Pty Ltd and Ms Lisa Bascombe of Mining Plus Pty Ltd on behalf of Middle Island Resources Limited. The Competent Persons' are Members of the Australasian Institute of Mining and Metallurgy (AusIMM) or the Australian Institute of Geoscientists (AIG) and qualify as Competent Persons' as defined in the JORC Code.

Table 1 excludes Eureka Deposit maiden resource as presented 7 July 2021. Details of this resource update are presented in the announcement dated 7 July 2021.

## Mining Tenements

Middle Island Resources Limited advises the following information required under ASX Listing Rule 5.3.3 as at 30 June 2021.

Tenements	Mining tenements acquired during the quarter	Mining tenements disposed during the quarter	Mining tenements held at the end of the quarter	Tenement location
M57/128	-	-	100%	Western Australia
M57/129	-	-	100%	Western Australia
P57/1384	-	-	100%	Western Australia
P57/1395	-	-	100%	Western Australia
P57/1442	-	-	100%	Western Australia
E57/1102	-	-	100%	Western Australia
EL 32290	Granted		100%	Northern Territory
EL 32291	Granted		100%	Northern Territory
EL 32292	Granted		100%	Northern Territory
EL 32297	-		100%	Northern Territory
EL 32298	-		100%	Northern Territory
EL 32301	-		100%	Northern Territory
EL 32304	Granted		100%	Northern Territory
EL 32305	Granted		100%	Northern Territory
EL 32308	-		100%	Northern Territory
EL 32309	-		100%	Northern Territory
EL 32626	Application		Pending Grant – 100%	Northern Territory
EL 32627	Application		Pending Grant – 100%	Northern Territory
EL 32680	Application		Pending Grant – 100%	Northern Territory



## **Safety, Environmental & Social**

### **Health & Safety**

No injuries or incidents were recorded at the Company's projects and premises during the June quarter.

No COVID-19 infections have been recorded amongst staff or contractors.

### **Environment**

No injuries or environmental incidents were recorded at the Company's projects and premises during the June quarter.

Rehabilitation at the Sandstone gold project, primarily drill sites and temporary access tracks, is being progressively undertaken in accordance with POW and other environmental requirements.

### **Social**

The Company continues to engage with the Shire of Sandstone, pastoralists, prospectors and the local community. This process includes the procurement of labour, materials and services locally, wherever practically possible, and sponsorship of various community events and heritage activities.

A similar approach to community engagement is planned in the NT.

RELEASE AUTHORISED BY:

Board of Middle Island Resources Limited

COMPANY CONTACTS:

Brad Marwood – Executive Director +61 (0)8 9322 1430

WEBSITE: [www.middleisland.com.au](http://www.middleisland.com.au)

### **Forward Looking Statements**

Certain statements made during or in connection with this communication, including, without limitation, those concerning the economic outlook for the mining industry, expectations regarding gold prices, exploration costs and other operating results, growth prospects and the outlook of Middle Island's operations contain or comprise certain forward looking statements regarding Middle Island's exploration operations, economic performance and financial condition. Although Middle Island believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct.

Accordingly, results could differ materially from those set out in the forward looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes that could result from future acquisitions of new exploration properties, the risks and hazards inherent in the mining business (including industrial accidents, environmental hazards or geologically related conditions), changes in the regulatory environment and other government actions, risks inherent in the ownership, exploration and operation of or investment in mining properties in foreign countries, fluctuations in gold prices and exchange rates and business and operations risks management, as well as generally those additional factors set forth in our periodic filings with ASX. Middle Island undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.

### **Competent Person's Statement**

Information in this report relates to exploration results that are based on information compiled by Mr Rick Yeates (Member of the Australasian Institute of Mining and Metallurgy). Mr Yeates is a fulltime employee of Middle Island and has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activities 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 Yeates consents to the inclusion in the release of the statements based on his information in the form and context in which they appear.

The Feasibility Study is being managed by Linton Kirk, a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Kirk 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 Kirk is a director of Kirk Mining Consultants Pty Ltd (KMC). KMC and the Competent Person are independent of the Company and are paid fees for services for managing the Feasibility Study and mill upgrade study. Through a related entity, Mr Kirk holds approximately 243,000 shares in Middle Island Resources Limited.

#### Previously Reported Information

This report includes information that relates to previously reported Exploration Results, which were prepared and first disclosed under the JORC Code 2012. The information was extracted from the Company's previous announcements, which are available to view on the Company's website and variously include the following: -

Mineral Resources: ASX Releases dated 14 April 2020, 24 July 2020, 14 August 2020, 2 October 2020, 21 October 2020 & 17 November 2020.

Exploration Results: ASX Releases dated 18 January 2017, 12 September 2017, 14 November 2017, 19 December 2018, 14 April 2020, 21 April 2020, 28 April 2020, 8 May 2020, 22 May 2020, 29 May 2020, 26 June 2020, 2 July 2020, 29 July 2020, 30 July 2020, 6 August 2020, 18 August 2020, 27 August 2020, 9 October 2020, 30 October 2020 & 23 December 2020.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and have not materially changed. The Company confirms that the form and context in which any Competent Person's findings are presented have not been materially modified from the original market announcements.

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## Appendix 5B

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

Name of entity

<b>Middle Island Resources Limited</b>
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ABN

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Quarter ended ("current quarter")

30 June 2021
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<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(327)	(5,377)
(b) development	-	-
(c) production	-	-
(d) staff costs	(117)	(475)
(e) administration and corporate costs	(185)	(794)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	6
1.5 Interest and other costs of finance paid	-	(1)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	102
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(628)</b>	<b>(6,539)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	(100)
(c) property, plant and equipment	-	(1)
(d) exploration & evaluation	-	-
(e) investments	-	(3,545)
(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	3,093	3,137
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>3,093</b>	<b>(509)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	825
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	4	4,786
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	88	88
3.6	Repayment of borrowings	(19)	(89)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material) Principal elements of lease payments	-	(30)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>73</b>	<b>5,580</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	707	4,713
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(628)	(6,539)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	3,093	(509)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	73	5,580

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	3	3
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>3,248</b>	<b>3,248</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	3,207	666
5.2	Call deposits	20	20
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	21	21
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,248</b>	<b>707</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	86
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	70	70
7.4 <b>Total financing facilities</b>	70	70
7.5 <b>Unused financing facilities available at quarter end</b>		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
Other: consists of the unamortised balance of an insurance premium funding facility.		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(628)
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)	(628)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,248
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,248
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	5.2
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A	
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: N/A	
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: N/A	
<i>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.</i>	

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 29 July 2021

Authorised by: Dennis Wilkins, Company Secretary  
(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.
6. By the Company lodging this Appendix 5B, the Executive Director and CFO declare that the Appendix 5B for the relevant quarter:
  - presents a true and fair view, in all material respects, of the cashflows of the Company for the relevant quarter and is in accordance with relevant accounting standards;
  - the statement given above is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board; and
  - the Company's financial records have been properly maintained and the Company's risk management and internal compliance and control system is operating efficiently and effectively in all material respects.