

30 October 2020

Company Announcement Officer
ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

ACTIVITIES REPORT FOR THE QUARTER ENDED**30 September 2020****HIGHLIGHTS****Bowdens Silver Project, New South Wales**

- Completion of the public exhibition and submission period for the Development Application (DA) and associated Environmental Impact Statement (EIS).
- The EIS confirms very favourable assessment outcomes and demonstrates a clear path to approval and development.
- The Company received no objections to the Project from any of the Government agencies.
- The Company received resounding public support for the Project.

Bowdens Silver Exploration

- Down plunge drilling extends the Northwest High-Grade Zone.
- Northwest High-Grade Zone consists of several stacked mineralised horizons 1 to 15 metres thick, with a width of approximately 200 metres, down-plunge extents confirmed over 250 metres and remains open down-plunge.
- New results include drill hole BD200012 with:
 - 4.6 metres @ 430 g/t silver equivalent (215 g/t silver, 3.1% zinc, 1.9% lead) from 230 metres; and
 - 2.8 metres @ 706 g/t silver equivalent (169 g/t silver, 3.2 g/t gold, 1.3% zinc, 6.5% lead) from 274 metres.

Tuena Gold Project, New South Wales

- 4,000 metres of reverse circulation (RC) drilling commenced.
- The program represents first comprehensive drilling at the historic Tuena Gold Field.

Silver Mines Limited COVID-19 Response

During the September 2020 quarter, Silver Mines Limited (ASX:SVL) (“Silver Mines” or “the Company”) continued to carry out measures in response to the impact of the COVID-19 pandemic. The Company’s priorities are to protect the health and safety of our staff, contractors and local communities, while maintaining the integrity of our business.

The Company adheres to the directives from Federal and State Government and has put in place comprehensive COVID-19 Policies and Procedures. This has allowed our current operations to continue safely and with minimal interruption.

Bowdens Silver Project

The Bowdens Silver Project is the largest undeveloped silver deposit in Australia and lies within Exploration Licence 5920, which is 100% held by the Company. The Project is located in central New South Wales, approximately 26 kilometres east of Mudgee.

In May 2020, the Company completed and submitted the Bowdens Silver Development Application and associated Environmental Impact Statement (EIS) to the New South Wales Department of Planning, Industry and Environment. The proposed development comprises an open-cut mine feeding a new processing plant with a conventional milling circuit and differential flotation to produce two concentrates that will be sold for smelting off site.

Plant capacity is designed for 2.0 million tonnes per annum with a mine life of 16.5 years. Life of mine production is planned to be approximately 66 million ounces of silver, 130,000 tonnes of zinc and 95,000 tonnes of lead.

Summary points of the EIS include:

- Considerable local economic benefits with substantial local job creation;
- Minimal impacts on surface water and groundwater during and after operations;
- An arrangement to source surplus water from nearby coalfields via a dedicated water pipeline limiting the requirement to source water locally;
- No physical human health risk issues of concern have been identified;
- A progressive rehabilitation plan has been committed to with rehabilitation occurring throughout the life of the mine;
- No significant impacts upon migratory or threatened species. The Project’s biodiversity offset program will see a significant area of land conserved in perpetuity;
- Relocation of a local road around the mine site with the result that the majority of traffic would avoid the local township of Lue;

- Aboriginal Cultural Heritage assessment has been concluded in conjunction with the local Aboriginal communities, with agreement on ongoing management; and
- More broadly, the potential for amenity-related impacts would be managed over the life of the mine through a range of management commitments, monitoring and reporting.

The EIS was placed on an eight week public exhibition which concluded during the September 2020 quarter. Results from the public exhibition may be viewed at the New South Wales Department of Planning, Industry and Environment Major Projects website (<https://www.planningportal.nsw.gov.au/major-projects>).

From the exhibition process, the Company received no objections to the Project from any of the Government agencies and received resounding public support. The Company will be shortly responding to received submissions.

Silver Mines continues an extensive program of consultation with relevant Government departments, local communities, and other interested stakeholders. The program examines the potential impacts and benefits of exploration and development across the substantial Bowdens Silver tenement portfolio. Consultation processes focus on the current potential mine development area and the wider area where the Company is commencing or undertaking exploration programs.

Bowdens Project Exploration

Introduction

During and subsequent to the September 2020 quarter, the Company provided a updates on exploration activities at the Bowdens Silver Project.

The Company reported that drilling activities at Bowdens Silver will be expanded with up to 10,000 metres of drilling targeting high-grade infill and extension silver mineralisation. Drilling is likely to continue to at least the end of the March 2021 quarter.

Diamond drilling continued during the September 2020 quarter with holes testing the Northwest High-Grade Zone down plunge and extensional exploration targets.

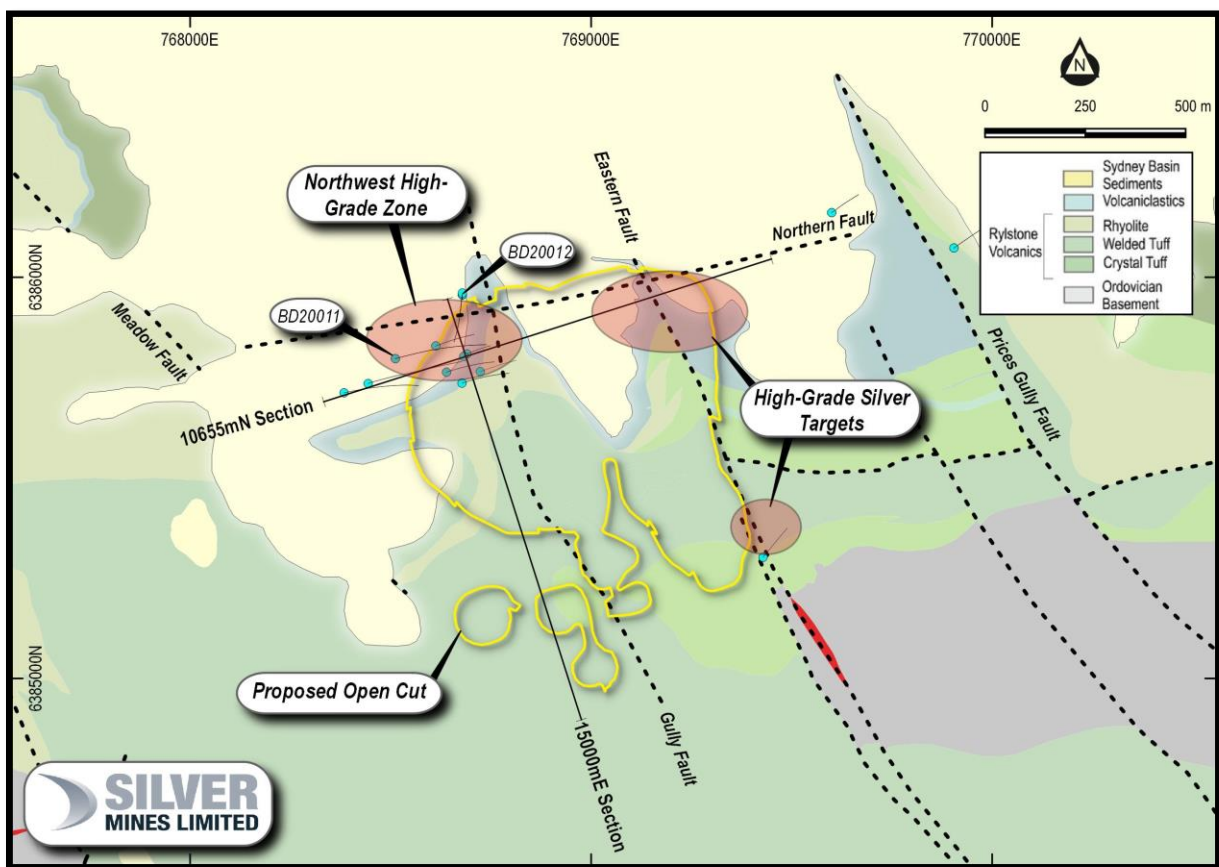


Figure 1. High-Grade silver targets at the Bowdens Silver Project.

The Northwest High-Grade zone is situated some 30 metres below the base of the proposed Bowdens Silver open pit and is a mineralised zone being targeted for potential high-grade silver underground mining scenarios (refer to Figures 1 and 2). Previous drilling in this zone has shown the mineralisation consists of breccia and fracture filling sulphides dominated by galena (lead sulphide), sphalerite (zinc sulphide) and silver minerals within the welded tuff of the Rylstone Volcanics. (refer to Figures 6 and 7).

As announced, subsequent to the end of the September quarter on 8 October 2021, mineralisation intersected in BD20012 from 230 to 235 metres show epithermal vein textures,

Silver Mines Limited

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with colloform sulphide banding and pebble breccias (refer to Figures 4 and 5). These textures are indicative of boiling and episodic hydrothermal events consistent with source/feeder mineralisation. The latest results from BD20012 are in close proximity to the modelled position of the Northern Fault, which has the potential to be a significant fluid conduit from a heat and fluid source at depth. Furthermore, for the first time in the Northwest High-Grade Zone, notable gold rich mineralisation has been intersected in a second structure at a depth of 274 metres down hole. (refer to Figure 8 and Table 1).

Hole BD20011 also tested a western extension of the Northwest High-Grade Zone and returned high grade silver intercepts (refer to Table 1).

With the latest results, the Northwest High-Grade Zone target has extents of approximately 1 metre to 15 metres thick, 200 metres width (east to west) and continues down plunge/dip to the northwest for at least 250 metres. This zone is not yet closed off with drilling and presents further potential for expansion (refer to Figure 3). The drilling program is ongoing.

Table 1 Intercept calculations from recent results from the Northwest High-Grade Zone

Hole	From (m)	To (m)	Interval (m)	Silver (g/t)	Zinc (%)	Lead (%)	Gold (g/t)	Silver Eq (g/t) ¹
BD20012	230	234	4.6	215	3.06	1.87	-	430
<i>Incl.</i>	233.2	233.6	0.4	832	0.58	0.66	-	883
	274	276.8	2.8	169	1.26	6.50	3.21	706²
BD20011	292	293	1	131	0.16	0.19	-	145
	317	318	1	378	0.08	0.22	-	389

1. Bowdens' silver equivalent reported consistent with previous reports and current resource modelling based on assumptions: $Ag\ Eq\ (g/t) = Ag\ (g/t) + 33.48 * Pb\ (\%) + 49.61 * Zn\ (\%)$ calculated from prices of US\$20/oz silver, US\$1.50/lb zinc, US\$1.00/lb lead, and metallurgical recoveries of 85% silver + gold, 82% zinc and 83% lead estimated from test work commissioned by Silver Mines Limited. 2. Silver equivalent updated to also include significant gold credit assuming the same recovery as silver, with gold:silver price ratio of 80:1 based on the approximate current price ratio: $Ag\ Eq\ (g/t) = Ag\ (g/t) + 33.48 * Pb\ (\%) + 49.61 * Zn\ (\%) + 80 * Au\ (g/t)$. All intercepts calculated using a 90g/t Ag cut-off and no internal dilution factor.

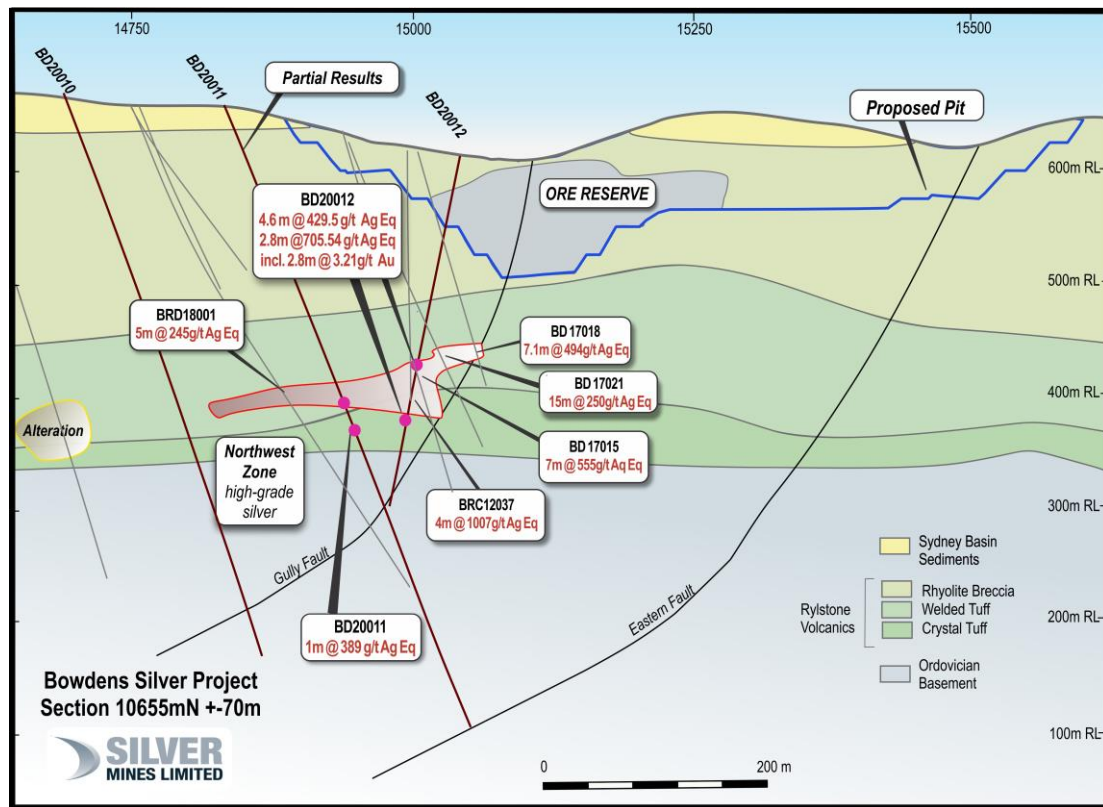


Figure 2. Cross-section 10655mN through the Northwest High-Grade silver zone with drilling.

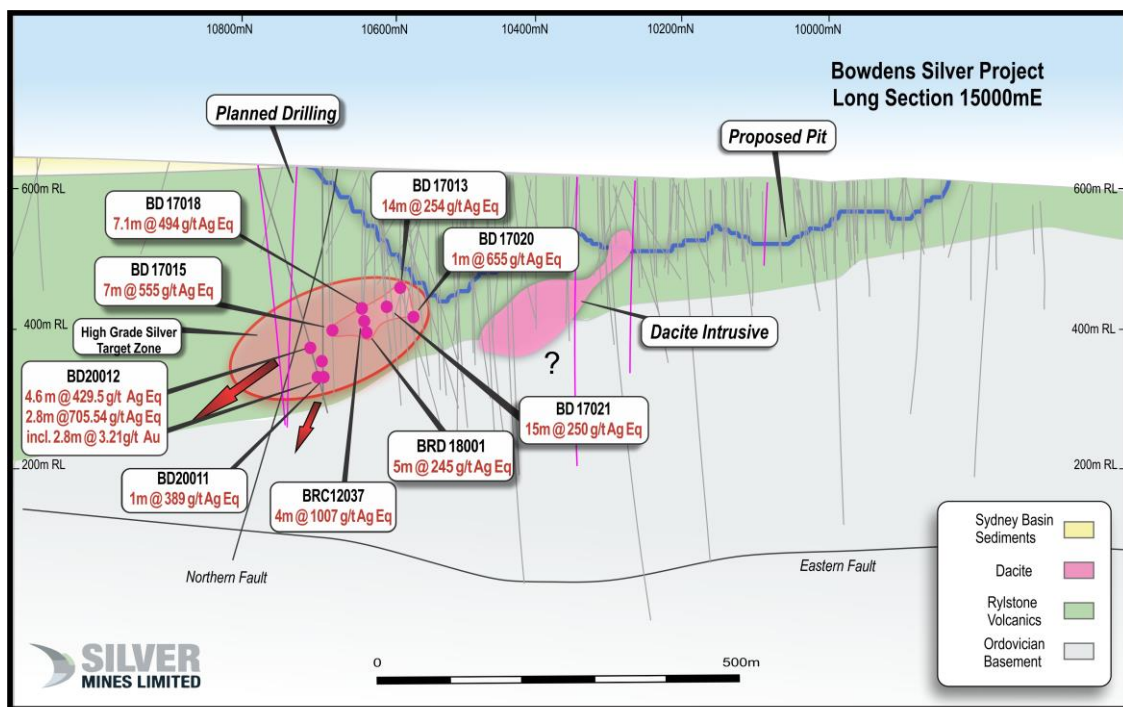


Figure 3. Long section 15000mE through the deposit showing Northwest High-Grade silver zone



Figure 4. BD20012 from 230-234m: Multiple hydrothermal vein structures with colloform banded sulphides.



Figure 5 BD20012 from 230-234m: Pebble breccia with sulphide matrix.

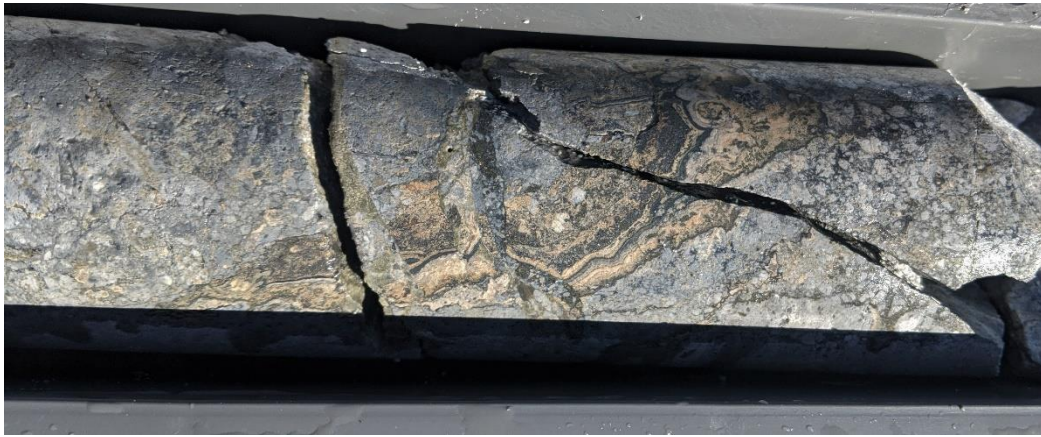


Figure 6: BD20012 from 230-234m: Thick colloform banded sulphide vein overprinting early fluid brecciation.



Figure 7: BD20012 from 230-234m: Significantly mineralised core.



Figure 8: BD20012 at 276 metres: gold bearing sulphide veins.

Barabolar Project

During the September 2020 quarter, the Company continued desktop activities on the Barabolar Project, which is located approximately 26 kilometres east of Mudgee in central New South Wales and 10 kilometres northwest of the Company's Bowdens Silver Project (refer Figure 9).

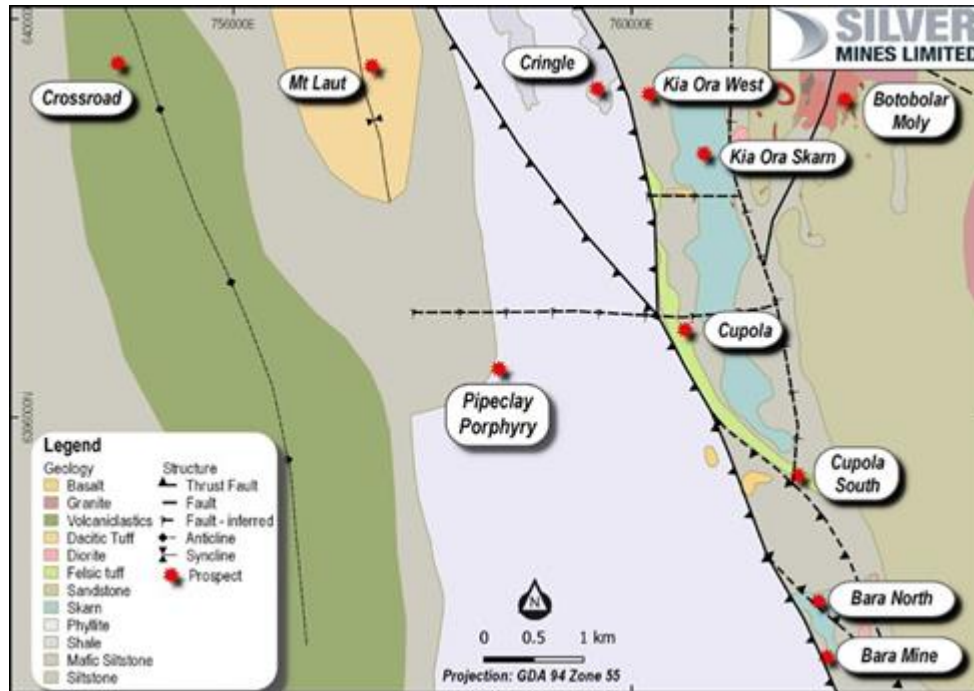


Figure 9. Barabolar Project geology with prospects.

Due to the COVID-19 pandemic the planned drilling at Barabolar has been put on-hold so as to avoid unnecessary contact between the Company's staff and contractors when accessing third-party landholder properties. The Barabolar Project, however, remains a compelling target area with a considerable hydrothermal footprint, and the Company is continuing with desktop studies and application of R&D technologies in this area.

About the Bowdens Silver and Barabolar Projects

The Bowdens Silver Project and Barabolar Projects are located in central New South Wales, approximately 26 kilometres east of Mudgee (see Figure 10). The consolidated project area comprises 2,007 km² (496,000 acres) of titles covering approximately 80 kilometres of strike of the highly mineralised Rylstone Volcanics and underlying sediments, intrusions and volcanics of the Macquarie Arc. Multiple target styles and mineral occurrences have potential throughout the district including analogues to Bowdens Silver, high-grade silver-lead-zinc epithermal, volcanogenic massive sulphide (VMS) systems and copper-gold targets.

Bowdens Silver is the largest undeveloped silver deposit in Australia and one of the largest globally with substantial resources and a considerable body of high quality technical work completed. The projects boast outstanding logistics for future mine development.

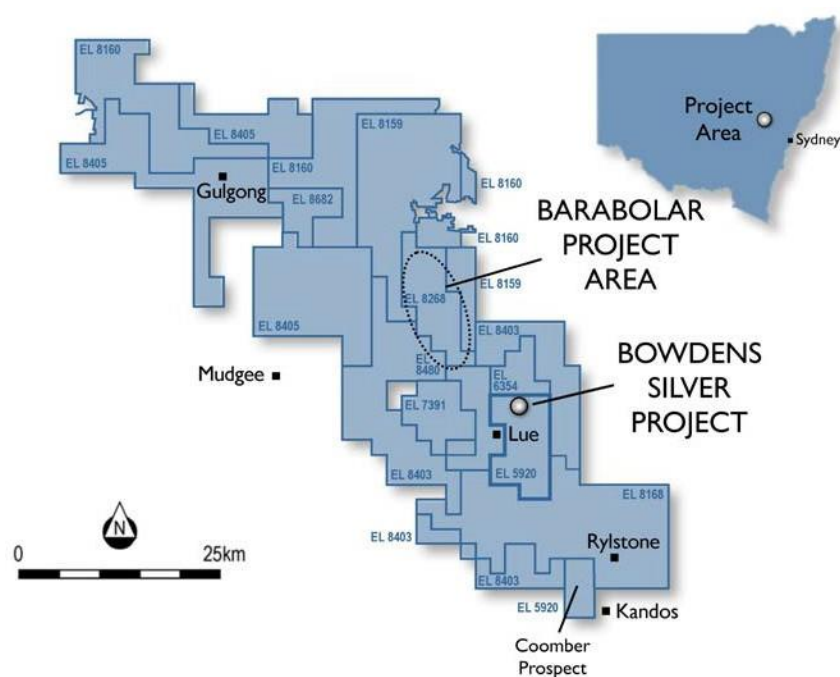


Figure 10. Silver Mines Limited tenement holdings in the Mudgee district.

Tuena Gold Project

During and subsequent to the September 2020 quarter, the Company provided updates on recent exploration activities at the Tuena Gold Project located 80 kilometres south of the city of Orange in New South Wales (refer to releases dated 28 July 2020 and 12 October 2020).

The Tuena Gold Project consists of an extensive series of historic hard-rock and alluvial gold mines which operated from the 1850s until the early 1900s.

Mineralisation, as indicated by historic shafts and adits, can be mapped over several kilometres of strike. Mineralisation occurs within splay/horsetail structures associated with an inflection in the Copperhania/Lake George Thrust Faults. This structure is part of the major Godolphin-Copperhannia-Cullarin Fault Corridor, which is closely associated with mineralisation at the multi-million ounce McPhillamys gold project (Regis Resources) located to the north and the recent Cullarin Project discovery (Sky Metals) located to the south (refer to Figure 10).

Both the McPhillamy's Gold Project and the Cullarin Project are gold rich systems with a clear association to Volcanogenic Massive Sulphide (VMS) style base-metal metallogeny.

At Tuena there are potentially two interrelated deposit target styles present. Firstly, the historic mining activity focused on very high-grade gold bearing lodes/veins. Secondly, the potential for gold and base-metal VMS deposits.

The Tuena area was the scene of a historic gold rush, with gold extracted from narrow high-grade gold reefs over greater than 5 kilometres of strike length. The Company has completed reconnaissance mapping, rock sampling and soil geochemistry; as well as flown a detailed magnetic survey. The Company has defined >15 individual zones with anomalous gold in soil sampling associated with historic workings. Rock samples have also returned highly anomalous gold results at Peaks Reef (up to 76.4 g/t Au in rock sampling), Cooper & McKenzie and the Eastern Prospects (refer release dated 23 October 2019).

The Tuena Gold Project has had very little exploration completed in the modern-era and the planned drilling campaign represents the first comprehensive drill investigations at the Tuena Gold Field.

Total tenement holdings in the area is 747 square kilometres, all 100% held by the Company (refer to Figure 11).

During the September 2020 quarter, Government and land holder approvals were completed and the drilling of a 20-hole 4,000 metre drill program commenced (refer to Figure 12). Deeper diamond drilling will follow up on any positive results received.

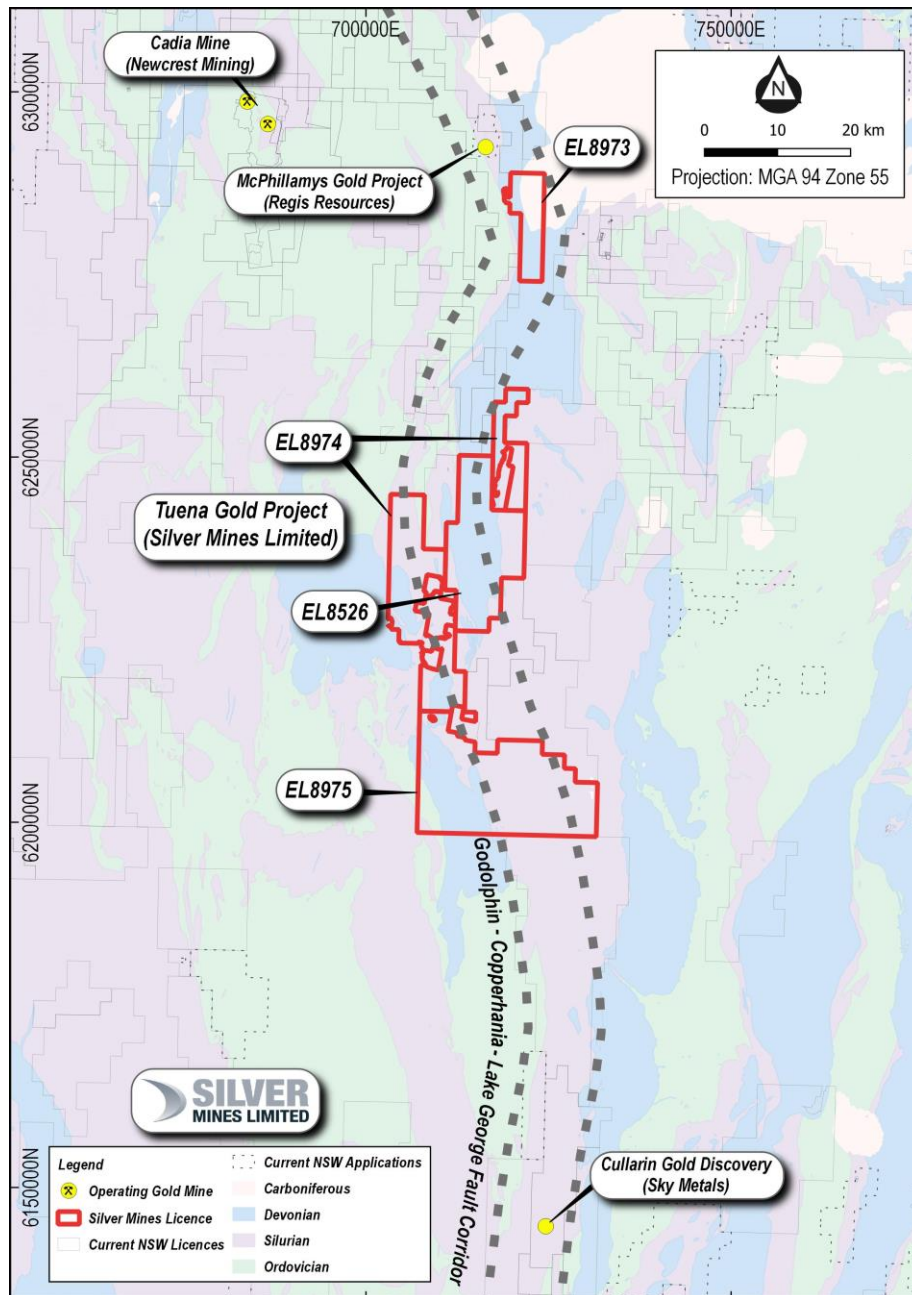


Figure 11: Tuena Gold Project regional setting.

The Tuena drill program is designed to test beneath several of the historic hard-rock gold workings and associated geochemistry anomalies along an extensive 5.4 kilometre by 1.5-kilometre shear complex. In addition, two targets, at Lucky Hit South and Markham's Prospects, have been identified with both gold and base-metal pathfinder signatures. Both prospects adjoin historic workings at Lucky Hit and Markham's Hill respectively and are clearly defined by soil chemistry with anomalism of silver, bismuth, lead, tellurium and gold (refer release dated 19 May 2020). These targets are being tested for bulk-tonnage gold mineral

systems and have a comparable signature and scale to the McPhillamy's Gold Project (Regis Resources) located north of the Tuena Gold Project.

First drilling results are expected in November 2020 with the remainder through the following months.

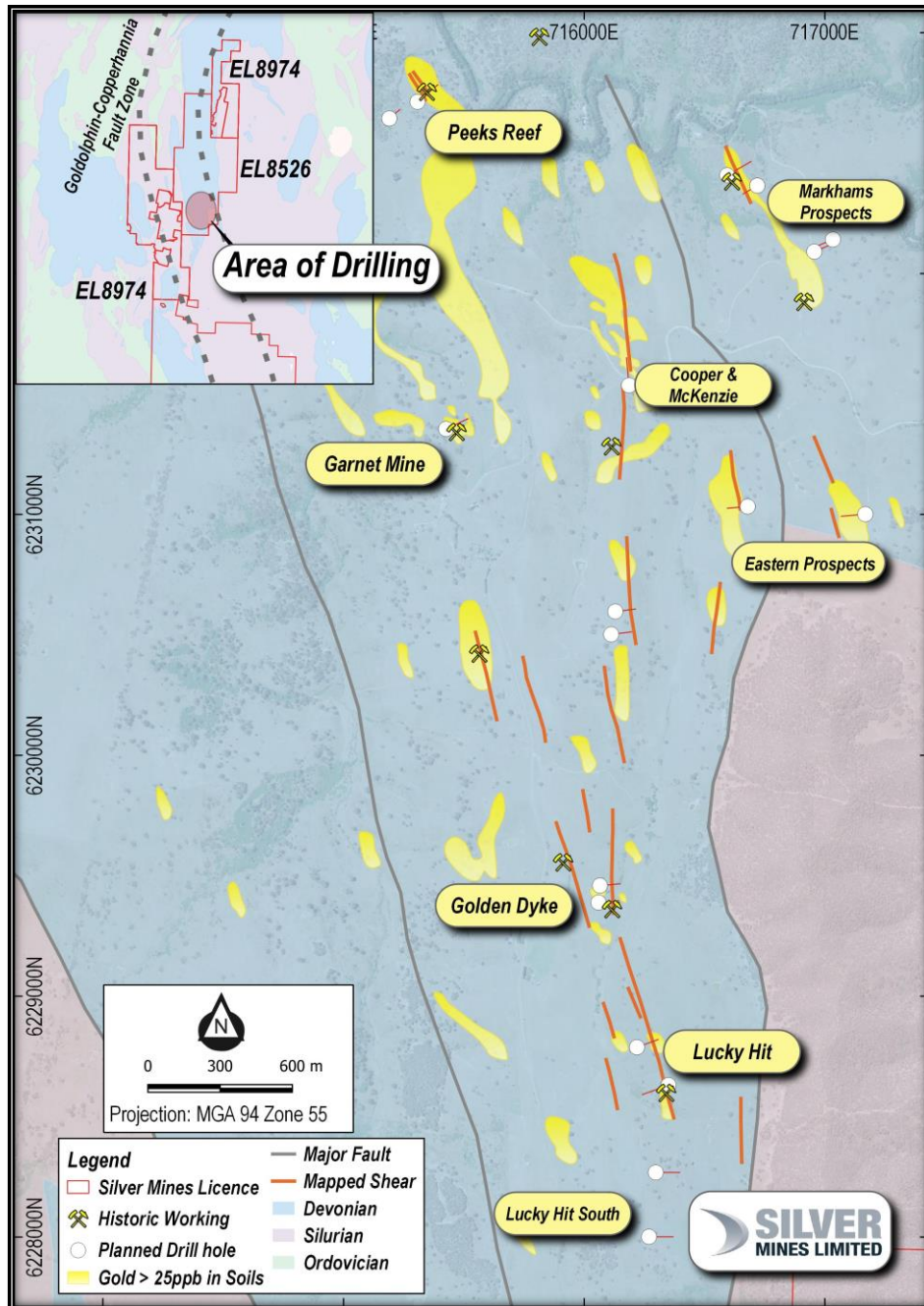


Figure 12. Tuena Gold Project planned drilling with regional insert.

About the Tuena Gold Project

The Tuena Gold Project is a regional exploration project that consists of a four exploration licenses covering 747 square kilometres. The project is 100% owned by Silver Mines Limited and is located in the Southern Tablelands of New South Wales, 180 kilometres west of Sydney, 80 kilometres south of Orange and 150 kilometres southwest of the Company's primary assets at the Bowdens Silver Project and the Barabolar Project. Tuena was the site of a mid-1800s alluvial and hard-rock gold rush. A cluster of historic workings closely associated with the major Copperhania Thrust Fault extend over an area approximately six kilometres by four kilometres. The Company is targeting the region for large structurally controlled gold deposits analogous to the nearby McPhillamys Gold Deposit.

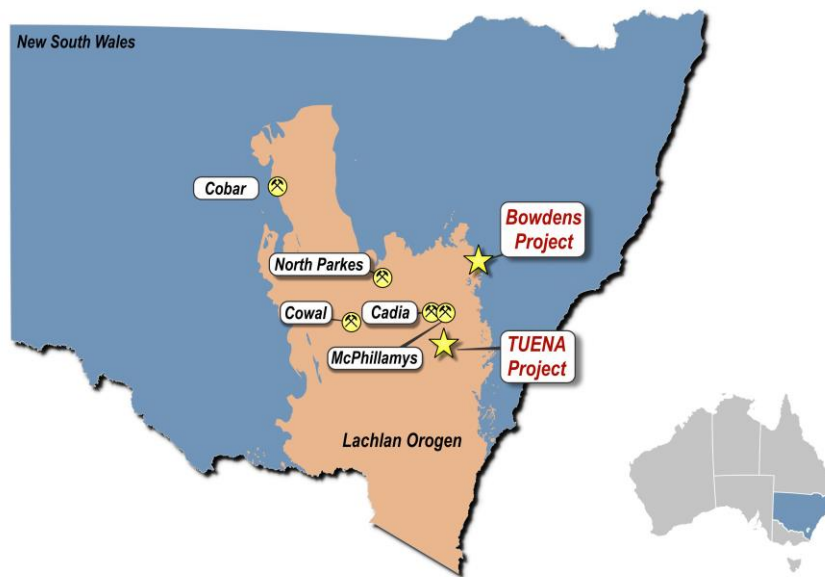


Figure 13. Silver Mines Limited project in the Lachlan Orogen.

Other Projects

During the September 2020 quarter, the Company continued environmental remediation work at the Webbs and Conrad areas in New South Wales. The Company continues to assess exploration options and other options for these prospective projects.

Research and Development and NSW New Frontiers Cooperative Drilling Grants

The Company has an active research and development ("R&D") program to better map and understand the Permian volcanics and basement Palaeozoic (Ordovician and Silurian) rocks of the Company's exploration licenses. The R&D programs are on-going and have, over the past three years, involved collaboration between Silver Mines' researchers and researchers from the University of Technology Sydney, the University of New South Wales and Macquarie University. Several industry consultants and data collection contractors have also assisted in analysing and providing base datasets for the R&D program.

The R&D project involves developing innovative new technology and processes, which have been applied to geological studies on the Bowdens Silver Deposit and particularly the basement rocks and the search for a porphyry source or feeder structure. In addition, research has been applied to the Barabolar Project area and elsewhere in the Company's portfolio including Tuena. The Company has developed and continues to develop new technologies for multivariate geochemical analysis; automated mapping of geology from geochemistry data; and predictive geochemistry modelling using machine learning techniques. These R&D programs have developed further hypotheses for mineralisation in areas such as basement rocks beneath the main volcanic host at the Bowdens Silver Deposit; Bowdens northern and north-westerly extensions; and several targets in the Barabolar Corridor including the Cringle prospect area. Much of the Company's exploration drilling is considered as a test of hypotheses and targets developed under these R&D programs.

During the September 2020 quarter, the development and testing of the machine learning predictive geochemistry technology and integration with recently acquired gravity data continued. The current drill programs at Bowdens are on targets generated under this work and based on the integration of technologies and data. The Company is now establishing programs to test its machine learning technologies on targeting outside of the Bowdens-Barabolar district to establish if such technologies have transferable applications to other geological domains. In particular, the Tuena Gold Project, with a multi-element association of gold mineralisation along with complex structure, is being used as a further test site with drill targets associated with multi-element anomalism being generated, in part, by these technologies.

Corporate

During the September 2020 quarter, new fully paid ordinary shares were issued following the exercise of options with an exercise price of \$0.06 per share:

- 787,000 shares issued on 17 July 2020;
- 10,461,263 shares issued on 21 August 2020; and
- 2,042,550 shares issued on 9 September 2020.

Silver Mines Limited

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On 10 September 2020, 3,850,000 new fully paid ordinary shares were issued following the exercise of options issued under the Employee Incentive Plan as outlined in the Company's Notice of 2018 Annual General Meeting published to the ASX on 31 October 2018, with an exercise price of \$0.10 per share.

Waiver

On 28 October 2020, ASX Listing Compliance granted the Company a waiver in respect of Listing Rule 10.13.5 in relation to the issue of 10,000,000 fully paid ordinary shares (**SVL Shares**) in the Company to be issued to Mr Anthony McClure in accordance with the provisions of the share sale and purchase deed dated 3 May 2016 (**Deed**), which effectuated the purchase of the Bowdens Silver Project. In accordance with the Deed the SVL Shares are to be issued to Mr McClure upon:

- achievement of the mining lease granted by the NSW Department of Planning, Industry and Environment pursuant to the Mining Act 1992 (NSW) in connection with Bowden Silver Project; or
- a change of control milestone such as a takeover bid pursuant to section 9 of the Corporations Act 2001 (Cth),

(collectively, **Milestones**)

The Company confirms the SVL Shares have not been issued in the September Quarter. The SVL Shares may only be issued if:

- shareholders approve resolution 7 at the upcoming annual general meeting of the Company (**Shareholder Approval**); and
- either of the Milestones are achieved and occur in the period that is 24 months from the date that Shareholder Approval is obtained.

Appendix 5B

As set out in the attached Appendix 5B, exploration expenditure during the quarter totalled \$1.090 million. Payments to related parties totalling \$0.186 million consisted of remuneration paid to executive and non-executive directors and an associate of a director under respective service agreements.

This document has been authorised for release to the ASX by the Company's Managing Director, Mr Anthony McClure.

Further information:

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Associate Director
M+C Partners
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About Silver Mines Limited

The Silver Mines strategy has been to consolidate quality silver deposits in New South Wales and to form Australia's pre-eminent silver company.

The Company's goal is to provide exceptional returns to shareholders through the acquisition, exploration and development of quality silver projects and by maximising leverage to an accretive silver price.

Competent Persons Statement

The information in this report that relates to mineral exploration from the Bowdens, Barabolar and Tuena projects is based on information compiled by the Bowdens Silver team and reviewed by Dr Darren Holden who is an advisor to the Company. Dr Holden is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken, to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC code). Dr Holden consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

Previous Disclosure - 2012 JORC Code

This report contains information extracted from previous ASX releases which are referenced in the report and which are available on the Company's website and the ASX website. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX announcements.

For JORC Code, 2012 Edition – Table 1, Section 1 Sampling Techniques and Data and Section 2 Reporting of Exploration Results please refer to ASX releases of 30 January 2020, 8 April 2020, 19 May 2020 and 8 October 2020. The reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves.

Tenement Information as at 30 September 2020

Tenement	Project Name	Location	Silver Mines Ownership	Change in Quarter
EL 5920	Bowdens Silver	NSW	100%	-
EL 6354	Bowdens Silver	NSW	100%	-
EL 8159	Bowdens Silver	NSW	100%	-
EL 8160	Bowdens Silver	NSW	100%	-
EL 8168	Bowdens Silver	NSW	100%	-
EL 8268	Bowdens Silver	NSW	100%	-
EL 7391 ¹	Bowdens Silver	NSW	0%	-
EL 8403	Bowdens Silver	NSW	100%	-
EL 8405	Bowdens Silver	NSW	100%	-
EL 8480	Bowdens Silver	NSW	100%	-
EL 8682	Bowdens Silver	NSW	100%	-
EL 8526	Tuena	NSW	100%	-
EL 8973	Tuena	NSW	100%	100%
EL 8974	Tuena	NSW	100%	100%
EL 8975	Tuena	NSW	100%	100%
EL 5674	Webbs	NSW	100%	-
EPL1050	Conrad	NSW	100%	-
EL 5977	Conrad	NSW	100%	-
ML 6040	Conrad	NSW	100%	-
ML 6041	Conrad	NSW	100%	-
ML 5992	Conrad	NSW	100%	-

1. Under Joint Venture with Thomson Resources Limited. Silver Mines Limited earning 80%.

Appendix 5B

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

Name of entity

Silver Mines Limited

ABN

45 107 452 942

Quarter ended ("current quarter")

30 September 2020

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3-months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	44	44
1.2	Payments for		
	(a) exploration & evaluation (if expensed)*		
	(b) development		
	(c) production		
	(d) staff costs	(437)	(437)
	(e) administration and corporate costs	(250)	(250)
1.3	Dividends received (see note 3)		
1.4	Interest received	31	31
1.5	Interest and other costs of finance paid	(10)	(10)
1.6	Income taxes paid		
1.7	Government grants and tax incentives	251	251
1.8	Other (provide details if material)		
1.9	Net cash from / (used in) operating activities	(372)	(372)
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)	(1,090)	(1,090)
	(e) intangible	(651)	(651)
	(f) land and buildings	(1,781)	(1,781)

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 (3-months) \$A'000
2.2	Proceeds from the 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	(3,522)	(3,522)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		
3.2	Proceeds from issue of convertible debt securities		
3.3	Proceeds from exercise of options	828	828
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(3)	(3)
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	825	825

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	12,124	12,124
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(372)	(372)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(3,522)	(3,522)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	825	825

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 (3-months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	9,055	9,055

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	9,055	12,124
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)	9,055	12,124

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	186
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 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments		
Remuneration paid to executive and non-executive directors and an associate of a director under respective service agreements.		

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

7. Financing facilities		
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	1,009
7.2	Credit standby arrangements	
7.3	Other (please specify)	
7.4	Total financing facilities	1,009

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.

Westpac Bank, secured facility with variable interest rate at 3.66%

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(372)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	(1,090)
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(1,462)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	9,055
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	9,055
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	6.20

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: Not applicable

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: Not applicable

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: Not applicable

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

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: .30 October 2020.....

Authorised by: .....
Trent Franklin – Company Secretary

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 – eg 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.