

ASX Announcement

 20th January 2021

Quarterly Activities Report for the Period Ending 31 December 2020

HIGHLIGHTS

- Updated Mineral Resource estimates were completed for the Idzan Creek and Wamum Creek Cu-Au deposits, within the Wamum Project (EL2658 application), based on the validation of additional historic data. The deposits are estimated to contain a combined 3.16Moz Au and 762kt Cu.
 - The Wamum Project is strategically located ~20km northwest of the major Wafi-Golpu Project (owned by Newcrest and Harmony Gold).

- At Idzan Creek, porphyry related mineralization is broadly outlined in a 900m x 300m E-W zone, tested by 13 diamond drillholes. The deposit is open along strike and at depth. The Inferred Mineral Resource estimate at a 0.2g/t Au cut-off grade contains 2.34Moz Au and 327kt Cu as follows:

Deposit	Classification	Cut-off	Tonnes	Gold	Copper
Idzan Creek	Inferred	0.2g/t Au	137.3Mt	0.53g/t	0.24%

- At Wamum Creek, porphyry related mineralization is broadly outlined in a 700m x 500m NE-SW zone, tested by 15 diamond drillholes. The deposit is open along strike and at depth. The Inferred Mineral Resource estimate at a 0.2% Cu cut-off grade contains 0.82Moz Au and 435kt Cu as follows:

Deposit	Classification	Cut-off	Tonnes	Gold	Copper
Wamum	Inferred	0.2% Cu	141.5Mt	0.18g/t	0.31%

- A Wardens Hearing was successfully completed for Wamum, with local representatives expressing strong support for Canterbury's plans. The final step in the approvals assessment process is sign-off by the Mining Advisory Council (MAC) and the Mining Minister.
- A "Resource Definition Drilling and Scoping Study Proposal" has been prepared, for consideration by the Board once EL2658 is granted. It includes 11 holes (5,450m) testing the Idzan Creek deposit on 100m sections to a depth of up to 500m below surface, plus 2 holes (1,000m) testing a near-surface higher grade gold zone at Wamum Creek.
- A binding Term Sheet was signed for the sale of Canterbury's Vanuatu assets to New Talisman Goldmines Limited (ASX: NTL), via a combination of cash and shares.
- At Briggs, detailed logging of drill core through the Central Porphyry zone has commenced, aimed at better understanding the geology, alteration and mineralisation relationships.
- At the Bismarck Project (CBY 40%, Rio Tinto 60%), a proposed restructuring of the operating model continues.

Canterbury Resources Limited (ASX: CBY) (“Canterbury”, the “Company”) is pleased to provide an update on its activities for the quarter ending 31 December 2020.

OPERATIONAL ACTIVITIES

Queensland Projects – CBY 100%

Canterbury holds 100% of the Briggs (EPM 19198), Mannersley (EPM 18504) and Fig Tree (EPM27317) tenements which form a contiguous block, approximately 50km west of the major regional industrial centre of Gladstone (Figure 1). Rio Tinto Exploration Pty Ltd (Rio Tinto) retains certain rights in the Briggs and Mannersley tenements, including a 1% NSR.

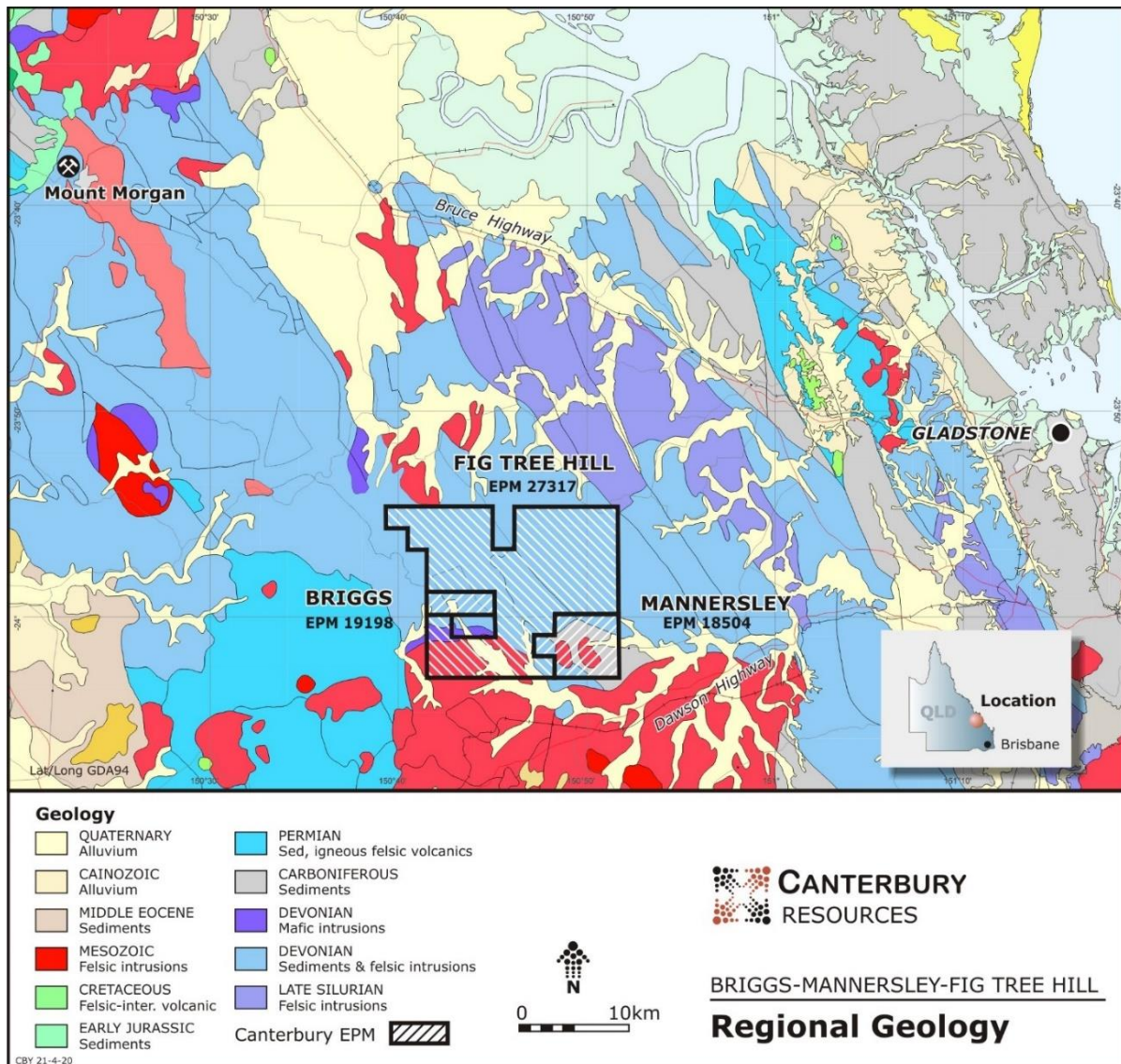


Figure 1 Regional Geology & Tenement Location Plan

Exploration to date by Canterbury has focussed on the Central Porphyry zone of the Briggs deposit, where a deep diamond drilling program successfully outlined broad intervals of low-grade copper mineralisation (142.8Mt at 0.29% Cu at a 0.2% cut-off).

During the quarter Canterbury engaged renowned economic geologist, Dr Peter Pollard, to evaluate the Briggs deposit. Dr Pollard has over 30 years research and consulting experience on intrusion-related mineralizing systems, including copper-gold porphyry deposits. He is undertaking detailed logging of drill

core from the Central Porphyry zone, to enhance Canterbury’s understanding of the geology, alteration and mineralisation relationships. This will assist with planning of the next phase of assessment.

Ekuti Range and Wamum Projects, Morobe Province, PNG – CBY 100%

Canterbury holds a series of tenements and applications in Morobe Province, a well-endowed metallogenic belt that hosts world class epithermal and porphyry style deposits, including Harmony Gold’s 150-200koz pa Hidden Valley gold mine and the major Wafi-Golpu copper-gold development project (Mineral Resources containing 27Moz Au, 8.8Mt Cu) owned by Newcrest and Harmony Gold.

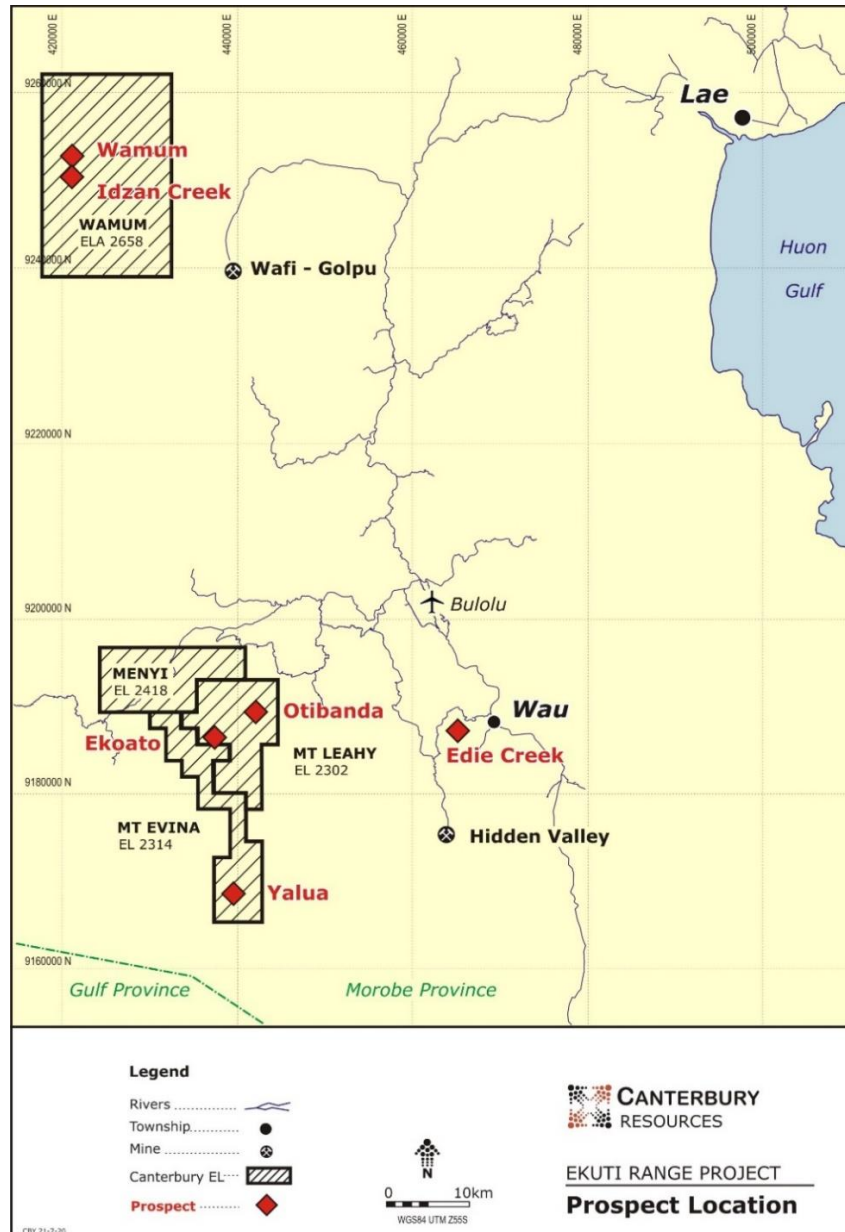


Figure 2 Location Plan of Ekuti and Wamum Projects, including Canterbury Prospects

Ekuti Range Project:

A Wardens Hearing was successfully completed for renewal of EL2418 (Menyi) on 15th October 2020, with no objections and strong support from local landowners.

Low level field activities resumed during the quarter, following an extended period of COVID-19 related restrictions and precautions. A soil sampling program was completed assessing a ~5km gap between an

alteration system in the upper reaches of Menyi River within EL2418 that appears to connect to the high grade Otibanda Au-Cu lodes in Canterbury's adjacent EL2302 tenement. Results are awaited.

Discussions with potential joint venture parties continue, with the aim of supporting future drill programs. Drill targets have been defined at the Ekoato, Otibanda and Yalua prospects.

Wamum Project:

Canterbury holds an Exploration Licence application (EL2658) covering the Idzan Creek and Wamum Creek copper-gold deposits. The Project area adjoins the northwest margins of the major Wafi-Golpu Project owned by Newcrest and Harmony Gold and is around 50km north of Canterbury's Ekuti Range Project.

The Idzan Creek and Wamum Creek deposits are porphyry related and display typical characteristics of SW Pacific porphyry systems. Economic mineralisation is dominated by Cu and Au with best grades associated with veins, veinlets and disseminations typical of porphyry-related assemblages.

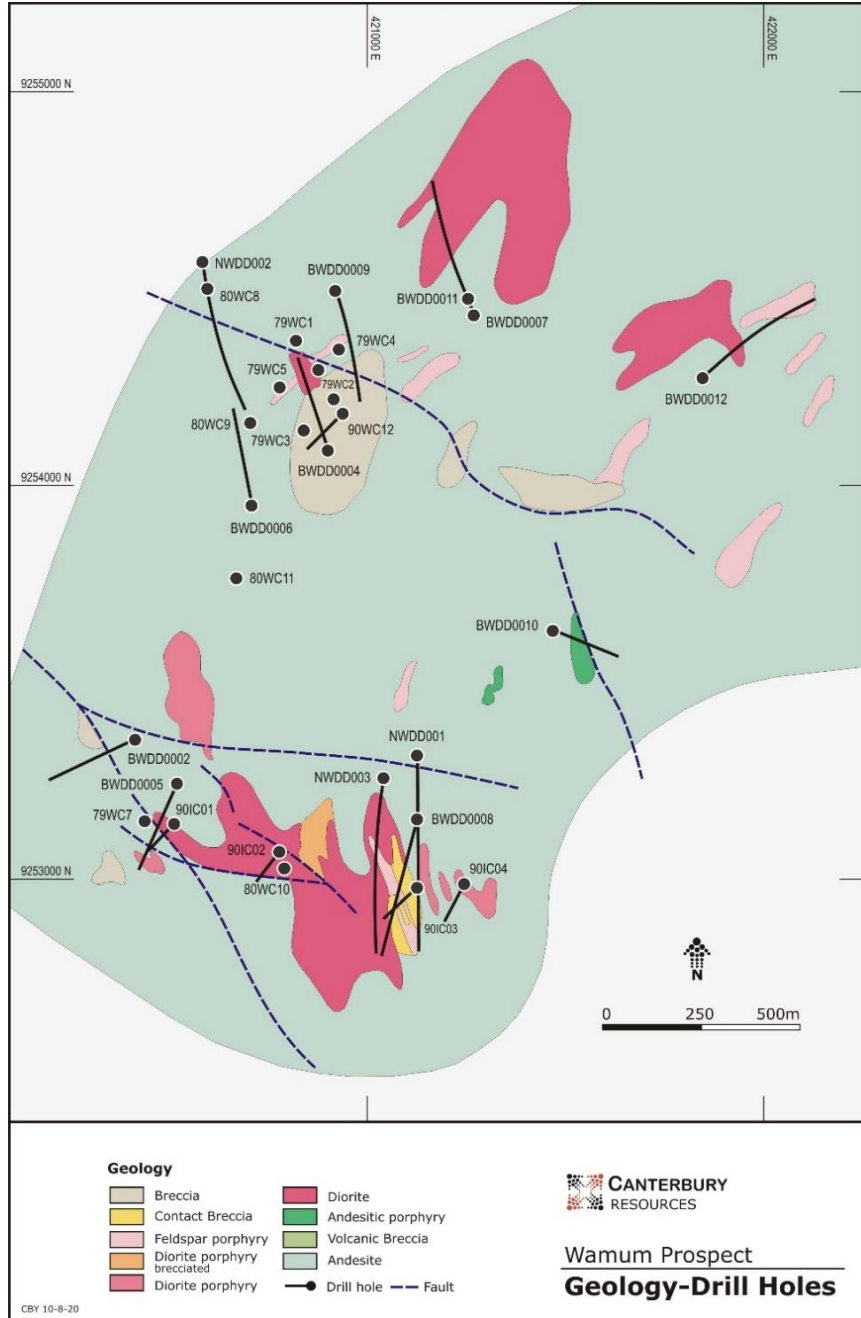
EL2658 is in the application phase. A Wardens Hearing was successfully completed on 17th October 2020, with no objections and strong support for Canterbury's planned activities from local landowners. The final step in the approvals process is consideration and sign-off by the Mining Advisory Council (MAC) and the Mining Minister.



Figure 3 Leaders from the four representative clans addressing the Wamum Project Wardens Hearing at Onom village

The Wamum Project region has been subject to intermittent modern exploration over the past +40 years, with significant copper and gold mineralisation encountered during periodic drilling programs undertaken by CRA, Highlands Gold, Barrick and Newcrest (a total of 31 diamond drillholes completed for around 11,253m).

Figure 4 Wamum Project Geology & Drill Location Plan



During the quarter, Canterbury sourced additional historic data which enabled its geologists to undertake further geological interpretation and modelling of the Idzan Creek and Wamum Creek deposits, and to better inform updated Mineral Resource estimates. This included fully utilising drilling data from the CRA and Highlands Gold exploration phases, the acquisition of a more accurate surface model and a better estimate of the mineralised rock type.

Canterbury released updated Mineral Resource estimates on 26th November 2020 in accordance with JORC (2012) guidelines.

Twenty-eight historic holes were used to develop the geological models and to inform the updated Mineral Resource estimates (13 at Idzan Creek and 15 at Wamum Creek).

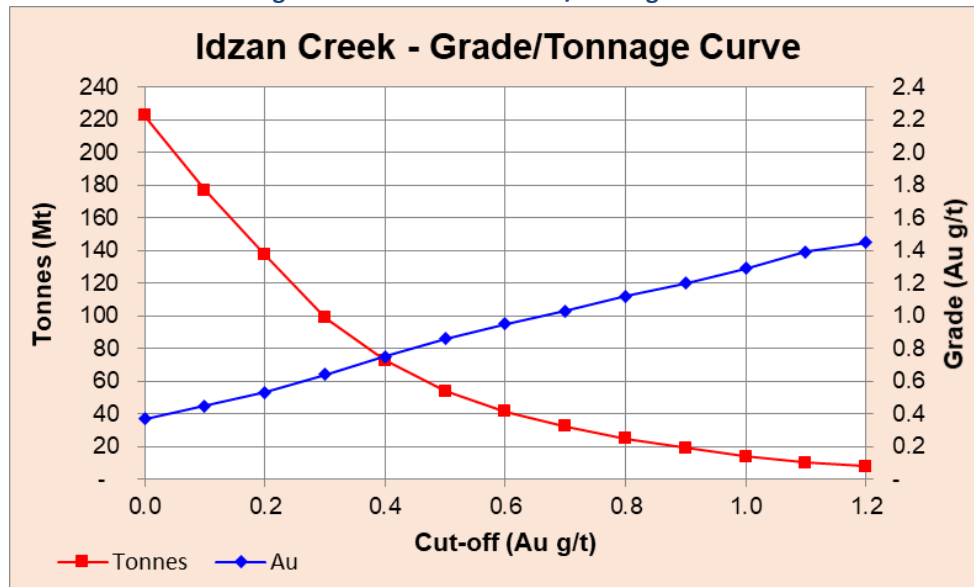
Total contained metal for the overall Wamum Project is now 3.16Moz Au and 762kt Cu. This represents an 11% increase for gold and 22% for copper versus the previous estimate.

The Mineral Resource estimates for the gold rich Idzan Creek deposit are tabulated and displayed below at selected gold cut-off grades. Globally, there have only been minor changes to the Idzan Creek estimate compared with the August 2020 estimate, albeit the resource is now reported at a 0.2g/t Au cut-off grade to reflect the current commodity pricing environment.

Table 1 Idzan Creek Mineral Resource Estimate

Cut-off (g/t Au)	Tonnes (Mt)	Gold (g/t)	Copper (%)	Contained Gold (Moz)	Contained Cu (kt)
0.1	176.8	0.45	0.22	2.6	389
0.2	137.3	0.53	0.24	2.3	327
0.3	99.0	0.64	0.26	2.0	254
0.4	72.8	0.75	0.27	1.8	200
0.5	53.9	0.86	0.29	1.5	156

Figure 5 Idzan Creek - Grade/Tonnage Curve



The Mineral Resource estimates for the Wamum Creek deposit are tabulated and displayed below at selected copper cut-off grades. Incorporating additional data has resulted in a 55% increase in contained copper and a 76% increase in contained gold compared to the August 2020 estimate. This reflects a significant increase in tonnes, plus minor increases in grade.

Table 2 Wamum Creek Mineral Resource Estimate

Cut-off (% Cu)	Tonnes (Mt)	Gold (g/t)	Copper (%)	Contained Gold (Moz)	Contained Cu (kt)
0.1	208.7	0.16	0.26	1.1	537
0.2	141.5	0.18	0.31	0.8	435
0.3	67.2	0.21	0.37	0.5	249
0.4	16.3	0.27	0.46	0.1	75
0.5	3.1	0.38	0.56	0.0	17

Figure 6 Wamum Creek- Grade/Tonnage Curve

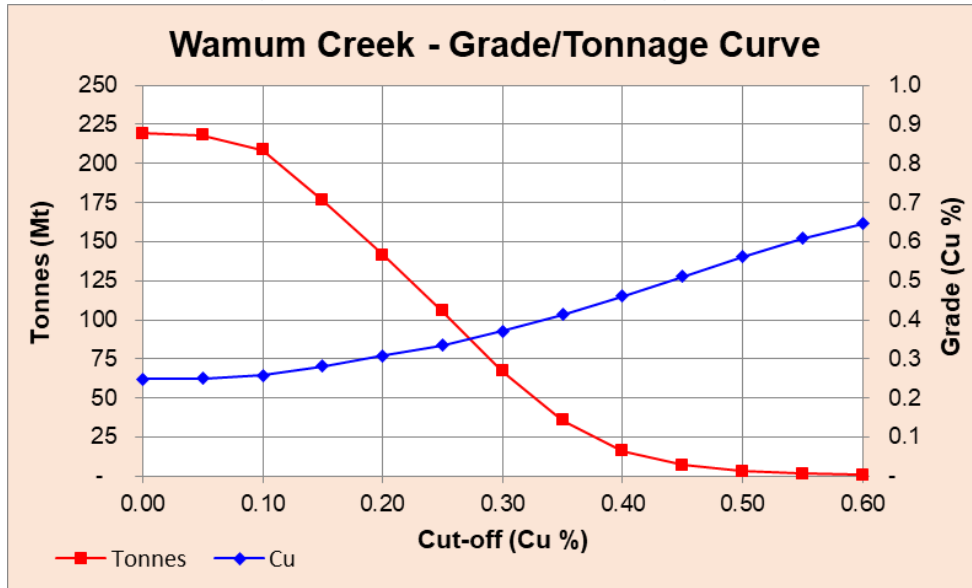


Figure 7 Idzan Creek Deposit - Schematic Section

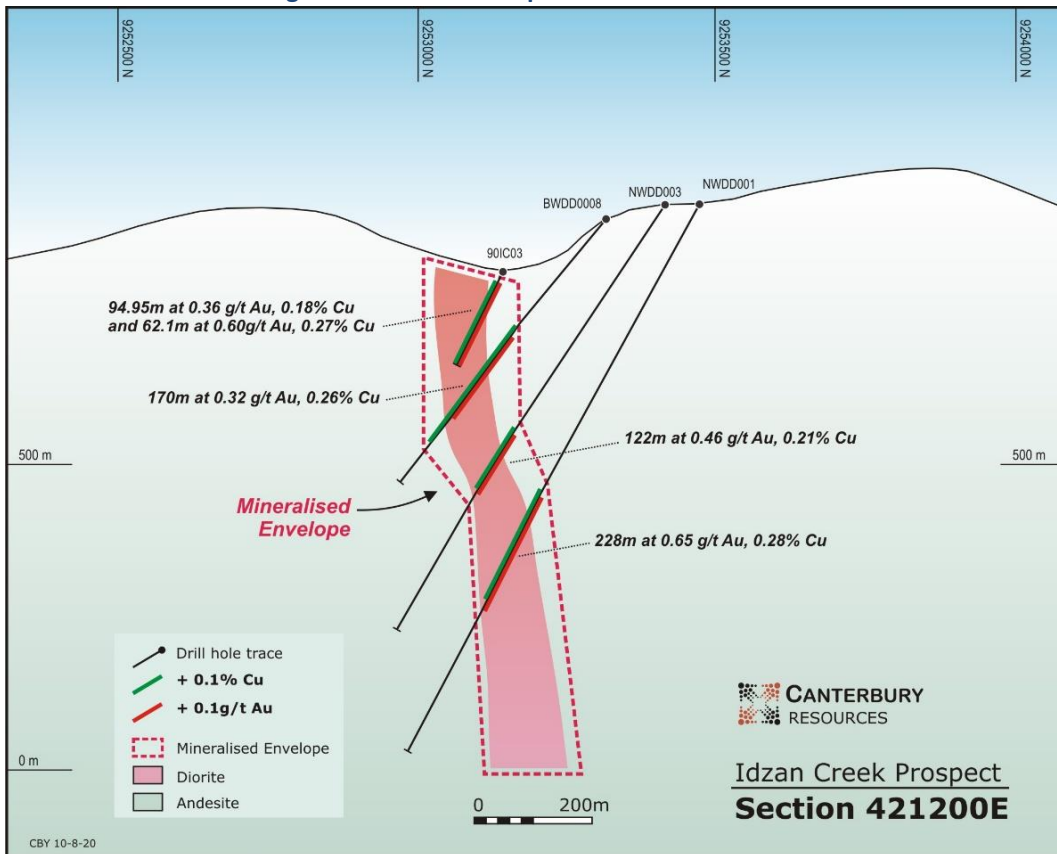
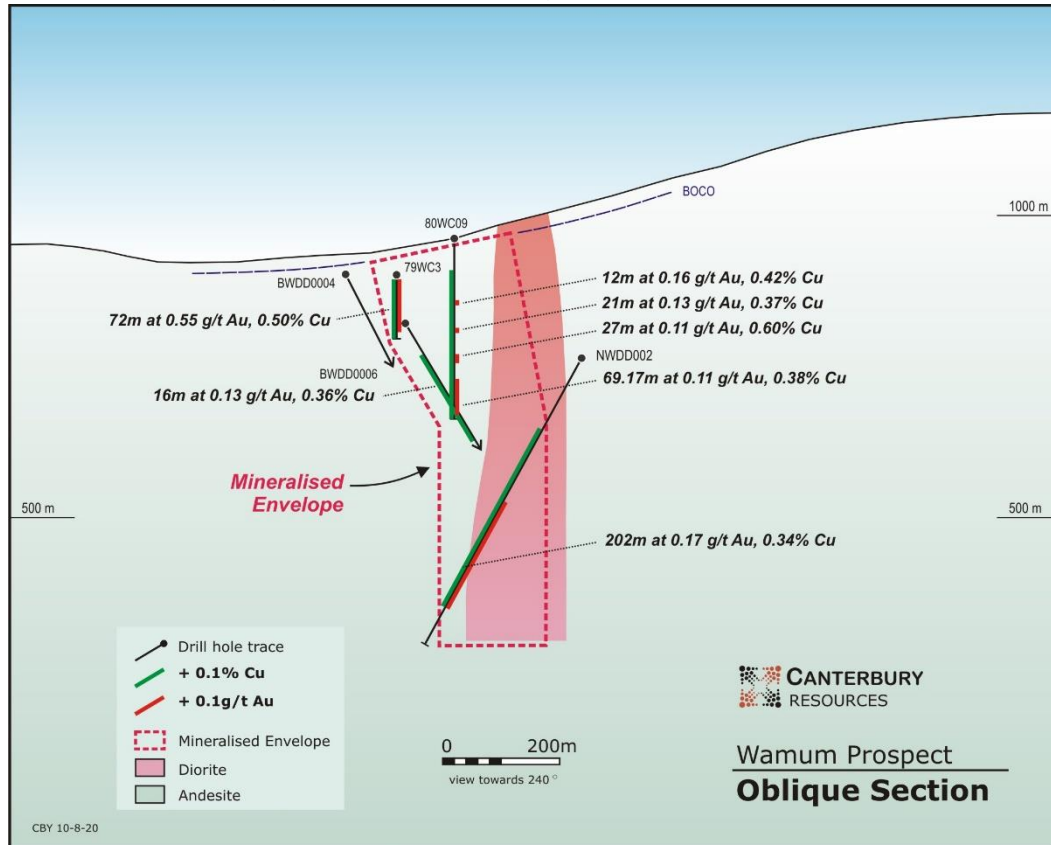


Figure 8 Wamum Creek Deposit - Schematic Section



Canterbury believes there is good potential to define an economic, standalone operation at the Wamum Project, based on the updated Mineral Resource estimates and industry benchmarking. Accordingly, a “Wamum Project Resource Definition Drilling and Scoping Study Proposal” has been prepared for consideration by the Board once EL2658 is granted. It will take 12 to 15 months to complete.

The proposal comprises 11 holes for 5,450m systematically testing the Idzan Creek deposit on 100m sections to a depth of up to 500m below surface, plus 2 holes for 1,000m testing a near-surface higher grade gold zone at Wamum Creek. The proposal also includes geological, metallurgical, geotechnical, mining, environmental and social components.

Bismarck Project, Manus Island, PNG – CBY 40%, Rio Tinto Exploration (PNG) Limited 60%

The Bismarck Project is currently managed and sole-funded by Rio Tinto Exploration (PNG) Limited under a Farm-In and Joint Venture Agreement. No field activities were undertaken during the quarter, with ongoing access challenges and precautions associated with the COVID 19 pandemic.

A reassessment of the operating model continues.

Ipi River Project, Central Province, PNG – CBY 100%

After the end of the quarter the Company relinquished the Ipi River tenement, to focus its technical and financial resources on higher priority projects.

Santo Project, Vanuatu – CBY 100%

Canterbury has signed a binding Term Sheet for the sale of its Vanuatu assets to New Talisman Goldmines Limited (ASX: NTL) through its wholly owned subsidiary Coromandel Gold Limited. Consideration is via a combination of cash and shares, with a cash deposit of NZ\$50,000 having been received.

CORPORATE ACTIVITIES

Quarterly Expenditure

During the quarter Canterbury spent approximately \$296,000 on exploration activities (see Appendix 5B).

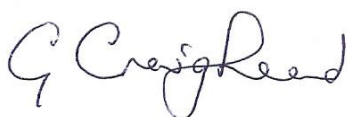
IPO - Use of Funds

Canterbury provides the following comparison between its forecast 'Use of Funds', as outlined in its 2018 Prospectus and related Supplementary Prospectus's, and actual expenditure incurred following its listing on the ASX. The forecast 'Use of Funds' estimate is derived from the minimum subscription and maximum subscription scenarios in the Third Supplementary Prospectus dated 28 November 2018, plus the Pre-Quotation Statements dated 4 March 2019. The comparison covers estimated expenditure for the period from 1 January 2019 to 31 December 2020.

Canterbury - Available Funds	
Opening Cash Reserves	\$ 58,670
Funds Raised via IPO	\$6,147,222
IPO Funds Available	\$6,205,892
Post-IPO Funds Raised & other Revenue	\$3,680,790
Total Funds Available	\$9,886,682

Allocation of Funds	IPO Years 1 & 2	Actual to 30 Sept 2020	Comments
Briggs Programs	\$1,512,100	\$1,964,623	Mineral Resource estimate completed. Scope of activity expanded. Tenement position increased.
Ekuti Range Programs (incl. Ekoato Drilling)	\$2,000,000	\$3,337,586	Increased regional field activity, including a new prospect at Yalua and extensions to Otibanda. Extended Bulolo exploration compound usage. Over budget helicopter costs.
Other Programs	\$ 746,596	\$1,335,458	New tenements at Wamum and Fig Tree Hill. Field work at Tafuse. Multiple resource studies undertaken at Wamum Creek & Idzan Creek. New project evaluations. Various Wardens Hearings.
Working Capital	\$ 262,511	\$1,382,187	
Administration	\$1,385,000	\$1,584,681	Increased staff, compliance, accounting, auditing and fund-raising costs.
Costs of the IPO	\$ 299,685	\$ 282,147	Excludes \$300,000 IPO subscription by Canaccord in lieu of broking fees.
Total	\$6,205,892	\$9,886,682	New capital raised to support expanded and accelerated exploration activity. Revenue from government support programs.

Authorised on behalf of the Board



Grant Craighead
 Managing Director

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ADDITIONAL INFORMATION
CORPORATE INFORMATION
Directors & Key Personnel

John Anderson	Chairman
Grant Craighead	Managing Director
Michael Erceg	Executive Director, Manager Exploration
Ross Moller	Non-Executive Director & Co-company Secretary
Robyn Watts	Non-Executive Director
Veronique Morgan-Smith	Co-company Secretary & In-House Legal Counsel
Wanu Tamu	PNG Country Manager

Capital Structure (as at 31 December 2020)

Ordinary Shares	111,865,197
Options (unlisted)	7,400,000
Market Capitalisation (undiluted) at 10.5cps	\$12 million
Cash at 31 December 2020	\$1.4 million

Canterbury Group

Subsidiary	Held by CBY	Tenements	Country
Canterbury Exploration Pty Limited	100%	Briggs*, Mannersley*, Fig Tree Hill	Australia
Finny Limited	100%	Bismarck**	Papua-New Guinea
Canterbury Resources (PNG) Limited	100%	Ekuti Range, Ipi River, Wamum (application)	Papua-New Guinea
Capella Vanuatu Limited ***	100% through Capella Ventures Pty Ltd	Santo	Vanuatu

* Subject to 1% NSR and other rights in favour of Rio Tinto Exploration Pty Ltd

** Subject to a Joint Venture and Farm-In Agreement with Rio Tinto Exploration (PNG) Limited which is currently sole-funding exploration aimed at increasing its JV interest from 60% to 80%

*** Binding Term Sheet signed for the sale of 100% of Capella Vanuatu Limited

COMPETENT PERSON'S STATEMENT

The technical information in this report which relates to Exploration Results is based on information compiled by Mr Michael Erceg, MAIG RPGeo. Mr Erceg is an Executive Director of Canterbury Resources Limited and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Erceg consents to the inclusion in this report of the matters based on that information in the form and context in which it appears.

The information in this report that relates to the Estimation of Mineral Resources, has been prepared by Mr. Geoff Reed, who is a Member of the Australasian Institute of Mining and Metallurgy and is a Consulting Geologist of Bluespoint Mining Services (BMS). Mr. Reed 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. Geoff Reed consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

ABOUT CANTERBURY RESOURCES LIMITED

Canterbury Resources Limited (ASX: CBY) (“Canterbury” or the “Company”) is an ASX-listed resource company focused on creating shareholder wealth by generating and exploring potential Tier-1 copper-gold projects in the southwest Pacific. It has a strong portfolio of projects in Australia and Papua New Guinea that are prospective for porphyry copper-gold and epithermal gold-silver deposits. The Company is managed by an experienced team of resource professionals, with a strong track record of exploration success and mine development in the region. It periodically forms partnerships with major resource companies to defray risk and cost.

Canterbury’s portfolio includes multiple projects that are at the drilling phase. Each project provides potential for the discovery and/or delineation of large-scale copper (\pm gold, \pm molybdenum) resources. Initial Mineral Resources have been estimated at three deposits: Idzan Creek (137.3Mt at 0.53g/t Au & 0.24% Cu), Wamum Creek (141.5Mt at 0.31% Cu & 0.18g/t Au) and Briggs (142.8 Mt at 0.29% Cu). Contained metal at the three deposits is 3.16Moz Au and 1.18Mt Cu.

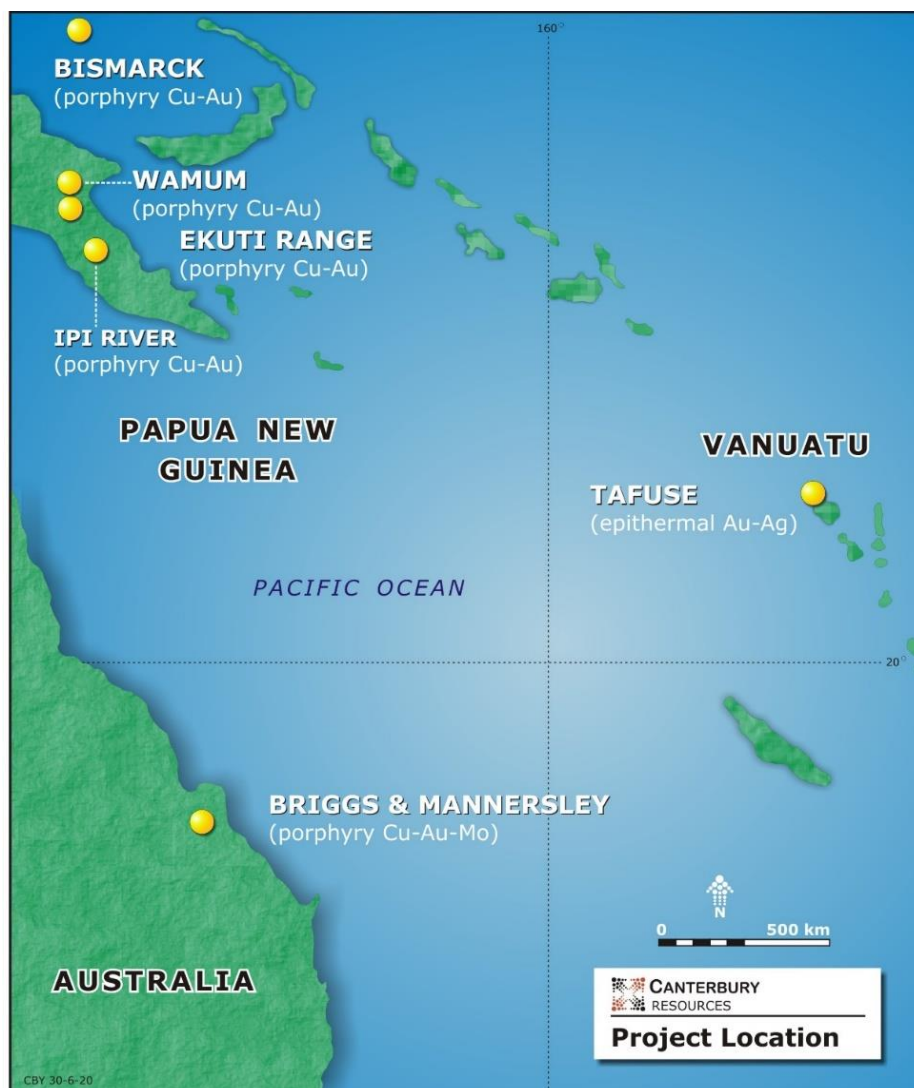


Figure 9 Canterbury Project Locations – December 2020

DISCLAIMER

Forward-looking statements are statements that are not historical facts. Words such as “expect(s)”, “feel(s)”, “believe(s)”, “will”, “may”, “anticipate(s)”, “potential(s)” and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company’s prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events. The term "Canterbury" must be loosely construed to include the subsidiaries of Canterbury Resources Limited where relevant.

TENEMENT INFORMATION

Tenement	Location	Project	Status	Start of Quarter	End of Quarter
EPM 19198	SE Queensland	Briggs *	Granted	100%	100%
EPM 18504	SE Queensland	Mannersley *	Granted	100%	100%
EPM 27317	SE Queensland	Fig Tree Hill	Granted	100%	100%
EL 2302	Morobe Province, PNG	Ekuti Range	Granted	100%	100%
EL 2314	Morobe Province, PNG	Ekuti Range	Granted	100%	100%
EL 2418	Morobe Province, PNG	Ekuti Range	Granted	100%	100%
EL 2658	Morobe Province, PNG	Wamum	Application	100%	100%
EL 2509	Central Province, PNG	Ipi River ****	Granted	100%	100%
EL 2378	Manus Island, PNG	Bismarck **	Granted	40%	40%
EL 2390	Manus Island, PNG	Bismarck **	Granted	40%	40%
PL 1851	Santo, Vanuatu	Santo ***	Granted	100%	100%
Santo 2	Santo, Vanuatu	Santo ***	Application	100%	100%

* Subject to 1% NSR and certain other rights in favour of Rio Tinto Exploration Pty Ltd

** Subject to a Joint Venture and Farm-In Agreement with Rio Tinto Exploration (PNG) Limited which is currently sole-funding exploration aimed at increasing its JV interest from 60% to 80%

*** Binding Term Sheet signed for the sale of the Vanuatu tenements

**** Tenement relinquished following the end of the quarter