30 JUNE 2019 QUARTERLY REPORT

HIGHLIGHTS:

Sandstone Gold Project

- **Upgrade of the Global Indicated and Inferred (JORC 2012) Mineral Resource estimate to 5.4Mt @ 1.7g/t Au for 290,000 oz**
- Total maiden Inferred Mineral Resource estimate (JORC 2012) for Havilah & Ladybird deposits is 0.5Mt @ 1.76 g/t Au for 29,000 ounces.
  - The Havilah deposit has an Inferred Mineral Resource of 371,000 tonnes @ 1.70g/t gold for 20,300 ounces.
  - The Ladybird deposit has an Inferred Mineral Resource of 136,000 tonnes @ 1.91g/t gold for 8,400 ounces.
- All known deposits remain open along strike and at depth
- 10,000 metre RC drilling program commenced to test strike and depth extensions at Vanguard, Indomitable, Lord Nelson and Havilah
- Awarded Exploration Incentive Scheme (EIS) grant for $150,000

Subsequent to the quarter end, Alto announced initial drilling results including:

- **Lord Nelson & Southern Extension Corridor**
  - Step out drill results at Lord Nelson confirm plunge extensions of the known deposit, along the Southern Extension Corridor
    - 12m @ 3.4 g/t gold from 66m (incl. 5m @ 6.1 g/t gold from 70m)
    - 7m @ 2.2 g/t gold from 183m
  - Mineralisation along the eastern footwall gold lode plunges shallowly southwards along the Southern Extension Corridor for at least several hundred metres, and remains open
  - Results demonstrate that the granodiorite host rock in the Lord Nelson open pit broadens to the south and there is potential to discover additional gold mineralisation and build on the current resource
- **Vanguard**
  - Step out drilling from Vanguard, results include:
    - 4m @ 4.2 g/t gold from 100m
    - 2m @10.8 g/t gold from 135m
    - 7m @ 2.5 g/t gold from surface; and
    - 5m @ 4.9 g/t gold from 37m (incl 1m @ 21.5 g/t gold from 40m)
    - 12m @ 1.0 g/t gold from 81m
  - Wide spaced 80m step out drilling has confirmed the extension of known mineralisation at Vanguard by an additional 150m
  - Vanguard Camp occurs over 500m wide mineralised corridor some 1,200m long which remains open to the north west and south east
- **Further assay results from holes completed at Vanguard and Tiger Moth remain pending and will be released to the market when available.**

Sandstone Gold Project

Located in a world class gold field in WA

Current resource is 5.4Mt 290,000oz @ 1.7 g/t gold

Multiple targets

Significant landholding of over 800km² within a major gold district

Capital Structure
Issued Shares: 270m
Share Price: $0.036
Market Cap: $9.7m

Directors
Non- Executive Chairman
Terry Wheeler

Non-Executive Director
Matthew Bowles

Non-Executive Director
Dr Jingbin Wang

Company Secretary & CFO
Graeme Smith

Contact details
Suite 9, 12-14 Thelma St
West Perth WA 6872
T: 61 8 9381 2808
E: admin@altometals.com.au
www.altometals.com.au

ASX: AME

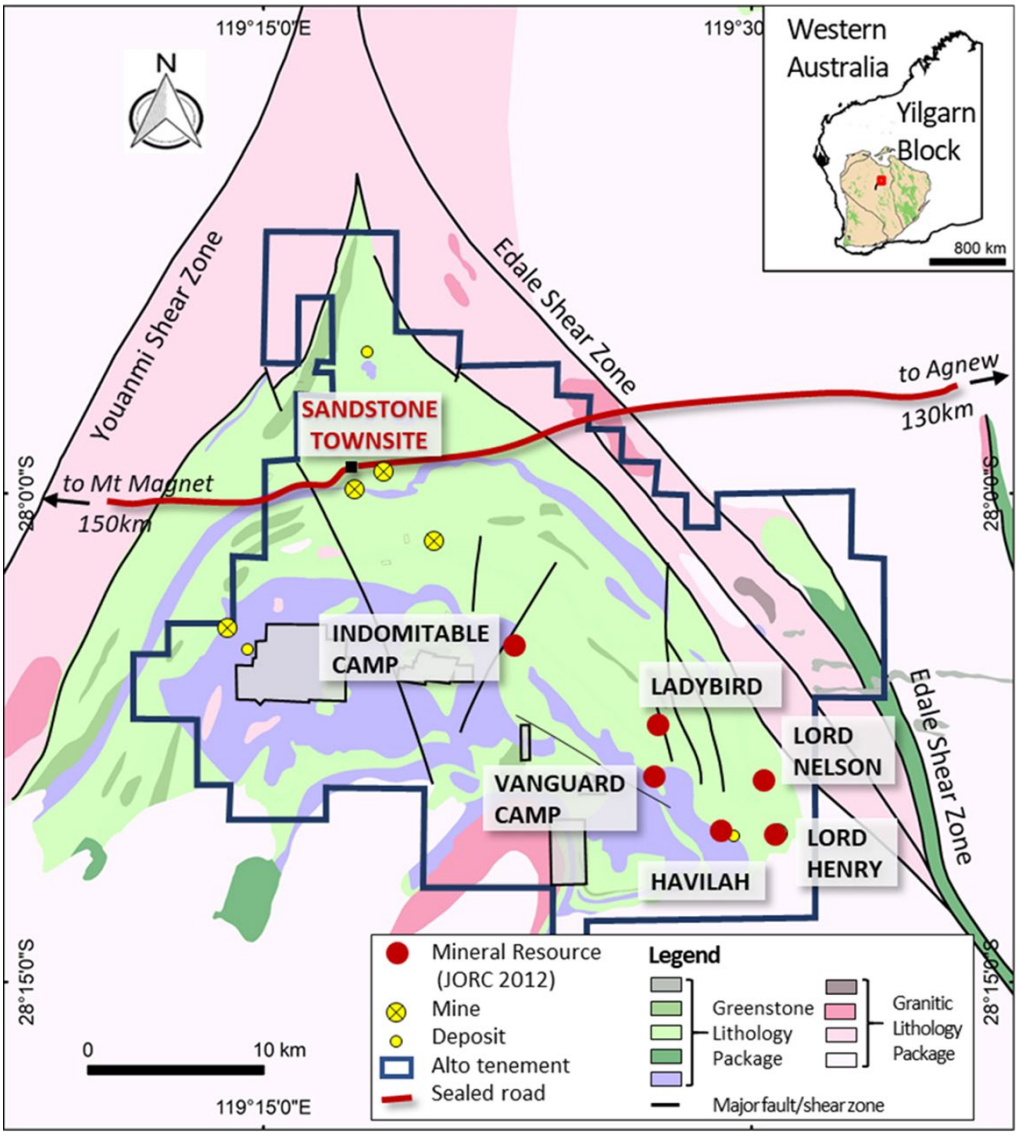
#altometals

For personal use only

- **Corporate**
  - Unsolicited All scrip takeover Offer from ASX listed Middle Island Resources Ltd (ASX: MDI)
  - Alto major shareholders representing 32% subject to the Offer **do NOT intend to accept**
  - Offer not extended to Shortfall and Placement Shareholders, representing 26% of the Company
  - Third extension to the Offer which continues to have **no traction** with **ONLY 1.52% acceptances**
  - Board advise Alto shareholders to **continue to TAKE NO ACTION**
- **Finances**
  - During the quarter the Company successfully completed the Shortfall Placement. Strong cash position, with $1.3M at the end of the June quarter. Following shareholder approval subsequent to the end of the quarter Alto raised a further $600,000 at 3.6 cents per share

---

Figure 1. Priority Targets at Sandstone Gold Project



For personal use only

For personal use only

Resource Upgrade – Sandstone Gold Project[1]

Alto Metals Limited is pleased to report a resource upgrade for the Sandstone Gold Project, Western Australia.

The upgraded Mineral Resource contains the maiden Mineral Resource estimate for the Havilah and Ladybird deposits in compliance with the JORC (2012) reporting standard. The resources have undergone extensive work and interpretation by Alto's geologists and resource consultant Dr Spero Carras of Carras Mining Pty Ltd.

The Mineral Resource estimates for the previously reported deposits at the Sandstone Gold Project have not been updated from the previous estimates and are included in the global resource estimate reported here. The change in the reported tonnes and grade is derived solely from the inclusion of the Havilah and Ladybird deposits into the resource inventory.

Table 1 below shows the Total Indicated & Inferred Mineral Resources (JORC 2012) for the Sandstone Gold Project at 11th June 2019, which is the combined total of the 2017 Snowden resource estimations added to the 2018 and 2019 Carras Mining estimations.

Table 1: Sandstone Gold Project – Summary of Total Mineral Resource Estimate (JORC 2012)

Deposit	Category	Cut-off (g/t Au)	Tonnage (kt)	Grade (g/t Au)	Contained gold (oz)
Lord Henry[1]	Indicated	0.8	1,200	1.6	65,000
TOTAL INDICATED			**1,200**	**1.6**	**65,000**
Lord Henry[1]	Inferred	0.5	110	1.6	4,000
Lord Nelson[2]	Inferred	0.5	980	2.2	68,000
Indomitable & Vanguard Camp[3]	Inferred	0.3-0.5	2,580	1.5	124,000
Havilah & Ladybird[4]	Inferred	0.5	510	1.8	29,000
TOTAL INFERRED			**4,180**	**1.7**	**225,000**
TOTAL INDICATED AND INFERRED			**5,380**	**1.7**	**290,000**

Note 1. AME ASX Release 16 May 2017. "Maiden Lord Henry JORC 2012 Mineral Resource of 69,000oz."

Note 2. AME ASX Release 28 April 2017. "Lord Nelson Mineral Resource Increased to 68,000oz."

Note 3. AME ASX Release 25 Sept 2018. "Maiden Gold Resource at Indomitable & Vanguard Camps, Sandstone WA"

Note 4. AME ASX release 11 June 2019. "Alto increases Total Mineral Resource Estimate to 290,000oz, Sandstone Gold Project"

All material assumptions and technical parameters underpinning the 2017, 2018 and 2019 JORC (2012) Mineral Resource estimates in the above ASX announcements continue to apply and have not materially changed since last reported.

The locations of the Alto Metals JORC 2012 Mineral Resources referred to in Table 1 above are shown in Figure 1.

[1] Refer to ASX Announcement released on 11 June 2019 for further details.

For personal use only

Maiden Mineral Resource Estimate – Havilah and Ladybird

The upgraded mineral resource estimate includes the maiden Inferred Mineral Resource for Havilah and Ladybird deposits at the Sandstone Gold Project. Table 2 below summarises the Inferred Mineral Resources for the **Havilah and Ladybird** deposits by deposit and rock type.

Table 2. Inferred Mineral Resources (JORC 2012) of the Havilah and Ladybird Gold Deposits estimated by Carras Mining Pty Ltd

Deposit	Rock Type	Tonnes (kt)	Grade (g/t Au)	Contained Gold (ozs)
Havilah	Oxide	5	0.97	150
	Transition	137	1.98	8,700
	Fresh	229	1.55	11,400
Havilah	**Total**	**371**	**1.70**	**20,300**
Ladybird	Oxide	**136**	**1.91**	**8,400**
	Grand Total	**507**	**1.76**	**28,700**

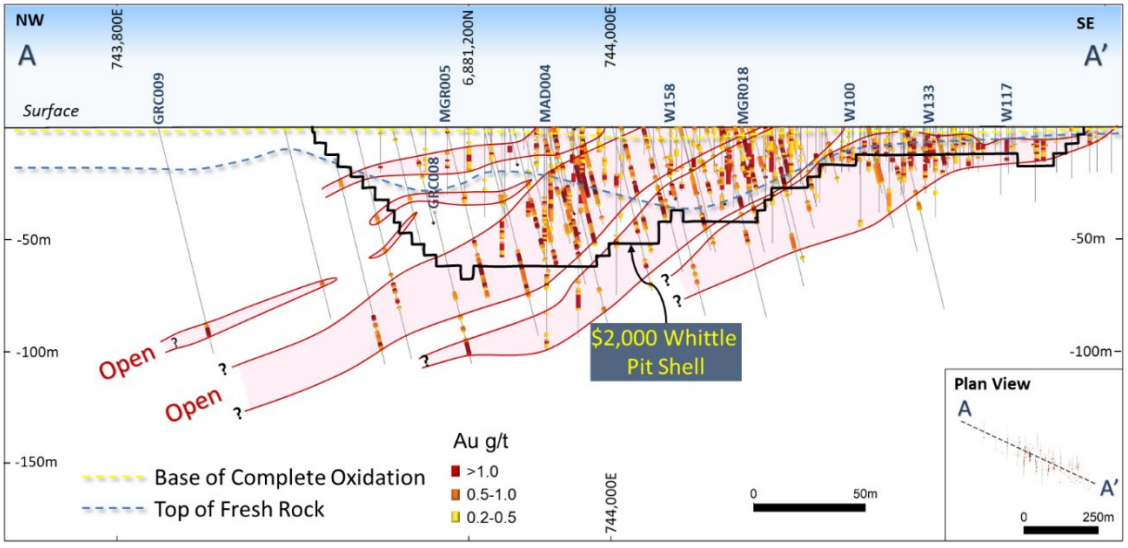
Notes:

- All Mineral Resources are estimated under guideline of JORC 2012.
- For reporting purposes, all Tables have been rounded. Rounding may result in some slight discrepancies in totals reported.
- Only material within the A$2,000 per ounce gold price optimised Whittle pit shells is reported as Inferred Resource
- The drilling density was sufficient to have defined the Resources as Indicated, however due to the lack of definitive bulk density information all the Resources have been placed in the Inferred category and use nominal assigned regional bulk densities.
- Preliminary metallurgical testwork completed by Alto on the Havilah and Ladybird deposits, and historic metallurgical data suggests high recoveries in excess of 90% would be expected.
- Refer Appendix 1 for Havilah JORC (2012) Table 1 information and Appendix 2 for Ladybird JORC (2012) Table 1 information in ASX Announcement dated 11 June 2019.

Parameters used to define intersections are listed below

Inferred Mineral Resource	Material	Assumed Bulk Density (t/m^3)	Minimum Mining Width downhole (with 0.5m edge dilution)	Intersection Selection with a cut- off grade of (g/t Au)	High cut gold applied to all mineralisation (g/t Au)
Havilah	Oxide	1.8	3m	0.5	10
Havilah	Transition	2.2	3m	0.5	25
Havilah	Fresh	2.8	3m	0.5	25
Ladybird	Oxide	2.2	5m	0.5	12

Figure 2. Havilah NW-SE 115° Schematic Long Section A - A' (+/-50m)



For personal use only

Figure 3. Havilah SW-NE 25° Schematic Cross Section B – B' (+/-20m)

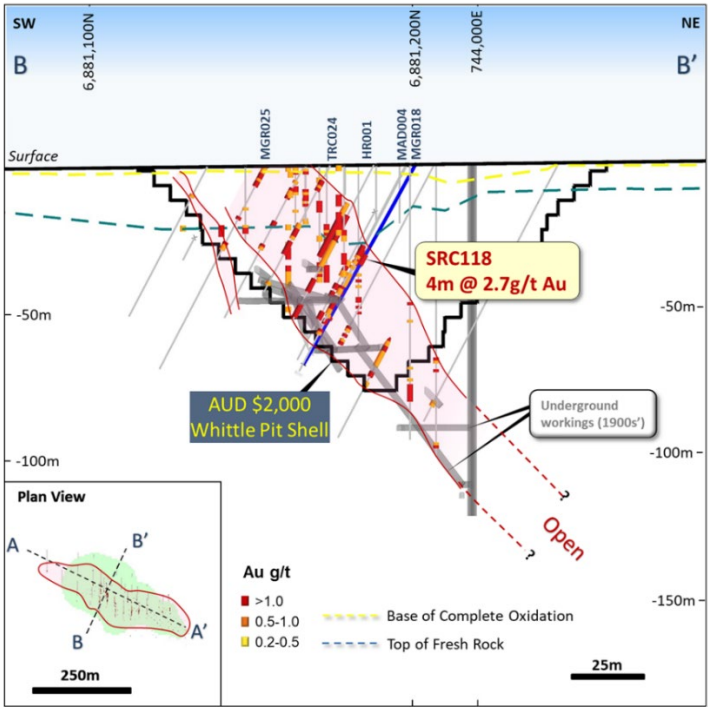
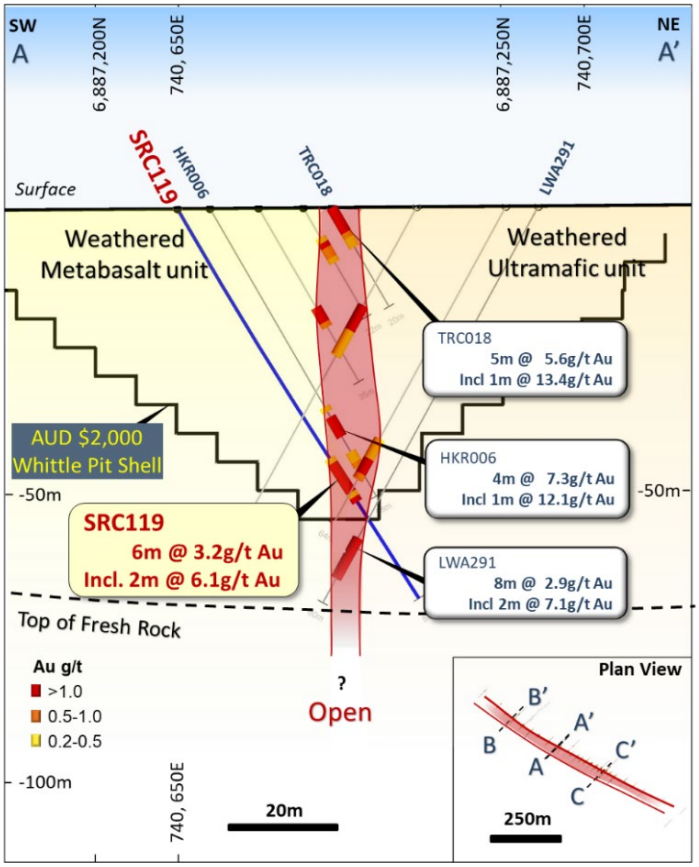


Figure 4. Ladybird Prospect – Schematic Cross Section A - A'



For personal use only

Figure 5. Ladybird Prospect – Schematic Cross Section B - B'

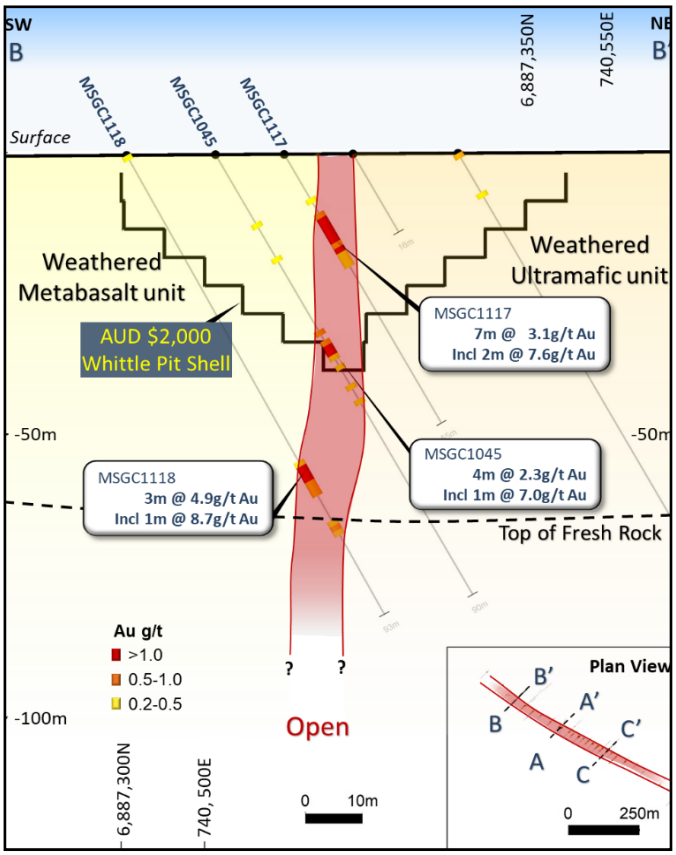
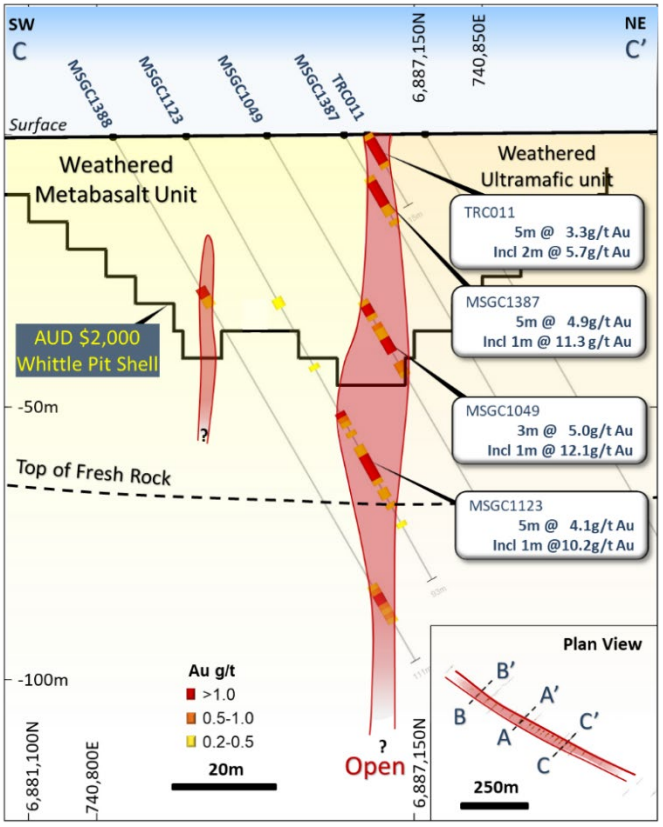


Figure 6. Ladybird Prospect – Schematic Cross Section C - C'

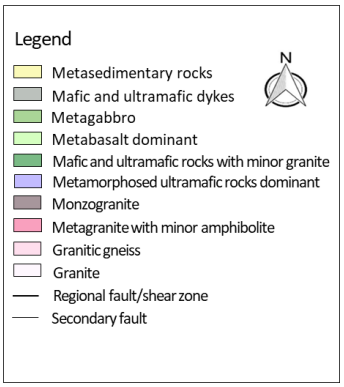


For personal use only

Awarded WA Governments Exploration Incentive Scheme (EIS) grant for up to $150,000

Alto is also pleased to advise that it has been successful in its application for a grant of up to $150,000 under Round 19 of the WA Governments Exploration Incentive Scheme.

The grant will assist in funding Reverse Circulation (RC) and Diamond Drilling to test the Chance Prospect and other gold in soil targets, located on the eastern side of the Company's Sandstone Gold Project, within the Edale Shear Zone, during the next twelve months.



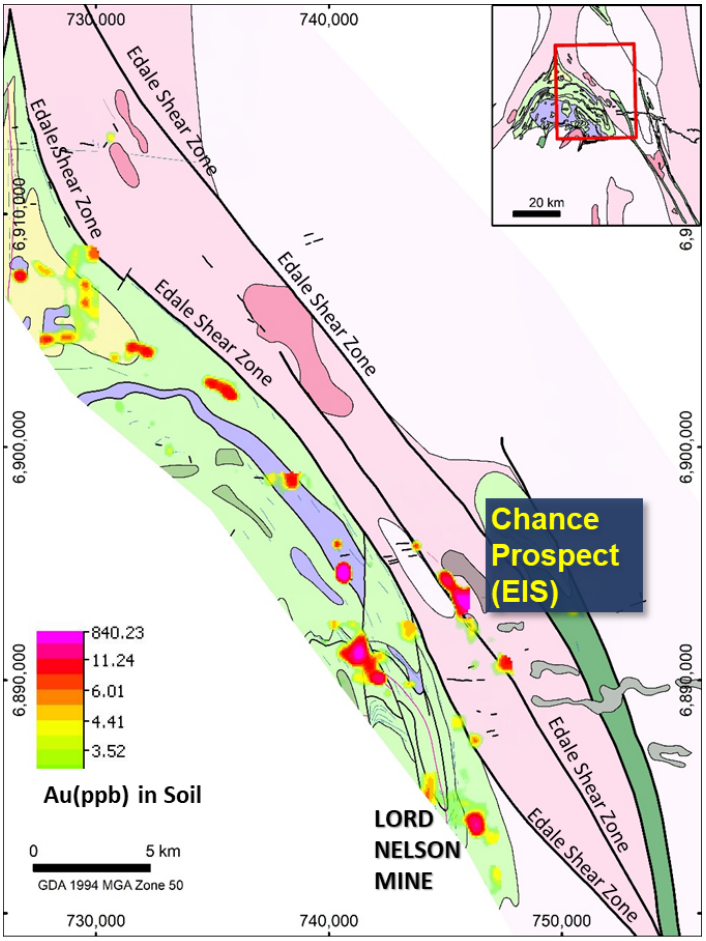


Figure 7: Gold in soil anomalies, Edale Shear Zone

Mining Lease Granted over Indomitable Camp

Alto is also pleased to advise that has received advice from the Dept. of Mines, Industry Regulation and Safety that its application for a Mining Lease (M57/646) over the Indomitable Camp, covering Indomitable, Piper and Tiger Moth prospects and deposits, has been granted. Securing this Mining Lease is part of Alto's long term strategy and the Company's primary focus remains on establishing Resources and Reserves on its numerous prospects.

For personal use only

Exploration update – Vanguard

On 4 July 2019, subsequent to the quarter, Alto announced an update on exploration activities at the Sandstone Gold Project in Western Australia. A total of 38 holes (SRC120 - SRC 157) for approximately 6,300 drilling has now been completed.

The Company's exploration program was paused after the drilling of SRC157 to allow the laboratory to finalise assaying all the drilled samples. Following receipt of these assays, a further 3,700m of follow up RC drilling is planned to bring the total to ~10,000m.

The program to date has targeted **extensions of known mineralisation, both along strike and at depth, and further resource growth** at Vanguard Camp, Indomitable Camp, Havilah and surrounding targets. Drilling has also tested the interpreted southerly plunge position of mineralisation at Lord Nelson.

Figure 8 below is illustrative of the style of step out and down dip/down plunge drilling being undertaken at Sandstone Gold Project.

Figure 8. 2019 Assay Results – Holes SRC122 - SRC123-Vanguard Section B-B' (40°NE +/- 20m)

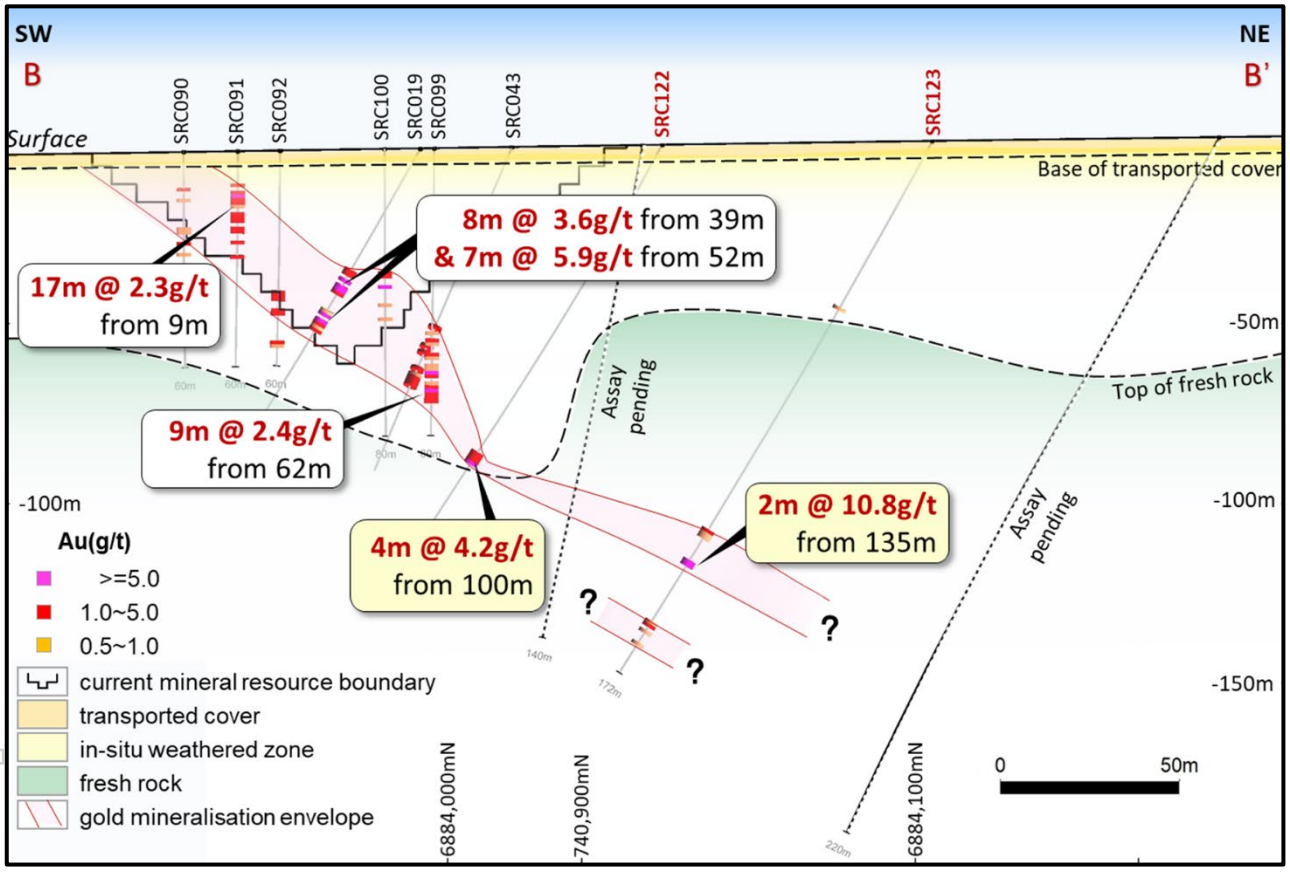
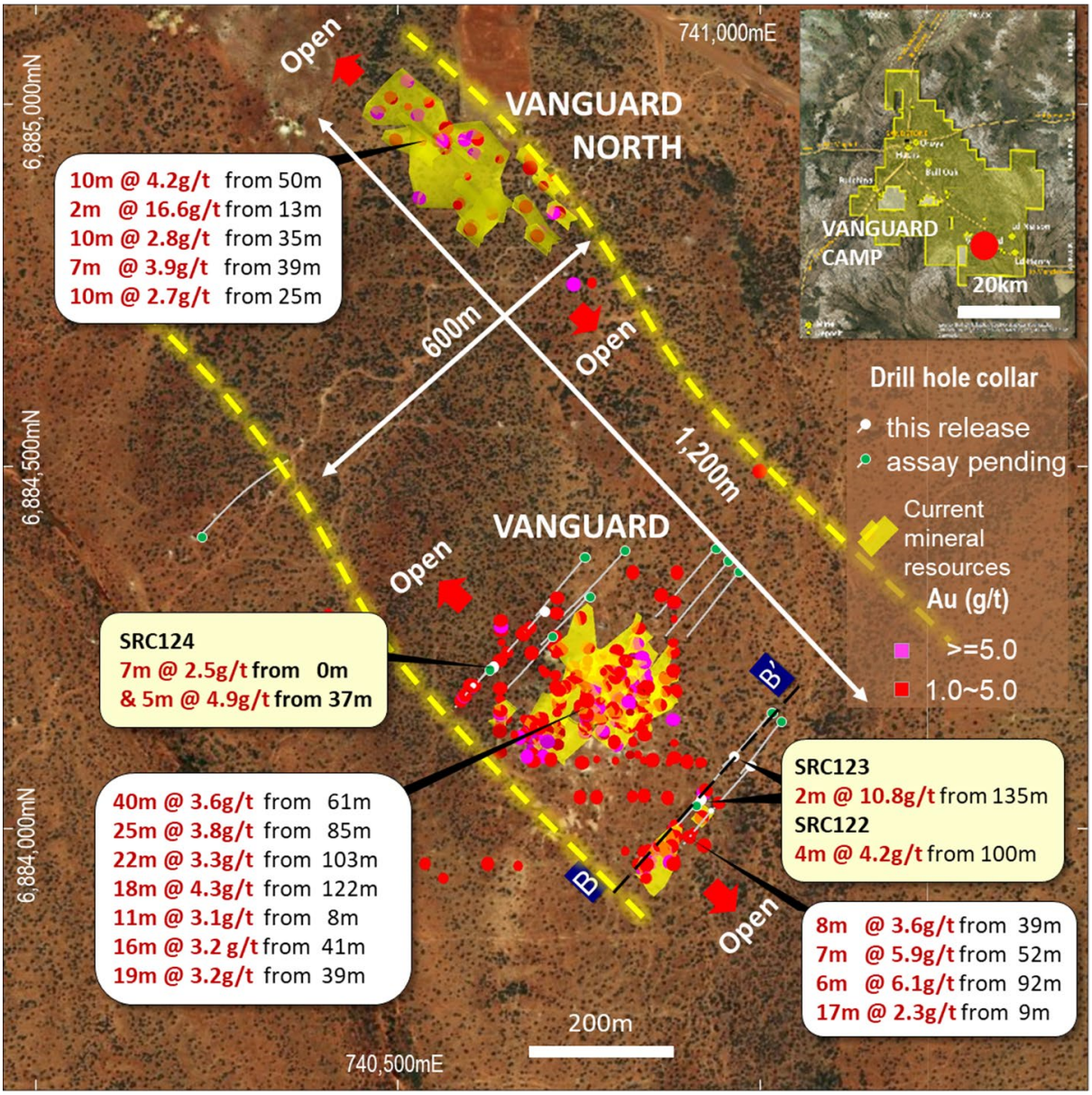


Figure 9 shows the location of the new RC drill holes at Vanguard **(**and oblique Section B-B'), and illustrates the new RC drilling which is testing the down dip, and north-westerly and south-easterly extent of the Vanguard mineralisation.

This wide spaced 80m step out drilling is confirming the strike and down dip continuity of gold mineralisation at Vanguard.

Figure 9. Vanguard Camp -showing Locations of existing resources, gold Intersections of previously reported holes and location of RC holes drilled in current program



Previously released drill results from Vanguard and Vanguard North include:

SRC114	**40m @ 3.6g/t gold from 61m** (ASX 05/12/2018) - Vanguard
TAR122	**16m @ 6.6g/t gold from 39m** (ASX 20/07/2017) - Vanguard
SRC075	**25m @ 3.8g/t gold from 85m** (ASX 20/03/2018) - Vanguard
SRC032	**22m @ 3.3g/t gold from 103m** (ASX 09/11/2017) - Vanguard
SRC016	**18m @ 4.3g/t gold from 122m** (ASX 23/08/2017) - Vanguard
SRC064	**11m @ 3.1g/t gold from 8m and 16m @ 3.2 g/t from 41m** (ASX AME 15/12/2017) - Vanguard
SRC067	**19m @ 3.2g/t gold from 39m** (ASX 15/12/2017) - Vanguard
SRC019	**8m @ 3.6g/t gold from 39m and 7m @ 5.9g/t from 52m** (ASX AME 07/08/2017) - Vanguard
SRC098	**6m @ 6.1g/t gold from 92m** (ASX 31/05/2018) - Vanguard
SRC091	**17m @ 2.3g/t gold from 9m** (ASX 31/05/2018) – Vanguard
TAR150	**10m @ 4.2g/t gold from 50m** (ASX 20/07/2017) – Vanguard North
LWR067	**2m @ 16.6g/t gold from 13m** (ASX 20/07/2017) – Vanguard North
TAR251	**10m @ 2.7g/t gold from 25m** (ASX 20/07/2017) – Vanguard North

For personal use only

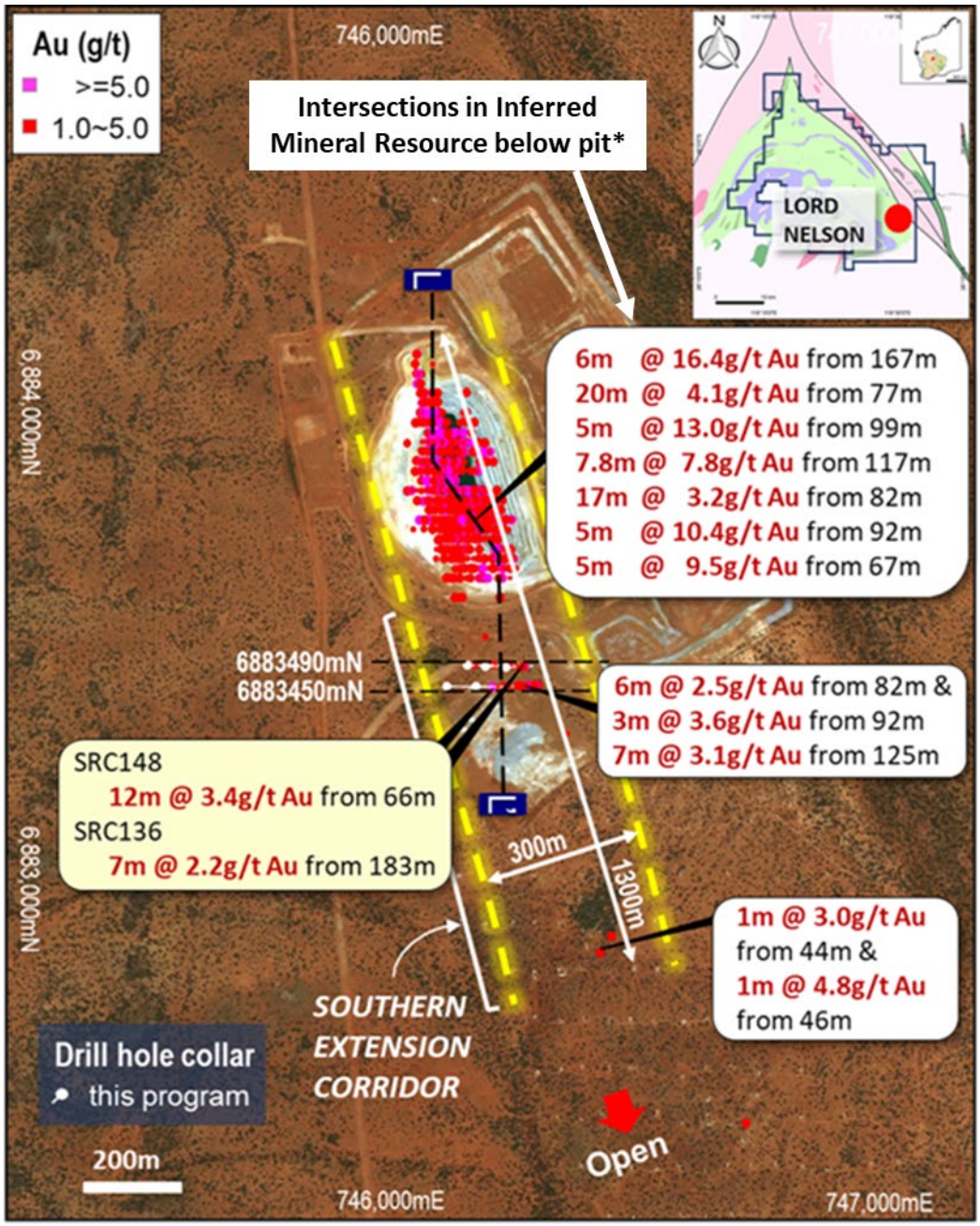
For personal use only

Exploration update – Lord Nelson & Southern Extension Corridor

On 22 July 2019, subsequent to Quarter end, Alto announced initial results received from exploration activities at Lord Nelson and the Southern Extension Corridor at the Sandstone Gold Project in Western Australia.

The 5 RC holes recently drilled by Alto into the **300m wide Lord Nelson *Southern Extensions Corridor*** is the **first drilling undertaken in the area in over 10 years**. The limited number of widely spaced exploration RC holes drilled in 2004 by Troy Resources NL in the Southern Extension area, a year before open pit mining commenced, were too shallow to effectively test that corridor for gold mineralisation in fresh rock.

Figure 10. Plan View of Lord Nelson Deposit with Down Hole Au Intersections* Below the Pit Projected to Surface, and 2019 RC Intersections (Yellow Box) at Lord Nelson Southern Extensions



**Hole ID's recorded overleaf with Source reference.*

For personal use only

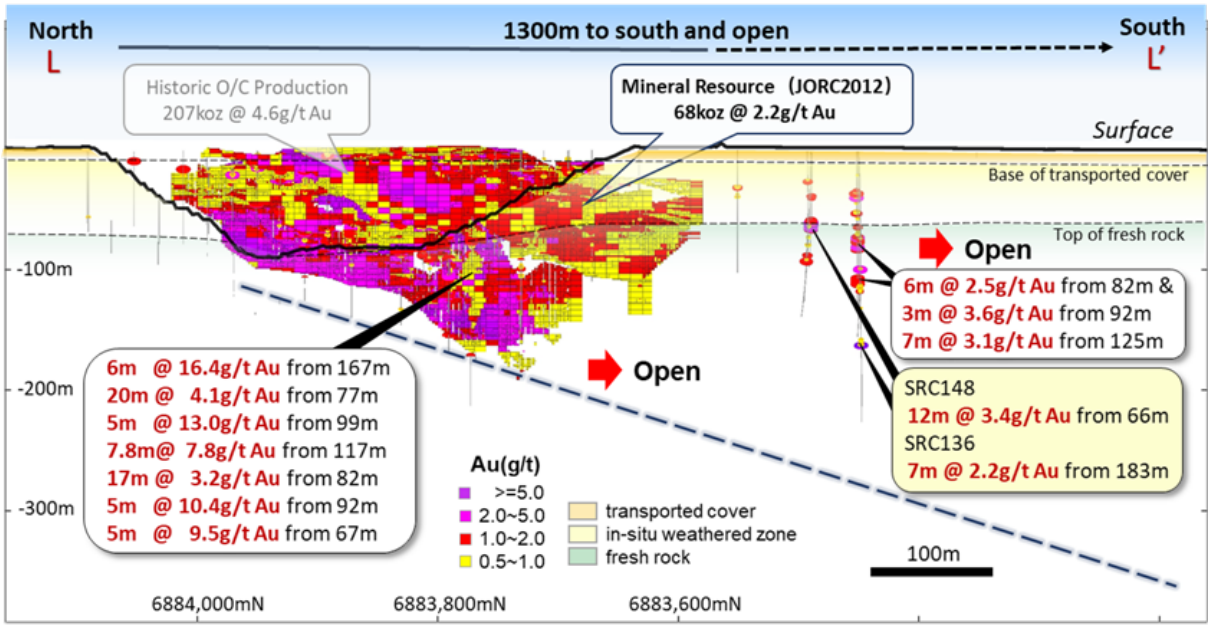
Background on Lord Nelson

In April 2017, Alto announced a JORC (2012) compliant Inferred Mineral Resource of 980,000 tonnes at 2.2 g/t Au for 68,000 ounces of contained gold for the Lord Nelson deposit, estimated by Snowden.

The Mineral Resource estimate **was limited to 80m below the current mined pit, and** Snowden considered that there was potential for economic extraction in the areas classified as Inferred Resource and there were no known impediments to mining. The mineralisation below the Inferred Mineral Resource, and to the south of the pit remains unclassified at this stage.

The recent RC drilling, including **12m @ 3.4 g/t gold from 66m and 7m @ 2.2 g/t gold from 183m**, opens up **the potential for additional tonnes and grade to be discovered** in the fresh rock down plunge of the known Inferred Resource.

Figure 11. Lord Nelson Deposit, Longitudinal Projection, showing Mined Block Model, Unmined Resource Block Model, and Location of 2019 RC Drill Sections Testing Lord Nelson Southern Extensions



The latest drill results from Lord Nelson Southern Extension, include:

SRC136 **7m @ 2.2 g/t gold** from 183m (incl. 1m 11.2g/t gold from 189m)
SRC148 3m @ 1.2 g/t gold from 43m and **12m @ 3.4 g/t gold** from 66m (incl. **5m @ 6.1 g/t gold** from 70m)

Previous drill results (Troy Resources NL), shown in Figure 2 above, are within the current Inferred Mineral Resource* and less than 80m below the Open Pit:

TRC383	**17m @ 3.2 g/t gold** from 82m	A72098 [1]
TRC461	**5m @ 10.4 g/t gold** from 92m	A72098
TRC374	**5m @ 13.0 g/t gold** from 99m	A72098
TRCD291	**7.8m @ 7.8 g/t gold** from 117m	A69776
TRC339	**6m @ 16.4 g/t gold** from 167m	A69776

***Note 1: Source* is** *WA Dep't of Mines, Industry Regulation and Safety, WAMEX Reporting System*

Previous drill results (Troy Resources NL) not in the current Inferred Mineral Resource include:

TRC283**	**6m @ 2.5 g/t gold** from 82m and **3m @ 3.6 g/t gold** from 92m	A69776
TRC328**	**5m @ 10.4 g/t gold** from 92m	A69776

*** Refer Figure 12, Cross Section* **6883,450N overleaf.**

The location and style of step out and down plunge drilling being undertaken at Lord Nelson by Alto is illustrated in Figures 11, 12 and 13.

Figure 12. Lord Nelson Southern Extensions, Cross Section 6883,490N showing Location of Alto 2019 RC Drill Holes Testing Footwall Zone

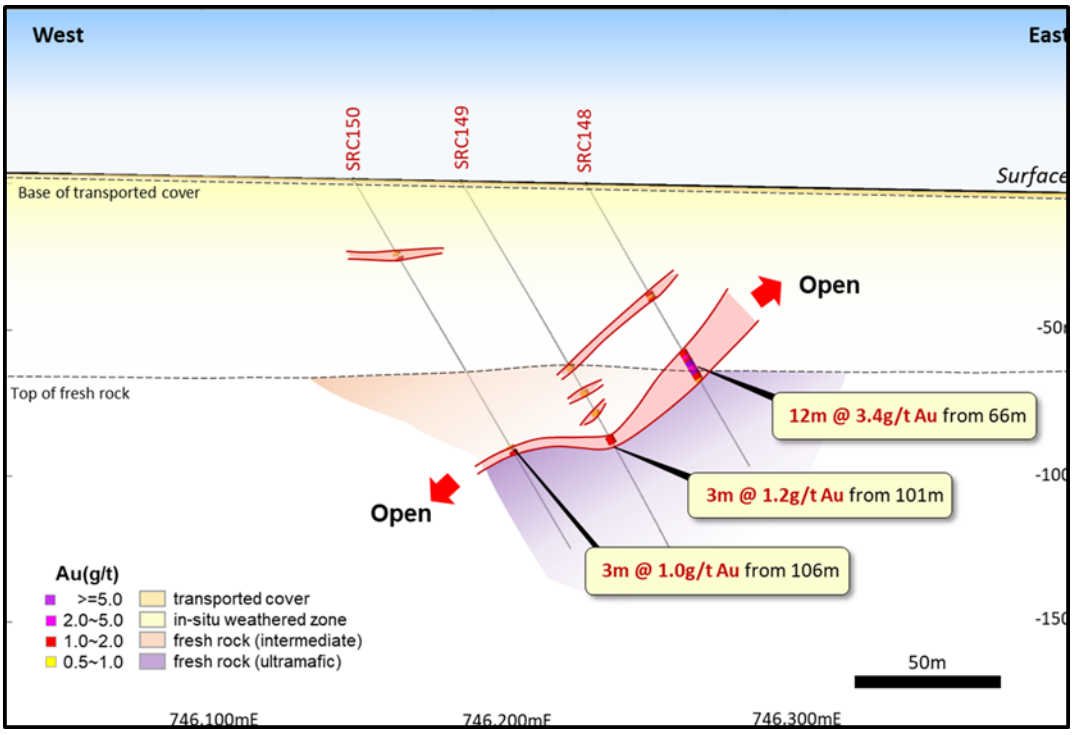
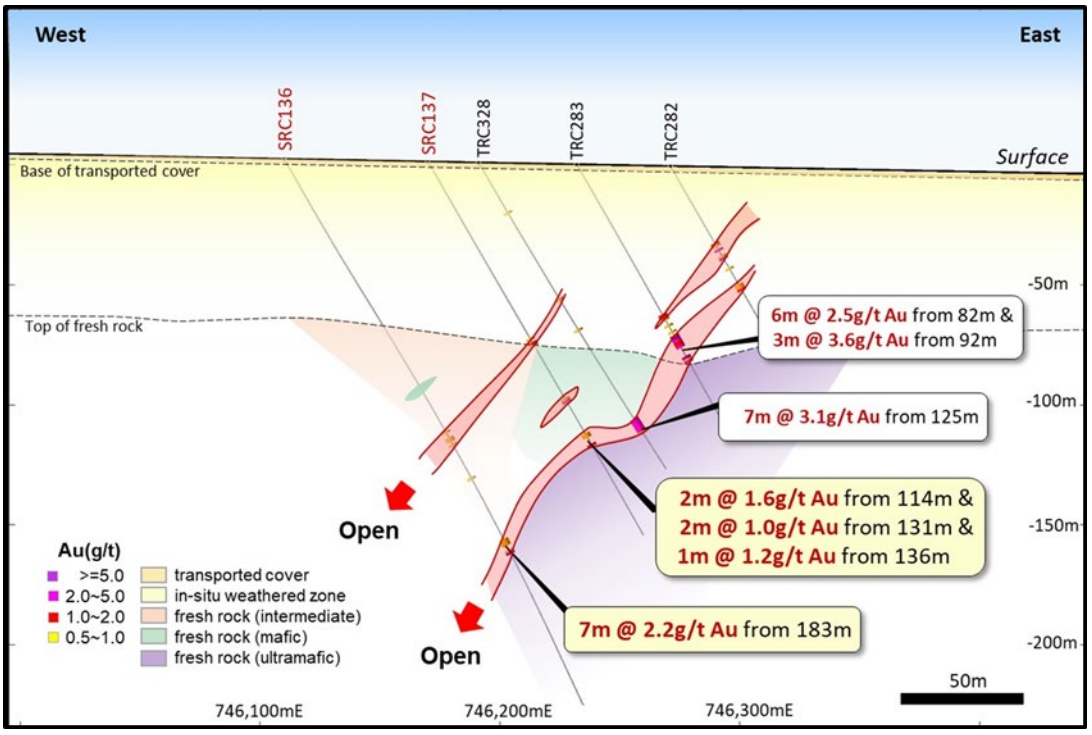


Figure 13. Lord Nelson Southern Extensions, Cross Section 6883,450N showing Location of Alto 2019 RC Drill Holes Testing Footwall Zone



For personal use only

For personal use only

Corporate

Unsolicited takeover offer from Middle Island

On the 6 May 2019 the Company released its Target Statement in response to Middle Island Resources Ltd's ("MDI") hostile takeover offer of 5 MDI ordinary shares for every 1 Alto ordinary share announced on 1st March 2019. On the 27 June MDI announced that it intended to vary the offer to 6 MDI ordinary shares for every 1 Alto share, representing a discount of 27% to the price of Alto Shares of $0.033 per share, at the time of the announcement and a 33% discount to the price of the Alto Shortfall Placement shares at $0.036 per share announced on 6 May 2019.

Alto's Major Shareholders representing 32.12% of Alto Shares which are subject to the Offer have indicated that, not withstanding the increased consideration they **do NOT intend to accept the Offer**.

Subsequent to the period, on 26 July 2019 MDI announced a further extension to the Offer, for a third time, to 30 September 2019 and that it had received acceptances of only 1.52% since the offer opened on 24 April 2019. Indicating that, in the three months since the offer opened MDI has received acceptance totaling less than 2% of all Alto Shares subject to the Offer.

The Offer is still not extended to the Shortfall or Placement shares as announced on 26 July 2019, **which represents 26% of the total issued shares in the Company**.

Whilst the Alto board remains disappointed with the further extension of the unsolicited offer, which has clearly gained no traction with Alto shareholders, the Company continues to focus on creating value for shareholders through advancing exploration of the Sandstone Gold Project.

The Alto board continue to recommend that shareholders TAKE NO ACTION in relation to the offer and continue to IGNORE ALL CORRESPONDENCE RECEIVED FROM MIDDLE ISLAND.

Cash & Finances

During the quarter the Company announced that it has secured firm commitments to raise a total of A$2,047,502 (before costs) by way of a placement of 56,875,060 Shares at 3.6 cents per share, together with 1 free attaching unquoted option, exercisable at 7 cents for every 2 Shares subscribed for (**Shortfall Placement**).

The Shortfall Placement was oversubscribed receiving strong demand from several boutique funds and sophisticated investors in Australia and included an equity funded drilling contract up to $350,000.

The Company's cash position at 30th June 2019 was $1.3m.

Subsequent to the end of the quarter, following shareholder approval, the Company raised a further $600,000 through a Placement on the same terms and conditions as the Shortfall Placement to entities associated to Alto's Chairman and major shareholder, Mr Terry Wheeler, who now holds a 19.9% interest in the total issued shares in Alto.

Alto holds 2,500,000 shares in ASX-listed Enterprise Metals Ltd. This investment is reviewed on a regular basis.

On the 1st April 2019, Enterprise announced the Murchison Exploration Project Joint Venture Agreement with Evolution Mining Ltd. Following an initial cash payment of $150,000, Evolution will operate the project and spend $6 million over a four-year period to earn an 80%.

For further information regarding the Sandstone Gold Project please visit the ASX platform (ASX: AME) or the Company's website at www.altometals.com.au

Mr Terry Wheeler
Chairman
T: +61 8 9381 2808
E: admin@altometals.com.au

Mr Matthew Bowles
Non Executive Director
T: +61 8 9381 2808
E: admin@altometals.com.au

For personal use only

Forward-Looking Statements

This release may include forward-looking statements. Forward-looking statements may generally be identified by the use of forward-looking verbs such as anticipate, aim, expect, intend, plan or similar words, which are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of Alto Metals Limited. Actual values, results or events may be materially different to those expressed or implied in this release. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements. Any forward-looking statements in this release speak only at the date of issue. Subject to any continuing obligations under applicable law and the ASX Listing Rules, Alto Metals Limited does not undertake any obligation to update or revise any information or any of the forward-looking statements in this release or any changes in events, conditions or circumstances on which any such forward-looking statement is based.

Competent Persons Statement

The information in this Report that relates to current and historical Exploration Results is based on information compiled by Mr Dermot Ryan, who is an employee of XServ Pty Ltd and security holder of the Company. Mr Ryan is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Ryan consents to the inclusion in the report of the matters based on the information in the context in which it appears.

Previously Reported Results

There is information in this report relating to exploration results which were previously announced on 16 May 2017, 28 April 2017, 25 September 2018, 17 January 2019, 30 January 2019, 11 June 2019, 4 July 2019 and 22 July 2019. Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.

APPENDIX - 1: Tenement Information as Required by Listing Rule 5.3.3

Alto Metals Ltd and Its 100% Owned Subsidiaries, on a Consolidated Basis at 30th June 2019

Tenement	Location	Interest Held	Registered Holder	Lease Status
E57/1029	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1030	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1031	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1033	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1044	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1072	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
E57/1101	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
M57/646	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
M57/647	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application
M57/648	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application
M57/649	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application
M57/650	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application
P57/1377	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
P57/1378	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Granted
P57/1415	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application
P57/1417	Sandstone, WA	100%	Sandstone Exploration Pty Ltd	Application

Note: Sandstone Exploration Pty Ltd is a wholly owned subsidiary of Alto Metals Limited

Rule 5.5

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

ALTO METALS LIMITED

ABN	**Quarter ended ("current quarter")**
62 159 819 173	30 June 2019

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 & evaluation	(574)	(1,685)
	(b) development		
	(c) production		
	(d) staff costs	(98)	(478)
	(e) administration and corporate costs	(137)	(428)
1.3	Dividends received (see note 3)		
1.4	Interest received	2	6
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Research and development refunds		109
1.8	Other (provide details if material)		
1.9	**Net cash from / (used in) operating activities**	**(807)**	**(2,476)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(8)	(8)
	(b) tenements (see item 10)		
	(c) investments		
	(d) other non-current assets		

For personal use only

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)		
	(c) investments		
	(d) 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**	**(8)**	**(8)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	2,047	3,028
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options	(162)	(174)
3.5	Proceeds from borrowings		100
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**	**1,885**	**1,069**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	257	857
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(807)	(2,476)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(8)	(8)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,885	2,954
4.5	Effect of movement in exchange rates on cash held		
4.6	**Cash and cash equivalents at end of period**	**1,327**	**1,327**

For personal use only

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	169	257
5.2	Call deposits	1,158	
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)**	**1,327**	**257**

6.	Payments to directors of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	18
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Director / Consulting Fees

7.	Payments to related entities of the entity and their associates	Current quarter $A'000
7.1	Aggregate amount of payments to these parties included in item 1.2	
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

For personal use only

8.	**Financing facilities available** *Add notes as necessary for an understanding of the position*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
8.1	Loan facilities		
8.2	Credit standby arrangements		
8.3	Other (please specify)		

8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.

9.	**Estimated cash outflows for next quarter**	**$A'000**
9.1	Exploration and evaluation	400
9.2	Development	
9.3	Production	
9.4	Staff costs	100
9.5	Administration and corporate costs	95
9.6	Other (provide details if material)	
9.7	**Total estimated cash outflows**	**595**

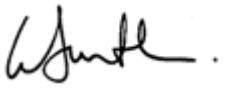
10.	**Changes in tenements (items 2.1(b) and 2.2(b) above)**	**Tenement reference and location**	**Nature of interest**	**Interest at beginning of quarter**	**Interest at end of quarter**
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2	Interests in mining tenements and petroleum tenements acquired or increased				

For personal use only

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.



Sign here: ..... Date: ...31 July 2019.....
(Company secretary)

Print name: .....Graeme Smith.....

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.

For personal use only