

## QUARTERLY ACTIVITIES REPORT TO 30 JUNE 2019

### **UPDATED MINE PLAN DEMONSTRATES ROBUST CASH FLOW FROM PRODUCTION OF 1.1Moz OVER AN 8-YEAR MINE LIFE**

*June quarter production of 36,658oz at an AISC of \$1,519/oz within updated guidance; Cash and equivalents of \$45m at June 30 after \$18m debt repayment*

#### **Mt Morgans Gold Operations (MMGO)**

- 36,658 ounces produced (previously reported) at 97% recovery, within updated production guidance of 36,000-38,000oz
- Production performance primarily impacted by not meeting scheduled mine plan in June quarter
- MMGO AISC of A\$1,519/oz (previously reported) within updated guidance of A\$1,500-\$1,600/oz

#### **Updated Life of Mine (LOM) Plan**

- Updated LOM Plan released subsequent to quarter-end:
  - 8-year LOM delivers annual production of 170,000oz over first 5 years at an MMGO All-In Cost of A\$1,340-A\$1,440/oz
  - Total gold production of 1.1Moz<sup>1</sup> at a consolidated All-In Cost of A\$1,280 – A\$1,380/oz

#### **FY2020 Operating Guidance**

- FY2020 production guidance is 150,000-170,000oz at an MMGO All-in-Cost of A\$1,400-\$1,500/oz (including all MMGO capital spend)
- Consolidated All-In-Cost over FY2020 is A\$1,450-A\$1,550/oz

#### **Exploration**

- New high grade gold discovery north of Westralia below the historic Morgans North pit
- Intercepts including 1.7m @ 127g/t, 14.3m @ 12.7g/t, 31m @ 6.3g/t and 3.2m @ 12.5g/t are some of the thickest and highest grade gold mineralisation intersected at Westralia

#### **Corporate**

- Cash and cash equivalents at June 30 totaled A\$45 million
- Total debt now A\$105.5 million following repayment of A\$18 million during the quarter
- Company hedge book totals 147,449 ounces at A\$1,810/oz through to end of FY2021

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<sup>1</sup>Cautionary Statement: The Life of Mine plan is based partly on Inferred Mineral Resources (8% of the LOM) – please refer to page 8 for a Cautionary Statement regarding the low level of geological confidence in Inferred Mineral Resources

Dacian Gold Ltd (**Dacian Gold or the Company**) (ASX: DCN) is pleased to provide its operating and financial results for the June quarter, 2019.

Dacian Executive Chairman Rohan Williams said that while the quarter had been a challenging one from an operational perspective, the Company believed it was firmly back on track with a revised life-of-mine plan which would generate strong production, robust margins and substantial cash flow.

“We were obviously very disappointed that Mt Morgans did not perform in line with the scheduled mine plan during the quarter,” Mr Williams said.

“However, we are confident that we have identified the key reasons for this, as outlined previously, and that the measures adopted and key learnings from our first full year of operations have been incorporated as part of the new life-of-mine schedule.

“We are continuing to see improvements across the operation, including positive trends with development and ore production as we access ore across three declines in Westralia and an uplift in grade at the Jupiter open pit as we progress into the Cornwall Shear Zone.

“We are comfortable with the revised production and cost forecasts and believe there is scope to grow mine life based on the very promising exploration results being generated at Mt Morgans.”

## **OPERATIONS**

### **NOT MEETING SCHEDULED PRODUCTION PLAN IS PRINCIPAL CAUSE FOR JUNE QUARTER PRODUCTION SHORTFALL AND REVISED PRODUCTION GUIDANCE**

The Company’s Total Recordable Injury Frequency Rate (**TRIFR**) for the quarter was 14.6.

As previously reported (see ASX release 5 June 2019), production and cost guidance at MMGO was revised from 50,000-55,000oz to 36,000-38,000oz at an All-In-Sustaining-Cost (**AISC**) of between A\$1,500-\$1,600/oz.

MMGO subsequently produced 36,658 ounces during the June quarter at an AISC of A\$1,519/oz, within updated guidance (see ASX announcement 15 July 2019).

Total reconciled contained gold mined during the quarter was over 42,000oz. The principal cause for the lower quantity of contained gold mined was due to approximately 11,000oz from both the underground and the open pit that was scheduled to be mined, but due to timing issues, was not mined during the quarter and is scheduled to be mined in the September quarter.

Milling performance was negatively impacted during the quarter due to the ball mill motor which failed on 1 June 2019 resulting in an unplanned 3-day shut down of the processing plant.

Despite the disappointing June quarter, the current grade control model to mill reconciled production across all mines since the processing of ores commenced remains high at 98%.

At the time of this report, the claimed total mined production grade for July was 2.2g/t with the underground claimed grade increasing to 3.6g/t.

A summary of MMGO key operating statistics for the June quarter is shown in Figure 1 below.

Q/Q FY19	Unit	SQ	DQ	MQ	JQ
<b>Underground</b>					
Stope Ore Mined	kt	101	113	197	185
Development Ore Mined	kt	76	82	53	30
<b>Total Ore Mined</b>	<b>kt</b>	<b>177</b>	<b>195</b>	<b>250</b>	<b>215</b>
Mined Ore Grade	g/t	3.3	4.2	3.0	2.5
Contained Gold Mined	oz	18,999	25,925	23,637	16,959
Ore Mining Rate	tpd	1,924	2,137	2,778	2,360
Metres Developed - Capital	m	1,678	1,355	984	1,712
Metres Developed - Operating	m	1,689	1,945	1,815	698
<b>Total Development</b>	<b>m</b>	<b>3,367</b>	<b>3,300</b>	<b>2,799</b>	<b>2,410</b>
<b>Open Pit</b>					
Ore Mined	kt	443	537	445	572
Mined Ore Grade	g/t	0.8	0.9	0.9	1.4
Contained Gold Mined	oz	11,419	15,304	13,007	25,158
Ore Mining Rate	tpd	4,896	5,838	4,944	6,288
Waste Mined	kbcm	1,887	2,107	2,089	2,212
<b>All Mining</b>					
Ore Mined	kt	620	732	694	787
Mined Ore Grade	g/t	1.5	1.8	1.6	1.7
Contained Gold Mined	oz	30,418	41,229	36,644	42,117
<b>Processing</b>					
Ore Milled	kt	681	630	688	665
Processed Grade	g/t	1.4	2.0	1.7	1.8
Contained Gold	oz	30,879	40,775	36,641	37,754
Gold Recoveries	%	94.9%	93.0%	96.0%	97.0%
Mill Throughput	tpd	7,402	6,842	7,644	7,310
<b>Gold Produced</b>	<b>oz</b>	<b>29,316</b>	<b>37,934</b>	<b>35,003</b>	<b>36,658</b>
Gold Sold	oz	29,249	34,055	39,315	35,685
Gold-on-Hand	oz	5,445	9,913	4,474	5,026
Average Sell Price	A\$/oz	1,734	1,733	1,770	1,764
AISC (Produced Gold)	A\$/oz	-	-	1,488	1,519

**Figure 1: Summary of Key Operating Statistics for the June Quarter at MMGO**

## **UNDERGROUND – WESTRALIA MINE AREA**

The Westralia Underground produced 215,000t @ 2.5g/t gold for 16,959 ounces during the June quarter, a decrease in production levels from the March quarter.

Grade and ounces were below expectations quarter-on-quarter mainly due to a combination of reduced ore development productivity and a number of high grade stopes that were in the mining schedule were not able to be extracted during the June quarter. These stopes have been rescheduled for September quarter production.

The reduction in stope mining negatively impacted production grade during the quarter which was 2.5g/t, down from 3.0g/t in the March quarter.

Despite the quarter's reduced performance, average daily production rates of 2,360 tonnes per day (**tpd**) were achieved with stoping production comprising 86% of all ore tonnes mined and ore development contributing 14%. The higher stoping-to-development split for the quarter is a consequence of delayed ore development rates.

Ore production of 2,360 tpd for the June quarter was sourced mainly from the Beresford South and Beresford North declines. The Allanson decline commenced its first stoping activities during the June quarter and is expected to ramp up ore contribution in the coming months.

In addition to those areas that were in the mine schedule but were not completed during the June quarter, ore development and stoping production from certain subordinate lodes at Westralia also contributed to the lower production result due to some grade underperformance.

A total of 33,710m of diamond grade control drilling was completed during the quarter.

Underground mining conditions across Westralia continue to meet expectations with over 165 stopes now completed since mining commenced. The total unplanned dilution of all 165 stopes, as measured by a digital cavity monitoring system, is only 2.5% by volume (tonnes).

### September Quarter

During the September quarter, ore is being accessed at Beresford South on four levels with 17 stopes scheduled for production, whereas at Beresford North, ore is set to be accessed on four levels with 19 stopes scheduled to be mined.

At Allanson, six levels are expected to be developed and production is expected from 10 stopes following the commencement of stoping activities in the June quarter.

A lower level of scheduled stope extraction for the September quarter reflects a focus on accelerating development rates at Westralia during the 1HFY2020.

The Company believes the accessing of ore across the three separate declines, continued development across additional levels at each of the declines, and a normalising stoping-to-development ratio, bodes well for a consistent grade profile over time that is in line with Ore Reserve grade expectations.

Importantly, at the time of this report, the claimed production tonnes and grade, as well as lateral mine development for Westralia was at the forecast levels for July.

### **OPEN PIT – JUPITER MINE AREA**

The Jupiter open pit mined a record 572,000t @ 1.4g/t for 25,158 ounces of gold during the June quarter (see Figure 1).

As anticipated, the mine advanced through the higher grade Cornwall Shear Zone (**CSZ**) material during the quarter. A mine production grade of 1.4g/t gold was achieved, which is up 56% against the corresponding production grade of 0.9g/t of the March quarter and compares well against the Ore Reserve grade of 1.2 g/t gold.

Despite the record production in the June quarter, the high grade (2.7g/t) 325RL bench in the Heffernans 2 sub-pit was scheduled to be mined in the June quarter but was mined in early July. The 2-week delay in mining the plus 4,000oz 325RL bench contributed to the June quarter production shortfall from the original guidance.

Combined high grade and low grade open pit ore mining rates averaged 6,288 tpd in the June quarter versus 4,944 tpd for the March quarter with a higher proportion of higher grade ore being mined.

Total material movement at Jupiter was approximately 2.4 million BCM during the quarter with mining focused predominantly on the Heffernans deposit.

Figure 2 below is a photograph showing the extent of open pit mining operations that have been completed to date at Heffernans, centrally located within the larger Jupiter open pit mining complex.



**Figure 2:** Photograph of Current Mining Activities at the Heffernans Pit with the Heffernans Stage 2 on the Left-hand Side of the Heffernans Pit, and Heffernans Stage 5 on the Right-hand Side of the Heffernans Pit.

## September Quarter

Mining of the Heffernans 2 sub-pit will be completed during the September quarter at the 310RL. The focus then turns to the adjacent Heffernans 5 sub-pit where mining focusses on removing the waste that forms the hangingwall to the high grade CSZ (see Figure 2).

### **2.5 MTPA CIL TREATMENT PLANT**

During the June quarter, the average daily mill throughput rate was 7,310 tpd, which is well above the designed 2.5Mtpa rate of the MMGO processing plant.

A total 665,000 tonnes of ore was treated during the quarter with an average grade of 1.8g/t gold (see Figure 1).

Since commissioning of the treatment plant in March 2018, the mill has consistently operated above design rates and the Company anticipates this performance to continue.

Contained gold in the treated ore was 37,754 ounces for the quarter while gold recovery was excellent at 97%, which resulted in gold production for the June quarter of 36,658 ounces.

To date, the actual mine-to-mill reconciliation for the open pit and underground ore feed blend compared to corresponding grade control models is performing very well at 98%.

## **UPDATED LIFE OF MINE (LOM) PLAN<sup>1</sup>**

**AVERAGE ANNUAL PRODUCTION OF 170,000oz AT AN MMGO ALL-IN-COST OF A\$1,340-A\$1,440/oz (INCLUSIVE OF ALL CAPITAL) FOR THE NEXT 5 YEARS UNDERPINS A +1 MILLION OZ 8-YEAR LOM PLAN**

**STRONG POTENTIAL TO INCREASE MINE LIFE THROUGH RESOURCE CONVERSION AND NEW GOLD DISCOVERIES**

Subsequent to quarter-end, the Company released an updated mine plan that demonstrates over one million ounces of gold production over an 8 year LOM with the first 5 years averaging 170,000 ounces per annum<sup>1</sup> (see ASX release 10 July 2019).

The updated MMGO LOM is for the 8-year period FY2020 – FY2027. Over the 8-year LOM period a total of 1.08 million ounces is forecast to be produced<sup>1</sup>. The All-in-Cost (AIC) for this production is A\$1,280-A\$1,380/oz (inclusive of all capital).

The corresponding AIC on a consolidated basis over the 8 year LOM period is A\$1,330-A\$1,430/oz (inclusive of all capital, corporate and exploration expenditure).

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<sup>1</sup>Cautionary Statement: The Life of Mine plan is based partly on Inferred Mineral Resources (8% of the LOM) – please refer to page 8 for a Cautionary Statement regarding the low level of geological confidence in Inferred Mineral Resource

Based on an assumed gold price of A\$1,800/oz and a discount rate of 5%, the discounted pre-tax MMGO cash flows is forecast to be in excess of A\$420 million over the 8-year LOM.

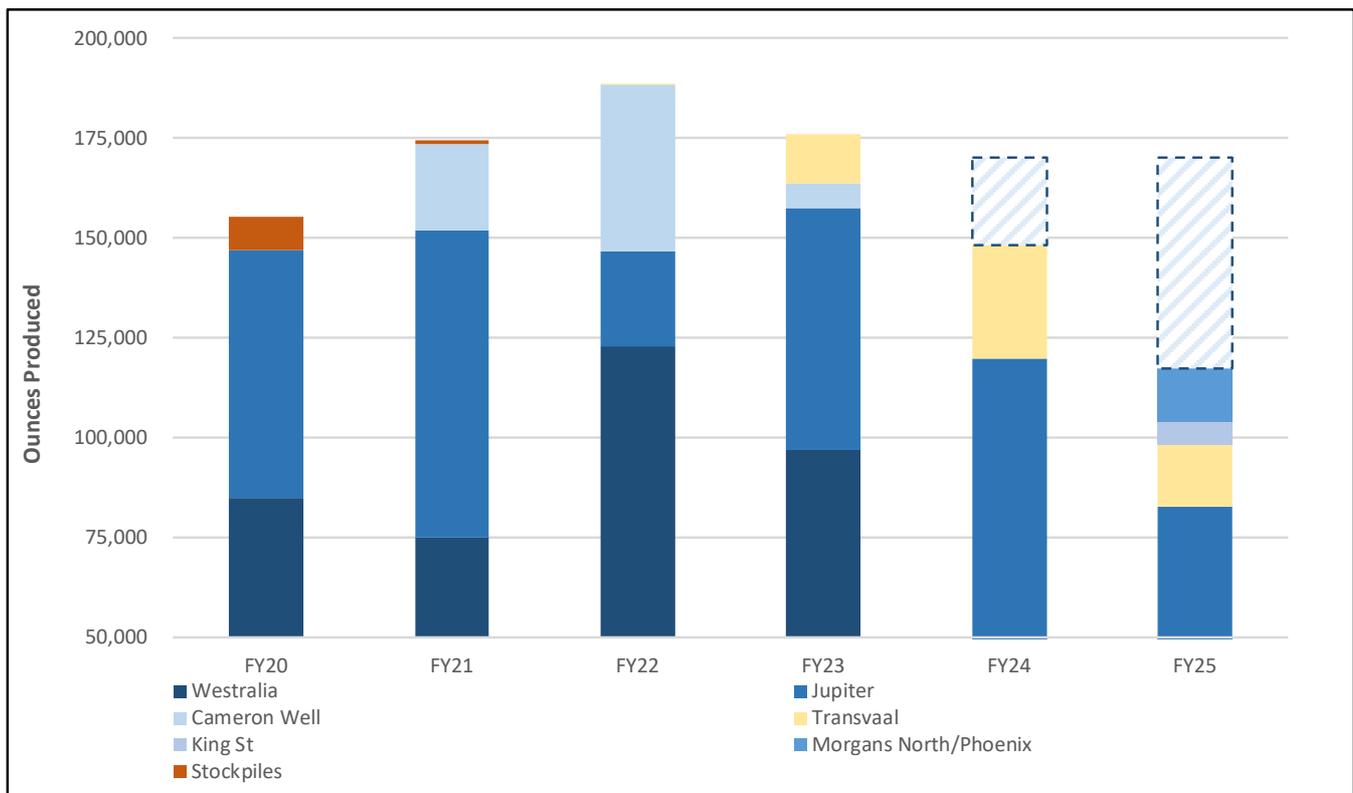
Figure 3 below summarises the updated LOM mine plan annual production profile and associated AIC (inclusive of all capital) for MMGO to FY2027. Note the aggregate production in FY2026 and FY2027 of approximately 105,000 ounces is predominantly from the treatment of low grade stockpiles.

The mine plan demonstrates an average annual production rate of 170,000oz over the first 5-years through to FY2024 at an average MMGO AIC (inclusive of all capital) of A\$1,340 – A\$1,440/oz.

		FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27	FY20-24 Average
Production	(Koz)	150-170	174	189	176	148	117	65	40	170
MMGO AIC	(A\$/oz)	1,350-1,450	1,225-1,325	1,350-1,450	1,325-1,425	1,400-1,500	1,025-1,125	1,140-1,240	1,025-1,125	1,390

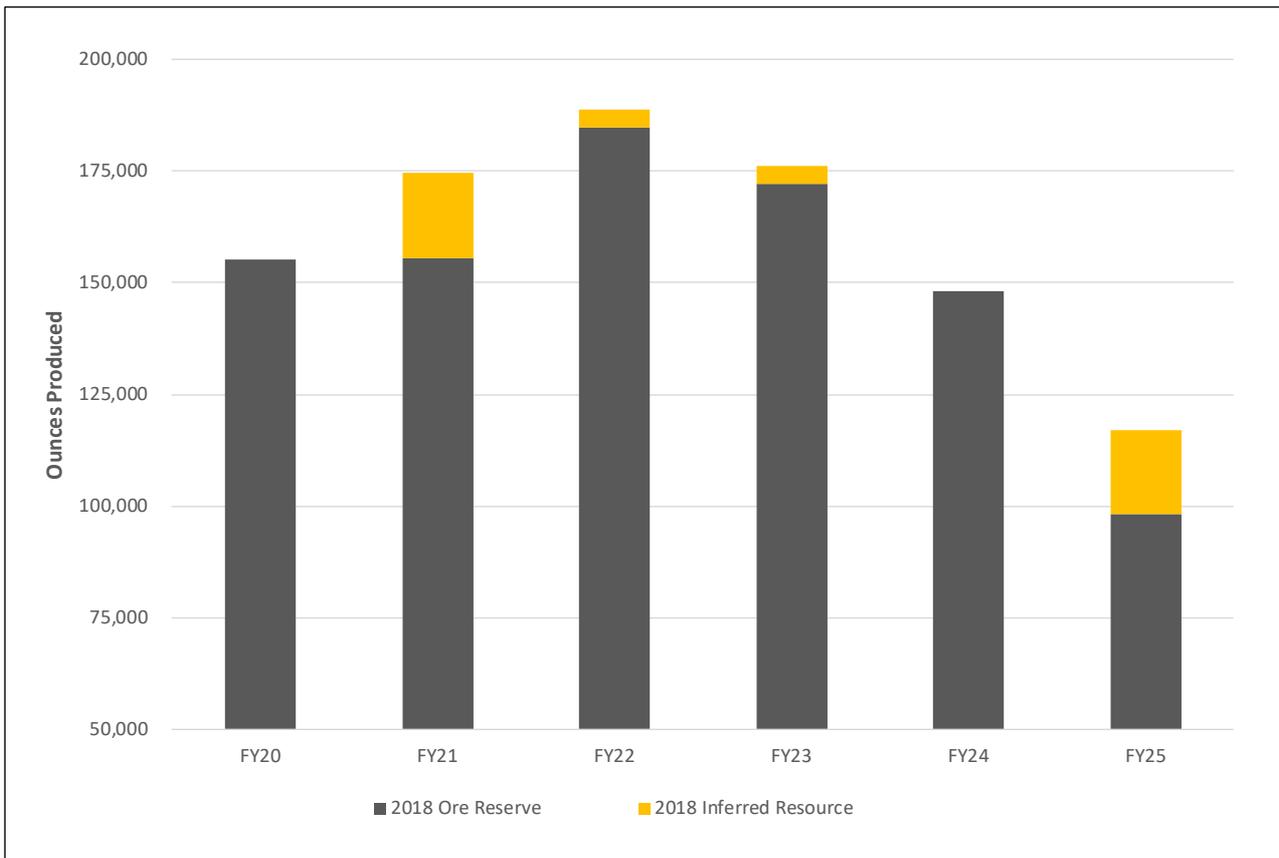
**Figure 3: Updated MMGO LOM Mine Plan Annual Production and All-in-Cost Profile**

Figures 4 and 5 below show the individual production sources for the 6 years to FY2025 and what proportion of each of those years is underpinned by Ore Reserve and Inferred Mineral Resource.



**Figure 4: Updated MMGO LOM Mine Plan by Production Source. Note the Cross-Hatched Areas Shown in FY24 and FY25 Are Not Included in the Production Target in this Report**

100% of the forecast production from Westralia and Jupiter in the MMGO LOM mine plan is based on Ore Reserves. Importantly, 60% of the Westralia Ore Reserve (used in the LOM) has undergone grade control drilling providing a high level of confidence in the Westralia mine plan.



**Figure 5: MMGO LOM Mine Plan Production Source by Classification**

**Cautionary Statement:** The Life of Mine (**LOM**) plan is a Production Target that contains 92% Ore Reserve and 8% Inferred Mineral Resource. There is a low level of geological confidence associated with Inferred Mineral Resource and there is no certainty that further exploration work will result in the conversion to Indicated Mineral Resource or that the Production Target itself will be realised.

During the quarter the Company advised that 85% of the gold contained in that part of the 2018 Ore Reserve estimate that represented the first 14 months of mining at Westralia and Jupiter was recovered from the treatment plant (see ASX releases 5 June 2019 and 10 July 2019). The Company considers this 85% reconciliation as a reasonable result for a mine start-up involving two new underground mines and a new open pit.

88% of the MMGO 2018 Ore Reserve, net of depletion for FY2019 production, has been scheduled in the updated LOM mine plan presented in this announcement. Correspondingly, 85% of the 2018 Westralia and Jupiter Ore Reserve, net of depletion for FY2019 production, has been scheduled in the updated LOM mine plan.

Figures 4 and 5 above show that the LOM mine plan has a consistent base load of Westralia and Jupiter Ore Reserves of approximately 150,000oz per annum through to FY2023 at which time the current Ore Reserves at Westralia are depleted and underground production turns to the Transvaal Ore Reserve (see

Figure 4). Peak gold production is in FY2022 with 189,000oz sourced from Westralia, Jupiter and Cameron Well.

The Company is confident it can convert existing Mineral Resources and identify extensions to known Ore Reserves to increase production levels from FY2024 and beyond, as shown in Figure 4. Sources of Ore Reserve extension and conversion of existing Mineral Resources are potentially available at Westralia (see Exploration section below), Cameron Well and Jupiter.

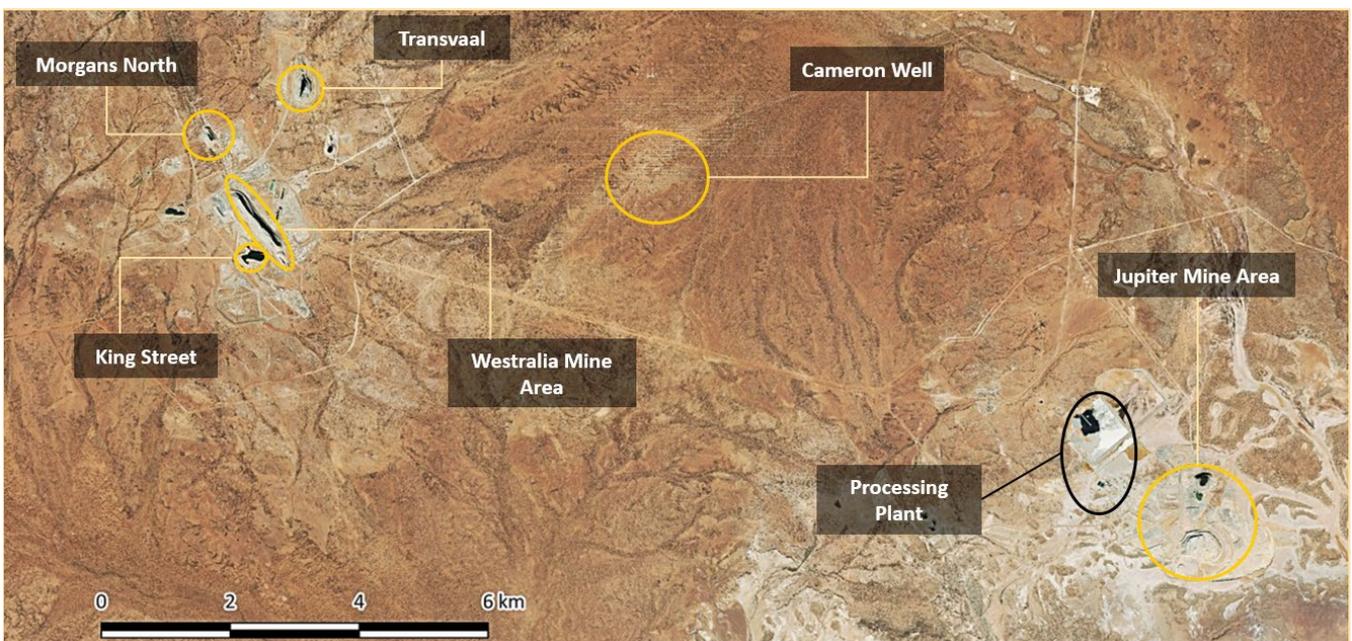
Over the full 8 years of LOM production, Ore Reserves comprise 92% of all gold production (21% Proved Ore Reserve, 79% Probable Ore Reserve) and Inferred Mineral Resource comprises 8% (see also Figure 5 above).

Figure 6 below shows the key operating outputs from the MMGO mine plan. The MMGO treatment plant has consistently operated above nameplate operating rates of 2.5Mtpa in various ore types since commissioning, and the Company expects these processing levels to continue.

		FY20	FY21	FY22	FY23	FY24	FY25	FY20-24 Average
Processed	(Mtpa)	2.7	2.9	2.9	2.9	2.9	2.9	2.9
Grade	(g/t)	2.0	2.0	2.2	2.0	1.7	1.3	2.0
Recoveries	(%)	94	94	94	94	94	94	94
Production	(Koz)	150-170	174	189	176	148	117	170

**Figure 6: Key Operating Summary Outputs for MMGO**

The location of all production sources shown in Figures 4 and 5 above are shown in Figure 7 below. Note the close proximity of the processing plant to all LOM mine plan production sources.



**Figure 7: Location Map of MMGO LOM Mine Plan Production Sources**

As discussed above the Company is confident that through ongoing Mineral Resource conversion and extensional drilling, specifically at Westralia, sustaining an annual production rate of 170,000ozpa through to FY2025, as well as extending mine life, is achievable.

In this regard, the Company is focused on ongoing conversion of Inferred Mineral Resource and is pursuing the targeted areas to the north of Beresford and Allanson for potential resource growth.

Recent drilling success at Morgans North (see Exploration section below), as well as at Cameron Well, provides strong validation that the Company's current exploration model has the potential for new areas of production.

## **FY2020 OPERATING GUIDANCE**

### **PRODUCTION OF 150,000-170,000oz AT AN MMGO ALL-IN-COST OF A\$1,400-\$1,500/oz**

The Company forecasts production for FY2020 of 150,000-170,000oz at an MMGO All-in-Cost of A\$1,400-A\$1,500/oz.

The Company anticipates a continued focus on accelerating planned development rates at Westralia during the 1HFY2020. This effort will position the Company favourably from the beginning of 2HFY2020.

In this regard, production will be weighted approximately 40%/60% between the first half and the second half of FY2020. A commensurate adjustment in the Company's cost profile should also be anticipated.

MMGO All-in-Cost guidance of A\$1,400-A\$1,500/oz for FY2020 is inclusive of all forecasted capital spend at MMGO with no incremental capital planned.

The consolidated All-in-Cost guidance of A\$1,450-A\$1,550/oz for FY2020 is inclusive of all forecasted capital spend at MMGO and includes budgeted spend for corporate and exploration expenditure.

## **EXPLORATION**

### **NEW HIGH GRADE GOLD DISCOVERY NORTH OF WESTRALIA WITH MULTIPLE OUTSTANDING INTERCEPTS EXTENDING MINERALISATION OVER 750M NORTH OF THE WESTRALIA ORE RESERVE**

#### **POTENTIAL FOR SIGNIFICANT MINERAL RESOURCE GROWTH AT WESTRALIA**

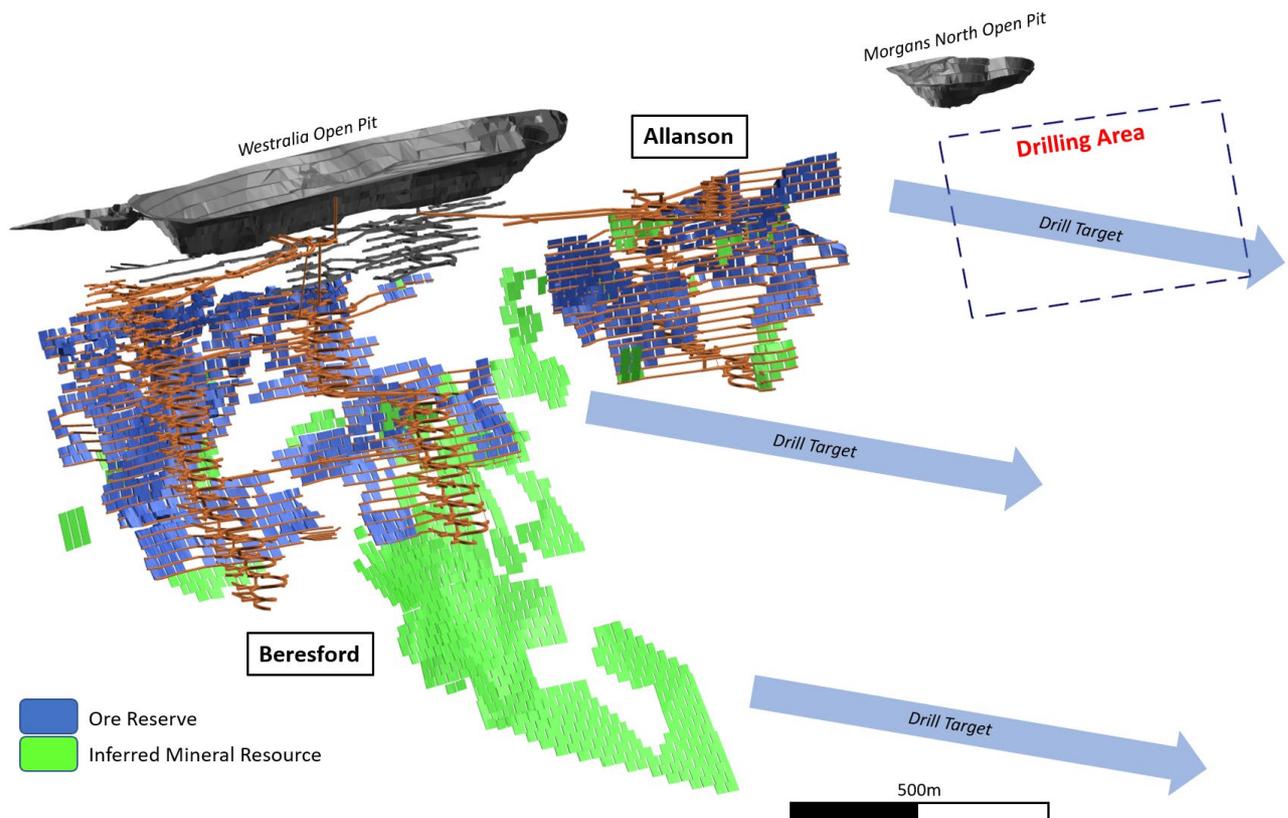
During the quarter, the Company announced the discovery of a significant new zone of high-grade gold mineralisation immediately north of the Westralia deposit (see ASX release 20 June 2019).

The new drilling results outlined significant high-grade banded-iron-formation (**BIF**) mineralisation in a previously unknown BIF unit below the historic Morgans North open pit, located north of the Westralia Mine (see Figure 8).

The newly discovered mineralisation is currently defined over an area measuring approximately 500m x 250m, with the last drill section returning some of the most continuously thick, high-grade mineralisation seen at Westralia. Better intersections returned include:

- **1.7m @ 127.0g/t Au** from 297.3m
- **31.0m @ 6.3g/t Au** from 208.0m
- **14.3m @ 12.7g/t Au** from 284.8m
- **3.2m @ 12.5g/t Au** from 365.1m
- **1.7m @ 7.5 g/t Au** from 248.9m

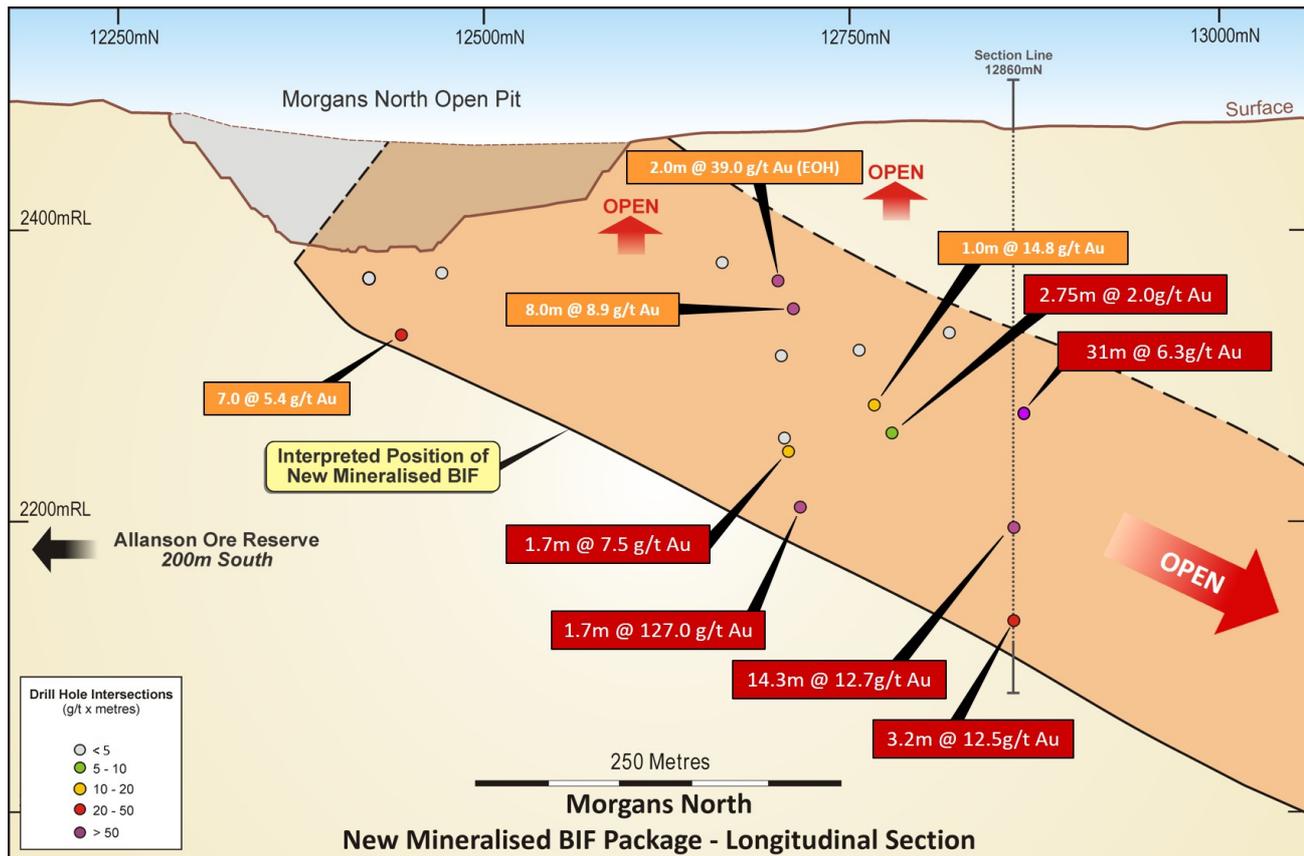
Significantly, this new drilling, when combined with recent previously reported high grade intersections north of the Allanson Ore Reserve, means high grade mineralisation has now been defined for 750m north of the Westralia Ore Reserve, and it continues to remain open to the north.



**Figure 8:** Longitudinal Section of the Westralia Deposit Showing the Location of the New High Grade Gold Discovery Below the Morgans North Open Pit Shown by the Dashed Box and Labelled “Drilling Area”. Also Shown in Long Section is the 575,000-Ounce Ore Reserve Mine Design in Blue and Brown; and Part of the 528,000 Ounce Inferred Mineral Resource in Green. Note that the Light Blue Arrows Labelled “Drill Target” Define the Shallow, North-plunge of the High Grade Mineralisation That will be the Subject of Ongoing Drill Testing.

The discovery of the high grade mineralised BIF may provide near-term production opportunities at Westralia through the development of an additional production decline from the base of the Morgans North open pit (see Figure 9).

Figure 9 is a Long Section of the newly discovered mineralised BIF unit showing the new drilling results as well as historic drill intersections that are now interpreted to be part of the same high-grade BIF unit.

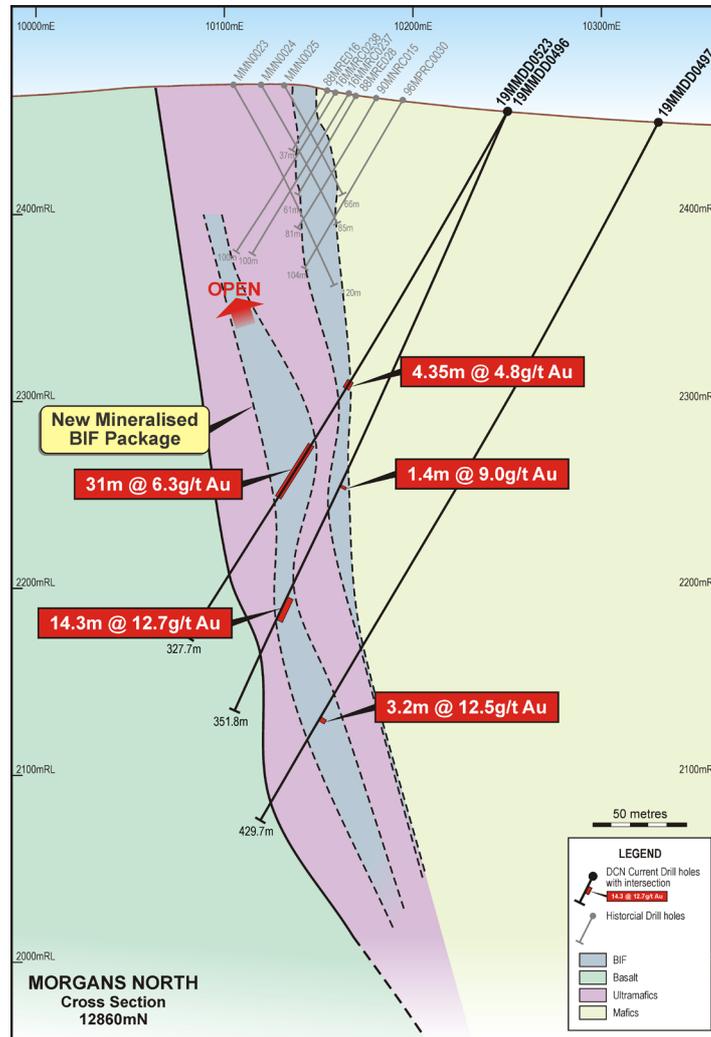


**Figure 9:** Long Section of the newly discovered high-grade BIF unit lying below the previously mined Morgans North open pit. The high grade north-plunging zone of mineralisation measures approximately 500m x 250m and remains open to the north. Note the recent Dacian drilling results are shown as red/white labels and previous drilling results are orange/white labels. An important observation is the northern most section (12860Mn) is defined by three thick, high grade results which remain open to the north (see also Figure 10).

An important observation from Figure 9 is that all three 80m-spaced drill holes on the northern most section show thick, high-grade mineralisation:

- **31.0m @ 6.3g/t Au** from 208.0m
- **14.3m @ 12.7g/t Au** from 284.8m
- **3.2m @ 12.5g/t Au** from 365.1m

The three thick and high-grade intersections on the northern most drill section confirms the high grade trend is likely to continue further north, and will be the subject of immediate drill follow-up (see Figure 10).



**Figure 10:** Cross Section of the Newly Discovered High Grade BIF Unit on Section 12860mN (see Figure 9 for location). Note the Strong Continuity of the Mineralisation in the Footwall BIF Unit, Which Remains Open Up-dip. Note Also the High Grade Mineralisation is Developed in the Hangingwall BIF Unit in the Upper Two Dacian Drill Holes.

Figure 10 shows the steep-dipping stratigraphy of the BIF package and the location of the newly discovered mineralised BIF unit in the footwall of the BIF package. The three new Dacian drill holes show that continuous high grade mineralisation within the footwall BIF extends for at least 200m in dip-extent, and remains open up-dip toward the surface.

Figure 10 also shows that mineralisation is present in the hangingwall BIF unit in the upper two holes drilled by the Company. It is this hangingwall BIF unit that hosts the majority of all of the gold mineralisation seen at Westralia over the 2.8km of near-continuous mineralisation.

## **CORPORATE AND FINANCE**

### **BALANCE SHEET FURTHER DELEVERAGED DURING JUNE QUARTER**

At June 30, 2019 the Company had cash and equivalents totalling A\$45.6 million (\$35.5 million cash and \$10.1 million in unsold gold) compared to A\$70.2 million at the end of the March quarter.

The Company's total debt position at the end of the June quarter was reduced by \$18 million to \$105.5 million.

The Company's FY2020 debt repayment obligations total A\$33.3 million. The Company advises that it remains in good standing with its financiers and expects this to continue.

Gold sales for the quarter totalled 35,685 ounces at an average sale price of \$1,764/oz for total revenue of \$62.9 million. Gold-on-hand at the end of the quarter was 5,026 ounces.

At the end of the June quarter, the Company implemented additional hedging commitments of 24,000oz at A\$2,019/oz for 1HFY2020. Total hedge commitments over the next two years now total 147,449oz at A\$1,810/oz.

Shares on issue as at the date of this report are 226 million with an additional 5.3 million options outstanding and 722,000 Performance Rights.

The Company also advises that its previously announced strategic review process is ongoing. The Company intends on updating the market when appropriate and makes no assurances that any discussions will eventuate in a transaction occurring.

**For and on behalf of the Board**



**Rohan Williams**  
**Executive Chairman & CEO**

## **ABOUT DACIAN GOLD LIMITED**

Dacian Gold Limited (ASX: DCN) has cemented its position as a new mid-tier Australian gold producer with the declaration of Commercial Production at its 100%-owned Mt Morgans Gold Operation (MMGO), located near Laverton in Western Australia, on 1 January 2019.

With an Ore Reserve of 1.4Moz, a Mineral Resource of 3.5Moz (including Ore Reserves) and highly prospective exploration tenure, Mt Morgans is one of the largest new gold mines to come on stream in Australia over the last ten years.

The Board comprises Rohan Williams as Executive Chairman & CEO; and Robert Reynolds, Barry Patterson and Ian Cochrane as non-executive directors.

For further information please contact:

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## APPENDIX I

### 2018 MINERAL RESOURCES & ORE RESERVES STATEMENT (DCN: 100%)

**Table 1: Mt Morgans Gold Operation Mineral Resources as at 31 July 2018**  
 (Refer ASX release dated 6 August 2018)

#### Mt Morgans Gold Operation Mineral Resources as at 31 July 2018

Deposit	Cut-off Grade Au g/t	Measured			Indicated			Inferred			Total Mineral Resource		
		Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
Westralia	2.0	1,304,000	5.3	222,000	4,662,000	5.1	767,000	4,018,000	4.1	528,000	9,985,000	4.7	1,518,000
Jupiter	0.5	2,363,000	1.3	101,000	21,979,000	1.3	954,000	5,353,000	1.1	188,000	29,695,000	1.3	1,242,000
Jupiter UG	1.5	-	-	-	-	-	-	525,000	2.0	34,000	525,000	2.0	34,000
Jupiter LG Stockpile	0.5	3,494,000	0.5	58,000	-	-	-	-	-	-	3,494,000	0.5	58,000
Cameron Well	0.4	-	-	-	3,465,000	1.1	117,000	2,808,000	1.4	127,000	6,273,000	1.2	245,000
Transvaal	2.0	367,000	5.8	68,000	404,000	5.3	69,000	482,000	4.7	73,000	1,253,000	5.2	210,000
Ramornie	2.0	-	-	-	160,000	4.1	21,000	422,000	4.0	55,000	582,000	4.1	76,000
Maxwells	0.5	-	-	-	413,000	1.2	16,000	309,000	0.9	9,000	722,000	1.1	25,000
Craic*	2.0	-	-	-	69,000	8.2	18,000	120,000	7.1	27,000	189,000	7.5	46,000
King St*	0.5	-	-	-	-	-	-	532,000	2.0	33,000	532,000	2.0	33,000
Low Grade Stockpiles	0.5	-	-	-	1,276,000	0.7	30,000	-	-	-	1,276,000	0.7	30,000
Mine Stockpiles	0.5	151,000	0.9	4,000	-	-	-	-	-	-	151,000	0.9	4,000
<b>Total</b>		<b>7,678,000</b>	<b>1.8</b>	<b>453,000</b>	<b>32,428,000</b>	<b>1.9</b>	<b>1,992,000</b>	<b>14,570,000</b>	<b>2.3</b>	<b>1,075,000</b>	<b>54,676,000</b>	<b>2.0</b>	<b>3,520,000</b>

\* JORC 2004 Resource. Rounding errors will occur.

Other than Cameron Well, all Mineral Resource estimates are as of 30 June 2018. Cameron Well Mineral Resource estimate is of 31 July 2018

**Table 2: Mt Morgans Gold Operation Ore Reserves as at 1 July 2018**  
 (Refer ASX release dated 18 December 2018)

#### Mt Morgans Gold Operation Ore Reserves as at 1 July 2018

Deposit	Cut-off Grade Au g/t	Proved			Probable			Total		
		Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
Beresford UG	1.2 / 2.1*	749,000	4.3	104,000	2,355,000	3.5	265,000	3,104,000	3.7	369,000
Allanson UG	1.2 / 2.1*	-	-	-	1,175,000	5.0	188,000	1,175,000	5.0	188,000
Westralia UG Low Grade	0.5 / 1.8*	-	-	-	458,000	1.2	18,000	458,000	1.2	18,000
Transvaal UG	1.4	193,000	4.7	29,000	325,000	3.4	36,000	518,000	3.9	65,000
Jupiter OP	0.5	2,213,000	1.2	88,000	13,049,000	1.3	523,000	15,262,000	1.2	611,000
Cameron Well OP	0.4	-	-	-	1,300,000	1.1	45,000	1,300,000	1.1	45,000
Jupiter Low Grade Stockpile	0.5	3,494,000	0.5	58,000	-	-	-	3,494,000	0.5	58,000
Low Grade Stockpiles	0.5	-	-	-	1,276,000	0.7	30,000	1,276,000	0.7	30,000
Mine Stockpiles	0.5	151,000	0.9	4,000	-	-	-	151,000	0.9	4,000
<b>ORE RESERVE</b>		<b>6,799,000</b>	<b>1.3</b>	<b>284,000</b>	<b>19,938,000</b>	<b>1.7</b>	<b>1,105,000</b>	<b>26,737,000</b>	<b>1.6</b>	<b>1,389,000</b>

\* Development and Stopping cut-off grades. Rounding errors will occur.

## Competent Person Statement

In relation to Mineral Resources and Ore Reserves, the Company confirms that all material assumptions and technical parameters that underpin the relevant market announcement continue to apply and have not materially changed.

### Exploration

The information in this report that relates to Exploration Results is based on information compiled by Mr Rohan Williams who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams has sufficient experience which is relevant to the style of mineralisation under consideration 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.” Mr Williams consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears.

### Mineral Resources

The information in this report that relates to Mineral Resources for Westralia, Jupiter, Cameron Well, Ramornie, Mine and Low Grade Stockpiles (See ASX release 6 August 2018), and Transvaal (see ASX release 16 September 2015) is based on information compiled by Mr Shaun Searle who is a Member of Australian Institute of Geoscientists and a full-time employee of Ashmore Advisory. Mr Searle 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. Mr Searle consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources for Craic and King Street is based on information compiled by Mr Rohan Williams, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams 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 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Williams consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

### Ore Reserves

The information in this report that relates to Ore Reserves for the Westralia Mining Area is based on information compiled or reviewed by Mr James Howard. Mr Howard has confirmed that he has read and understood the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012 Edition). Mr Howard is a Competent Person as defined by the JORC Code 2012 Edition, having more than five years’ experience which is relevant to the style of mineralisation and type of deposit under consideration and to the

activity for which they are accepting responsibility. Mr Howard is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of Dacian Gold Limited and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Ore Reserves for the Transvaal Mining Area (see ASX announcement 21 November 2016) is based on information compiled or reviewed by Mr Matthew Keenan and Mr Shane McLeay. Messrs. Keenan and McLeay have confirmed that they have read and understood the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012 Edition). They are Competent Persons as defined by the JORC Code 2012 Edition, having more than five years' experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which they are accepting responsibility. Messrs. Keenan and McLeay are both a Member of the Australasian Institute of Mining and Metallurgy and full time employees of Entech Pty Ltd and consent to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Ore Reserves for the Jupiter Mining Area and Cameron Well Area is based on information compiled or reviewed by Mr Mathew Lovelock. Mr Lovelock has confirmed that he has read and understood the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012 Edition). He is a Competent Person as defined by the JORC Code 2012 Edition, having more than five years' experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which he is accepting responsibility. Mr Lovelock is a member of The Australasian Institute of Mining and Metallurgy and a full-time employee of Dacian Gold Limited and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Where the Company refers to the Mineral Resources and Ore Reserves in this report (referencing previous releases made to the ASX), it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the Mineral Resource estimate and Ore Reserve estimate with that announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons findings are presented have not materially changed from the original announcement.

All information relating to Mineral Resources and Ore Reserves (other than the King Street and Craic) were prepared and disclosed under the JORC Code 2012. The JORC Code 2004 King Street and Craic Mineral Resource has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last updated.

**APPENDIX II – TENEMENT SCHEDULE** (with respect to tenement changes in the quarter, refer to Appendix 5B, sections 6.1 and 6.2).

Tenement Type	Tenement	Status	Location	Ownership
E	39/1950	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1951	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1967	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/2002	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	38/2951	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1310	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1713	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1787	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/2004	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/2017	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/2020	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/2038	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	38/3211	Granted	Mt Morgans WA	Jindalee Resources Limited (100%)
E	38/3272	Granted	Mt Morgans WA	Jindalee Resources Limited (100%)
M	39/1135	Application	Mt Morgans WA	Jindalee Resources Limited (100%)
L	39/0057	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
L	39/0244	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
L	39/0246	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	38/0395	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0396	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0548	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0595	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0848	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0018	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0036	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0208	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0228	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0236	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0240	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0248	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0250	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0261	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0264	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0272	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0273	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0282	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0287	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0291	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0295	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0304	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
M	39/0305	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0306	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0333	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0380	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0390	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0391	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0392	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0393	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0394	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0395	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0403	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0441	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0442	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0443	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0444	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0497	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0501	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0502	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0503	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0504	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0513	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0745	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/0746	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0747	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0799	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0937	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0938	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0993	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1107	Granted	Mt Morgans WA	Mt Morgans WA Mining Pty Ltd (100%)
M	39/1120	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1122	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1129	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1133	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1137	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5377	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5469	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5498	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5823	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5825	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5826	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5827	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5828	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5829	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)

Tenement Type	Tenement	Status	Location	Ownership
P	39/5830	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5865	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/6060	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/6121	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/6122	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/6123	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	38/4466	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)

## 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

Dacian Gold Limited

### ABN

61 154 262 978

### Quarter ended ("current quarter")

30 June 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	65,032	124,946
1.2 Payments for		
(a) exploration & evaluation	(3,790)	(13,009)
(b) development <sup>1</sup>	(16,390)	(30,273)
(c) production	(44,678)	(88,255)
(d) staff costs	(1,124)	(3,792)
(e) administration and corporate costs	(536)	(2,345)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	191	1,046
1.5 Interest and other costs of finance paid	(1,468)	(6,890)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	(3,466)	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(6,229)</b>	<b>(18,572)</b>

<sup>1</sup> Year to date expenditure includes construction costs, capitalised production costs and associated gold revenue for the 6-month period to 31 December 2018

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(313)	(508)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets <sup>2</sup>	-	(11,500)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(313)</b>	<b>(12,008)</b>

2 Termination of the Jupiter life of mine royalty obligation

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	48,329
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	1,671
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(1,948)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(18,000)	(44,500)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>(18,000)</b>	<b>3,552</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	70,185	72,671
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(6,229)	(18,572)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(313)	(12,008)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(18,000)	3,552
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>45,643</b>	<b>45,643</b>

5. <b>Reconciliation of cash and cash equivalents</b> 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	35,516	62,027
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details) <sup>3</sup>	10,127	8,158
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>45,643</b>	<b>70,185</b>

<sup>3</sup> Unsold gold on hand at the end of the quarter totalling 5,026oz (March:4,474oz)

**6. Payments to directors of the entity and their associates**

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 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

Current quarter \$A'000
223
-

Remuneration of directors

**7. Payments to related entities of the entity and their associates**

- 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

Current quarter \$A'000
-
-

n/a

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	105,500	105,500
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.		

Project debt finance facility fully drawn to A\$105.5 million with Westpac Banking Corporation, Australia and New Zealand Banking Group Limited and BNP Paribas. Facility used to fund the development of the Mt Morgans Gold Project.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	1,800
9.2 Development <sup>4</sup>	17,000
9.3 Production	46,000
9.4 Staff costs	1,100
9.5 Administration and corporate costs	600
9.6 Other (provide details if material) <sup>5</sup>	11,600
<b>9.7 Total estimated cash outflows<sup>6</sup></b>	<b>78,100</b>

4 Includes non-sustaining capital expenditure

5 Debt repayment and interest costs

6 Cash outflows do not include forecast gold revenues

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	L39/283	Applied and Withdrawn	0%	0%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	M39/1137	Application	0%	0%

### 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:



Company secretary

Date: 31 July 2019

Print name:

Kevin Hart

### 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.