

AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT

30 April 2019

Quarterly Report for the quarter ended 31 March 2019

Mt Ridley Project, Albany - Fraser Range / Yilgran Craton Orogen

OVERVIEW

Mount Ridley Mines Ltd (ASX: MRD) (or “the Company”) is pleased to provide the following update of activities for the Quarter ended 31 March 2019.

The Company continued to focus on its core asset the Mt Ridley Project in the Albany Fraser Range Province (WA). The Company announced on 22 January 2019 that CSA Global and SGC/GeoPotential Consulting selected a number of discrete magnetic geophysical features. The priority with this phase of Aircore Drilling was to target similar magnetic features (and potentially magmatic nickel-copper-cobalt sulphides) to those found in mineralized mafic-ultramafic intrusive lithologies in the vicinity of the Nova-Bollinger mine in the Albany Fraser Range.

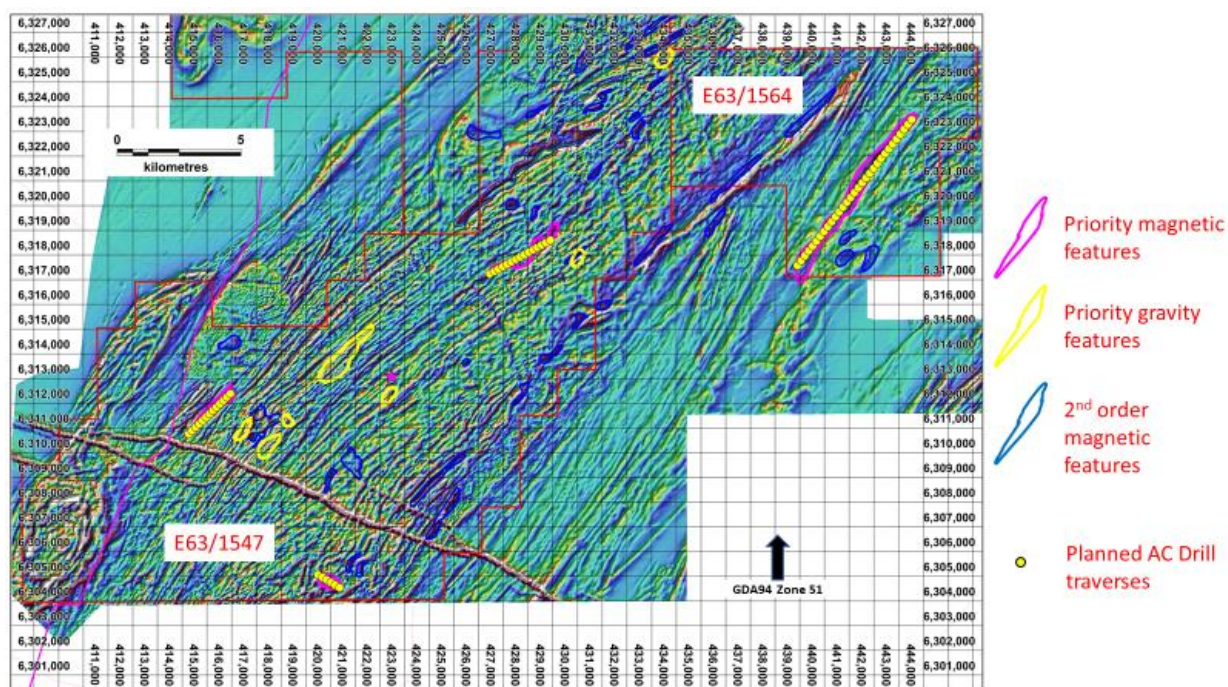


Figure 1. 1st vertical derivative of magnetic data delineating geophysical targets and planned drill traverses

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As a result, four discrete magnetic geophysical features were tested by air core drilling on 14 February 2019. These features comprised 28 holes and 937 meters at an average hole depth of 33.45m. The magnetic features were chosen as having similar geophysical signature to the intrusive rocks that host the Nova-Bollinger mine. End of hole rock chips over three of the four targets tested identified coarse-grained varitextured gabbronorite and olivine-bearing peridotite, similar to intrusive lithologies known to host magmatic nickel-copper sulphides already identified elsewhere on the Mt. Ridley Project.

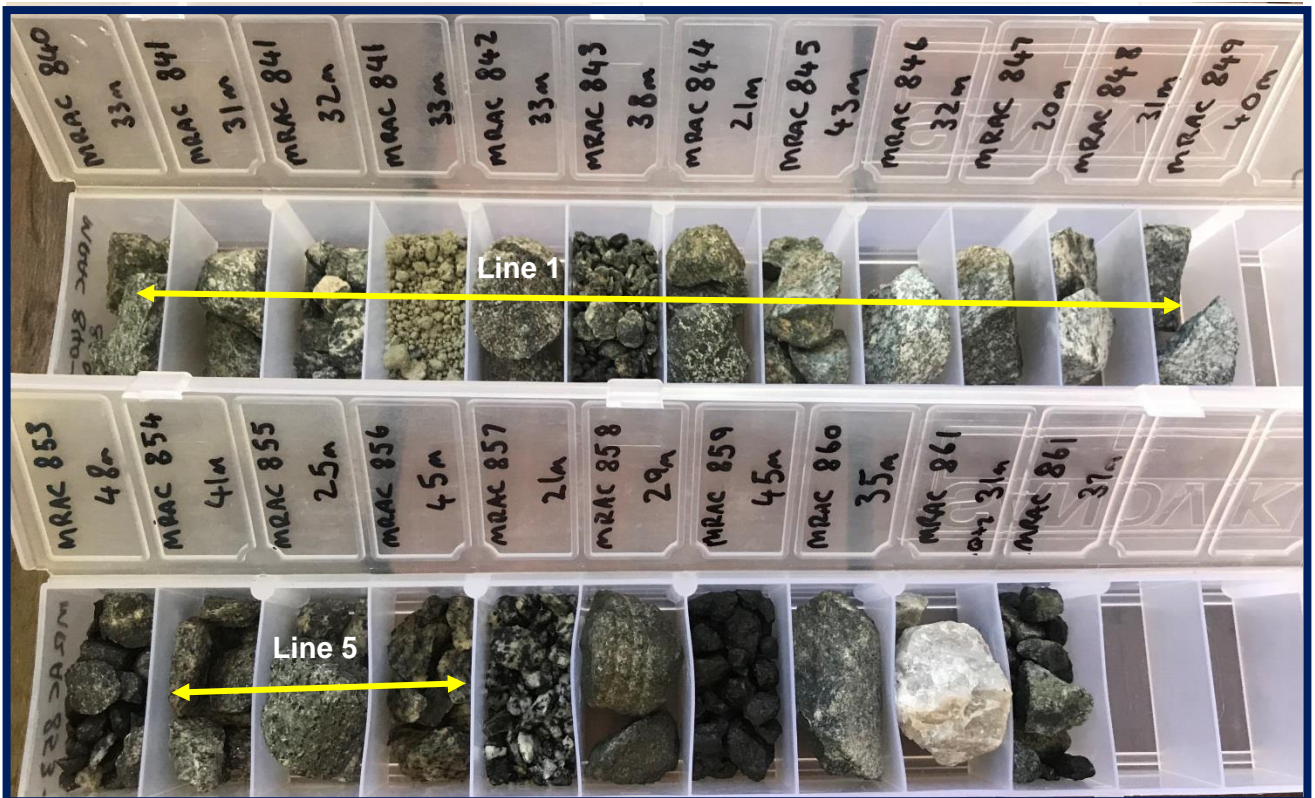


Figure 2. Chip trays from Lines 1 & 5 with coarse-grained varitextured gabbronorite and olivine-bearing peridotite lithologies in end of hole samples.

Given the number of geophysical magnetic and gravity features identified on the project that are yet to be tested beneath cover, there remains good potential to identify further magmatic nickel-copper sulphides within the project area. This latest round of AC Drilling is encouraging for the identification of the Nova-Bollinger style magmatic nickel-copper mineralization.

Furthermore, the Company submitted end of hole samples to ALS laboratory for whole-rock multi-element assay. Should the geochemical results be favorable, the Company will commence high powered moving loop electromagnetic (HP MLTEM) surveying as soon as practical to target any potential magmatic sulphide accumulations. In addition, other untested discrete geophysical targets will be AC drill tested for additional potential mafic-ultramafic intrusive lithologies.

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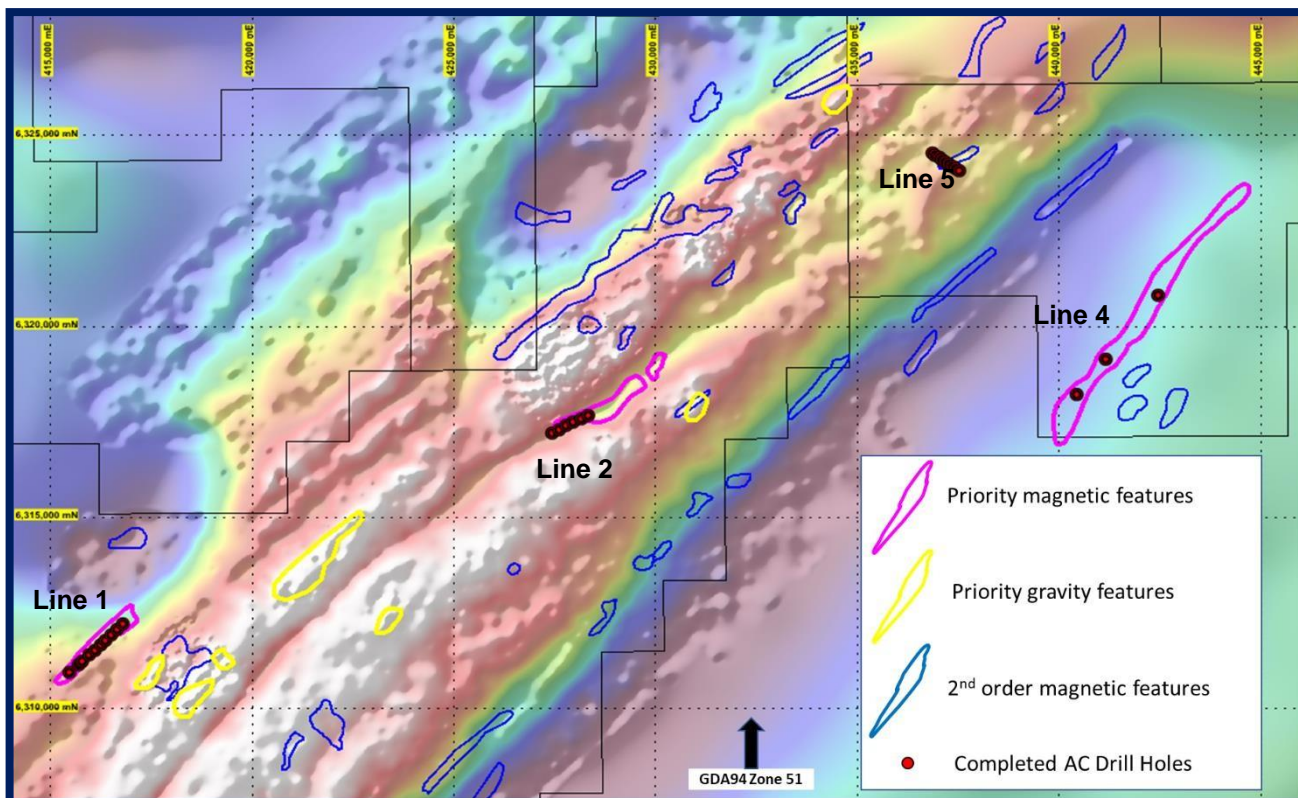


Figure 3. AC Drilling completed on Bouguer anomaly gravity data.

For and on behalf of the board

Mr Ashley Hood

Director

TEL: +61-8-9481-0544

FAX: +61-8-9481-0655

WEB: www.mtridleymines.com.au

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Tony Donaghy who is a Registered Professional Geoscientist (P.Geo) with the Association of Professional Geoscientists of Ontario (APGO), a Recognised Professional Organisation. Mr Donaghy is a technical advisor to the Company. Mr Donaghy has sufficient experience which is relevant to the style and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves. Mr Donaghy consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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Forward Looking Statements Disclaimer

This announcement contains forward-looking statements that involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments

CORPORATE INFORMATION

Board

Peter Christie	Non-Executive Chairman
Ashley Hood	Director
Guy Le Page	Non-Executive Director
Johnathon Busing	Company Secretary

Registered Office

Ground Floor
168 Stirling Highway
Nedlands WA 6009
Telephone: + 61 8 6165 8858

Principal Place of Business

Ground Floor
168 Stirling Highway
Nedlands, WA 6009

Forward Shareholder Enquiries to

Advanced Share Registry
PO Box 1156
Nedlands WA 6906
Telephone: + 61 8 9389 8033

Issued Share Capital

As at the date of this report, the total fully paid ordinary shares on issue were 2,332,864,306.

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TENEMENT INFORMATION (ASX Listing Rule 5.3.3)

The table below shows the interests in tenements held by Mount Ridley Mines and is provided in accordance with ASX Listing Rule 5.3.3.

Location	Project Name	Tenement #	Ownership	Titleholder
Western Australia	Mt Ridley	EL63/1547	100%	Mount Ridley Mines Limited
Western Australia	Mt Ridley	EL63/1564	100%	Mount Ridley Mines Limited
Western Australia	Mt Ridley	EL63/1617	100%	Mount Ridley Mines Limited
Western Australia	Mt Ridley	EL63/1719	100%	Mount Ridley Mines Limited

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

MOUNT RIDLEY MINES LIMITED

ABN

93 092 304 964

Quarter ended ("current quarter")

31 March 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(191)	(592)
(b) development	-	-
(c) production	-	-
(d) staff costs	(61)	(210)
(e) administration and corporate costs	(59)	(136)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	10
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (Bond Refund)	-	-
1.9 Net cash from / (used in) operating activities	(309)	(928)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	(150)	(150)
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (loan facility)	-	(125)
2.6	Net cash from / (used in) investing activities	(150)	(275)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	248	248
3.2	Proceeds from unissued shares	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(5)	(10)
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 (placement application funds)	-	564
3.10	Net cash from / (used in) financing activities	243	802

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,298	1,483
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(309)	(928)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(150)	(275)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	243	802
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,082	1,082

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 \$A'000	Previous quarter \$A'000
5.1 Bank balances	1,082	1,082
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,082	1,082

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
\$A'000**

87

-

Payments for director fees: \$61,050
Payments for consulting and exploration: \$26,400

All payments are on normal commercial terms

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
\$A'000**

-

-

N/A

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		
N/A		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	280
9.2 Development	-
9.3 Production	-
9.4 Staff costs	30
9.5 Administration and corporate costs	70
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	380

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	-	-	-	-
10.2 Interests in mining tenements and petroleum tenements acquired or increased	-	-	-	-

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.

Sign here: Date: 30 April 2019
Company Secretary

Print name: Johnathon Busing

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.