

## June 2020 Quarterly Activities Report

### HIGHLIGHTS

- The June 2020 Phase One Drilling Programme delivered spectacular, near surface, high grade drilling results at the Kookynie Gold Project<sup>1</sup>, including:
  - **Leipold:**
    - LPRC0012 – 4 metres @ 16.3g/t Au from 42 metres,
      - inc. 3 metres @ 20.7g/t Au from 42 metres
    - LPRC0015 – 9 metres @ 5.7g/t Au from 35 metres,
      - inc. 2 metres @ 17.9g/t Au from 40 metres.
  - **Post quarter end results:**
  - **Leipold:**
    - LPRC0032 – 10 metres @ 3.21 g/t Au from 26 metres,
    - LPRC0036 - 8 metres @ 4.05 g/t Au from 59 metres,
  - **McTavish:**
    - McTRC0015 - 2 metres @ 14.11 g/t Au from 39 metres,
      - Inc. 1 metre @ 19.42 g/t Au from 39 metres.
- 32 of the 44 drill holes completed in Phase One returned a significant intercept demonstrating excellent near surface gold endowment.
- Mineralisation continues to remain open in all directions at Leipold and McTavish.
- Drone Magnetic Survey completed for the Leipold-McTavish, Champion, Cosmopolitan and Altona Trends complete, with results to be released post quarter end and which will further refine new targets for the upcoming drilling programme.
- Drilling is set to re-commence at the high-grade Kookynie Gold Project in WA post quarter end (which includes the historic Cosmopolitan mine which produced 360,000oz at a very high average head grade of 15 grams per tonne (g/t)).
- Historic underground channel sampling at the Cosmopolitan Gold Mine identified extraordinarily high-grade mineralisation.
- All the Company's work to date is contributing towards estimating updated resources and reporting in accordance with the JORC 2012 Code.
- Significant application of E40/395, 3 kilometres east of the historic Ulysses Mining Camp in the Eastern Goldfields of Western Australia.

### CORPORATE

- Metalicity closed an over-subscribed entitlement issue and a further placement that raised \$1.33 million.
- Receipt of funds from the Lithium Royalty Sale to Vox Royalty.
- Instructions and forms announced on the Process to Convert Metalicity Options.

Metalicity Limited (ASX: MCT) ("MCT" or "Company") is pleased to provide the quarterly activities report for the period ending 30 June 2020.

<sup>1</sup>Please refer to ASX Announcement "Metalicity Farms Into Prolific Kookynie & Yundamindra Gold Projects, WA" dated 6th May 2019 with Nex Metals Explorations Ltd, ASX:NME.

**Commenting on the quarter, Metalicity Managing Director Mr Jason Livingstone said:**

*“The March-June 2020 quarter has been a phenomenal turnaround for the Company. With the successful completion of the entitlement issue and placement, the Company is able to do what explorers should be doing, and that is drilling, and all the peripheral work involved in developing a Project.”*

*“We demonstrated thick, shallow and high-grade mineralisation at Leipold and McTavish. We are currently implementing an aggressive drilling campaign to further expand the known mineralisation at Leipold and McTavish, and as the drone survey unfolds, we will refine targets at Champion, Altona and the DCC Trend. This in turn will have our attention drawn to defining drill targets within the 8 kilometres of known strike at the Kookynie Gold Project that has seen little to no modern exploration.”*

*“We have a lot of work to do at Metalicity, and I am incredibly pleased that we are well funded to continue our methodical and staged approach to developing the Kookynie Gold Project.”*

*“On a sombre note, it is sad that the COVID-19 pandemic continues. However, it has been an absolute pleasure dealing with suppliers and contractors who, like us at Metalicity, have implemented protocols to assist the community in hampering its spread. It brings a real sense of community and caring which has been humbling and incredibly thankful we are West Australian based.”*

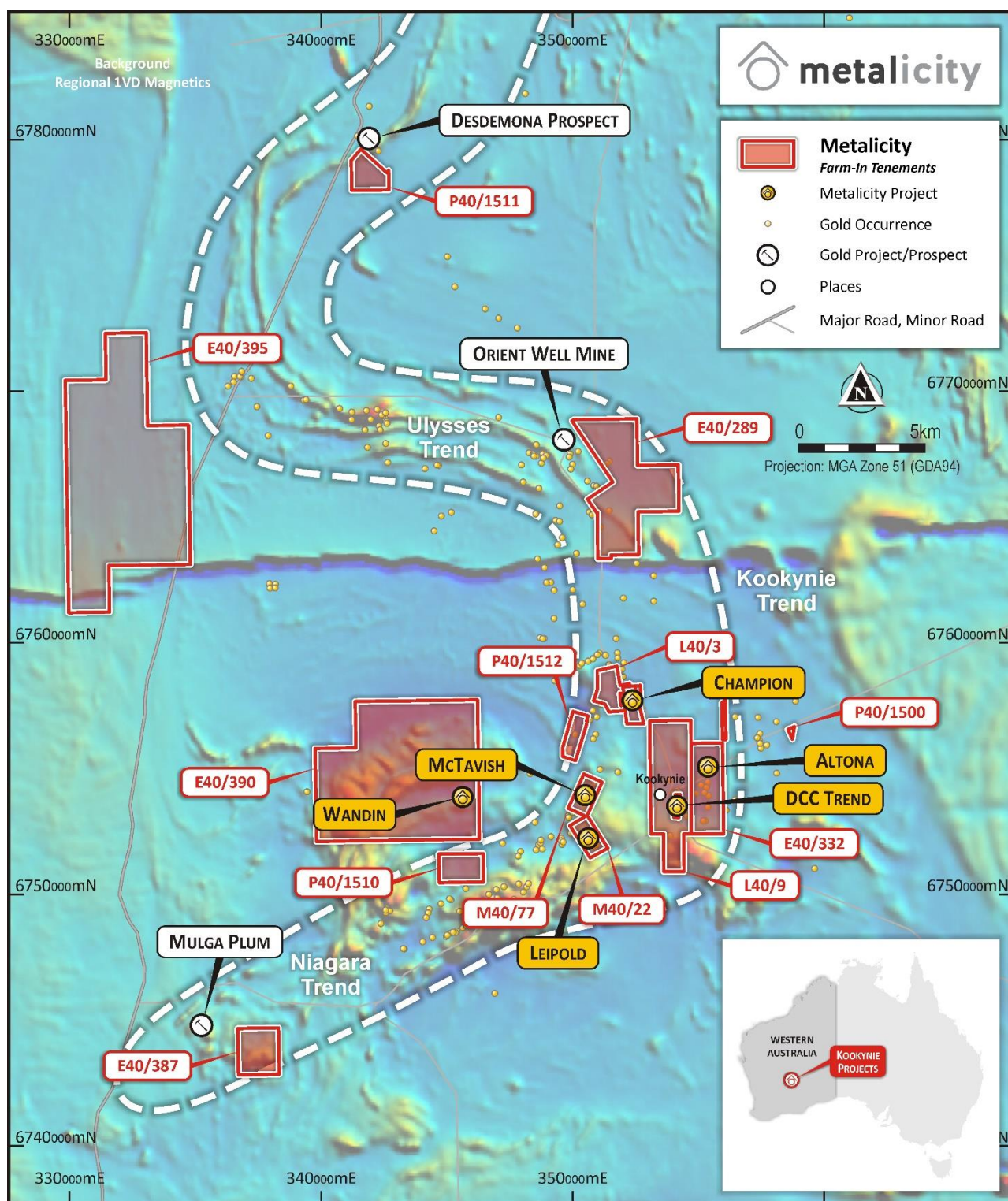
### **Kookynie and Yundamindra Gold Projects**

Metalicity has continued to actively develop its Kookynie and Yundamindra Gold Projects, located in the Goldfields district of Western Australia, please refer to Figure 1. These Projects comprise the Farm-In Agreement entered into with Nex Metals Explorations whereby Metalicity is earning into these (please refer to ASX Announcement “*Metalicity Farms Into Prolific Kookynie & Yundamindra Gold Projects, WA*” dated 6th May 2019 with Nex Metals Explorations Ltd, ASX:NME).

The Kookynie Project, which is located approximately 60 km south of Leonora is host to seven historic, large-producing historical mines: Champion, McTavish, Leipold, Altona, Diamantina, Cosmopolitan and Cumberland.

The June 2020 Phase One drilling programme was designed to step out and continue to confirm the mineralisation observed in our previous drilling programmes, but also to confirm and continue the step out from historical drilling at both the Leipold and McTavish Prospects.

The principle aim of these programmes is to ensure results and data are of a standard supporting a new estimate and reporting and classification of the estimate in accordance with JORC 2012. The main issue to be addressed with historical drilling is that identified mineralisation needs to be verified by drill holes with down hole surveys to lend accuracy to its location below the ground. This first aspect appears to have been addressed adequately. The second aspect of these programmes is to extend the known areas of mineralisation. Having addressed the down hole survey aspect, and stepped out from known mineralisation, The Company has implemented our plan with an aggressive, significantly expanded drilling programme of 5,000 metres of RC drilling that may also include a portion of diamond core drilling.



**Figure 1 – The Kookynie Tenement Map**

The Company has successfully completed four drilling campaigns at the project to date, which have intersected significant gold mineralisation beyond the boundaries of the historic activities.

Table 1 below summarises the significant intercepts returned from all drilling programmes to date by Metalicity:

MGA 94 Zone 51 South																
Prospect	Hole ID	Tenement	Hole Type	Easting	Northing	RL	EOH	Dip	Azi	From (m)	To (m)	Down Hole Width (m)	Grade (Au g/t)	Comments		
Leipold	LPRC0001	M40/22	RC	350,744	6,752,130	420	48	-60	250	34	43	9	7.31	9m @ 7.31 g/t Au from 34m		
								including		34	37	3	7.91	inc. 3m @ 7.91 g/t Au from 34m		
								including		39	43	3	10.4	inc. 3m @ 10.4 g/t Au from 39m		
								including		40	41	1	31.2	inc. 1m @ 31.2 g/t Au from 40m		
	LPRC0002		RC	350,760	6,752,040	431	42	-60	250	18	22	4	7.1	4m @ 7.1 g/t Au from 18m		
								including		19	21	2	10.8	inc. 2m @ 10.8 g/t Au from 19m		
								-60	250	26	29	3	3.4	3m @ 3.4 g/t Au from 26m		
	LPRC0003		RC	350,766	6,752,030	431	42	-60	250	24	30	6	9.4	6m @ 9.4 g/t Au from 24m		
								including		26	28	2	19	inc. 2m @ 19 g/t Au from 26m		
	LPRC0004		RC	350,785	6,752,027	431	60	-60	250	38	46	8	3.2	8m @ 3.2 g/t Au from 38m		
								including		38	41	3	6.3	inc. 3m @ 6.3 g/t Au from 38m		
	LPRC0005		RC	350,713	6,752,113	430	30	-60	250	9	12	3	6.81	3m @ 6.81g/t Au from 9 m		
	LPRC0006			350,732	6,752,121	430	36	-60	250	18	21	3	9.92	3m @ 9.92g/t Au from 18 m		
										26	27	1	2.7	1m @ 2.7g/t Au from 26 m		
	LPRC0007			350,720	6,752,092	430	30	-60	250	15	19	4	3.71	4m @ 3.71g/t Au from 15 m		
	LPRC0008			350,739	6,752,099	430	36	-60	250	21	25	4	4.12	4m @ 4.12g/t Au from 21 m		
	LPRC0009			350,728	6,752,074	430	30	-60	250	No intercept >1g/t Au						
	LPRC0010			350,746	6,752,081	430	36	-60	250	18	22	4	7.08	4m @ 7.08g/t Au from 18 m		
										32	33	1	1.98	1m @ 1.98g/t Au from 32 m		
	LPRC0011			350,765	6,752,088	430	54	-60	250	41	43	2	8.57	2m @ 8.57g/t Au from 41 m		
										31	32	1	1.26	1m @ 1.26g/t Au from 31 m		
	LPRC0012			350,784	6,752,096	430	78	-60	250	42	46	4	16.3	4m @ 16.3g/t Au from 42 m		
										Including		42	45	3	20.7	inc. 3m @ 20.7g/t Au from 42 m
	LPRC0013			350,751	6,752,128	430	54	-60	250	33	37	4	13.28	4m @ 13.28g/t Au from 33 m		
	LPRC0015			350,757	6,752,107	430	60	-60	250	30	31	1	2.69	1m @ 2.69g/t Au from 30 m		
										35	44	9	5.7	9m @ 5.7g/t Au from 35 m		
	LPRC0016			350,776	6,752,114	430	84	-60	250	Including		40	42	2	17.9	inc. 2m @ 17.9g/t Au from 40 m
										46	47	1	1.26	1m @ 1.26g/t Au from 46 m		
										49	50	1	4.48	1m @ 4.48g/t Au from 49 m		
										52	64	12	2.34	12m @ 2.34g/t Au from 52 m		
	LPRC0014		RC	350,769	6,752,135	430	75	-60	250	54	57	3	5.1	inc. 3m @ 5.1g/t Au from 54 m		
	LPRC0017		RC	350,736	6,752,057	430	30	-60	250	No intercept >1g/t Au						
	LPRC0018		RC	350,755	6,752,064	430	42	-60	250	23	27	4	3.69	4 m @ 3.69 g/t Au from 23m		
	LPRC0019		RC	350,774	6,752,071	430	54	-60	250	39	42	3	2.21	3 m @ 2.21 g/t Au from 39m		
	LPRC0020		RC	350,792	6,752,079	430	72	-60	250	57	60	3	-	Void - Historical Workings Intersected		
	LPRC0021		RC	350,745	6,752,037	430	30	-60	250	No intercept >1g/t Au						
	LPRC0022		RC	350,764	6,752,044	430	42	-60	250	26	30	4	2.7	4 m @ 2.7 g/t Au from 26m		
										37	39	2	4.63	2 m @ 4.63 g/t Au from 37m		
	LPRC0023		RC	350782.5	6752051.2	430	60	-60	250	41	42	1	1.55	1 m @ 1.55 g/t Au from 41m		
53		54								1	2.39	1 m @ 2.39 g/t Au from 53m				
LPRC0024	RC	350801.2	6752058.5	430	78	-60	250	58	64	6	2.87	6 m @ 2.87 g/t Au from 58m				
LPRC0025	RC	350,753	6,752,019	430	30	-60	250	No intercept >1g/t Au								
LPRC0026	RC	350,772	6,752,026	430	40	-60	250	24	32	8	2.92	8 m @ 2.92 g/t Au from 24m				
LPRC0027	RC	350,759	6,751,999	430	36	-60	250	15	19	4	1.2	4 m @ 1.2 g/t Au from 15m				
LPRC0028	RC	350,778	6,752,006	430	42	-60	250	31	34	3	4.59	3 m @ 4.59 g/t Au from 31m				
LPRC0029	RC	350,763	6,751,977	430	30	-60	250	No intercept >1g/t Au								
LPRC0030	RC	350,781	6,751,984	430	40	-60	250	25	31	6	1.77	6 m @ 1.77 g/t Au from 25m				
LPRC0031	RC	350,775	6,751,941	430	30	-60	250	No intercept >1g/t Au								
LPRC0032	RC	350,794	6,751,948	430	48	-60	250	26	36	10	3.21	10 m @ 3.21 g/t Au from 26m				
LPRC0033	RC	350,790	6,752,033	430	60	-60	250	No intercept >1g/t Au								
LPRC0034	RC	350,809	6,752,041	430	78	-60	250	No intercept >1g/t Au								
LPRC0035	RC	350,796	6,752,014	430	60	-60	250	44	47	3	2.46	3 m @ 2.46 g/t Au from 44 m				
								59	67	8	4.05	8 m @ 4.05 g/t Au from 59 m				
LPRC0036	RC	350,815	6,752,021	430	78	-60	250	69	70	1	3.07	1 metre @ 3.07 g/t Au from 69 m				
LPRC0037	RC	350,800	6,751,991	430	60	-60	250	43	45	2	8.52	2 m @ 8.52 g/t Au from 43 m				
LPRC0038	RC	350,819	6,751,999	430	78	-60	250	60	65	5	2.56	5 m @ 2.56 g/t Au from 60 m				

Continued over page.



MGA 94 Zone 51 South															
Prospect	Hole ID	Tenement	Hole Type	Easting	Northing	RL	EOH	Dip	Azi	From (m)	To (m)	Down Hole Width (m)	Grade (Au g/t)	Comments	
McTavish	McTRC0001	M40/77	RC	350,647	6,754,118	423	112	-60	270	67	71	4	6.4	4m @ 6.4 g/t Au from 67m	
	McTRC0002			350,647	6,754,098	424	84	-60	270	73	76	3	1.41	3m @ 1.41 g/t Au from 73m	
	McTRC0003		RC	350,576	6,754,153	423	30	-60	270	14	15	1	1.9	1m @ 1.9 g/t Au from 14m	
	McTRC0004			350,596	6,754,153	423	48	-60	270	33	35	2	2.2	2m @ 2.2 g/t Au from 33m	
	McTRC0005		RC	350,618	6,754,083	424	66	-60	270	48	53	5	17.9	5m @ 17.9 g/t Au from 48m	
	including	51		52	1	80.17	inc. 1m @ 80.17 g/t Au from 51m								
	McTRC0006	M40/77	RC	350,599	6,754,095	423	42	270	-60	32	34	2	3.76	2 m @ 3.76 g/t Au from 32 m	
	McTRC0007		RC	350,595	6,754,080	423	48	270	-60	23	26	3	6.33	3 m @ 6.33 g/t Au from 23 m	
	McTRC0008		RC	350,635	6,754,080	423	72	270	-60	No intercept >1g/t Au					
	McTRC0009		RC	350,655	6,754,080	423	84	270	-60	79	82	3	2.06	3 m @ 2.06 g/t Au from 79 m	
	McTRC0010		RC	350,590	6,754,120	423	36	270	-60	20	25	5	4.17	5 m @ 4.17 g/t Au from 20 m	
	McTRC0011		RC	350,610	6,754,120	423	54	270	-60	36	40	4	5.01	4 m @ 5.01 g/t Au from 36 m	
	McTRC0012		RC	350,630	6,754,125	423	66	270	-60	54	58	4	4.64	4 m @ 4.64 g/t Au from 54 m	
	McTRC0013		RC	350,575	6,754,050	423	36	270	-60	No intercept >1g/t Au					
	McTRC0014		RC	350,595	6,754,050	423	42	270	-60	20	21	1	-	Void - Historical Workings Intersected	
	McTRC0015	RC	350,615	6,754,050	423	54	270	-60	39	41	2	14.11	2 m @ 14.11 g/t Au from 39 m		
	including		39	40	1	19.42	inc. 1 metre @ 19.42 g/t Au from 39 m								
Champion	CPRC0001	M40/27	RC	352,224	6,757,503	417	112	-60	270	Stope fill intersected - structure present but mined out.					
	CPRC0002			352,265	6,757,582	416	138	-60	250	127	128	1	1.35	1m @ 1.35 g/t Au from 127m	
	CPRC0003		RC	352,158	6,757,586	417	48	-60	270	31	33	2	1.8	2m @ 1.8 g/t Au from 31m	
	CPRC0004			352,149	6,757,566	417	30	-60	270	28	30	2	25.2	2m @ 25.2 g/t Au from 28m to EOH	
	CPRC0005		RC	352,167	6,757,631	417	42	-60	270	including	28	29	1	42.04	inc. 1m @ 42.04 g/t Au from 28m
16	17	1								1.3	1m @ 1.3 g/t Au from 16m				
DCC Trend	CDRCDD0001	M40/61	RC/DD Tail	354,377	6,753,209	427	186.33	-60	270	167	167.72	0.72	3.1	0.72m @ 3.1 g/t Au from 167m	
										173.07	173.28	0.21	8.8	0.21m @ 8.8 g/t Au from 173.07m	
										174.85	176	1.15	1.5	1.15m @ 1.5 g/t Au from 174.85m	
	CLRC0001	M40/61	RC	354,153	6,754,058	429	136	-60	270	72	74	2	1.4	2m @ 1.4 g/t Au from 72m	
	CDDD0001	E40/332	DD	354728	6753398	432	529.5	-60	270	Structure diluted by Proterozoic Dolerite Dyke					
CDRC0001	M40/61	RC	354284	6753513	430	148	-60	270	76	78	2	22.1	2m @ 22.1 g/t Au from 76m		

**Table 1 – All Significant Drill Hole Intercepts to date\***

\*Please refer to announcements:

ASX Announcement “Metalicity Confirms Mineralisation” dated 31 July 2019,

ASX Announcement “Metalicity Confirms Additional Gold Mineralisation at Kookynie” dated 2 October 2019,

ASX Announcement “Metalicity Reports Drill Hole Intercepts Up To 80 g/t Au & Additional Tenement Acquisition for Kookynie” dated 21 January 2020,

ASX Announcement “Metalicity Continues to Deliver Spectacular Drill Hole Results for the Kookynie Gold Project” dated 25 June 2020,

ASX Announcement “Metalicity Continues to Deliver Excellent Drill Hole Results for the Kookynie Gold Project” dated 2 July 2020, &

ASX Announcement “Metalicity Delivers More Outstanding Drill Hole Results for the Kookynie Gold Project. Phase Two Drilling to Commence Imminently” dated 10 July 2020.

## Drill Hole Plane of Vein Long Sections

Below are a series of drill hole plane of vein long sections that illustrate the recent and historical drilling pierce points and discussion detailing the significance of the results to date at each of the Prospects, please note that given the dipping angle of the mineralisation and the drill hole inclination, most drill hole intercepts are close to true thickness:

## The Leipold Prospect

The Company completed thirty-four (34) Reverse Circulation (RC) drill holes at the Leipold Prospect for a total of 1,721 metres in an area that is below the known historical workings and significantly up and down dip and along strike from historical drilling, Table One illustrates the recent drill hole intercepts returned to date for the Leipold Prospect and Figure 2 illustrates the known mineralisation area and the targeted area for the Phase Two Drilling Programme looking to expand the mineralisation to just over 1 kilometre in strike length.

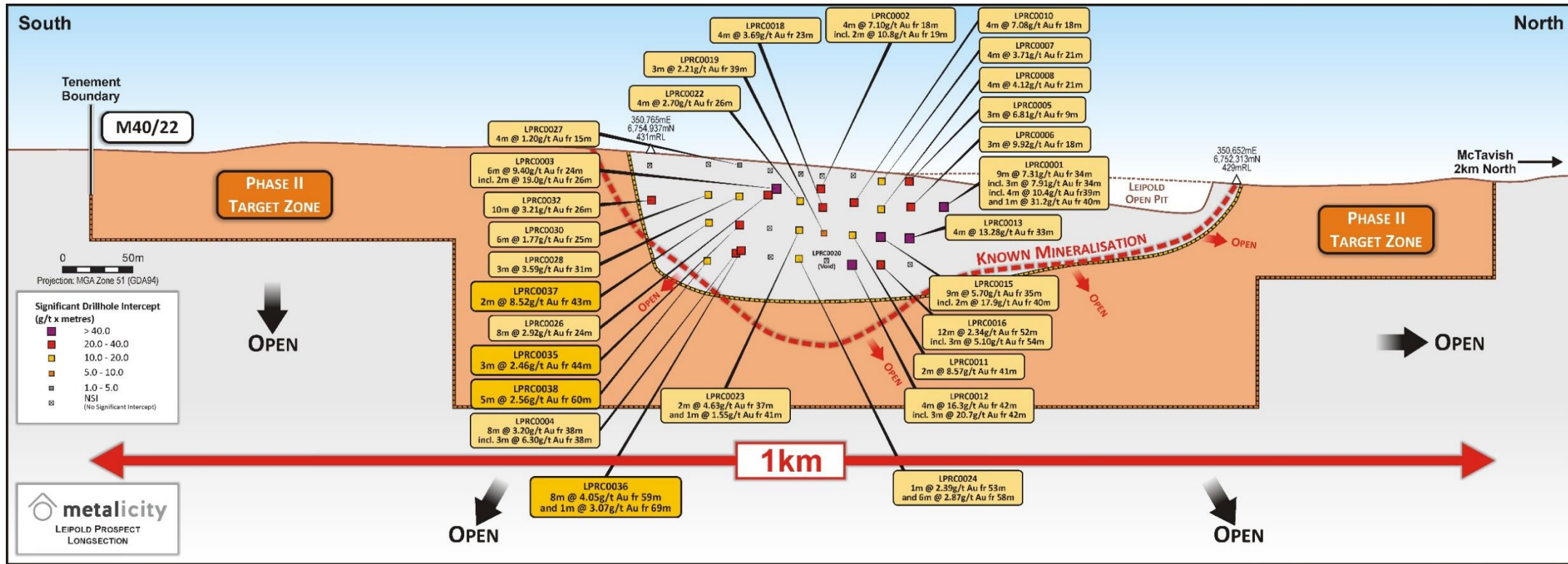


Figure 2 – Leipold Plane of Vein Section with recent drilling.

The Company is observing consistent widths and relatively consistent grades at the Leipold Prospect in relation to the structural framework that hosts the mineralisation. The Leipold Prospect is host to a JORC 2004 compliant mineral resource estimate. To date, Metalicity has 38 completed drill holes with all assays returned, 22 of those holes are significantly higher than the resource estimate grade defined in 2011. With this infill and step out drilling, and a defined strike extent based from the results in LPRC0032, the Company is addressing aspects required under JORC 2012 compliancy within previously drilled areas, but also along strike, up and down dip too to eventually illustrate the size of this Prospect.

## The McTavish Prospect

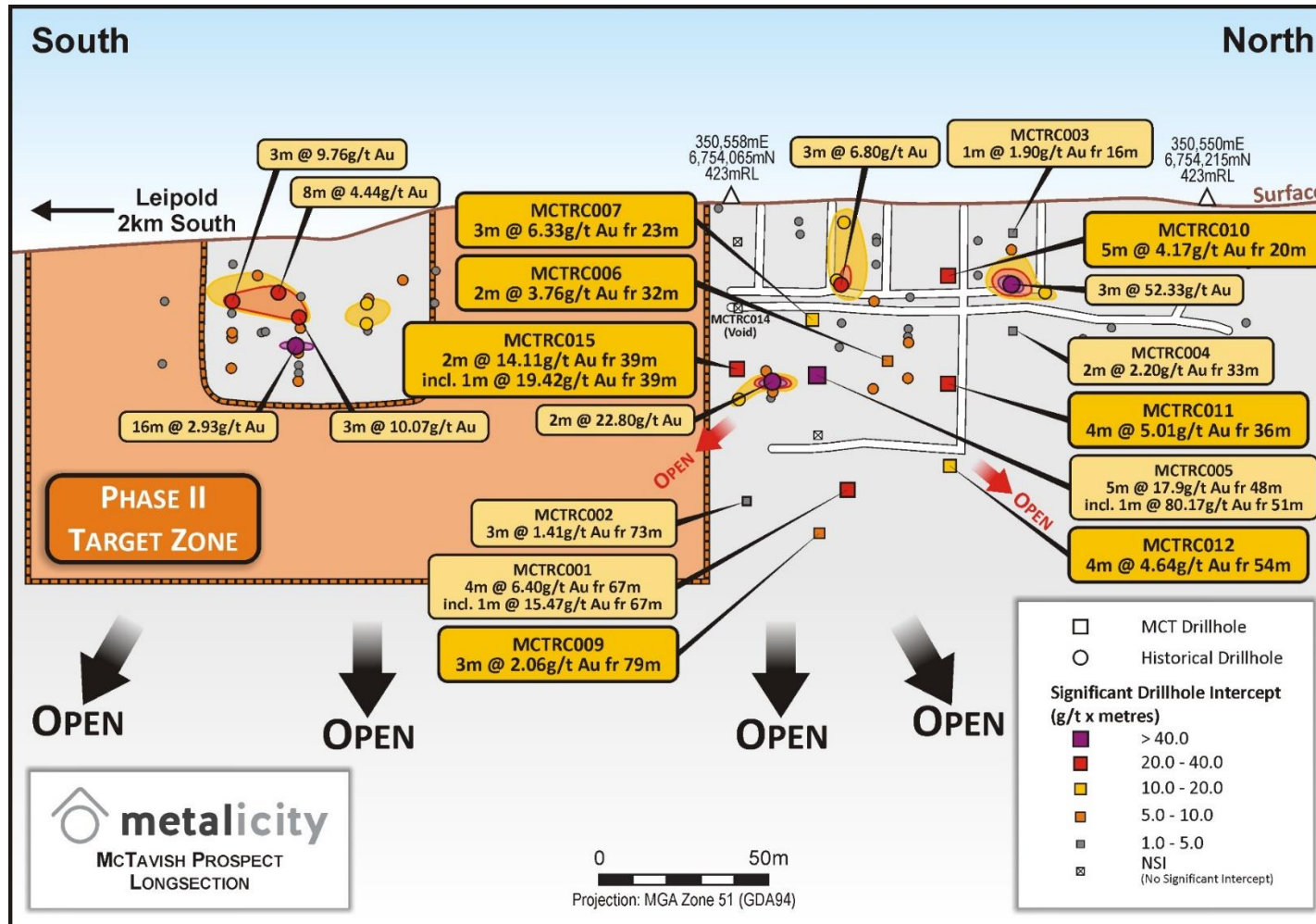


Figure 3 – McTavish Plane of Vein Section with recent drilling.

The McTavish Prospect had 10 holes completed for 534 metres during the June 2020 Phase One Drilling Programme. The premise again was to confirm and step out from known mineralisation in assisting the Company in evaluating and converting the McTavish JORC 2004 compliant mineral resource estimate.

Similar issues around down hole surveys and the extent of the underground workings are required for the Company to be able to complete a JORC 2012 compliant Mineral Resource Estimate. Through our methodical exploration and development where we are addressing these aspects and intend to aggressively expand our known mineralisation strike of McTavish from approximately 200 metres of strike, to over 400 metres with our Phase Two Drilling Programme.

Nevertheless, McTavish has again returned high grade intercepts such as 2 metres @ 14.11 g/t Au from 39 metres, including 1 metre @ 19.42 g/t Au from 39 metres. This drill hole represents a 20-metre step out south from McTRC0005 which returned 5 metres @ 17.9 g/t Au from 48 metres including 1 metre @ 80.17 g/t Au from 51 metres. Please refer to Figure 3 below.

Similarly, at McTavish, the Company is observing widths, and most importantly grades well and truly above the JORC 2004 Mineral Resource Estimate. This bodes well for when a Mineral Resource Estimate is conducted with much more geological and grade information to be inputted, for a potential, and significantly increased Mineral Resource inventory. Therefore, as with Leipold, we are expanding our aggressive Phase Two Drilling Programme to potentially delineate high grade mineralisation over a 400-500 metre strike length at McTavish.

### **Cosmopolitan Historical Underground Sampling**

Historic channel sampling results at Cosmopolitan has indicated extraordinarily high-grade mineralisation in areas of remnant mineralisation that still may exist in developed areas of the mine (please refer to ASX Announcement dated 9 June 2020 titled *“Extremely High-Grade Gold From Historical Underground Sampling At The Cosmopolitan Gold Mine”*).

Of the 2,438 sample points presented, 110 returned assays above 100 g/t Au, 444 returned assays above 50 g/t Au and 1,046 returned assays above 20 g/t Au. A short list of the best samples collated are presented below, please refer to Figure 4:

- 3.2m @ 428.6 g/t Au
- 2.2m @ 433.2 g/t Au
- 2.0m @ 330.6 g/t Au
- 2.2m @ 220.4 g/t Au
- 2.0m @ 220.4 g/t Au
- 2.1m @ 217.4 g/t Au
- 2.1m @ 214.3 g/t Au
- Full list of results is in Appendix 2

The information presented is open to the public via the DMIRS WAMEX System, and we are using this information, along with the concurrent drone magnetic survey (please refer to ASX Announcement titled *“Drone Magnetic Survey To Commence at the Kookynie Gold Project”* dated 2 June 2020) to assist the Company in our efficient exploration efforts over the Kookynie Gold Project. This data further highlights and illustrates that the Cosmopolitan Gold Mine was one of the largest, very high-grade and prolific gold mines of its day.

The initial data suggests a significant opportunity with the high-grade remnant mineralisation may still exist within developed areas, along with clear down dip potential to the high-grade mineralisation. Metalicity also announced on 2 June 2020 that it had identified 2kms of strike extension to the structures that host Cosmopolitan, which a magnetic survey underway to refine targets for drilling.



# DIAMANTINA-COSMOPOLITAN-CUMBERLAND (DCC) TREND LONG SECTION

PLANE OF VEIN VIEW - LOOKING WEST

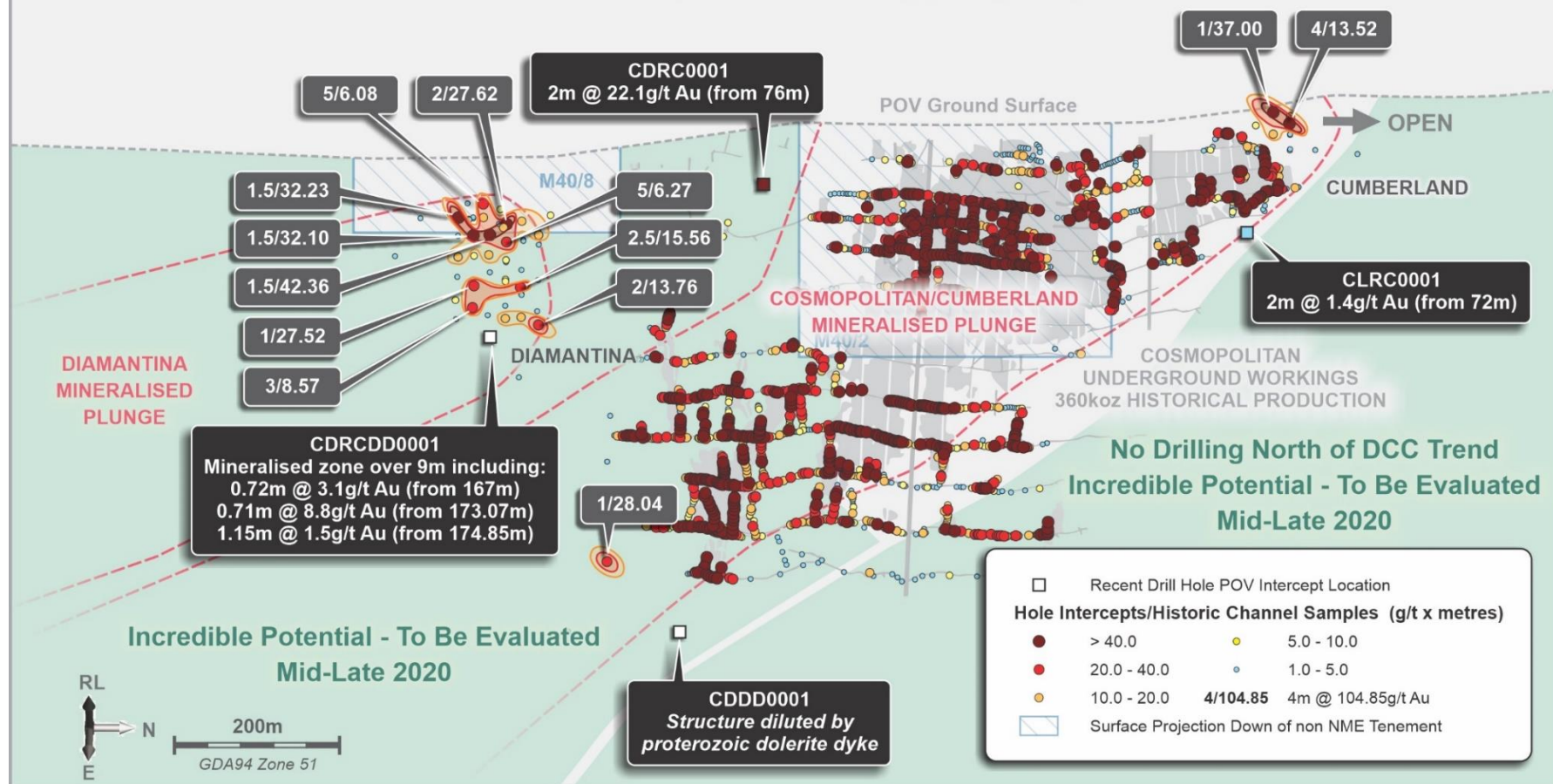


Figure 4 – Cosmopolitan Gold Mine Long Section with Underground Workings with Channel Samples illustrated as gram metres.

## Tenement Acquisitions/Applications

Through our monitoring of competitor activity within the Kookynie area, the Company utilised the Department of Mines, Industry Regulation and Safety tenement application process to acquire this ground after it was not renewed. Whilst there are competing applications, we look forward to the ballot process.

The setting of this tenement application highlights that it hosts 11 kilometres of Melita Formation, the host lithology for the Ulysses-Orient Well please see Figure 4:

With the application of this strategic and highly prospective tenement, the Company has potentially increased its presence within the region and now commands a prominent land holding. The regional geophysics illustrate similar signatures to the prolific and well-endowed Ulysses Trend which is host to significant gold mineralisation. Furthermore, some 10,642 metres of drilling has been completed within the tenement application coupled with extensive surface geochemistry. The drilling was completed to date by historical operators with the first phase in the mid 1990's, and the second reported in 2012. Collation of all information and appropriate database warehousing and requisite checks are ongoing, please see Figure 4:

However, the historical drilling to date was shallow and quite broad in its execution, furthermore 2012 drilling programme has noted bottom of hole arsenic and antimony anomalism. The structural and lithological complexity coupled with trace element anomalism bodes well for pathfinders to gold mineralisation. The Company moved to apply for this incredibly significant parcel of ground with the intent to explore using more modern methods.

To date, all of Metalicity's acquisitions and tenement application activities contribute towards the \$5 million required to earn 51% of the original farm-in agreement with Nex Metals (please refer to ASX Announcement "Metalicity Farms Into Prolific Kookynie & Yundamindra Gold Projects, WA" dated 6th May 2019).

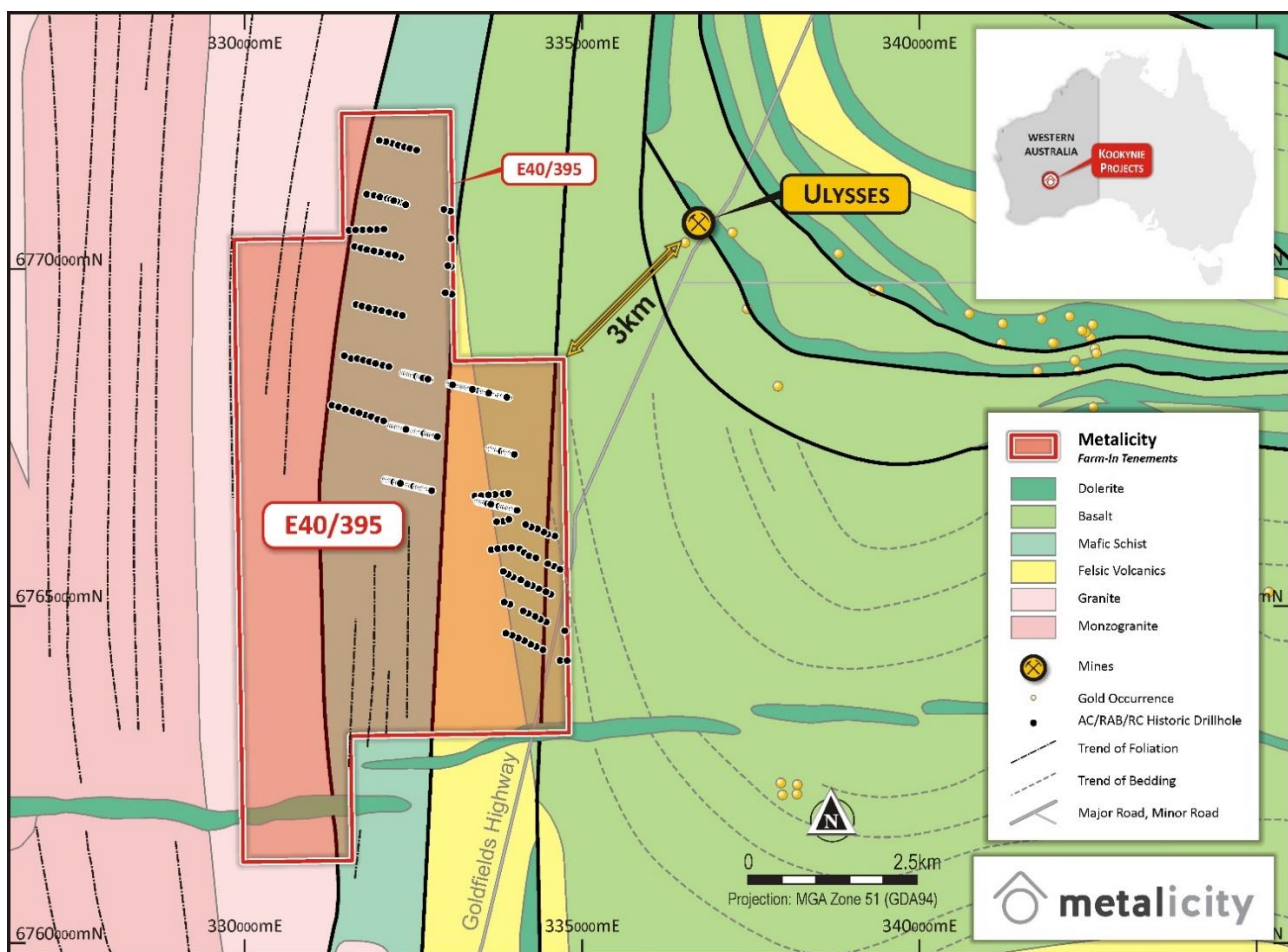


Figure 4 – E40/395 Tenement Application, 1:100,000 Bedrock Geology and historical drilling points.

## Regional Projects

The regional projects of Warburton and North Fraser Range were surrendered during the quarter.

## Kimberley Mining Limited – Admiral Bay

Regarding Kimberley Mining and the Admiral Bay Asset, and Metalicity's circa 80.3% holding; While the asset is on care and maintenance, the company has engaged with numerous entities to affect a deal that will monetise our holding in Kimberley Mining. The Company is now looking to concentrate on the Kookynie and Yundamindra Gold Projects and can confirm that the Admiral Bay Project is no longer core business. Metalicity is looking for suitable parties who may have an interest in the Admiral Bay asset and our holding in Kimberley Mining.

## Corporate & Financial

During the Quarter the company raised \$1.327M through the issue of shares pursuant to an entitlement offer and a placement. In addition, the company received \$200,000 payment for a lithium royalty. The Company completed its non-renounceable entitlement issue of two (2) fully paid ordinary shares (Share) for every three (3) Shares held by eligible shareholders at an issue price of \$0.002 per Share, together with one (1) free attaching option (exercisable at \$0.004 and expiring 24 months from the date of issue) (New Option) for every two (2) Shares subscribed for and issued (Entitlement Offer), at 5pm WST on Friday 15 May 2020.

The 483,491,810 shares being offered under the Entitlement Offer to raise \$966,983.62 was fully taken up via entitlement applications to subscribe for 162,870,381 new Shares and the remaining 233,491,810 shortfall shares being placed to existing shareholders and the Underwriter, Canaccord Genuity (Australia) Limited.

In addition, the Company also placed a further 180,000,000 shares on the same terms as the Entitlement Offer to raise \$360,000 pursuant to the Company's available Placement capacity. The attaching options will be subject to shareholder approval at a meeting to be convened as soon as practicable.

The issue of Shares under the Entitlement Offer to the eligible shareholders took place on the 22 May 2020.

On the 10 February 2020, the Company announced it has entered into a binding sale and purchase agreement to dispose of our 1.0% NSR royalty (the "Royalty") over three district-scale lithium properties in Western Australia. This Royalty was retained from the sale of the Lithium Tenements to Sociedad Quimica y Minera de Chile ("SQM"), which the Company have now entered into an agreement to sell to SilverStream SEZC, dba Vox Royalty, for A\$200,000. Proceeds have been received and were used to continue our development and exploration at the Kookynie Gold Project.

During the quarter, the Company became aware of legal proceedings from within the state of Minnesota, United States of America concerning Portland Orthopaedics Limited activities prior to the DOCA implement in 200X. The Company is currently seeking advice from US lawyers.

Ongoing discussions with the Office of State Revenue around the duty imposed on the Admiral Bay transaction has been finalised with the balance of \$146,000 paid.

Finally, the Company announced on the 15 June 2020, the requisite forms, and enclosed instructions on how to convert listed and unlisted options.

## ENQUIRIES

### Investors

Jason Livingstone  
MD & CEO  
+61 8 6500 0202  
[jlivingstone@metalicity.com.au](mailto:jlivingstone@metalicity.com.au)

### Competent Persons Statement

For relevant Competent Person Statements, please refer to the announcement referenced.

### Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. 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 reasonable basis. However, forward-looking statements:

(a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies;

(b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and

(c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

The words “believe”, “expect”, “anticipate”, “indicate”, “contemplate”, “target”, “plan”, “intends”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether as a result of new information, future events or results or otherwise.



## Tenement Schedules:

Tenement Schedule under the Farm in Agreement, please refer to ASX Announcement “*Metalicity Farms Into Prolific Kookynie & Yundamindra Gold Projects, WA*” dated 6th May 2019, however, to date, the below tenement schedule is subject to the farm-in agreement:

Tenement	Registered Holder	Shares Held	Plainted	Status	Area (ha)
Kookynie					
G40/3	Nex Metals Explorations Limited	100/100	No	Live	7.2
L40/9	Nex Metals Explorations Limited	100/100	No	Live	1.0
E40/332	Nex Metals Explorations Limited	100/100	No	Live	600.0
M40/22	Nex Metals Explorations Limited	100/100	No	Live	121.7
M40/27	Nex Metals Explorations Limited	100/100	No	Live	85.5
M40/61	Nex Metals Explorations Limited	100/100	No	Live	832.7
M40/77	Nex Metals Explorations Limited	90,405/90,405	No	Live	119.2
P40/1331	KYM Mining Limited	100/100	No	Live	161.2
E40/289	Paris Enterprises Pty Ltd	100/100	No	Live	1,222.7
P40/1499	Nex Metals Explorations Limited	100/100	No	Pending	8.3
P40/1500	Nex Metals Explorations Limited	100/100	No	Pending	5.9
P40/1501	Nex Metals Explorations Limited	100/100	No	Pending	21.1
P40/1510	Metalicity Limited	100/100	No	Pending	185.0
P40/1511	Metalicity Limited	100/100	No	Pending	176.7
P40/1512	Metalicity Limited	100/100	No	Pending	118.6
E40/390	KYM Mining Limited	100/100	No	Pending	3,300.0
E40/387	Metalicity Limited	100/100	No	Pending	299.0
E40/395	KYM Mining Limited	100/100	No	Pending	4,203.0
Kookynie Total Area (ha)					11,468.7
Yundamindra					
L39/34	Nex Metals Explorations Limited	100/100	Yes	Live	1.0
L39/52	Nex Metals Explorations Limited	96/96	Yes	Live	1.0
L39/258	Nex Metals Explorations Limited	100/100	Yes	Live	3.2
M39/84	Nex Metals Explorations Limited	100/100	Yes	Live	378.0
M39/274	Nex Metals Explorations Limited	100/100	Yes	Live	230.0
M39/406	Nex Metals Explorations Limited	100/100	Yes	Live	124.0
M39/407	Nex Metals Explorations Limited	100/100	Yes	Live	896.0
M39/408	Nex Metals Explorations Limited	100/100	Yes	Live	785.0
M39/409	Nex Metals Explorations Limited	100/100	Yes	Live	966.0
M39/410	Nex Metals Explorations Limited	100/100	Yes	Live	978.0
M39/839	Nex Metals Explorations Limited	100/100	Yes	Live	7.3
M39/840	Nex Metals Explorations Limited	100/100	Yes	Live	9.7
P39/6126	Nex Metals Explorations Limited	100/100	No	Pending	10.4
P39/6127	Nex Metals Explorations Limited	100/100	No	Pending	5.6
E39/1773	Paddick Investments Pty Ltd	100/100	Yes	Live	903.0
E39/1774	Paddick Investments Pty Ltd	100/100	Yes	Live	2,517.0
Yundamindra Total Area (ha)					7,815.1