

ASX ANNOUNCEMENT

31 October 2019



Adriatic Metals

QUARTERLY ACTIVITIES REPORT

For the period ending 30 September 2019

ABOUT ADRIATIC METALS (ASX:ADT)

Adriatic Metals Plc is focused on the development of the 100% owned, high-grade zinc polymetallic Vareš Project in Bosnia & Herzegovina.

Shares on Issue: 152.6 million

Options: 17.1 million

DIRECTORS AND MANAGEMENT

Mr Peter Bilbe
NON-EXECUTIVE CHAIRMAN

Mr Paul Cronin
MANAGING DIRECTOR & CEO

Mr Michael Rawlinson
NON-EXECUTIVE DIRECTOR

Mr Julian Barnes
NON-EXECUTIVE DIRECTOR

Mr Milos Bosnjakovic
NON-EXECUTIVE DIRECTOR

Mr Sean Duffy
CHIEF FINANCIAL OFFICER
AND JOINT COMPANY SECRETARY

Mr Gabriel Chiappini
JOINT COMPANY SECRETARY

adriaticmetals.com

HIGHLIGHTS

- Maiden Mineral Resource estimate confirms Rupice as Bosnia's highest-grade polymetallic deposit with significant silver and gold credits, with 80% of the Mineral Resource in the Indicated Resource category:
- The Mineral Resource estimate for Rupice is:

JORC Classification	Tonnes Mt	Zn %	Pb %	Ag g/t	Au g/t	Cu %	BaSO4 %
Indicated	7.5	5.7	3.7	207	2.0	0.6	34
Inferred	1.9	2.5	1.6	86	0.9	0.3	18
Total	9.4	5.1	3.3	183	1.8	0.6	31

- Metallurgical test-work confirmed excellent metallurgical recoveries and concentrate grades from representative samples collected across the Rupice and Veovaca deposits.
- Expected payability-adjusted recoveries from all concentrates for Rupice were

Ag	Au	Zn	Pb	Cu	BaSO4
92.6%	66.7%	81.7%	90.4%	82.7%	71.7%

- Drilling to the north in the extended Rupice Licence area continued to intersect mineralisation, which remains open down-plunge to the north.
- Most northerly hole BR-17-19 returned best intersection in the Rupice North licence extension area returning:
 - 38m @ 6.2% Zn, 3.8% Pb, 174g/t Ag, 1.9g/t Au, 0.4% Cu, and 33% BaSO4 from 208m, including 12m @ 13.2% Zn, 7.8% Pb, 154g/t Ag, 2.4g/t Au, 0.6% Cu, and
 - 20m @ 2.0% Zn, 2.8% Pb, 96g/t Ag, 0.3g/t Au and 0.6% Cu from 254m.
- Appointment of Paul Cronin as Managing Director and Chief Executive Officer
- Well capitalised with cash at 30 September 2019 of £3.7 million (A\$6.9 million)¹.

¹Based on GBP 3.69 million at FX GBP/AUD of 1.8777

Adriatic Metals PLC (ASX:ADT) ('Adriatic' or the 'Company') is pleased to provide the following activities report that outlines the progress made and reported during the third quarter of 2019. It has been a busy quarter with a number of key developments which have consolidated our work from 2018 and that position the Company for continued success during 2019 and beyond.

Managing Director and CEO Paul Cronin commented: *"This has been a massive quarter for the team at Adriatic. We published the eagerly anticipated maiden Mineral Resource estimate for Rupice, showing a solid and high-grade resource which will feed into the Scoping Study currently being prepared. We also completed the initial metallurgical tests with results showing strong, and yet still improving recoveries of all payable metals in the Rupice and Veovaca deposits. These are significant milestones for the Company, but our exploration efforts continue, demonstrating that the known area of mineralisation at Rupice is open to the north and south, and at depth. We have commenced drilling at Jurasevic Brestic and geochemical studies at Orti, where historical drill core has indicated high grade metal content*

Over the next quarter we will continue to drill and expand our resource ahead of a pre-feasibility study, continue to run metallurgical tests on our high grade mining units and work with government to increase our access to the potential this region of Bosnia has to offer for a small company with large aspirations of developing a tier one asset."

EXPLORATION RESULTS

During the quarter assay results from 15 drill holes were received including those shown in Figure 1 below.

BR-07-19, BR-08-19 and BR-10-19 drilled on the most northern drill section intercepted thick zones of mineralisation which included:

- 36m at 1.4% Zn, 0.9% Pb, 34g/t Ag, 0.24g/t Au and 0.2% Cu from 214m (**BR-10-19**)
- 22m at 1.4% Zn, 1.2% Pb, 156g/t Ag, 1.10g/t Au, 0.2% Cu and 22% BaSO₄ from 196m, and
- 26m at 1.2% Zn, 1.1% Pb, 78g/t Ag, 0.40g/t Au, 0.3% Cu and 20% BaSO₄ from 234m (**BR-08-19**)
- 20m at 0.8% Zn, 0.5% Pb, 58g/t Ag, 0.23g/t Au and 0.1% Cu from 250m (**BR-07-19**)

This thick interval of mineralisation is the down dip continuation of the high-grade mineralisation intersected in BR-11-19, which returned exceptional high grades of:

- 18m at 8.2% Zn, 4.7% Pb, 586g/t Ag, 2.64g/t Au, 0.4% Cu and 66% BaSO₄ from 2740, and.
- 10m at 3.6% Zn, 2.3% Pb, 304g/t Ag, 2.77g/t Au, 0.2% Cu and 48% BaSO₄ from 256m

BR-17-19 was drilled some 35m further north of the most northerly drill section and some 80m down-plunge and north of the original Rupice licence boundary, and intersected two thick zones of mineralisation with the upper lens returning the best mineralised intersection in the new Concession area which included:

- 38m @ 6.2% Zn, 3.8% Pb, 174g/t Ag, 1.9g/t Au, 0.4% Cu, and 33% BaSO₄ from 208m including 12m @ 13.2% Zn, 7.8% Pb, 154g/t Ag, 2.4g/t Au, 0.6% Cu from 208m, and
- 20m @ 2.0% Zn, 2.8% Pb, 96g/t Ag, 0.3g/t Au and 0.6% Cu from 254m.

BR-20-19 (Figure 2) was drilled to test the down-dip extent of the mineralisation intersected in BR-17-19 and also returned two intersections which included:

- 36m @ 2.1% Zn, 1.2% Pb, 56g/t Ag, 0.13g/t Au and 0.2% Cu from 234, and
- 18m @ 2.1% Zn, 1.2% Pb, 48g/t Ag, 0.11g/t Au and 0.2% Cu from 280m.

Further drilling to the south intersected high-grade mineralisation with BR-13-19 and BR-18-19 returning:

- 6m @ 12g/t Ag, 0.50g/t Au, 2.1% Zn, 0.6% Pb and 0.1% Cu from 198m, 6m @ 68g/t Ag, 0.20g/t Au, 0.5% Zn, 0.3% Pb and 0.4% Cu from 211m, and 8m @ 23g/t Ag, 0.40g/t Au, 1.9% Zn, 1.2% Pb and 0.3% Cu from 242m (BR-13-19),
- 8m @ 143g/t Ag, 1.43g/t Au, 2.5% Zn, 1.8% Pb, 0.6% Cu and 18% BaSO₄ from 230m (BR-18-19).

In addition to the northerly and southerly drilling, drill holes BR-05-19 and BR-06-19 were drilled to extend the up-dip and down-dip extensions (respectively) in order to better define mineralisation for the purposes of the maiden Mineral Resource estimate. BR-05-19 returned 6m at 2.6% Zn and 0.7% Pb to extend the mineralisation a further 40m up-dip from BR-8-18, whilst BR-06-19 returned 16m at 1.1% Zn and 0.5% Pb to extend the mineralisation a further 50m down-dip from BR-02-19).

The mineralisation remains open to the north and south and continues the down plunge component of the mineralisation at Rupice which has been drilled over a length of approximately 400m.

During the quarter, the Company has completed its drilling at the Veovaca deposit. The program consisted of 17 drill holes for a total advance of 2,342m and provided an updated JORC Mineral Resource estimate

Figure 1 Plan of the latest Drilling at Rupice

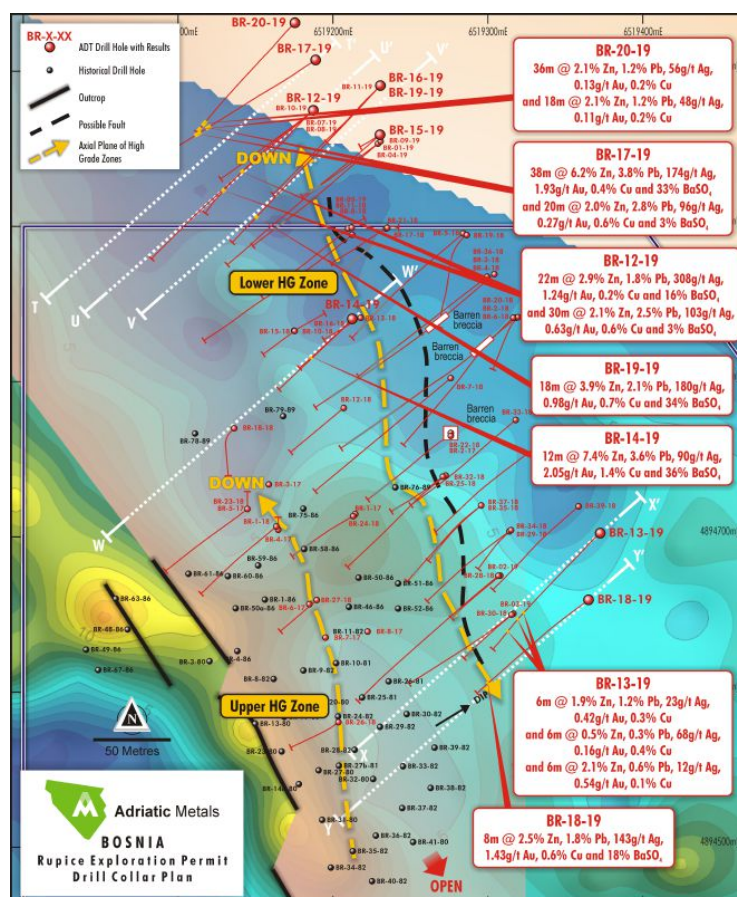
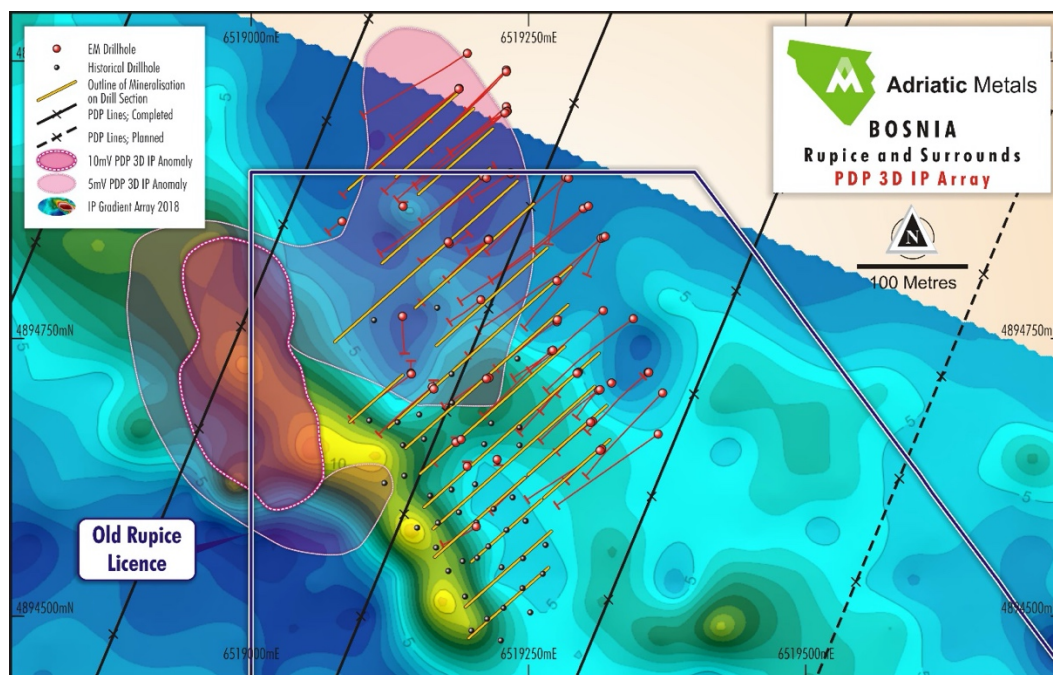


Table 1 – Drill Hole Assay Results Received During the Quarter where Lead or Zinc are greater than 0.5%, including higher grade intersections with Lead or Zinc greater than 5%

HOLE	FROM M	TO M	INTERVAL M	Zn %	Pb %	Ag g/t	Au g/t	Cu %	BaSO ₄ %
BR-05-19	196	202	6	2.6	0.7	0	0.02	0.0	4
BR-06-19	252	268	16	1.1	0.5	12	0.30	0.7	0
BR-07-19	250	270	20	0.8	0.5	58	0.23	0.1	1
BR-08-19	196	218	22	1.4	1.2	156	1.10	0.2	22
	234	260	26	1.2	1.1	78	0.40	0.3	20
BR-10-19	214	250	36	1.4	0.9	34	0.24	0.2	0
BR-11-19	256	266	10	3.6	2.3	304	2.77	0.2	48
	274	292	18	8.2	4.7	586	2.64	0.4	66
<i>Including</i>	274	280	6	12.8	6.5	676	3.77	0.5	66
BR-12-19	176	198	22	2.9	1.8	308	1.24	0.2	16
<i>including</i>	178	182	4	8.7	5.3	114	1.4	0.4	4
<i>and</i>	218	248	30	2.1	2.5	103	0.63	0.6	3
<i>including</i>	220	224	4	6.7	12.7	227	2.8	2.7	4
BR-13-19	198	204	6	2.1	0.6	12	0.54	0.1	1
BR-13-19	214	220	6	0.5	0.3	68	0.16	0.4	0
BR-13-19	242	248	6	1.9	1.2	23	0.42	0.3	4
BR-14-19	204	216	12	7.4	3.6	90	2.05	1.4	36
<i>including</i>	208	214	6	12.9	5.9	145	3.3	2.7	54
BR-17-19	208	246	38	6.2	3.8	174	1.93	0.4	33
<i>Including</i>	208	220	12	13.2	7.8	154	2.4	0.6	8
<i>and</i>	254	274	20	2.0	2.8	96	0.27	0.6	3
BR-18-19	230	238	8	2.5	1.8	143	1.43	0.6	18
BR-19-19	254	272	18	3.9	2.1	180	0.98	0.7	34
<i>and</i>	284	292	8	0.7	0.4	26	0.10	0.1	1
BR-20-19	234	270	36	2.1	1.2	56	0.13	0.2	1
<i>and</i>	280	298	18	2.1	1.2	48	0.11	0.2	1

A detailed high-powered (30kVA) IP survey using a Pole-Dipole 3D array method (PDP3D) has been completed over the Rupice mineralisation. Preliminary results have demonstrated that the known mineralisation has a clear IP chargeability response. An additional anomaly has been defined approximately 200m west of the current and historical drilling (Figure 2) in an untested location. Follow-up drilling is being completed to ensure the integrity of the preliminary results.

Figure 2 - PDP3D IP Response over and to the West of the Rupice Mineralisation



MAIDEN MINERAL RESOURCE ESTIMATE AT RUPICE

During the quarter the Company reported an updated Mineral Resource Estimate at Veovaca and a maiden Mineral Resource Estimate for Rupice (JORC2012) as follows;

Table 2: Rupice MRE by classification

Rupice Mineral Resources, July 2019													
JORC Classification	Tonnes	Grades						Contained metal					
		Zn	Pb	BaSO ₄	Au	Ag	Cu	Zn	Pb	BaSO ₄	Au	Ag	Cu
	Mt	%	%	%	g/t	g/t	%	Kt	Kt	Kt	Koz	Moz	Kt
Indicated	7.5	5.7	3.7	34	2.0	207	0.6	430	280	2,590	470	50	46
Inferred	1.9	2.4	1.6	18	0.9	86	0.3	50	30	330	60	5	6
Total	9.4	5.1	3.3	31	1.8	183	0.6	480	310	2,920	530	55	52

Notes:

- Mineral Resources are based on JORC Code definitions.
- A cut-off grade of 0.6% zinc equivalent has been applied.

- *ZnEq – Zinc equivalent was calculated using conversion factors of 0.80 for lead, 0.08 for BaSO₄, 1.80 for Au, 0.019 for Ag and 2.40 for Cu, and recoveries of 90% for all elements. Metal prices used were US\$2,500/t for Zn, US\$2,000/t for Pb, \$200/t for BaSO₄, \$1,400/oz for Au, \$15/oz for Ag and \$6,000 for Cu.*
- *The applied formula was: $ZnEq = Zn\% * 90\% + 0.8 * Pb\% * 90\% + 0.08 * BaSO_4\% * 90\% + 1.8 * Au(g/t) * 90\% + 0.019 * Ag(g/t) * 90\% + Cu\% * 2.4 * 90\%$.*
- *It is the opinion of Adriatic Metals and the Competent Persons that all elements and products included in the metal equivalent formula have a reasonable potential to be recovered and sold.*
- *Metallurgical recoveries of 90% have been applied in the metal equivalent formula based on recent test work results.*
- *A bulk density was calculated for each model cell using regression formula $BD = 2.88143 + BaSO_4 * 0.01555 + Pb * 0.02856 + Zn * 0.02012 + Cu * 0.07874$ for the barite high-grade domain and $BD = 2.76782 + BaSO_4 * 0.01779 + Pb * 0.03705 + Zn * 0.02167 + Cu * 0.07119$ for the barite low-grade domain (the barite domains were interpreted using 30% BaSO₄).*
- *Rows and columns may not add up exactly due to rounding.*

Table 2a – Rupice MRE by classification at various cut off grades

Cut-Off ZnEq, %	JORC Class	Tonnes Kt	Zn	Pb	BaSO ₄	Au	Ag	Cu	Zn	Pb	BaSO ₄	Au	Ag	Cu
			%	%	%	g/t	g/t	%	Kt	Kt	Kt	Koz	Koz	Kt
1	Indicated	7,493	5.74	3.71	34.57	1.96	208	0.62	430	278	2,591	472	50,105	46
	Inferred	1,836	2.47	1.60	18.07	0.95	86	0.31	45	29	332	56	5,103	6
	Total	9,330	5.10	3.30	31.33	1.76	184	0.56	475	307	2,923	528	55,208	52
1.5	Indicated	7,059	6.07	3.93	36.57	2.07	220	0.65	428	277	2,582	470	49,914	46
	Inferred	1,553	2.84	1.85	21.09	1.09	100	0.36	44	29	328	54	4,972	6
	Total	8,612	5.49	3.55	33.78	1.89	198	0.60	472	306	2,909	525	54,887	52
2	Indicated	6,559	6.50	4.21	39.06	2.21	235	0.70	426	276	2,562	467	49,623	46
	Inferred	1,266	3.37	2.17	25.36	1.29	118	0.42	43	27	321	53	4,803	5
	Total	7,825	5.99	3.88	36.84	2.06	216	0.65	469	303	2,883	519	54,426	51

PRELIMINARY METALLURGICAL TESTWORK RESULTS

Results from the preliminary metallurgical test work programme on samples of ores from the Rupice and Veovača deposits have confirmed excellent recoveries. The test work programmes were carried out by Wardell Armstrong International (WAI) under the guidance of Adriatic's own metallurgical consultant.

Suitable samples, representing the Mineral Resources from both deposits were selected and sent to WAI for separate testing of Rupice samples and Veovaca samples. The objective of the test work programmes was to establish basic processing data, to test processing options and to develop and test a flowsheet that would demonstrate that a marketable concentrate could be developed from each deposit. Three composite samples from Rupice were produced in order to represent the overall average grade, the High Grade (HG) areas of the deposit and the high-grade copper areas. To date, most test work has focussed on the average grade.

For the Rupice average grade sample, a detailed froth flotation study focussed on the production of a bulk Cu/Pb concentrate, as well as zinc, pyrite and barite concentrate products. Variables investigated included primary grind size, reagent type, reagent dosage, pH profile and residence time. A suite of batch rougher and cleaner tests culminated in four locked cycle tests, the results for LCT4 (Locked Cycle Test 4) are summarised in the Table below.

Table 3 – Rupice LCT4 Test Results

Cu/Pb + Zn Cons. - LCT4		Copper	Lead	Zinc	Gold	Silver
		%	%	%	ppm	ppm
Head Grades	Grade	0.55	3.43	5.19	2.07	298
Copper/Lead Concentrate	Grade	6.52	44.17	10.69	13.94	3,549
	Recovery %	82.7	90.4	14.5	47.3	83.7
Zinc Concentrate	Grade	0.37	1.25	53.8	5.37	337
	Recovery %	5.3	2.9	81.7	20.4	8.9
Combined Recovery	Recovery %	89.0	93.3	96.2	67.7	92.6
Combined Recovery Adjusted for Expected Payability	Recovery %	82.7	90.4	81.7	67.7	92.6

A detailed analysis of the test products identified the copper/lead concentrate as being very high in gold and silver content (13.9ppm Au and 3,549ppm Ag). The zinc concentrate also contained significant levels of gold and silver (5.37ppm Au and 337ppm Ag). Levels of some deleterious elements may incur minor smelter penalties, but these are generally low and not expected to be material, whilst other deleterious elements, such as Antimony, are concentrating to a sufficient grade that in some smelters would either attract no penalty or be payable.

The barite concentrate collected from LCT2 assayed 94.1% BaSO₄ at a recovery of 71.7% and had a specific gravity (SG) of 4.49, well above the American Petroleum Institute (API) specification of 4.1. See table below;

Table 4 – Rupice LCT2 Test Results

LCT2	Barite
	%
Feed Grade	48.1
Grade	94.1
Recovery	71.7
SG	4.49

The results of other locked cycle tests indicated that recovery to the barite concentrate was fairly consistent at producing a saleable grade and specific gravity.

For Veovaca, a total of 31 rougher tests, 19 cleaner tests and two locked cycle tests were undertaken. It was found that satisfactory lead and zinc recoveries could be achieved into separate concentrates using a sequential

flowsheet of lead followed by zinc flotation. In addition, barite flotation of the zinc tailings produced a barite concentrate grading 95.4% BaSO₄ at 71% recovery after two cleaning stages.

A locked cycle test was undertaken to give the final concentrate and metal recoveries and the results are given in the Table below.

Table 5 – Veovaca LCT2 Concentrate Test Results

Pb + Zn Cons. - LCT2		Lead	Zinc	Gold	Silver
		%	%	g/t	g/t
Head Grades		1.08	1.37	0.10	58.7
Lead Concentrate	Grade	51.23	11.71	1.3	1,766
	Recovery %	78.2	14.1	20.8	49.3
Zinc Concentrate	Grade	2.40	57.84	0.5	442
	Recovery %	4.0	76.4	9.1	13.6
Combined Recovery	Recovery %	82.2	90.5	29.9	62.9

A lead concentrate was produced which assayed 51.2% Pb and 11.7% Zn at lead and zinc recoveries of 78.2% and 14.1% respectively, and a zinc concentrate which assayed 57.8% Zn and 2.4% Pb at lead and zinc recoveries of 76.4% and 4% respectively. Silver recoveries to the lead and zinc concentrate were 49.3% and 13.6% respectively. Gold recoveries to the lead and zinc concentrates were 20.8% and 9.1%. Due to a build-up of circulating loads during cleaning, the barite recovery in this LCT was not as good as earlier open circuit tests, which showed the following potential:

Table 5 – Veovaca Barite Concentrate Test Results

Barite - FCT7		Barite
		%
Barite	Feed Grade	16.1
	Grade	95.4
	Recovery	70.9
	SG	4.45

As with Rupice the Veovaca barite has a very high SG, making it a quality product.

SCOPING STUDY

CSA Global (UK) have progressed well with the compilation of the Scoping Study, (Preliminary Economic Assessment), for the Vares (Veovaca and Rupice) project. CSA are coordinating, reviewing and compiling the Study using their own work on Geology, Resource and Mining and the work of other specialist consultants working on other project studies including Metallurgical Testwork and Process Flowsheet Development, Geotechnical and Hydrogeology. The Scoping Study is expected to be completed in Q4 2019.

APPOINTMENT OF CORPORATE ADVISORS

On the 4th of July, the Company announced the appointment of The Bank of Montreal (trading as BMO Financial Group) and Hannam & Partners as their corporate advisors.

BOARD AND MANAGEMENT CHANGES

In September the Company announced the appointment of Paul Cronin as Managing Director and CEO. Paul was a founder of the company and its largest shareholder. He has a strong background in mining and exploration, both operationally and financially, and is uniquely qualified to steer Adriatic through this period of rapid growth.

EVENTS SUBSEQUENT TO THE QUARTER

Eric de Mori resigned is a Non-Executive Director of the Company. Eric is a founder and large shareholder but has vacated his seat as part of an agreed strategy to diversify the skill set of the entire board and increase its independence. Further announcements regarding additions to the board will be made in the coming quarter.

Yesterday the Company announced that it had completed a two-tranche A\$25 million placement to institutional investors in Europe, Asia, Australia and North America at an issue price of A\$1.00 per share. The proceeds from the placement will enable the Company to quickly advance the Vares project to Bankable Feasibility and facilitate further exploration on a number of new targets, as well as the extensions of Rupice.

For further information contact:

Paul Cronin
Managing Director & CEO
Adriatic Metals Plc
info@adriaticmetals.com

ABOUT ADRIATIC METALS

Adriatic Metals PLC (ASX:ADT) ("Adriatic" or "Company") is an ASX-listed precious and base metals explorer and developer via its 100% interest in the Vareš Project in Bosnia & Herzegovina (the "Project"). The Project comprises a historic open cut mine at Veovaca and brownfield exploration at Rupice, an advanced proximal deposit which exhibits exceptionally high grades of base and precious metals. Adriatic's short-term aim is to expand the current JORC resource at high-grade Rupice deposit, as well as conduct exploration on a number of other prospects within the expanded Concession. Adriatic has attracted a world class team to expedite its exploration efforts and to rapidly advance the Company into the development phase and utilise its first mover advantage and strategic assets in Bosnia.



DISCLAIMER

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "potential(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

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

ADRIATIC METALS PLC

ABN

624 403 162

Quarter ended ("current quarter")

30 SEPTEMBER 2019

Consolidated statement of cash flows	Current quarter £GBP '000	Year to date (3Mths) £GBP '000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,234)	(1,234)
(b) development	-	-
(c) production	-	-
(d) staff costs	(196)	(196)
(e) administration and corporate costs	(453)	(453)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	18	18
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (VAT Refund)	-	-
1.9 Net cash from / (used in) operating activities	(1,865)	(1,865)

Consolidated statement of cash flows		Current quarter £GBP '000	Year to date (3Mths) £GBP '000
2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	107	107
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
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	Net cash from / (used in) investing activities	(107)	(107)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	43	43
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	113	113
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-



Consolidated statement of cash flows		Current quarter £GBP '000	Year to date (3Mths) £GBP '000
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	156	156

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	5,568	5,568
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,865)	(1,865)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(107)	(107)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	156	156
4.5	Effect of movement in exchange rates on cash held	(57)	(57)
4.6	Cash and cash equivalents at end of period	3,695	3,695

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 £GBP '000	Previous quarter £GBP '000
5.1	Bank balances	1,511	358
5.2	Call deposits	2,184	5,210
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)	3,695	5,568

6. Payments to directors of the entity and their associates

Current quarter £GBP '000
79
-

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

Payments relate to Director fees

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

Current quarter £GBP '000
-
-

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 2.1 (b)

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

8. Financing facilities available
Add notes as necessary for an understanding of the position

Total facility amount at quarter end £GBP '000	Amount drawn at quarter end £GBP '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.



9. Estimated cash outflows for next quarter		£GBP '000
9.1	Exploration and evaluation	1,000
9.2	Development	-
9.3	Production	-
9.4	Staff costs	200
9.5	Administration and corporate costs	600
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	1,800

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:
(Company secretary)

Date: 31 October 2019

Print name: Sean Duffy

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.