

ASX Release
14 October 2019

QUARTERLY ACTIVITIES REPORT FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2019

Overview

- Further enhancements to the process plant design have improved environmental outcomes and project financials, with new NPV₈ of €1.97 billion and IRR of 25%.
- Non-binding offtake MOU signed with Ameropa, a long established Swiss based global agri-business, for 250kt of MOP per annum; discussions advancing with other offtakers.
- Key appointment of an experienced mining engineer as Technical Manager Mining.
- International potash experts and specialist consultants engaged to provide expertise in the areas of mining, processing, geology and sales.
- Negotiations for ordering of long lead mining equipment advanced.
- Drill holes V18-03 and V18-04 completed at the Vipasca Tenement Area.
- Cash at bank as at 30 September 2019: A\$44.9m.

Highfield Resources Limited
ACN 153 918 257
ASX: HFR

Issued Capital
329.5 million shares
24.66 million options

Registered Office
169 Fullarton Road
Dulwich, SA 5065
Australia

T. +61 8 8133 5098
F. +61 8 8431 3502

Head Office
Avenida Carlos III, 13 -
1°B, 31002
Pamplona,
Spain

T. +34 948 050 577
F. +34 948 050 578

Muga Project

Overview

Highfield Resources (ASX: HFR) (“Highfield” or “the Company”) is a Spanish potash developer. The Company’s flagship Muga Project (“Muga” or “the Project”) is targeting the relatively shallow sylvinite beds in the Muga Project area that cover about 60km² in the Provinces of Navarra and Aragon. Mining is planned to commence at a depth of approximately 350 metres from surface and is therefore ideal for a relatively low-cost conventional mine.

The Vipasca Permit Area (“Vipasca”) (see Figure 3) is located adjacent to the Muga Project and covers approximately 27km². Some areas of the tenement are highly prospective for economic potash mineralisation, with a primary focus on the deeper, higher grade, P1 and P2 potash horizons.

Muga Project Approvals Process

As reported at the start of June (refer ASX release 6 June 2019, “Muga Project Receives Positive Environmental Permit”) the Company received a positive Declaración de Impacto Ambiental (“DIA”) in respect of the Muga Project. This positive DIA means the Company has received the key environmental permit required to move the Muga Project forward.

The Company is now focused on securing the Mining Concession and the construction permits which are the next permits necessary to advance the Project into the construction phase. The ongoing discussions with the mining authorities have confirmed the Company’s previous expectations of the requirements for the Mining Concession and formalised the process to be followed with the authorities. Work by the Company is progressing well and the Company plans to complete the required documentation for submission to the mining authorities before the end of 2019. Thereafter the expectation is that the authorities will issue the Mining Concession within 3 to 4 months of the Company completing its submission. The work on other permits for construction commencement continues in parallel with the Mining Concession and the Company anticipates commencing construction work within the next 8 to 14 months, in line with the timeframe previously anticipated (refer ASX release 6 June 2019, “Investment Presentation”).

Muga Project and Vipasca Permit Exploration Update

The Muga Project Update (refer ASX release 15 October 2018, “Muga Project Update”) confirmed the strategic importance of Vipasca as a potential extension of the Muga Project. The Company has been focusing on the more prospective areas in the east of the Vipasca permit.

During the Quarter, the Company continued its drilling programme at Vipasca, completing drill hole V18-03 and V18-04 (see Figure 3). Holes V18-01, V18-02 and V18-03 were designed to recognise the extension in the north western region of the potash deposit identified at Muga. The assay results, that were released after the Quarter (refer ASX release 10 October 2019, “Encouraging Drill Holes Completed at Vipasca”), were positive and confirmed the presence of Potash at good grades and potentially mineable depths.

V18-02 confirmed the continuity of the Vipasca deposit and that the mineralisation remains open towards the West. Specifically, V18-02 intersected a total of 37 metres of potash mineralisation including:

- 4.8 metres at an average grade of 15.25% K₂O from 996 metres;
- 2.4 metres at an average grade of 14.18% K₂O from 1119 metres; and
- 8.1 metres at an average grade of 12.95% K₂O from 1139 metres.

V18-01 intersected a total of 1.8 metres of potash mineralization at 9.32% K₂O, confirming the continuity of the mineralization towards the north-eastern edge of the Vipasca investigation permit.

The three drill holes also identified the anticipated potash seams in the area and confirmed the extension of the deposit toward the north west of Vipasca. The V18-04 drill hole was strategically located in the west of the Vipasca permit with the objective of identifying the possible outer extension of the deposit at the western end.

A further drill hole V18-05 is planned to be drilled in the fourth quarter of 2019 between the Viskasca permit area and the Muga Project. This drill hole is designed to provide further information on the continuity between the Muga Project and the Viskasca Permit area, (see Figure 3).

Muga Project and Viskasca Permit Technical Update

During the Quarter and subsequent to the receipt of the positive DIA the Company has continued to undertake improvements to the mine and process plant designs. These improvements have been as a result of detailed testwork and basic design undertaken by German engineering specialists GEA Messo GmbH and K-UTEC. As well as delivering better technical and commercial outcomes, the enhancements deliver a number of value adding and improved environmental results and achieve improved compliance with the DIA environmental permit issued by the Ministry for Ecological Transition (Ministerio para la Transición Ecológica, “MITECO”).

Barcelona-based Grupo IDP has already commenced detailed design engineering for the process plant and will work closely with engineering specialists, GEA Messo GmbH and K-UTEC, to similarly develop the engineering for a timely construction start.

The enhancements have resulted in a modest increase in the estimated Muga CAPEX from €541 million as reported in October 2018 (refer ASX release 15 October 2018, “Muga Project Update”) to €576 million. One area of improvement has been the bringing forward of the backfilling operation to enhance residue management which has resulted in moving of the costs for implementing the backfilling equipment from sustaining capital to up-front capital. There has also been some minor cost increase in process plant equipment. Importantly, however, in addition to improved environmental outcomes, there have been significant improvements in recovery, bringing forward production of commercial vacuum salt, as well as earlier commencement of residue management and treatment of by-products. These multiple enhancements result in significantly improved Project economics as shown in the table below.

Table 1: Projected Financial Metrics for Muga Project

	15 October 2018	14 October 2019
CAPEX phase 1	€342 million	€368 million
CAPEX phase 2	€199 million	€208 million
C1 cost FOB	€104/t	€82/t
NPV₈	€1.16 billion	€1.97 billion
IRR	23%	25%

Given changes in the potash market and prices since October 2018, the potash prices used in the financial modelling have been updated and are now based on the recently released September 2019 forecasts from the independent research company CRU Group. Nevertheless, the average real 2019 price over the life of mine¹ is similar to that used in the Muga Project update of October 2018, as is the destination sales strategy used in that release (refer ASX release 15 October 2018, “Muga Project Update”).

It should be noted that apart from the enhancements to the process design mentioned above, the overall assumptions underpinning the Project, including the combination of flotation and crystallisation, the mine plan, resources and reserves, exploration target¹ and sales strategy, remains materially unchanged, as

¹ The life of the mine is based on an exploration target. The potential quantity and grade of an exploration target is conceptual in nature, there has been insufficient exploration to determine a mineral resource and there is no certainty that further exploration work will result in the determination of mineral resources or that the production target itself will be realised.

per the release in October 2018 (refer ASX release 15 October 2018, “Muga Project Update”). Other improvements including contract mining and an accelerated ramp up to production will be analysed in the coming months and could potentially further enhance the Project financials.

As reported previously, various engineering awards have been made, or tendered pending award, to ensure that the plant detailed design engineering can proceed in a timely manner to be ready for construction start. In addition, certain long lead items, notably the bolter miners for the ramp construction, have been tendered and, in some cases, awarded.

Further to the construction MOU agreed with the preferred construction partner, Acciona Construcción S.A. (refer ASX release 16 November 2018, “MOU Signed with Acciona”) and the receipt of the positive DIA the Company and Acciona are moving forward with the development of a definitive construction contract and the formal engagement of Acciona in the Project to ensure maximum benefit is derived from its construction experience during the final stages of the design.

Muga Project and Vipasca Permit Sales and Marketing Update

During the Quarter the Company signed a non-binding offtake MOU with Ameropa AG (“Ameropa”) for the sale of 250,000 tonnes per annum of Muriate of Potash (“MOP”) from the Muga Mine (refer ASX release 11 September 2019, “Highfield Resources signs MOU for offtake from the Muga Mine”).

Ameropa is a Swiss based agri-business with over 70 years’ experience and undertakes global activities ranging from production, logistics and marketing to distribution. Ameropa’s core business and expertise is physical trading of fertilisers and grains. Highfield believes that the future potential partnership with Ameropa will provide an enhanced understanding of the MOP market and logistical expertise that will be invaluable in the first years of production.

Following the receipt of its environmental permit in June 2019 Highfield is reviewing its sales and marketing strategy to include the following:

- Introduction of Highfield and Muga to new potential markets and initiate MOU discussions for phase 1 & 2;
- Sales planning to ensure the best netback to Muga mine site;
- Identifying the best local and international logistics options;
- Reviewing potential strategic equity partners from the fertiliser industry; and
- Ensuring MOUs and sales contracts are in place to support debt finance.

The Company is presently engaged in ongoing offtake discussions with a number of wholesale customers, distributors and global traders for the full 1mtpa production capacity of the Muga Mine.

Muga Project Financing

The Muga Project update provided in this Quarterly Activities Report represents a further enhancement of the Project which will benefit the Company’s continuing discussions with its Project Finance banks.

Highfield remains confident of securing the necessary debt and equity financing in due course, to support a final investment decision and the commencement of construction.

Corporate

During the Quarter Mr Jorge Feito Huertas joined the Company as Technical Manager Mining. Mr Feito Huertas, a Spanish national, has an MSc in Mining Engineering from the Madrid School of Mines and has nearly 20 years' experience in mining, mainly throughout Spain. His previous relevant experience includes three years at Iberpotash and two years at Magnesitas de Navarra. Most recently he spent eight years at First Quantum Minerals including the last five years as Mining Operation and Planning Manager at the Las Cruces Mine in Spain. His experience will be invaluable as the mine progresses into its construction phase in the next 8-14 months.

During the Quarter, the Company engaged with four international potash experts and specialist consultants, all of whom have been to the Company's offices in Spain and provided further and valuable input to the project design and execution. The consultants' expertise is in the areas of mining, processing, geology and sales. All four consultants remain engaged by the Company to provide ongoing specialist support and advice.

On 26 July 2019 the Company hosted an information session with mayors from local towns. It was well attended with around 40 community representatives coming to provide support and to learn more about the Company's next steps.

On 19 and 20 September, in line with the Company's community engagement plan, Geoalcali, Highfield's wholly owned Spanish subsidiary, held a two-day Open Doors event at its core shed in Sangüesa, welcoming around 400 people from the communities near the Muga Project. The attendees included people from local companies, local and regional suppliers, mayors and regional government representatives. The feedback collected indicates an unprecedented support for the Project with an approval rating of +97% from all those who attended.

Pintanos Tenement Area

Highfield's 100% owned Pintanos tenement area, comprising the three permits of Molineras 1, Molineras 2 and Puntarrón (see Figure 1) abuts the Muga Project and covers an area of 65km². Depths from surface to mineralisation commence at around 500 metres. The Company is building on substantial historical potash exploration information which includes seven drill holes and ten seismic profiles completed in the late 1980s.

The Company has re-initiated the application process for the drilling permit Molineras 2 following the conclusion of the public consultation period. The Company has responded to all comments received during the consultation period and is now waiting for the award of the permit.

Sierra del Perdón Tenement Area

Highfield's 100% owned Sierra del Perdón tenement area ("SdP") comprising the three permits of Quiñones, Adiós and Ampliación de Adiós (see Figure 1 and Figure 2) is located south east of Pamplona and covers approximately 120km². SdP is a brownfield target which previously hosted two potash mines operating from the 1960s until the late 1990s producing nearly 500,000 tonnes of potash per annum. There is potential for potash exploitation in new, unmined areas in the SdP area.

The Company was advised in the fourth quarter of 2018 that the second three year extension application for the Adiós and Quiñones permits had been rejected by the mining department of the Government of Navarra. The Company has obtained legal advice and is progressing an appeal process with regards to this decision. It remains confident of a positive resolution.

Izaga Tenement Area

The Company's 100% owned Izaga tenement area (see Figure 1) covers an area of more than 57km², where historic drill holes and 2D seismic show a relatively continuous evaporite with drill hole intersects containing potash.

Previously the Izaga tenement area comprised the three permits of Girardi, Palero and Osquia. In February 2019 the Company relinquished the less prospective areas of Girardi to the north of the Osquia permit and Palero to the west of the Osquia permit in order to focus on the more prospective Osquia permit.

During the quarter the company started drilling the Osquia permit. Once the drill hole is finished and assay analysis completed the results will be released to the market.

Cash Position

The Company continues to preserve cash whilst at the same time committing to expenditure required for permitting and Project optimisation activities. As at 30 September 2019, the Company had A\$44.9 million in cash.

Plans for December Quarter 2019

Muga Project

- Continue work to secure the Mining Concession and construction permits.
- Continue Project optimisation work and commence detailed design.
- Advance financing discussions with potential debt providers and with potential strategic investors.
- Continue discussions with potential potash offtakers and updating of the Company's sales and marketing strategy.

Vipasca Permit

- Complete assay analysis for holes V18-01, V18-02, V18-03 and V18-04
- Commence drilling at hole V18-05.

Other Tenement Areas

- Continue to progress the appeal process for the second three year extension application for the Adiós and Quiñones permits at Sierra del Perdón.

For more information:

Highfield Resources Limited

Peter Albert
Managing Director
Ph: +34 628 590 109

Olivier Vadillo
Investor Relations
Ph: +34 609 811 257

About Highfield Resources

Highfield Resources is an ASX listed potash company with four 100% owned tenement areas located in Spain.

Highfield's Muga-Vipasca, Pintanos, Izaga and Sierra del Perdón potash tenement areas are located in the Ebro potash producing basin in Northern Spain, covering an area of around 335km².

Following the granting of a positive environmental permit Highfield is now focusing on securing the Mining Concession and the construction permits necessary to take the Project into the construction phase

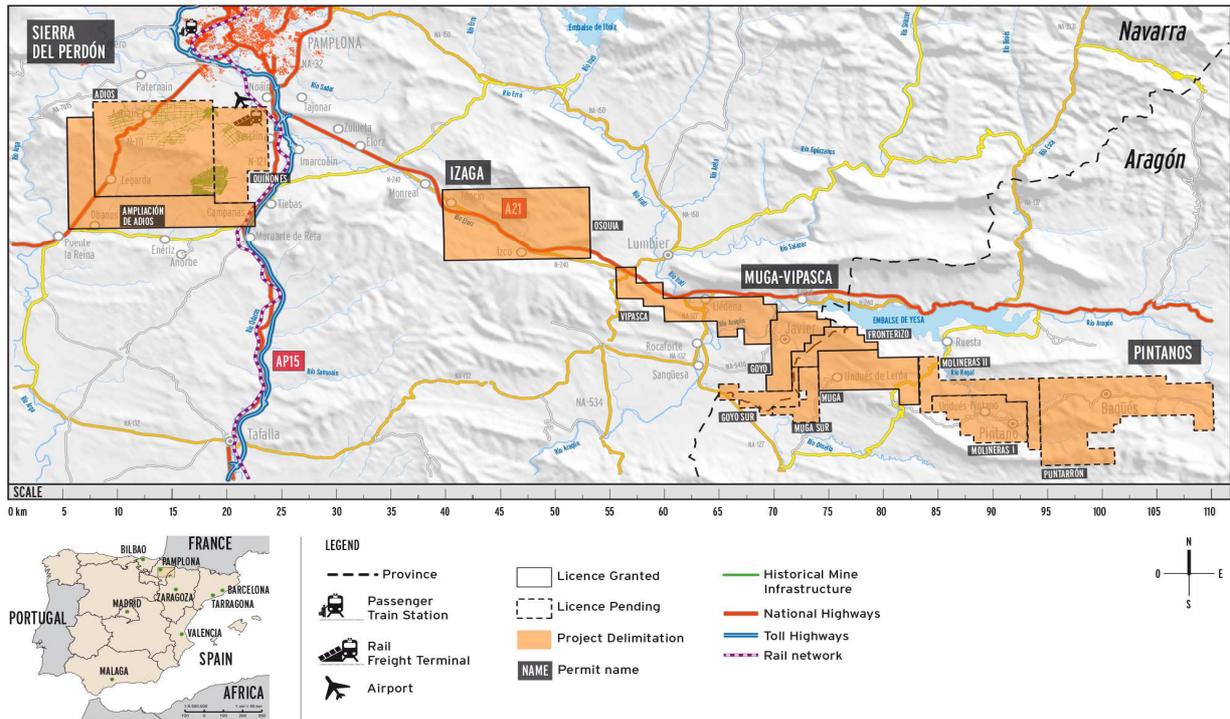


Figure 1: Location of Highfield's Muga-Vipasca, Pintanos, Izaga and Sierra del Perdón Tenement Areas in Northern Spain

COMPETENT PERSONS STATEMENT FOR MUGA POTASH PROJECT

This report was prepared by Mr Peter Albert, Managing Director of Highfield Resources. The information in this report that relates to Ore Reserves is based on information prepared by Dr Mike Armitage, the Chairman of SRK Consulting (UK) Limited. Dr Mike Armitage is the Competent Person who assumes overall professional responsibility for the Compliance Opinion. The information in this report that relates to Mineral Resources, Exploration Results and Exploration Targets is based on information prepared by Ms Anna Fardell, Senior Consultant at SRK Consulting (UK) Limited, and Mr Tim Lucks Principal Consultant at SRK Consulting (UK) Limited.

Dr. Mike Armitage is employed by SRK Consulting (UK) Limited. The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled under the direction of Dr. Mike Armitage, who is a Member the Institute of Materials, Metals and Mining ("IMMM") which is a 'Recognised Overseas Professional Organisation' ("ROPO") included in a list promulgated by the Australian Securities Exchange ("ASX") from time to time.

Dr. Mike Armitage 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 for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Dr. Mike Armitage consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

Ms. Anna Fardell is a Resource Geologist employed by SRK Consulting (UK) Limited, and has at least five years' experience in estimating and reporting Mineral Resources relevant to the style of mineralisation and type of deposit described herein. Ms. Fardell is a registered member of the Australian Institute of Geoscientists (6555) and is considered a Competent Person (CP) under the definitions and standards described in the JORC Code 2012.

Ms. Anna Fardell consents to the inclusion in this report of the matters based on her information in the form and context in which it appears.

COMPETENT PERSONS STATEMENT FOR MINERAL RESOURCES AND EXPLORATION TARGETS OTHER THAN MUGA MINERAL RESOURCES.

This report was prepared by Mr Peter Albert, Managing Director of Highfield Resources. The information in this report that relates to Ore Reserves, Mineral Resources, Exploration Results and Exploration Targets is based on information prepared by Mr José Antonio Zuazo Osinaga, Technical Director of CRN, S.A. and Mr Manuel Jesús Gonzalez Roldan, Geologist of CRN, S.A.

Mr José Antonio Zuazo Osinaga is a licensed professional geologist in Spain, and is a registered member of the European Federation of Geologists, an accredited organisation to which Competent Persons (CP) under JORC 2012 Code Reporting Standards must belong in order to report Exploration Results, Mineral Resources, Ore Reserves or Exploration Targets through the ASX.

Mr José Antonio Zuazo Osinaga 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 CP as defined in the 2012 edition of the JORC Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves.

Mr José Antonio Zuazo and Mr Manuel Jesús Gonzalez Roldan consent to the inclusion in this update of the matters based on their information in the form and context in which it appears.

Table 1: Summary of Highfield’s Mineral Interests as at 30 September 2019

Tenement area/Project	Region	Permit Name	Permit Type	Applied	Granted	Ref #	Area Km ²	Holder	Structure
Sierra del Perdón	Navarra	Quiñones	Investigation	19/07/2011	Application in process	35760	22.88	Geoalcali SL	100%
Sierra del Perdón	Navarra	Adiós	Investigation	19/07/2011	Application in process	35770	59.40	Geoalcali SL	100%
Sierra del Perdón	Navarra	Ampliación de Adiós	Investigation	26/10/2012	14/02/2014	35880	40.90	Geoalcali SL	100%
							123.18		
Izaga	Navarra	Osquia	Investigation	28/04/2015	12/01/2017	35970	57.42	Geoalcali SL	100%
							57.42		
Vipasca	Navarra	Vipasca	Investigation	06/11/2013	11/12/2014	35900	27.30	Geoalcali SL	100%
							27.30		
Muga	Navarra	Goyo (area under concession process)	Investigation	19/07/2011	24/12/2012	35780	14.79	Geoalcali SL	100%
Muga	Navarra	Goyo Sur	Investigation	25/07/2014	Application in process	35920	8.96	Geoalcali SL	100%
Muga	Aragón	Fronterizo (area under concession process)	Investigation	21/06/2012	05/02/2014	Z-3502/N-3585	8.70	Geoalcali SL	100%
Muga	Aragón	Fronterizo (area outside concession process)	Investigation	21/06/2012	05/02/2014	Z-3502/N-3585	1.10	Geoalcali SL	100%
Muga	Aragón	Muga (area under concession process)	Investigation	29/05/2013	07/04/2014	3500	15.08	Geoalcali SL	100%
Muga	Aragón	Muga (area outside concession process)	Investigation	29/05/2013	Application in process	3500	5.32	Geoalcali SL	100%
Muga	Aragón	Muga Sur	Investigation	25/09/2014	Pending	3524	7.28	Geoalcali SL	100%
							61.23		
Pintanos	Aragón	Molineras 10	Investigation	20/11/2012	06/03/2014	3495/10	18.20	Geoalcali SL	100%
Pintanos	Aragón	Molineras 20	Investigation	19/02/2013	Application in process	3495/20	16.80	Geoalcali SL	100%
Pintanos	Aragón	Puntarrón	Investigation	08/05/2014	Application in process	3510	30.24	Geoalcali SL	100%
							65.24		
						Total	334.37		

Location: All permits are located in Spain.

Holder: All permits are held by Geoalcali S.L.U., a 100% owned Spanish subsidiary of Highfield Resources Limited.

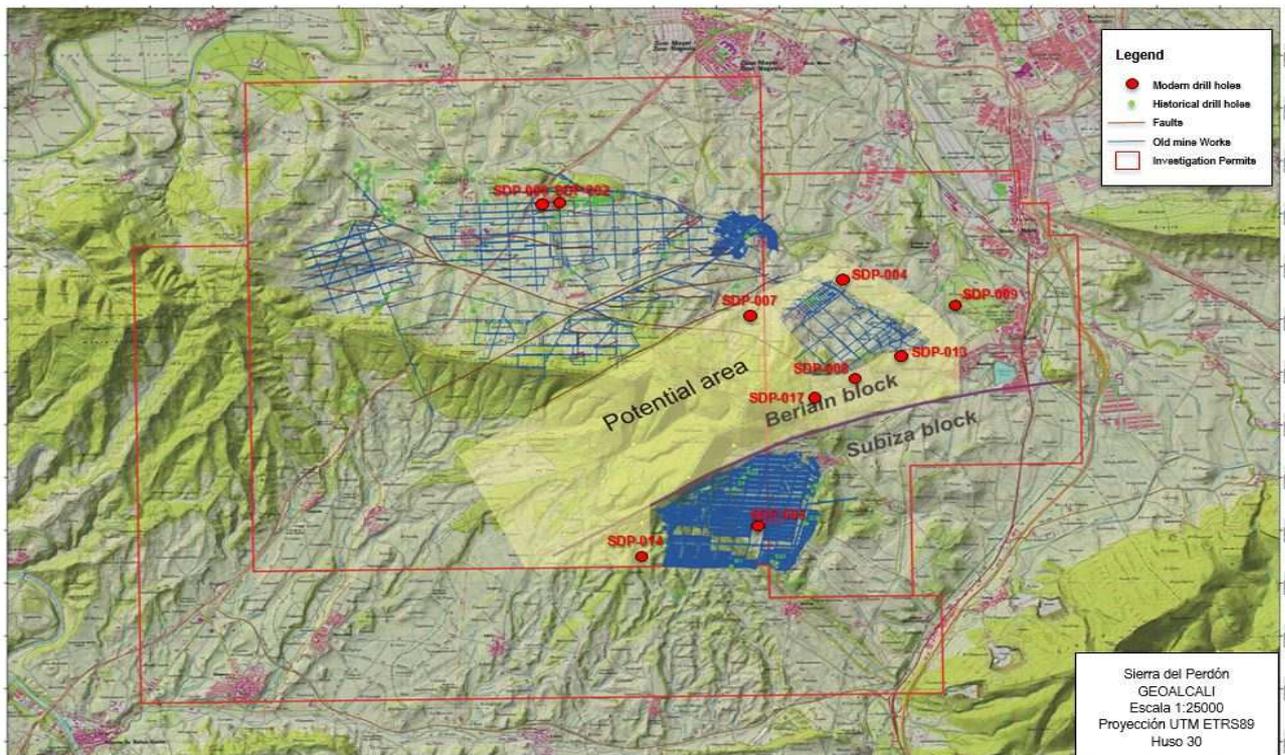


Figure 2: Location of Highfield’s Sierra del Perdón drill holes

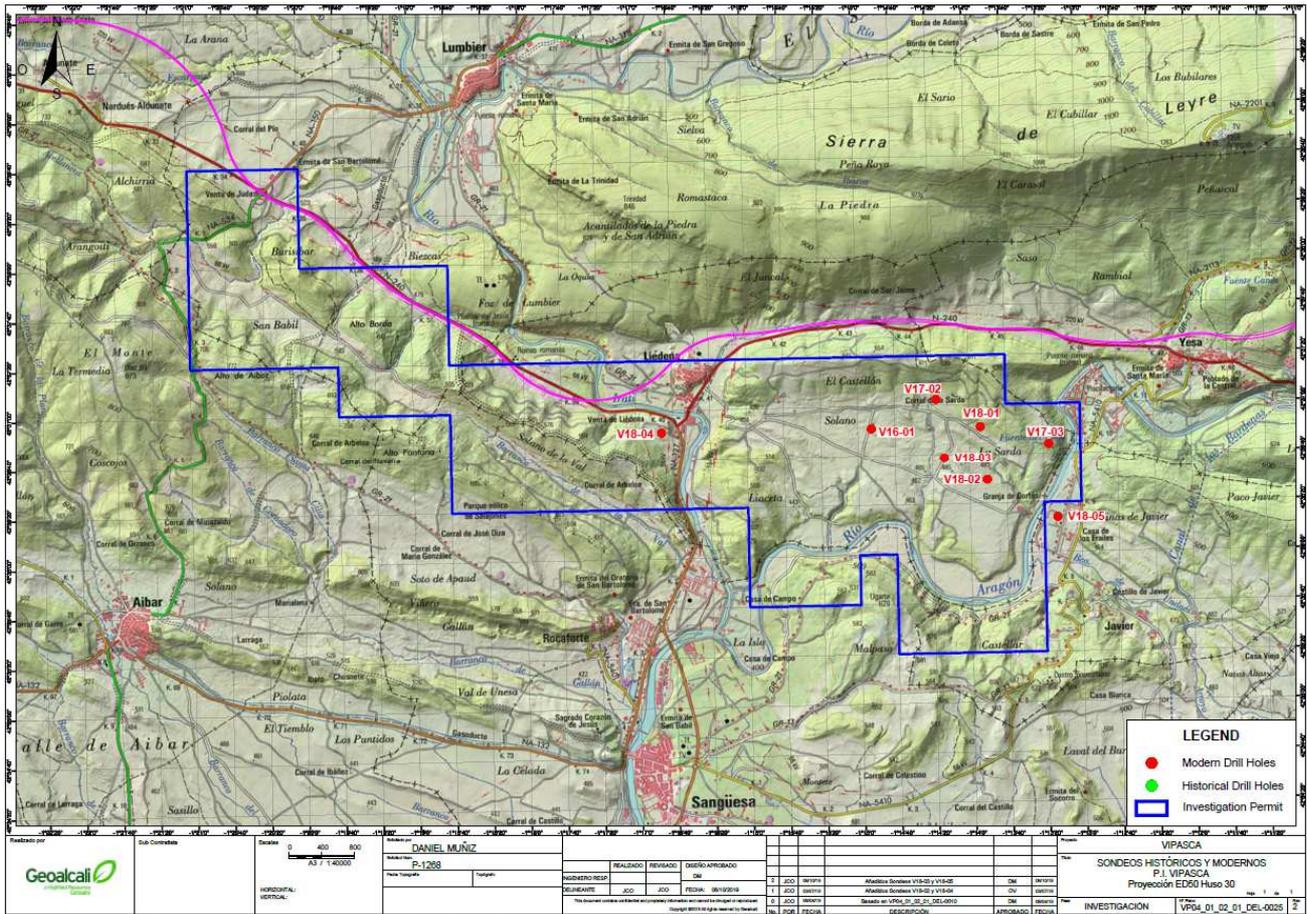


Figure 3: Location of Highfield’s Vipasca drill holes

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

HIGHFIELD RESOURCES LIMITED

ABN

51 153 918 257

Quarter ended ("current quarter")

30 September 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(2,601)	(7,710)
(b) development	-	-
(c) production	-	-
(d) staff costs	(816)	(2,327)
(e) administration and corporate costs	(382)	(838)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	-	(60)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – GST/VAT refunded	96	870
1.9 Net cash from / (used in) operating activities	(3,702)	(10,064)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(29)	(29)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 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	(29)	(29)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	-
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	-	-
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	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	48,813	55,158
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,702)	(10,064)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(29)	(29)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	(181)	(164)
4.6	Cash and cash equivalents at end of period	44,901	44,901

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	44,901	48,813
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)	44,901	48,813

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	382
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	

Payments for Directors' fees and salaries - \$382k

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	

N/A

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	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.		

N/A

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	(9,397)
9.2 Development	-
9.3 Production	-
9.4 Staff costs	(662)
9.5 Administration and corporate costs	(206)
9.6 Other – GST/VAT refunded	288
9.7 Total estimated cash outflows	(9,977)

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	-	-	-	-

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:

(CFO)

Date: 14 October 2019

Print name: Mike Norris

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.