

Market Announcement

For Immediate Release



Quarterly Activities Report to 31 March 2022

New Talisman Gold Mines Limited

***Responsible,
Environmentally
Sustainable Mining***

ASX/NZX Code **NTL**

Commodity Exposure
GOLD and SILVER

Board

John Upperton Chairman/Independent Director
Samantha Sharif Independent Director
Michael Stiassny Independent Director
Victor Rabone Non-Executive Director

Jane Bell Company Secretary

Capital Structure

Ordinary Shares at 31/03/2022 3,189m

Share Price

Share Price at 27/04/2022 (NZX) \$0.002
Share Price at 27/04/2022 (ASX) \$0.002



New Talisman Gold Mines Limited

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New Talisman Gold Mines Limited (NTL) is pleased to present a report on activities for the quarter ended 31 March 2022.

HIGHLIGHTS

- **NZ RegCo Queries concluded**
- **Dept of Conservation Access Agreement Renewed**

POST QUARTER HIGHLIGHTS

- **Strategic Plan and funding intentions announced**
- **Campbell MacPherson engaged to place Convertible Debt Security**

Mine-site activity remained on hold during the quarter as the focus was development of the Strategic Plan for the Talisman Mine and testing the underlying assumptions and costings. This ultimately culminated in the post quarter announcement around the Strategic Plan and how it will be funded – refer release dated 27 April 2022 which can be found on the following link <https://www.asx.com.au/asxpdf/20220427/pdf/458bz20069nqpx.pdf>

On the regulatory front during the quarter NZ RegCo concluded their review of certain matters raised during 2021. The outcome was that NZ RegCo found that NTL breached multiple provisions of the NZX Listing Rules, in relation to the 2019 capital raise and also in relation to subsequent events in 2021. NZ RegCo determined, that given the changes to the Board since the 2021 ASM, an educative outcome was appropriate, rather than taking enforcement action. Accordingly NZ RegCo published a report regarding its review, instead of referring the matter to the NZ Markets Disciplinary Tribunal.

The Company considers this is a fair result for shareholders who had already demonstrated their displeasure with the previous Board at the 2021 ASM. The process has been time consuming for the Board. Other than dealing with the current claim by Matthew Hill, we are pleased to now be able to concentrate our effort on looking forward.

NTL's Access Agreement with the Department of Conservation was renewed in late January 2022.

Late in the quarter Matthew Hill (former Director) filed a claim with the NZ Employment Relations Authority. Mr Hill asserted in the claim that he is entitled to various employment related entitlements and compensation, provisionally quantified at \$817,537.

NTL does not accept that Mr Hill has been an employee, continues to deny the claims and considers them to be without foundation. Mr Hill had specifically requested a management services contract for Asia Pacific Capital Group Limited.(APC) As part of NTL's defense, Mr Hill has been asked to provide financial records for a number of entities APC and he were involved with whilst contracting to NTL.

These entities include a company associated with Matthew Hill that made undisclosed application to NZPAM for a tenement that NTL had relinquished.

Further action against Mr Hill has not been ruled out by the Company.

The Company paid \$49,871 for Directors fees during the quarter. The Company advanced \$3,565 to Coromandel Gold Limited; a subsidiary of the Company. The Company advanced \$736 to Rahu Resources Pty Limited; a subsidiary of the Company.

NTL continues to evaluate processing options with third parties, and has preliminary designs for its own small scale plant if required. Surety of a processing route for Talisman ore is an essential part of the Company's future and the Board remains focused on securing this through existing industry capacity or if need be, commissioning a small scale plant.

The Board is pleased to have announced the Strategic Plan and see this as an important milestone in the Company's stabilization.

Tenements

Talisman Mine – MP51326

Capella Vanuatu – PL1851

Appendix 5B

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

Name of entity

NEW TALISMAN GOLD MINES LIMITED

ABN

009 474 702

Quarter ended ("current quarter")

31 March 2022

Consolidated statement of cash flows		Current quarter \$NZ'000	Year to date (12 months) \$NZ'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	Nil	Nil
1.2	Payments for		
	(a) exploration & evaluation	Nil	Nil
	(b) development	(3)	(313)
	(c) production	Nil	Nil
	(d) staff costs	Nil	Nil
	(e) administration and corporate costs	(126)	(902)
1.3	Dividends received (see note 3)	Nil	Nil
1.4	Interest received	Nil	Nil
1.5	Interest and other costs of finance paid	Nil	Nil
1.6	Income taxes paid	Nil	Nil
1.7	Government grants and tax incentives	Nil	Nil
1.8	Other (provide details if material)	Nil	Nil
1.9	Net cash from / (used in) operating activities	(129)	(1,215)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	Nil	Nil
	(b) tenements	Nil	Nil
	(c) property, plant and equipment	Nil	(2)
	(d) exploration & evaluation	Nil	Nil
	(e) investments	Nil	Nil
	(f) other non-current assets	Nil	Nil

Consolidated statement of cash flows		Current quarter \$NZ'000	Year to date (12 months) \$NZ'000
2.2	Proceeds from the disposal of:		
	(a) entities	Nil	Nil
	(b) tenements	Nil	Nil
	(c) property, plant and equipment	Nil	Nil
	(d) investments	Nil	Nil
	(e) other non-current assets	Nil	Nil
2.3	Cash flows from loans to other entities	(4)	(99)
2.4	Dividends received (see note 3)	Nil	Nil
2.5	Other (provide details if material)	Nil	Nil
2.6	Net cash from / (used in) investing activities	(4)	(101)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	Nil	693
3.2	Proceeds from issue of convertible debt securities	Nil	Nil
3.3	Proceeds from exercise of options	Nil	Nil
3.4	Transaction costs related to issues of equity securities or convertible debt securities	Nil	Nil
3.5	Proceeds from borrowings	Nil	Nil
3.6	Repayment of borrowings	Nil	Nil
3.7	Transaction costs related to loans and borrowings	Nil	Nil
3.8	Dividends paid	Nil	Nil
3.9	Other (provide details if material)	Nil	Nil
3.10	Net cash from / (used in) financing activities	Nil	693

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	623	1,111
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(129)	(1,215)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(4)	(101)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	Nil	693

Consolidated statement of cash flows		Current quarter \$NZ'000	Year to date (12 months) \$NZ'000
4.5	Effect of movement in exchange rates on cash held	3	5
4.6	Cash and cash equivalents at end of period	493	493

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$NZ'000	Previous quarter \$NZ'000
5.1	Bank balances	388	517
5.2	Call deposits	Nil	Nil
5.3	Bank overdrafts	Nil	Nil
5.4	Other (provide details)	105	105
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	493	623

6.	Payments to related parties of the entity and their associates	Current quarter \$NZ'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(50)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	(4)
<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>		

The Company paid \$49,871 for director fees to companies in which directors and major shareholders have a substantial interest

The Company advanced \$3,565 to Coromandel Gold Limited; a subsidiary of the Company.

The Company advanced \$736 to Rahu Resources Pty Limited; a subsidiary of the Company.

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

7.	Financing facilities <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>	Total facility amount at quarter end \$NZ'000	Amount drawn at quarter end \$NZ'000
7.1	Loan facilities	Nil	Nil
7.2	Credit standby arrangements	Nil	Nil
7.3	Other (please specify)	Nil	Nil
7.4	Total financing facilities	Nil	Nil
7.5	Unused financing facilities available at quarter end	Nil	
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	\$NZ'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(129)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	Nil
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(129)
8.4	Cash and cash equivalents at quarter end (item 4.6)	493
8.5	Unused finance facilities available at quarter end (item 7.5)	Nil
8.6	Total available funding (item 8.4 + item 8.5)	493
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.82
<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:		
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:		

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:

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: 29 April 2022

Authorised by: 
(Jane Bell – Company Secretary)

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.