



## Quarterly Activities Report for the Period Ended 31 December 2020

Blina Minerals NL (ASX: BDI) ("Blina" or the "Company") is pleased to report its activities for the quarter ended 31 December 2020.

### Highlights:

- Ongoing technical review of the geological and geophysical exploration data relevant to the Barkly Gold-Copper Project, located in the Northern Territory, Australia
- Planning for the next phase of exploration at the Barkly project finalised and will commence as soon as the Company is funded
- Barkly is located approximately 45km east of the town of Tennant Creek in the Northern Territory and is prospective for high-grade Tennant Creek-style gold-copper-bismuth mineralisation, similar to that discovered and mined at the nearby Peko Mine
- Diamond drilling program completed during the last quarter comprising seven (7) holes for 1,169.5m targeting Tennant Creek style copper-gold mineralisation at the advanced Bluebird Prospect
- Multiple intersections of high-grade copper and gold mineralisation were encountered by the RC drilling program at Bluebird
- Significant intersections include:
  - **BBRC019** intersected **15m @ 3.46% Cu, 0.61g/t Au from 172m**
  - **BBRC015** intersected **20m @ 1.79g/t Au, 1.67% Cu from 156m**
- Hole BBRC019 **ended in gold mineralisation with 1m @ 3.9g/t Au and 4.8% Cu end of hole**
- Mineralisation remains open along strike to west and at depth from hole BBRC019
- A number of additional geophysical targets remain to be tested along the mineralised trend
- Investor interest in the Tennant Creek area has significantly increased with further project M & A expected
  - Emerson Resources Limited (ASX: ERM) announced on 28 April 2020 that it had formed a strategic alliance with NT Bullion to form a mining joint venture and complete a strategic premium priced placement
  - Active exploration in the Tennant Creek area has attracted major investment from Newcrest Mining Limited (ASX: NCM) and Rio Tinto (ASX: RIO)
  - Middle Island Resources Limited (ASX: MDI) actively exploring its IOCG Super-Project in the East Tennant Creek area
- Underwriting agreement signed with Westar Capital Limited and the ASX has approved the Company's recapitalisation strategy
- Notice of General Meeting of Shareholders lodged with the ASX for approval

### BLINA MINERALS NL

### ASX ANNOUNCEMENT

29 January 2021

#### Board:

**Matthew Driscoll**

Non-Executive Chairman

**Gino D'Anna**

Non-Executive Director

**Michael Scivolo**

Non-Executive Director

**Neville Bassett**

Non-Executive Director

#### Capital Structure:

6.269 Billion Shares

1.014 Billion Options  
@ \$0.002 exp 17/08/21

**ASX Code: BDI**

## OVERVIEW

During the Quarter ended 31 December 2020, the Company continued with the technical review of the geological and geophysical exploration data relevant to the Barkly Gold-Copper Project, located in the Northern Territory, Australia.

During the previous Quarter ended 30 September 2020, the Company completed a Reverse Circulation (RC) drilling exploration program which consisted of approximately 1,170m of RC drilling across seven (7) drill holes which was designed to test the down dip / plunge extensions and lateral extensions of the high-grade mineralisation at the Bluebird Prospect. The drilling program was highly successful and demonstrated that mineralisation remains open along strike to the west and at depth of the most westerly drilled hole, being hole BBRC019.

Planning for the next stage of exploration at the Barkly project has been finalised, and subject to the Company achieving its recapitalisation strategy and reinstatement to Official Quotation ASX, intends on mobilising a team to the field at the Barkly Project as soon as possible during the 2021 field exploration season.

As shareholders are aware, the Company was suspended from Official Quotation on the ASX on 18 March 2020. Since that date, the Company and its Board have been working with our legal advisors and the ASX to seek approval from the ASX to allow the Company to be reinstated to the Official List of the ASX.

Further to the announcement released by the Company on ASX dated 11 December 2020, the Company is pleased to advise shareholders that the Company has executed a binding Deed of Sale with Kalgoorlie Mine Management Pty Ltd (**KMM**) in relation to the acquisition of the remaining 50% interest in Colour Minerals Pty Ltd (**CMPL**), the 100% owner of the Barkly-Babbler Copper-Gold Project located in the Northern Territory, Australia.

The remaining 50% interest is being acquired from KMM for proposed total consideration of 100 million shares (*on a post-consolidation basis*) and the issue of 50 million options (*on a post-consolidation basis*) exercisable at \$0.03 per option (*on a post-Consolidation basis*) expiring 3 years from the date of issue.

The completion of this acquisition will mean that BDI will own 100% of CMPL.

The reinstatement of BDI, which involves a consolidation of share and option capital, a share and option placement, a Share Purchase Plan (**SPP**) and the proposed acquisition of the remaining 50% interest in CMPL are all conditional on shareholder approval.

A Prospectus for the various issues of shares and options together with the SPP will be lodged with ASIC after the Company has held its shareholders meeting, subject to all resolutions held at the shareholders meeting have been approved by shareholders.

The Company is also pleased to advise that it has lodged its proposed Notice of General Meeting of shareholders with the ASX and is currently working with the ASX to have the meeting document approved. Once approved, the Company will then be made available to shareholders. It is anticipated that a meeting of shareholders will occur early March 2021.

Shareholders are encouraged to contact the Company Secretary should they have any questions.

\*\*\*ENDS\*\*\*

### Contact and Authorisation

This release was authorised by the Board of BDI

For further information please contact:

**Matthew Driscoll**  
**Non-Executive Chairman**  
**M: +61 417 041 725**

## ABOUT THE BARKLY PROJECT

The Barkly Project is located approximately 45km east of the town of Tennant Creek in the Northern Territory and comprises two Exploration Licences, being EL 28620 (Barkly Project) and EL 30701 (Babbler Project) located in central Northern Territory, south of the Barkly Highway. The Barkly Project comprises two granted Exploration Licences EL28620 and EL30701. The Barkly Project is considered highly prospective for magnetite hosted gold-copper similar to other deposits found elsewhere in the Tennant Creek Goldfield.

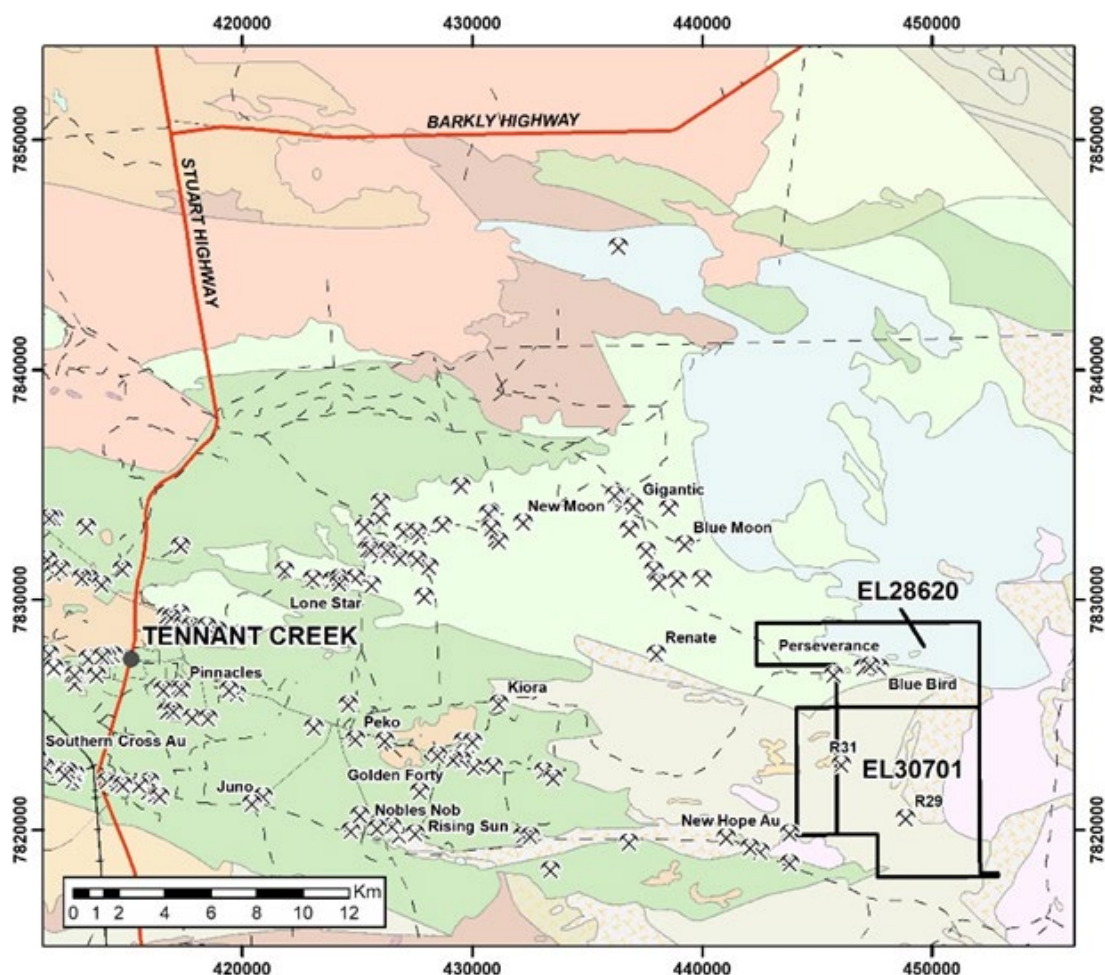


Figure 1: Barkly Project location plan

The current exploration focus of the Company is the Barkly Project.

EL28620 was formerly subject to a farm-in Joint Venture Agreement between Colour Mineral's Pty Ltd and Meteoric Resources NL with Colour holding a 70% interest. In 2019, Colour Minerals acquired Meteoric's 30% interest in EL28620 after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

EL30701 was previously held by Meteoric Resources. In 2019, Colour Minerals acquired Meteoric's interest after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

Ground magnetic and gravity surveys followed by soil geochemistry focussed attention on the Bluebird prospect which is a small outcropping ironstone body pitted by historic mining and prospecting. RAB drilling programs were conducted in 2005 and 2006 intersecting hematite ironstone and hematite-chlorite alteration over a 600m strike length with anomalous copper, gold and bismuth. RC and diamond drilling programs were conducted

between 2014-2016 by Blaze International Exploration<sup>1</sup>. Significant intersections include: **20m @ 8.17g/t Au from 157m in BBDD002<sup>1</sup>** and **16m @ 3.02% Cu, 0.65g/t Au from 139m in BBDD004<sup>1</sup>**.

### **Recent drilling program at the Barkly Project**

The Barkly-Babbler Project is considered highly prospective for magnetite hosted gold-copper similar to other deposits found elsewhere in the Tennant Creek Goldfield. A reverse circulation drilling program comprising seven (7) holes for 1,169.5m was recently completed at the advanced Bluebird Prospect.

The holes were drilled to in-fill and extend previous drilling that intersected high-grade copper-gold mineralisation within an ironstone unit on a west-northwest trending, steeply south dipping fault zone. Significant results from the drill program included<sup>2</sup>:

**BBRC0015                      20m @ 1.79g/t Au, 1.67% Cu from 156m<sup>2</sup>**

**Incl. 10m @ 2.87g/t Au, 2.32% Cu<sup>2</sup>**

**BBRC0019                      15m @ 3.46% Cu, 0.61g/t Au from 172m<sup>2</sup>**

**Incl. 4m @ 6.28% Cu, 0.24g/t Au from 175m<sup>2</sup>**

**and 1m @ 4.80% Cu, 3.95g/t Au from 186<sup>2</sup>**

**(finishing in mineralisation at end of hole)**

Significantly, drill hole BBRC0019 was drilled below BBRC013 which was previously the deepest and most westerly hole drilled at Bluebird. The hole intersected strongly hematite altered siltstone and ironstone from 172m to 187m at which depth the hole was abandoned due to in-hole caving. The hole ended in mineralisation with the last metre containing 3.9g/t Au and 4.8% Cu.<sup>2</sup>

Several of the other holes were also abandoned due to in-hole caving prior to reaching the mineralised zone or target depth. The difficult drilling conditions are caused by brecciated ironstone in the fault zone in combination with high water in-flow rates.

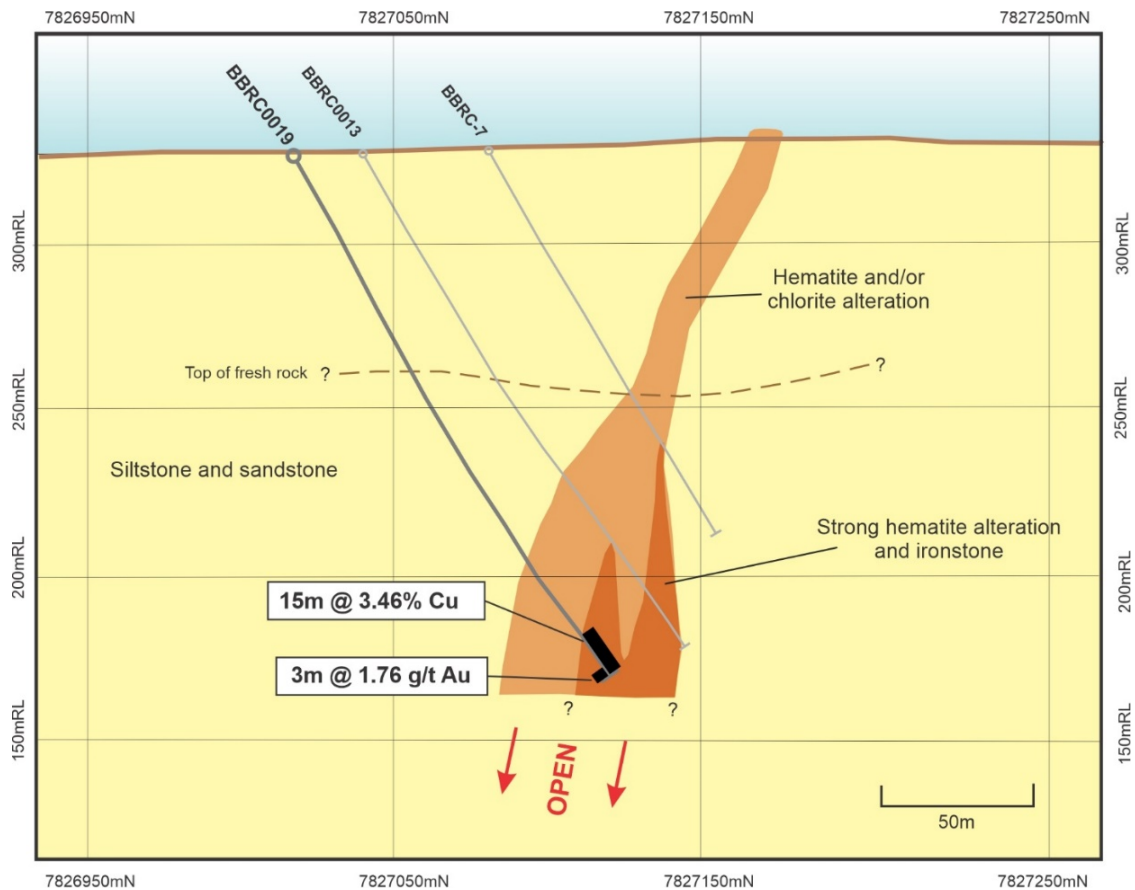
*Refer to ASX Announcement dated 18 March 2020 released by the Company on the ASX announcements platform and titled "High-Grade Copper and Gold Intersected in Drilling Program at Bluebird".*

The Bluebird Prospect has a prominent aeromagnetic and gravity anomaly along a west-north-west fault trend. At the surface the prospect is marked by an ironstone that forms a low hill with several shallow workings. At the surface the ironstone has low levels of gold and copper because of strong leaching that extends to a depth of over 100m. High copper and gold values have been intersected at a supergene enriched zone at a depth of approximately 120-150m vertical. Bluebird is one of several coincident magnetic and gravity anomalies along the fault. Previous drilling has been shallow reconnaissance style and is unlikely to have penetrated the strongly leached zone.

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<sup>1</sup> Refer to ASX Announcement dated 24 September 2019 released by Blina Minerals NL and titled "STRATEGIC ACQUISITION OF HIGH-GRADE GOLD-COPPER PROJECT" released by the Company on the ASX announcement platform.

<sup>2</sup> Refer to ASX announcement dated 18 March 2020 released by Blina Minerals NL and titled "High-Grade Copper and Gold Intersected in Drilling Program at Bluebird" released by the Company on the ASX announcement platform.



**Figure 2: Bluebird prospect cross section 448360E**

Further RC and diamond drilling has been planned at Bluebird in order to complete those holes which were abandoned prior to reaching the target mineralised zone due to in-hole caving and to extend the copper-gold mineralisation along strike to the west. Drilling will also be conducted to test targets along the west north-west trending coincident magnetic and gravity anomaly.

### **Exploration and Development Strategy for Bluebird**

The Company's primary objective is to complete further drilling in order to estimate a JORC compliant mineral resource and ultimately to develop a mining project at the Bluebird Prospect. Bluebird is the highest priority and most advanced prospect within the Barkly Project area. Systematic close spaced drilling will aim to accurately define the grade and the geometry of the known Au-Cu-Bi mineralisation.

## COMPETENT PERSON'S DECLARATION

The information in this report that relates to exploration results is based on information compiled or reviewed by Mr Martin Bennett, who is a consultant of Colour Minerals Pty Ltd and a member of the Australian Institute of Geoscientists. Mr Bennett 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 of Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Bennett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

## ASX LISTING RULES COMPLIANCE

In preparing this announcement dated 29 January 2021, the Company has relied on the announcements previously made by the Company and specifically dated 24 September 2019 and 18 March 2020. The Company confirms that it is not aware of any new information or data that materially affects those announcements previously made, or that would materially affect the Company from relying on those announcements for the purpose of this announcement dated 29 January 2021.

## SCHEDULE OF TENEMENTS

| Tenement ID | Type        | Status | Holder                  | Grant Date  | End Date    | Area (km <sup>2</sup> ) | BDI Interest |
|-------------|-------------|--------|-------------------------|-------------|-------------|-------------------------|--------------|
| EL28620     | Exploration | Active | Colour Minerals Pty Ltd | 16 Dec 2011 | 15 Dec 2021 | 39.16                   | 50%          |
| EL30701     | Exploration | Active | Colour Minerals Pty Ltd | 20 Aug 2015 | 19 Aug 2021 | 42.6                    | 50%          |

# Appendix 5B

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

Name of entity

**BLINA MINERALS NL**

ABN

**25 086 471 007**

Quarter ended (Current quarter)

**31 December 2020**

### Consolidated statement of cash flows

|   | Current<br>quarter<br>\$A'000 | Year to date<br>(6 Months)<br>\$A'000 |
|---|-------------------------------|---------------------------------------|
| <b>1. Cash flows from operating activities</b>            |                               |                                       |
| 1.1 Receipts from customers                               | -                             | -                                     |
| 1.2 Payments for:   | -                             | -                                     |
| (a) exploration and evaluation (if expensed)              | -                             | -                                     |
| (b) development   | -                             | -                                     |
| (c) production  | -                             | -                                     |
| (d) staff costs   | -                             | -                                     |
| (e) administration and corporate costs                    | (23)                          | (51)                                  |
| 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)                  | -                             | -                                     |
| <b>1.9 Net cash from / (used in) operating activities</b> | <b>(23)</b>                   | <b>( 51)</b>                          |
| <b>2. Cash flows from investing activities</b>            |                               |                                       |
| 2.1 Payments to acquire:                                  |                               |                                       |
| (a) entities  | -                             | -                                     |
| (b) tenements   | -                             | -                                     |
| (c) property, plant and equipment                         | -                             | -                                     |
| (d) exploration & evaluation (if capitalised)             | -                             | -                                     |
| (e) investments   | -                             | -                                     |
| (f) other non-current assets                              | -                             | -                                     |
| 2.2 Proceeds from disposal of:                            |                               |                                       |
| (a) entities  | -                             | -                                     |
| (b) tenements   | -                             | -                                     |
| (c) property, plant and equipment                         | -                             | -                                     |
| (d) investments   | -                             | -                                     |
| (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 Net cash from / (used in) investing activities</b> | <b>-</b>                      | <b>-</b>                              |

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

| Consolidated statement of cash flows   |   | Current<br>quarter<br>\$A'000 | Year to date<br>(6 Months)<br>\$A'000 |
|--|---|-------------------------------|---------------------------------------|
| <b>3. Cash flows from financing activities</b>   |   |                               |                                       |
| 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  | 40                            | 60                                    |
| 3.6  | Repayment of borrowings   | -                             | -                                     |
| 3.7  | Transaction costs related to loans and borrowings                                       | -                             | -                                     |
| 3.8  | Dividends paid  | -                             | -                                     |
| 3.9  | Other (provide details if material)   | -                             | -                                     |
| 3.10   | <b>Net cash from / (used in) financing activities</b>                                   | 40                            | 60                                    |
| <b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>  |   |                               |                                       |
| 4.1  | Cash and cash equivalents at beginning of period  | 4                             | 12                                    |
| 4.2  | Net cash from / (used in) operating activities (item 1.9 above)                         | (23)                          | ( 51)                                 |
| 4.3  | Net cash from / (used in) investing activities (item 2.6 above)                         | -                             | -                                     |
| 4.4  | Net cash from / (used in) financing activities (item 3.10 above)                        | 40                            | 60                                    |
| 4.5  | Effect of movement in exchange rates on cash held                                       |                               |                                       |
| 4.6  | <b>Cash and cash equivalents at end of period</b>                                       | 21                            | 21                                    |
| <b>5. Reconciliation of cash and cash equivalents</b><br>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts |   | Current<br>quarter<br>\$A'000 | Previous<br>quarter<br>\$A'000        |
| 5.1  | Bank balances   | 21                            | 4                                     |
| 5.2  | Call deposits   | -                             | -                                     |
| 5.3  | Bank overdrafts   | -                             | -                                     |
| 5.4  | Other (provide details)   | -                             | -                                     |
| 5.5  | <b>Cash and cash equivalents at end of quarter</b> (should equal item 4.6 above)        | 21                            | 4                                     |
| <b>6. Payments to related parties of the entity and their associates</b>   |   | Current<br>quarter<br>\$A'000 |                                       |
| 6.1  | Aggregate amount of payments to related parties and their associates included in item 1 | -                             |                                       |
| 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 and 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

| 7. Financing facilities   | Total facility<br>amount at<br>quarter end<br>\$A'000 | Amount<br>drawn at<br>quarter end<br>\$A'000 |
|---|---|--|
| Note: the term "facility" includes all forms of financing arrangements available to the entity.<br>Add notes as necessary for an understanding of the sources of finance available to the entity. |   |  |
| 7.1 Loan facilities   | -   | -  |
| 7.2 Credit standby arrangements   | -   | -  |
| 7.3 Other (please specify)  | -   | -  |
| 7.4 Total financing facilities  | -   | -  |

- 7.5 Unused financing facilities available at quarter end -
- 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.

| 8. Estimated cash available for future operating activities                | \$A'000 |
|--|---------|
| 8.1 Net cash from / (used in) operating activities (Item 1.9)              | (23)    |
| 8.2 Capitalised exploration & evaluation (Item 2.1(d))                     | -       |
| 8.3 Total relevant outgoings (Item 8.1 + Item 8.2)                         | (23)    |
| 8.4 Cash and cash equivalents at quarter end (Item 4.6)                    | 21      |
| 8.5 Unused finance facilities available at quarter end (Item 7.5)          | -       |
| 8.6 Total available funding (Item 8.4 + Item 8.5)                          | 21      |
| 8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3) | 0.9     |

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:
- 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 believes it can raise sufficient funds.
  - 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

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

The company has announced to ASX (Refer announcement dated 22 October 2020 titled, 'Corporate Activities Update'), whereby it advised it had entered into an Underwriting Agreement with Westar Capital Ltd pursuant to which it will underwrite a capital raising of \$2.15M via issue of ordinary shares and a further \$187,500 via issue of options. Subsequent on 11 December 2020 the Company announced 'ASX Reinstatement and Corporate Update', whereby it was announced that ASX had approved the company's recapitalisation and further announcement on 21 January 2021 that it has executed a binding Deed of Sale with Kalgoorlie Mine Management Pty Ltd (KMM) in relation to the acquisition of the remaining 50% interest in Colour Minerals Pty Ltd (CMPL), the 100% owner of the Barkly-Babbler Copper-Gold Project located in the Northern Territory, Australia.

The remaining 50% interest is being acquired from KMM for proposed total consideration of 100 million shares (on a post-consolidation basis) and the issue of 50 million options (on a post-consolidation basis) exercisable at \$0.03 per option (on a post-Consolidation basis) expiring 3 years from the date of issue.

The reinstatement of BDI, which involves a consolidation of share and option capital, a share and option placement, a Share Purchase Plan (SPP) and the proposed acquisition of the remaining 50% interest in CMPL are all conditional on shareholder approval.

A Prospectus for the various issues of shares and options together with the SPP will be lodged with ASIC after the Company has held its shareholders meeting, subject to all resolutions held at the shareholders meeting have been approved by shareholders.

The Company has also advised that it will be lodging its proposed Notice of General Meeting of shareholders with the ASX shortly which once approved will then be made available to shareholders.

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

The company is actively engaged in discussions to raise funds to meet its business objectives with its underwriter 'Westar Capital Ltd', based on the recapitalisation as detailed in item 2 above and its proposed acquisition and the planned exploration activities of the Barkly-Babbler Copper-Gold Project.

## 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: Friday, 29 January 2021

Authorised by:

(Authorised by the board – 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 – e.g. 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.