



# Quarterly Report

Period Ending September 30 2019

## Highlights

- **Second-phase reverse circulation and diamond drilling programme underway at the Company's Cortadera coastal range copper-gold discovery in Chile continues to deliver record drill results, revealing large-scale open pit and underground growth potential**
- **Recent significant drill results across the main porphyry at Cortadera include:**
  - 750m grading 0.6% copper and 0.2g/t gold from 204m down-hole  
***including 188m grading 0.9% copper and 0.4g/t gold***
  - 848m grading 0.4% copper & 0.2g/t gold from 112m down-hole to EOH  
***Including 184m grading 0.7% copper & 0.3g/t gold***
  - 596m grading 0.5% copper & 0.2g/t gold from 328m down-hole  
***including 184m grading 0.7% copper & 0.3g/t gold***
  - 264m grading 0.4% copper & 0.2g/t gold from 52m down-hole, and  
150m grading 0.6% copper & 0.3g/t gold from 484m down-hole  
***including 82m grading 0.8% copper & 0.4g/t gold***
- **Initial drilling success has defined a new bulk tonnage high grade core as well as confirming large up-dip extensions to the main porphyry at Cortadera**
- **Expansion drill testing of the largest porphyries of the Cortadera discovery set to commence shortly in addition to preparations to commence first drill testing of several large targets considered capable of delivering step-change growth**
- **Successful \$12.1M institutional-led placement arranged to provide drill funding and retain Hot Chili's ability to control 100% of the Cortadera discovery**
- **The second instalment (US\$3 million) to the first payment of the Carola Option Agreement (to acquire a 100% interest in Cortadera) has been satisfied**

## ASX CODE

HCH

## Contact

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## Summary of Activities

### Cortadera Drilling Continues to Deliver Standout Results

Hot Chili's exploration and drilling activities have accelerated across the Company's Cortadera copper-gold discovery, located along the Chilean coastal range, 600km north of Santiago.

During the quarter, the Company reported final results for four Diamond (DD) drill holes (CRP0013D, CRP0011D, CRP0017D, and CRP0018D) as part of the phase 2 drill programme at Cortadera. Results have exceeded the Company's expectations, delivering several globally significant copper-gold drilling intersections.

DD drill hole CRP0019D is also complete (assays are pending), and another DD drill hole is well underway (CRP0020D). These holes have all been focussed toward defining an initial high grade core to the largest of the four porphyry centres discovered to date at Cortadera – Cuerpo 3 (main porphyry). CRP0019D and CRP0020D have both recorded broad intersections of mineralised and strongly mineralised porphyry with results expected to be received over the coming weeks.

Outside of delivering the best results in the Company's history from the recently discovered high grade zone, drilling has also confirmed large up-dip extensions to Cuerpo 3. The addition of significant open pit growth potential is a key focus for Hot Chili that significantly de-risks any potential future, higher grade, underground development opportunity at Cortadera.

Figures 1, 2, 3, 4 and 5 display the location of recent significant intersections at Cortadera in plan and cross section view.

The Company will shortly commence expansion drilling in order to determine the order of magnitude of the existing discovery, which still remain largely open and untested. The Company's phase 2 drilling programme is expected to facilitate a sizeable initial resource estimate for Cortadera in the New Year.

The Company looks forward to releasing its next set of diamond drill results and expects a strong period of news flow to continue into the New Year from its accelerating activities at Cortadera.

### Exploration Work Streams Underway Across Large Growth Targets

The Company's exploration team have been advancing multiple exploration work streams to bring-forward drilling across several large, near-by targets, which are considered to have the potential to deliver step-change growth. The targets outlined on figures 6 and 7 have never previously been drilled and are located within close proximity to Cortadera.

Workstreams being undertaken include surface geochemical programmes, litho-structural mapping, petrographic and age date sampling, geophysical review and modelling, and environmental studies related to regulatory applications for drilling.



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Hot Chili expects to release results of this work over the coming weeks, including an update on the large Cortadera North target identified approximately 2km to the north of Cortadera but never previously drilled (as outlined in Hot Chili's previous ASX announcement, dated 24th July 2019).





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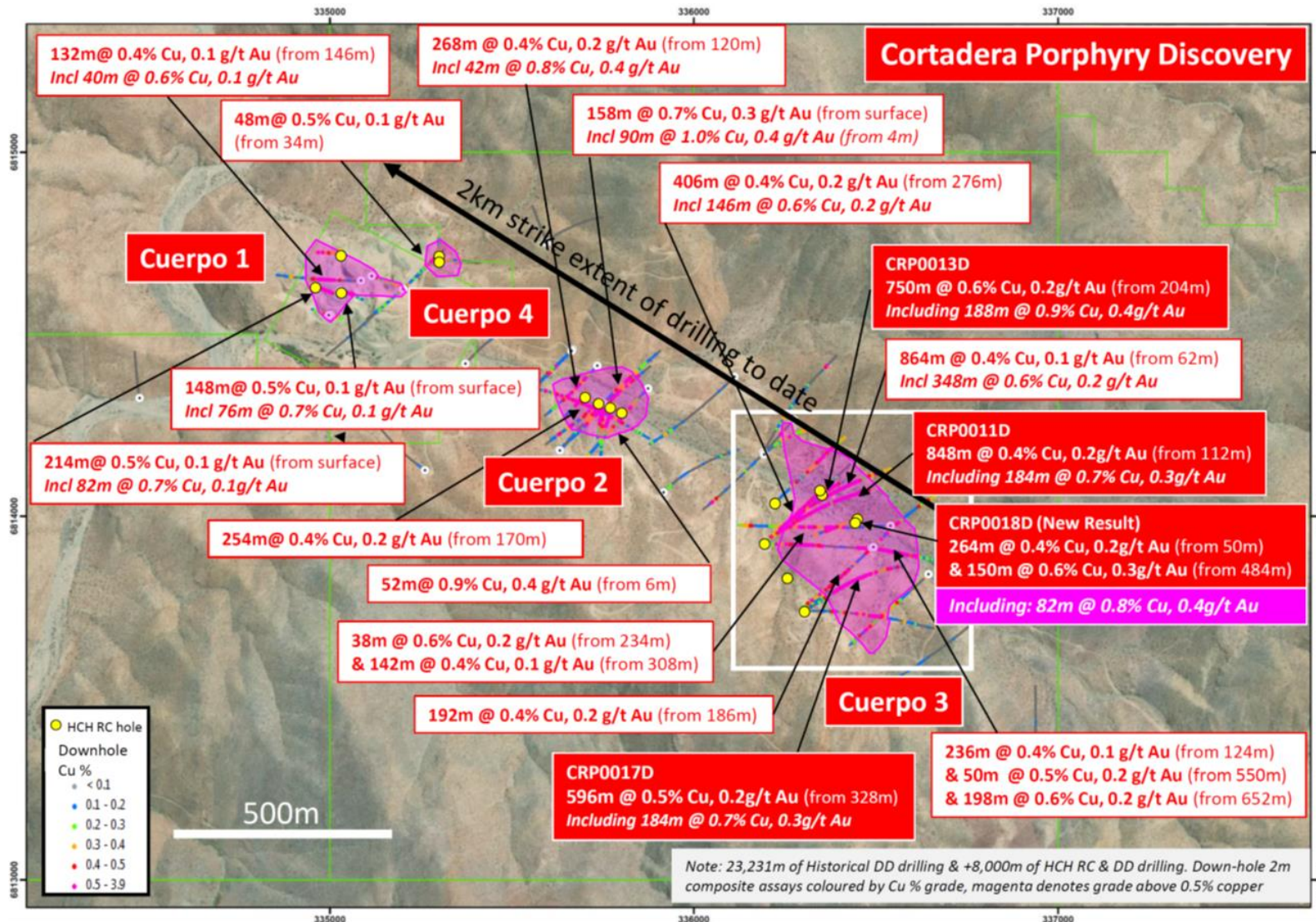
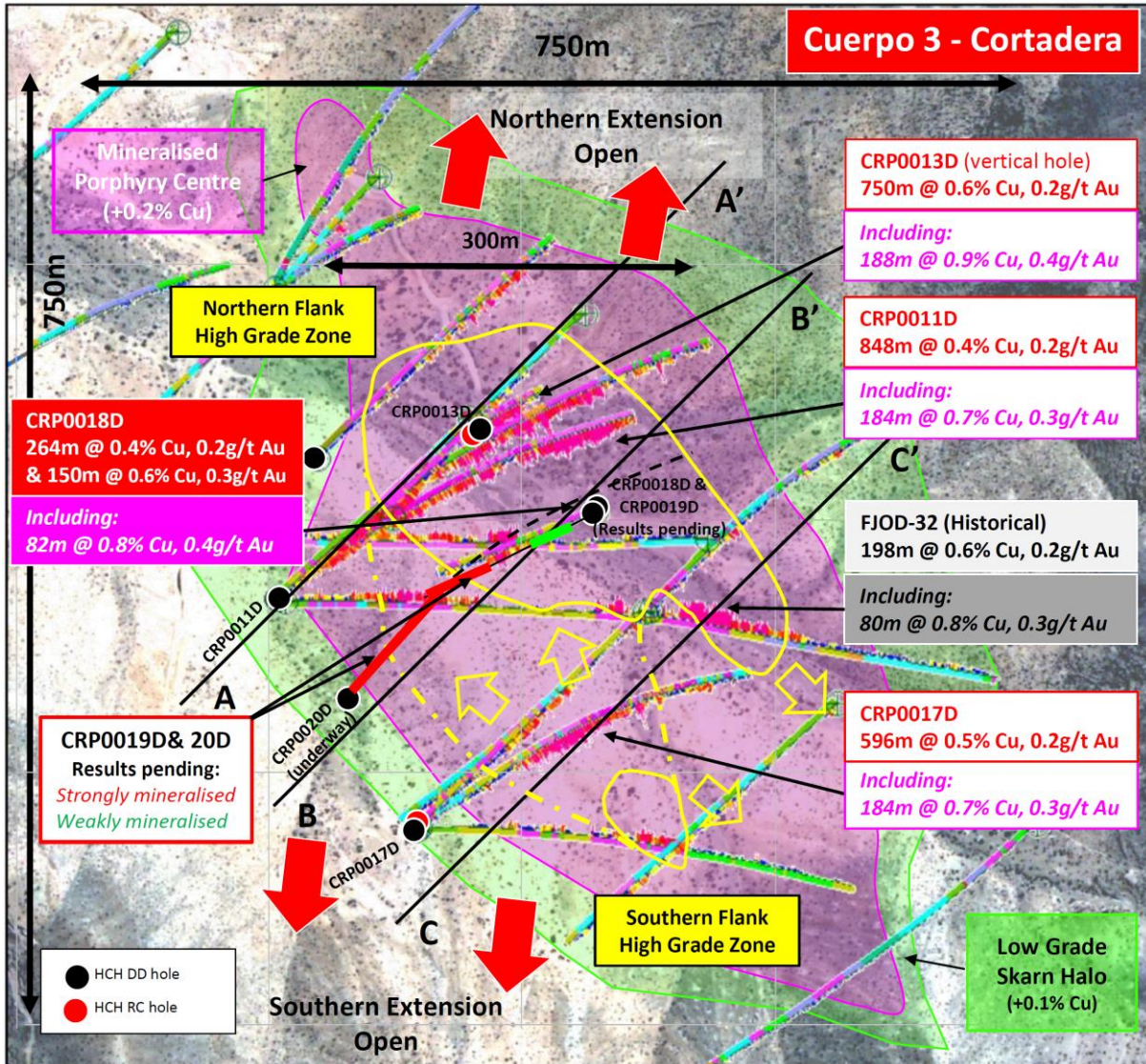
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Figure 1 Plan view across the Cortadera discovery area displaying significant historical copper-gold DD intersections across Cuerpo 1, 2 and 3 tonalitic porphyry intrusive centres. Note the location of Type Sections A and B, and the inset plan area for Cuerpo3 associated with the following figures. The new HCH drilling intersections recorded in CRP0018D, CRP0017D, CRP0011D and CRP0013D are also annotated.





**Figure 2 Plan view of Cuerpo 3 - the Main porphyry of the four porphyry centres discovered to date at Cortadera. The plan displays the location and basic geology of the mineralised tonalitic host porphyry in relation to the location of significant new results released for CRP0017D, CRP0011D and CRP0013D. Note the growing extent of the modelled higher grade copper which currently accounts for the Northern and Southern Flank High Grade Zone (solid yellow isosurface)**

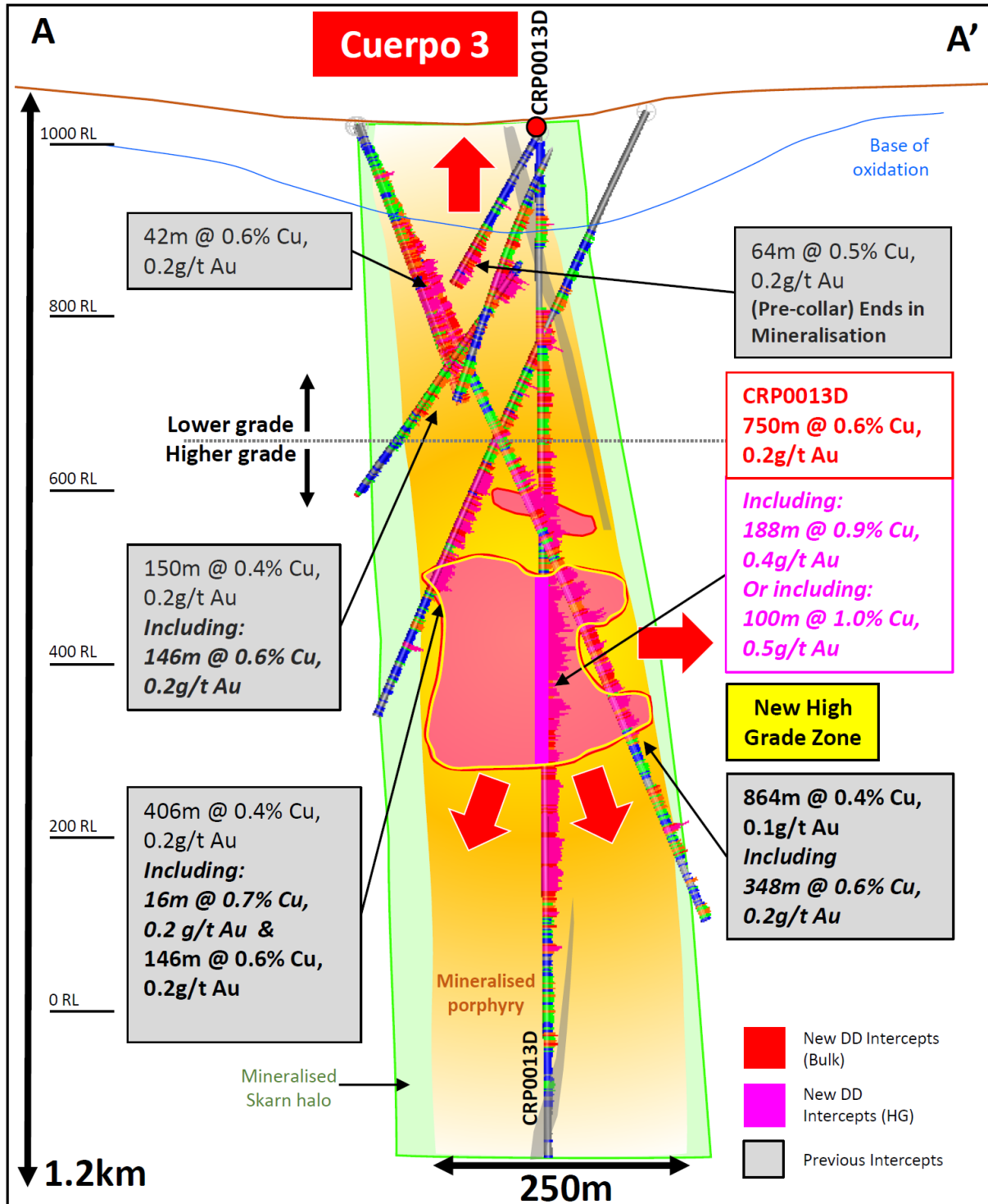
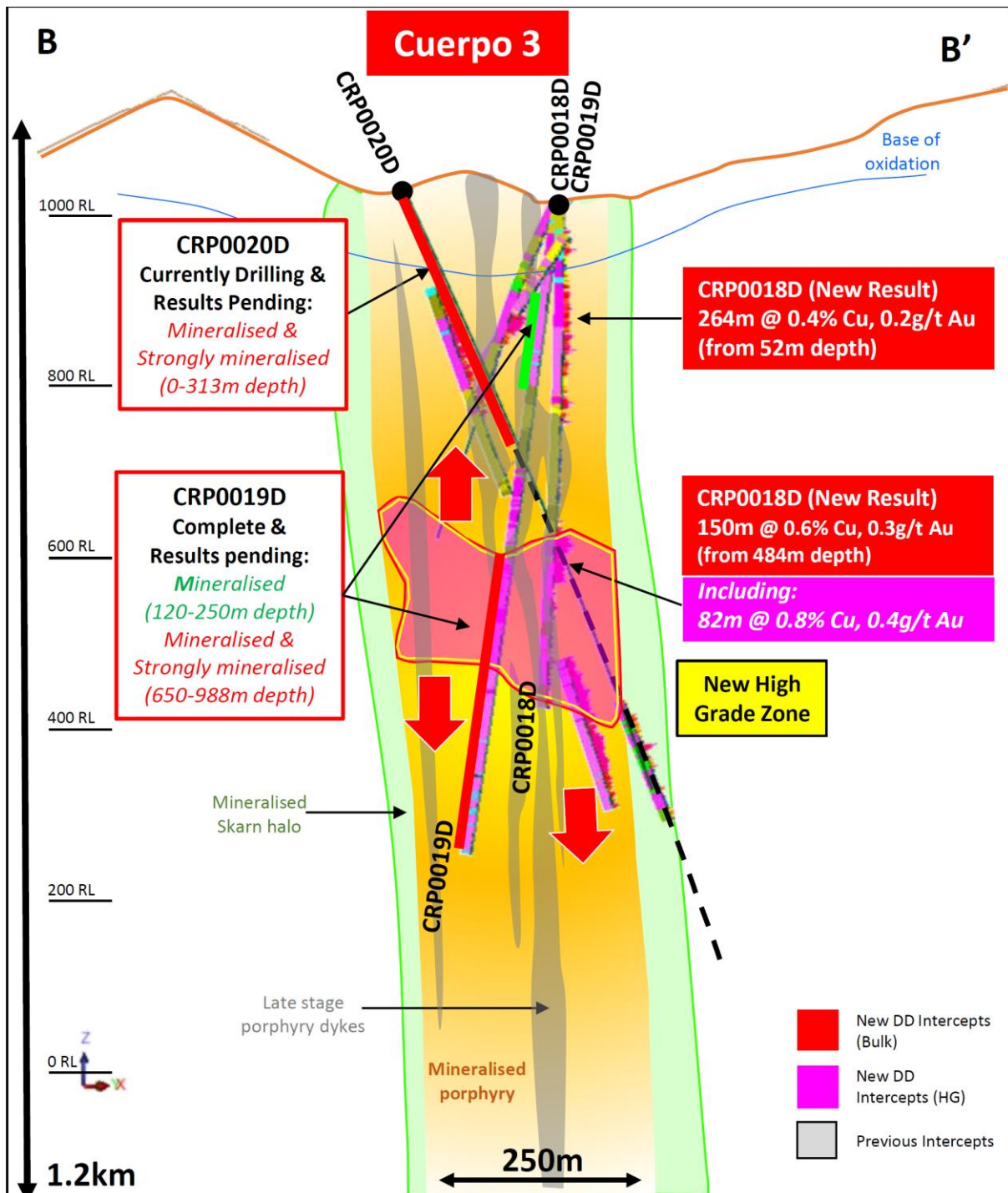


Figure 3 Type Section A displaying historical DD drill results and an interpretation of Cuerpo 3 - the main host tonalitic porphyry intrusion at Cortadera. Note the location hole CRP0013D, northern flank high grade zone and a distinct increase in grade below 400m vertical depth.





**Figure 4 Type Section B displaying historical new DD drill results and an interpretation of Cuerpo 3 - the main host tonalitic porphyry intrusion at Cortadera. Note the location hole CRP0018D, the new high grade zone and the influence of late-stage poorly mineralised and barren dykes. Results for CRP0019D are pending release and the**

current hole CRP0020D which has recorded a significant shallow intersection of mineralised and strongly mineralised porphyry from surface.

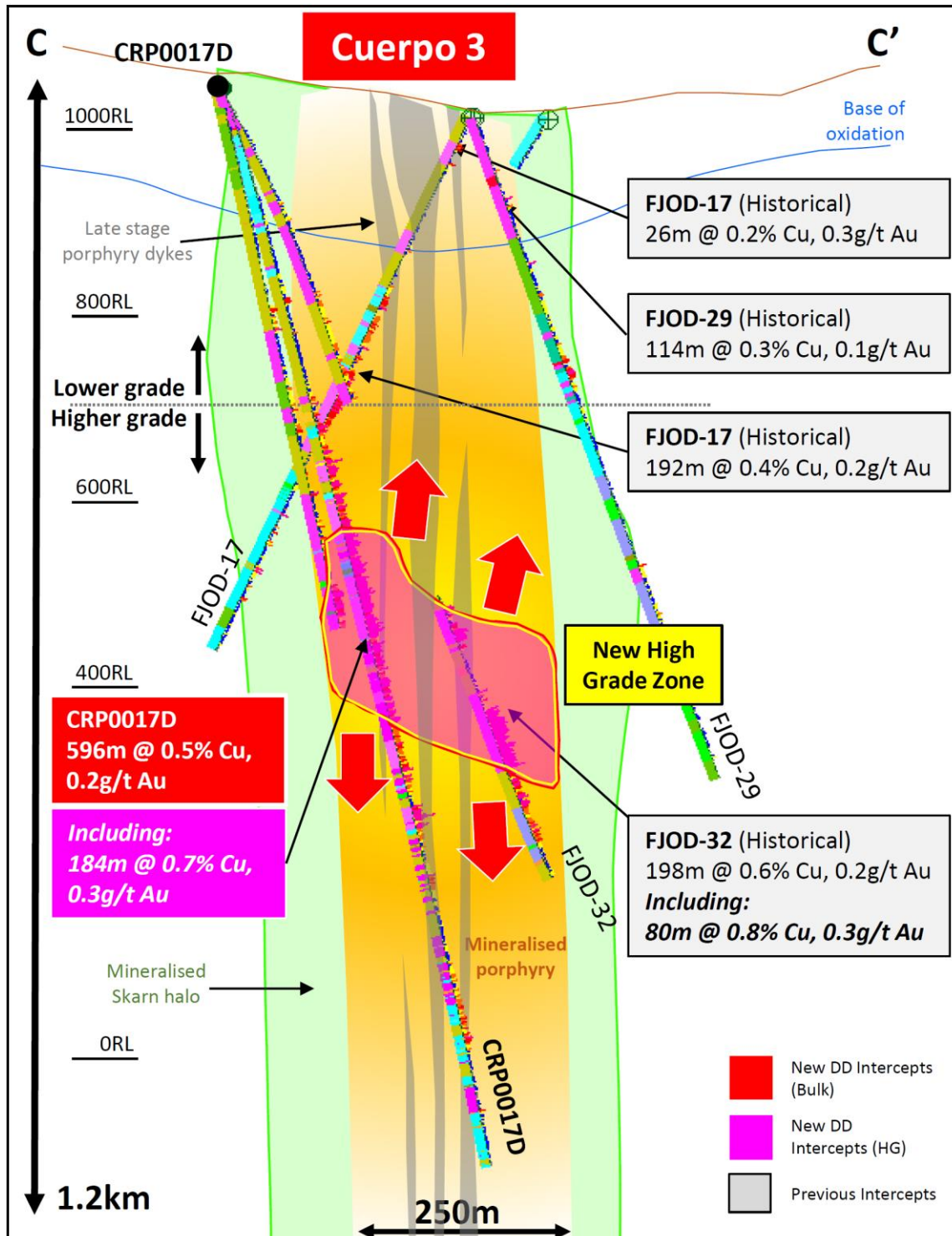


Figure 5. Type Section C displaying historical DD drill results and an interpretation of Cuerpo 3 - the main host tonalitic porphyry intrusion at Cortadera. Note the location



hole CRP0017D, the new high grade zone and a distinct increase in grade below 400m vertical. CRP0017D results have significantly extended the high grade zone.

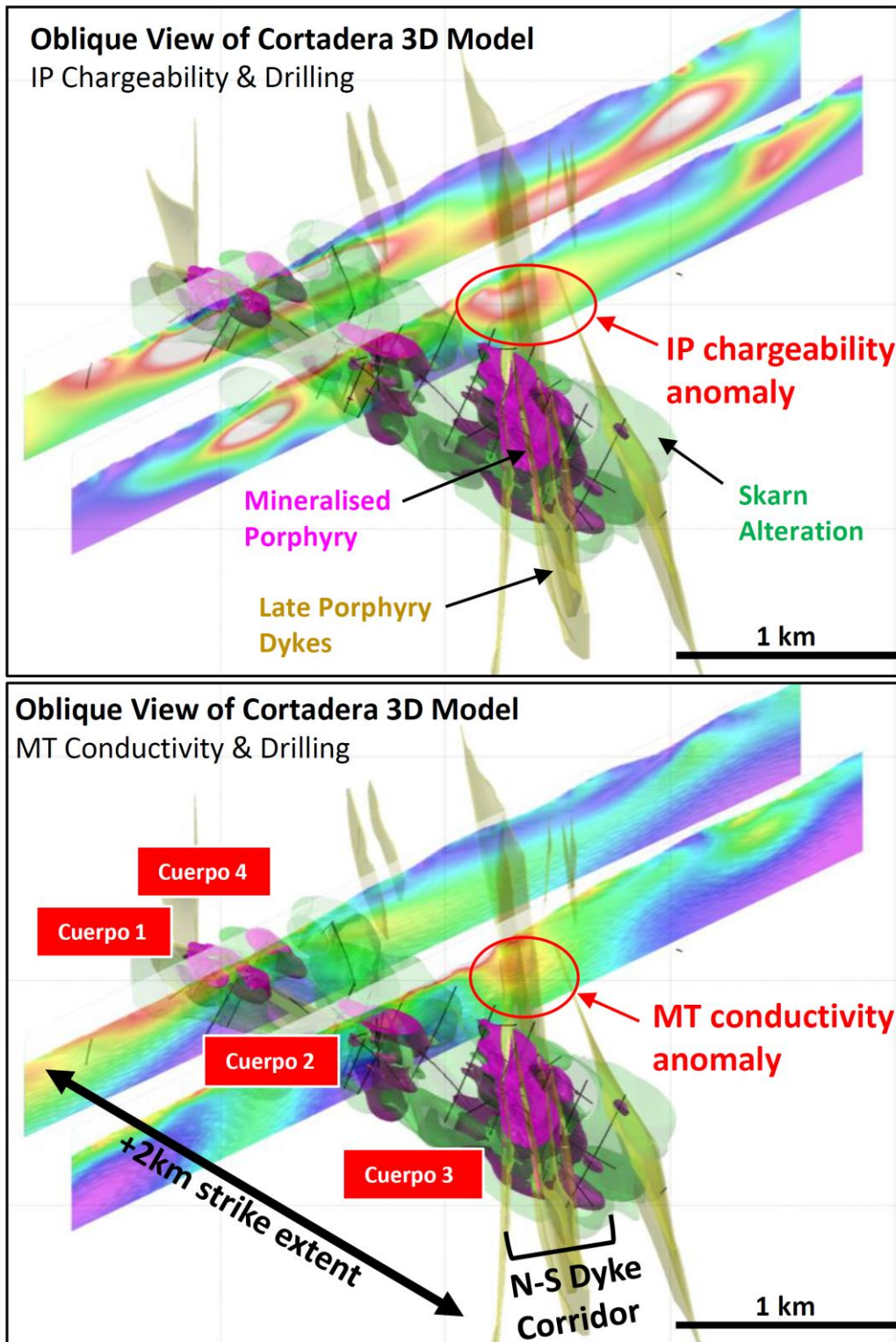
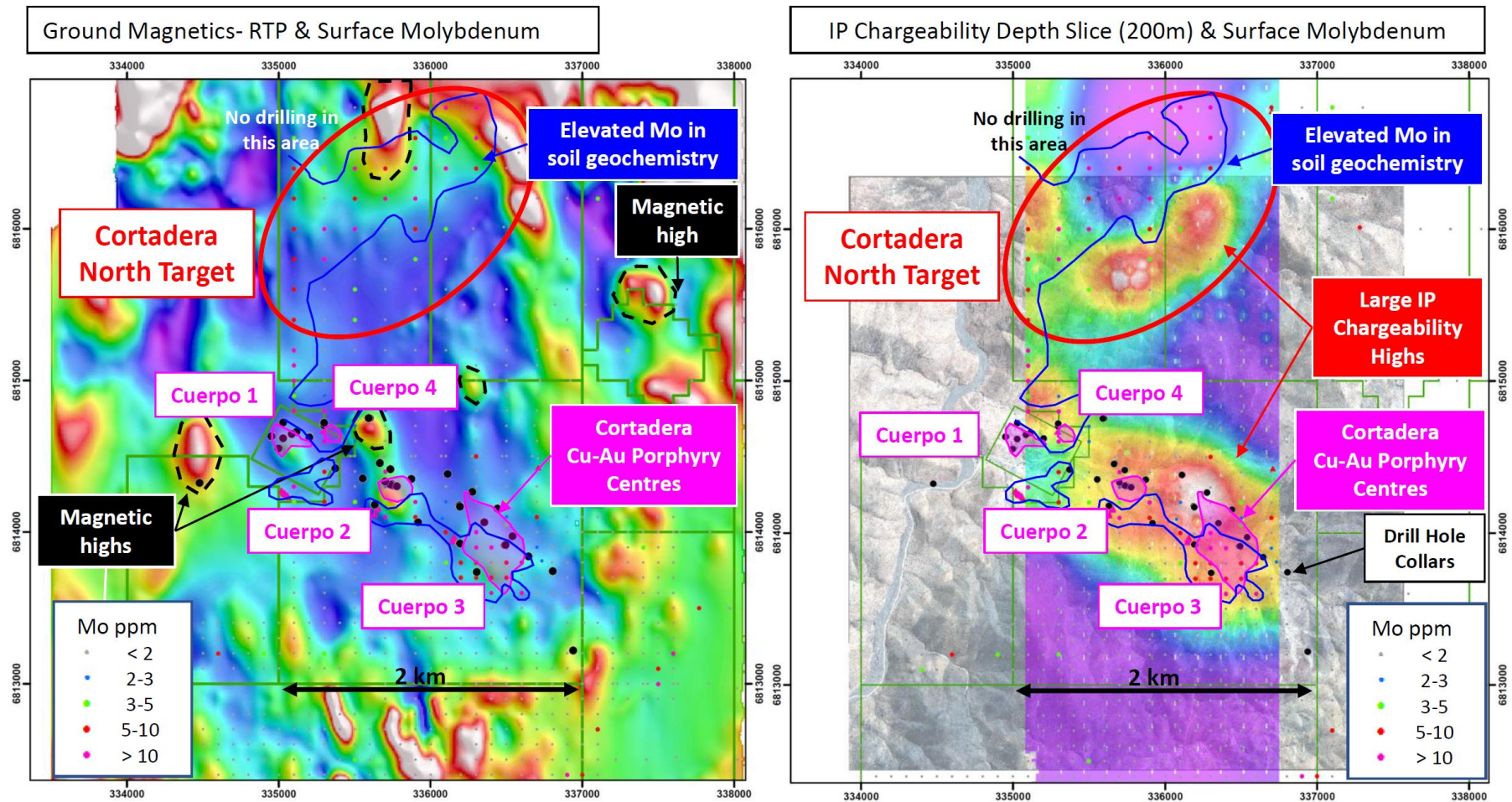


Figure 6. Oblique view of 3D geological model of Cortadera displaying the location of IP chargeability sections (MIMDAS survey lines) and MT conductivity sections. Note the location of the coincident anomaly, approximately 400m north and down-plunge from the main porphyry at Cortadera – Cuerpo 3.



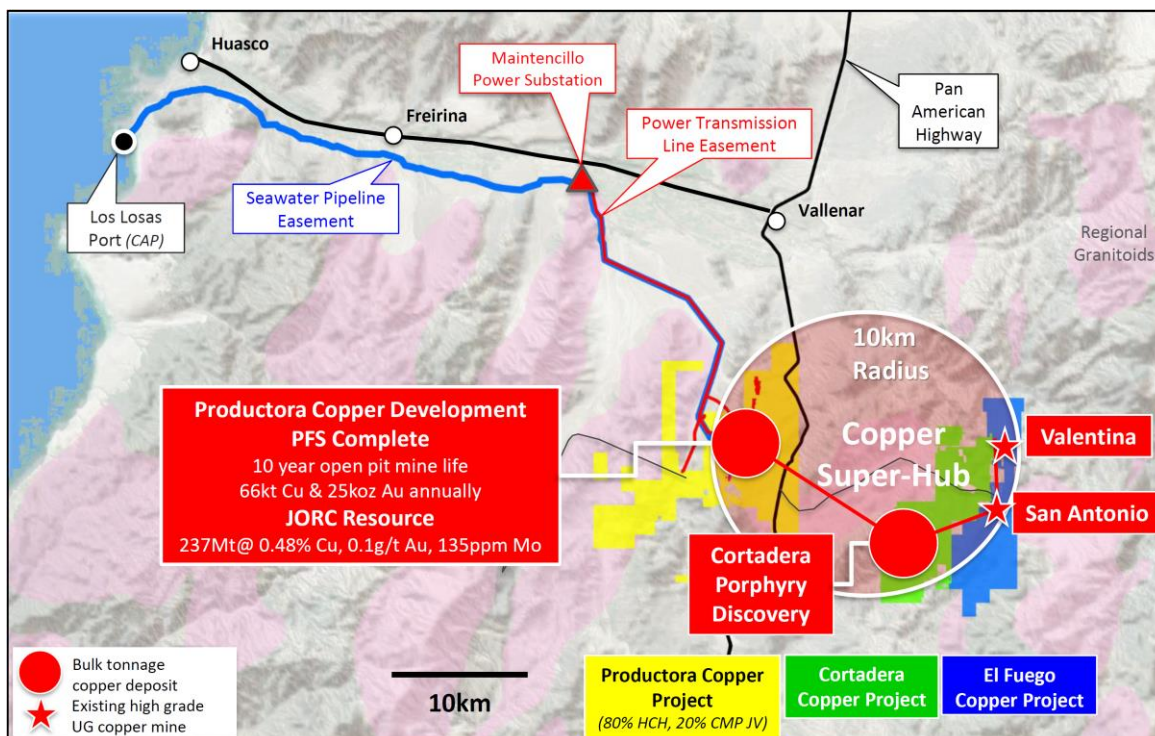
**Figure 7. Plan view across the Cortadera discovery area displaying IP chargeability and Ground Magnetics in relation to surface soil molybdenum and the Cortadera North target**



## About Cortadera

Cortadera is a privately-owned, major copper-gold porphyry discovery located along the Chilean coastal range, where historical world-class discovery drill results have only recently been publicly released by Hot Chili in February 2019.

Importantly, Cortadera lies 14km from the Company's large-scale Productora copper development and adjacent to the high grade El Fuego satellite copper projects, as displayed in Figure 6 below.



**Figure 8. Location of Productora and the Cortadera discovery in relation to the consolidation of new growth projects and coastal range infrastructure**

On 22 February 2019, Hot Chili announced the execution of a formal Option Agreement to acquire a 100% interest in Cortadera. In early April, the Company commenced a confirmation drilling programme comprising 17 holes.

The drilling has confirmed and extended areas of surface enrichment and wide, higher-grade, copper-gold sulphide mineralisation at depth, which had not previously been closed off by 23,000m of historical diamond drilling.

Hot Chili's recent two drill holes at Cuerpo 3 (the largest of the four porphyries discovered to date) include two of the best intercepts to date at the project and rate as some of the world's stand-out copper-gold porphyry drill results ever recorded globally. The Cuerpo 3 porphyry remains open to the north, south and at depth. Significant intersections (refer to ASX announcement 16th October 2019) include:





- 750m grading 0.6% copper and 0.2g/t gold from 204m down-hole depth (including 188m grading 0.9% copper and 0.4g/t gold)
- 848m grading 0.4% copper and 0.2g/t gold from 112m down-hole depth (including 184m grading 0.7% copper and 0.3g/t gold)
- 864m grading 0.4% copper and 0.1g/t gold from 62m down-hole depth (including 348m grading 0.6% copper and 0.2g/t gold), and
- 596m grading 0.5% copper and 0.2g/t gold from 328m down-hole depth (including 184m grading 0.7% copper and 0.3g/t gold)

Cortadera is shaping up as a globally significant standalone copper-gold project which can utilise the Productora project resources, and leverage from a central processing and combined infrastructure approach along the coastline of Chile.

The Company's recent confirmation of a higher grade bulk tonnage underground development opportunity at Cortadera places Hot Chili in a unique position amongst potential large-scale global copper-gold developments.

**Table 1 Significant Drill Results at Cortadera for the quarter**

Hole_ID	Coordinates			Azim	Dip	Hole Depth	Intersection		Interval (m)	Copper (% Cu)	Gold (g/t Au)	Silver (ppm Ag)	Molybdenum (ppm Mo)
	North	East	RL				From	To					
CRP0013D	6814070	336348	1020	360	-90	1185.9	204	954	750	0.6	0.2	1.1	79
	<i>including</i>						<b>516</b>	<b>704</b>	<b>188</b>	<b>0.9</b>	<b>0.4</b>	<b>1.7</b>	<b>94</b>
	<i>or including</i>						<b>530</b>	<b>630</b>	<b>100</b>	<b>1.0</b>	<b>0.5</b>	<b>2.4</b>	<b>96</b>
CRP0011D	6813925	336193	1027	045	-65	959.9	112	960	848	0.4	0.2	0.8	50
	<i>including</i>						<b>720</b>	<b>904</b>	<b>184</b>	<b>0.7</b>	<b>0.3</b>	<b>1.4</b>	<b>74</b>
CRP0017D	6813739	336307	1066	075	-75	1,133.5	328	924	596	0.5	0.2	0.8	80
	<i>including</i>						<b>430</b>	<b>614</b>	<b>184</b>	<b>0.7</b>	<b>0.3</b>	<b>1.3</b>	<b>6</b>
CRP0018D	6813995	336449	1035	360	-90	763.2	56	320	264	0.4	0.2	0.5	18
							484	634	150	0.6	0.3	1.0	54
	<i>including</i>						<b>496</b>	<b>578</b>	<b>82</b>	<b>0.8</b>	<b>0.4</b>	<b>1.5</b>	<b>50</b>

## Hot Chili Arranges \$12.1M Placement

The Company successfully arranged a \$12.1 million institutional-led private placement to sophisticated and professional investors through the issue of new shares at 3.6 cents per share (the "Placement"), as announced to the ASX on 23rd September, 2019.





The Placement investors include several new institutional investors from Australia and North America, as well as existing major shareholders associated with Taurus Funds Management and Hot Chili's chairman, Murray Black.

Veritas Securities acted as lead manager to the Placement, which saw strong demand following Hot Chili's recent record copper-gold drill results from its Cortadera porphyry discovery in Chile.

Importantly, funds from the Placement were used to satisfy the remaining US\$3 million part-payment for the first instalment of the Carola Option Agreement. The part-payment of US\$3 million to SCM Carola now satisfies the first US\$5 million payment of the Carola Option Agreement and allows full access to expand the Company's drilling programme at Cortadera during the remaining two-year option term.

Funds from the Placement allow the Company to continue drilling the recently discovered high grade zone at Cuerpo 3, and also enable the commencement of expansionary drilling which the Company believes could substantially enhance the potential scale of the project.

### **Details of the Placement**

The Placement was undertaken in two tranches:

- The first tranche of 325,000,000 new shares, was not subject to shareholder approval and fell within the Company's combined 25% placement capacity under ASX Listing Rule 7.1 and 7.1A ("Tranche 1 Placement") and raised A\$11.7m.
- The second tranche of 11,111,112 new shares to related parties is conditional upon shareholder approval, and applies to shares subscribed by Blue Spec Sondajes Chile (an entity associated with Hot Chili's chairman Murray Black) ("Tranche 2 Placement") and will raise A\$400,000.

Following the issue of the Tranche 1 Placement shares, the Company's remaining placement capacity under listing rule 7.1 is 2,899,915 ordinary securities and nil under 7.1A.

Each new share was issued at a price of 3.6 cents, with shares issued under the Tranche 1 Placement being fully paid ordinary shares, and ranking equally to shares currently on issue.

Settlement and allotment of the Tranche 1 Placement shares occurred on Monday 30th September 2019.

Hot Chili proposes to seek shareholder approval of the issue of the Tranche 2 Placement shares at its forthcoming annual general meeting, which is scheduled to occur on Tuesday, 12th November 2019. Issue of the Tranche 2 Placement shares is expected to take place shortly after the meeting, subject to shareholder approval.

The Company also continues to advance its longer-term strategic funding discussions, while focusing its efforts in establishing Cortadera as one of the world's top potential stand-alone copper-gold developments.





## Health, Safety, Environment and Quality

Hot Chili's sustainability framework ensures an emphasis on business processes that target long-term economic, environmental and social value. The Company is dedicated to continual monitoring and improvement of health, safety and the environmental systems.

The company is pleased to report that there were no incidents recorded for the quarter. Field operations during the period including geological reconnaissance activities, RC and diamond drilling, field mapping and sampling exercises at the Cortadera project.

The Company's HSEQ quarterly performance is summarised below:

### HSEQ Quarter 3 2019 Performance and Statistics

Item	PRODUCTORA		CORTADERA	
	July-Sep 2019	Last 24 Months	July-Sep 2019	Last 6 Months
LTI events	0	0	0	0
NLTI events	0	0	0	0
Days lost	0	0	0	0
LTIFR index	0	0	0	0
ISR index	0	0	0	0
Thousands of mh (1)	0	4.170	2.370	16.422
Environmental incidents	0	0	0	0
Headcount (2)	0	1.8	14.3	17.7

*Notes: HSEQ is the acronym for Health, Safety, Environment and Quality. LTIFR per million man hours. Safety performance is reported on a monthly basis to the National Mine Safety Authority on a standard E-100 form; (1) man-hours; (2) Average monthly headcount*

## Tenement Changes During the Quarter

There were no changes to the Company's tenement holdings during the quarter.







## Qualifying Statements

### Competent Person's Statement- Exploration Results

Exploration information in this Announcement is based upon work compiled by Mr Christian Easterday, the Managing Director and a full-time employee of Hot Chili Limited whom is a Member of the Australasian Institute of Geoscientists (AIG). Mr Easterday has sufficient experience that is relevant to the style of mineralisation 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Easterday consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

### Competent Person's Statement- Mineral Resources

The information in this Announcement that relates to the Productora Project Mineral Resources, is based on information compiled by Mr J Lachlan Macdonald and Mr N Ingvar Kirchner. Mr Macdonald is employed by AMC Consultants (AMC), and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Kirchner is employed by AMC Consultants (AMC). AMC has been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Project Mineral Resource estimates. Mr Kirchner is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and is a Member of the Australian Institute of Geoscientists (AIG). Both Mr Macdonald and Mr Kirchner have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code 2012).

### Competent Person's Statement- Ore Reserves

The information in this Announcement that relates to Productora Project Ore Reserves, is based on information compiled by Mr Carlos Guzmán, Mr Boris Caro, Mr Leon Lorenzen and Mr Grant King. Mr Guzmán is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM), a Registered Member of the Chilean Mining Commission (RM- a 'Recognised Professional Organisation' within the meaning of the JORC Code 2012) and a full time employee of NCL Ingeniería y Construcción SpA (NCL). Mr Caro is a former employee of Hot Chili Ltd, now working in a consulting capacity for the Company, and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and a Registered Member of the Chilean Mining Commission. Mr Lorenzen is employed by Mintrex Pty Ltd and is a Chartered Professional Engineer, Fellow of Engineers Australia, and is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr King is employed by AMEC Foster Wheeler (AMEC FW) and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). NCL, Mintrex and AMEC FW have been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Project Ore Reserve estimate. Mr. Guzmán, Mr Caro, Mr Lorenzen and Mr King have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.





## Forward Looking Statements

This Announcement is provided on the basis that neither the Company nor its representatives make any warranty (express or implied) as to the accuracy, reliability, relevance or completeness of the material contained in the Announcement and nothing contained in the Announcement is, or may be relied upon as a promise, representation or warranty, whether as to the past or the future. The Company hereby excludes all warranties that can be excluded by law. The Announcement contains material which is predictive in nature and may be affected by inaccurate assumptions or by known and unknown risks and uncertainties and may differ materially from results ultimately achieved.

The Announcement contains “forward-looking statements”. All statements other than those of historical facts included in the Announcement are forward-looking statements including estimates of Mineral Resources. However, forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, copper, gold and other metals price volatility, currency fluctuations, increased production costs and variances in ore grade recovery rates from those assumed in mining plans, as well as political and operational risks and governmental regulation and judicial outcomes. The Company does not undertake any obligation to release publicly any revisions to any “forward-looking statement” to reflect events or circumstances after the date of the Announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws. All persons should consider seeking appropriate professional advice in reviewing the Announcement and all other information with respect to the Company and evaluating the business, financial performance and operations of the Company. Neither the provision of the Announcement nor any information contained in the Announcement or subsequently communicated to any person in connection with the Announcement is, or should be taken as, constituting the giving of investment advice to any person



## 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

Hot Chili Limited

#### ABN

91 130 955 725

#### Quarter ended ("current quarter")

30 September 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (..3.....months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(2,283)	(2,283)
(b) development	-	-
(c) production	-	-
(d) staff costs	(241)	(241)
(e) administration and corporate costs	(360)	(360)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	2
1.5 Interest paid	-	-
1.6 Income taxes paid	-	-
1.7 GST	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(2,882)</b>	<b>(2,882)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	(2,863)	(2,863)



Consolidated statement of cash flows		Current quarter \$A'000	Year to date (..3.....months) \$A'000
	(c) investments	-	-
	(d) other non-current assets- CHEN bond	-	-
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>(2,863)</b>	<b>(2,863)</b>

3.	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	16,700	16,700
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	(906)	(906)
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 (provide details if material)	-	-
3.10	<b>Net cash from / (used in) financing activities</b>	<b>15,794</b>	<b>15,794</b>

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (..3.....months) \$A'000
<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	1,250	1,250
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,882)	(2,882)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,863)	(2,863)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	15,794	15,794
4.5	Effect of movement in exchange rates on cash held		
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>11,299</b>	<b>11,299</b>

<b>5.</b>	<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	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	11,211	1,161
5.2	Call deposits	88	88
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>11,299</b>	<b>1,249</b>

<b>6.</b>	<b>Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to these parties included in item 1.2	123
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	

Directors fees, salaries and superannuation

<b>7.</b>	<b>Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1	Aggregate amount of payments to these parties included in item 1.2	1,228
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	

Payment for drilling services (Blue Spec Sondajes – an M Black related entity) and office rental contracted on an arms-length basis.

<b>8.</b>	<b>Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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	\$A'000
9.1	Exploration and evaluation	2,500
9.2	Development	-
9.3	Production	-
9.4	Staff costs	240
9.5	Administration and corporate costs	150
9.6	Other (2 <sup>nd</sup> instalment to SCM Carola- already satisfied on 16 <sup>th</sup> October 2019)	4,450
9.7	<b>Total estimated cash outflows</b>	<b>7,340</b>

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		There have been no changes to tenement holdings during the quarter – please refer to the Activities Report		
10.2	Interests in mining tenements and petroleum tenements acquired or increased		There have been no changes to tenement holdings during the quarter – please refer to the Activities Report		

### 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: .....Lloyd Flint.....

### 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.