

26 August 2021

ANNOUNCEMENT BY NEW TALISMAN GOLD MINES LIMITED (ASX, NZX:NTL)
FOR IMMEDIATE RELEASE

The company has received queries from the New Zealand Shareholders Association in respect of the 2021 Annual Report.

To ensure all shareholders have access to the same information please find below the queries and the response from the company.

- **The “Sundry Income” of \$246k (out of total revenue of \$247k). There is no breakdown or explanation provided as to what comprises this income?**

Sundry income this year comprises of:

	2021 FY	2020 FY
Capital gain on disposal of fixed assets	\$1,304	-
Net stock on hand movement	\$244,745	\$35,048
Total Sundry Income (per financial statements)	\$246,049	\$35,048

- **An increase in “Stock on Hand” of \$244k (note 15, Cashflow Reconciliation), that does not appear on the Balance Sheet as a current asset.**

Stock is grouped under the Receivables and Prepayments subtotal (consistent with prior year treatment). This grouping is not particularly helpful and in future years it will be broken out as a separate line item, including prior year comparable.

The breakdown of Group Other Receivables and Prepayments and Inventory is as below:

	2021 FY	2020 FY
Stock on hand	\$314,275	\$69,530
Sundry Receivables	\$24,712	\$27,986
Prepayments	\$75,656	\$81,103
Total Receivables and Prepayments	\$414,643	\$178,619

There is no impact on the Total Current Assets and Total Assets as disclosed.

- **Further detail on the 'related party transaction outlined in note 9 of the accounts.**

- Related party creditors relate to unpaid Directors Fees owed by the Company to Mr Nader of \$40,000 and unpaid technical consulting fees owed to Mr Stevens \$8,394.
- Payments for consulting services of \$338,499 were to entities associated with Mr Hill (\$288,000) and Mr Stevens (\$7,299) with the remainder being GST (\$43,200).
- Note that the amount relating to Mr Hill (\$288,000 excl. GST) is also separately disclosed in Note 5 Director Remuneration (2021 reproduced below) i.e. it relates to the same amount, disclosed in two different notes.

DIRECTOR AND EMPLOYEE REMUNERATION

Director remuneration

	2021 NZ\$
MG Hill (Executive Director)*	288,000
C Nader	40,000
A V Haworth	13,333
M R Stevens	32,000

We also note there was a numbering error on page 25 of the Annual Report where both the Lease Liabilities Note and the Receivables and Prepayments Note are both labelled Note 23.

We also Note that Mr Hills biography was carried forward from the prior year, please refer to the company website for an updated biography. We thank the NZSA for bringing these matters to our attention.

Sarah Jane Bell
Company Secretary

NEW TALISMAN GOLD MINES LIMITED