

## QUARTERLY ACTIVITIES AND CASHFLOW REPORT FOR THE PERIOD ENDED 30 JUNE 2021

### HIGHLIGHTS

---

- \* Drilling and trenching campaigns continued at the flagship Chakata Gold Project with first results announced in June:
  - o Broad zones of strongly sheared, altered and quartz veined intercepts, with occurrences of visible gold were confirmed at Dragon Prospect
  - o Initial drilling at Contact Prospect concluded with 7 holes repeatedly intercepting broad zones of quartz veins
  - o Encouraging visual intercepts at GT Prospect
  - o Assays for GT Prospect expected in Q3 2021
- \* First drilling results at Babicho Gold Project extremely compelling:
  - o Quartz veining and mineralised shear zones at surface, continuous and open over 2km strike length
  - o Geological observations from drillholes indicate similar alteration and mineralisation to that observed at Lega Dembi and Sakaro deposits to the south
  - o Additional 5,000m trenching program commenced in June 2021

Ethiopian-focused gold explorer Megado Gold (ASX:MEG) (Megado or the Company) is pleased to provide the following commentary on its activities and an Appendix 5B for the quarter ended 30 June 2021.

### CHAKATA GOLD PROJECT: *ONGOING ACTIVITIES*

Tremendous progress continues across several sites at Megado's Chakata Gold Project. Multiple teams are simultaneously managing the promising drill program at the GT Prospect, the trenching program at the Dragon Prospect, as well as generating new targets through continued field reconnaissance and sampling



#### Megado Gold Ltd

ACN 635 895 082  
ASX: MEG

#### Issued Capital

71.5m Shares  
16.3m Options

#### Australian Registered Address

12/197 St Georges Terrace  
PERTH WA 6000 Australia

T +61 8 6141 3260  
E [info@megadogold.com](mailto:info@megadogold.com)  
W [www.megadogold.com](http://www.megadogold.com)

#### Directors

Brad Drabsch (Non-Exec. Chair)  
Michael Gumbley (MD and CEO)  
Chris Bowden (Exec. Tech. Director)  
Marta Ortiz (Non-Exec. Director)  
Aaron Bertolatti (Finance Director)

across the tenement. Results continue to underline the immense potential at Chakata, and support Executive Director Dr. Chris Bowden's systematic approach to discovering gold deposits of significant size.

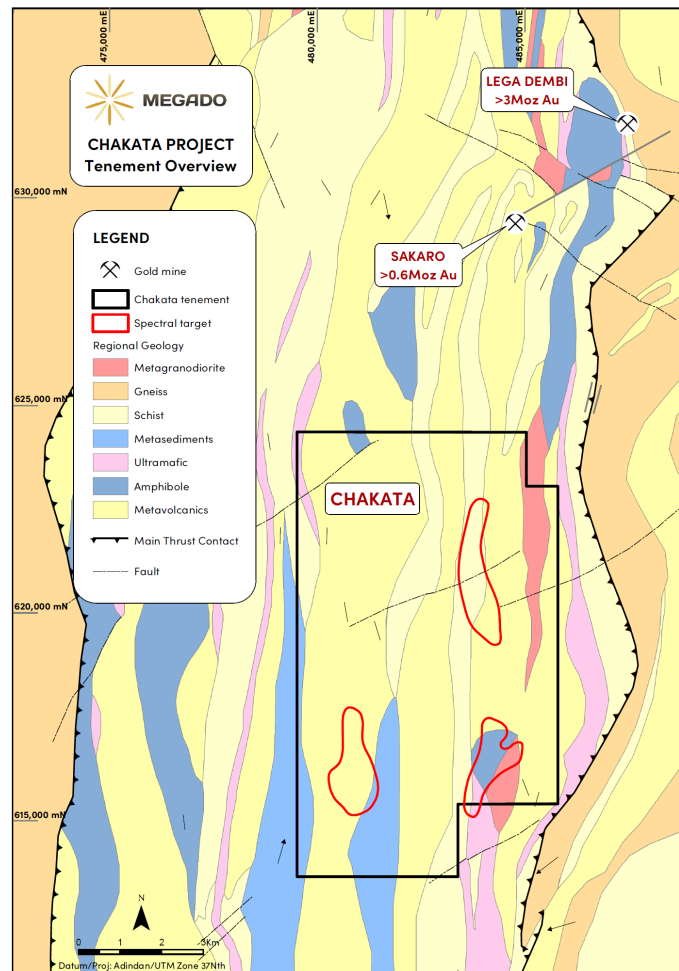


Figure 1 – Megado active at the Chakata Gold Project: initial drill program in the southwest (Contact and GT Prospects); trenching in the west (Elle Prospect); and, active trenching in the north-west (Dragon Prospect).

### Trench Program: Dragon Prospect

Trenching continues at Chakata's Dragon Prospect. The first trench, CKTR003, assay results returned **25m @ 0.25g/t Au** (including **1m @ 1.78g/t Au**). These results confirm the existence of a broad gold zone at Dragon with potential to host gold deposits of significant size. ([Refer to the announcement of 22 April 2021](#)). Of note, this zone started at 0m from the trench, implying that there is potential for continuation in the opposite direction. Moreover, Dragon lies less than 5km from the Lega Dembi and Sakaro gold mines which have produced more than 3Moz.

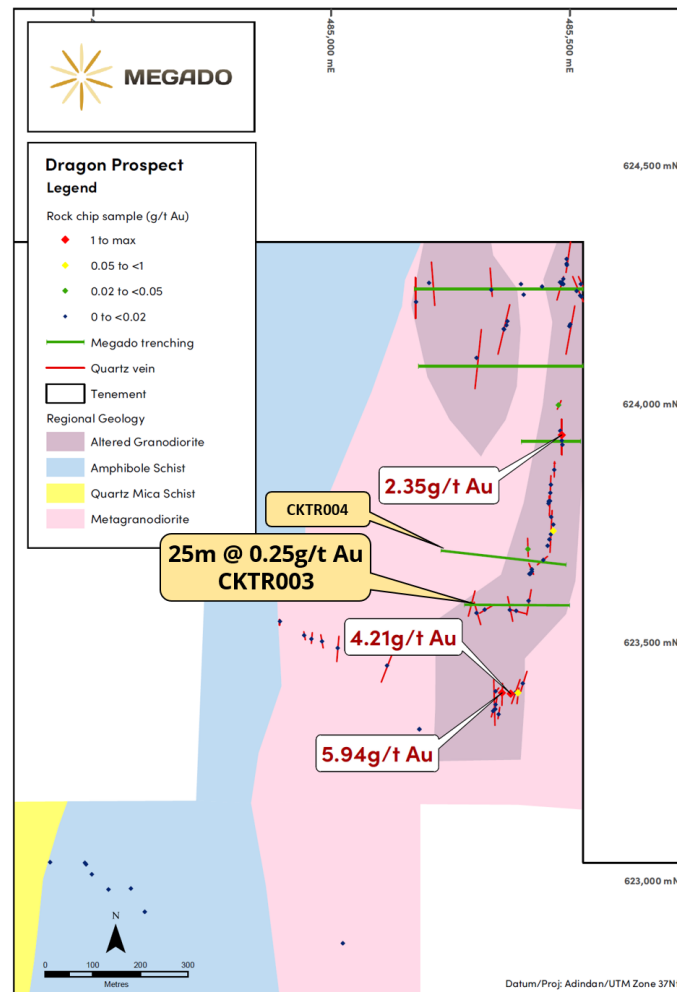


Figure 2: Detail of rock chip results and ongoing trenching activities at Dragon Prospect. CKTR003 – completed and assays received. CKTR004 completed, assays pending final compilation.

Megado's team continued to observe mineralisation at Dragon throughout the trenching program, including sheared and highly altered metagranodiorite with amphibolite and mica schists hosting 20-30m wide shear zone related quartz veins with tourmaline-pyrite-chalcopyrite-(+/-bornite,+/-azurite)-galena mineralisation (e.g. CKTR003 from 0m). The geological team interprets that the Dragon Prospect is situated on a structure akin to that which hosts the high-grade Sakaro deposit along strike to the north.

New targets continue to be identified across the tenement. Recent rock results from Dragon returned impressive results with highlights of **5.94g/t Au**, **4.21g/t Au**, and **2.35g/t Au** (refer to announcement of [10 June 2021](#)). In addition to these strong results, new field observations of outcropping quartz veins have been observed over 1km and up to 2km west of Dragon. The progress made at Dragon has enhanced the team's understanding of the structure and assisted in producing genuine targets for future trenching and drilling programs in the second half of CY2021.

## Drill Program: Contact & GT Prospects

Contact Prospect drilling repeatedly hit broad zones of the targeted quartz veins during the maiden, seven-hole, 1,208m program. The initial drillholes at the Contact Prospect only tested a small fraction of the known strike length of these quartz veins, which at surface extend for more than one kilometre along strike. The initial seven drillholes returned low gold assay results (peak: 0.85m @ 0.51g/t Au, CKDD003 from 73.65m). Despite these results, the Contact Prospect remains prospective as evidenced by its quartz veins which at surface returned significant gold in rocks, up to **15.55g/t Au** (and **5.10g/t Au**, and **3.73g/t Au** - refer to announcement of [10 June 2021](#)). Further work in the short-term is required to better delineate the controls to the higher grade gold lodes within the broader vein package at the Contact Prospect.

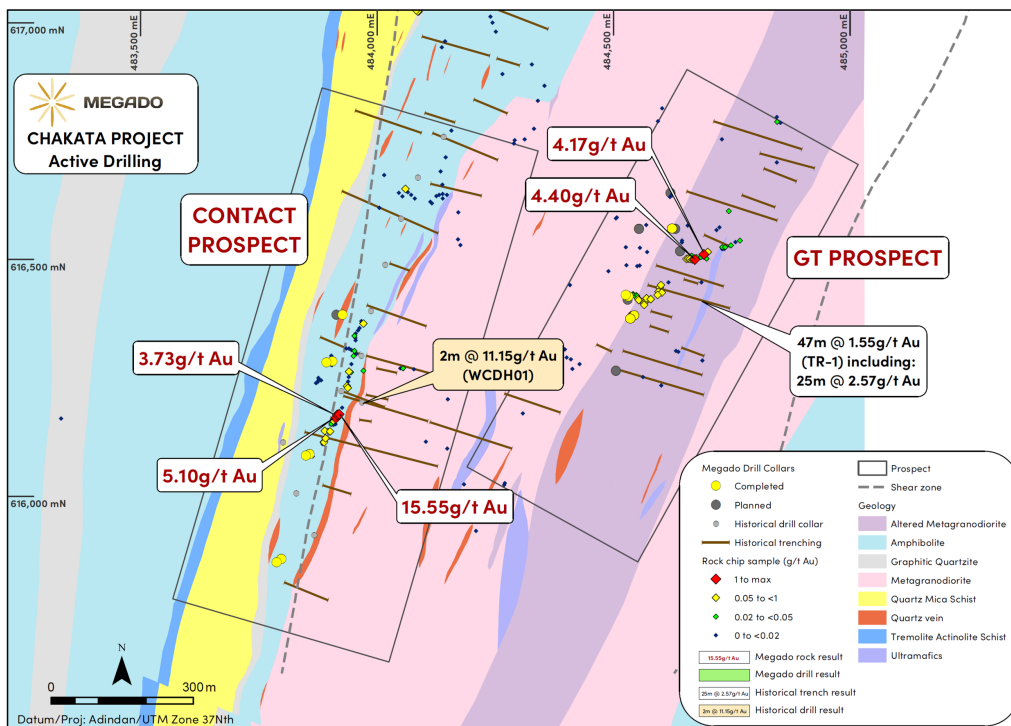


Figure 3: Megado's current drilling activities focused in the south-east corner, at the Contact and GT Prospects, Chakata Gold Project

GT Prospect drilling completed the first four drillholes. This drilling program is targeting mineralisation along strike and down-dip from the outcrops hosting high-grade rock chips of **4.40g/t Au** and **4.17g/t Au** (refer to announcement of [10 June 2021](#)) as well as following up historically reported trench results (highlighted by a historical trench interval of **25m @ 2.57g/t Au**) (refer to announcement [12 November 2020](#)). The early drill core from the GT Prospect shows zones of strongly sericite-fuchsite altered and silicified metagranodiorite hosting quartz veins containing up to 3% sulphides (pyrite, chalcopyrite and pyrrhotite). First assays from the GT Prospect are expected in early Q3 2021.





Figure 4: Strongly Sheared Granodiorite (Altered to Quartz Feldspar Sericite Schist) with Quartz Veins and Veinlets (c. 5%) 5 -10% Pyrite, 1-2% Chalcopyrite and 5-10% pyrrhotite mineralisation from hole CKDD010

#### BABICHO GOLD PROJECT: ONGOING ACTIVITIES

Visually mineralised core from Megado's maiden drilling program at Babicho returned highly encouraging gold mineralisation, peaking at **11m @ 0.81g/t Au (inc. 4m @ 1.97g/t Au)** from drillhole BBDD001 (from 98m). Importantly for the Company, wide zones of quartz veining upwards of 10-20m was also consistently intersected along a strike of 1.5km in trenches and drillholes.

The initial drilling phase at the Babicho Gold Project achieved its goal of demonstrating ore width and grade gold mineralisation with similar characteristics to the >3Moz Lega Dembi deposit 50km along strike to the south. Aside from sporadic trenching and drilling historically, very little work has been done explaining the presence of the continuous, high tenor gold in soil anomaly that typifies the Babicho project. Megado has only scratched the surface in this proof-of-concept maiden drilling program and now plans to fully explore the Babicho Project employing Dr. Bowden's systematic, proven methods.

As announced on 6 May 2021, Megado's next phase at Babicho is an ambitious trenching program of 5,000m (refer to announcement on [6 May 2021](#)). The Company anticipates the forward trenching program will substantially improve understanding of the controls to mineralisation and provide a better planned forward drill program testing gold mineralisation down plunge and along strike.

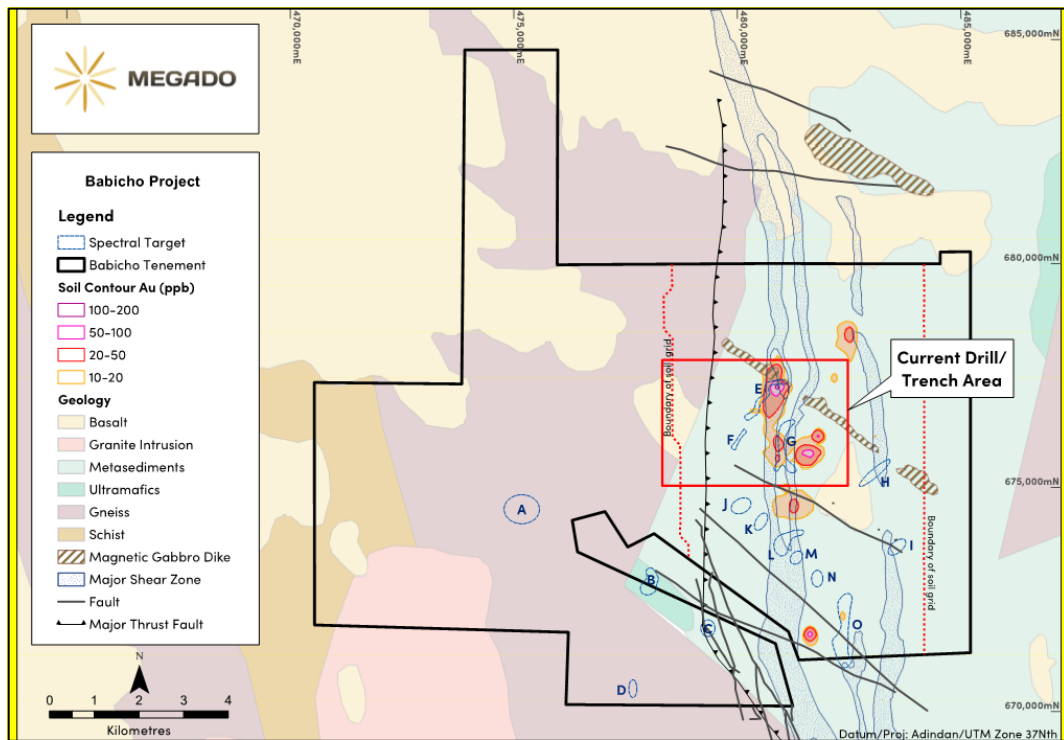


Figure 4- Babicho Gold Project Overview. Silingo Shear in centre (coincident with soil anomaly), Biloya Shear to east – both part of the tenement scale Babicho Shear Zone, of which is part of the belt-wide Lega Dembi-Sakaro shear zone.

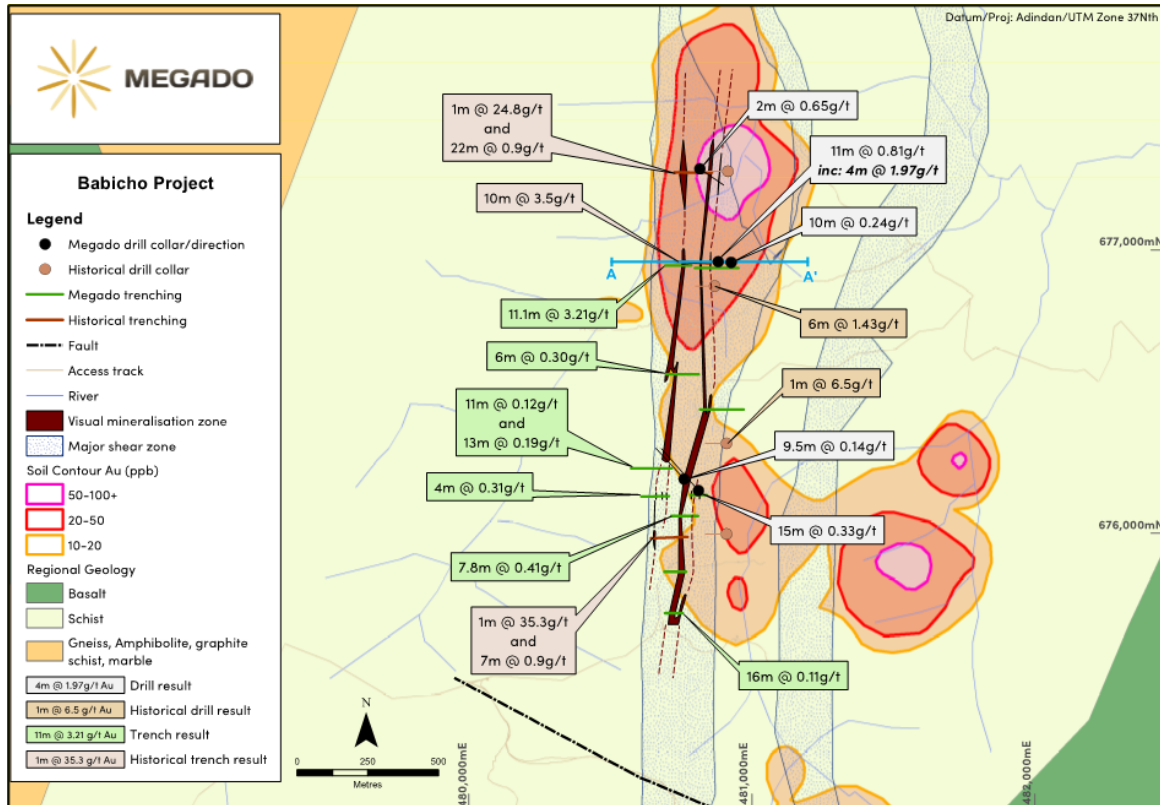


Figure 5 - Results from recent and historical drilling and trenching at the Babicho Gold Project

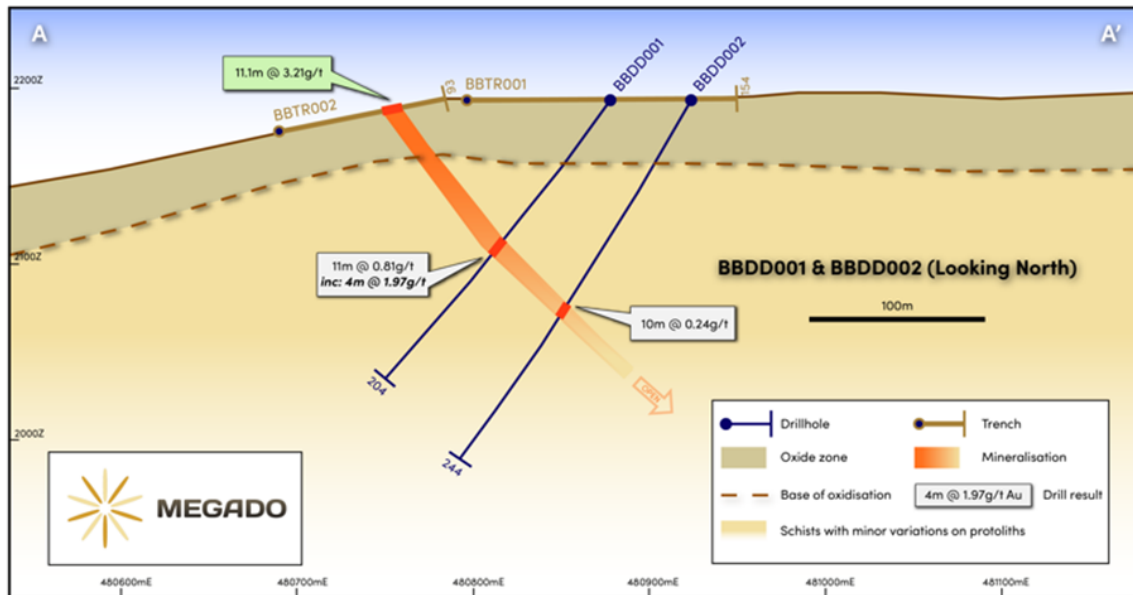


Figure 6 - Cross Section A->A' showing Significant Intercepts from drillholes BBDD001 & BBDD002 and trench BBTR002





*Figure 7 – Megado's team working the first trench at the Babicho Gold Project*

### Planned Follow-up Activities

First assays from the GT Prospect are expected in early Q3 2021. The early drill core from the GT Prospect shows zones of strongly sericite-fuchsite altered and silicified metagranodiorite hosting quartz veins containing up to 3% sulphides (pyrite, chalcopyrite and pyrrhotite).

As noted in the 6 May 2021 announcement, Megado intends to fully and systematically test Babicho's high-order soil anomaly along its length and into previously unexplored areas (refer to announcement on [6 May 2021](#)). These first results justify this approach in identifying the characteristics of this highly prospective structure, as well as providing targets for future drilling programs throughout CY2021 and beyond.

The immediate focus for Babicho is to follow-up these encouraging results with a more extensive trenching and subsequent drilling program. Megado commenced an eight trench, 5,000m program in June 2021. Specific focus will be applied to the areas directly north and south of BBDD001 and BBTR001 in order to clarify the extent of the mineralisation in this zone.



Figure 8 –Drill core from BBDD001 showing intervals of highly altered host rocks and quartz veining, both with significant visible sulphide mineralisation (pyrite, chalcopyrite, pyrrhotite). Left: ca. 101m Right: ca. 106m

Furthermore, numerous targets remain untested. The first phase trenching and drilling focused on the western margin of the Silingo Shear Zone. Future programs in and around the Silingo Shear Zone will target the soil anomalies to the south and southeast and its eastern margin, as well as all of the Biloya Shear – both constitute the Babicho Shear, which itself is part of the broader Lega Dembi-Sakaro Shear Zone within the Adola Gold Belt. The expectation is that the second phase trenching program will continue to provide credence to the Company's thesis that the mineralisation evidenced at Babicho has the potential to host gold deposits of significant scale.



## FINANCIAL COMMENTARY

The Quarterly Cashflow Report (Appendix 5B) for the period ending 30 June 2021 provides an overview of the Company's financial activities.

- The Company remains in a strong financial position with A\$2.7 million in cash at the end of the quarter. This is considered sufficient to fund corporate costs into the second half of 2021 and also facilitate the continued acceleration of exploration programmes at the Company's gold assets in southern and western Ethiopia.
- Expenditure on exploration during the reporting period amounted to A\$742k, and included expense items such as drilling (\$326K), sample analysis (\$140k) and consultant geologist fees (\$80k).
- Payments for administration and corporate costs amounted to \$302K and related to costs for and associated with listing and compliance, marketing/promotion, investor relations and consulting fees. The aggregate amount of payments to related parties and their associates included in the current quarter cash flows from operating activities was \$221k (refer to Table 1).

## Statement of Commitments

The current quarter is covered by the Statement of Commitments<sup>1</sup> outlined in the Prospectus dated 4 September 2020. A summary of expenditure to date is outlined below:





**Table 1: Statement of Commitments**

DESCRIPTION	YEAR 1 September 2020 to August 2021	YEAR 2 September 2021 to August 2022	TOTAL	ACTUAL (September 2020 to June 2021)
Acquisitions	-	-	-	-
Sampling Costs	389,919	336,482	726,401	303,890
Remote Sensing	7,917	-	7,917	-
Field Work	52,777	54,888	107,665	249,326
Trenching	98,957	32,986	131,942	15,952
Drilling	1,220,564	1,255,045	2,475,609	1,250,462
Daily Labourers	5,481	5,846	11,327	8,679
Field Office	10,951	11,083	22,034	109,448
Geological Consulting	9,946	7,308	17,254	12,096
Community Investment	66,063	33,078	99,141	50,701
Tenement Fees	18,555	18,555	37,110	25,000
<b>SUB-TOTAL</b>	<b>1,881,130</b>	<b>1,755,270</b>	<b>3,636,400</b>	<b>2,025,553</b>
Estimated expenses of the Offer	587,276	-	587,276	527,994
Directors' fees	646,000	646,000	1,292,000	292,835
General administration fees & working capital	340,682	343,641	684,323	726,334
<b>TOTAL</b>	<b>3,455,089</b>	<b>2,744,911</b>	<b>6,200,000</b>	<b>3,572,717</b>

<sup>1</sup> The above table is a statement of current intentions. Investors should note that the allocation of funds set out in the above table may change depending on a number of factors including the results of exploration, outcome of development activities, regulatory developments and market and general economic conditions. In light of this the Board reserves the right to alter the way the funds are applied.

**Table 2: Payments to Related Parties of the Entity and their Associates**

Item	Current Quarter (A\$)	Previous Quarter (A\$)
<b>Directors' Remuneration</b>		
Managing Director's Fees	125,000	62,500
Non-Executive Chairman's Fees	15,000	10,000
Executive Director Fees	70,500	70,500
Non-Executive Director Fees	10,000	10,000
<b>Total payments to related parties of the entity and their associates</b>	<b>220,500</b>	<b>153,000</b>

**Table 3: Schedule of Tenements**

Tenements	Licence Number	Grant Date	Regional State	Land Area (Km <sup>2</sup> )	Interest (%)
Babicho	EL\00106\2019	26/09/2019	Oromia	131.96	80%
Chakata	MOM\EL\00556\2019	19/08/2020	Oromia	62.08	100%
Chochi	MOM\EL\2013\276	06/01/2014	Benishangul-Gumuz	137.28	80%
Dawa	MOM\EL\00813\2019	19/08/2020	Oromia	41.22	100%
Dermi Dama	MOM\EL\00175\2020	<i>In Application</i>	Oromia	227.32	100%
Mormora	EL\00313\2019	26/09/2019	Oromia	138.98	100%

Mining Tenements disposed: Nil

Beneficial percentage interests held in farm-in or farm-out agreements: Nil

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed: Nil

**Related ASX Announcements**

- 20210610 [High-Grade Gold in Rocks Returned from Chakata Gold Project](#)
- 20210506 [High-Grade Gold in Trenches at Babicho Gold Project](#)
- 20210422 [Visible Mineralisation Intersected at the Chakata Gold Project](#)
- 20210323 [Megado Accelerates Exploration Activities at Chakata Gold Project](#)
- 20210217 [Drilling Commences at the Chakata Gold Project](#)
- 20201217 [Quartz Veining with Visible Sulphides Intersected at Babicho](#)
- 20201201 [Maiden Drilling Program Underway at Babicho Gold Project](#)
- 20201112 [High-Grade Gold Indicated at Chakata Gold Project Ethiopia](#)

-ENDS-

Authorised for release by: Michael Gumbley, MD and CEO.

For further information on the Company and our projects, please visit: [www.megadogold.com](http://www.megadogold.com)

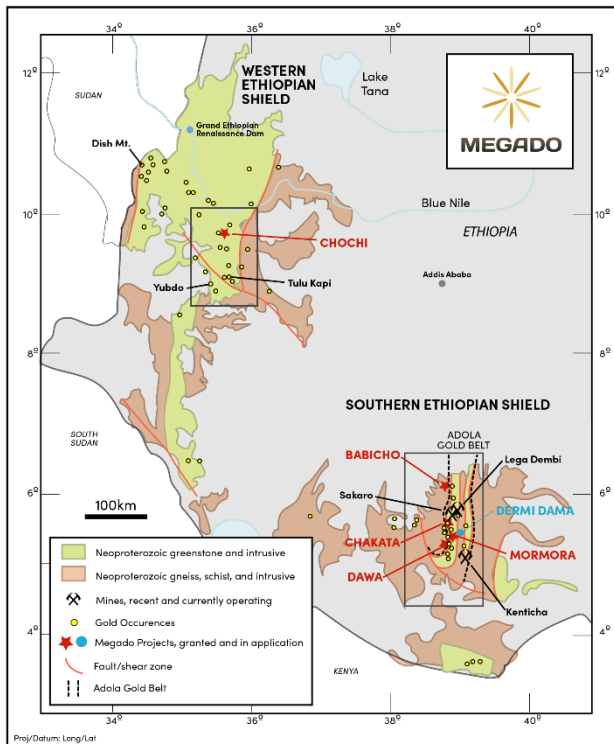
Contact:

Michael Gumbley  
**Managing Director and CEO**  
 +61 8 6141 3260  
 mgumbley@megadogold.com

Mark Flynn  
**Investor Relations and Media**  
 +61 416 068 733  
 mflynn@megadogold.com

## About Megado Gold

Megado Gold Ltd is an ASX listed company with five high-quality gold exploration assets covering 511km<sup>2</sup> and one licence application covering 227km<sup>2</sup> in southern and western Ethiopia with the geological potential to host gold deposits of significant scale.



Ethiopia contains a world-class greenstone geological terrane and hosts part of the prolific Arabian-Nubian Shield (ANS). The Megado Belt in southern Ethiopia is hosted within the broader Adola Belt, a granite-greenstone terrane that is part of the ANS, and is characterised by a dominant N-S trending suite of metamorphosed rocks hosting significant occurrences of gold mineralisation, including Ethiopia's only modern gold mines, Legu Dembi and Sakaro (+3.0Moz Au).

Megado has premium land position immediately along strike to the north and south of the Legu Dembi and Sakaro deposits covering the same fertile greenstone host rocks and structural setting, in addition to an asset located proximal to Ethiopia's next gold mine, the +1.5Moz Tulu Kapi deposit (AIM-listed KEFI Minerals).

Megado has assembled a strong technical team with specific Ethiopian and gold exploration experience,

led by Dr Chris Bowden, Executive Director, who has spent 5 years living in Ethiopia as General Manager for ASCOM Precious Metals Mining, where he was responsible for the discovery and subsequent drill out of the initial 1.5Moz Dish Mountain Gold deposit in western Ethiopia, a virgin greenfields discovery.

Minimal modern exploration has been conducted in Ethiopia, in comparison to similar greenstone belts in West Africa, Canada and Western Australia where modern techniques have successfully delineated numerous gold deposits.

## Forward Looking Statements

This announcement contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook',

'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance, or achievements to be materially different from those expressed or implied by such forward-looking information.

### **Competent Person Statement**

Information in this "ASX Announcement" relating to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves has been compiled by Dr Chris Bowden who is a Fellow and Chartered Professional of the Australian Institute of Mining and Metallurgy and is an Executive Director of Megado Gold Ltd. He has sufficient experience that is relevant to the types of deposits being explored for and qualifies as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code 2012 Edition). Dr Bowden has consented to the release of the announcement.



## Appendix 5B

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

Name of entity

<b>MEGADO GOLD LIMITED</b>
----------------------------

ABN

<b>74 632 150 817</b>
-----------------------

Quarter ended ("current quarter")

<b>30 June 2021</b>
---------------------

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(146)	(307)
(e) administration and corporate costs	(302)	(636)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	6
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>(446)</b>	<b>(937)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(742)	(1,334)
(e) investments	-	-
(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 (6 months) \$A'000
2.2	Proceeds from the 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)		
	- reclamation bond	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(742)</b>	<b>(1,334)</b>

<b>3.</b>	<b>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	-	-
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)		
	- Repayment of convertible debt securities	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</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	3,927	5,021
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(446)	(937)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(742)	(1,334)



## 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 (6 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	(2)	(13)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,737</b>	<b>2,737</b>

<b>5. 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	230	422
5.2 Call deposits	2,507	3,505
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,737</b>	<b>3,927</b>

<b>6. 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	221
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>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.</i>	
- Payment of Directors Fees and Remuneration - \$221k	

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

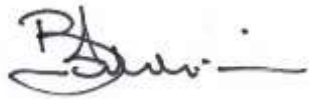
<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available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

<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)	(446)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(742)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,188)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,737
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,737
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	2.3
<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: 28 July 2021



Authorised by: Aaron Bertolatti – Director & 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.