

## QUARTERLY REPORT

For the 3 months ended 31 December 2021

### Highlights:

#### Prodigy Gold 100% Projects

##### Reynolds Range:

- Results reported for Reward diamond drilling program

##### Hyperion Project:

- Results reported for PHD diamond drilling and aircore drilling programs
- Tregony results demonstrate stacked vein system with 5 zones of mineralisation intersected
  - New Deposit Model and Exploration Concept developed
  - Results received of 210.7m diamond drill hole completed at Tregony include:
    - 4.5m interval from 14.3m with 2.4m @ 1.1g/t Au recovered
    - 2.4m interval from 43.8m with 1m @ 1.7g/t Au recovered
    - 6.5m interval from 53.3m with 5.15m @ 2.5g/t Au recovered

##### Buccaneer Gold Deposit:

- 17 aircore holes for 1,224m completed at Buccaneer Resource to test for shallow extensions to existing resource demonstrated potential for resource extension with mineralisation intersected 150m to the south of the resource
- Scoping study geotechnical and metallurgical diamond drilling completed to further evaluate a potential low-cost, heap leach processing scenario for the Buccaneer Resource
- Program of 8 holes for 1,419m of diamond drilling completed, results returned include:
  - 13.35m @ 3.9g/t Au from 79.7m including 3.3m @ 13.5g/t Au from 79.7m – BCDD2104
  - 16.07m @ 5.8g/t Au from 140.43m including 6.57m @ 3.1g/t Au from 140.43m and 5.5m @ 13.2g/t Au from 151m - BCDD2103
  - 1.5m @ 17.9g/t Au from 74.5m - BCDD2109
  - 22m @ 1.1g/t Au from 81m including 8m @ 2.1g/t Au from 93.1m - BCDD2109

##### Golden Hind Gold Deposit:

- Golden Hind - Historical diamond core containing visible gold at Golden Hind sampled and assays reported post quarter end, including results of:
  - 22.5m @ 25.2g/t Au from 11m including 16.5m @ 34g/t Au from 14m including 0.9m @ 347g/t Au from 19.1m - GHDD100001
  - 21m @ 0.8g/t Au from 3m including 8m @ 1.4g/t Au from 16m – GHDD100002

#### Prodigy Gold Joint Venture Projects

##### Monza JV Agreement signed (Newmont):

- Exploration Farm-in and Joint Venture Agreement (“Agreement”) signed with Newmont Exploration Pty Ltd, a wholly owned subsidiary of Newmont Corporation (“Newmont”), to advance exploration at the Monza Project located in the Northern Territory (the “Project”)
- Prodigy Gold free carried until Newmont makes a decision to proceed with the development of a mine
- Under the Agreement, Newmont can earn an initial 51% interest in the Project by either spending A\$6 million on exploration or defining a JORC 2012 Inferred Mineral Resource
- Newmont can earn an additional 29% interest in the Project if it makes a decision to mine
- Prodigy Gold has a financing option exercisable from the decision to mine to commencement of commercial production

**Barrow Creek divestment (Australasian Metals Limited) of 90% interest in selected tenements with Prodigy Gold's interest free-carried until completion of a pre-feasibility study (PFS)**

**Old Pirate Operator Agreement (Davidson) termination**

**Corporate Summary:**

**Board changes:**

- **Appointment of Gerard McMahon (Chairman) and Neale Edwards (Non-Executive Director)**
- **Resignation of Michael Stirzaker (Non-Executive Director) and Matt Briggs (Managing Director)**
- **Change of role to Interim Executive Director for Brett Smith**
- **Appointment of Patricia Farr to Alternate Secretary**

**Prodigy Gold maintains a cash balance of A\$2.8M as at 31 December 2021**

Prodigy Gold NL (ASX: PRX) ('Prodigy Gold' or the 'Company') is pleased to provide this activity report for the three months ended 31 December 2021.

**Management Commentary**

Commenting on progress made during the December quarter, Prodigy Gold Interim Executive Director, Brett Smith said: *"A productive quarter for Prodigy Gold with progress to support our heap leach study at the Buccaneer Gold Deposit and the completion of key drilling programs within Hyperion.*

*A new geological model for Tregony, reinforced by updated historical results and intercepts in the recent diamond hole, clearly demonstrates the potential for extensions of the system.*

*Results reported for the diamond drillhole at Tregony increase our understanding of the structural controls and will be used to plan a drill program to screen for further mineralisation undercover to the north of Tregony. The same stratigraphy that hosts Tregony extends for over 9km to the north under shallow cover and is completely undrilled.*

*The Company is advancing mining studies on the 10Mt @ 1.8g/t Au Buccaneer Resource. The recently completed diamond drilling program drilled areas outside the existing resource while upgrading confidence in broadly drilled areas. The drilling includes over 200m of mineralisation (>0.3g/t Au) across 946.1m of drilling. Mineralisation occurs in several stacked zones in the oxide and multiple shallowly dipping stockwork vein arrays in the fresh rock.*

*The additional Buccaneer results support the indicator resource model with mineralisation intersected where predicted. Samples for the generation of metallurgical composites to commence metallurgical test work have arrived in Perth. These will initially be used for crush size recovery testwork, followed by column leach testwork to simulate the gold extraction performance of the average material that would be stacked on a heap leach."*

## December Quarter Exploration Summary

### Reynolds Range Project

#### Reward Prospect

The Reward Prospect is considered prospective for copper, gold and silver mineralisation and is located approximately 63km west of the Stuart Highway. Reward hosts some shallow copper oxide workings from the 1950's era and abundant malachite, azurite and chalcocite occurs associated with a brecciated shear zone and sulphidic sediments. This style of polymetallic mineralisation has similarities to the nearby Jervois Deposit, 350km to the east, which hosts 0.43 Mt copper and 21.4 Moz silver, 0.16 Mt lead/zinc and 176 koz Au<sup>1</sup>.

#### Reward – Diamond Drilling

In late July 2021, Prodigy Gold commenced diamond drilling at the Reward Copper Gold Prospect. The 260m diamond drillhole was designed to test an EM conductor 50m below surface and 400m long located 350m southeast from the historic Reward Copper Mine that averaged 11% Cu (Figure 1).

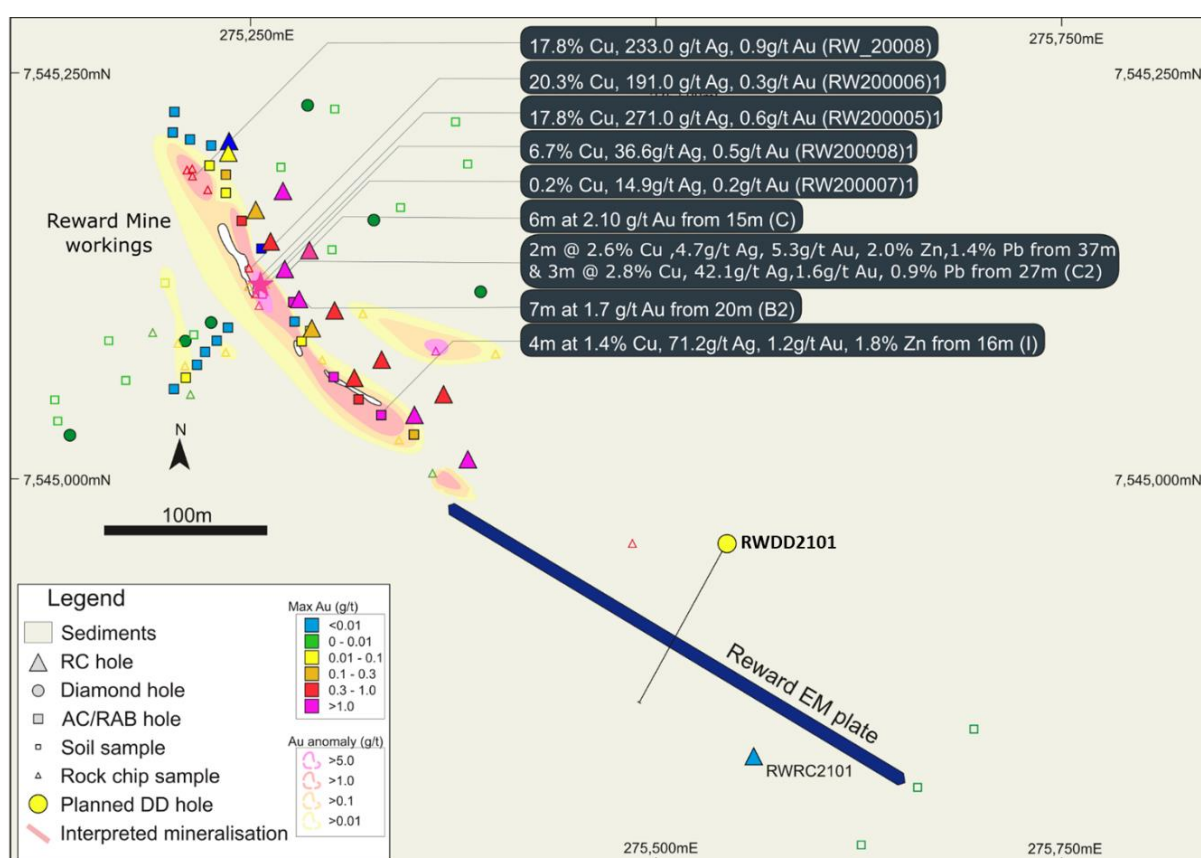


Figure 1 - Map of Reward showing historic mine workings with best assay results and modelled EM plate<sup>2</sup>

The hole intersected biotite and andalusite schists with narrow intervals of pyrrhotite and chalcopyrite. No significant assays were returned for hole RWDD2021<sup>3</sup>. There is potential the conductor has not been intersected and DHEM of the diamond hole is being considered. A revised target position generated from DHEM would warrant future drilling.

<sup>1</sup> ASX: KGL: 2 December 2020

<sup>2</sup> ASX: 13 May 2010

<sup>3</sup> ASX: 29 November 2021

## Hyperion Project

### Northern Tanami – PHD Target – 100% PRX

PHD is an 11km soil gold anomaly within the Hyperion Project, Northern Territory. It is located 30km northwest of the existing 4.93Mt @ 1.93g/t 310koz gold resource<sup>4</sup> and 40km north of the Northern Star / Tanami Gold 1.1Moz Groundrush Resource (Figure 2). Shallow RC drilling by previous owner Ord River Resources in 2005 and 2006 defined gold within two zones over 3.5km of strike at PHD. Sampling along strike of the historic anomalism extended the soil gold anomaly over the structure to 11km in length. Airborne magnetic surveying completed in 2019 highlighted the extensions of the structure along strike and the potential for parallel structures.

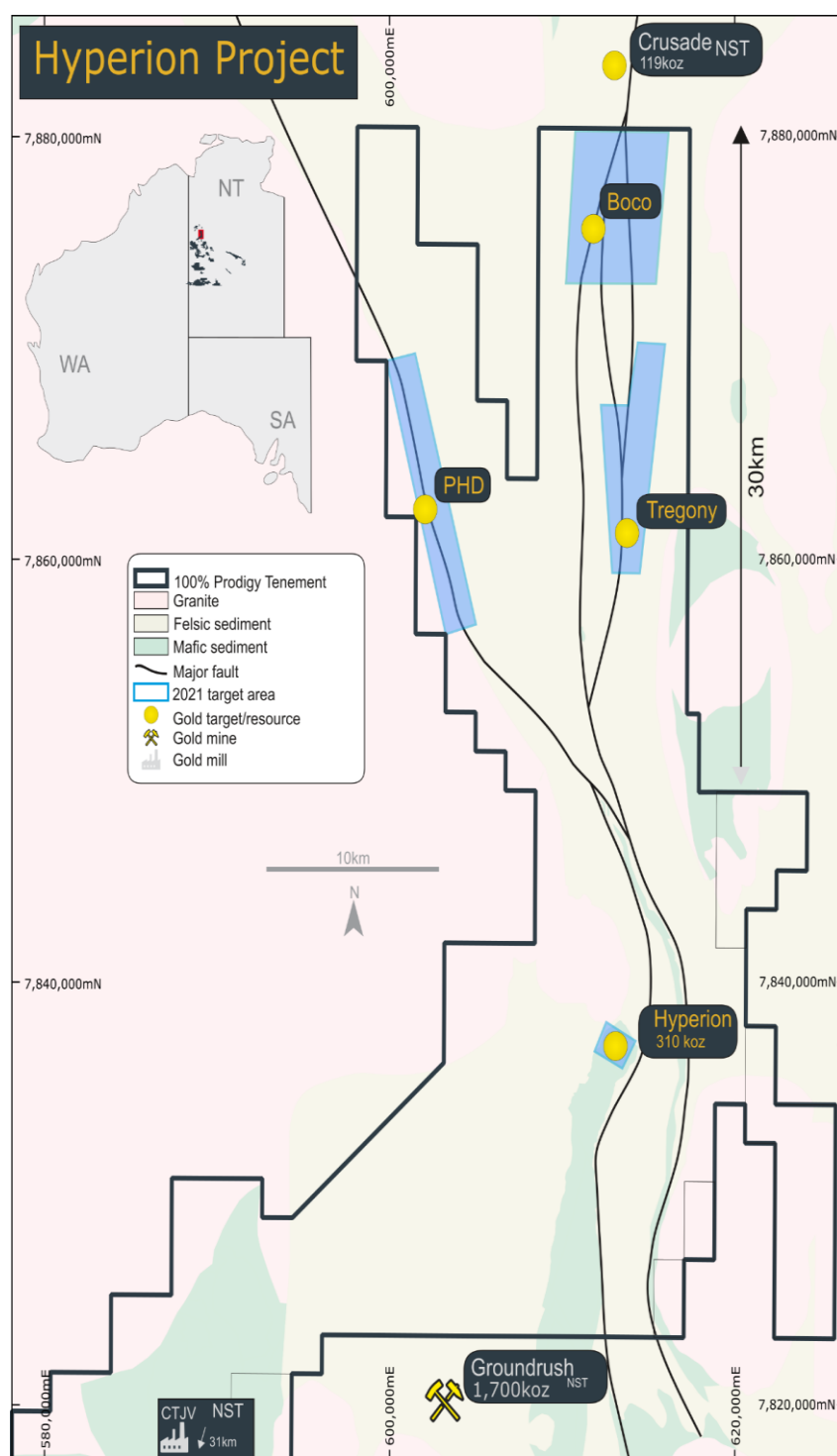


Figure 2 – Location of PHD Prospect within the Hyperion Project Area

<sup>4</sup> ASX: 31 July 2018

## PHD - Aircore Drilling

Results for a program of aircore drilling at the PHD Gold Target comprising 80 aircore holes drilling on 1,000m line spacing along 7km of strike were received during the quarter. Drill holes were sampled and assayed using 3m composites, or shorter intervals for visible mineralisation. No significant results (over 0.5g/t Au) were reported<sup>5</sup>. Results of aircore drilling at the PHD Prospect defined the structure consistently along strike.

## PHD - Co-Funded Diamond Drilling

Following notification that Prodigy Gold's application for co-funding for a planned diamond drill hole at PHD under the Northern Territory Government's "Resourcing the Territory" initiative was successful, the Company completed a 240.7m stratigraphic diamond drillhole.

The drillhole was designed to provide insight into the structural context and stratigraphic controls of gold mineralisation within the PHD Prospect on the Hyperion Project. The drillhole intersected highly fractured sediments for most of the hole. Much of the structure was trending parallel to the drilling (Figure 3). Brecciated sediments, at the depth of the target structure, did not yield results of interest. An alternate interpretation of the historical RC drilling could be for two structures to dip to the east, rather than a single west dipping structure. Due to the scale of the target and previous positive drilling, RC drilling to test the east dipping orientation is being considered along with a larger scale program at the Tregony Deposit.

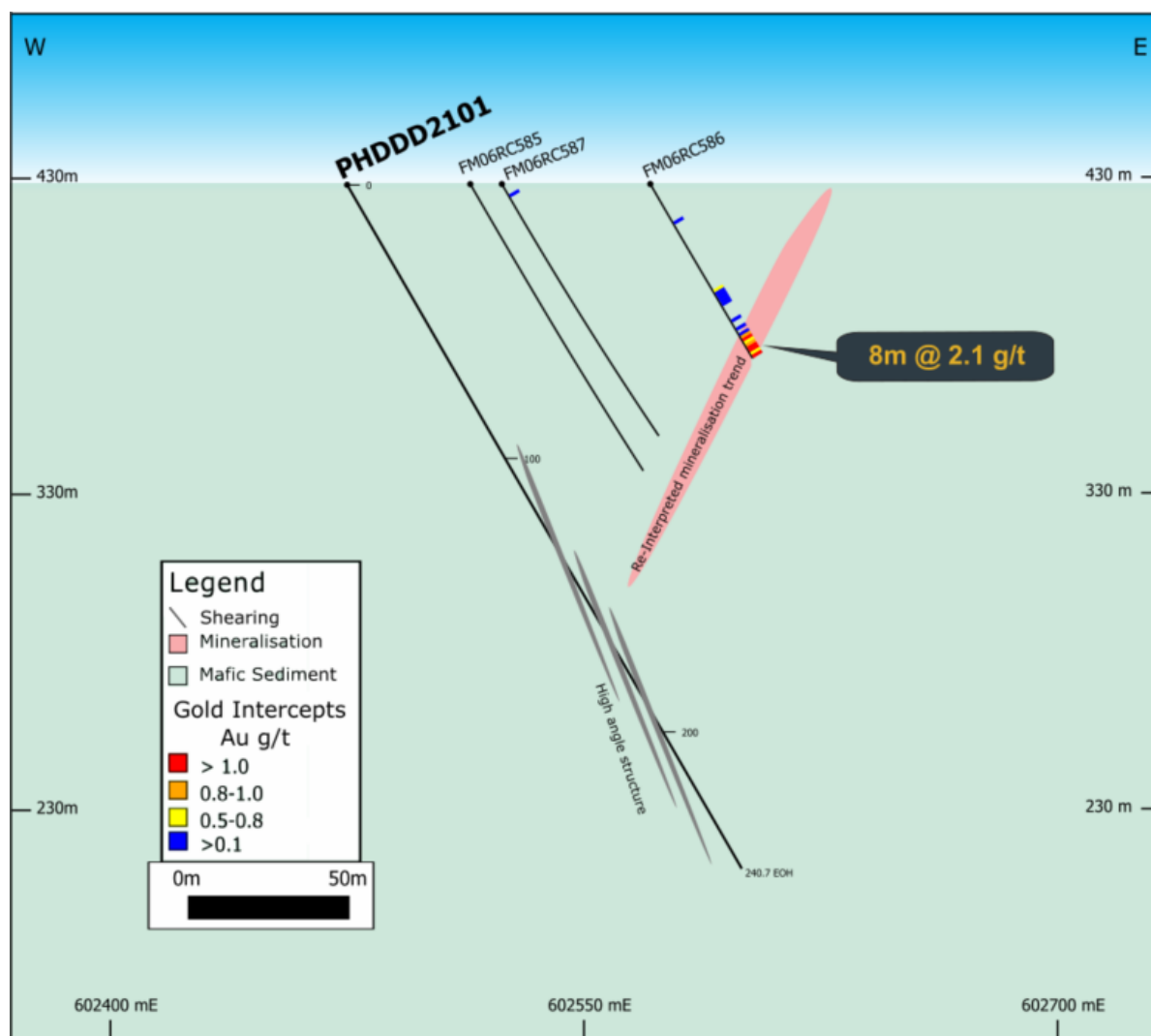


Figure 3 - PHD schematic cross section<sup>6</sup>

<sup>5</sup> ASX: 6 October 2021

<sup>6</sup> ASX: 29 November 2021

## Tregony Deposit

Tregony is a structurally controlled vein-hosted gold deposit within the Hyperion Project, located 30km northwest of the Company's 100% owned Hyperion 4.93Mt @ 1.95g/t 310koz gold resource<sup>7</sup> and 40km north of the Northern Star /Tanami Gold 1.1Moz Groundrush Resource.

### Tregony – Diamond Drilling

Results have been received for a 210.7m diamond drillhole at the Tregony Prospect. The drillhole was designed to provide insight into the structural context and stratigraphic controls of gold mineralisation within the Tregony Prospect on the Hyperion Project. The hole intersected veining as shallow as 16.7m. Visible gold is observed at 58.5m down hole (Figure 5). Due to the stacked nature of the veins and shallow depth some structures were intersected. The results are impacted by intervals of core loss. As drilling was planned perpendicular to the plan of the mineralised structures all widths are interpreted to be near true width. Highlight results from TGDD2101 are<sup>8</sup>:

- 4.5m interval from 14.3m with 2.4m @ 1.1g/t Au recovered
- 2.4m interval from 43.8m with 1m @ 1.7g/t Au recovered
- 6.5m interval from 53.3m with 5.15m @ 2.5g/t Au recovered
- 7.7m interval from 70.3m with 7.5m @ 0.4g/t Au recovered
- 1m @ 0.7g/t Au from 93.9m

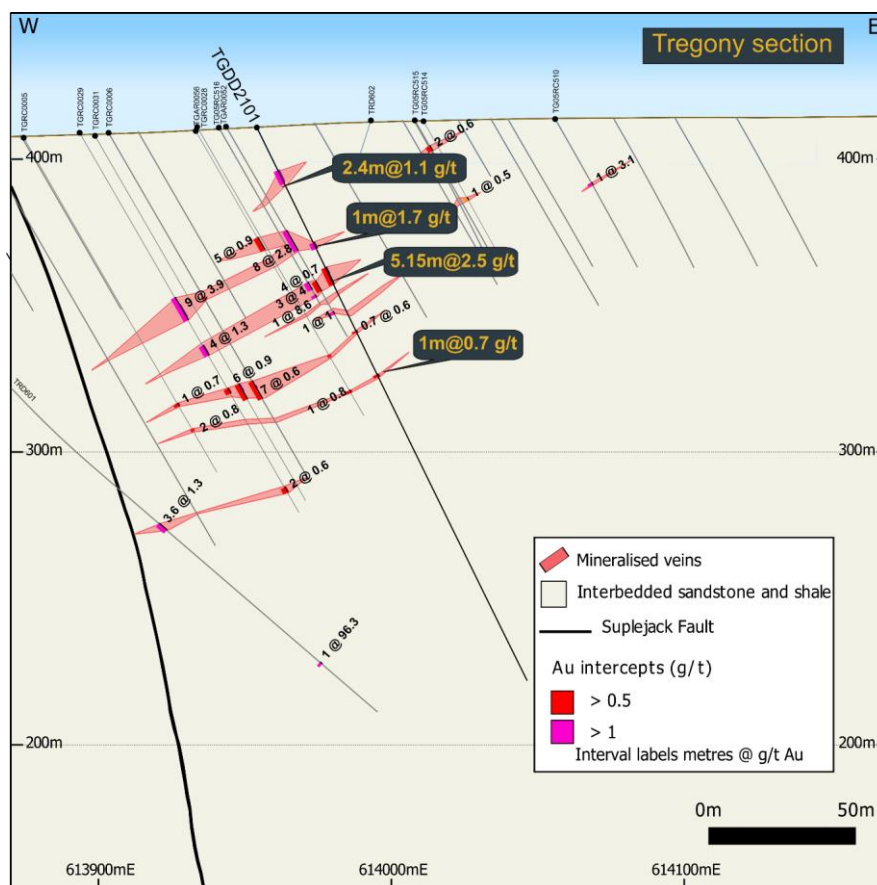


Figure 4 - Tregony cross section 7,860,220mN highlighting vertically stacked west dipping gold mineralisation in TGDD2101

The intersection of multiple structures supports the new geological model and highlights the potential for plunge and dip extensions to the mineralisation. Higher grade shoots occur proximal to the intersection between northwest striking faults, and stratigraphy in the hanging wall of the north-south trending Suplejack Fault. Future drilling will screen for a large gold system where additional fault intersections are interpreted undercover to the north of Tregony. The same stratigraphy that hosts Tregony extends for over 9km to the north under shallow cover and is completely undrilled (Figure 6).

<sup>7</sup> ASX: 31 July 2018

<sup>8</sup> ASX: 17 December 2021





Figure 5 - Coarse visible gold in quartz veining at ~58.5m in TGDD2101

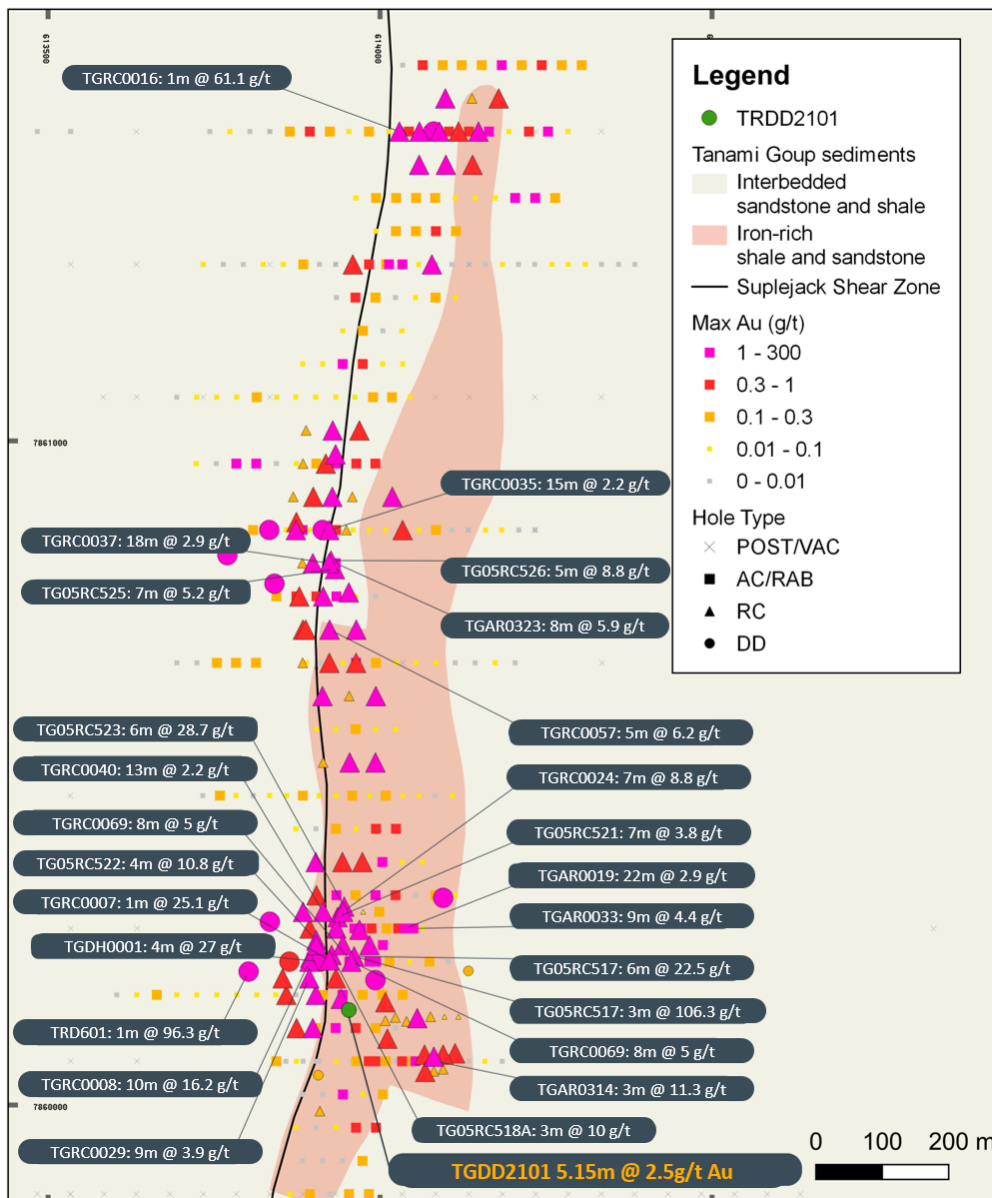


Figure 6 - Map showing drill collars at the Tregony Deposit<sup>9</sup>

<sup>9</sup> ASX: 15 November 2021 and 29 November 2021

## New Deposit Model and Exploration Concept

In-house re-modelling of historical logging and gold assays from Tregony identified a stacked shear vein system within the hanging wall of the regional-scale Suplejack Fault<sup>10</sup>. Stacked shear vein arrays are common in orogenic gold deposits and often are continuous down-dip of the major controlling structure and economically significant.

Modelling of the deposit relied heavily on assay data, as the geological logging of historical drillholes was not consistent throughout. Field inspection of the core identified visual gold in several core samples left on site.

The Tregony Deposit, and its likely northern extension undercover to the north at Boco Prospect, are a focus for 2022 RC and diamond drilling on the Hyperion Project.

## Buccaneer Resource – 100% PRX

The current Buccaneer Resource is 10Mt @ 1.8g/t for 585koz above a 1g/t cut-off grade. The resource cut-off grade is based on processing at a mill the scale of the Northern Star / Tanami Gold Central Tanami Project Joint Venture Processing Plant or a similar mill built on the Twin Bonanza Mineral Lease. Gold mineralisation is disseminated within a monzogranite intrusion, and typically associated with quartz veins, visible gold is seen in the quartz stockwork veining. Mineralisation extends from near surface to a depth of over 500m and has been defined in several zones over an area of 2,300m by 800m. The deposit remains open at depth, and aircore and RAB drilling suggest the potential for further strike extensions.

## Buccaneer August 2017 Mineral Resource Estimate<sup>11</sup>

Buccaneer Gold Deposit – Mineral Resource Estimate August 2017									
Oxide	Indicated			Inferred			Total		
	Tonnes (Mt)	Grade Au (g/t)	Metal (koz)	Tonnes (Mt)	Grade Au (g/t)	Metal (koz)	Tonnes (Mt)	Grade Au (g/t)	Metal (koz)
Oxidised	0.2	1.69	12	0.1	1.82	4	0.3	1.73	16
Transitional	0.7	1.69	40	0.5	1.52	22	1.2	1.63	62
Fresh	0.3	1.59	13	8.3	1.86	494	8.5	1.85	507
<b>Total</b>	<b>1.2</b>	<b>1.67</b>	<b>65</b>	<b>8.8</b>	<b>1.84</b>	<b>521</b>	<b>10.0</b>	<b>1.82</b>	<b>585</b>

## Buccaneer - Aircore Drilling

At the Buccaneer Resource, a program of 17 aircore holes for 1,124m was completed to test the potential for shallow oxide mineralisation south of the resource and south of the current pit design (Figure 8).

The aircore drill holes were sampled and assayed over 3m composites. The results include<sup>12</sup>:

- 6m @ 1.4 g/t Au from 12m (BCAC21007)
- 9m @ 0.5 g/t Au from 21m (BCAC21012), and
- 6m @ 0.7 g/t Au from 9m (BCAC21016).

Five of the 17 holes drilled intersected significant oxide mineralisation. The resource model is currently restricted to the monzogranite intrusion. These results show that oxide mineralisation extends for over 150m to the south of the current Buccaneer Resource. The oxide extensions to the south have the potential to be included in the resource under a heap leach processing scenario.

<sup>10</sup> ASX: 15 November 2021

<sup>11</sup> ASX: 1 September 2017

<sup>12</sup> ASX: 6 October 2021



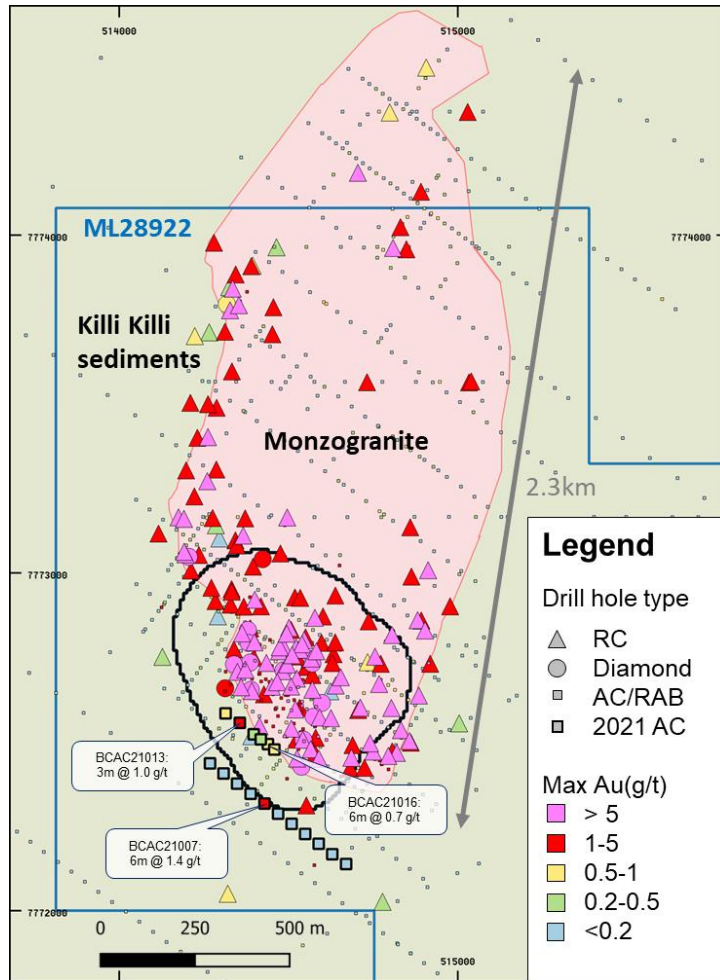


Figure 7 – Highlighted recent and previous drill intercepts (max Au) along the Buccaneer Monzogranite<sup>13</sup>

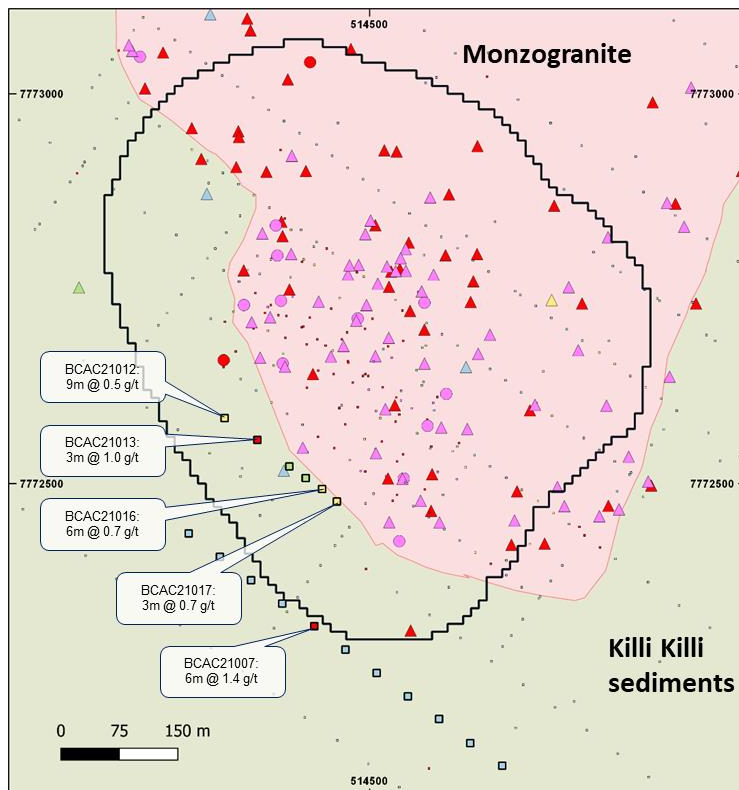


Figure 8 – Recent results highlight potential extensions to oxide mineralisation to the south of the monzogranite (pink). The current resource is restricted to the monzogranite.<sup>14</sup>

<sup>13</sup> ASX: 6 October 2021

<sup>14</sup> ASX: 6 October 2021

## Buccaneer – Metallurgical Diamond Drilling<sup>15</sup>

An 8 hole program of geotechnical and metallurgical diamond drilling was completed to provide samples for metallurgical recovery testwork to optimise the crush size for heap leach extraction of the gold. The program also aimed to provide core to allow the Company geologists to generate a predictive model of high grade structures within the thicker mineralised intervals.

The drilling has intersected mineralisation in oxide, transitional and fresh material allowing the generation of metallurgical composites that reflect each material type, and average composition of material represented in the conceptual evaluation of the resource.

The results confirm multiple stacked zones of mineralisation. Up to three horizons are seen in the supergene, broadly horizontal in orientation. Recent aircore drilling demonstrated extensions of oxide mineralisation to the south of the existing resource. Mineralisation in the fresh rock dips shallowly (10 – 20 degrees) to the northeast. Most holes represent a 40m step off from existing drilling and upgraded the confidence in those areas.

The mineralised system at Buccaneer is open to the north and down dip. RC infill of broad spaced drilling for the deposit area and the northern extensions of the system are proposed for 2022.

Holes drilled for geotechnical assessment have not yet been sampled. This is scheduled for the New Year following the completion of the scoping study geotechnical review. Further results for 51 samples of oxide material from BCDD2105, BCDD2102 and BCDD2104. These are expected to be released during the first quarter of 2022.

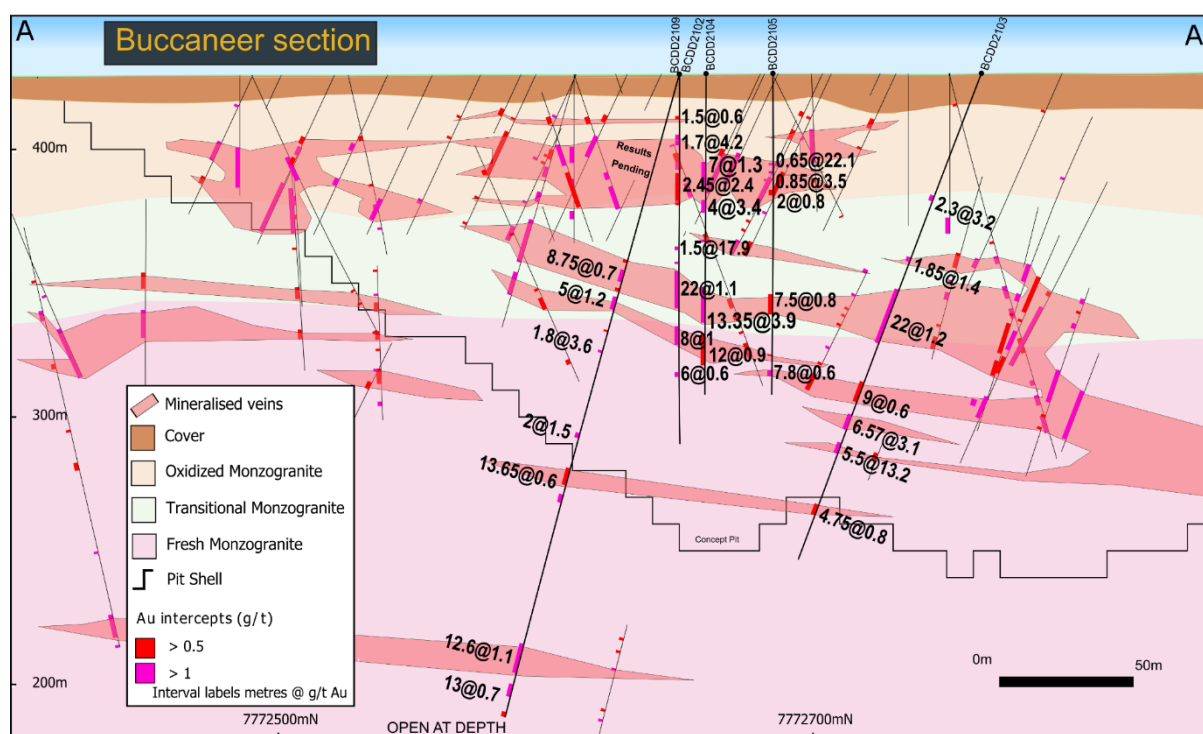


Figure 9 - North-South cross section through recent metallurgical holes highlighting notable results<sup>16</sup>.

## Buccaneer Scoping Study Continues

Studies undertaken over the last year have evaluated a heap leach processing scenario for the Buccaneer Deposit. When the type of mineralisation is appropriate, heap leaching is a simple, low-cost process that can result in significant savings in capital expenditure and operating cost, which can significantly improve a project's economics. Deep weathering in the Tanami results in softer weathered rocks, and sulphide is often completely oxidised up to 100m below surface.

<sup>15</sup> ASX: 29 Nov 2021 and 17 December 2021

<sup>16</sup> ASX: 17 December 2021

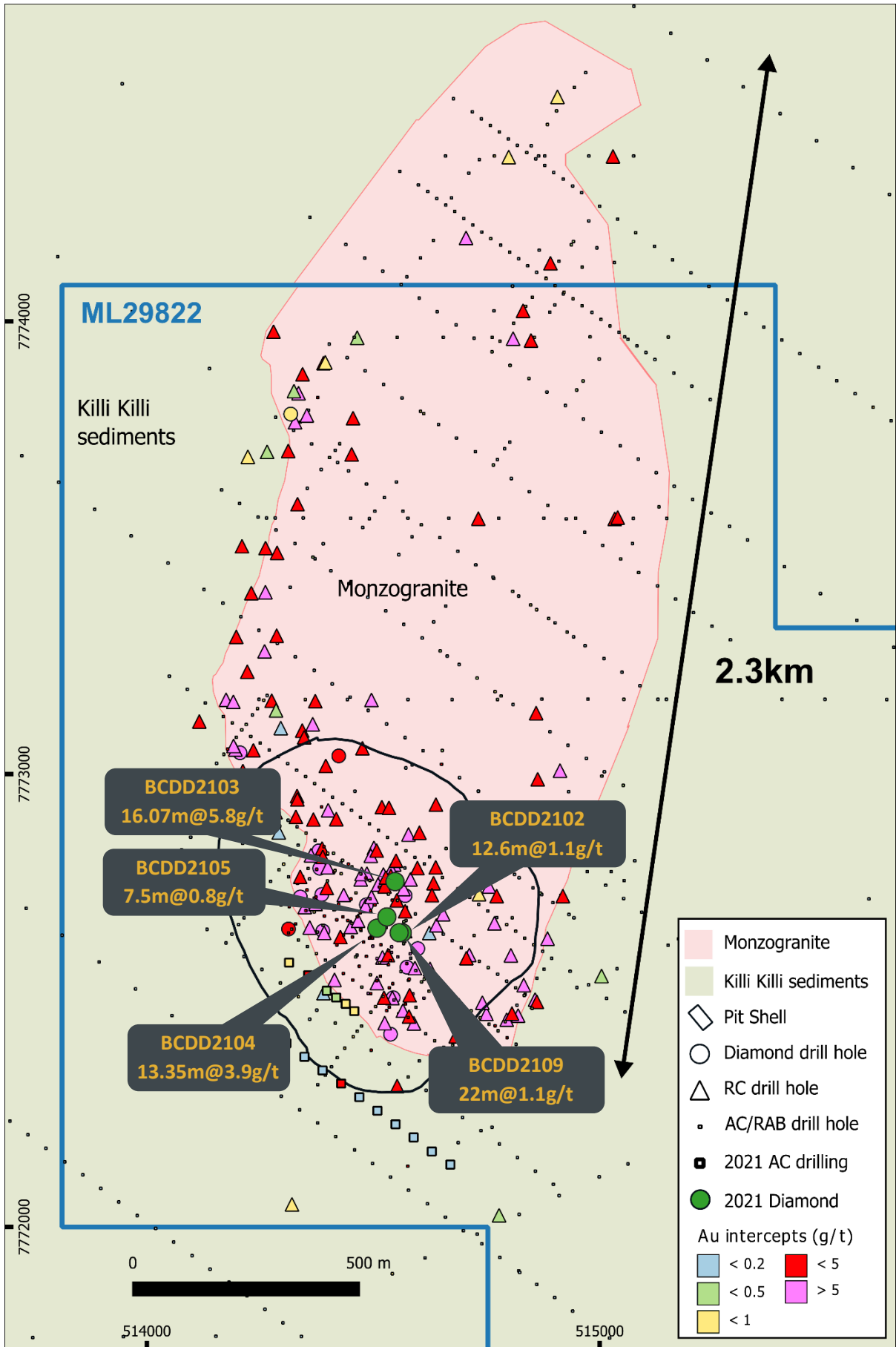


Figure 10 - Highlighted recent and previous drill intercepts (max Au) along the Buccaneer Monzogranite<sup>17</sup>

<sup>17</sup> ASX: 6 October 2021, 29 November 2021 and 17 December 2021

## Golden Hind – 100% PRX

The Golden Hind Mineral Resource is located approximately 600m south of the Company's Old Pirate High Grade Gold open pit. The project consists of gold bearing quartz veins hosted by sandstone and shale. Gold is hosted in quartz veins as well as ferruginous sheared sediments at Golden Hind. The Golden Hind Mineral Resources forms part of the Old Pirate Gold Deposit. The Company acquired the project from Newmont in March 2010 and conducted extensive surface sampling, reverse circulation (RC) drilling, diamond drilling (DD), trial mining and mapping prior to the commencement of open cut mining in late 2014. Mining activities ceased in March 2016, and the project was placed on care and maintenance.

### Old Pirate 2016 Mineral Resource Estimate by classification and Domain (Au > 1g/t)<sup>18</sup>

Domain	Classification	Tonnes	Grade (g/t)	Contained Ounces
Western Limb	Indicated	10,000	7.5	3,000
	Inferred	280,000	5.5	49,700
Central	Indicated	20,000	3.1	2,400
	Inferred	420,000	4.2	56,300
East	Indicated	5,000	7.6	500
	Inferred	10,000	4.9	1,600
Golden Hind	Indicated	5,000	3.5	500
	Inferred	5,000	4.1	900
Sub-Total	Indicated	40,000	4.6	6,500
	Inferred	720,000	4.7	108,500
Total	<b>Indicated + Inferred</b>	<b>760,000</b>	<b>4.7</b>	<b>114,900</b>

Note: Totals may vary due to rounding

### Assay of Historically Drilled Golden Hind Diamond Core

During the quarter Prodigy Gold submitted core for diamond hole GHDD100001 (twin of the previously reported RC hole GHRC100014) and GHDD100002, both drilled in during 2012, for assay with results reported post quarter end.

The two-hole observation and assay program was completed to provide results for possible future re-modelling of the resource and renewed understanding of the controls to the previously mined mineralisation at the Golden Hind deposit. The program also aimed to provide the Company geologists ability to generate an improved model of the high grade structures within the broader Old Pirate mineralised system with a view to better predict possible mineralisation extensions and generate new drill targets.

The vicinity of the drilling area of GHDD100001 and GHDD100002 has been completely mined out prior to March of 2016 and significant intercepts for the previously un-sampled holes include<sup>19</sup>:

- 22.5m @ 25.2g/t Au from 11m – GHDD100001 including
  - 16.5m @ 34g/t Au from 14m including 0.9m @ 347g/t Au from 19.1m
- 21m @ 0.8g/t Au from 3m - GHDD100002 including
  - 8m @ 1.4g/t Au from 16m

<sup>18</sup> ASX: 19 August 2016

<sup>19</sup> ASX: 25 January 2021

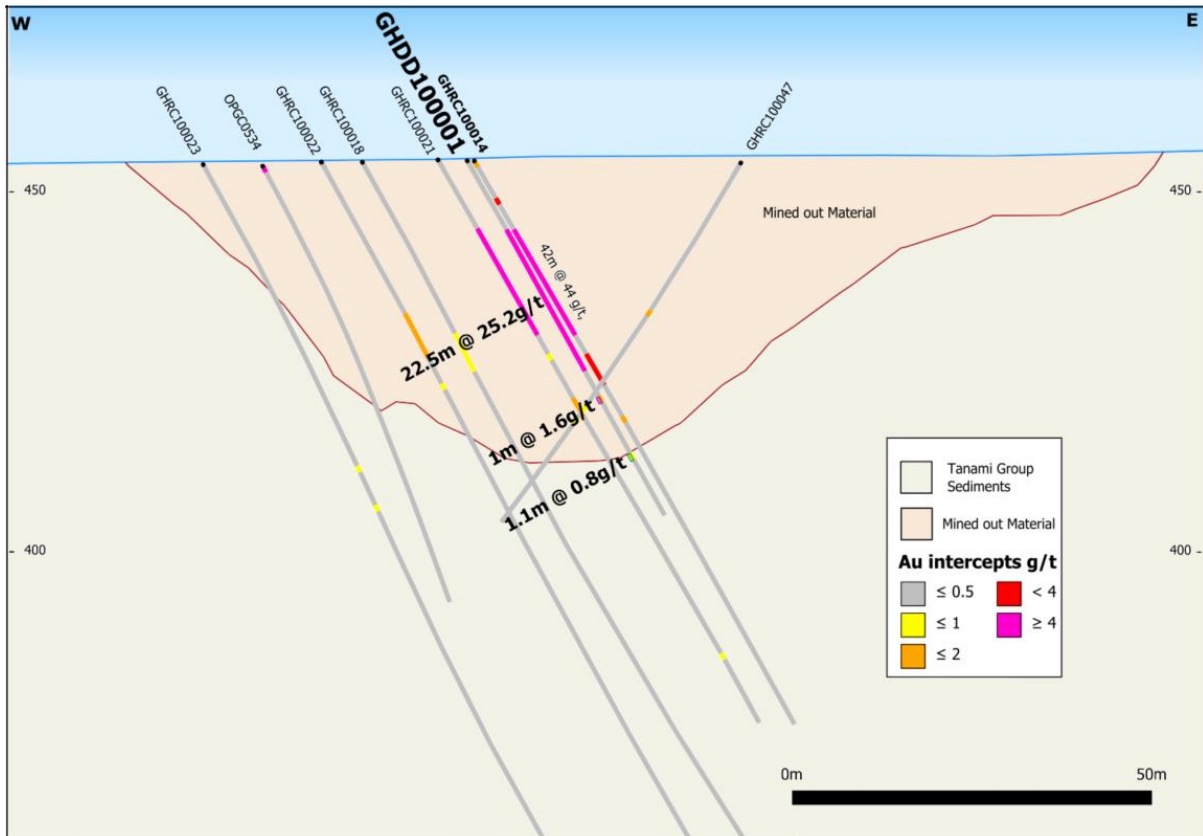


Figure 11 - North-looking cross section through historically mined pit at Golden Hind. Highlighting notable contemporary results for GHDD100001.

## Joint Venture Portfolio

### Lake Mackay JV (IGO and IGO/Castile)

No field activity was undertaken by the JV in the December quarter. A heritage survey for the project area in WA was undertaken and clearance certificates for several NT tenements were extended. IGO withdrew 2 tenement applications and surrendered 4 tenements during the quarter.

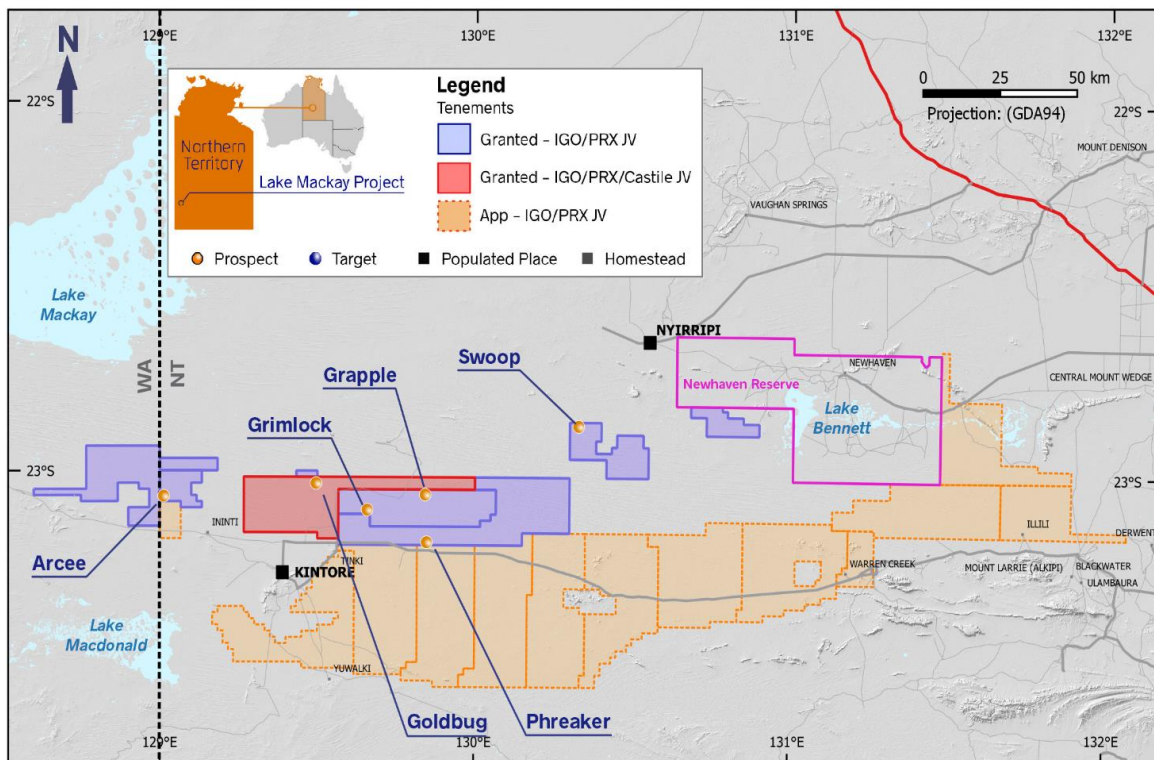


Figure 12 - Lake Mackay Project Map



Future JV activities proposed for the 2022 field season include 3 diamond holes testing strike and plunge projections of the Phreaker prospect where diamond drilling produced results of 4.5m @ 3.03% Cu, 1.78g/t Au and 14g/t Ag from 562m and 17.47m @ 2.13% Cu, 0.21g/t Au and 9g/t Ag from 575.23m in the June quarter<sup>20</sup>. Additionally RC drilling has been designed to test six gold targets including Arcee 12m @ 3.5g/t Au, Goldbug 16m @ 1.15g/t Au and four additional soil gold anomalies.

Longer term the focus of the JV will be airborne EM and RC/diamond drilling of targets defined on the southern applications areas. Drilling in this area will require the successful negotiation of an exploration and mining agreement with the Traditional Owners.

### **Tobruk JV (Newmont)**

No field work was completed on the project during the quarter. Results for the surface geochemical surveys carried out during Q2 2021 and Q3 2021 were not received.

### **Monza JV (Newmont)**

During the quarter<sup>21</sup> Newmont Exploration Pty Ltd, a wholly owned subsidiary of Newmont Corporation ("Newmont") and Prodigy Gold signed a binding Exploration and Farm-in and Joint Venture Agreement ("Agreement") to advance exploration at the Monza Project located in the Northern Territory (the "Project").

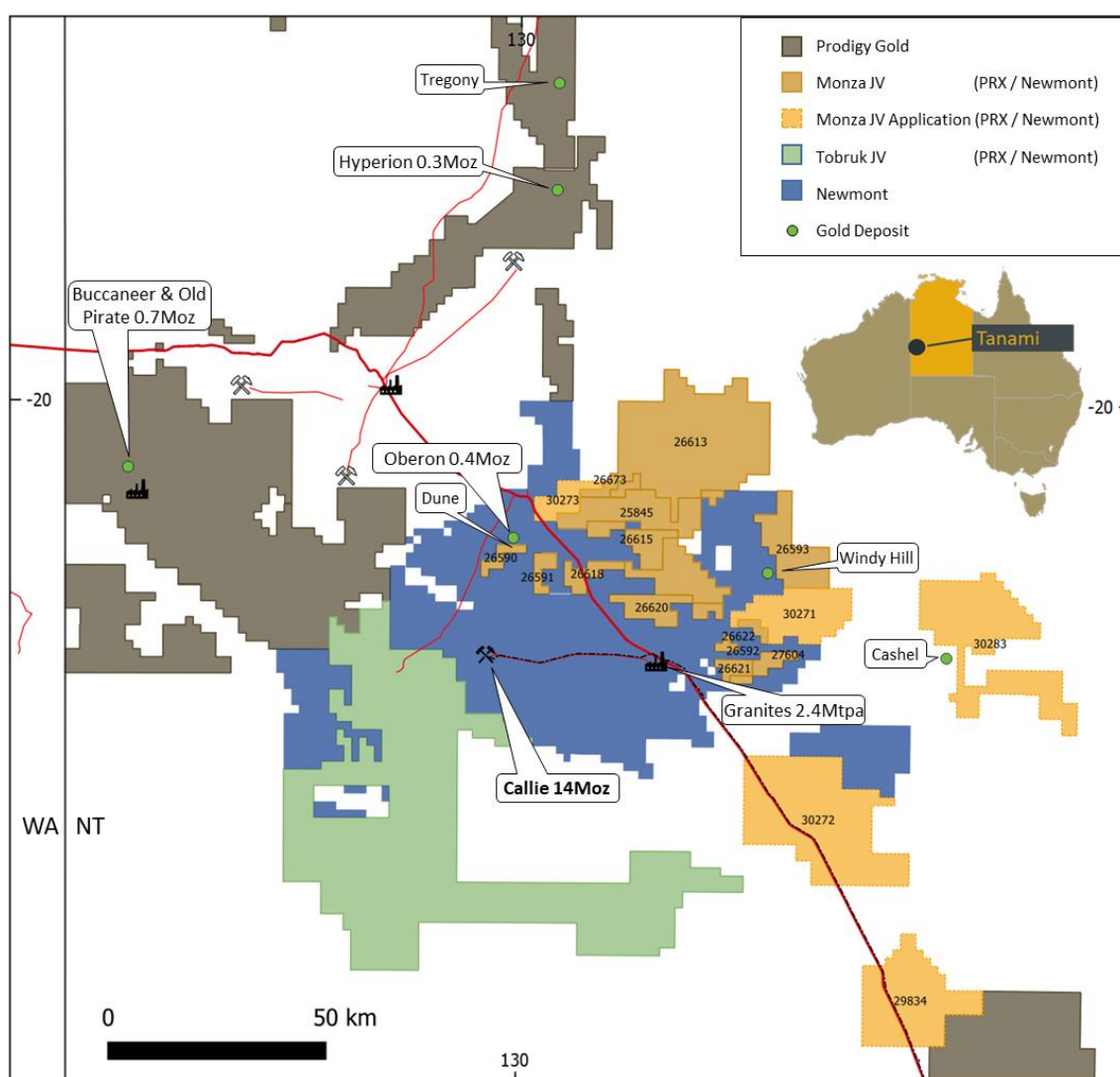


Figure 13 - Tanami Region tenement map showing the Monza JV and adjacent Prodigy Gold and Newmont tenements (See endnotes for endowment source references)

<sup>20</sup> ASX: 26 May 2021

<sup>21</sup> ASX: 30 November 2021

Under the Agreement, Newmont can earn an initial 51% interest in the Project by either incurring expenditure of A\$6,000,000 or defining a JORC 2012 Inferred Mineral Resource (whichever occurs first) (Phase 1 Earn-In). The Joint Venture commences on Prodigy Gold receiving a completion notice from Newmont for the Phase 1 Earn-In. Once the Joint Venture decides to proceed with the development of a mining operation, Newmont will automatically earn an additional 29% interest in the Project (resulting in an 80% aggregate interest) (Phase 2 Earn-In).

If the Joint Venture completes the Phase 2 Earn-In, Prodigy Gold may (within 60 days of the receipt of the completion notice for the Phase 2 Earn-In) elect to bring Newmont’s interest in the Joint Venture to 85% and require Newmont to fund Prodigy Gold’s share of future Joint Venture costs (including feasibility study costs) from the date it receives such notice until the commencement of commercial production (the Financing Option).

Prodigy Gold must either elect to exercise the Financing Option, co-fund all future exploration and development or dilute its interest in the Project and convert to a 1% net smelter return royalty if its interest falls below 10%.

### Monza Project Background

The Project includes over 3,000km<sup>2</sup> of exploration licences and applications in the Tanami Region of the Northern Territory along strike of and containing structures parallel to, the Trans-Tanami Fault trend. This trend is the regional control of major gold deposits in the area, including Newmont Mining’s 14.2 million ounce Callie Gold Mine (Schneider et al 2018).

Previous exploration has primarily been soil sampling and patchy reconnaissance drilling with 10 of the 18 tenements in the Project having no drilling in the last 20 years.

The Project hosts key targets along strike or parallel to the Trans-Tanami Fault trend which have seen limited or no previous exploration. Positive results have been received from previous drilling completed at the Dune Prospect, located 1.5 kilometres to the south of Newmont’s Oberon Deposit (Figure 13).

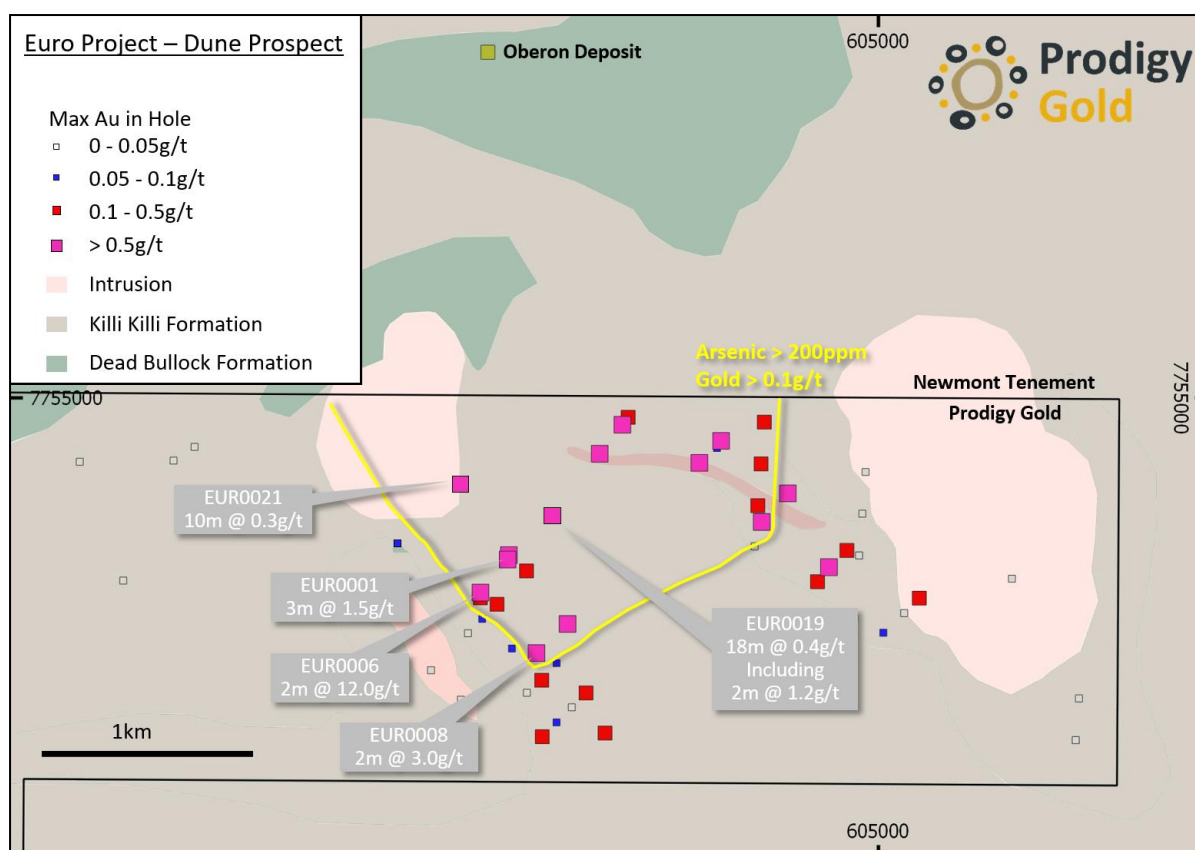


Figure 14 - Dune Prospect drilling

Previous RC drilling within the Project area has defined significant gold anomalies in oxide at Dune over a strike length of 1.4 kilometres (Figure 14). Within this area results included<sup>22</sup>:

- 2 metres @ 12.0 g/t Au from 105 metres (EUR0006)
- 8 metres @ 1.9 g/t Au from 94 metres (EUR0003)
- 36 metres @ 0.6 g/t Au from 104 metres, including 20 metres @ 0.95 g/t Au from 105 metres (EUR0010)
- 18 metres @ 0.4 g/t Au from 126 metres, including 2 metres @ 1.24 g/t Au from 126 metres (EUR0019)
- 10 metres @ 0.3 g/t Au from 146 metres (EUR0021).

The bedrock source of the gold in oxide is not yet defined and gold in oxide remains open to the north towards Newmont's Oberon Deposit.

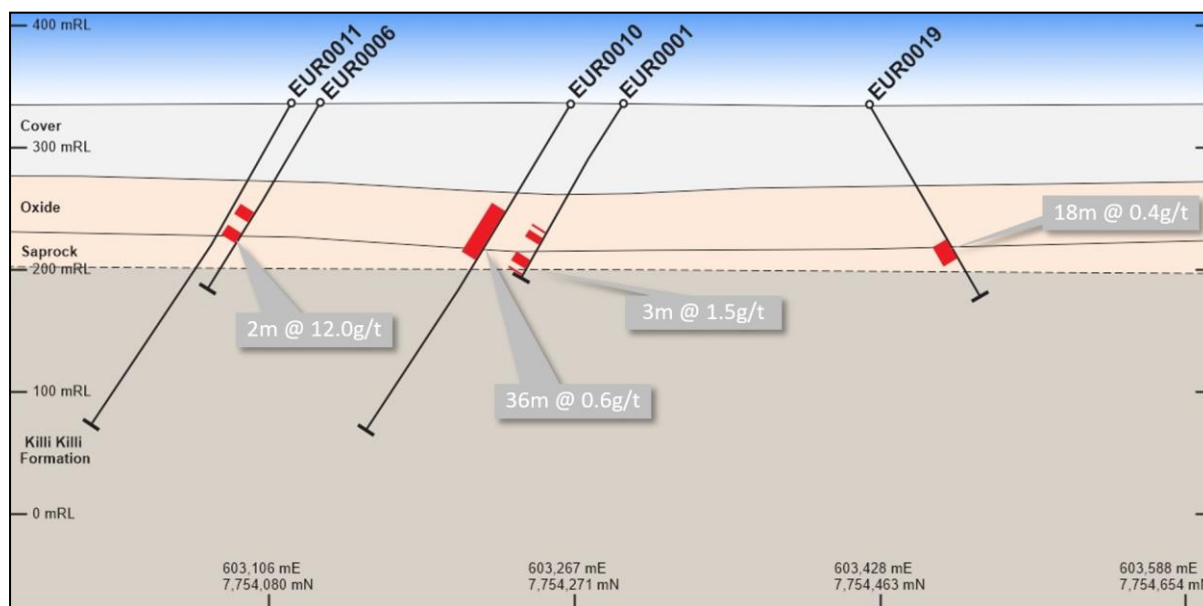


Figure 15 - Dune Prospect Cross Section.

### **Prodigy Gold Terminated Operator Agreement over the Old Pirate Project**

In October 2019, the Company signed a strategic 10-year operator agreement with private company TRL Tanami (now Davidson Gold) over the Company's Old Pirate Project located in the Tanami Region of the Northern Territory<sup>23</sup>. Prodigy Gold terminated the Operator Agreement over the Old Pirate Project for unremedied breaches of the Agreement during the quarter.

### **Divestment of 90% interest in selected Barrow Creek tenements**

Subsequent to quarter end Australasian Metals Limited (ASX: A8G) and Prodigy Gold signed and completed a binding Sale and Purchase Agreement (SPA) for the divestment of a 90% joint-venture interest in 5 tenements covering ~880 km<sup>2</sup> in the North Arunta region of the Northern Territory.

Australasian Metals Limited acquired a 90% interest in exploration licences EL28515, EL29724, EL29725, EL30507 and EL30470 from Prodigy Gold for a cash consideration of \$150,000. Prodigy Gold's 10% interest will be free-carried until completion of a pre-feasibility study (PFS) with an NPV exceeding \$100 million. Following completion of the PFS, Prodigy Gold will have the ability to elect to convert their 10% interest into a 1% net smelter royalty over the project, or pro-rata fund the interest in the project.

This transaction is in line with the Company's strategy to divest, yet keep an interest in, non-core assets by expediting discovery by third parties and reduce tenement holding cost.

<sup>22</sup> ASX: 22 Jan 2019, 19 Aug 2019 & 28 Nov 2019

<sup>23</sup> ASX: 3 October 2019

## **Corporate Overview**

### **Environmental, Social and Governance**

No reportable safety incidents occurred this quarter.

### **Board Changes**

Gerard McMahon (Chairman) and Neale Edwards (Non-Executive Director) were appointed to the Board following their election at the Company's Annual General Meeting held in November 2021.

Non-Executive Director Michael Storzaker tendered his resignation effective 1 December 2021 and Matt Briggs (Interim Executive Chairman / Managing Director) resigned effective 7 January 2022.

The Board extends its sincere gratitude to Mr Briggs and Mr Storzaker for their tireless work and significant contribution, effort and commitment to the Company over the period of their directorship.

Non-Executive Director Brett Smith assumed the role of Interim Executive Director until a replacement for Matt Briggs has been found. The executive search is well underway. Brett Smith also purchased shares in Prodigy Gold in an on-market transaction.

Patricia Farr was appointed Alternate Secretary to cover annual leave periods of the current Company Secretary.

### **Share Registry**

Automic Pty Ltd relocated to Level 5, 191 St Georges Terrace in Perth.

### **Capital Structure**

Pacific Road Capital ceased to be a substantial holder and APAC Resources Limited increased its stake to 19.9% of Prodigy Gold's shares on issue. Additionally, Jetosea Pty Limited submitted an initial substantial holder notice for 5.8% of the Company's shares on issue.

The Company issued 1 Million unlisted options and 4.175 Million options expired and lapsed unexercised.

As at quarter end the Company has a total of 582,627,606 fully paid ordinary shares and 13.875 Million unlisted options on issue.

### **Cash Position**

As at 31 December 2021, Prodigy Gold held A\$2.8M in available cash with no debt.

Payments reported in the Appendix 5B under section 6.1 consist of remuneration paid to executive and non-executive directors of the Company, including PAYG and superannuation, on a cash basis.

Authorised for release by a resolution of Prodigy Gold's Board of Directors.

### **For further information contact:**

**Brett Smith**

**Interim Executive Director**

+61 8 9423 9777



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Follow [Prodigy Gold](https://www.linkedin.com/company/prodigy-gold) on LinkedIn

## About Prodigy Gold NL

Prodigy Gold has a unique greenfields and brownfields exploration portfolio in the proven multimillion-ounce Tanami Gold district. Prodigy Gold remains highly active in its systematic exploration approach and following the removal of COVID-19 restrictions intends to continue exploration prioritising on:

- drilling targets on its Tanami Projects
- a scoping study on the Buccaneer Resource
- systematic evaluation of high potential early stage targets
- joint ventures to expedite discovery on other targets

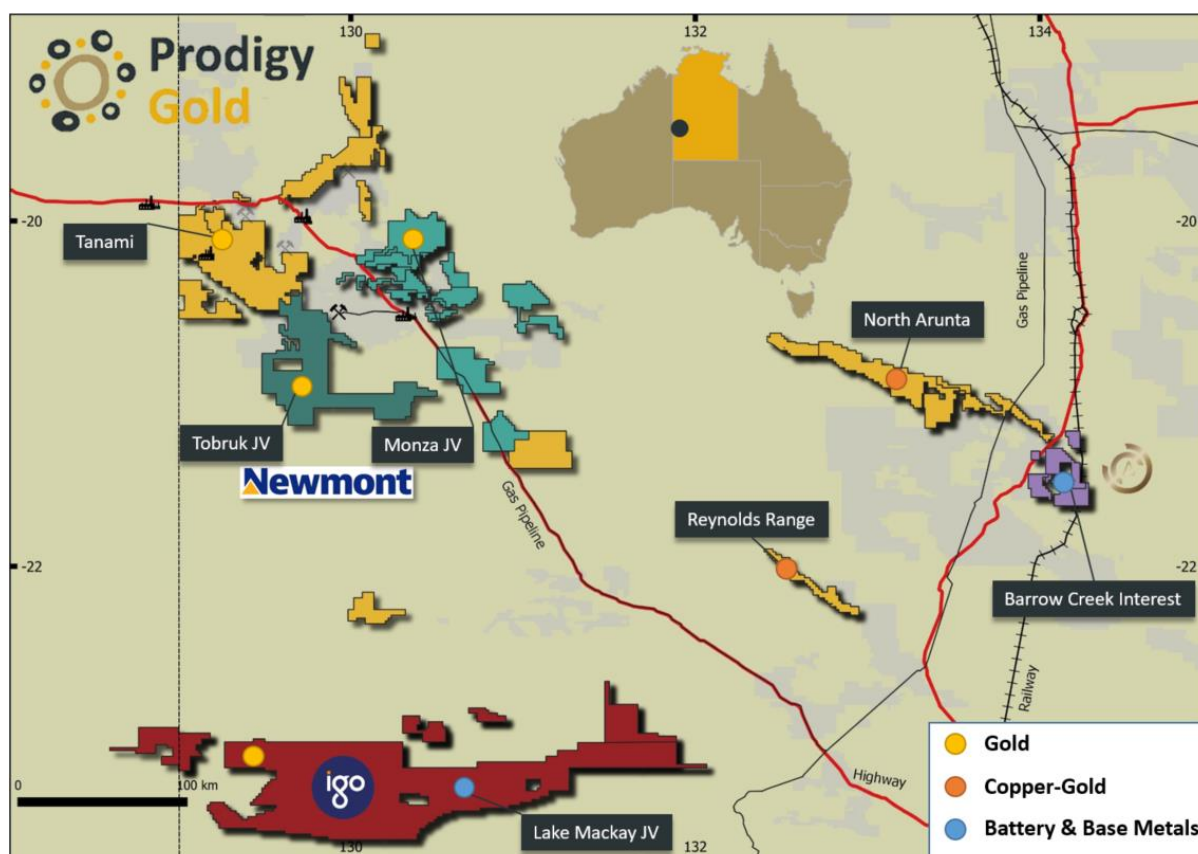


Figure 16 - Prodigy Gold Major Project Areas.

### Competent Person's Statement

*The information in this announcement relating to exploration results from the exploration targets and exploration results from the Hyperion Project, Reynolds Range Project and the Buccaneer Resource is based on information reviewed and checked by Mr Edward Keys, MAIG. Mr Keys is a Member of the Australasian Institute of Geoscientists (AIG) 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 Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Keys is a fulltime employee of the Company in the position of Exploration Manager and consents to the inclusion of the Exploration Results in the form and context in which they appear.*

*Prodigy Gold NL confirms that it is not aware of any new information or data that materially affects the information included in the market announcement and that all material assumptions and technical parameters underpinning the estimates included in referenced previous market announcements continue to apply and have not materially changed.*

*The information in this report that relates to previous exploration results for the Tregony Deposit were prepared and first disclosed under the JORC Code 2004. Results re-reported in this announcement have now been validated and disclosed under JORC 2012 guidelines.*

*The information in this report that relates to previous exploration results, was either prepared and first disclosed under the JORC Code 2004 or under the JORC Code 2012 and was previously disclosed to ASX on 28 September 2007 and 2 October 2012, or has been cross-referenced in the text to the date of original announcement to ASX. In the case of the 2004 JORC Code Exploration Results first reported by Ord River, they have not been updated to comply with the JORC Code 2012. Refer to the*



caution in the original announcement body regarding historic data validation underway at Tregony<sup>24</sup>. Refer to the caution in the announcement body regarding historical spatial data validation at Golden Hind<sup>25</sup>.

The information in this report that relates to gold Mineral Resources for the Hyperion Project was reported to the ASX on 31 July 2018 (JORC 2012) and for the Buccaneer Resource on 1 September 2017. Prodigy Gold confirms that it is not aware of any new information or data that materially affects the information included in the announcements of 31 July 2018 and 1 September 2017, and that all material assumptions and technical parameters underpinning the estimates in the announcement of 31 July 2018 and 1 September 2017 continue to apply and have not materially changed.

### **Cautionary Statements Relating to Historical Data**

The Company cautions that the previous 2004 Tregony Mineral Resource is not reported in accordance with the JORC Code 2012. A Competent Person has not yet done sufficient work to classify the estimates of Mineral Resources in accordance with the JORC Code 2012. Prodigy Gold notes that nothing has come to its attention that causes it to question the accuracy or reliability of the former owner's estimate as first announced by Ord River Resources in ASX release dated 22 November 2012, however the Company is in the process of independently validating the former owner's data and estimates and therefore cannot be regarded as reporting, adopting or endorsing those estimates.

### **Endowment References**

Callie / Dead Bullock Soak

S. Schmeider, S. Perazzo, L. Griesel, and C. Robinson 2018. Tanami Operations, Callie mine: Multiple new discoveries supporting transformational growth in a mature mining camp, Abstract and Presentation in 'Annual Geoscience Exploration Seminar (AGES) 2018. Record of Abstracts'. Northern Territory Geological Survey, Record 2018.

Oberon

D Huston, L Vandenberg, A Wygralak, Andrew and T Mernagh, Terrence & Bagas, Leon & Crispe, Andrew & Lambeck, Alexis & Cross, Andrew & Fraser, Geoff & Williams, Nick & Worden, Kurt & Meixner, Tony & Goleby, Bruce & Jones, Leonie & Lyons, Patrick & Maidment, D.W.. (2007). Lode-gold mineralization in the Tanami region, northern Australia. Mineralium Deposita. 42. 175-204.

Buccaneer and Old Pirate

See 2020 Prodigy Gold Annual Report at [www.prodigygold.com.au/investors](http://www.prodigygold.com.au/investors)

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<sup>24</sup> ASX: 15 November 2021

<sup>25</sup> ASX: 25 January 2022

## Appendix 5B

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

Name of entity

Prodigy Gold NL

ABN

58 009 127 020

Quarter ended ("current quarter")

December 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(1,270)	(2,908)
(b) development		
(c) production		
(d) staff costs	(197)	(330)
(e) administration and corporate costs	(130)	(249)
1.3 Dividends received (see note 3)		
1.4 Interest received	3	10
1.5 Interest and other costs of finance paid	(5)	(10)
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)	-	91
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(1,599)</b>	<b>(3,396)</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	-	(36)
(d) exploration & evaluation		
(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 (3 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)		
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	-	(36)

<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	(1)	(1)
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 (cash bond for environmental guarantee)		
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	(1)	(1)

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

<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	4,425	6,258
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,599)	(3,396)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(36)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(1)	(1)
4.5	Effect of movement in exchange rates on cash held		
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,825</b>	<b>2,825</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	1,825	1,675
5.2	Call deposits	1,000	2,750
5.3	Bank overdrafts		
5.4	Other (provide details)		
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,825</b>	<b>4,425</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 Director fees and salaries (incl. superannuation) on a cash basis	109
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>		

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

7. <b>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 (Guarantee Facility)	2,381
7.4	<b>Total financing facilities</b>	<b>2,381</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.	
	*Prodigy Gold has guarantee facilities with the ANZ and CBA which do not require any security to be granted over the Company's assets. No interest is payable for the facilities as the funds drawn are fully cash-backed. Related fees are part of expenditure under point 1.5.	

8. <b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9) (1,599)
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) (1,599)
8.4	Cash and cash equivalents at quarter end (item 4.6) 2,825
8.5	Unused finance facilities available at quarter end (item 7.5)
8.6	Total available funding (item 8.4 + item 8.5) 2,825
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3) 1.77</b>
	<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: The Company is currently in the exploration wet season and hence expects lower expenditure for the March 2022 quarter due to reduced staff levels and no on-ground exploration expenditure being incurred
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: The Company is reviewing its funding options including the raising of additional capital through an equity raising, divestment of assets and joint ventures.



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

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: Yes. The Directors believe that it is reasonably foreseeable that the Company will continue as a going concern based on the following factors:

- Raising additional funds (as outlined above)
- Realisation of value of Company assets through divestment or joint ventures (if required)

*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.*

### 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: 31 January 2022

Authorised by: The Board of Directors  
(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.

## Summary of Mining Tenements as at 31 December 2021

Area of Interest	Tenement	Group's Interest	Tenement Status	Comments/Status Changes During the Quarter
<b>NORTHERN TERRITORY</b>				
<b>TANAMI</b>				
<i>Birrindudu</i>	EL23523	100	ceased	Surrendered
	EL28326	100	granted	
	EL31332	100	granted	
<i>Bluebush</i>	EL23659	100	granted	
	EL24436	100	granted	
	EL26610	100	granted	
	EL27127	100	granted	
	EL27589	100	granted	
	EL28327	100	granted	
	EL29860	100	granted	
	EL31288	100	granted	
	EL31290	100	granted	
	EL31291	100	granted	
	EL30944	100	application	
<i>Bonanza</i>	EL25194	100	granted	
	EL26608	100	granted	
	EL27378	100	granted	
	EL28322	100	granted	
	EL28324	100	granted	
	EL28325	100	granted	
	EL28328	100	granted	
	EL28394	100	granted	
	EL31289	100	granted	
		ML29822	100	granted
	EL30814	100	application	
<i>Hyperion</i>	EL9250	100	granted	
	EL27125	100	granted	
	EL27126	100	granted	
	EL27979	100	granted	
	EL31331	100	granted	
	EL31530	100	granted	
	EL32055	100	granted	
	EL26623	100	application	
	EL32056	100	application	
<i>Abroholos</i>	EL29833	100	application	
<i>Tobruk <sup>(1)</sup></i>	EL25156	100	granted	
	EL25191	100	granted	
	EL25192	100	granted	
	EL28785	100	granted	
	EL29832	100	granted	
	EL29859	100	granted	
	EL30270	100	application	
	EL30274	100	application	
	EL32057	100	application	
<i>Monza JV <sup>(2)</sup></i>	EL25845	100	granted	
	EL26590	100	granted	
	EL26591	100	granted	
	EL26592	100	granted	
	EL26593	100	granted	
	EL26613	100	granted	
	EL26615	100	granted	

Area of Interest	Tenement	Group's Interest	Tenement Status	Status Changes During the Quarter
<i>Monza JV</i> <sup>(2)</sup>	EL26618	100	granted	
	EL26620	100	granted	
	EL26621	100	granted	
	EL26622	100	granted	
	EL26673	100	granted	
	EL27604	100	granted	
	EL29834	100	application	
	EL30271	100	application	
	EL30272	100	application	
	EL30273	100	application	
<i>Tanami Ngungaju JV</i> <sup>(3)</sup>	EL26628	90	granted	
	EL29828	90	granted	
	EL26627	90	application	
<b>LAKE MACKAY</b>				
<i>Tekapo</i>	EL28682	100	application	
<i>Warumpi</i> <sup>(4)</sup>	EL24915	30	granted	
	EL25146	30	granted	
	EL30729	30	ceased	Surrendered
	EL30730	30	granted	
	EL30731	30	granted	
	EL30732	30	ceased	Surrendered
	EL30733	30	ceased	Surrendered
	EL30739	30	granted	
	EL30740	30	ceased	Surrendered
	EL31234	30	granted	IGO Limited
	E80/5001	30	granted	IGO Limited
	EL31974 <sup>(5)</sup>	15.3	granted	Castile Resources Pty Ltd
	EL25147	30	application	Withdrawn
	EL31718	30	application	IGO Limited - Withdrawn
	EL31719	30	application	IGO Limited - Withdrawn
	EL31720	30	application	IGO Limited
	EL31721	30	application	IGO Limited
	EL31722	30	application	IGO Limited
	EL31723	30	application	IGO Limited - Withdrawn
	EL31913	30	application	IGO Limited
	EL32095	30	application	IGO Limited
	EL32096	30	application	IGO Limited
	EL32097	30	application	IGO Limited
	EL32098	30	application	IGO Limited
	EL32099	30	application	IGO Limited
	EL32100	30	application	IGO Limited
	EL32101	30	application	IGO Limited
	EL32102	30	application	IGO Limited
	EL32103	30	Application	IGO Limited

Area of Interest	Tenement	Group's Interest	Tenement Status	Status Changes During the Quarter
<b>NORTH ARUNTA</b>				
<i>Barrow Creek</i>	EL8766	100	granted	
	EL23880	100	granted	
	EL23883	100	granted	
	EL23884	100	granted	
	EL23885	100	granted	
	EL23886	100	granted	
	EL25031	100	ceased	Surrendered
	EL25033	100	ceased	Surrendered
	EL25034	100	ceased	Surrendered
	EL25035	100	ceased	Surrendered
	EL25041	100	ceased	Surrendered
	EL25042	100	ceased	Surrendered
	EL25044	100	ceased	Surrendered
	EL26825	100	granted	
	EL28515	100	granted	
	EL29723	100	granted	
	EL29724	100	granted	
	EL29725	100	granted	
	EL29896	100	granted	
	EL30470	100	granted	
EL30507	100	granted		
EL30637	100	granted		
<i>Reynolds Range</i>	EL23655 <sup>(6)</sup>	80	granted	
	EL23888	100	granted	
	EL28083	100	granted	

- 1) Farm-in and Joint Venture Agreement with Newmont Exploration Pty Ltd earning up to a 70% interest in the tenements.
- 2) Farm-in and Joint Venture Agreement with Newmont Exploration Pty Ltd earning up to a 80% interest in the tenements.
- 3) Joint Venture with Ngungaju Lithium Operations Pty Ltd (formerly Altura Lithium Operations Pty Ltd).
- 4) Joint Venture with IGO Limited 70%/Prodigy Gold NL 30%.
- 5) Tenement is subject to a Joint Venture between with Castile Resources Pty Ltd (15.3%), IGO Limited (59.3%) and Prodigy Gold NL (25.4%).
- 6) Tenement is subject to a Joint Venture with Select Resources Pty Ltd. Prodigy Gold holds an 80% beneficial interest with a 60% interest currently registered on title.