



Quarterly Activities Report for the Period Ended 30 June 2020

Blina Minerals NL (ASX: BDI) (“Blina” or the “Company”) is pleased to report its activities for the quarter ended 30 June 2020.

Highlights:

- Continued technical review of the geological and geophysical exploration data relevant to the Barkly Gold-Copper Project, located in the Northern Territory, Australia
- Planning for the next phase of exploration at the Barkly project is well advanced and will commence as soon as the Company is funded
- Barkly is located approximately 45km east of the town of Tennant Creek in the Northern Territory and is prospective for high-grade Tennant Creek-style gold-copper-bismuth mineralisation, similar to that discovered and mined at the nearby Peko Mine
- Recently completed drilling program comprised of seven (7) holes for 1,169.5m targeting Tennant Creek style copper-gold mineralisation at the advanced Bluebird Prospect
- Multiple intersections of high-grade copper and gold mineralisation were encountered by the RC drilling program at Bluebird
- Significant intersections include:
 - **BBRC019** intersected **15m @ 3.46% Cu, 0.61g/t Au from 172m**
 - **BBRC015** intersected **20m @ 1.79g/t Au, 1.67% Cu from 156m**
- Hole **BBRC019 ended in gold mineralisation with 1m @ 3.9g/t Au and 4.8% Cu end of hole**
- Mineralisation remains open along strike to west and at depth from hole BBRC019
- A number of additional geophysical targets remain to be tested along the mineralised trend
- Investor interest in the Tennant Creek area has significantly increased with further project M & A expected
 - Emerson Resources Limited (ASX: ERM) announced on 28 April 2020 that it had formed a strategic alliance with NT Bullion to form a mining joint venture and complete a strategic premium priced placement
 - Active exploration in the Tennant Creek area has attracted major investment from Newcrest Mining Limited (ASX: NCM) and Rio Tinto (ASX: RIO)
 - Middle Island Resources Limited (ASX: MDI) actively exploring its IOCG Super-Project in the East Tennant Creek area
- Gold price remains eclipses US\$1,950/oz

BLINA MINERALS NL

ASX ANNOUNCEMENT

31 July 2020

Board:

Matthew Driscoll

Non-Executive Chairman

Gino D’Anna

Non-Executive Director

Michael Scivolo

Non-Executive Director

Neville Bassett

Non-Executive Director

Capital Structure:

6.269 Billion Shares

904 Million Options
@ 0.17c exp 31/10/2020

1.014 Billion Options
@ \$0.002 exp 17/08/21

ASX Code: BDI

OVERVIEW

During the Quarter ended 30 June 2020, the Company continued with the technical review of the geological and geophysical exploration data relevant to the Barkly Gold-Copper Project, located in the Northern Territory, Australia.

The completion of the recent Reverse Circulation (RC) drilling exploration program which consisted of approximately 1,170m of RC drilling across seven (7) drill holes was designed to test the down dip / plunge extensions and lateral extensions of the high-grade mineralisation at the Bluebird Prospect. The drilling program was highly successful and demonstrated that mineralisation remains open along strike to the west and at depth of the most westerly drilled hole, being hole BBRC019.

Planning for the next stage of exploration at the Barkly project is well advanced and during the upcoming Quarter, the Company intends to proceed with a follow up exploration program.

As shareholders are aware, on 18 March 2020, the Company was suspended from Official Quotation pursuant to ASX Listing Rule 12.2 which relates to the financial condition of the Company. The Company is actively engaged in discussions with the ASX regarding this matter and is also in discussions with various parties in relation to recapitalising the Company thereby improving the financial position and strengthening the balance sheet of BDI which will therefore enable the Company to be reinstated to Official Quotation. In addition, the Company is working towards the release of its re-stated financial statements for the half-year ended 31 December 2019 to achieve a clean audit opinion. Whilst the Company cannot comment on the timeframe within which reinstatement will take place, the Company would like to acknowledge the delay that has been encountered and anticipates having this matter resolved as soon as practical.

BARKLY GOLD-COPPER PROJECT

The Barkly Project is located approximately 45km east of the town of Tennant Creek in the Northern Territory and comprises two Exploration Licences, being EL 28620 (**Barkly Project**) and EL 30701 (**Babbler Project**) located in central Northern Territory, south of the Barkly Highway in the Northern Territory (*Error! Reference source not found.*).

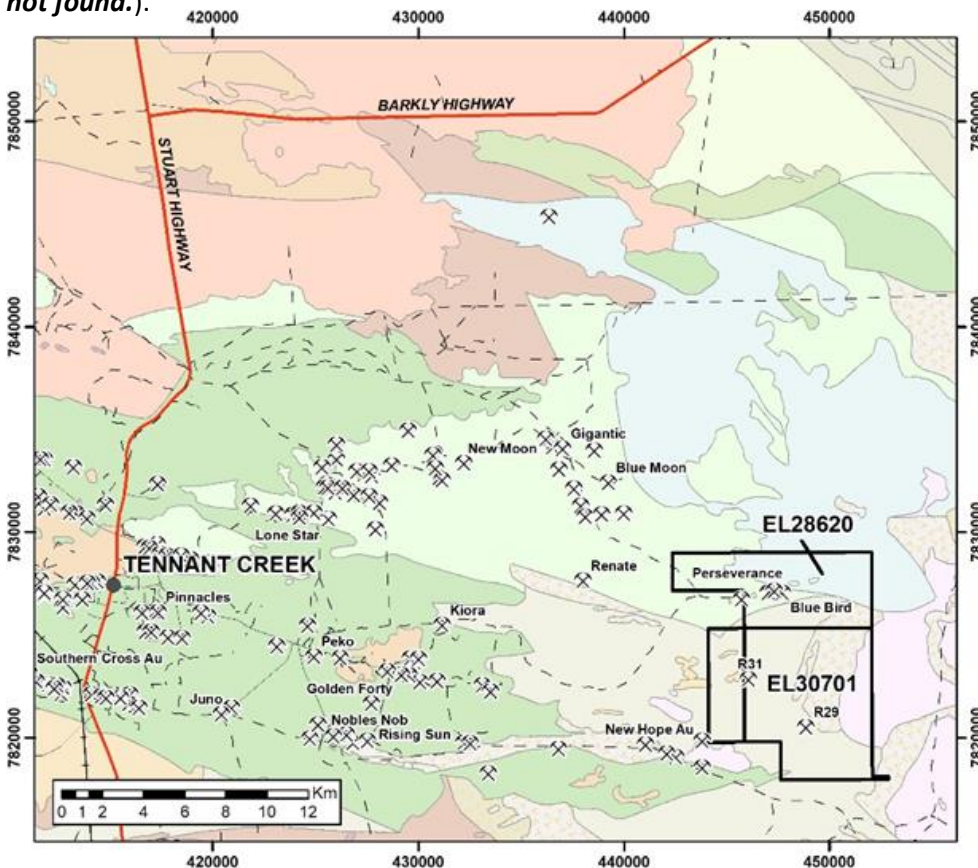


Figure 1: Barkly Project location plan

The Barkly-Babbler Project is considered highly prospective for magnetite hosted gold-copper similar to other deposits found elsewhere in the Tennant Creek Goldfield.

The holes were drilled to in-fill and extend previous drilling that intersected high-grade copper-gold mineralisation within an ironstone unit on a west-northwest trending, steeply south dipping fault zone. Significant results from the drill program included:

- BBRC0015** **20m @ 1.79g/t Au, 1.67% Cu from 156m**
 Incl. 10m @ 2.87g/t Au, 2.32% Cu

- BBRC0019** **15m @ 3.46% Cu, 0.61g/t Au from 172m**
 Incl. 4m @ 6.28% Cu, 0.24g/t Au from 175m
 and 1m @ 4.80% Cu, 3.95g/t Au from 186 (finishing in mineralisation at end of hole)

Significantly, drill hole BBRC0019 was drilled below BBRC013 which was previously the deepest and most westerly hole drilled at Bluebird. The hole intersected strongly hematite altered siltstone and ironstone from 172m to 187m at which depth the hole was abandoned due to in-hole caving. The hole ended in mineralisation with the last metre containing 3.9g/t Au and 4.8% Cu. Several of the other holes were also abandoned due to in-hole caving prior to reaching the mineralised zone or target depth. The difficult drilling conditions are caused by brecciated ironstone in the fault zone in combination with high water in-flow rates.

Refer to ASX Announcement dated 18 March 2020 and titled “High-Grade Copper and Gold Intersected in Drilling Program at Bluebird”.

The Bluebird Prospect is a 1.6km long gravity anomaly open to the east where shallow geochemical drilling has identified a 600m long copper anomaly overlying a zone of gold-copper-bismuth mineralisation. The Bluebird Prospect has a prominent aeromagnetic and gravity anomaly along a west-north-west fault trend. At the surface the prospect is marked by an ironstone that forms a low hill with several shallow workings. At the surface the ironstone has low levels of gold and copper because of strong leaching that extends to a depth of over 100m. High copper and gold values have been intersected at a supergene enriched zone at a depth of approximately 120-150m vertical. Bluebird is one of several coincident magnetic and gravity anomalies along the fault. Previous drilling has been shallow reconnaissance style and is unlikely to have penetrated the strongly leached zone.

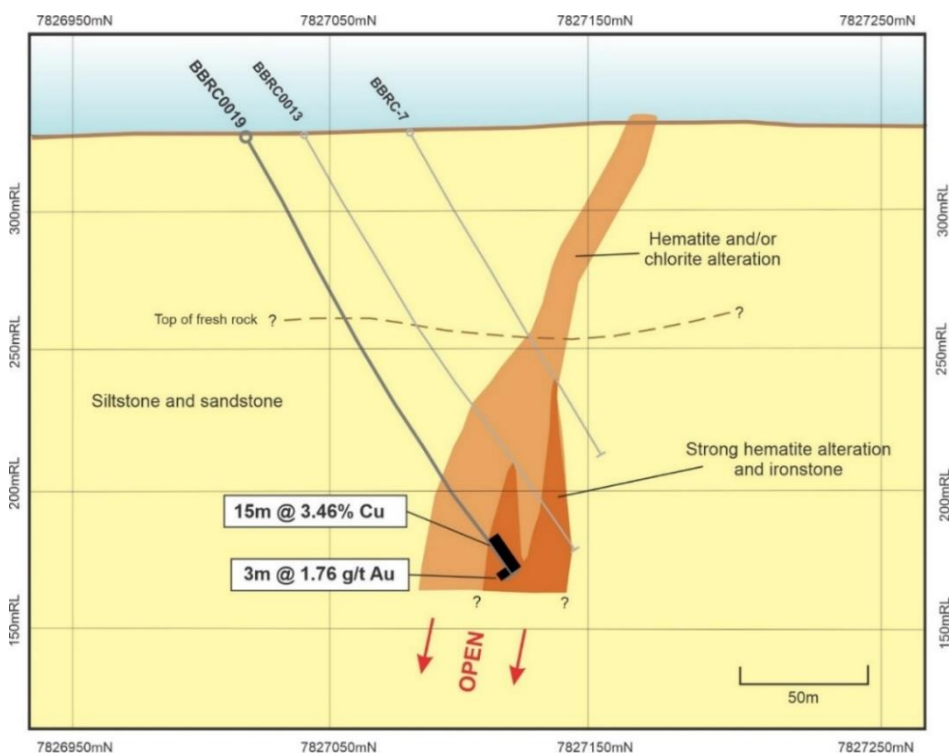


Figure 2: Bluebird prospect cross section 448360E

Further RC and diamond drilling has been planned at Bluebird in order to complete those holes which were abandoned prior to reaching the target mineralised zone due to in-hole caving and to extend the copper-gold mineralisation along strike to the west. Drilling will also be conducted to test targets along the west north-west trending coincident magnetic and gravity anomaly.

About the Barkly Project

The Barkly Project comprises two granted Exploration Licences EL28620 and EL30701.

EL28620 was formerly subject to a farm-in Joint Venture Agreement between Colour Mineral's Pty Ltd and Meteoric Resources NL with Colour holding a 70% interest. In 2019, Colour Minerals acquired Meteoric's 30% interest in EL28620 after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

EL30701 was previously held by Meteoric Resources. In 2019, Colour Minerals acquired Meteoric's interest after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

Ground magnetic and gravity surveys followed by soil geochemistry focussed attention on the Bluebird prospect which is a small outcropping ironstone body pitted by historic mining and prospecting. RAB drilling programs were conducted in 2005 and 2006 intersecting hematite ironstone and hematite-chlorite alteration over a 600m strike length with anomalous copper, gold and bismuth. RC and diamond drilling programs were conducted between 2014-2016 and recently by the Company in 2019. Significant intersections include: **20m @ 8.17g/t Au from 157m** in BBDD002 and **16m @ 3.02% Cu, 0.65g/t Au from 139m** in BBDD004¹.

*****ENDS*****

Contact and Authorisation

This release was authorised by the Board of BDI

For further information please contact:

Matthew Driscoll

Non-Executive Chairman

M: +61 417 041 725

¹ Refer to ASX announcement dated 24 September 2019 and titled "Strategic Acquisition of Colour Minerals". The Company is not aware of any new information or data that materially effects the information included in this announcement.

COMPETENT PERSON'S DECLARATION

The information in this report that relates to exploration results is based on information compiled or reviewed by Mr Martin Bennett, who is a consultant of Colour Minerals Pty Ltd and a member of the Australian Institute of Geoscientists. Mr Bennett 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 as defined in the 2012 edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Bennett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

FORWARD-LOOKING STATEMENTS

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning the Colour Minerals Pty Ltd planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Colour Minerals Pty Ltd believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

SCHEDULE OF TENEMENTS

Tenement ID	Type	Status	Holder	Grant Date	End Date	Area (km ²)	BDI Interest
EL28620	Exploration	Active	Colour Minerals Pty Ltd	16 Dec 2011	15 Dec 2021	39.16	50%
EL30701	Exploration	Active	Colour Minerals Pty Ltd	20 Aug 2015	19 Aug 2021	42.6	50%

Appendix 5B

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

Name of entity

BLINA MINERALS NL

ABN

25 086 471 007

Quarter ended (Current quarter)

30 June 2020

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 Months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for:		
(a) exploration and evaluation (if expensed)	(31)	(420)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(2)	(298)
1.3 Dividends received (see note 33)	-	-
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	-	-
1.8 Other: (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(33)	(718)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation (if capitalised)	-	-
(e) investments	-	208
(f) other non-current assets	-	-
2.2 Proceeds from disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(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)	-	-
2.6 Net cash from / (used in) investing activities	-	208

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

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 Months) \$A'000
3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	244
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	-	(22)
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 (provide details if material)	-	-
3.10 Net cash from / (used in) financing activities	-	222
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	45	300
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(33)	(718)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	208
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	222
4.5 Effect of movement in exchange rates on cash held		
4.6 Cash and cash equivalents at end of period	12	12
5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	12	45
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	12	45
6. Payments to related parties of the entity and their associates	Current quarter \$A'000	
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	-	
Note: if any amounts are shown in items 6.1 and 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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
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.		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-

7.5 **Unused financing facilities available at quarter end** -

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.

8. Estimated cash available for future operating activities

	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(33)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(33)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	12
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	12
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	0.4

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:

Yes, the company believes it can raise sufficient funds.

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:

The company recently entered into a \$20,000 unsecured loan agreement

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:

The company is actively engaged in discussions to raise funds to meet its business objectives.

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: Friday, 31 July 2020

Authorised by: The Board of Directors
(Name of body or officer authorising release – see note 4)

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

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 – e.g. 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.