



31 July 2019

Company Announcements Office  
ASX Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

## ACTIVITIES REPORT FOR THE QUARTER ENDED 30 JUNE 2019

### EXPLORATION

#### Millennium Zinc Project

Hampton Hill Mining: 25% contributing interest

During the quarter, a magnetotelluric (MT) geophysical line was completed at the Millennium Zinc Project (E45/2501, E45/2561 and part E45/2500 – refer Figure 1) to provide initial data on the structure of the deep seated basin and the Tabletop Fault that bounds its eastern margin. This line (refer Figure 2) was subsequently extended eastward to improve the interpretation of a conductive response to the east of the fault. The joint venture will next evaluate the results and determine whether to extend the MT work to cover the basin more extensively.

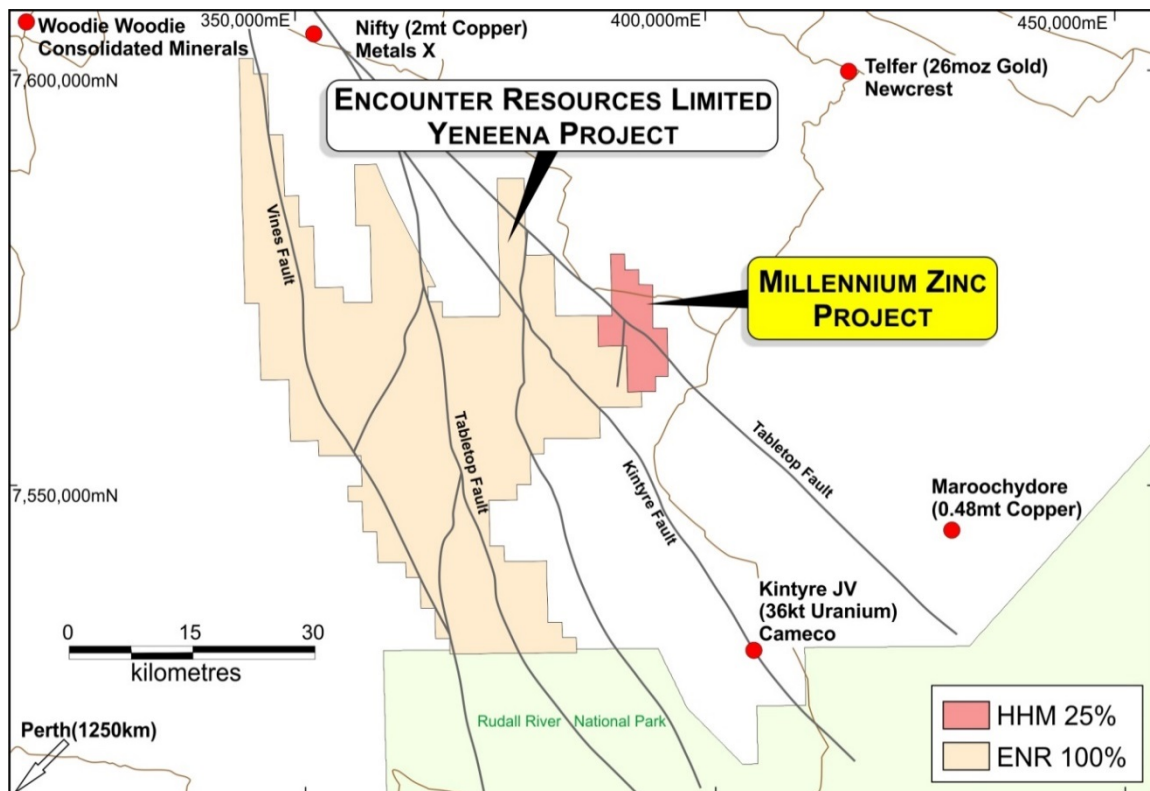
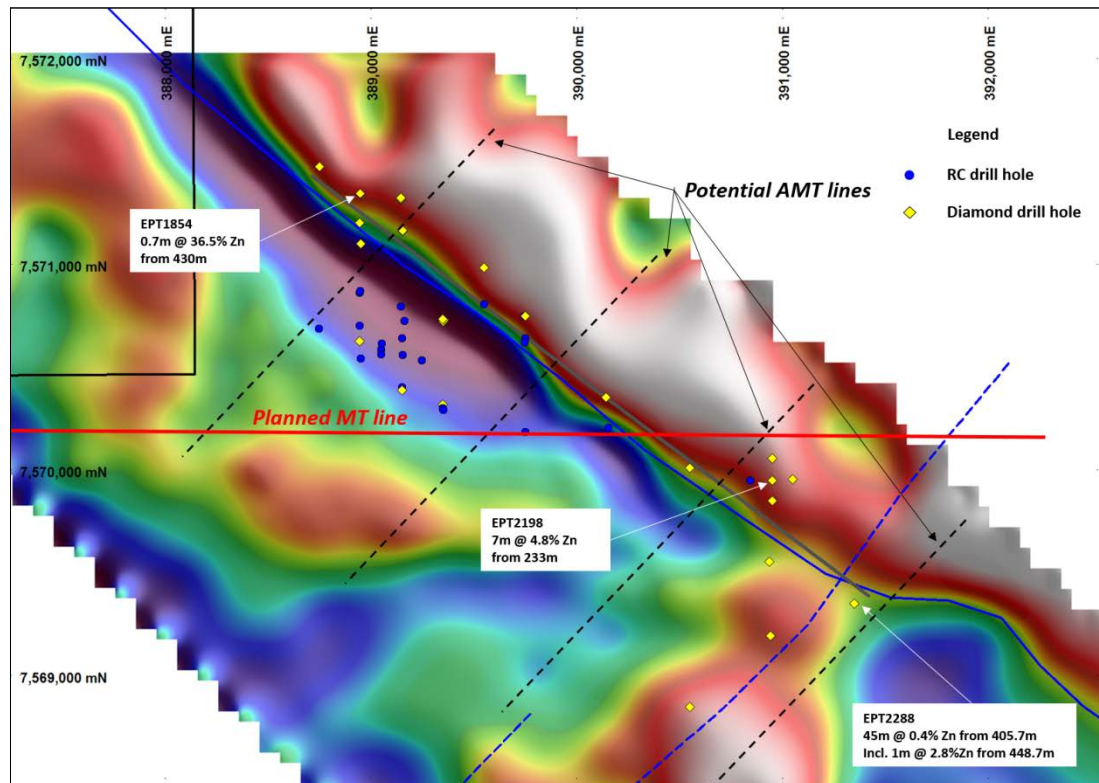


Figure 1

Magnetotellurics is an advanced, relatively low-cost electromagnetic geophysics tool with deep penetration and high sensitivity to conductive targets which is ideal for imaging sandstone/crystalline basement interface conductive shale horizons and potentially mineralisation.



**Figure 2**

## Other exploration

The Company retains an active program seeking new exploration opportunities. It is however restricting funding of new endeavours while it awaits Millennium Joint Venture exploration expenditure decisions and, more particularly, further information on the rapidly evolving resource picture at the Apollo Hill Gold Project where Hampton Hill holds a significant royalty interest (refer commentary below). Your board believes that it is not in the best interests of our shareholders for the Company to carry out dilutive stock placements until such time as, in its opinion, the Hampton Hill share price more reasonably reflects the intrinsic value of this royalty.

## ROYALTY INTERESTS

Hampton Hill holds a 5% gross overriding royalty over all gold production in excess of 1 million ounces from the Central Leases of the Apollo Hill Project owned by ASX listed Saturn Metals Limited (Saturn) (Refer Figure 3).

During the quarter and up until the date of this announcement 102 reverse circulation holes were completed at the Apollo Hill target totalling 12,779 metres. Also, 3 diamond drill holes were carried out totalling 312 metres to provide data for structural geological analysis and metallurgical work. Saturn also announced the successful results from a first pass ore sorting test work program (Refer Saturn ASX announcement 28 May 2019)

The project Mineral Resource presently stands at a modest 685,000 ounces grading 1.0 gram/tonne of which the majority is in the Inferred category (Refer Saturn ASX announcement 19 November 2018). However, the further extensional and infill resource drilling that continues apace should allow an upward adjustment to this Mineral Resource statement in the coming months. Significantly, recent drilling at the Apollo Hill target has revealed good grades and widths in the hanging wall to the east of the above stated Mineral Resource. (Refer Saturn ASX announcements 16 & 29 April, 2 & 28 May, 5 & 19 June, 23 & 30 July 2019)

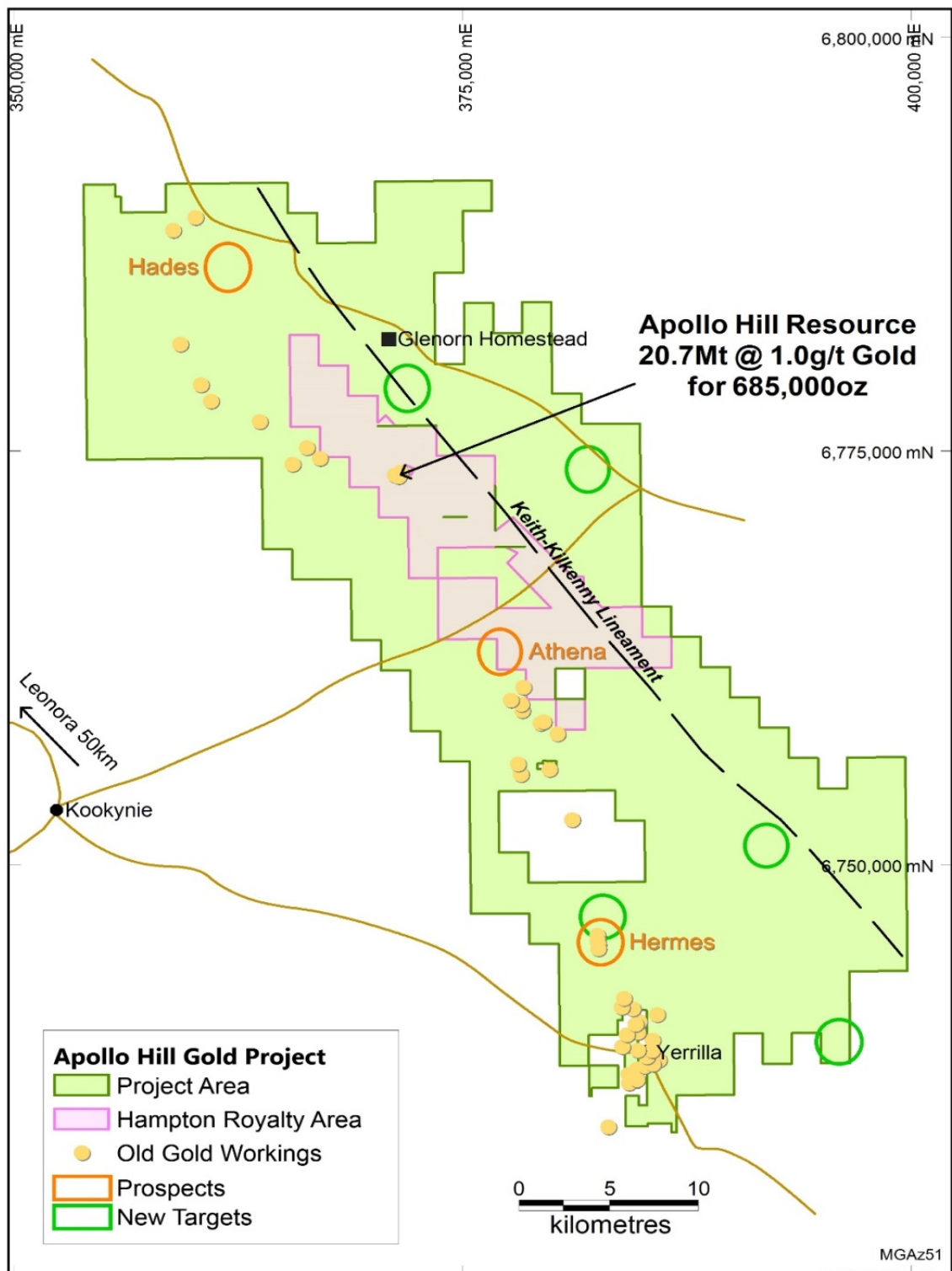
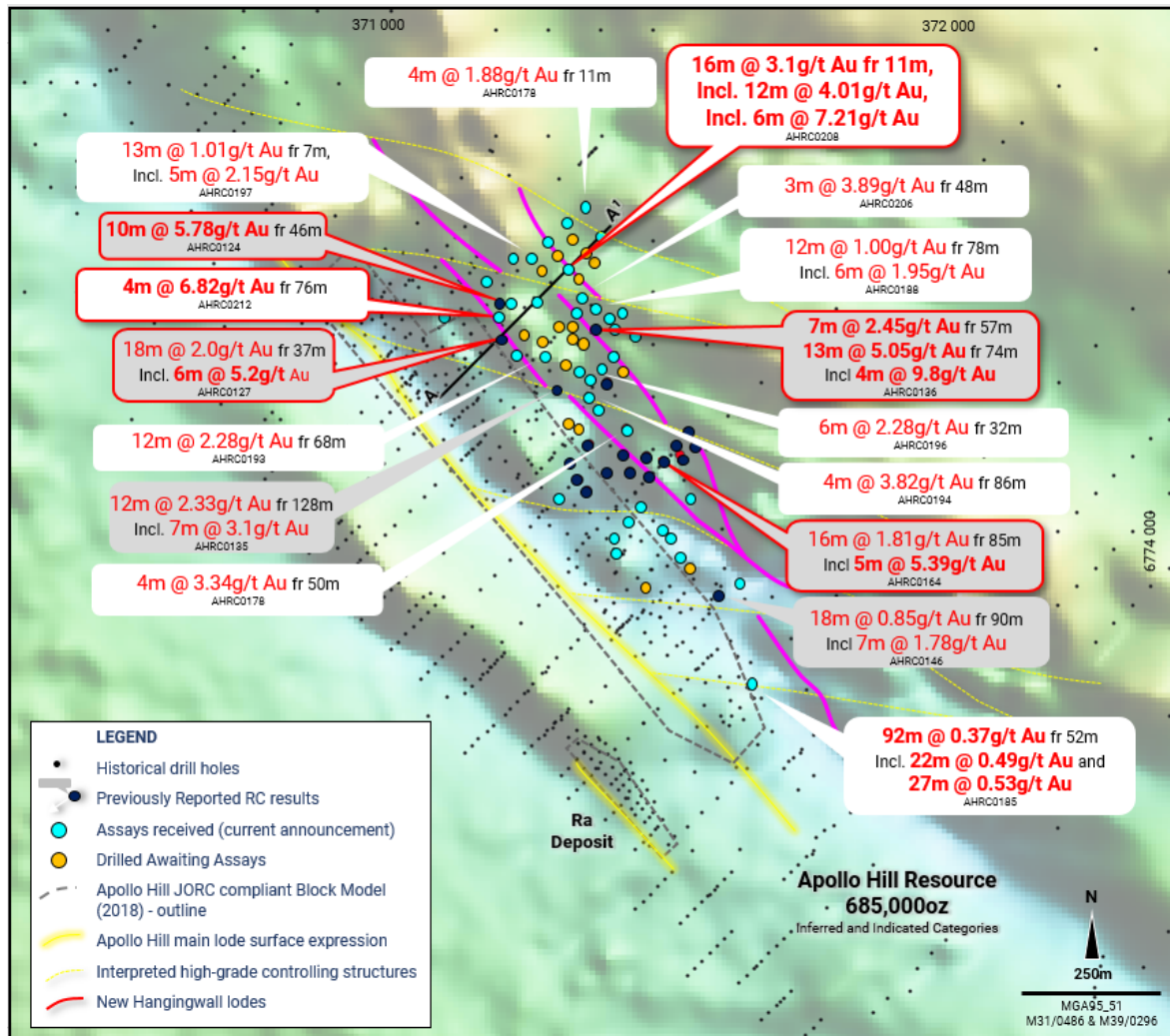


Figure 3

The resource drilling campaigns at the Apollo Hill target are depicted in Figure 4 below. Saturn also has a large regional tenement holding surrounding the Central Apollo Hill leases where the Hampton Hill Royalty applies. Drilling programs on several targets on these tenements are ongoing and any success will have implications for any future development decisions. Shareholders are referred to the Saturn announcement of 30 July and Saturn's current Quarterly Report announced on 31 July for more details.



**Figure 4**

The above figure shows the RC drill results relative to the published Resource outline. Improved grade hanging-wall mineralisation continues to develop.

This diagram contains exploration results and historic exploration results as originally reported in fuller context in Saturn Metals Limited ASX Announcements (19 November 2018, 16 April 2019, 29 April 2019, 2 May 2019 and 23 July 2019) - as published on Saturn's website.



Hampton Hill also holds a 0.98% net smelter gold royalty and certain other rights in relation to the five tenements of the Northlander Project owned by Evolution Mining Limited (Refer Figure 5). No updated exploration report has been provided to Hampton Hill during the quarter.

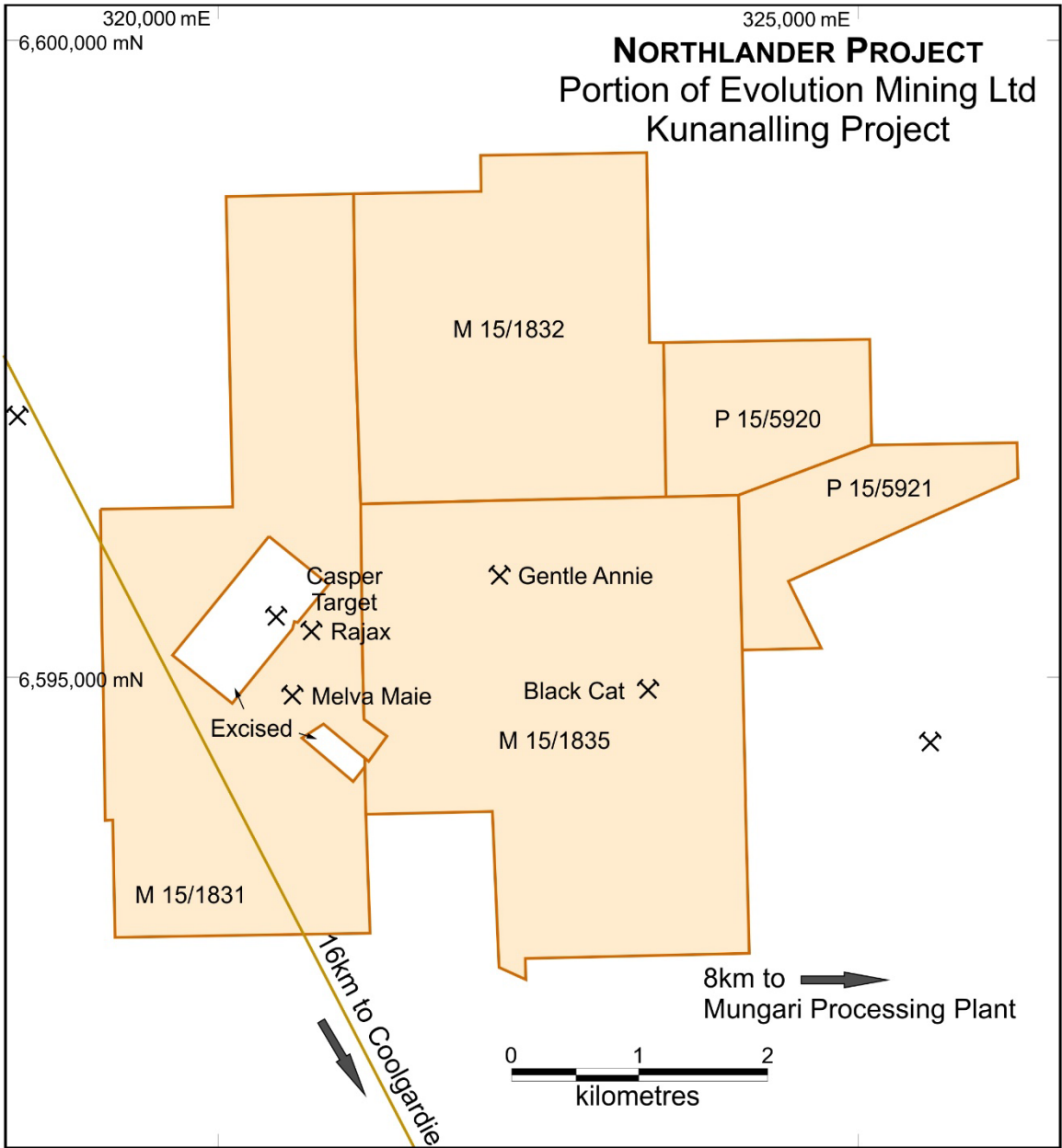


Figure 5

## **EQUITY INVESTMENTS**

Hampton Hill holds investments of 10.35 million shares in Peel Mining Limited (Peel) and 1.25 million shares in Saturn, which, as at the date of this report, have a total market value of approximately \$3.7 million.

During the quarter, Peel continued to report significant exploration success from its base metal projects in the Cobar district of NSW which include the Southern Nights-Wagga Tank, Mallee Bull and Wirlong projects. Subsequent to the quarter's end, Peel reported a maiden Mineral Resource estimate for its Southern Nights-Wagga Tank deposit. (Refer Peel ASX announcement 12 July 2019.) Peel also holds an approximate 31% interest in Saturn.

Shareholders are referred to the June 30 ASX Quarterly Reports of both Peel and Saturn (ASX codes PEX and STN) for further details relating to these assets.

Joshua Pitt  
Chairman

## 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

HAMPTON HILL MINING NL

### ABN

60 060 628 524

### Quarter ended ("current quarter")

30 June 2019

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(18)	(19)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(69)	(318)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	8
1.5	Interest and other costs of finance paid	(4)	(13)
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other : Rent received	24	107
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(66)</b>	<b>(235)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
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 (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) 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)	-	-
2.6	<b>Net cash from / (used in) investing activities</b>	-	-

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(250)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	<b>Net cash from / (used in) financing activities</b>	-	<b>(250)</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	247	666
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(66)	(235)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	(250)
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	<b>Cash and cash equivalents at end of period</b>	<b>181</b>	<b>181</b>



5.	<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	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	81	72
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other : Term deposits	100	175
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>181</b>	<b>247</b>

**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
5
-

6.1 Director remuneration

**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
-
-

8. <b>Financing facilities available</b> <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	1,000	250
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.		

The loan facility of \$1,000,000 is an unsecured working capital facility provided by companies associated with two directors on normal commercial terms and conditions at an interest rate of 3.5% per annum – further details are set out in the 2018 Annual Report. During prior quarters, \$250,000 was repaid (\$125,000 on each loan) and the term of the facility extended to 30 April 2020.

9. <b>Estimated cash outflows for next quarter</b>	\$A'000
9.1 Exploration and evaluation	25
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs (net of recoveries)	80
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>105</b>

10. <b>Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	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		None		
10.2 Interests in mining tenements and petroleum tenements acquired or increased		None		

**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: 31 July 2019  
(Company secretary)

Print name: Peter Rutledge

**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.

**HAMPTON HILL MINING NL**  
**MINERAL TENEMENT INFORMATION**  
**AS AT 30 JUNE 2019**

**Mining tenements and beneficial interests held, and their location:**

<b>Project</b>	<b>Tenement</b>	<b>Location</b>	<b>Registered holding</b>	<b>Beneficial interest – refer Notes</b>
<b>Millennium</b>	E45/2501	East Pilbara, WA	0%	1
	E45/2561	East Pilbara, WA	0%	1
	E45/2500 (part of)	East Pilbara, WA	0%	1
<b>Apollo Hill</b>	M31/486	Yilgarn, WA	0%	2
	E31/1063 (part of)	Yilgarn, WA	0%	2
	E31/1116 (part of)	Yilgarn, WA	0%	2
	E31/1163 (part of)	Yilgarn, WA	0%	2
	E39/1198	Yilgarn, WA	0%	2
	E39/1887	Yilgarn, WA	0%	2
	E39/1984 (part of)	Yilgarn, WA	0%	2
<b>Weld Range</b>				
	M20/311	Murchison, WA	0%	3
	M20/503	Murchison, WA	0%	3
	M20/518	Murchison, WA	0%	3
	M51/869	Murchison, WA	0%	3
	E20/625	Murchison, WA	0%	3
	E20/641	Murchison, WA	0%	3
	E20/457	Murchison, WA	0%	3
	E20/492	Murchison, WA	0%	3
<b>Northlander</b>				
	P15/5920 & 5921	Yilgarn, WA	0%	4
	M15/1831	Yilgarn, WA	0%	4
	M15/1832	Yilgarn, WA	0%	4
	M15/1835	Yilgarn, WA	0%	4
<b>Sylvania</b>				
	M70/266SA	East Pilbara, WA	0%	5

**Interests in mining tenements acquired or increased during the quarter, and their location:** None

**Interests in mining tenements lapsed, relinquished or reduced during the quarter, and their location:** None

**Notes:**

- 1) Millennium Zinc Project JV - The Company has earned a 25% beneficial interest.
- 2) The Company retains a 5% gross overriding royalty on all gold production exceeding one million ounces.
- 3) The Company has elected to convert its interest to a 2% FOB Royalty on iron ore and retains a 100% interest in non-ferrous metals.
- 4) The Company retains a 0.98% net smelter return royalty on all ore produced from these tenements.
- 5) The Company retains a royalty of \$1 per tonne of ore mined up to 100,000 tonnes, and \$2 per tonne thereafter.

**Key:**

E: Exploration licence      P: Prospecting licence      M: Mining lease