

Quarterly Activities Report June 2021

Kurnalpi Project Divestment Completed

The Company announced a total \$18M cash divestment of the Kurnalpi Project in the previous quarter (refer ASX announcement dated 17 March 2021) and the transaction became unconditional on 14 June 2021 and completed on 16 June 2021 with receipt of the net consideration of \$12.2M cash (less repayment of a \$5.4 million loan advanced by the buyer, associated loan interest and corporate advisory fees relating to the sale).

Kalgoorlie Real Estate Asset Divestment

Soon after the quarter end, on 19 July 2021, the Company entered into a binding contract to divest its Kalgoorlie land and buildings located at 224 & 226 Dugan Street for \$400,000 cash consideration. \$100,000 deposit has been received and the transaction is expected to be completed later in the current quarter.

Corporate Update

Following the successful divestment of the Lindsays and Kurnalpi projects, the Company's current net cash position is approximately \$13M (\$15m at 30 June 2021 less \$1.8m cash outflow for the GST component of the proceeds from sale of the Kurnalpi project and other expenditure). The Company has a receivable of \$2.5M in relation to the sale of the Lindsays Project (\$1,000,000 receivable earlier of commencement of underground mining operations at Lindsays project or 29 March 2022; and \$1,500,000 receivable on 29 March 2023) and \$300,000 from the sale of the Kalgoorlie property. The Company is reviewing several potential new business opportunities and will provide further updates in due course.

Exploration Expenditure

Cash outflows on exploration and evaluation activity during the Quarter amounted to approximately \$215k including approximately \$90K which was delayed payment for March quarter on receipt of the Lindsays divestment proceeds, comparing to March quarter at \$25K.

Related party payments

During the quarter ended 30 June 2021, a total of \$192,693 was paid to related parties of the Company with respect to Directors fees and superannuation and these payments included arrears relating to previous quarters.

Authorised for release by Jiajun (Jerry) Hu, Executive Chairman under delegated authority from the Board of Directors

For further information please contact

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