



30 April 2020

**QUARTERLY ACTIVITIES REPORT
FOR THE PERIOD ENDED 31 MARCH 2020**

- **Board and executive management refreshed; new Board reviewing opportunities for the Company to be re-quoted on the ASX**
- **Renewed focus on progressing exploration activities at the Company's Hamersley Iron Project in Western Australia and Bloom Lake Cobalt Project in Canada**
- **JORC Code (2012) Mineral Resource estimate released for Hamersley Iron Project following an independent review of previous Mineral Resource JORC Code (2004) estimate.**
- **Technical review undertaken of the Hamersley Iron Project - 2014 Mine Gate Scoping Study (Scoping Study) and recommendations on a work program to progress a Pre-Feasibility Study on the Hamersley Iron Project**
- **\$250,000 available from \$330,000 of working capital loan facilities at quarter end**

Winmar Resources Limited (**ASX Code: WFE**) (**Winmar** or the **Company**) provides the following summary of activities undertaken during quarter ended 31 March 2020. Following the Company's decision not to proceed with the proposed joint venture for the Luapula Processing Facility and acquisition of 5 exploration licences in the DRC, as announced to the Australian Securities Exchange (**ASX**) on 22 January 2020, a process was undertaken to refresh the Board and executive management.

The new Board will focus on progressing exploration activities at the Company's Hamersley Iron Project in Western Australia and Bloom Lake Cobalt Project in Canada and continue to explore opportunities for the Company to be re-quoted on the ASX.

Board changes

During the period, the Company underwent a number of Board and executive management changes, resulting in a refreshed Board and management structure consisting of:

Mr Shannon Green – Executive Chairman;
Mr Sufian Ahmad – Non-executive Director;
Mr Jamie Myers – Non-executive Director; and
Ms Shannon Coates – Company Secretary.

Further details on the Board and management can be found at the Company's website <https://www.winmarresources.com.au/>.

During and post quarter end, Messrs Thomas Durr, Jason Brewer and Richard Lloyd resigned as Directors of the Company and Mr Mike Pitcher resigned as Company Secretary and Chief Financial Officer.

Financial Statements

During the quarter, the Company lodged its financial report for the half-year period ending 31 December 2018. Financial statements for the full-year period ending 30 June 2019 and half-year period ending 31 December 2019 remain outstanding. The Company is working with the Company's auditors to finalise and anticipates lodging these outstanding financial reports in the June 2020 quarter.

Hamersley Iron Project

The Company's flagship project, the Hamersley Iron Project, comprises Mining Lease M47/1450, and is located approximately 50 km north-east of Tom Price in the Pilbara region of Western Australia, immediately south of the Solomon project held by Fortescue Metals Group Ltd (ASX: FMG) and north of Rio Tinto's Rail network.

The Company's interest in the Hamersley Iron Project is held through an unincorporated joint venture, the Winmar Exploration Joint Venture (**WEJV**) between Winmar (70%) and Lockett Fe Pty Ltd (30%) (a wholly owned subsidiary of Cazaly Resources ASX:CAZ (**Cazaly**)).

The Hamersley Iron Project has been the subject of several reverse circulation and diamond drilling exploration programs since 1998, and in total 168 holes have been drilled for 22,621m of drilling.

The Hamersley Iron Project includes both Channel Iron Deposit (**CID**) and Detrital Iron Deposit (**DID**) styles of iron mineralisation. The CID is a coherent body at least 2.0 km by 2.5 km in area and, in the southwest, is overlain by DID mineralisation comprising unconsolidated detrital material.

The mineralisation remains open in several directions, particularly to the north.

During the period, the Company announced the results of an independent review of previous Mineral Resource JORC Code (2004) estimate reported by Runge Pinnock Minarco Limited. This work also included an independent review of all the QAQC procedures for the historic drilling, sampling and assaying work completed to ensure compliance with JORC Code (2012), and independent re-modelling of the historical drilling, sampling and assay data to validate previous Mineral Resource estimate and to allow a Mineral Resource estimate to be reported in accordance with the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code 2012).

The Company reported (refer ASX Announcement dated 24 January 2020) in accordance with JORC Code (2012), an Indicated Resource: 42.6 Mt at 55.2% Fe (57.3% CaFe) and a Total Mineral Resource: 343.2 Mt at 54.5% Fe (57.9% CaFe).



| INDICATED MINERAL RESOURCE (JORC 2012) | | | | | | | |
|--|-------------|-------------|-------------|------------|------------|------------|-------------------|
| Mineralisation Type | Tonnes | Fe | SiO2 | Al2O3 | P | LOI | CaFe ¹ |
| | Mt | % | % | % | % | % | % |
| Channel (CID) ² | 42.6 | 55.2 | 10.9 | 5.5 | 0.0 | 3.6 | 57.3 |
| Total | 42.6 | 55.2 | 10.9 | 5.5 | 0.0 | 3.6 | 57.3 |

| INFERRED MINERAL RESOURCE (JORC 2012) | | | | | | | |
|---------------------------------------|--------------|-------------|-------------|------------|------------|------------|-------------------|
| Mineralisation Type | Tonnes | Fe | SiO2 | Al2O3 | P | LOI | CaFe ¹ |
| | Mt | % | % | % | % | % | % |
| Detrital (DID) ³ | 24.3 | 46.4 | 24.8 | 5.2 | 0.0 | 2.5 | 47.6 |
| Channel (CID) ² | 276.3 | 55.2 | 9.7 | 4.4 | 0.0 | 6.3 | 58.9 |
| Total | 300.6 | 54.5 | 10.9 | 4.4 | 0.0 | 6.0 | 58.0 |

| TOTAL MINERAL RESOURCE (JORC 2012) | | | | | | | |
|------------------------------------|--------------|-------------|-------------|------------|------------|------------|-------------------|
| Mineralisation Type | Tonnes | Fe | SiO2 | Al2O3 | P | LOI | CaFe ¹ |
| | Mt | % | % | % | % | % | % |
| Detrital (DID) | 24.3 | 46.4 | 24.8 | 5.2 | 0.0 | 2.5 | 47.6 |
| Channel (CID) | 318.9 | 55.2 | 9.8 | 4.5 | 0.0 | 5.9 | 58.7 |
| Total | 343.2 | 54.5 | 10.9 | 4.6 | 0.0 | 5.7 | 57.9 |

Notes: 1: Calcined Fe (CaFe) calculated by the formula $CaFe \% = [(Fe\%)/100 - LOI / 1000] * 100$

2: Channel Iron Deposit mineralisation reported at a 52% Fe cut-off grade.

3: Detrital Iron Deposit Mineralisation reported at a 40% Fe cut-off grade.

Table 1: JORC Code 2012 Mineral Resource Estimate for the Hamersley Iron Project

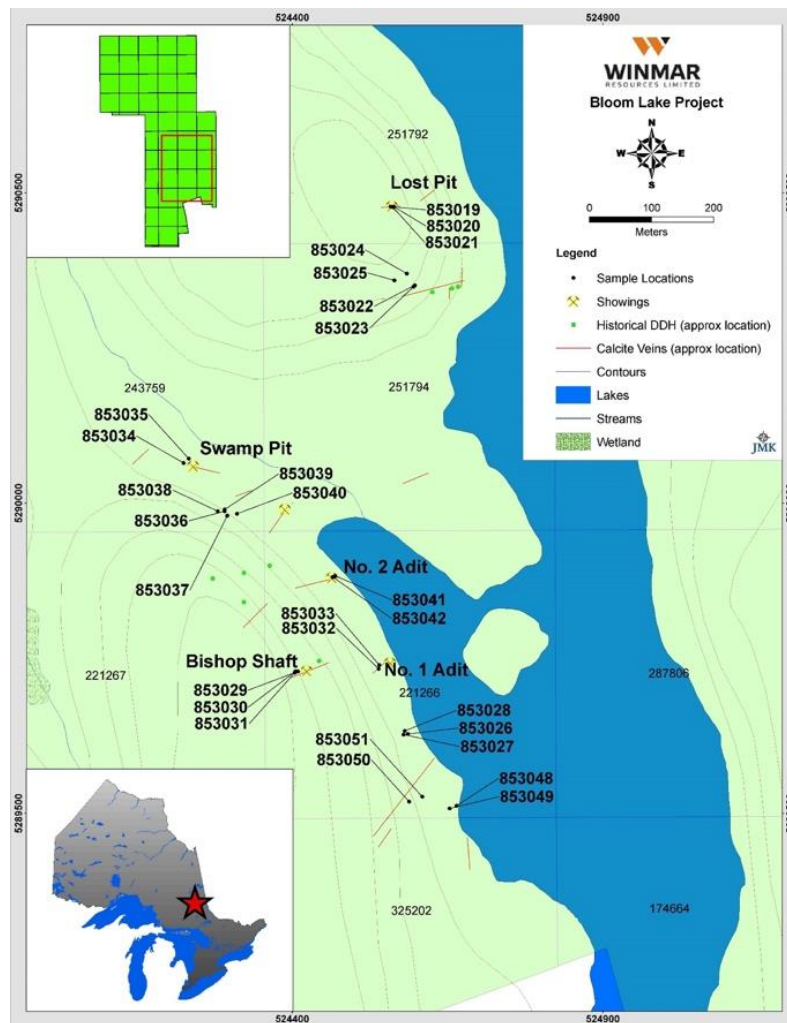
As disclosed in the Company's half year report for the half year ended 31 December 2018, released to ASX on 13 March 2020, on 26 November 2019 Cape Lambert Resources Limited lodged an application for forfeiture against M47/1450, alleging non-compliance with the minimum expenditure obligations imposed under the Mining Act 1978 (WA). The Company's new Board is currently assessing the merit of these claims.



Bloom Lake Cobalt Project, Canada

The Bloom Lake Cobalt Project was acquired in January 2018 from CBLT Inc. (TSXV: CBLT) (**Bloom lake Project**). The Bloom Lake Project is located within the historic high-grade silver-cobalt mining district of Cobalt-Gowganda in eastern Ontario and is peripheral to a cluster of former high-grade silver-cobalt mines at Gowganda, 85km northwest of Cobalt, which operated from 1910 to 1989. The region is reported as having produced 60.2 million ounces of silver and 1.3 million pounds of cobalt up to end of 1969.

The Company's initial Phase 1 Cobalt Exploration Program was undertaken in 2018 and consisted of mapping and sampling historical trenches, adits, and shafts located on the Bloom Lake Project. A total of 33 samples were collected from both bedrock and from loose material proximal to historical trenches, adits, and shafts. The results for this program were released to ASX on 15 August 2018.



Map 1: Phase 1 Cobalt Exploration Program - sample locations at the Bloom Lake Project in Gowganda, Ontario

During the quarter, the Company renewed the key prospective tenements at Bloom Lake, and acquired two additional tenements, as set out in Annexure A. A number of the Bloom Lake tenements that were considered less prospective were allowed to lapse.

Corporate

During the quarter, the Company entered into a Convertible Note Deed with 62 Capital Pty Ltd and Markovic Family Pty Ltd each for \$125,000. The purpose of which is to drawdown on the loan to pay existing creditors and general working capital requirements. The principal sum is repayable in 12 months plus accrued interest at the rate of 10% per annum. The Notes may be converted into shares in whole or in part at the discretion of the Company.

On 9 March 2020, the Company signed a total of \$80,000 in loan facilities, at an interest rate of 10% per annum to provide immediate cash to provide working capital requirements to meet its minimum expenditure commitments. This facility is repayable within 12 months and may be convertible to shares at the discretion of the company.

As at 31 March 2020, the Company had drawn down \$80,000 of the available loan facilities.

Pursuant to section 6 of the Company's Appendix 5B, and as required under ASX Listing Rule 5.3.2, during the quarter the Company paid \$11,000 to related parties in reimbursement to Directors for travel expenses incurred on behalf of the Company.

As previously advised, the Company's Directors continue to accrue all Director fees until the Company is successfully re-listed on the ASX. Currently, \$230,000 in Directors fees remains accrued.

Authorised by the Board of Winmar Resources Limited.

For further information please contact:

Shannon Green
Executive Chairman
Winmar Resources Limited

Phone: +61 8 6462 1421

www.winmarresources.com.au



ANNEXURE A

INTERESTS IN MINING TENEMENTS AS AT 31 MARCH 2020

| Project | Tenements | Commodity | Location | Interest |
|-------------------------|---|---------------|--------------------|----------|
| Hamersley ¹ | M47/1450 | Iron Ore | Western Australia | 70% |
| Bloom Lake ² | 221266 221267 229223 243759, 251792 251793 251794 287807 308044 325202 336173 582713 582714 | Cobalt-Silver | Ontario, Canada | 100% |

¹ Winmar's interest in the Hamersley Iron Ore Project is by way of an unincorporated joint venture with Lockett Fe Pty Ltd, a subsidiary of Cazaly Resources Ltd.

² During the March 2020 quarter, the Company acquired 582713 and 582714, while the following Bloom Lake tenements previously held by the Company lapsed:

104745, 127877, 127878, 127996, 139341, 148437, 155882, 171868, 172508, 174025, 174026, 174664, 175693, 185034, 191344, 191345, 191346, 192000, 220645, 220646, 220647, 228597, 228598, 228599, 240761, 248051, 248708, 263279, 270531, 287182, 287806, 287808, 295314, 295940, 307414, 307415, 308045, 308046, 325074, 335540

Competent Person Statement

The information in this report which relates to Exploration Results and Mineral Resources at the Hamersley Iron Project was based on information compiled by Mr Alan Maynard, who is a member of the Australian Institute of Geosciences (AIG), a member of the Australasian Institute of Mining and Metallurgy (AusIMM) and an independent consultant to the Company. Mr Maynard is the Director and Principal Geologist of Al Maynard & Associates Pty Ltd and has over 40 years' experience in exploration and mining experience in a variety of mineral deposit styles. Mr Maynard has sufficient experience which 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 under the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves (JORC Code). The Company is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.



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 licenses 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.