

QUARTERLY ACTIVITY REPORT

Period ending 30 June 2020

OVERVIEW

Alt Resources Limited (“Alt” or “the Company”) is pleased to provide shareholders its Activity Report for the Quarter ending 30 June 2020. During the June quarter the Company continued to focus operations on the Western Australian Mt Ida and Bottle Creek gold project.

The Company delivered a global resource upgrade for the Mt Ida and Bottle Creek Gold Project¹ and the Tim’s Find mine plan was lodged by the Company during the quarter for approval by the Department of Mines Industry Regulation and Safety (DMIRS) in preparation for future planned mining activity².

The metallurgical leach testwork program for Mt Ida and Bottle Creek Gold Project was also completed under the supervision of Como Engineers³ for the Preliminary feasibility Study and additionally the Company delivered further shallow high-grade gold results from RC drilling undertaken during the quarter.

The Mt Ida and Bottle Creek Gold Project Pre-Feasibility Study and Maiden Ore Reserve Statement were delivered to the market 10 July 2020⁴.

CORPORATE

During the quarter, Alt Resources received an all cash off-market bid from Aurenne Ularring Pty Ltd ACN 640 687 618 (a wholly owned subsidiary of Aurenne Group Holdings Pty Ltd (**AGH**)) to acquire 100% of the shares in Alt Resources for \$0.0505 per share, representing a premium of 74% of the close price immediately prior to announcing the bid.

The Company also entered into a Convertible Note Agreement with AGH for \$3.68 million to provide the Company funding security to meet its commitments to pay the July Option Installment on the Bottle Creek Gold Project mining leases of \$500,000 and to continue to deliver the Maiden Ore Reserve and Mt Ida and Bottle Creek Pre-Feasibility Study without further dilution.

The Convertible Note has a conversion price of \$0.03 per share, which represented a 37% premium to the 30-day volume weighted average price of \$0.0219; an interest rate of 5.0%; and a maturity date 12 months from issue. It was issued utilising the Company’s placement capacity under Listing Rule 7.1 and 7.1A.

The Company also issued 19,934,259 fully paid ordinary shares to Olgen Pty Ltd at \$0.02 per share in consideration of approximately \$400,000 worth of drilling services provided to the Company and cancelled 12,000,000 unvested unlisted Performance Rights in accordance with the terms of their issue.

Subsequent to the quarter end, Aurenne Ularring Pty Ltd sent its Bidder’s Statement offering to purchase all the shares in Alt Resources at \$0.0505 per share to Alt Resources shareholders and Alt responded with its Target’s Statement recommending shareholders accept Aurenne’s offer, in the absence of a superior proposal.

OPERATIONS

The Company has been active with resource and exploration drilling during the quarter having drilled both RC and diamond drill holes on the project. 23 RC holes have been drilled for 1,700 metres with RC

¹ https://www.altresources.com.au/wp-content/uploads/2020/04/20200403_ARS-April_2020_Resource_Upgrade.pdf

² https://www.altresources.com.au/wp-content/uploads/2020/04/20200414_Mine_Plan_ASX.pdf

³ <https://www.altresources.com.au/wp-content/uploads/2020/05/2061160.pdf>

⁴ https://www.altresources.com.au/wp-content/uploads/2020/07/Final_PFS_Ore_Reserve_ASX-Report-10Jul20.pdf

drilling programs having been undertaken at Southwark, Single Fin and Piantos Find prospects located at Bottle Creek with metres drilled during the quarter reported in Table 2⁵.

The Mt Ida and Bottle Creek projects are rapidly developing into a promising gold project, with the Company holding dominant land positions across the Mt Ida Shear and the Ballard/Zulieka Shear in the northern goldfields with multiple deposits, exploration and mining targets contained within the various exploration, prospecting and mining leases held by the Company.

MT IDA AND BOTTLE CREEK GOLD PROJECT - WESTERN AUSTRALIA

The Company continues to hold the Paupong exploration project in New South Wales, along with the Bottle Creek and Mt Ida projects located in Western Australia. During the report period the Mt Ida and Bottle Creek projects incorporating the Southwark, Single Fina and Piantos prospects were the focus of the Company activities.

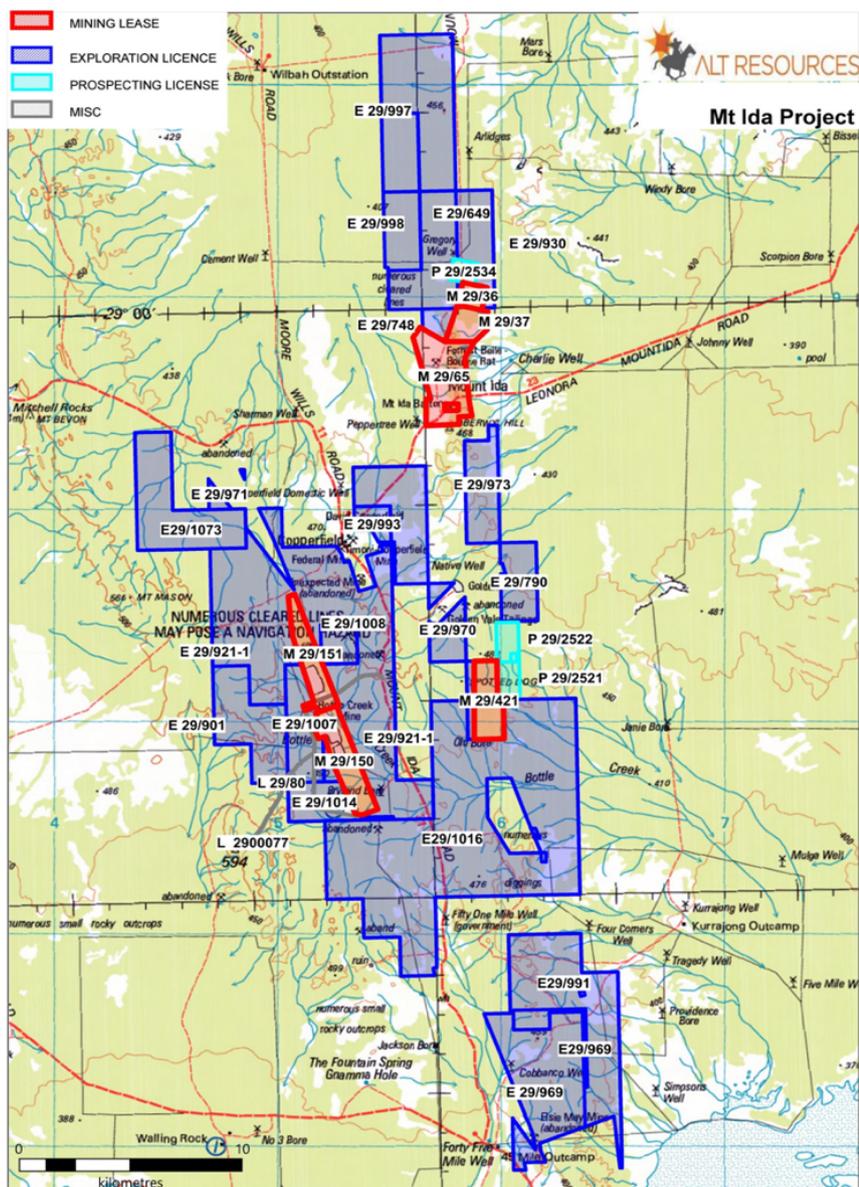


Figure 1: Location of Alt Resources' Mt Ida and Bottle Creek Gold Project.
See Appendix 1 for full tenement holding.

⁵ https://www.altresources.com.au/wp-content/uploads/2020/04/20200416_ASX_Bottle_Creek_Results_March_2020.pdf

MINERAL RESOURCE

Since acquisition of the Mt Ida and Bottle Creek Gold Project (Figure 2) Alt has delivered a **JORC 2012 Measured, Indicated and Inferred resource (Table 1) of 571,000oz Au @ 1.54g/t and 4,380,000oz Ag @ 20.1 g/t**. A Scoping Study across the multiple deposits was completed by the Company and announced to market on 29th July 2019. The Company has focused on growing the resource base to bring the Mt Ida goldfield back into production in the near future.

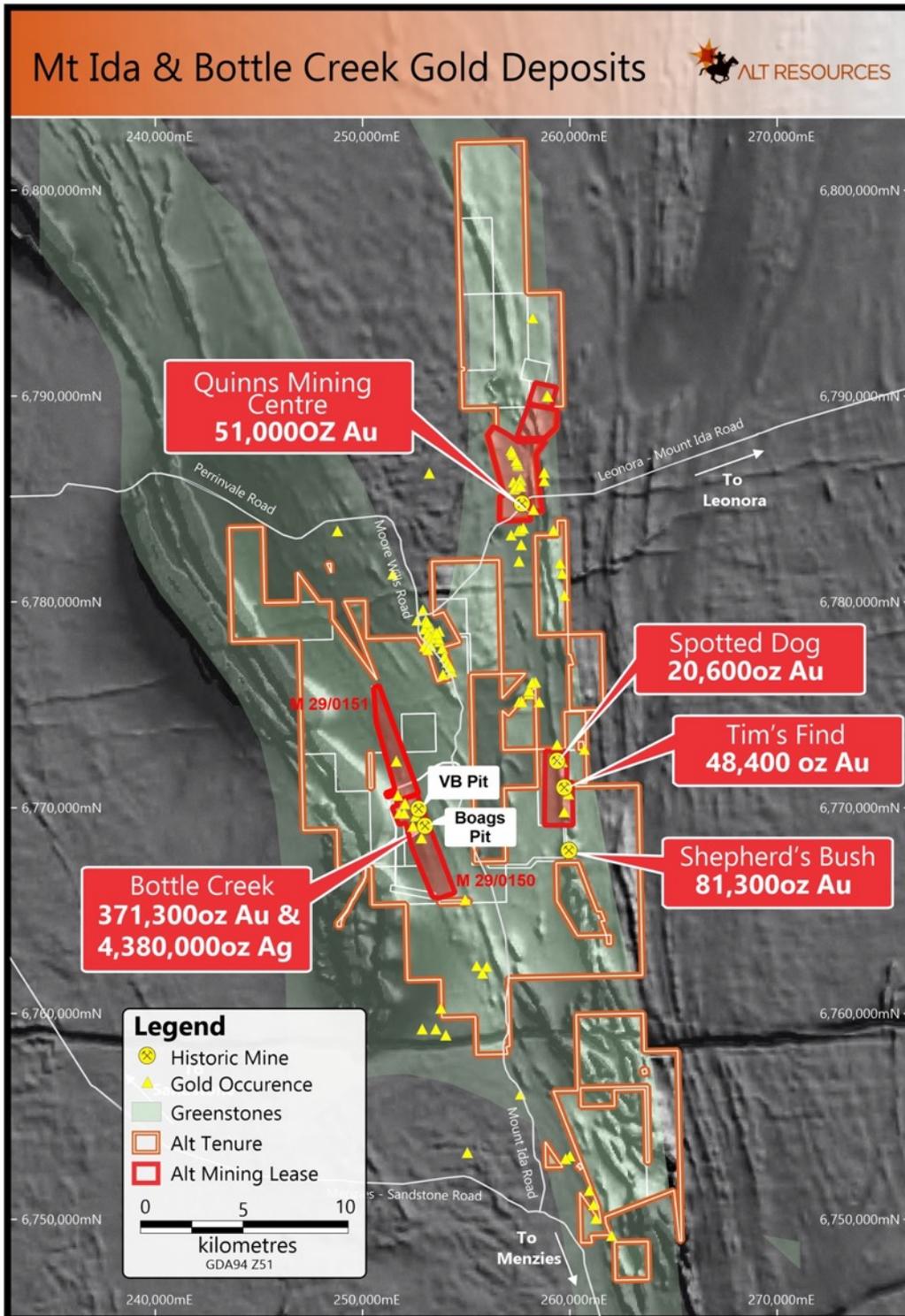


Figure 2: The Mt Ida and Bottle Creek project tenements, granted mining leases and resource locations.

Table 1: Mt Ida and Bottle Creek mineral resource estimate

DEPOSIT	CATEGORY	TONNES	Au Grade	Au Ounces	TONNES	Ag Grade	Ag Ounces
		(t)	(g/t)	(oz)	(t)	(g/t)	(oz)
Emu and Southwark	Measured	804,000	2.28	58,936	804,000	9.69	250,479
	Indicated	2,440,000	1.81	141,991	2,440,000	12.25	960,988
	Inferred	583,500	1.31	24,576	583,500	14.65	274,834
VB and Boags	Indicated	2,004,000	1.53	98,578	2,004,000	29.47	1,898,760
	Inferred	829,000	1.42	37,847	829,000	37.3	994,158
VB North	Indicated	118,000	1.52	5,750			
	Inferred	90,000	0.9	2,600			
Boudie Rat and Forrest Belle	Measured	130,000	2.5	10,450			
	Indicated	130,000	3	12,550			
	Inferred	30,000	3.6	3,450			
Boudie West and Belvidere	Indicated	30,000	3.8	3,650			
	Inferred	100,000	3.5	11,250			
Quinn's Hills	Indicated	20,000	5.7	3,650			
Matisse	Inferred	110,000	1.7	6,000			
Tim's Find	Measured	118,000	2.97	11,268			
	Indicated	417,600	1.87	25,107			
	Inferred	235,000	1.54	11,635			
Spotted Dog North and South	Inferred	320,000	2.02	20,782			
Shepherds Bush	Inferred	3,045,000	0.83	81,256			
Total		11,554,100	1.54	571,327	6,660,500	20.5	4,379,300
MEASURED AND INDICATED							
DEPOSIT	CATEGORY	TONNES	Au Grade	Au Ounces	TONNES	Ag Grade	Ag Ounces
		(t)	(g/t)	(oz)	(t)	(g/t)	(oz)
Emu and Southwark	Measured	804,000	2.28	58,936	804,000	9.69	250,479
	Indicated	2,440,000	1.81	141,991	2,440,000	12.25	960,988
VB and Boags	Indicated	2,004,000	1.53	98,578	2,004,000	29.47	1,898,760
VB North	Indicated	118,000	1.52	5,750			
Boudie Rat and Forrest Belle	Measured	130,000	2.5	10,450			
	Indicated	130,000	3	12,550			
Quinn's Hills	Indicated	20,000	5.7	3,650			
Tim's Find	Measured	118,000	2.97	11,268			
	Indicated	417,600	1.87	25,107			
Total		6,181,600	1.85	368,280	5,248,000	18.5	3,110,300

BOTTLE CREEK GOLD PROJECT

The Company completed a 23 hole RC drilling program in April 2020 for a total of 1,701 metres at the Bottle Creek Gold Project with results of the drill program announced to the market on 16th April 2020⁶. During the February – March program the Company drilled several prospect areas which have had minimal exploration drilling undertaken by previous explorers, including 9 holes for 758 metres at Southwark, 5 holes for 468 metres at Pianto's Find, and 9 holes for 476 metres at the Single Fin prospect (Figure 3) with results shown in Table 2.

⁶ https://www.altresources.com.au/wp-content/uploads/2020/04/20200416_ASX_Bottle_Creek_Results_March_2020.pdf

The drilling undertaken at Bottle Creek during the February - April drilling program was designed as exploration, not resource drilling, testing areas with potential to deliver further resource ounces. An overview of the Bottle Creek mining leases and the prospects drilled during the March 2020 RC program can be seen in Figure 3 showing the locations of the Southwark, Pianto's Find and Single Fin prospects.

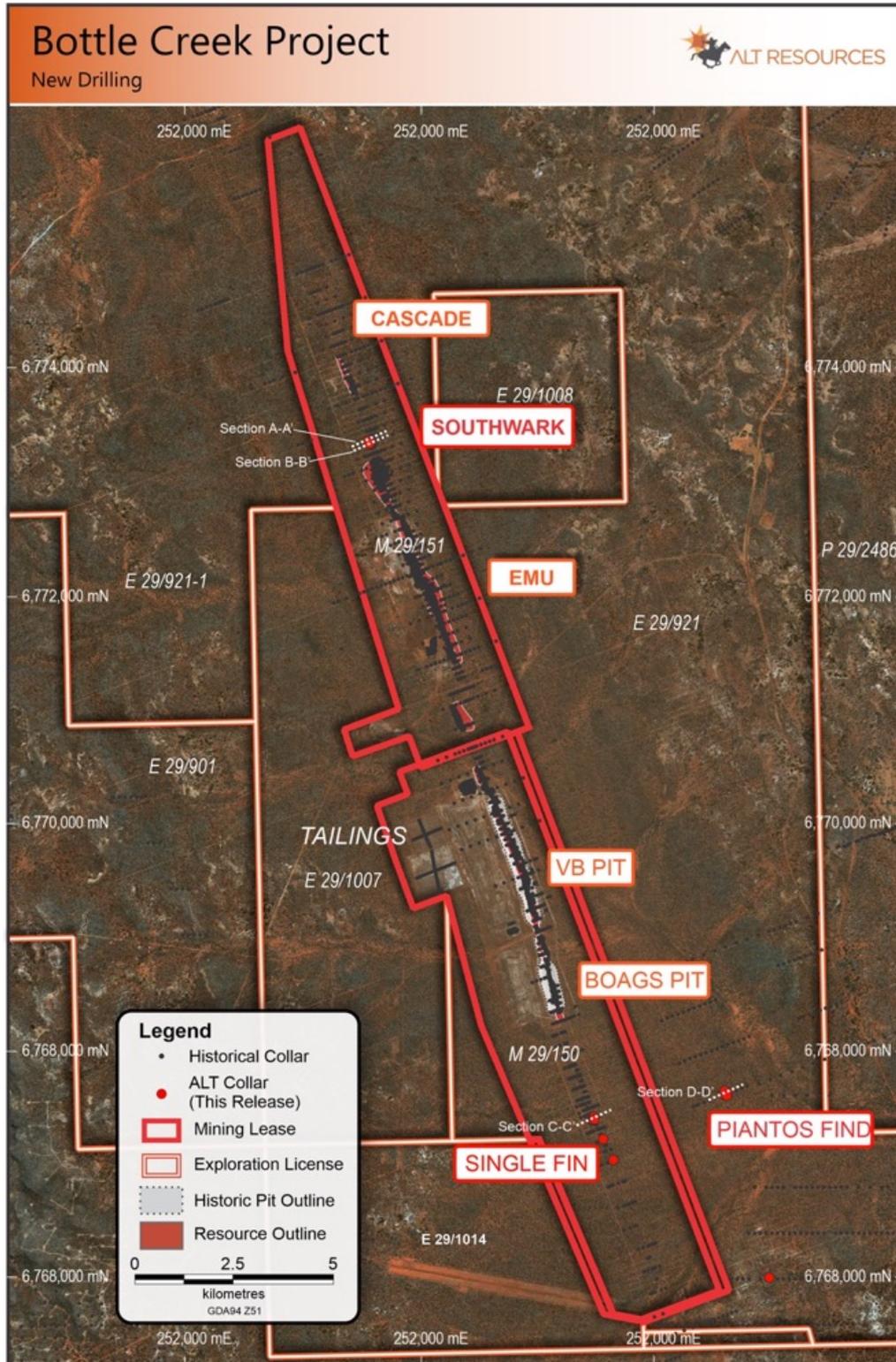


Figure 3: Plan view Bottle Creek Gold Project with sections AA-DD with historical and recent RC drillhole locations

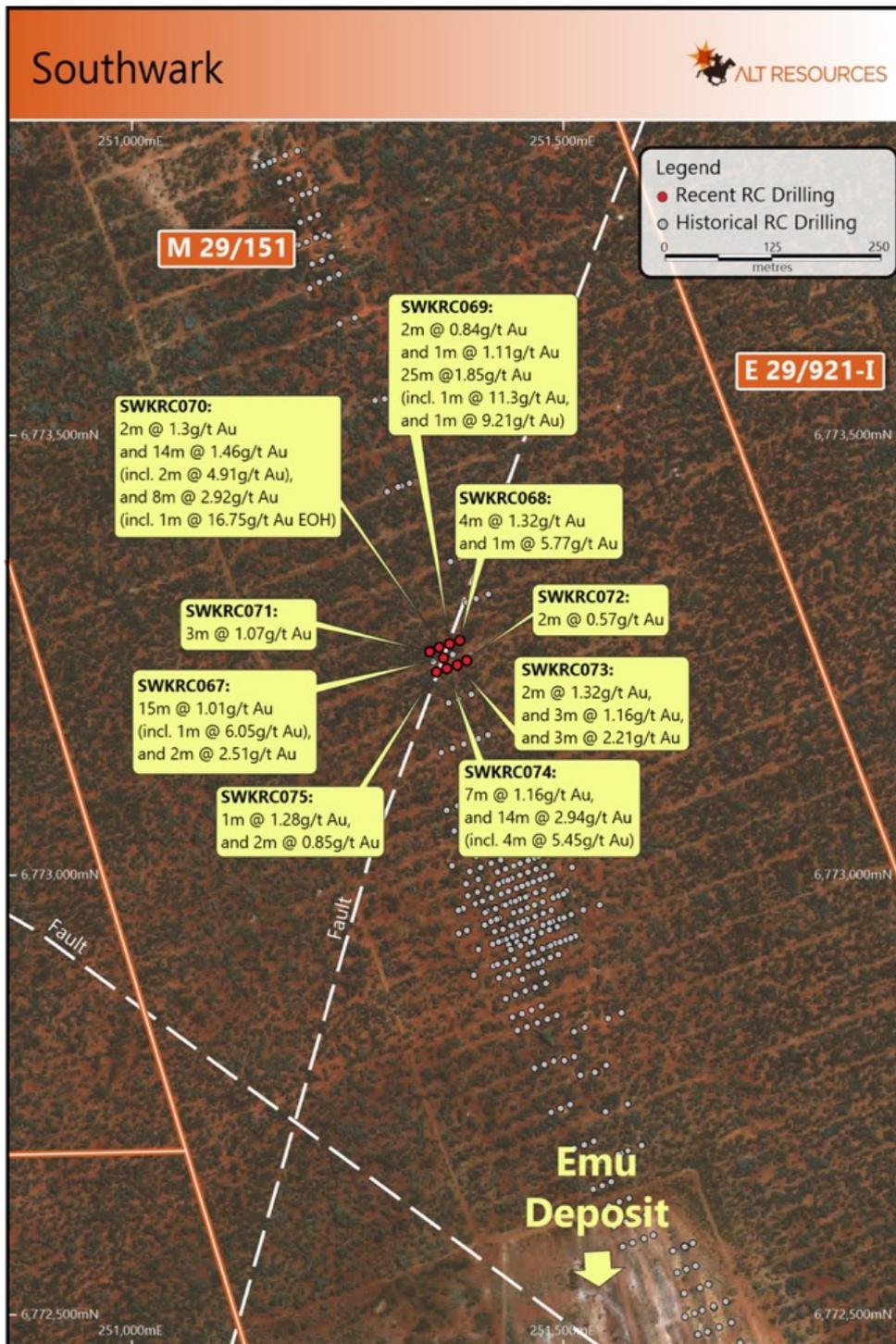
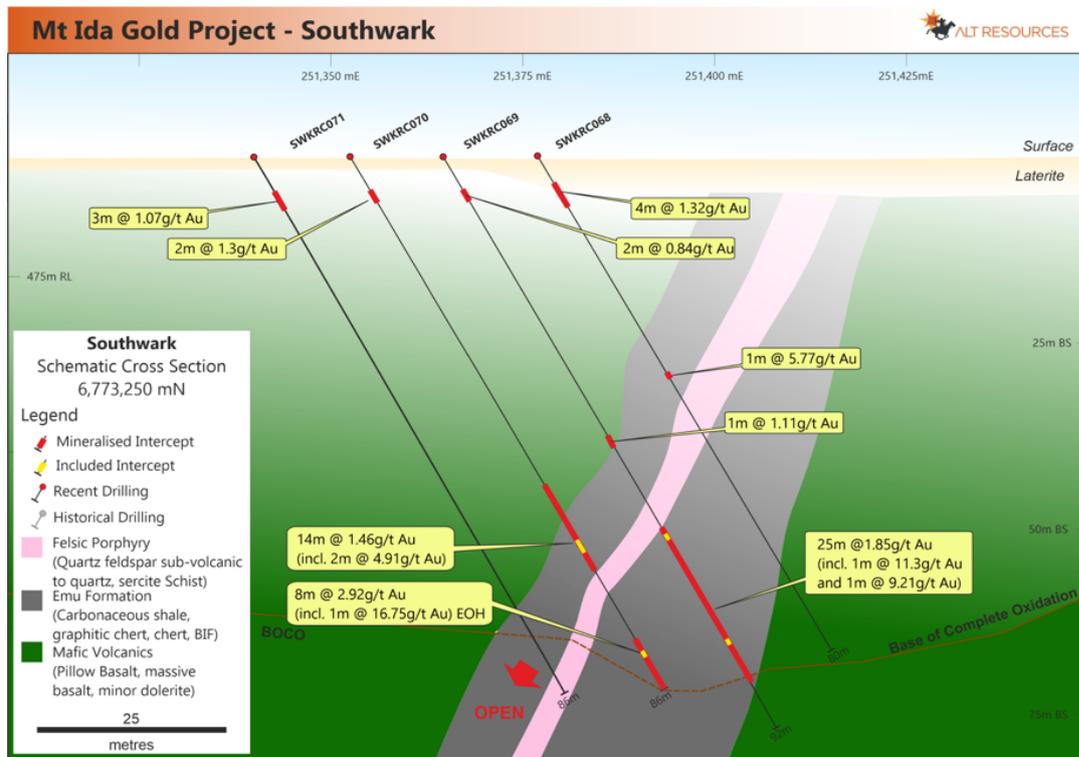


Figure 4: Bottle Creek Gold Project Southwark area March 2020 RC drillholes and results.

The drilling undertaken at Southwark was designed to test the area between the main Southwark deposit and the Cascade deposit which lies one kilometre to the north of Southwark, where an interpreted strike/slip fault visible as a magnetic lineament has intersected the Emu Formation (Figure 6) possibly causing the Emu Formation to rotate. Past drilling by the Company across areas where cross cutting faults intercept the Emu Formation at Bottle Creek have delivered wider intersections of mineralisation.

All 9 RC holes drilled at Southwark during this RC program intersected Au and results from the various drill holes can be seen in Figure 4 and in sections AA – BB in Figure 5. The area between the main Southwark deposit and the Cascade deposit and has seen minimal drilling and represents a significant opportunity to deliver further resource ounces at Bottle Creek.

The RC drilling at Southwark suggests the Emu Formation has been rotated and the ore zone has a flatter orientation than the Emu deposit which is predominantly sub-vertical in orientation. The Au mineralisation seen in the laterite cap at the surface of Southwark appears consistent with the laterite mineralisation found at the main Southwark and Emu deposits.



Section AA Southwark prospect, Bottle Creek Gold Project – Mt Ida

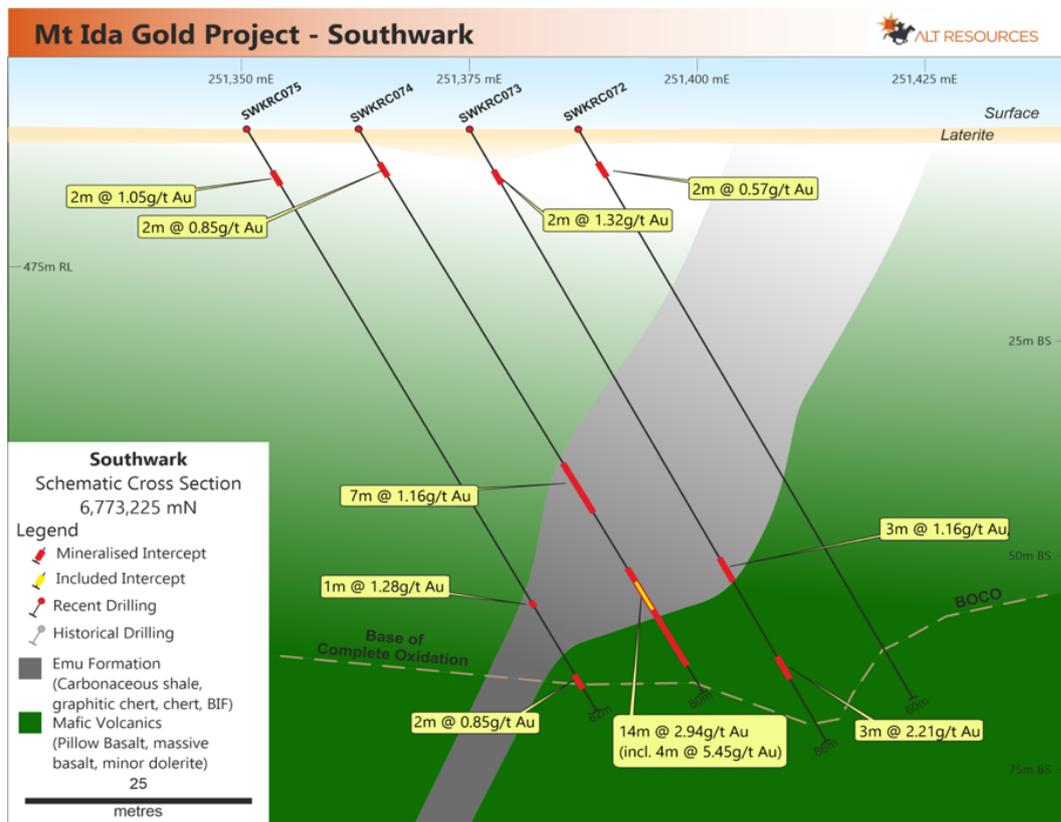


Figure 5: Section AA - BB Southwark prospect, Bottle Creek Gold Project – Mt Ida

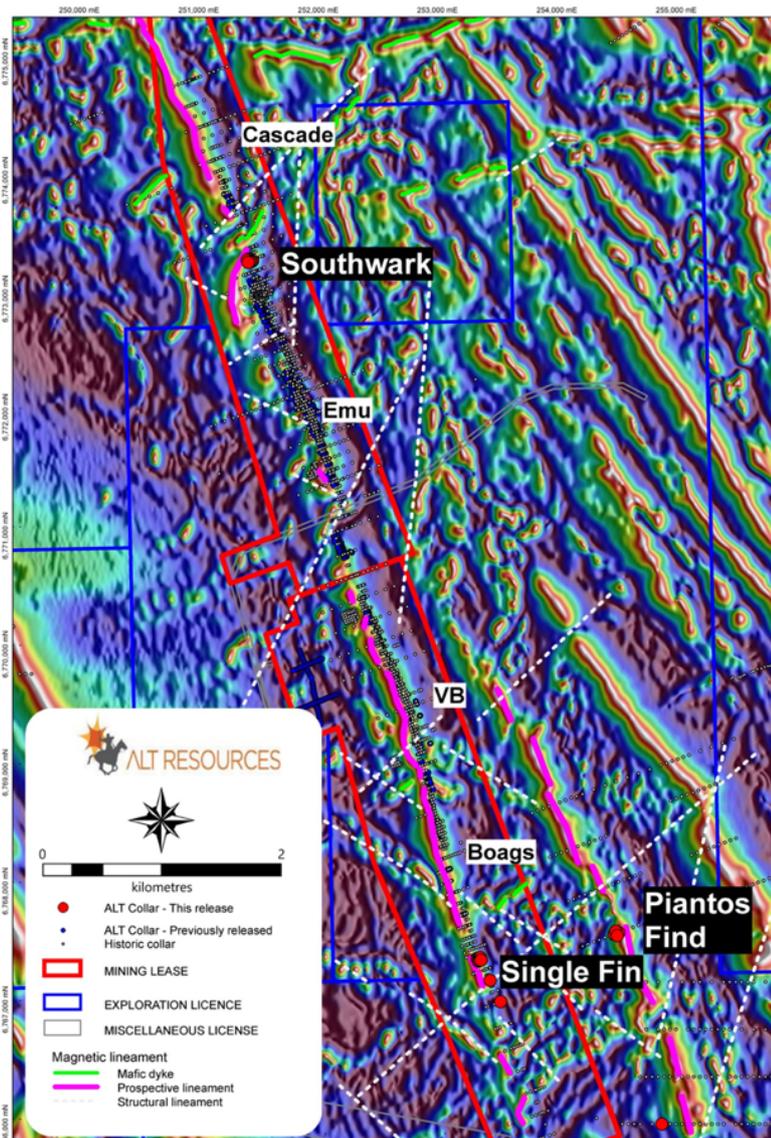


Figure 6: Bottle Creek, Southwark magnetic lineaments and cross cutting fault interpretations 1VD RTP

The Company originally drilled 3 RC holes at Pianto’s Find in July 2019 with the results reported to the market on 26 August 2019⁷. Drill hole PFRC002 intersected 2m @ 1.5g/t Au and **14m @ 2.58g/t Au with a peak grade of 28.90g/t Au**. Follow up exploration drilling at Pianto’s Find during the February – March 2020 RC drilling program has delivered further intersections including **4m @ 3.92g/t Au and 4m @ 1.92g/t Au** from RC holes PFRC004 and PFRC005.

Previous historical drilling in the Pianto’s Find area was limited to broadly spaced RAB and Aircore holes drilled at 50m holes x 400m gridline spacings, with an average depth of approximately 49m. Comparison with Bottle Creek indicates the past historical drilling at Pianto’s Find is not a complete test. Au and Ag mineralisation found in the Bottle Creek “Emu Formation” is consistently subvertical to slightly dipping west. The Pianto’s Find prospect remains of significant interest to the Company due to the similar magnetic response found at Bottle Creek, indicating potential for a parallel mineralised corridor. The drilling undertaken to date at Pianto’s continues to support this view, with the most recent exploration drilling providing further encouraging results. The Company will now undertake a comprehensive auger soil program using 20m holes X 50m gridlines prior to undertaking further RC drilling.

⁷ https://www.altresources.com.au/wp-content/uploads/2019/08/20190826_Final_Piantos_Forrest-Belle_Announcement.pdf

Table 2: Bottle Creek drilling results significant intercepts

Hole ID	m from	m to	Interval (m)	Au (g/t)	Easting	Northing	RL	Dip	Azi	Hole Depth
Southwark										
SWKRC067	48	63	15	1.01	251361	6773247	492	-60	70	86
including	48	49	1	6.05						
and	78	80	2	2.51						
SWKRC068	4	8	4	1.32	251380	6773267	492	-60	70	80
and	35	36	1	5.77						
SWKRC069	5	7	2	0.84	251368	6773263	492	-60	70	92
and	45	46	1	1.11						
and	60	85	25	1.85						
including	61	62	1	11.3						
and	78	79	1	9.21						
SWKRC070	5	7	2	1.3	251356	6773259	492	-60	70	86
and	53	67	14	1.46						
including	62	64	2	4.91						
and	78	86	8	2.92						
including	80	81	1	16.75	EOH					
SWKRC071	5	8	3	1.07	251345	6773254	492	-60	70	86
SWKRC072	4	6	2	0.57	251388	6773244	492	-60	70	80
SWKRC073	5	7	2	1.32	251377	6773239	492	-60	70	86
and	60	63	3	1.16						
and	74	77	3	2.21						
SWKRC074	4	6	2	0.84	251365	6773235	492	-60	70	80
and	47	54	7	1.16						
and	62	76	14	2.94						
including	64	68	4	5.45						
SWKRC075	5	7	2	1.06	251353	6773231	492	-60	70	82
plus	67	68	1	1.28						
plus	77	79	2	0.85						758
Single Fin										
BGRC020	32	39	7	3.83	253287	6767349	473	-60	250	46
including	36	37	1	18.5						
BGRC021	No Significant Intervals				253271	6767356	473	-60	250	34
BGRC022	27	28	1	0.81	253283	6767361	473	-60	250	48
and	35	36	1	1.24						
and	43	44	1	1.37						
BGRC023	55	56	1	1.05	253294	6767365	473	-60	250	66
and	61	63	2	1.27						
BGRC024	31	33	2	1.03	253280	6767333	473	-60	250	36
BGRC025	30	35	5	2.73	253291	6767337	473	-60	250	48
BGRC026	52	55	3	1.5	253303	6767342	473	-60	250	66
BGRC027	56	62	6	1.82	253379	6767171	473	-60	250	84
including	56	57	1	8.81						
and	67	68	1	0.93						
and	74	75	1	1.08						
Piantos Find										
PFRC004	65	69	4	3.92	254419	6767561	456	-60	250	35
PFRC005	99	103	4	1.92	254457	6767574	456	-60	250	40
and	132	135	3	1.34						
PFRC006	No Significant Intervals				254431	6767586	456	-60	250	98
PFRC007	20	24	4	0.55	254445	6767549	456	-60	250	86
and	44	46	2	0.64						
and	61	62	1	0.93						
and	65	66	1	2.54						
and	77	78	1	0.71						
PFRC008	No Significant Intervals				254817	6765958	456	-60	270	72

PRE-FEASIBILITY STUDY AND MAIDEN ORE RESERVE STATEMENT

During the quarter the Company completed the Pre-Feasibility Statement (PFS) and the Maiden Ore Reserve Statement delivering these to the market on 10 July 2020⁸.

HIGHLIGHTS

The Mt Ida and Bottle Creek Ore Reserve is estimated at 4.61 million tonnes at 1.8g/t Au and 15.8g/t Ag for 272,000 ounces gold and 2.1M ounces of silver from ten open pit designs which make up the Mt Ida and Bottle Creek Gold Project.

- Pre-Feasibility Study (PFS) confirms technical and financial viability of 750ktpa mining and gold processing plant at Alt Resources Mt Ida Bottle Creek Project located in the Northern Goldfields of Western Australia
- \$2,305/oz AUD gold price financial model generates 41% post tax internal rate of return (IRR) over 7 year life of mine
- Development Capital Cost estimate AUD \$73.4M
- \$1,396/oz all insustaining costs (AISC), with a post tax payback of 39 months.
- Maiden Ore Reserve of 272,000oz gold @ 1.8g/t Au and 2.1Moz silver @ 15.8g/t Ag based on AUD\$2,200oz gold price and AUD \$22oz silver price
- Maiden Ore Reserve converts 73% of the Measured and Indicated Resource to Proven and Probable.
- Initial metallurgical testwork generates estimated average gold recovery of 91.1%
- Significant potential remains to grow resources and reserves across the project.

Table 1: Key Economic Results

KEY ECONOMIC RESULTS	UNIT	
Development capital cost	AUD M	73.4
All in Sustaining Cost (AISC)	AUD/oz	1,396
Project Capital Cost payback - Pre-tax	Months	34
Project Capital Cost payback - Post-tax	Months	39
NPV (Pre-Tax) @5%	AUD M	130
NPV (Post-Tax) @5%	AUD M	82
IRR (Pre-Tax)	% pa	59%
IRR (Post-Tax)	% pa	41%

Table 1 notes

AISC = Cash Costs + Royalties + LOM Sustaining Costs

Net Smelter royalties are calculated specifically to each pit

Corporate tax rate of 30% used, including AUD 10M of opening tax losses

⁸ https://www.altresources.com.au/wp-content/uploads/2020/07/Final_PFS_Ore_Reserve_ASX-Report-10Jul20.pdf

Table 2: Key Estimated Production Results

KEY ESTIMATED PRODUCTION RESULTS		UNIT
Gold price		AUD/oz 2,305
Silver price		AUD/oz 22
Gold produced (Average)		koz / year 35
Silver produced (Average)		koz / year 115
Gold produced (LOM)		koz 248
Silver produced (LOM)		koz 814
Gold Head Grade (LOM)		Au g/t 1.84
Gold recovery (LOM)		% 91.1%
Ore mined		MT 4.6
Waste mined		MT 44.2
Strip ratio (LOM)		W/O 9.6
Mine life		Months 84
Development capital cost		AUD M 73
Total Project payback (pre-tax)		Months 34
Total Project payback (post-tax)		Months 39

MAIDEN ORE RESERVE

Table 3: Mt Ida and Bottle Creek - Ore Reserve Estimate

PROSPECT	PROVEN					PROBABLE					TOTAL				
	TONNES	Au	Ag	Au	Ag	TONNES	Au	Ag	Au	Ag	TONNES	Au	Ag	Au	Ag
	(t)	(g/t)	(g/t)	(oz)	(oz)	(t)	(g/t)	(g/t)	(oz)	(oz)	(t)	(g/t)	(g/t)	(oz)	(oz)
EMU	806,000	2.1	9.0	54,700	234,000	976,000	1.9	8.9	58,700	279,000	1,782,000	2.0	8.9	113,400	513,000
SOUTHWARK	-	-	-	-	-	805,000	1.7	12.5	45,100	324,000	805,000	1.7	12.5	45,100	324,000
CASCADE	-	-	-	-	-	108,000	1.2	1.2	4,200	4,000	108,000	1.2	1.2	4,200	4,000
VB	-	-	-	-	-	910,000	1.8	27.9	52,300	817,000	910,000	1.8	27.9	52,300	817,000
VB LIGHT	-	-	-	-	-	112,000	1.5	16.6	53,400	59,700	112,000	1.5	16.6	5,400	60,000
BOAGS	-	-	-	-	-	378,000	1.2	29.6	14,000	359,000	378,000	1.2	29.6	14,100	359,000
VB NORTH	-	-	-	-	-	73,000	1.7	-	3,900	-	73,000	1.7	-	3,900	-
TIM'S FIND	119,000	2.7	-	10,400	-	181,000	2.4	-	13,700	-	299,000	2.5	-	24,100	-
BOUDIE RAT	-	-	-	-	-	53,800	2.4	-	4,100	-	54,000	2.4	-	4,100	-
FORREST BELLE	91,000	1.9	-	5,600	-	-	-	-	-	-	91,000	1.9	-	5,600	-
TOTAL	1,015,000	2.2	9.0	70,700	234,000	3,600,000	1.7	17.4	201,000	1,843,000	4,612,000	1.8	15.8	272,100	2,077,000

Notes: -

1. The table contains rounding adjustments to two significant figures and may not total exactly.
2. The estimated Ore Reserve is inclusive of the application of modifying factors for mining dilution and ore loss.
3. All mining dilution was applied at zero grade.
4. All Inferred mineral Resources were considered as waste at zero grade.
5. The Ore Reserve was estimated using incremental cut-off grades specific to location and weathering domain.
6. Diluted cut-off grade are shown in Table 6 of this report.
7. For further details see JORC Code 2012 Edition – Table Report Templates Section 4 at the conclusion of this report.

METALLURGICAL LEACH TESTWORK

The Company has completed comprehensive metallurgical studies relating to Mt Ida and Bottle Creek Gold Project PFS with these results delivered to the market 5 May 2020⁹.

TIMS FIND MINE PLAN

The Company has lodged the Tim’s Find Mine Plan (**TFMP**) application with the Department of Mines Industry Regulation and Safety (**DMIRS**) on 7 April 2020. The application (number 86452) consists of the TFMP with the mine design, haul road access and mine site layout shown in Figure 7. The Tim’s Find haul road (ML29/139) and mine site (M29/421) clearing permits (8763/1) for the project have been approved by DMIRS. Clearing at the mine site and haul road construction can begin prior to mining operations and will commence upon receipt of the Mining Approval from the DMIRS and pending the availability of the Blue Cap mining fleet currently located in Laverton.

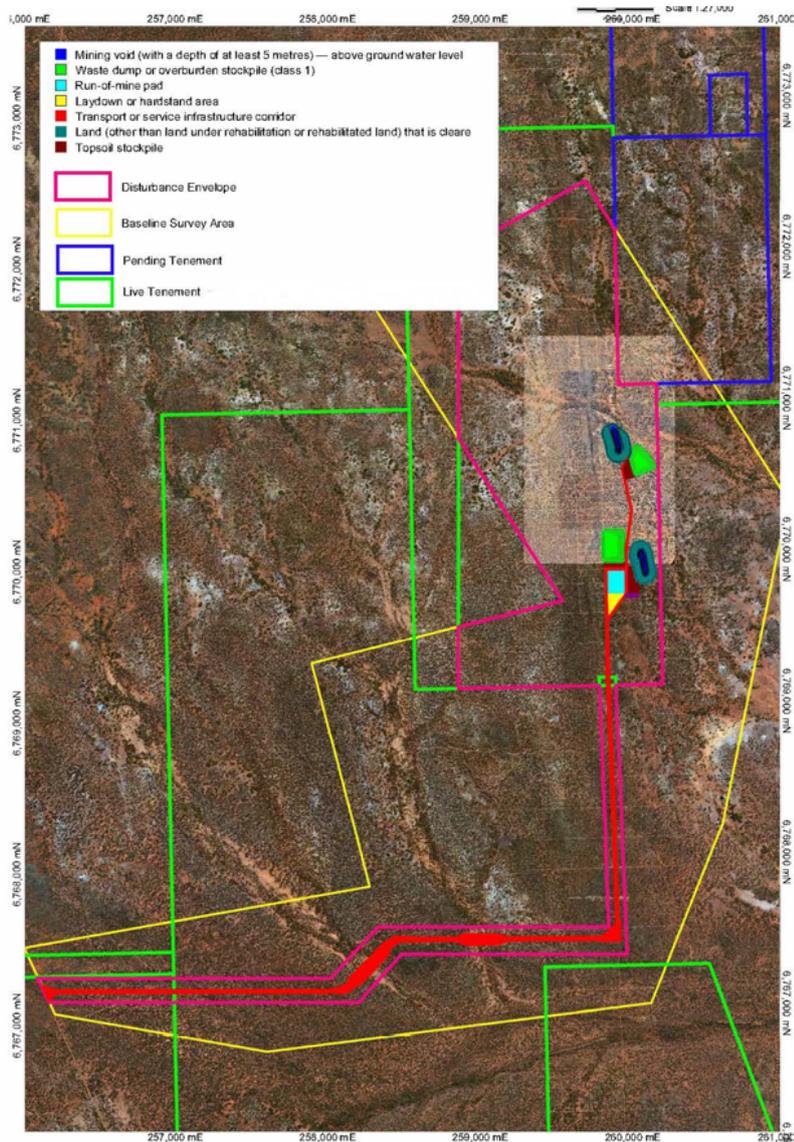


Figure 7: Tim’s Find Mine Plan, haul road, site layout and approved clearing disturbance envelopes.

This Quarterly Report has been approved for release by the Chief Executive Officer of Alt Resources

⁹ <https://www.altresources.com.au/wp-content/uploads/2020/05/2061160.pdf>

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ABOUT ALT RESOURCES

Alt Resources is an Australian based mineral exploration company that aims to become a gold producer by exploiting historical and new gold prospects across quality assets and to build value for shareholders. The Company's portfolio of assets includes the greater Mt Ida and Bottle Creek Gold Projects located in the Mt Ida gold belt of Western Australia and the Paupong IRG Au-Cu-Ag mineral system in the Lachlan Orogen NSW.

Alt Resources, having acquired the Mt Ida and Bottle Creek Gold Projects with historical and under-explored tenements in the Mt Ida gold belt in the Northern Goldfields of WA, aims to consolidate the historical resources, mines and new gold targets identified within the region. Potential at Mt Ida exists for a centralised production facility to service multiple mines and to grow the Mt Ida Gold Belt project to be a sustainable and profitable mining operation.

Appendix 1. Alt Resources tenements

Project (Location)	Tenement Number	Tenement Area (km ²)	Title Holder	% Ownership
Paupong - NSW				
	EL7825	87.77	Alt Resources & GFM Exploration	Alt holds 70%
	EL8645	52.35	Alt Resources & GFM Exploration	Alt holds 70%
Myalla - NSW				
	EL8416	57.99	Alt Resources & GFM Exploration	Alt holds 70%
Bottle Creek - WA				
	M29/150	5.71	R.S Lehmann	Alt acquiring 100%
	M29/151	4.57	R.S Lehmann	Alt acquiring 100%
Mount Ida - WA				
	E29/1007	8.40	MGK Resources [†]	MGK holds 100%
	E29/1008	2.80	MGK Resources	MGK holds 100%
	E29/1014	5.60	MGK Resources & Maincoast	MGK holds 80%
	E29/1016	78.40	MGK Resources	MGK holds 100%
	E29/790	11.20	MGK Resources	MGK holds 100%
	E29/901	11.20	MGK Resources & Maincoast	MGK holds 80%
	E29/921	78.40	MGK Resources & Maincoast	MGK holds 80%
	E29/969	30.80	MGK Resources & Gazard Investments	MGK holds 80%
	E29/970	5.60	MGK Resources & Gazard Investments	MGK holds 80%
	E29/971	2.80	MGK Resources & Gazard Investments	MGK holds 80%
	E29/973	8.40	MGK Resources & Gazard Investments	MGK holds 80%
	E29/993	2.80	MGK Resources & Maincoast	MGK holds 80%
	M29/421	4.39	MGK Resources	MGK holds 100%
	E29/649	16.80	MGK Resources	MGK holds 100%
	E29/748	2.80	MGK Resources	MGK holds 100%
	E29/930	8.40	MGK Resources	MGK holds 100%
	E29/943	14.00	MGK Resources	MGK holds 100%
	E29/997	16.80	MGK Resources	MGK holds 100%
	E29/998	5.60	MGK Resources	MGK holds 100%
	M29/36	1.21	MGK Resources	MGK holds 100%
	M29/37	2.42	MGK Resources	MGK holds 100%
	M29/65	8.04	MGK Resources	MGK holds 100%
	E29/991	25.2	MGK Resources	MGK holds 100%

[†]MGK Resources is a wholly owned subsidiary of Alt Resources