

Market Announcement

For Immediate Release



Quarterly Activities Report to 30 September 2023

New Talisman Gold Mines Limited

***Responsible,
Environmentally
Sustainable Mining***

ASX/NZX Code **NTL**

Commodity Exposure
GOLD and SILVER

Board

Samantha Sharif Chair/Independent Director

John Upperton Director

Michael Stiassny Independent Director

Richard Tacon Independent Director

Jane Bell Company Secretary

Capital Structure

Ordinary Shares at 30/9/2023 441,529,555

Share Price

Share Price at 30/10/2023 (NZX) \$0.022

Share Price at 30/10/2023 (ASX) \$0.020



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New Talisman Gold Mines Limited (NTL) is pleased to present a report on activities for the quarter ended 30 September 2023.

Highlights include:

- furthered engagement with key stakeholders associated with the re-commencement of activities at the Talisman mine.
- Rehabilitated the mine compound area.
- Held the Annual meeting of shareholders
- Inspected underground workings and found all to be in good order.
- Supplied information to the Dept of Conservation for continuation of Access Arrangements.
- Appointed the statutory positions
- Appointed a mine surveyor
- Investigated Processing options
- Obtained a two year extension of time for prospecting license PL1851 in Vanuatu



1. Annual meeting of Shareholders

We are pleased to advise that Mr John Upperton was re-elected to the Board and experienced miner and CEO Mr Richard Tacon was also elected to the Board. Director, Mr Rabone, was not returned to the board, we thank Mr Rabone for his service over the previous two years.

2. Talisman Mine

Site Inspection and Condition Report

Talisman Mine Operator, Terra Firma Mining Ltd, have undertaken a thorough above ground and underground inspection of the Talisman Mine Site, including the surface compound, Talisman 8 Level , Keillor's Crosscut and the 8 Level Mystery Drive.

Structural integrity is sound and all areas were found to be in good condition, with no adverse impacts from the extreme weather events and earthquakes in the last two years. While the mine has shown itself to be resilient over the 100+ years of operation, it is pleasing that the company has not encountered any unforeseen difficulties or expenses from the extended period of time that the mine has been idle.

Surface Compound

The Talisman compound outside the mine portal has been rehabilitated and remedial maintenance work was required and has now been undertaken on the Electrical and Ventilation infrastructure, but nothing unexpected considering the operating environment.



After liaising with the Department of Conservation, Terra Firma have also laid mustelid and rodent traps, supporting conservation efforts and helping to minimise the risk of damage to the site and equipment.



Second Egress

Terra Firma are currently assessing an interim Second Egress through an existing shaft which will ensure a second means of escape from the active parts of the mine workings. In addition, the plan is to achieve a permanent Second Egress through the advancement of Mystery Vein Drive.



Statutory Positions

There are a number of statutory positions required of an operating mine e.g. site senior executive, ventilation officer, electrical superintendent, mechanical superintendent etc. All Statutory Positions have now been filled and notified to Worksafe.

Mine Survey

A Mine Surveyor has been appointed and undertaken the underground work to update the 8 Level, Keillor's Crosscut and Level 8 Mystery Drive Mine Plans. A drone survey of a rise in 8 Level was also successfully completed.

The finished survey will supply plans of the active areas of the mine in a digital format needed for our operations and acceptable to both WorkSafe and NZPAM. The update of the Mine Plan had also been an outstanding issue flagged by both WorkSafe and NZPAM to the previous management.



Processing

NTL is investigating options with third parties to complete a pathway to processing Talisman ore and has visited a number of potential sites in reasonable proximity to Talisman. An independent peer review of test work and plant design is currently underway to confirm the recovery rates by way of gravitation, removing the need for harsh chemicals. NTL is looking to produce a concentrate ready to smelt to Gold/Silver Dore for further refining.

DoC Authority to Enter and Operate

NTL has had longstanding Access Arrangements to the Talisman Site from the Dept of Conservation since the 1990s.

NTL has applied to continue these access arrangements and in early September received official approval from the Department of Conservation for access underground in the Talisman mine. This has enabled NTL to undertake the Mine Inspection work outlined above, as well as detailed planning for a commencement of the Bulk Sampling Programme and advancing the drive on Mystery vein.

However, until we receive our renewed Authority to Enter and Operate we are not able to fully resume mining operations at Talisman. This puts NTL in a difficult position as NZPAM expects us to progress our Permit for a Bulk Sampling Programme in a timely manner – and has an expectation that we should commence production in the near future.

We continue to try to work productively with DOC to process our routine application in a reasonable timeframe, noting that NTL is merely seeking a renewal of its longstanding arrangements for this historic mine.

3. Stakeholder Engagement

We continue with our approach of proactive and collaborative stakeholder engagement.

We have been liaising with Worksafe, DOC and NZPAM, and have begun outreach to the local community, including iwi, as we prepare for a resumption of operations at Talisman.

Recently, the Company Chair met with the new National Manager and team at NZ Petroleum and Minerals (NZPAM). We have outlined NTL's plans to return to production and resolved outstanding issues from the previous NTL management.

4. Vanuatu

As previously announced in July, a 2 year extension to the Prospecting Licence PL 1851 was granted by the Vanuatu government. The company has received interest from a number of parties in relation to the Permit. **NTL now invites all Expressions of Interest in relation to this Permit to be submitted in confidence to john@newtalisman.co.nz by 30 November 2023.**

During the quarter the Company paid \$47,406 for director fees to companies in which directors and major shareholders have a substantial interest. The Company paid \$17,500 to John Upperton in his capacity as Strategic Delivery Manager.

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")

30 Sept 2023

Consolidated statement of cash flows		Current quarter \$NZ'000	Year to date (3 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	(126)	(22)
	(c) production	Nil	Nil
	(d) staff costs	Nil	Nil
	(e) administration and corporate costs	(160)	(191)
1.3	Dividends received (see note 3)	Nil	Nil
1.4	Interest received	11	13
1.5	Interest and other costs of finance paid	(33)	(24)
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	(308)	(224)

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	Nil
	(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 (3 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	Nil	(3)
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	Nil	(3)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	Nil	152
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	152

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,914	1,988
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(308)	(224)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(3)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	152

Consolidated statement of cash flows		Current quarter \$NZ'000	Year to date (3 months) \$NZ'000
4.5	Effect of movement in exchange rates on cash held	-	1
4.6	Cash and cash equivalents at end of period	1,606	1,914

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	27	94
5.2	Call deposits	1,474	1,715
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)	1,606	1,914

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	(65)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

The Company paid \$47,406 for director fees to companies in which directors and major shareholders have a substantial interest
The Company paid \$17,500 to John Upperton in capacity as Strategic Delivery Manager.

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>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)	(308)
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)	(308)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,606
8.5	Unused finance facilities available at quarter end (item 7.5)	Nil
8.6	Total available funding (item 8.4 + item 8.5)	1,606
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	5.2
<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.

30 Sept 2023

Date:



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.