

Quarterly Activities Report

Quarter Ended 31 December 2019

Highlights

- **The Scoping Study, which will assess high grade open pit gold production, made significant progress during the quarter and remains on track to be released during March 2020.**
 - DRA was appointed to lead the Study. DRA is a global engineering company with a head office in Perth and supported by international offices, including in Canada.
 - The Scoping Study is targeting high-grade, shallow gold mineralisation with processing through a conventional CIL facility with throughput between 1Mt to 1.5Mt per annum.
- **Matador concluded its exploration program for 2019 during November. This included 12,600m of drilling, the largest program at the Cape Ray project in more than 30 years.**
 - The major objective of the program was to increase the current JORC Resource of 1.02Moz Au at 2.2g/t Au (ASX announcement 30th January 2019).
 - Updated mineral resource estimate is currently being finalised and expected to be released during February 2020.
- **Drilling at Window Glass Hill (WGH) more than doubled the strike length of that deposit to ~1.2km of continuous gold mineralisation, whilst remaining open on strike (ASX announcement 17 December 2020).**
 - Drilling at WGH consistently encountered gold mineralisation at an average depth of between 40m and 70m from surface, including multiple outcropping at surface (Image 2), thus aligning with the Company's strategy of targeting shallow, open pit resources.
- **Highlights from the drill program at WGH during 2019 include:**
 - CRD105 – 5m at 3.5g/t Au from 77m (ASX announcement 17th December 2019)
 - CRD103 – 3.8m at 3.2g/t Au from 4m (ASX announcement 17th December 2019)
 - CRD091 – 29m at 1.9g/t Au from 64m (ASX announcement 19th November 2019)
 - CRD087 – 21m at 1.3g/t Au from 38m (ASX announcement 19th November 2019)
 - CRD058 – 22.8m at 1.1g/t Au from 58m (ASX announcement 17th October 2019)
- **Drilling, structural mapping and high-grade rock chips samples have identified priority targets for the 2020 exploration program at WGH (Image 4) (ASX announcement 6th December 2019).**
 - Two "step out" drill targets based on interpreted mineralisation extensions.
 - Two brownfield targets identified through structural mapping (second order splays), high-grade rock chips and historical drilling.
- **Regional exploration program identifies multiple high-grade rock chips throughout the Project. All known deposits at Cape Ray are outcropping from surface. High grade rock chips include (Image 10):**
 - 191g/t Au and 59.0 g/t Au at Benton (11.5km north of Central Zone)
 - 11.6 g/t Au at Keats Find (16.8km south of Central Zone)
 - 56.8g/t Au at Grandy's Find (16km north of Central Zone)
 - 18.7 g/t Au at Benton 5 (39km north of Central Zone)
 - 41.9 g/t Au at Isle Aux Morts (7.5km North of Central Zone)

Scoping Study to assess high grade open pit production

The Company commenced work on a Scoping Study ("Study") to assess gold production at the Company's Cape Ray Gold Project ("Cape Ray" or the "Project") located in Newfoundland, Canada. The purpose of the Study is to assess the potential for high grade, shallow open pit gold operation. The Study will assume a milling and CIL circuit and utilise the results from the metallurgical testwork previously reported which showed average metallurgical recoveries of 96% Au across all deposits (ASX announcement 31st January 2019).

The Study will be based on an updated mineral resource estimate that is expected to be released in February 2020. The mineral resource update will incorporate results from the extensive 2019 exploration program that included ~12,800m of drilling, the largest program at the project in more than 30 years. Preliminary evaluations incorporating the latest available drilling data, have progressed sufficiently to understand the preferred plant capacity and infrastructure requirements for the Study.

Given its size and classification, the resource at Central Zone is expected to be the core of future development studies. The other deposits within the Project – Window Glass Hill, Big Pond and Isle aux Morts – are all relatively close to Central Zone with maximum distances of up to 7km, and most within 5km. Image 1 below highlights the location of each deposit, the resource size as well as the distance from Central Zone (ASX announcement 30th January 2019), whilst the size and grade of each deposit at different depths is illustrated in Table 1 below.

IMAGE 1: DISTANCE BETWEEN EACH DEPOSITS AT CAPE RAY

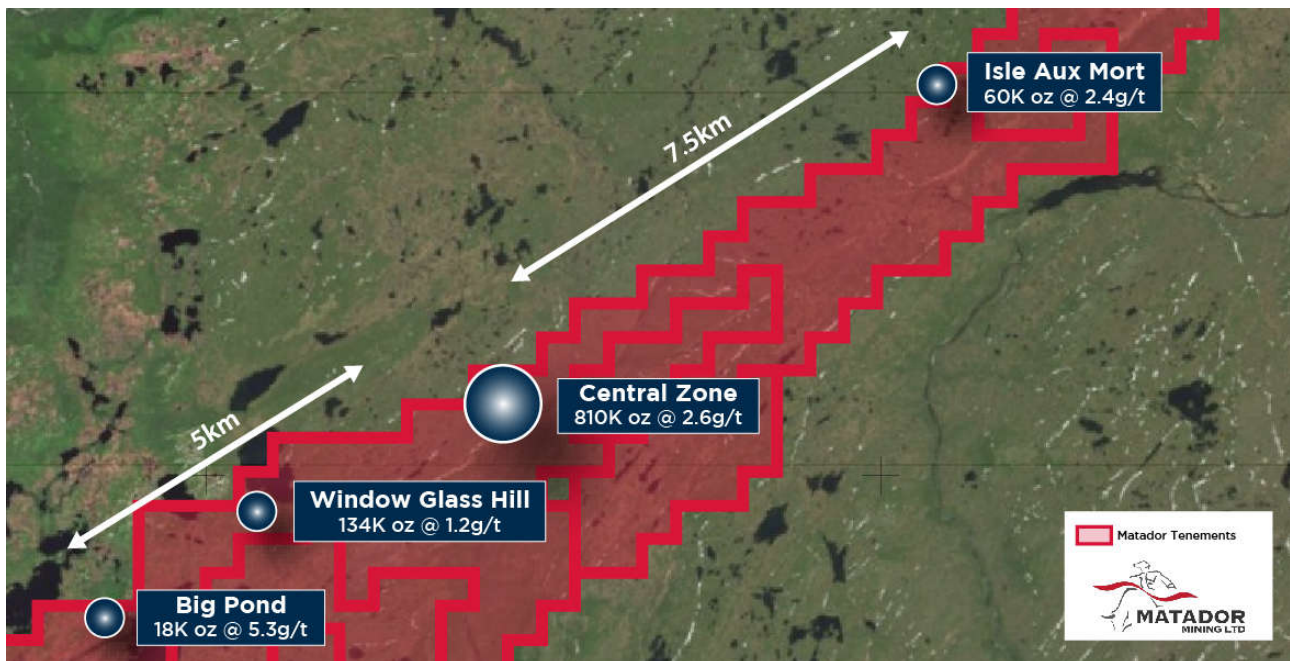


TABLE 1: CONTAINED GOLD RESOURCE AT DIFFERENT DEPTHS

	Central Zone		Isle Aux Mort		WGH		Big Pond		Total	
	Au (g/t)	Koz (Au)	Au (g/t)	Koz (Au)	Au (g/t)	Koz (Au)	Au (g/t)	Koz (Au)	Koz (Au)	Koz (Au)
0-50m	3.16	108	3.14	30	1.27	15	5.33	7	2.80	160
0-100m	3.05	303	2.77	47	1.16	57	5.30	18	2.50	425
0-150m	2.99	432	2.42	57	1.19	100			2.37	605
0-200m	2.90	605	2.39	60	1.15	134			2.30	816
Total	2.60	810	2.39	60	1.15	134	5.30	18	2.20	1,020

Matador prepared a scope of works and tendered the package to six engineering groups, both in Australia and Canada to complete the engineering, cost estimation and compilation of a scoping study report. DRA Pacific ("DRA") was selected as the preferred partner given their strong engineering capability, gold processing background, cold weather experience and EPC(M) and operations and maintenance capabilities. Orelogy Consulting, who is based in Perth, was also appointed to develop the mining studies for the Project. The Study is expected to be completed during 1Q 2020.

Development Study Progress

Orelogy, our selected mining consultant, has undertaken some preliminary Whittle pit optimisations to help define the plant capacity and will refine these and complete the mine optimisations and mine design and scheduling on the updated mineral resource.

Surface water and groundwater studies have already been completed and have provided important inputs to the design basis. Water resource consultancy AQ2 was engaged for this work and has completed a desk-top investigation that provided:

- Estimates of pit dewatering rates;
- An initial groundwater assessment;
- First pass identification of potential catchments and estimate of water treatment volumes; and
- Developed a basic site water balance.

The following deliverables have been defined for the Study:

- Updated resource reflecting the proposed mining strategies;
- Pit optimisation;
- Preliminary mine designs and production schedules;
- Preliminary waste dump and tailings dam designs;
- Site layout drawing;
- Preliminary process design criteria;
- Flowsheet and Mass balance.
- Plant layout;
- Power consumption estimate; and
- Estimate of operating cost and capital cost (Class 5).

The Study timeline shows that all deliverables are expected be available during March 2020, after which a preliminary discounted cashflow model will be developed and the Study report completed.

Window Glass Hill – 2019 Exploration Overview

Window Glass Hill currently hosts an existing resource of 134,000oz Au grading 1.2g/t Au (ASX announcement 30th January 2019) and is located approximately 1km east from Central Zone. The exploration strategy at WGH in 2019 targeted shallow lateral extensions of the existing resource. This saw the Company complete 30 drill holes for 3,540m at an average depth of 118m. Highlights from the drill program include the following (refer to page 1 of this announcement for the applicable ASX announcements):

- CRD105 – 5m at 3.5g/t Au from 77m
- CRD103 – 3.8m at 3.2g/t Au from 4m
- CRD091 – 29m at 1.9g/t Au from 64m
- CRD087 – 21m at 1.3g/t Au from 38m
- CRD086 – 13m at 1.0g/t Au from 89m
- CRD058 – 22.8m at 1.1g/t Au from 58m
- CRD085 – 8.2m 1.2g/t Au from 70m
- CRD084 – 4.2m at 2.2g/t Au from 61m

The Company has had significant success with this strategy, having grown the mineralised footprint from approximately 500m to more than 1.2km, while mineralisation remains open. Importantly, the average depth of this new mineralisation was between 40m to 70m from surface. Image 2 shows the strike and depth of the WGH mineralisation (ASX announcement 17th December 2019).

IMAGE 2: CURRENT RESOURCE AND INTERPRETED MINERALISATION AT WINDOW GLASS HILL

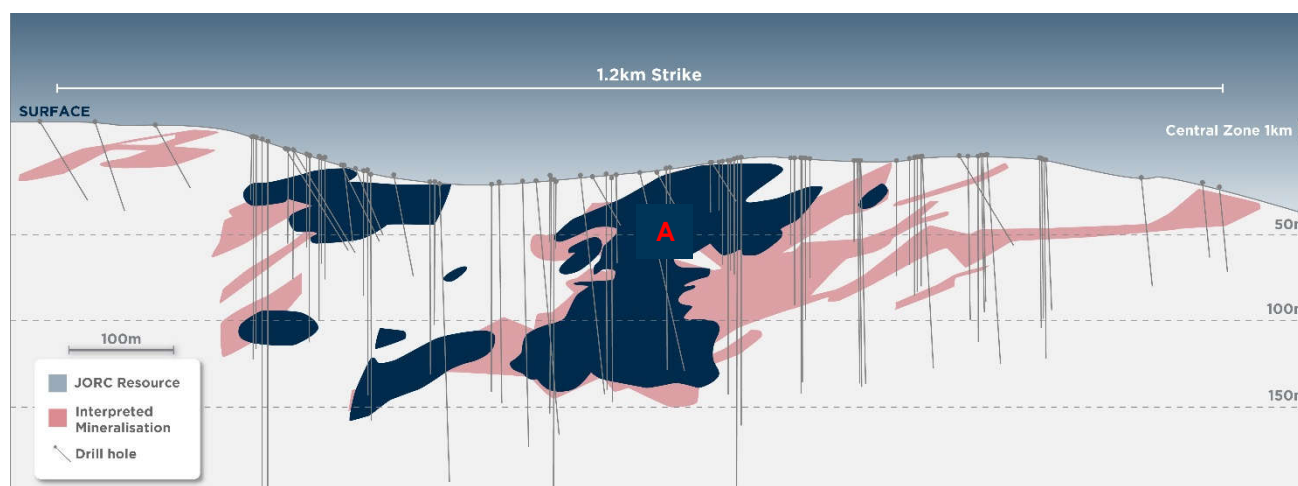


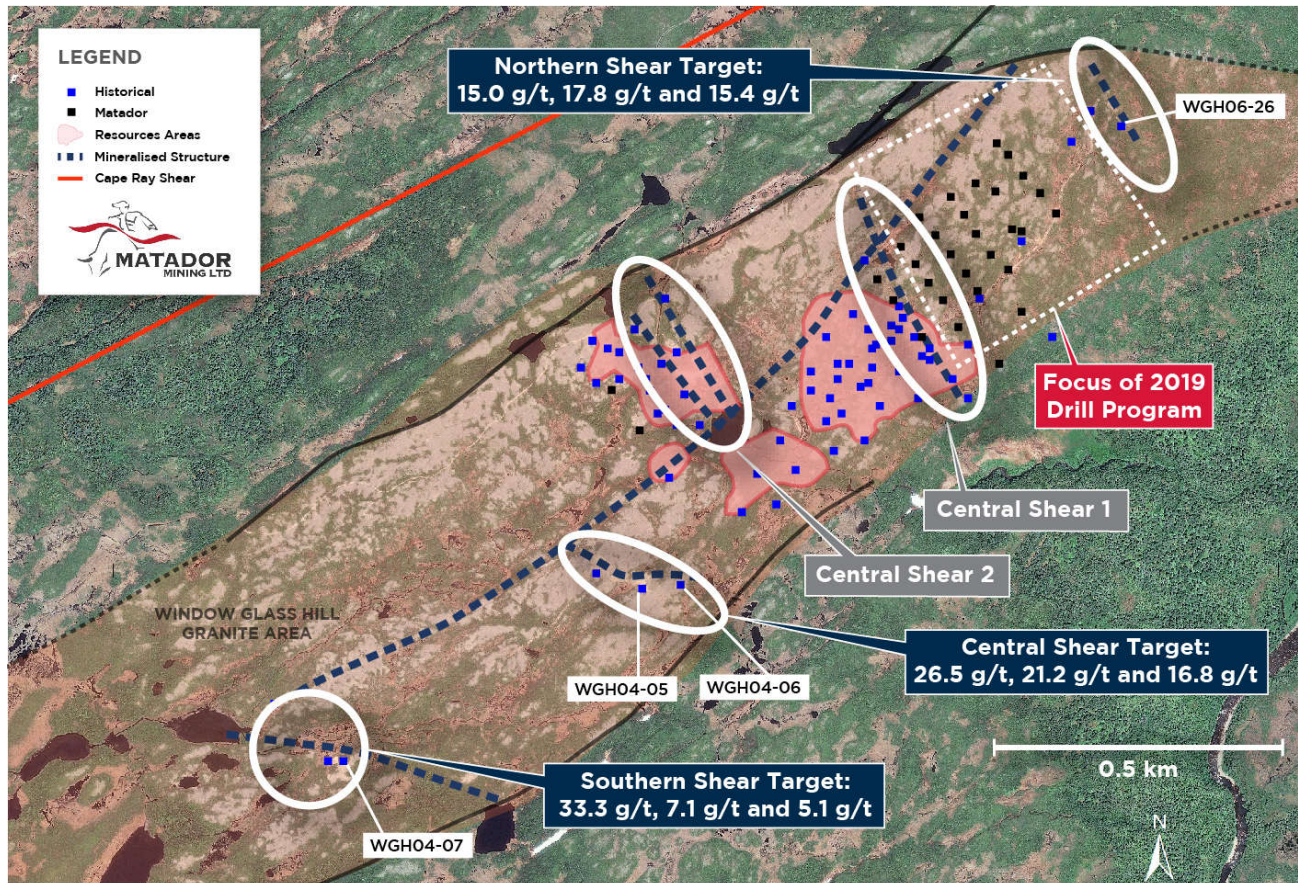
Image 2 also highlights the stacked nature of the WGH deposit, where continuous narrower vein sets are visible from surface (i.e. the outcrops at the northern and central zones) but which can 'blow out' into broad mineralised zones such as in region 'A' indicated in Image 2. This is interpreted to be related to shearing between the northern and central vein regions. Similar 'blow out' regions will be the target for the 2020 exploration program, with already mapped out vein sets (Image 3) in the Central and Southern shear targets providing strong indicators for step out exploration.

In addition, five vein sets or second order splays were identified over the WGH deposit which also had high-grade rock chips over these areas. These shears and the rock chip grades are highlighted below, with their location in Image 3 (ASX announcement 6th December 2019). These include:

- Northern Shear Target – 15.0 g/t, 17.8g/t and 15.4g/t over a 150m strike;

- Central Shear Target – 26.5 g/t, 21.2 g/t and 16.8 g/t over 200m;
- Southern Shear Target – 33.3 g/t, 7.1 g/t and 5.1 g/t Au;
- Central Shear 1 – 47.8 g/t, 19.16g/t and 10.4g/t over 150m of strike (over existing WGH resource); and
- Central Shear 2 – 32.9 g/t, 30.7g/t and 26.6 g/t over 300m of strike (over existing WGH resource).

IMAGE 3: STRUCTURAL MAPPING, ROCK CHIPS AND HISTORICAL DRILLING



Central Shear 1 and Central Shear 2 have been drilled and are located over the existing resource or areas at which the Company has already had exploration success this season. Drilling over the other shears has been limited to only 8 holes. These results however, combined with our knowledge of the style of mineralisation highlight the potential for additional shallow plunging vein systems at these targets similar to those encountered in the known resource region.

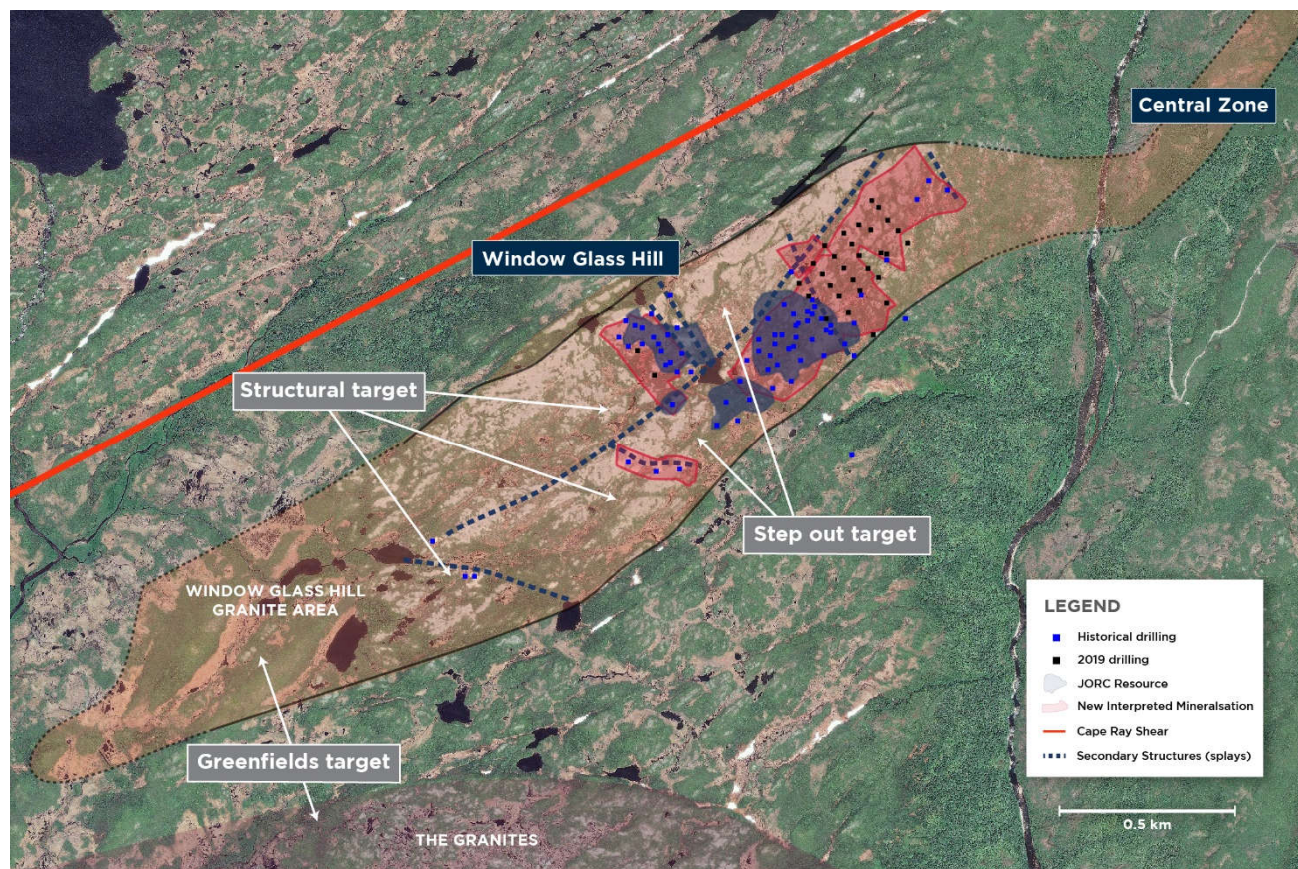
Key drilling intercepts include (ASX announcement 30th January 2019):

- Northern Shear Target – 4.5m at 3.1 (from 1.5m) and 2.4m at 1.53m (from 11.1m) in WGH06-26
- Central Shear Target – 7.9m at 0.7g/t (from 9.5m) and 2.2m at 2.8g/t (from 27.6m) in WGH04-06 and 1.5m at 1.2g/t Au (from 13.5m) in WGH04-05; and
- Southern Shear Target – 2.5m at 2.6g/t Au (from 24.4m) in WGH04-07.

2020 exploration program to focus on continued resource growth

The Company has identified three key areas at Window Glass Hill aimed at delivering further resource growth in 2020. These targets and their locations are highlighted in Image 4 below.

IMAGE 4: EXPLORATION TARGETS FOR 2020



- 1) Two "step out" drill targets identified from interpreted mineralisation extensions. The northern extents of the Central Shear 2, combined with recent drill results (CRD105 – 5m@ 3.5g/t from 77m), highlights the potential for further resource growth in these areas. The Company had good success with the strategy this season. Conceptual targets would be a continuation of the main 'blow out' zone shown in Image 2.
- 2) Three brownfield targets have been identified through structural mapping (second order splays), high-grade rock chips as well as historical drill results. Exploration will initially include additional mapping and sampling prior to reconnaissance drilling later in the season. The Company is confident in the potential of these targets, given the similarities to the current resource surface geology.
- 3) Untested greenfield potential. The WGH granite contains the WGH deposit and the PW deposit (located on the southern extension of Central Zone). Outside of the interpreted mineralised area, only three drill holes on the southern portion of this granite unit have been drilled. This area stretches for approximately 2km of potential strike.

Central Zone – 2019 Exploration Overview

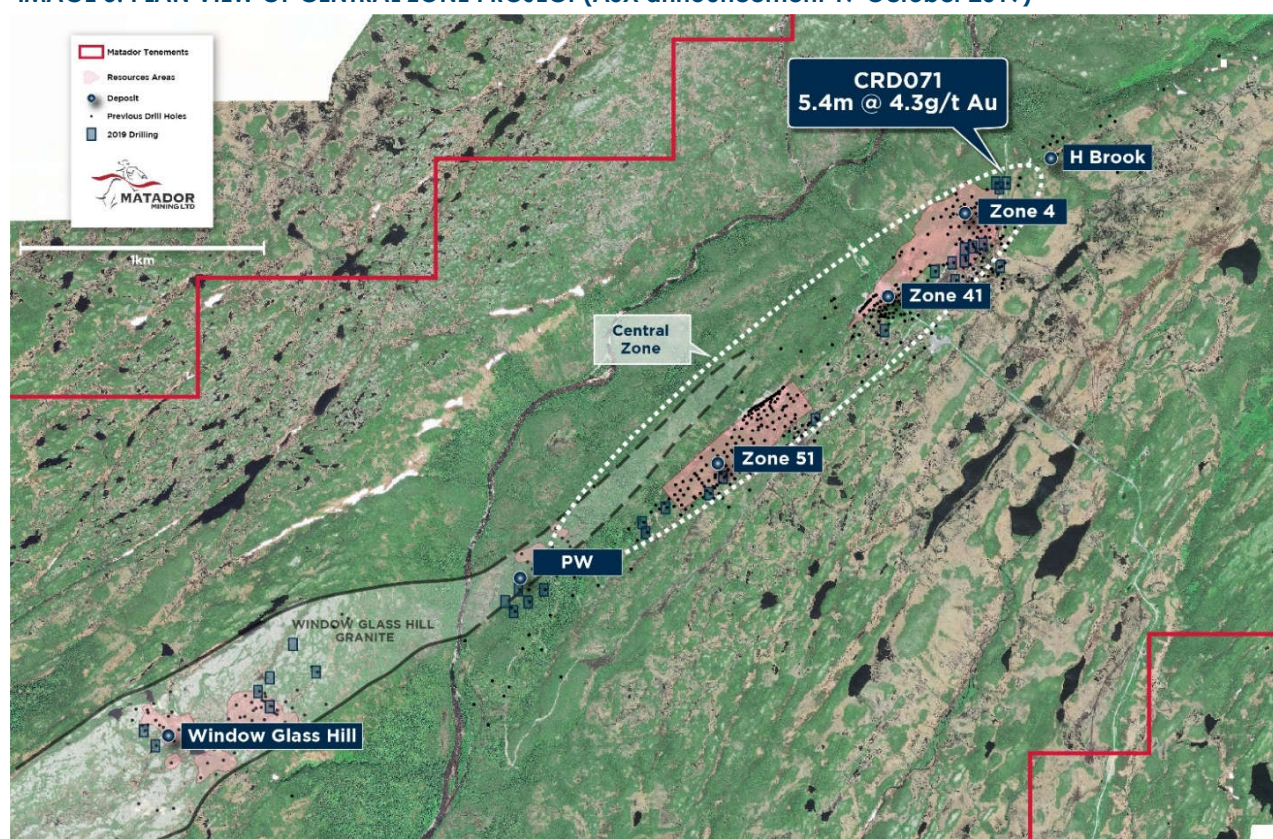
Central Zone is the most advanced project at the Cape Ray Gold Project as it hosts a current defined JORC resource of 810,000oz at 2.6g/t Au (ASX announcement 30th January 2019). Central Zone will be the major source of production for the upcoming Scoping Study. Drilling at Central Zone targeted three aspects.

- A. Testing potential extensions– PW zone
- B. High-grade potential, which remains open at depth – zone 51
- C. Testing the “gaps” between the deposits

A - Test potential extensions along strike (PW Zone)

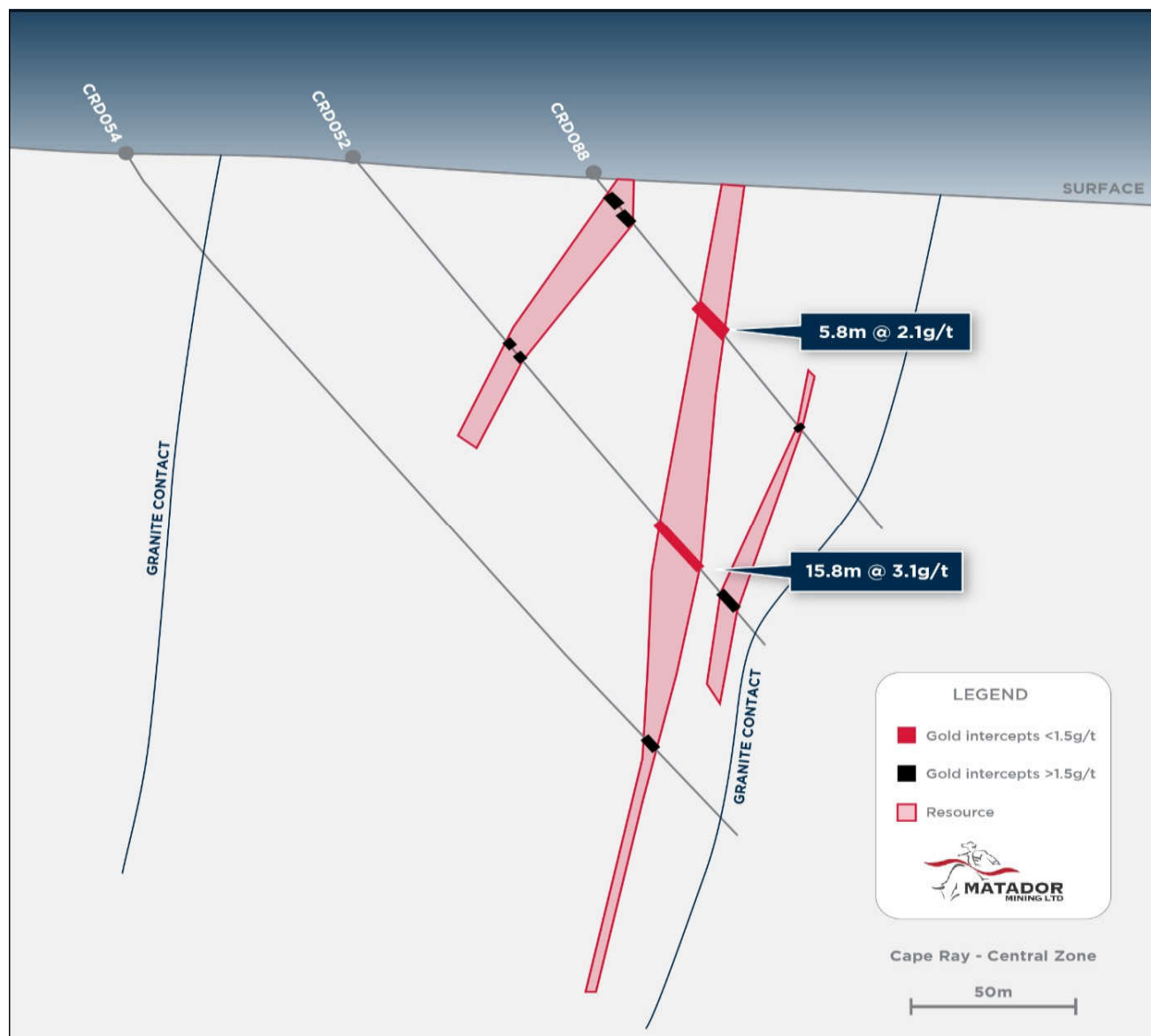
A key target area for this program was the PW deposit, which is located at the southern extension of the flagship Central Zone. The PW deposit currently hosts a small, lower grade resource (0.7Mt at 1.2g/t – 28,000oz Au, ASX announcement 30th January 2019) and drilling in this area compared to the rest of the project had historically been limited.

IMAGE 5: PLAN VIEW OF CENTRAL ZONE PROJECT (ASX announcement 17 October 2019)



The Company stepped out to the south of the existing resource at PW and in hole CRD052 intercepted 16m @ 3.1g/t Au from 148.2m (ASX Announcement 1st October 2019). This is the most significant intercept at the PW deposit to date. The Company has since tested this structure up-dip to determine if it continues to surface. Pleasingly, this hole (CRD088) intercepted 5.8m at 2.1g/t Au from 57m (ASX announcement 19th November 2019). A cross section of this result is highlighted in in Image 6 below.

IMAGE 6: CROSS SECTION OF HOLE CRD052 AND CRD088

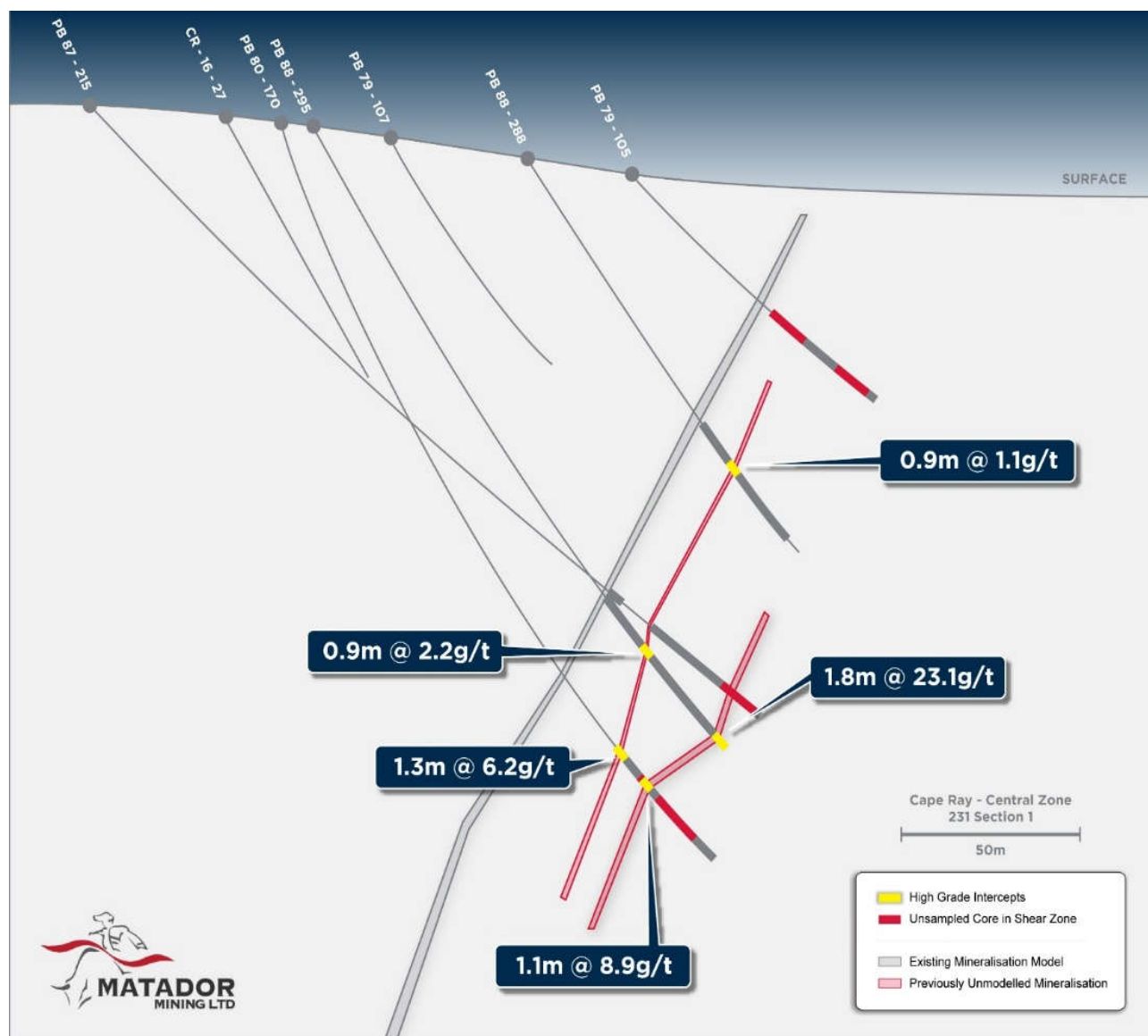


The mineralisation associated with the shearing within the PW granites has been defined over a trend length of 380m, with two mineralised positions interpreted (footwall and hanging wall). Whereas other deposits at Central Zone are hosted in a graphitic schist, the mineralisation at PW is interpreted to be hosted in the same granite body that hosts the Window Glass Hill mineralisation, located approximately 1km to the south-west. This presents a potential opportunity for further discoveries along this body. Given the positive drill results during 2019 as well as the reinterpretation of historical results at the deposit, the Company anticipated good growth in the existing resource.

B - High-grade potential, which remains open (New footwall lode at Zone 51)

The first phase of the drilling program targeted deeper interpreted structural trend-extends around Central Zone. Hole CRD045, which targeted the northern trend extents of Zone 51 intersected mineralisation (4.0m @1.4g/t Au) within quartz veining in an interpreted footwall position to the main lode (ASX announcement 9th September 2019).

IMAGE 7: FOOTWALL MINERALISATION AT ZONE 51



Following a review of all previous drilling in the area, numerous coherent high-grade intercepts were identified which had not been modelled in the current mineral resource. These results include (ASX announcement 30th January 2019):

- PB88-295 – 1.8m @ 23.1g/t Au from 196m
- PB88-270 – 2.2m @ 13.7g/t Au from 87.4m
- PB88-305 – 4m @ 4.5g/t Au from 273m
- PB79-089 – 1.4m @ 13g/t Au from 85m

The Company subsequently identified and sampled historical core within this footwall region which was not previously sampled, the results of which included:

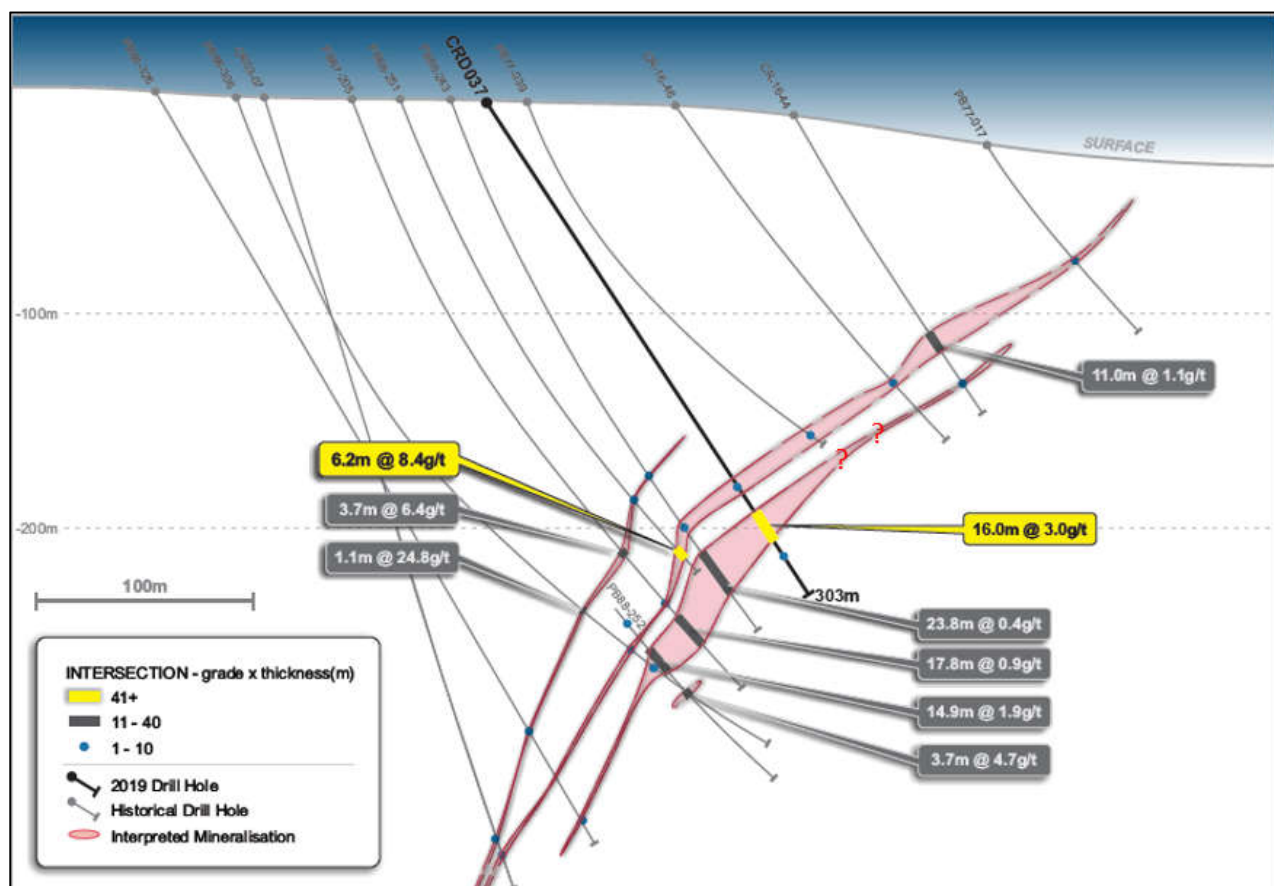
- PB79-133 – 1m at 5.4g/t Au from 136m
- PB79-132 – 0.9m at 3.4g/t Au from 149m
- PB79-108 – 3.4m at 1.1g/t from 130m

These results demonstrate that this is a multi-locale system (see Image 7 above) similar to the 04 and 41 deposits, both of which sit along strike just to the north of Zone 51.

In addition, earlier in the exploration program, the Company completed a number of deeper holes targeting some of these potential deeper extensions at Central Zone. The main area of focus was at the 04 deposit. Assay results include (ASX announcements 18 July 2019 and 8 August 2019):

- CRD037 - 16m at 3.0g/t Au, from 229m, including 6m @ 5.0g/t Au from 239m (Image 8)
- CRD035 - 7.2m at 2.2g/t, from 225m
- CRD036 - 0.5m at 2.2 g/t from 222.5m (hole lifted off target)
- CRD041 - 15m at 1.8g/t Au, from 222m, including 4m at 4.9/t Au from 233m
- CRD043 - 3m at 4.5 g/t Au, from 202.4m including 0.4m at 30g/t Au from 203.6m
- CRD038 - 2m at 2.2 g/t Au from 209m

IMAGE 8 - CROSS SECTION HOLE CRD037

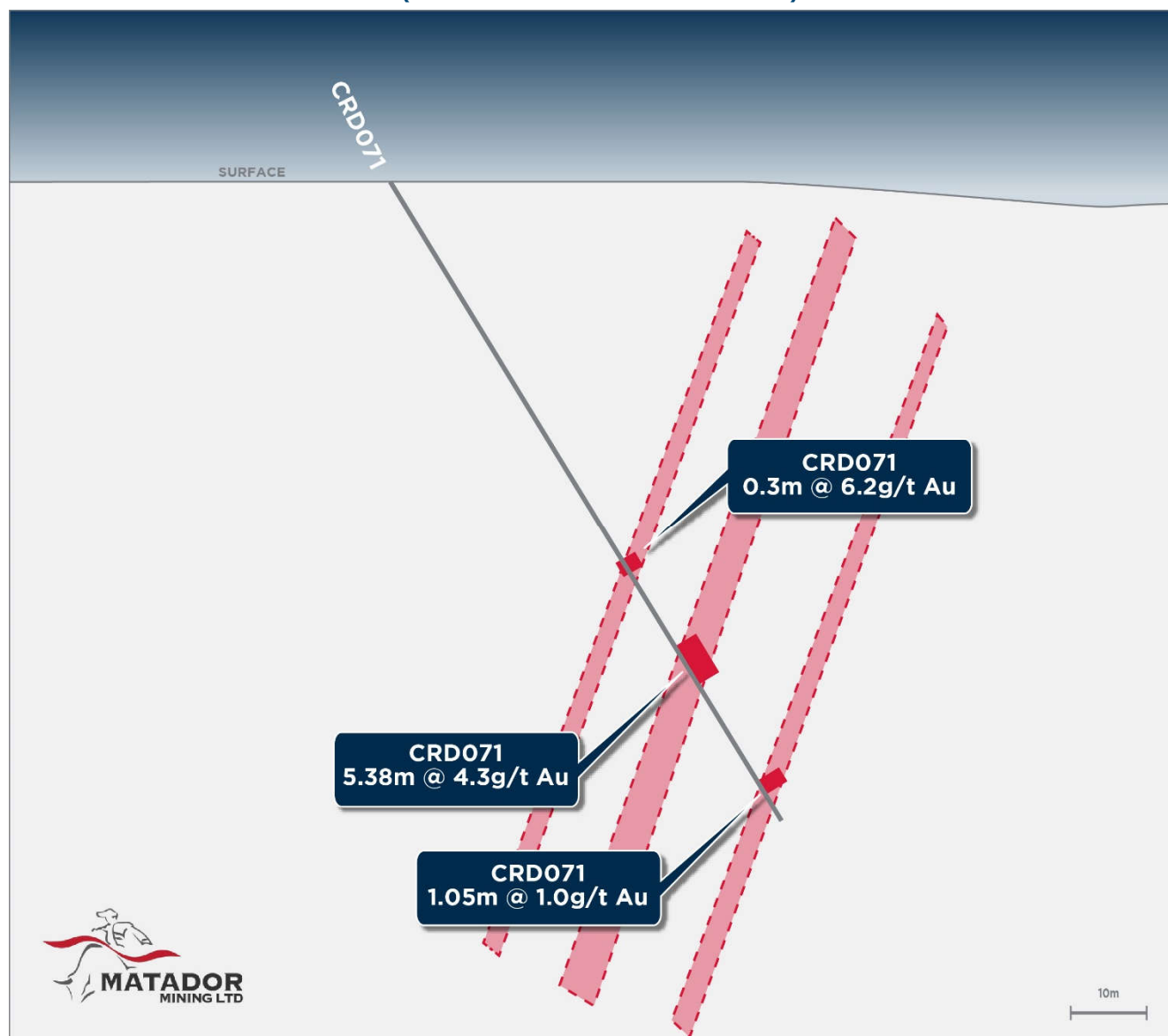


The Company was encouraged by these deeper drill results. Whilst the Company strategy moving forward is to target the development of an open pit operation (ASX announcement 10 September 2019), these high-grade extensions show the potential for an underground operation in the future.

C - Testing the “gaps” between known deposits

The 2019 exploration program sought to test “gaps” between known deposits, specifically around Central Zone. The strategy was based on the success of the 2018 drilling which showed the Zone 4 and zone 41 deposits were in fact connected. A major target area during the past season was identified between the Zone 4 and H Brook deposits, at the northern extension of Central Zone. CRD071 is approximately 80m from the Zone 4 deposit and 120m from the H Brook deposits.

IMAGE 9: CROSS SECTION OF CRD071 (ASX announcement 17 October 2019)



The results of this hole and the cross section are highlighted in Image 9 (ASX announcement 17th October 2019):

- CRD071 - 5.4m at 4.3g/t Au (incl. 2.5m at 8.8 g/t) from 74m
- CRD071 - 0.3m at 6.2g/t Au from 61m
- CRD071 - 1.05m at 1.0g/t Au from 94m

The high-grade intercept and the stacked nature of the mineralisation closely resembles the style of mineralisation seen at the 04 deposit. The Company plans to complete additional work during 2020 to determine if this mineralisation is connected.

Regional Exploration Program

High-grade rock chips identified throughout the Project area

The Cape Ray shear is regarded as one of the more prospective, yet under explored gold regions in North America. The Company consolidated approximately 80km of continuous strike across the Southern portion of the shear earlier this year, the first time this ground has been under the ownership of a single company. The majority of drilling at the Project is within a strike of 5km, between the Central Zone and Window Glass Hill deposits. The location of this drilling is unsurprising given approximately 95% of the total resource (1.02Moz Au at 2.2g/t Au - ASX announcement 30th January 2019) is contained within this area.

To identify targets for the 2019 regional exploration program, the Company considered a range of factors, including analysis of structural data, geophysics, rock geochemistry, pathfinder geochemical elements and regional mapping. The Company also reviewed all historical rock chip samples and found numerous high-grade samples along the 80km of strike. These results included the following:

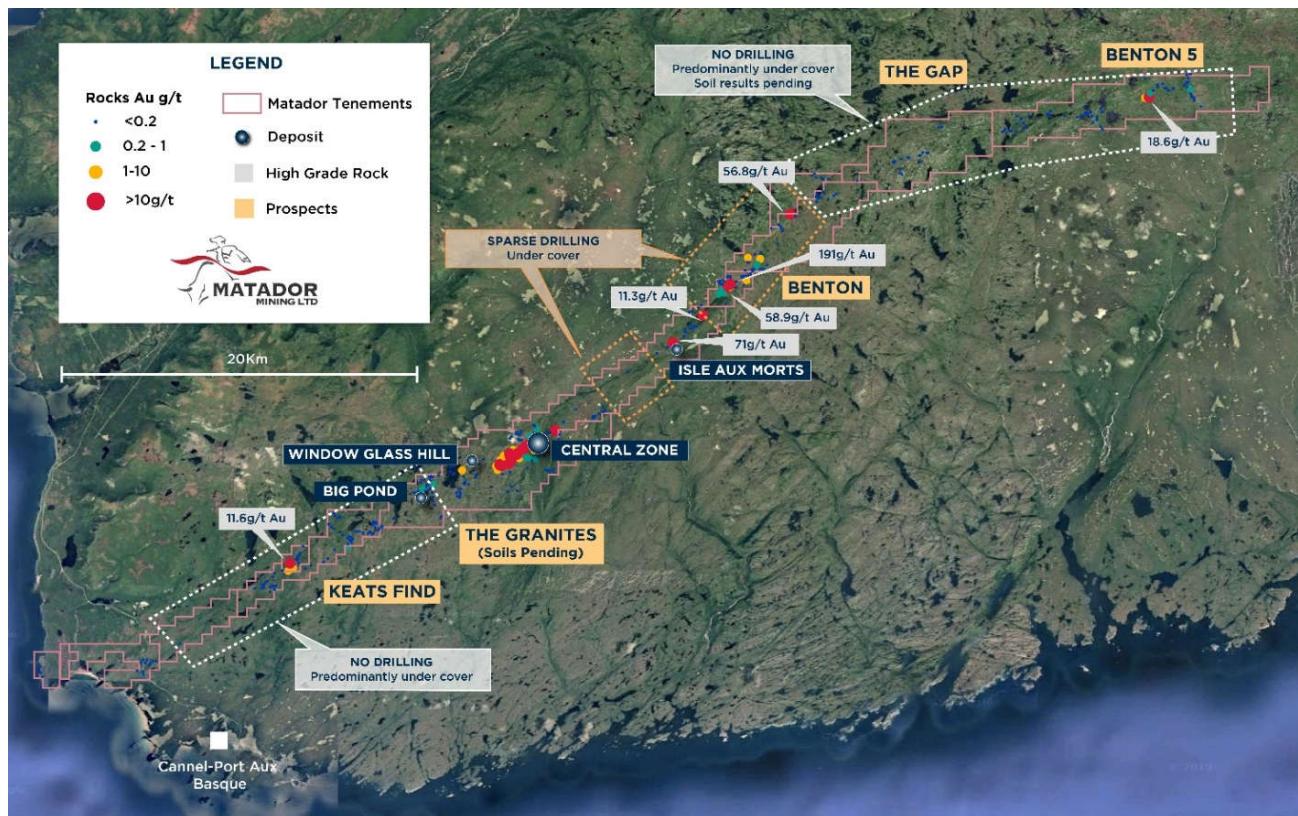
- 191g/t Au and 59.0 g/t Au at Benton (11.5km north of Central Zone)
- 11.6 g/t Au at Keats Find (16.8km south of Central Zone)
- 56.9g/t Au at Grandy's Find (16km north of Central Zone)
- 18.7 g/t Au at Benton 5 (39km north of Central Zone)
- 41.9 g/t Au at Isle Aux Morts (7.5km North of Central Zone)

The key targets for the 2019 regional exploration program and their location are outlined below (Image 10).

- **The Granites** – located 3km south-west of Central Zone. This area was selected as it is the continuation of the Central zone structure. It was also the major focus of the regional program during 2019, with 998 samples taken over a 9.8km² area.
- **Isle aux Morts** – targeting extensions around the existing resource (60koz at 2.4g/t Au, see ASX announcement 30th January 2019). Numerous high-grade rock chips and drilling indicate strong potential for further discoveries. During 2019, 134 samples were taken, with trenching and IP planned in 2020 before further drilling.
- **The Gap** – located 20km from Central Zone and within the recently acquired tenements from Antler Gold Inc ("Antler"). Very limited historical exploration has been carried out, however high-grade rock chips of up to 57g/t Au (see Appendix 1) have been recorded. To assist in the generation of regional targets 422 reconnaissance soil samples were taken this year.
- **Benton** – located 12km north of Central Zone, reconnaissance drilling was undertaken in the vicinity of high-grade rock chips from both the 2018 program and historical programs (up to 191g/t Au). Additional mapping and potentially IP is planned for 2020.

- **Keats Find** – located 17km south of Central Zone, this area has been historically poorly explored, in part due to a lack of outcrop and steep terrain. Despite this, rock chip samples of up to 12g/t Au have been recorded. This area will be a major regional target in 2020.

IMAGE 10: SIGNIFICANT ROCK CHIP SAMPLES AND REGIONAL TARGETS FOR 2019 EXPLORATION PROGRAM



An expanded regional exploration program is planned during the 2020 exploration season.

Corporate

Cash

As at 31st December 2019, the Company had cash and receivables of \$0.9 million.

Annual General Meeting

On 29 November 2019, the Company held its annual general meeting at which all resolutions put to shareholders were approved.

Reference to previous ASX Announcements

In relation to the Mineral Resource estimate announced on 30 January 2019, Matador confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 30th January 2019 and that all material assumptions and technical parameters underpinning the Mineral Resource estimate in the announcement of 30th January 2019 continue to apply and have not materially changed.

In relation to previous announcements containing exploration results referred to in this announcement, Matador confirms that it is not aware of any new information or data that materially affects the information included in those announcements.

About the Company

Matador Mining Limited (ASX: MZZ) is a gold exploration company with tenure covering 65km of continuous strike along the highly prospective, yet largely under-explored Cape Ray Shear in Newfoundland, Canada. Within the package is a 14km zone of drilled strike which hosts a JORC resource of 1.02Moz Au (14.25Mt at 2.2g/t Au) as shown in Table 4 below (ASX announcement 30th January 2019). The exploration opportunity at Cape Ray is extensive with only a small portion of the 65km strike drilled, and high-grade gold occurrences observed along trend. The Company is currently developing a large-scale exploration and project development program to unlock the value in this considerable package.

Table 4: CAPE RAY GOLD PROJECT, JORC 2012 Classified Resource Summary – Gold resource only

	Indicated			Inferred			Total		
	Mt	Au (g/t)	Koz (Au)	Mt	Au (g/t)	Koz (Au)	Mt	Au (g/t)	Koz (Au)
Central	7.69	2.7	660	2.03	2.3	150	9.72	2.6	810
Isle Aux Mort	-	-	-	782	2.4	60	0.78	2.4	60
Big Pond	-	-	-	111	5.3	18	0.11	5.3	18
WGH	-	-	-	3,635	1.2	134	3.63	1.2	134
Total	7.69	2.7	660	6.56	1.7	360	14.25	2.2	1.02

Note: reported at 0.5 g/t Au cutoff grade

To learn more about the Company, please visit www.matadormining.com.au, or contact:

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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

Matador Mining Limited

ABN

45 612 912 393

Quarter ended ("current quarter")

31 December 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,896)	(2,929)
(b) development	-	-
(c) production	-	-
(d) staff costs	(106)	(217)
(e) administration and corporate costs	(114)	(376)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	5
1.5 Interest and other costs of finance paid	-	(26)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (Business development)	-	(39)
1.9 Net cash from / (used in) operating activities	(2,115)	(3,582)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(8)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	3	3
	(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 – bank guarantee security deposit	-	-
2.6	Net cash from / (used in) investing activities	3	(5)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	110	1,503
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 – proceeds from issue of options	-	-
3.10	Net cash from / (used in) financing activities	110	1,253

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,610	2,956
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,115)	(3,582)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	3	(5)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	110	1,253
4.5	Effect of movement in exchange rates on cash held	22	8
4.6	Cash and cash equivalents at end of period*	630*	630*

* The company has made a claim to the Canadian Taxation Office for a net GST/HST refund of CAD\$288,372 (AUD\$323,798) that relates to GST/HST input tax credits on Canadian exploration expenses for the December quarter. The refund is expected during February 2020. This amount has not been reflected in the cash balance above. Therefore as at 31 December 2019 cash and short term receivables totalled \$953,720.

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	630	20
5.2 Call deposits	-	2,590
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)	630	2,610

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
90
-

Payments to directors for director fees.

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
198
-

Mr Grant Davey, who is a non-executive Director of the Company is a Director and shareholder of Matador Capital Pty Ltd (Matador Capital). The Company makes payments to Matador Capital under a Shared Services Agreement in which Matador Capital provides office space, general office costs, bookkeeping services and technical exploration and geological staff to the Company. The services provided by Matador Capital are recovered from the Company on a cost plus basis.

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.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,585
9.2 Development	-
9.3 Production	-
9.4 Staff costs	110
9.5 Administration and corporate costs	168
9.6 Other	-
9.7 Total estimated cash outflows	1,863*

* During February 2020 the Company plans to complete a capital raising. If the Company does not complete a capital raising within this timing Matador Capital will provide the company with a working capital facility until such time the Company raises further funding.

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: **Lodged electronically** Date: **31 January 2020**
(Director/Company Secretary)

Print name: **STUART MCKENZIE**

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.