+Rule 5.5

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

NEW TALISMAN GOLD MINES LIMITED

ABN	**Quarter ended ("current quarter")**
009 474 702	31 December 2019

Consolidated statement of cash flows			**Current quarter $NZ**	**Year to date (9 mth) $NZ**
1.	**Cash flows from operating activities**			
1.1	Receipts from customers		Nil	Nil
1.2	Payments for			
	(a)	exploration & evaluation	Nil	Nil
	(b)	development	(229,417)	(1,053,507)
	(c)	production	Nil	Nil
	(d)	staff costs	(42,690)	(175,781)
	(e)	administration and corporate costs	(211,509)	(561,995)
1.3	Dividends received (see note 3)		Nil	Nil
1.4	Interest received		985	8,921
1.5	Interest and other costs of finance paid		Nil	Nil
1.6	Income taxes paid		Nil	Nil
1.7	Research and development refunds		Nil	Nil
1.8	Other (provide details if material)		Nil	Nil
1.9	**Net cash from / (used in) operating activities**		**(482,631)**	**(1,782,362)**

2.	**Cash flows from investing activities**			
2.1	Payments to acquire:			
	(a)	property, plant and equipment	Nil	(18,478)
	(b)	tenements (see item 10)	Nil	Nil
	(c)	investments	Nil	Nil
	(d)	other non-current assets	Nil	Nil

Consolidated statement of cash flows		**Current quarter $NZ**	**Year to date (9 mth) $NZ**
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	Nil	Nil
	(b) tenements (see item 10)	Nil	Nil
	(c) investments	Nil	Nil
	(d) other non-current assets	Nil	Nil
2.3	Cash flows from loans to other entities	(11,654)	(31,627)
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**	**(11,654)**	**(50,105)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	Nil	3,625,522
3.2	Proceeds from issue of convertible notes	Nil	Nil
3.3	Proceeds from exercise of share options	Nil	Nil
3.4	Transaction costs related to issues of shares, convertible notes or options	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**	**3,625,522**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	3,538,262	1,243,656
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(482,631)	(1,782,362)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(11,654)	(50,105)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	Nil	3,625,522
4.5	Effect of movement in exchange rates on cash held	(8,668)	(1,402)
4.6	**Cash and cash equivalents at end of period**	**3,035,309**	**3,035,309**

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**	**Previous quarter $NZ**
5.1	Bank balances	2,930,309	3,433,262
5.2	Call deposits	Nil	Nil
5.3	Bank overdrafts	Nil	Nil
5.4	Other (provide details)	105,000	105,000
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**3,035,309**	**3,538,262**

6.	**Payments to directors of the entity and their associates**	**Current quarter $NZ**
6.1	Aggregate amount of payments to these parties included in item 1.2	98,000
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	Nil

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Consultancy services, Director's fees and Geotechnical Consultancy.

7.	**Payments to related entities of the entity and their associates**	**Current quarter $NZ**
7.1	Aggregate amount of payments to these parties included in item 1.2	Nil
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	(11,654)

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

New Talisman Gold Mines paid for Land Access and consulting fees on behalf of its subsidiary, Rahu Resources Pty Limited.

		Total facility amount at quarter end $NZ	Amount drawn at quarter end $NZ
8.	**Financing facilities available** *Add notes as necessary for an understanding of the position*		
8.1	Loan facilities	Nil	Nil
8.2	Credit standby arrangements	Nil	Nil
8.3	Other (please specify)	Nil	Nil

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**	**$NZ**
9.1	Exploration and evaluation	Nil
9.2	Development	143,000
9.3	Production	Nil
9.4	Staff costs	50,000
9.5	Administration and corporate costs	160,000
9.6	Other (provide details if material)	Nil
9.7	**Total estimated cash outflows**	**353,000**

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	N/A			
10.2	Interests in mining tenements and petroleum tenements acquired or increased	N/A			

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: (Director/Company secretary) Date: 31/12/19

Print name: Jane Bell

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.