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# ASX Announcement

16 April 2020

ASX: PWN  
FSE: 4IP

## MARCH 2020 QUARTERLY REPORT

### Highlights

#### Significant Progress in Building aMES™ Technology Platform

- Emphasis on expanding and leveraging the aMES™ technology platform.
- Established Engineering & Technology Office at Victoria University.
- Recruited experienced, technology focused, process engineering team.
- Building aMES™ technology platform with strategic partners and clients.

#### Advancement & Rationalisation of Project Portfolio

- Critically reviewed project portfolio to determine optimal advancement strategy:
  - Karinga Lakes Potash Project (KLPP) – advanced plans to commence PFS.
  - New Mexico Lithium Project (NMLP) – conducted farmout marketing process.
  - Dandaragan Trough Project (DTP) – plan to divest to eliminate holding costs.

#### Appointment of Non-Executive Director

- Mr. Richard Beresford, commercialisation specialist appointed NED on 12 March 2020.

#### Responding to Impacts of COVID-19

- Implementation of cost-reductions as well as range of risk mitigation strategies.
- Strong balance sheet with \$2.19m in cash and ~\$1.5m in marketable securities.

#### Davenport Resources (ASX: DAV)

- Parkway Minerals owns ~21% (34.3 million shares) of the issued capital in Davenport.
- The total Inferred Resource at South Harz potash project in Germany has recently increased to 5.27 billion tonnes @ 10.8% K<sub>2</sub>O, containing 567 Mt K<sub>2</sub>O.
- Recently completed scoping studies yielded excellent technical and economic results.

Parkway Minerals NL (ASX: **PWN**) (“**Parkway Minerals**” or the “**Company**”) is pleased to report its activities for the quarter ending 31 March 2020.

## Significant Progress in Building aMES™ Technology Platform

In order to support the goal of transforming global brine processing methods through the innovative aMES™ technology, during the quarter, the Company established a *Parkway Minerals – Engineering & Technical Office*, at Victoria University’s Werribee Campus, co-located within the Institute for Sustainable Industries & Liveable Cities.

Two engineering roles were created to develop a more comprehensive aMES™ technology related engineering capability and to improve interfacing between the R&D team and third-party collaborators, including major engineering, procurement, construction (EPC) and equipment (OEM) partners, as well as prospective clients, two engineering roles were created. The newly created roles include a *Senior Process Innovation Engineer* and a *Senior Process Integration Engineer*, both of which were recently filled with highly credentialed candidates with extensive EPC company experience, working for major energy, mining and industrial clients.

In addition to ongoing discussions with prospective end-users of the aMES™ technology where significant progress was made, major efforts were concentrated on building the aMES™ technology platform, with focus on the following key areas:

- **aMES™ Pilot Plant Facility** – Detailed design activities were substantially completed with vendor engagement for key equipment supply currently underway. This state-of-the-art pilot plant will provide larger scale and versatile process piloting capabilities.
- **aMES™ Process Simulation Capabilities** – The Parkway Minerals process engineering team commenced development of digital process simulation models to assist with process design and to further optimise key flowsheets.
- **aMES™ Technoeconomic Modelling** – A comprehensive technoeconomic model was developed as a master template, to evaluate the performance and cost parameters of flowsheets applicable to a broad range of projects in different sectors.
- **aMES™ Flowsheet Development** – In addition to existing brine-based flowsheets (typical in the production of various potash, lithium, borates and magnesium salts), detailed testwork on a high-value refinery waste stream considered to be highly problematic, was recently completed with encouraging initial results and will form the basis of subsequent discussions with the refinery owner, a major global mining company.
- **aMES™ Partnerships** – Continuing to advance potential partnerships with key partners including a major EPC company, which would provide Parkway Minerals with an accelerated deployment capability, as well as a structured profit share framework.

The activities outlined above provide Parkway Minerals with an important capability, to be able to efficiently advance various project opportunities (business development) from a preliminary assessment, through to process simulation, validation (piloting) and technoeconomic evaluation, in a relatively short period of time. Although each aMES™ project opportunity invariably has its own intricacies, the aMES™ technology platform the Company is building, will enable Parkway Minerals to participate in more projects as a technology solution provider. Whilst the Company has experienced some delays in interactions with several parties as a result of COVID-19 related disruptions, the activities outlined above are expected to proceed

substantially uninterrupted, as the majority of these tasks can be advanced with limited physical interaction with external parties.

### **Karinga Lakes Potash Project – Pre-Feasibility Study (KLPP-PFS)**

The KLPP-PFS represents an attractive opportunity for the Company to develop significantly expanded piloting and aMES™ based simulation capabilities as well as an opportunity to demonstrate the significant advantages of the aMES™ technology.

- The Company has received a formal proposal from the preferred engineering services provider to lead the preparation of the KLPP-PFS.
- The PFS process will incorporate:
  - the development of an updated resource estimate and mine plan (based on desktop studies given extensive geological database),
  - the design, assembly and testing of a scaled-up aMES™ pilot plant at Victoria University to generate important engineering and performance data, and
  - engineering design and techno-economic analysis.

>> additional information about the Karinga Lakes Potash Project (KLPP) is outlined in the *Advancement & Rationalisation of Mining Project Portfolio* section.

## **Advancement & Rationalisation of Mining Project Portfolio**

Parkway Minerals currently holds an equity interest in three mining exploration projects (outlined below). During the quarter no substantive mining exploration activities occurred in relation to these projects.

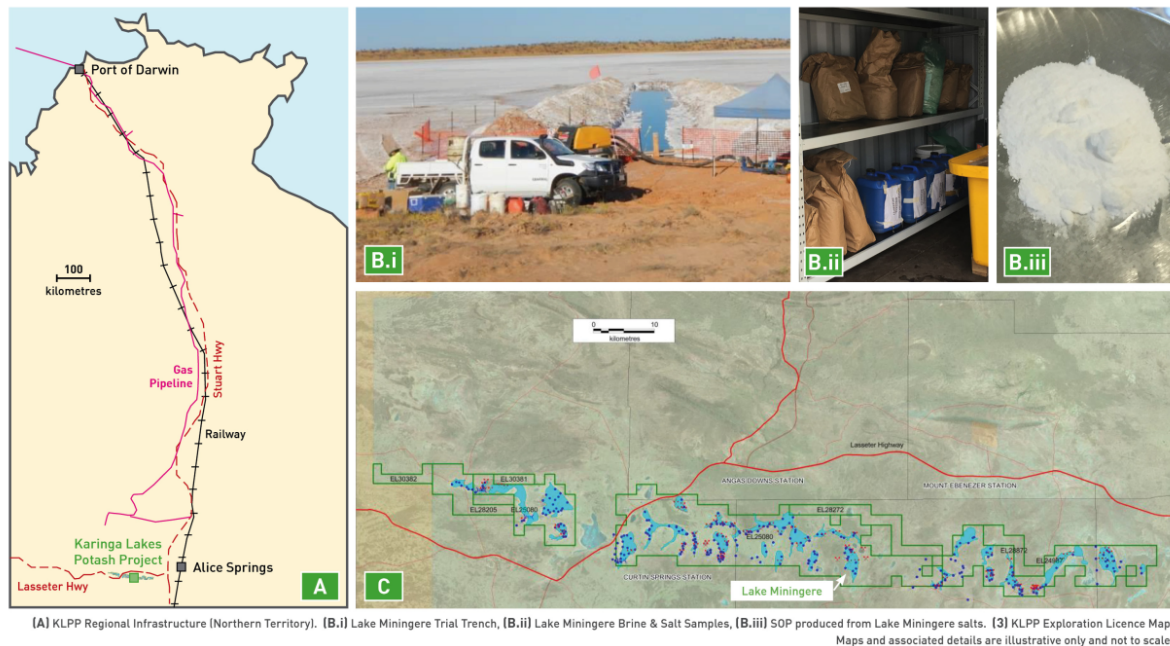
- i. Karinga Lakes Potash Project (KLPP), acquired 15%, right to earn 40%,
- ii. New Mexico Lithium Project (NMLP), acquired 70%, right to earn 100%, and
- iii. Dandaragan Trough Project (DTP), holds 100%, in the process of divesting.

>> a summary of each of these projects is outlined below, with details of the relevant tenements outlined in the *Tenement Interests* table at the end of this report.

### **i) Karinga Lakes Potash Project (KLPP, 15% interest, earning 40%)**

The KLPP is a JV with Verdant Minerals in the Northern Territory (*Figure 1*). CPC (now a wholly owned subsidiary of the Company) acquired an initial 15% interest in the KLPP by completing a scoping study in February 2019. Parkway Minerals is collaborating with Verdant Minerals in order to determine a suitable scope to complete a PFS for the project based on the strategic application of the aMES™ technology.

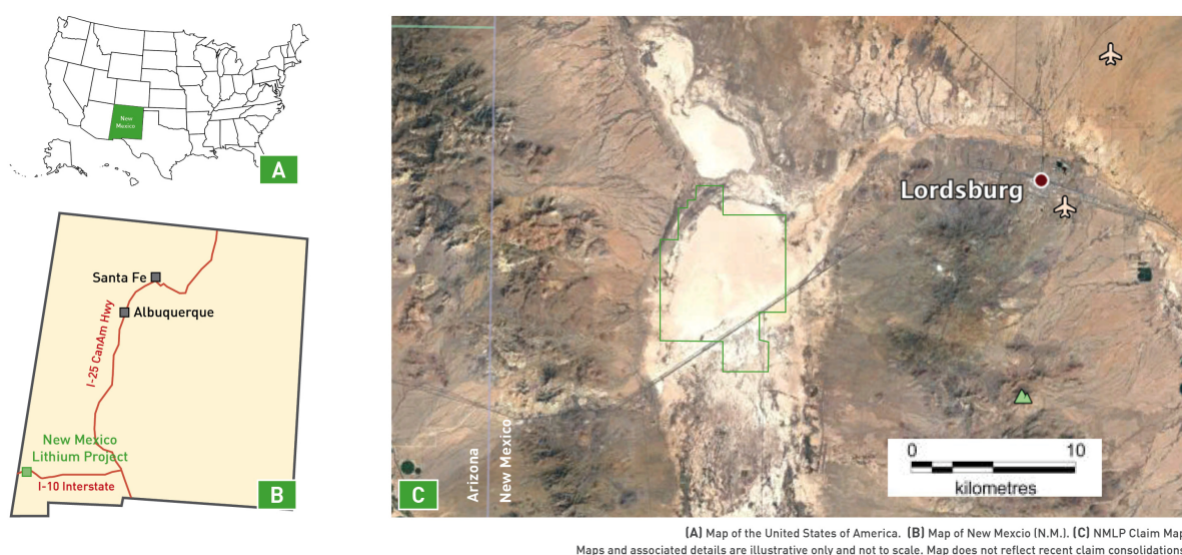
Verdant Minerals is currently undertaking a tenement rationalisation process focused on holding essentially a very similar project area, but consolidating the exploration licences from 7 to 3 contiguous licences, therefore simplifying dealings with relevant stakeholders as well as potentially reducing holding costs.



**Figure 1: Karinga Lakes Potash Project (KLPP) Location**

**ii) New Mexico Lithium Project (NMLP, 70% interest, earning 100%)**

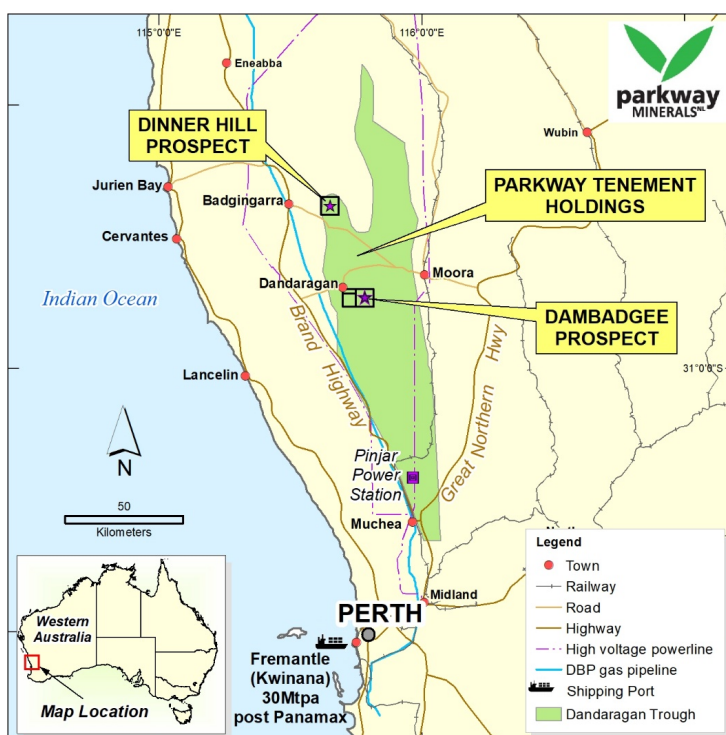
The NMLP is based on the large central portion of the Lordsburg Playa in the Animas Valley in SW New Mexico (*Figure 2*). Parkway Minerals has earned a 70% interest in the project by funding tenement renewals and early stage exploration activities and has the right to move to 100% ownership. The project is located in a region of high heat-flow as evidenced by regional geothermal activity and is highly prospective for lithium and potash in brines interpreted to be present beneath the playa surface. Parkway Minerals is currently evaluating potential opportunities to drill-test the project. During the quarter, the Company conducted a farmout marketing initiative, to identify potential farminees. The Company received several expressions of interest, however, is still assessing options to move the project forward, particularly in light of COVID-19 related challenges.



**Figure 2: New Mexico Lithium Project (NMLP) Location**

### iii) Dandaragan Trough Project (DTP, 100% interest)

Parkway Minerals holds 100% of the Dinner Hill Potash and Phosphate Deposit, located some 200km north of Perth in Western Australia, (*Figure 3*). Dinner Hill forms part of the larger Dandaragan Trough Project (DTP), where Parkway Minerals holds approximately 130km<sup>2</sup> of exploration tenure. Sedimentary sequences within the trough contain glauconite, a potash rich mica, and phosphate nodules. Parkway Minerals has been evaluating the feasibility of producing phosphate and sulphate of potash (SOP) fertilisers and a range of valuable by-products from the phosphate and glauconite present within the sediments of the DTP. The Dinner Hill Project covers approximately 40km<sup>2</sup> within the DTP. Following a detailed project review, given the relatively high holding costs and the lack of synergies with the aMES™ technology portfolio, the Company has deemed the DTP to be non-core and has accordingly decided to divest the project.



**Figure 3: Dandaragan Trough Project (DTP) Location**

## Appointment of Non-Executive Director

On 10 March 2020, the Company announced that Richard Beresford, an experienced technology commercialisation executive with extensive global experience, had been appointed a non-executive director of the Company, effective 12 March 2020 and has also been appointed to the Remuneration and Nomination Committee.

Richard brings over 30 years of international experience in strategic planning, business development, M&A, operations and general management and governance experience, to his appointment with Parkway Minerals.

Richard spent 12 years with British Gas in a number of senior roles, before joining Woodside Petroleum in 1996 where he was general manager of business development, before being appointed the managing director of Metasource, Woodside's green energy subsidiary, until 2001. Richard subsequently joined CLP Power Hong Kong up until 2007 as the Head of Gas Strategy and Development. More recently, Richard has held a number of director and

chairman roles with ASX-listed companies including Eden Innovations and Green Rock Energy.

Richard is currently a non-executive director of LNG Limited (ASX: LNG), the owner of the OSMR<sup>®</sup> liquefaction technology, and was the chairman from 2010 – 2016, during which time the company underwent significant growth, including expansion into North America, which was underpinned by significant equity capital market support and resulted in the establishment of a number of key investor, OEM and EPC relationships. He is also the non-executive chairman of unlisted Bombora Wave Power Pty Ltd. Richard's experience in navigating the rapid growth of process technology companies, including the engagement of strategic partners and investors will be a valuable addition to the Parkway Minerals board.

As announced on 10 March 2020, non-executive director Patrick McManus will retire from the board on 30 April 2020.

## Responding to Impacts of COVID-19.

On 24 March 2020, the Company provided details regarding the implementation of social distancing rules and further risk mitigation strategies including the cancellation of all non-essential travel and implementation of work-from-home arrangements for all employees. Further to these safety related measures, in light of the increasingly uncertain operating environment, the Company has continued to implement a number of additional cost-saving measures including:

- Reduction in corporate overheads, including >80% reduction in office rent compared to CY2019.
- Leveraging previously awarded Australian Research Council grant funding (remaining gross balance of ~\$0.5 million) as well as recently applied grant funding application, to fund majority of R&D related activity being performed at Victoria University.
- Full participation by the board and CFO in the Parkway Minerals Salary Sacrifice Share Plan (SSSP), which involves electing to accept 30% of remuneration by way of issuance of Parkway Minerals shares based on the VWAP during the relevant period. Effective commencement date 1 April 2020, with an initial duration of 3 months.

## Strategic Investment – Davenport Resources (ASX: DAV)

Davenport Resources is an ASX listed junior mining company which has assembled a portfolio of advanced potash projects in Germany, which collectively represent one of the largest undeveloped potash project inventories in Europe, a region which is a net-importer of potash.

Davenport Resources is focused on the appraisal and potential development of the South Harz potash field in Thuringia, Central Germany, where Davenport Resources owns 2 exploration and 3 mining licences (*Figure 4*). The mining licences were purchased from the German Government in late 2017 and are perpetual, with no expenditure or royalty commitments. The mining licences were subject to detailed drilling in the 1960's and 80's, when the field was owned by the state-owned Potash Mining Corporation of East Germany.

A technical review of extensive drill hole data has enabled the reporting of significant historic resources. The current JORC compliant inferred resources as reported by Davenport Resources on 23 December 2019, now total approximately 5.27 billion tonnes, as outlined in *Table 1*. In late December 2019 as well as on 26 February 2020, Davenport Resources announced that recently completed technical studies yielded positive results.

Parkway Minerals owns ~21% of Davenport Resources (as of 31 March 2020) and is therefore the largest shareholder of the company. Recent corporate activity in the potash sector has highlighted the deep value in the sector. Given the globally significant scale of the potash

resource delineated by Davenport Resources in an existing potash producing region, Parkway Minerals believes there is an opportunity to create and unlock substantial value. Parkway Minerals is in discussions with both Davenport Resources and other significant shareholders on a range of initiatives which would potentially be value accretive for all stakeholders.

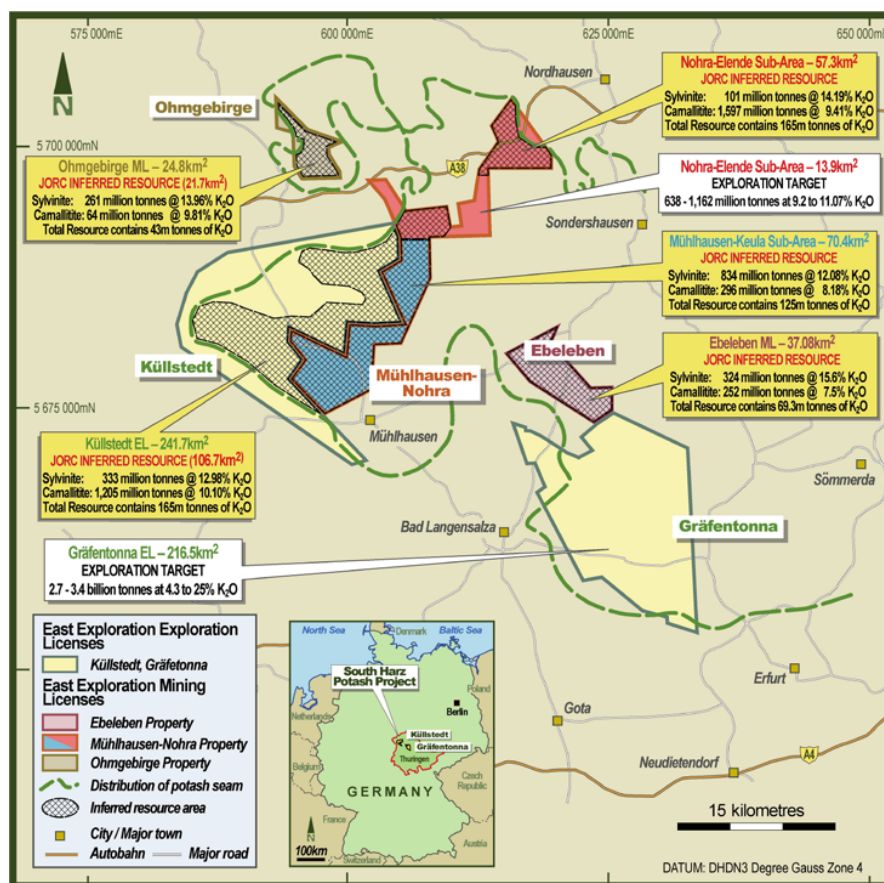


Figure 4: South Harz Project Location

LICENCE	Tonnage (Mt)	K <sub>2</sub> O (%)
<b>EBELEBEN</b>		
Sylvinit	324	15.6
Carnallitite	253	7.5
<b>MUHLHAUSEN-KEULA</b>		
Sylvinit	834	12.1
Carnallitite	296	8.2
<b>NOHRA-ELENDE</b>		
Sylvinit	101	14.2
Carnallitite	1,597	9.4
<b>KULLSTEDT</b>		
Hartsalz (Sylvinit + SO <sub>4</sub> )	333	13.0
Carnallitite	1,205	10.1
<b>OHMGEBIRGE</b>		
Sylvinit	261	13.9
Carnallitite	64	9.8
<b>TOTAL</b>	<b>5,268</b>	<b>10.8</b>

Table 1: South Harz JORC Inferred Resources

## Other Items

### **GENERAL MEETING**

On 5 March 2020, at a General Meeting of Shareholders, all resolutions put to the meeting were passed.

### **ISSUANCE OF NEW SECURITIES**

During the quarter, following approval at the General Meeting of Shareholders (5 March 2020), the Company issued the following securities:

- 49,999,999 PWN unquoted \$0.02 16 December 2022 options - Broker option issue
- 5,000,000 PWN unquoted \$0.02 16 December 2022 options - Incentive option issue
- 42,000,000 PWN unquoted \$0.02 16 December 2022 options - Director option issue
- 5,500,000 PWN unquoted \$0.02 16 December 2022 options - Executive option issue
- 2,499,999 PWN unquoted \$0.02 16 December 2022 options - Director SPP options issue
- 105,583,333 PWN unquoted \$0.02 16 December 2022 options - Placement participants option issue

### **STRATEGIC SHAREHOLDING**

Parkway Minerals owns 34,267,700 shares in Davenport Resources (ASX: DAV), representing approximately 20.8% of the issued capital of Davenport Resources (as of 31 March 2020).

### **PAYMENTS TO RELATED PARTIES**

As outlined in the attached Appendix 5B (section 6.1), during the quarter approximately \$123,000 in payments were made to related parties and their associates for director salaries, consultancy fees, superannuation and other related costs.

### **CASH ON HAND**

At 31 March 2020, the company had \$2.19 million in cash reserves and approximately \$1.5 million in marketable securities.



## Tenement Interests

As at 31 March 2020 Parkway Minerals held the following tenements

Tenement ID	Name	Location	State	Interest
E70/3987	Dinner Hill	Dandaragan	WA	100%
E70/4137	Dandaragan	Dandaragan	WA	100%
E70/4609	Dandaragan	Dandaragan	WA	0% <sup>(1)</sup>
E70/5102	Dandaragan	Dandaragan	WA	100%
ELRA/32206		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32207		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32208		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32209		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32210		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32211		Karinga Lakes	NT	15% <sup>(2)</sup>
ELRA/32212		Karinga Lakes	NT	15% <sup>(2)</sup>
ELA/32249		Karinga Lakes	NT	15% <sup>(2)</sup>
ELA/32250		Karinga Lakes	NT	15% <sup>(2)</sup>
ELA/32251		Karinga Lakes	NT	15% <sup>(2)</sup>

(1) E70/4609 was surrendered during the period.

(2) 15% of Karinga Lakes project acquired as part of CPC transaction. See note above under heading "Karinga Lakes Potash Project" with respect to tenement rationalisation.

### International Projects – New Mexico Lithium Project (USA)

Tenement ID	Number of Claims	Location	State	Interest
LBP 1-2, 16-29, 43-56, 70-83, 95-110	60	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>
LBP 3-15, 30-42, 57-69, 84-94, 111-115, 129-133	60	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>
LBP 111- 261	151	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>
LBP 262-338	76	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>
RD 1-16, 25-40, 49-64, 73-80, 89-112	80	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>
WP 21-32, 48-59, 70-90, 103-130	73	Lordsburg Playa	New Mexico	70% <sup>(3)</sup>

(3) 70% of Lordsburg Playa Project acquired as part of CPC transaction, total area ~40km<sup>2</sup>.

## Activities Subsequent to Reporting Period

Full participation by the board and CFO in the Parkway Minerals Salary Sacrifice Share Plan (SSSP), which involves electing to accept 30% of remuneration by way of Parkway Minerals shares based on the VWAP during the relevant period. Effective commencement date 1 April 2020, with an initial duration of 3 months.

On behalf of Parkway Minerals NL,

Bahay Ozcakmak, MD



**The attached Appendix 5B has been authorised for release by Bahay Ozcakmak (MD) and Robert Van der Laan (CFO).**

## Additional Information

For further information contact:

**Bahay Ozcakmak**

Managing Director

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## About aMES™ Technology

The activated Mineral Extraction System, or aMES™ is an innovative process technology that enables the treatment of concentrated brine solutions to recover a range of valuable minerals, reagents and fresh water. The technology utilises a proprietary multi-staged process incorporating novel membrane technology and is based on proprietary IP, incorporating patents, expertise and know-how acquired over more than a decade of intense process development initiatives.

The advantages of the aMES™ technology include:

- improvements in mineral recovery and product quality,
- opportunity for substantial project capex & opex savings,
- efficient use of energy and produces pure water as a by-product, and
- improved project footprint and environmental sustainability.

Ongoing collaboration with a number of brine project developers and operators has confirmed there are many applications where the aMES™ technology has the potential to deliver substantial value by applying the technology to enhance existing flowsheets, in order to improve overall project performance.

### **Additional Information**

[www.parkwayminerals.com.au/ames-technology](http://www.parkwayminerals.com.au/ames-technology)

## About Parkway Minerals

In October 2019, Parkway Minerals (ASX: PWN) completed a transformational transaction by acquiring an Australian unlisted public company, Consolidated Potash Corporation (CPC). Through CPC, Parkway Minerals acquired a minority interest in the Karinga Lakes Potash Project (KLPP) in NT Australia, as well as a majority interest in the New Mexico Lithium Project (NMLP), in the United States. The CPC transaction, also resulted in Parkway Minerals acquiring the innovative aMES™ technology, which has been developed to process a range of challenging brine streams from the mining industry, in order to recover valuable minerals, reagents as well as produce fresh water.

Given the significant market opportunities, Parkway Minerals is focused on building and leveraging the aMES™ technology platform to improve the efficiency, sustainability and ultimately the profitability of various brine and wastewater streams, by enabling the development of more innovative project development concepts, particularly in the mining and energy sectors.

### Strategic Investment

Parkway Minerals holds a strategic investment (34.3 million shares) in Davenport Resources (ASX: DAV), which has successfully delineated a globally significant in-situ potash resource (in excess of 550 million tonnes of contained potash) across 4 projects, at its South Harz project in Germany. Recently completed scoping studies have delivered excellent technical and economic results and provide Parkway Minerals with encouragement that this investment will generate significant returns as well as provide Parkway Minerals with the opportunity to investigate a range of value-accretive initiatives.

### Our Vision:

“To transform global brine processing methods, through innovative technology, in order to improve sustainability, and create value.”

### Forward-Looking Statements

This ASX Release may contain certain “forward-looking statements” which may be based on forward-looking information that are subject to a number of known and unknown risks, uncertainties, and other factors that may cause actual results to differ materially from those presented here. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. Forward-looking information includes exchange rates; proposed or projected project or transaction timelines; uncertainties and risks associated with the advantages and/or performance of the Company’s projects and/or technologies; uncertainties and risks regarding the estimated capital and operating costs; uncertainties and risks regarding any envisaged timelines in relations to any results, milestones, partnerships, including but not limited to any milestones which may require obtaining approvals from third parties.

For a more detailed discussion of such risks and other factors, see the Company’s other ASX Releases. Readers should not place undue reliance on forward-looking information. 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 this ASX Release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

## Appendix 5B

### Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Parkway Minerals NL

ABN

62 147 346 334

Quarter ended ("current quarter")

31 March 2020

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (09months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	14	35
1.2 Payments for		
(a) exploration & evaluation (if expensed)	(193)	(509)
(b) development		
(c) production		
(d) staff costs	(139)	(327)
(e) administration and corporate costs	(292)	(628)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	99
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(610)</b>	<b>(1,330)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(12)	(12)
(d) exploration & evaluation (if capitalised)	-	-
(e) investments	-	-
(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (09months) \$A'000</b>
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	274
(e) 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)	-	7
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(12)</b>	<b>269</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	3,233
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	-	-
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 (Equity Raising Costs)	(86)	(121)
<b>3.10 Net cash from / (used in) financing activities</b>	<b>(86)</b>	<b>3,112</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,900	141
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(610)	(1,330)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(12)	269
4.4 Net cash from / (used in) financing activities (item 3.10 above)	(86)	3,112

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (09months) \$A'000</b>
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>2,192</b>	<b>2,192</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	2,172	2,880
5.2	Call deposits	20	20
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>2,192</b>	<b>2,900</b>

**6. Payments to related parties of the entity and their associates**

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

<b>Current quarter \$A'000</b>
123
-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities		
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 <b>Total financing facilities</b>		
7.5 <b>Unused financing facilities available at quarter end</b>		
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (Item 1.9)	610
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	610
8.4 Cash and cash equivalents at quarter end (Item 4.6)	2,192
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	2,192
8.7 <b>Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>	3.59
8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:	
1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer:	
2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer:	
3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer:	



**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.

Date: 16 April 2020

Authorised by: By the board  
(Name of body or officer authorising release – see note 4)

**Notes**

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow 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 cash flow 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.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.