



HIPO Resources Limited

ASX ANNOUNCEMENT

24 April 2020

Quarterly Activities Report for Period Ended 31 March 2020

HIPO Resources Limited (**ASX: HIP**) (**HIPO** or the **Company**) is pleased to provide this Quarterly Activities Report for the period ended 31 March 2020.

OPERATIONS

Next-Battery

HIPO holds a 25% interest with an option to move to 35% by a further US\$1m investment.

As referred to in the Company's last quarterly report, Next-Battery is currently conducting a strategic funding round to continue development of its commercial prototypes and to significantly advance existing relationships with ultra-capacitor storage companies and various other potential partners.

At this stage the Company is unlikely to exercise its rights to acquire an additional 10% interest in Next-Battery. However, the Company may consider further investments in Next-Battery as part of a broader capital raising or upon milestone success with regards to their technologies.

The Company will update the market on developments by Next-Battery in due course.

Kamola Lithium Project, DRC

No activities were undertaken during the March quarter. Following the receipt of assay results from sampling conducted at the Kamola Lithium project in late 2019, the Company has been in ongoing discussions with the owners of Kamola regarding future activities under the joint venture agreement.

Uganda Phosphate Project

HIPO has a 24% carried interest in the Project with African Minerals Ventures Limited as the farm in operator. During the quarter African Minerals engaged with 25% interest and license holder Namekara Mining Company Limited with regards to extending or replacing Exploration License EL1534 which covers the project. African Minerals had previously completed a geological and technical data review of the project as well as putting together a drilling program which is ready to proceed upon regulatory approvals being obtained.

CORPORATE

Covid-19

The Covid-19 Pandemic has had some impact on the Company, both through continued weakness in the lithium price and in volatility in capital markets.

The Company will comply with all government guidelines to ensure the health and safety of its workforce, contractors, and the community in which it operates.



HIPO Resources Limited

M&A opportunities

During the quarter, HIPO was presented with a number of projects for consideration and the company is actively reviewing each of these opportunities. At this stage due diligence is ongoing and no decision to progress with any of these projects has been made.

Cash position

The Company ended the quarter with a cash balance of ~\$400,000 and confirms that it is sufficiently funded for the coming two quarters.

Note 6 of Appendix 5B

Payments to related parties of the entity and their associates: during the quarter, \$21,000 was paid to Directors and associates for director and consulting fees. Directors have recently reduced their fees by one third to ensure further cost savings.

This announcement was approved for release by Dan Smith, on behalf of the Board.

-ENDS-

Further information, please contact:

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Forward Looking Statements

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company’s business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking



statements are based will prove to be correct, or that the Company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company's control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

Competent Person Statement

The information in this Report that relates to Exploration Results and Mineral Resources of the Company has been reviewed by Kazadi S-B. Barry, who is a Member of SACNASP. Mr Kazadi has 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 an Expert and Competent Person as defined under the VALMIN Code and in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Kazadi consents to the inclusion in this Report of the matters based on the information in the form and context in which they appear.

In accordance with Listing Rule 5.3.3 HIPO Resources Limited (ASX Code: HIP) advises the details of the tenements held by the Company or its subsidiaries as at 30 March 2020.

Tenements	Acquired during the quarter	Disposed during the quarter	Held at end of quarter	Country
Mining License 4651	-	-	Nil ¹	Uganda
Exploration License 1534	-	-	Nil ¹	Uganda
Mining License PE 13081	-	-	Earning 60%	DRC - Manono
Exploration License PR 4072	-	-	Earning 60%	DRC - Manono
Exploration License PR 4076	-	-	Earning 60%	DRC - Manono

¹ The Company retains a 75% farm-in right in the Busumbu Phosphate Project (refer announcement 15 June 2018), which sits within ML 4651 and EL 1534. As announced on 15 June 2018, HIPO and Namekara Mining Company reached an agreement with African Minerals Ventures Ltd to earn 51% of the Busumbu Phosphate Project ("project") by spending US\$3m over 3 years. HIPO's residual 24% interest is carried during the earn in period.