

31 July 2020

QUARTERLY ACTIVITIES REPORT

Quarter ended 30 June 2020

Graphex Mining Limited (**ASX: GPX**) (soon to be renamed Marvel Gold) (**'Graphex'** or the **'Company'**) provides its Quarterly Activities report for the June Quarter. During the Quarter, the Company's activities were focused on the acquisition of Mali gold projects as part of a change in strategic direction and the renegotiation of the debt and security arrangements in place with funds managed by Castlake L.P. (**'Financier'**) as these arrangements relate to the Company's Chilalo project.

Exploration activities on the Mali gold projects commenced during the Quarter.

SUMMARY

Financing update – Chilalo graphite project

- Financier decided not to proceed with the Senior Funding Package for the Chilalo project
- Restructure of debt and security arrangements left Graphex unencumbered
- Graphex to undertake sell-down or refinancing process for Chilalo – proceeds to be used to repay financier with Graphex retaining any excess proceeds

Acquisition of Mali gold projects

- Earn-in JV signed with Altus Strategies plc to earn up to 80% of Tabakorole and Lakanfla, two advanced gold exploration projects in Mali (ASX announcement 17 June 2020)

Exploration

- During the Quarter, Graphex commenced Stage 1 drilling at the Tabakorole Gold Project, comprising:
 - 8 holes of diamond drilling for 1,544 metres
 - 92 holes of air core drilling for 1,811 metres
- Assay results are expected during August 2020 and, together with historical drill results, will underpin the maiden JORC mineral resource estimate in Q4 2020
- Implementation of health and safety measures to mitigate potential COVID-19 risks

Board and management restructure

- Appointment of Andrew Pardey (ex-CEO of FTSE250 gold producer, Centamin plc) as Non-Executive Director
- Appointment of Chris van Wijk as Executive Director and Exploration Manager

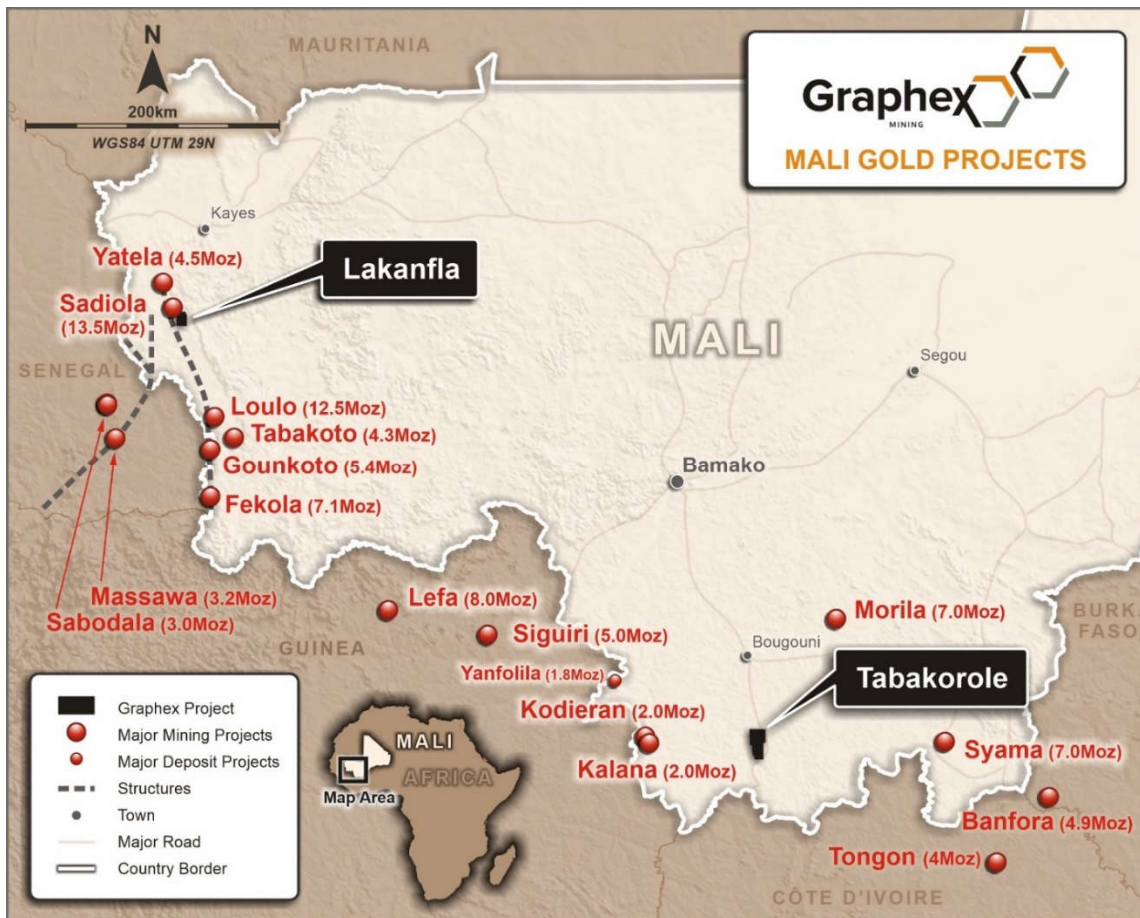
Corporate

- Change of name to Marvel Gold Limited
- \$5.0M capital raising to support exploration and business development in Mali
- Shareholder approval of key transactions to give effect to the change in strategic direction

THE MALI GOLD PROJECTS

The location of the Mali Gold Projects is shown below in Figure 1.

Figure 1: Location of the Mali Gold Projects



The Tabakorole Gold Project covers an area of 100 km² and is located in southern Mali, approximately 230km south of the capital city of Bamako. Historical results of diamond and Reverse Circulation ('RC') drilling at Tabakorole include:

- **44m @ 3.3 g/t Au** from 24m in hole 05TKRC-18
- **60m @ 2.9 g/t Au** from 14m in hole 05FLRC-11
- **16m @ 9.3 g/t Au** from 80m in hole 05FLRC-51

In 2007, a historical mineral resource estimate was reported ('Tabakorole MRE') as follows:

Table 1. 2007 Tabakorole MRE¹

	Indicated Resources			Inferred Resources		
	Tonnes	Au (g/t)	Oz (Au)	Tonnes	Au (g/t)	Oz (Au)
Oxide	1,040,000	1.01	34,000	960,000	1.13	35,000
Sulphide	6,840,000	0.94	207,000	9,590,000	1.04	318,000
Total	7,880,000	0.95	241,000	10,550,000	1.05	353,000

1. *The information in this Presentation that relates to the Tabakorole MRE was announced on 17 June 2020. The Tabakorole MRE was not reported in accordance with the 2012 JORC Code; a competent person has not done sufficient work to classify the Tabakorole MRE as mineral resources in accordance with the 2012 JORC Code; and it is uncertain that following evaluation and/or further exploration work that the Tabakorole MRE will be able to be reported as mineral resources in accordance with the 2012 JORC Code. Graphex confirms that it is not in possession of any new information or data relating to the Tabakorole MRE that materially impacts on the reliability of the Tabakorole MRE or Graphex's ability to verify the Tabakorole MRE as mineral resources in accordance with Appendix 5A of the 2012 JORC Code and the supporting information provided in the announcement of 17 June 2020 continues to apply and has not materially changed.*

The Company has significantly advanced its conceptual understanding of the Tabakorole Gold Project following detailed analysis of the post-2007 exploration data (not previously included in the Tabakorole MRE), on-site technical review of core and drillhole information (2019 and May 2020), a review of the structural controls on mineralisation and an updated 3D model of the mineralised system.

Based on this analysis, the Company believes that there is an immediate opportunity to increase the resource estimate size and ore grade at Tabakorole:

- Since the Tabakorole MRE was reported in 2007, four drilling campaigns have been completed in 2010, 2011 and 2014, which returned high-grade intersections including (ASX announcement dated 17 June 2020):
 - **18m at 6.0 g/t Au** from 12m (hole 10FLRC-12A);
 - **26m at 2.9 g/t Au** from 46m (hole 10FLRC-06A);
 - **24m at 2.5 g/t Au** from 48m (hole 10FLRC-01A);
- These drillholes are **not included** in the Tabakorole MRE and together with the Stage 1 drill program already underway, will underpin a maiden 2012 JORC Code resource estimate;
- The deposit displays a high degree of strike continuity and there are a number of untested gaps along the 3km strike length of the deposit, which represent immediate drill targets;
- Much of the drilling has been within the top 130m of the deposit, with higher grade trends inadequately drill tested below this depth;
- Opportunity for a higher grade through modelling of the mineralisation at a nominal 0.5g/t Au cut-off grade (the Tabakorole MRE used a broad 0.2g/t Au halo which incorporated significant dilution between well-defined and coherent lodes); and
- Testing for high-grade underground potential (eg. around the open intercept of 9m @ 11.2 g/t Au from 307m downhole, hole 05 FLDDDH-14).

The Lakanfla Gold Project is located in the Kenieba inlier of western Mali, adjacent to the northern section of the gold-rich Senegal Mali Shear Zone (SMSZ). The project lies 6km to the south-east of the tier 1 Sadiola gold mine (13.5Moz production historically) and 35km SE of the Yatela gold mine (4.5Moz production historically).

Lakanfla hosts a significant number of active and historic artisanal gold workings which are coincident with major geochemical and gravity anomalies. Significantly, there is evidence of ground collapse at surface, indicative of karst (or cave-like) voids at depth within carbonate rock units. This is geologically analogous to the 4.5moz Yatela deposit some 35km to the north-west and also the Sadiola FE3 and FE4 pits which are around 3km to the north-west of the license boundary.

Historical drilling has returned encouraging intersections including **26m at 5.1 g/t Au from 32m (hole 04KRC-02) and 18m at 4.31 g/t Au from 34m (hole 04KDD-06)**. In addition, several drillholes have intersected voids and unconsolidated sand at depths of up to 150m below surface. However, none of the priority gravity low targets have been systematically drill tested. Of the historical drilling that has been undertaken at Lakanfla, 35 holes coincide with the priority targets, however the majority of these holes were drilled no deeper than 75m vertical depth and the exploration target is expected to be below this stratigraphic level at the bedrock-weathering interface. In comparison with the nearby large scale Yatela deposit, which is a direct exploration analogue, mineralisation was encountered at depths up to 220m below surface and as such, the Company believes that a valid exploration target of this style exists at Lakanfla.

The Company is of the view that the major karst target identified by a 2014 gravity survey has not been drill tested and with the project showing geological and geophysical similarities to the Yatela deposit, an opportunity exists to carry out a structured drilling program to test these anomalies.

For further information on the Mali Gold Projects, see ASX announcements dated 17 June 2020 and 2 July 2020.

Earn-in agreement to Mali gold projects

During the Quarter, Graphex undertook a process to assess new project opportunities and executed a transaction with Glomin Services Ltd (**'Glomin'**), a wholly-owned subsidiary of Capital DI Limited (**'Capital DI'**), a ~5% shareholder of Graphex, under which Graphex acquired Glomin's interest in a Joint Venture (**'Mali JV'**) with Altus Strategies Plc (**'Altus'**) to earn-in to two Mali gold exploration projects, Tabakorole and Lakanfla (**'Mali Gold Projects'**).

The key terms of the agreements with Glomin and Capital DI include:

- The issue of 35 million shares to Capital DI (**'Capital DI Shares'**) as consideration for reimbursement of approximately US\$450,000 of JV related expenditure incurred by Glomin;
- The number of shares was based on a price of \$0.02 per share, being the price at which the Company proposes to undertake the Placement and the Entitlement Offer (see below);
- Capital DI agreed to contribute A\$150,000 under the Placement and to underwrite \$850,231 of the proposed Entitlement Offer (including the take up of its entitlements under that offer); and
- Under the Mali JV, Glomin was previously earning a 33% interest in the Mali Gold Projects in the first stage of the earn-in arrangement. By acquiring Glomin's interest in the Mali JV, Graphex can earn up to 80% in the Mali Gold Projects subject to certain milestones including drilling, expenditure and completion of feasibility studies. Graphex could potentially move to 100% ownership if it is ultimately the sole funder of project construction.

For more detailed information on the Mali JV, see the ASX announcement dated 17 June 2020 and the Notice of Meeting lodged with ASX on 18 June 2020.

EXPLORATION

During the Quarter, Graphex commenced Stage 1 drilling at the Tabakorole Gold Project, comprising:

- 8 holes of diamond drilling for 1,544 metres; and
- 92 holes of air core drilling for 1,811 metres.

The diamond drilling program satisfied the main requirement for the Company to earn a 33% interest in Tabakorole under the joint venture with Altus. The Stage 1 drilling follows 2,042m of air core drilling and 520

line km of ground magnetics conducted in early 2020 by joint venture vendor Glomin under the direction of Executive Director, Chris van Wijk.

Samples from the recently completed drilling at Tabakorole have been despatched to the assay laboratory, with results expected in August 2020. The Company will use these results to produce a maiden resource estimate in accordance with the 2012 JORC Code. For further information on the recently completed Stage 1 drilling, see ASX announcement dated 16 July 2020.

As at the date of this report, the Company, its staff and contractors have not been impacted by the COVID-19 pandemic. The Company has had access to both expatriate and Malian geologists to undertake the recently completed work programs and this will remain the case for the next phase of exploration. The Mali borders have begun to re-open which will allow the Company to conduct its forecast exploration programs with minimal disruption caused by COVID-19.

The Company will continue to focus on the health and safety of its staff and contractors and has implemented the following measures to ensure their well-being is maintained including:

- Restrictions on entry into the exploration camp or drill site (only employees unless approved and supervised);
- Restrictions on staff visiting local villages with strict approval process and masks to be worn if visiting local villages;
- Increased camp security and hand washing procedures prior to exit/entry to camp or drill site;
- No hand shaking or unnecessary physical contact;
- Education and training on COVID-19 facts and transmission risks;
- Social distancing in camp and drill site;
- All vehicles stocked with alcohol-based hand sanitiser;
- Diluted bleach made available to drivers for daily vehicle cleaning; and
- Any person with a high temperature, cough or shortness of breath is required to self-isolate in the camp.

FINANCING UPDATE – CHILALO GRAPHITE PROJECT

As a result of the economic uncertainty caused by COVID-19, the Financier decided not to proceed with the previously announced senior funding package for the development of the Company's Chilalo Graphite Project ('**Chilalo Project**').¹

The Financier's decision was reached prior to the completion of all due diligence and is therefore not a negative reflection on the quality of the Chilalo Project, the Tanzanian investment climate for mining projects or the coarse flake graphite market opportunity.

Since the release of the Definitive Feasibility Study on 29 January 2020, the Company held discussions with numerous parties regarding potentially investing alongside the Financier in funding for construction of the Chilalo Project. The Company is continuing these discussions with a view to undertaking a process for the sell-down or refinancing of the Chilalo Project ('**Chilalo Process**' as described below).

¹ See ASX announcement 29 October 2018.

Amended agreements confine security to Chilalo Project entities – Graphex unencumbered

In order to provide the Company with the best opportunity to achieve an outcome that is in the best interests of shareholders, the Company and the Financier restructured the Loan Note Subscription Agreement ('LNSA'), under which approximately US\$6.2M (including capitalised interest and fees) was outstanding ('LNSA Debt') at 30 June 2020.

Graphex and the Financier reached agreement on amendments to the LNSA ('Amended LNSA') that, among other things, include confining the Financier's security to Chilalo Project related assets and removing the Financier's legal recourse to Graphex. The removal of Graphex from the amended security package is critical, as it positioned the Company to pursue other opportunities and raise capital. The Amended LNSA also includes a two-year extension (to October 2022) for repayment of the LNSA Debt.

In exchange for removal of the Financier's legal recourse to Graphex and extension of the repayment date for the LNSA Debt, Graphex agreed to, among other things:

- Pay an amendment fee of 7.5% of the LNSA Debt, which will be capitalised to the LNSA Debt;
- Pay a security release fee of US\$100k cash to the Financier out of proceeds from the capital raising;
- Issue 7.5 million Graphex shares to the Financier, which are subject to voluntary escrow until 15 June 2021;
- Undertake a minimum capital raising of A\$1 million;
- Undertake and manage the Chilalo Process – the Chilalo Process will consider multiple transaction forms, including a refinancing for project development, offtake related financing, earn-in or joint venture arrangements and a sale (full or partial). The Company anticipates that the Chilalo Process will take some time to complete, particularly in light of current travel restrictions, and notes that the LNSA Debt is not repayable until 29 October 2022.
 - Should the Chilalo Process yield cash proceeds that exceed the LNSA Debt, Graphex will receive the excess proceeds; and
 - If the Chilalo Process does not result in repayment of the LNSA Debt by 29 October 2022, the Financier will take control of the Chilalo Project, with no recourse to Graphex.

For further information on the Amended LNSA, see the ASX announcement dated 17 June 2020 and the Notice of Meeting lodged with ASX on 18 June 2020.

CORPORATE

Cash

As at 30 June 2020, the Company had cash of \$0.3 million.

Capital raising

In order to meet the conditions of the agreements with the Financier, to provide funding for gold exploration of the Mali Gold Projects and support business development initiatives, the Company will undertake a fully underwritten 1 for 1 non-renounceable *pro rata* entitlement offer at a price of \$0.02 per Graphex share ('Entitlement Offer') and has completed a share placement to sophisticated and professional investors ('Placement'), which together will raise a total of \$5.0 million before costs.

The Placement, which entailed the issue of 137,500,00 shares at \$0.02 to raise approximately \$2.7 million, completed on 30 July 2020.

Pursuant to the Entitlement Offer, the Company will issue 115,011,555 fully paid ordinary shares in the capital of the Company ('**New Share**') at an issue price of \$0.02 per New Share, to raise approximately \$2.3 million (before costs). As outlined in the indicative timetable below, acceptances for the Entitlement Offer close at **5:00 pm (AWST) on 12 August 2020**.

Event	Date ¹
Announcement of Entitlement Offer lodgement of Prospectus with ASX	21 July 2020
Notice of Entitlement Offer sent to ineligible shareholders	22 July 2020
Shares quoted on an "ex" basis	23 July 2020
Record Date for determining eligibility of Shareholders to participate under the Entitlement Offer	24 July 2020
Prospectus dispatched to Eligible Shareholders and Graphex announces that this has occurred Entitlement Offer Opens	29 July 2020
Last day to extend the Entitlement Offer closing date	7 August 2020
Closing Date for acceptance and payment	12 August 2020
If agreed by ASX, securities quoted on a deferred settlement basis	13 August 2020
Announcement of results of Entitlement Offer	17 August 2020
Allocation of Shares not subscribed for under the Entitlement Offer, if any to underwriters (Underwriter Shares)	17 August 2020
Issue of New Shares and lodgement of Appendix 2A with ASX	19 August 2020
Despatch of holding statements	21 August 2020

- All dates (other than the date of the Prospectus and the date of lodgement of the Prospectus with ASIC and ASX) are indicative only. Subject to the Corporations Act 2001 (Cth) and the ASX Listing Rules, the Directors of the Company reserve the right to vary these dates, including the closing date of the Entitlement Offer, without prior notice.*

Board and management additions

To strengthen the Board's west African gold exploration expertise, the Company appointed Mr Andrew Pardey as a Non-executive Director and Mr Chris van Wijk as an Executive Director.

Andrew Pardey has over 30 years in the mining industry with experience in exploration, project development, construction and operations. Between February 2015 and December 2019, he was Chief Executive Officer of Centamin Plc which holds the Tier 1 Sukari Gold Mine. Andrew also served as General Manager Operations at Sukari before his previous appointment as Chief Operating Officer in May 2012. He was a major driving force in bringing Sukari into production, having joined during the mine's construction phase, and was instrumental in the successful transition of the operation through construction and into production. Andrew holds a BSc in Geology and has also previously held senior positions in Africa, Australia and other parts of the world including Guinor Gold Corporation and Ashanti Goldfields, now AngloGold Ashanti.

Chris van Wijk is an experienced geologist, who specialises in project evaluation and project generation. Chris brings to his role in Graphex a wealth of relevant experience including base metal and gold exploration in Africa, Europe, the Americas and Australia as well as joint venture management and project evaluation for major mining companies including BHP, IAMGOLD, First Quantum Minerals and Fortescue Metals Group. Chris has managed various successful exploration projects including the Scoping Study at Mont Nimba in Guinea for BHP Billiton and the resource drilling at First Quantum’s Sentinel Project in Zambia. Chris has a Master of Science in Ore Deposit Geology from the University of Western Australia and is a member of the AUSIMM.

Mr Daniel Saint Don stepped down from the Board.

Shareholders’ meeting

Post Quarter end, a general meeting was held at which shareholders approved resolutions relating to the restructure of the LNSA, acquisition of the Mali Gold Projects, change of the Company name and the issue of shares and options.

Name change

The change to the Company’s name from Graphex Mining Limited to Marvel Gold Limited was approved by shareholders at the general meeting held on 20 July 2020 and took effect with the Australian and Securities Investment Commission on the same day. The change of name with ASX and new ASX ticker code (MVL) will however only take effect following completion of the Entitlement Offer.

TENEMENT INTERESTS

Table 1 shows the Company’s tenement interests as at 30 June 2020.

Table 1. Tenement interests

Tenement	Ownership	Project	Location
ML 569/2017 - Chilalo	100%	Chilalo	Tanzania
PL 11050/2017 - Chilalo West	100%	Chilalo	Tanzania
PL 11034/2017 - Chilalo	100%	Chilalo	Tanzania
PL 9929/2014 - Chikwale	100%	Chilalo	Tanzania
PL 9946/2014 - Machangaja	100%	Chilalo	Tanzania
PR15/758 - Tabakorole ¹	-	Tabakorole	Mali
PR18/950 - Lakanfla ¹	-	Lakanfla	Mali

1. Subject to the terms of an earn-in agreement, the details of which are set out in ASX announcement 17 June 2020 and the notice of meeting lodged with ASX on 18 June 2020.

REFERENCE TO PREVIOUS ASX ANNOUNCEMENTS

In relation to the exploration results announced on 17 June 2020, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements.

Authorised for release by the Board of Directors.



PHIL HOSKINS
Managing Director

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Manager**
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For more information, visit www.graphexmining.com.au.



Appendix 5B

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

Name of entity

Graphex Mining Limited

ABN

77 610 319 769

Quarter ended ("current quarter")

30 June 2020

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	(279)	(3,677)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(98)	(665)
	(e) administration and corporate costs	(134)	(890)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	2
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	50	437
1.8	Other (Business development activities)	(12)	(553)
1.9	Net cash from / (used in) operating activities	(473)	(5,346)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	(16)
	(d) exploration & evaluation (if capitalised)	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
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	-	(16)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	35	3,487
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(69)	(407)
3.5	Proceeds from borrowings	-	1,285
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	(34)	4,365

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	807	1,265
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(473)	(5,346)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(16)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(34)	4,365

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	5	37
4.6	Cash and cash equivalents at end of period	305	305

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	75	720
5.2	Call deposits	230	87
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)	305	807

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

Current quarter \$A'000
93
-

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

Non-executive Directors fees and Managing Directors salary (including superannuation).

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

7. Financing facilities

Note: the term "facility" includes all forms of financing arrangements available to the entity.

Add notes as necessary for an understanding of the sources of finance available to the entity.

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

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

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

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(473)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(473)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	305
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	305
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	0.6

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

- 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: It is expected that the cash outflows for the following quarter will increase in line with the Company's Mali exploration strategy / program. See Company announcement 16 July 2020.

- Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: The Company is currently completing an underwritten entitlement offer to raise \$2.3M before costs and a private placement that will complete on 29 July 2020 to raise \$2.75M before costs.

- Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes. Based on its ability to raise equity capital and the support of major shareholders.

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: 31 July 2020

Authorised by: By the board
(Name of body or officer authorising release – see note 4)

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.