

ASX ANNOUNCEMENT

28 OCTOBER 2019

SEPTEMBER 2019 QUARTERLY ACTIVITIES REPORT

Bramaderos Gold-Copper Project, Ecuador (Sunstone earning up to 80%)

- Assay results from Bramaderos Main hole BMDD001 and top 400m of hole BMDD002 identified zones of higher-grade gold and copper within a large lower-grade porphyry gold-copper system, including;
 - 97m at 0.61g/t gold and 0.18% copper from 39.3m down hole in BMDD001
 - 55.8m at 0.74g/t gold and 0.15% copper from 250.0m (including 18.1m at 1.04g/t gold and 0.19% copper from 266.0m) in BMDD002
- Four holes drilled at West Zone during the quarter after second drill rig mobilised. First hole to follow up on 6.9m at 12.7g/t gold within a broader interval of 30m at 3.6g/t gold in trench TR-LB06. Assays expected shortly
- LMDD004 drilled at Limon to 1,064m and intersected altered rocks with weak mineralisation in proximity to a porphyry system, along with breccias containing clasts of mineralised porphyry
- Near surface 'high-sulphidation' copper system identified in LMD004. Assays received for the 0-222m downhole interval include:
 - 13.3m at 0.43% copper and 0.11g/t gold from 57.8m, within an interval of 59.6m grading 0.16% copper
- Interpretation of regional datasets reinforces the high prospectivity of a broad suite of targets at Bramaderos. The recent drill results together with other datasets are delivering a robust and predictive model to guide exploration
- Project expenditure to earn the initial 51% interest in Bramaderos has been met

Viscaria Copper Project, Sweden (Sunstone holds ~33% of shares in Copperstone Resources AB)

- Copperstone commenced diamond drilling at Viscaria in September with holes planned for A and D Zones

Corporate Highlights

- A\$4.35 million in cash at 30 September 2019
- A\$4.6 million raised (after fees) during the quarter through exercise and underwriting of 154,837,500 Listed Options at \$0.03 each as well as the exercise of 4,500,000 unlisted options at \$0.032 each
- Copperstone paid to Sunstone 10 million SEK (~A1.5 million) cash in July 2019 of the receivable due in regard to the Viscaria Transaction, with Sunstone agreeing to subscribe for Copperstone shares in lieu of 5 million SEK of the balance owed and accrued interest, equating to 12.5 million shares
- The remaining cash balance owed and accrued interest of 5.2 million SEK (~A\$0.78 million) was received in early October 2019

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EXPLORATION AND DEVELOPMENT ACTIVITIES

Bramaderos Gold-Copper Project

The Bramaderos Project is located in southern Ecuador and is the subject of an earn-in JV with Cornerstone Capital Resources Inc. ("Cornerstone") (TSXV-CGP) through its subsidiary La Plata Minerales S.A. ("PLAMIN"). Sunstone has earned a 51% interest in the 4,949 hectare Bramaderos concession (Figure 1) (see ASX announcements dated 10th April 2017 and 28th August 2019).

The project area has easy access provided by the sealed Pan American Highway that crosses the western part of the concession, has nearby available hydro-power, and gentle topography with an average elevation of around 1,100m above sea level. Mineralisation, based on historical exploration and drilling, outcrops at surface. The Sunstone team has worked previously with Cornerstone on other projects in Ecuador which have led to significant discoveries and shareholder value growth, and the Sunstone team will work towards repeating that success at Bramaderos.

Bramaderos Main:

Assay results from hole BMDD001, and the top 400m of BMDD002 were received during the quarter delivering significant intersections of gold and copper mineralisation;

- **172m at 0.52g/t gold and 0.16% copper from 3.5m in hole BMDD001; and**
- **241.6m at 0.42g/t gold and 0.14% copper from 68.7m in hole BMDD002, including**
 - **18.1m at 1.04g/t gold and 0.19% copper**

(see ASX announcements dated 26th and 20th August 2019).

The results confirm zones of higher-grade gold and copper within a large low-grade gold-copper porphyry system and reinforce the strong discovery potential at Bramaderos Main, delivering significant grades and widths that have the potential to deliver a sizeable gold-copper system extending from surface outcrop to at least 400m below surface, and with opportunity to have a lateral extent well beyond 500m x 250m.

Early results from trenching and drilling indicate that the higher-grade zones can be mapped at surface and in drill holes as well-defined sub-vertical zones (Figures 2 - 5). At least three of these zones can be seen at surface in the early exploration datasets and trend NW (Figures 4 and 5).

Multiple targets for higher-grade zones can now be defined with confidence and will be drill tested over the coming months. These higher-grade domains occur within a much larger lower grade gold-copper porphyry system which correlates strongly with the geometry of a large magnetic body and so can be targeted up and down plunge with the improved magnetic modelling that suggests a system with considerable vertical extent.

The adjoining area to the north-west and below the main Bramaderos Hill, measuring 500m in diameter, is also emerging as a significant target supported by several datasets (Figure 4) that will be drilled in the months ahead.

Remaining assays for BMDD002 from 400m to end of hole depth at 834.8m are expected in October.

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Limon:

The Limon target is part of the package of multiple outcropping and near-surface gold-copper porphyry systems identified at the Bramaderos Project (see ASX announcement dated 27th August 2019), with only 3 completed holes drilled to date, which intersected alteration and weak copper-gold-molybdenum mineralisation consistent with being in close proximity to a large porphyry system.

LMDD003 was abandoned at 127.33m due to poor ground conditions. LMDD004 has been drilled adjacent to the position of LMDD003 and was completed in early October to a depth of 1,063m (refer ASX announcement dated 15th October 2019).

Significantly, LMDD004 intersected a 'high sulphidation' epithermal system in a shallow position that could develop into an exploration target in its own right. Geologically 'high sulphidation' systems can develop in a variety of styles, all related to porphyry systems. Examples include Tampakan and Lepanto in the Philippines, the Tujuh Bukit gold-silver oxide system in Indonesia, and the Yanacocha deposits in Peru.

The broad sequence intersected in LMDD004 comprises an overlying sequence of volcanic rocks that are altered to clay and silica assemblages, often associated with the high levels of a porphyry and overlying epithermal system.

Two broad zones of magmatic-hydrothermal breccia were intersected in the upper and middle parts of the hole (Figure 7). They contain some clasts with porphyry-related quartz veins, indicating parts of a porphyry system lie at greater depth below the breccia. Deeper in the hole the alteration intensifies to suggest increasing proximity to a porphyry system.

Assay results have been received for the 0-222m downhole interval and include **13.3m at 0.43% copper and 0.11g/t gold from 57.8m, within an interval of 59.6m grading 0.16% copper**, within the high sulphidation interval.

In the context of the district scale exploration model (ASX announcement dated 27th August 2019) these results strongly reinforce the significant exploration potential at Limon. The juxtaposed epithermal high sulphidation copper blanket, with hydrothermal breccias sourcing a porphyry system, in the vicinity of outcropping stockwork B-veins returning 97.6m at 0.71g/t gold and 0.23% copper (ASX announcement dated 29th May 2019) supports the strong optimism for discovery.

West Zone Target:

A second drilling rig was mobilised to commence drilling at the West Zone high grade gold target during August. Four holes were drilled at West Zone during the September quarter.

Hole WZDD001 is testing underneath trenching results in the epithermal breccia of **6.9m at 12.7g/t gold within a broader interval of 30m at 3.6g/t gold in trench TR-LB06** (see ASX announcement dated 8th November 2017). A total of 8 holes have been completed to date for a total of approximately 1200m.

Drilling is expected to be completed in late October, and first assay results are expected soon. An update will be provided once assays are received.

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Joint Venture:

During the September quarter, Sunstone completed the required Expenditures to earn 51% shareholder interest in La Plata Minerales S.A. (PLAMIN) the holder of the Bramaderos concession and thus a 51% undivided right, title and interest in the Bramaderos Concession. Sunstone's partner in the project, Cornerstone Capital Resources Ltd. will hold 49% of PLAMIN. For details of the terms of the Bramaderos agreement please refer to ASX announcement dated 10th April 2017.

Sunstone has elected to exercise the option to become the project operator, and now has a 90 day period within which to make an election to move to 70% ownership through the 'Second Option' by delivering a feasibility study and making a payment to Cornerstone of the greater of US\$250,000 or US\$1/gold equivalent ounce in Measured and Indicated Resources in the feasibility study. If Sunstone does not elect to move to the 'Second Option', each party must fund expenditure pro-rata (51/49) or dilute.

Exploration Model:

During the quarter an updated exploration model which highlights the immense discovery potential at Bramaderos was announced (ASX announcement dated 27th August 2019). Latest geology, surface geochemistry and geophysics data strengthen Sunstone's belief in the project's substantial scope to host large porphyry gold-copper and epithermal gold systems. Integration of exploration datasets is delivering a robust and predictive model to guide exploration.

At Bramaderos we have outcropping porphyry and epithermal mineralisation, and we have all the ingredients to support an optimistic view of the discovery potential. The distribution of copper and gold in soil samples across the entire concession show domains of elevated metal values that are prospective for gold-copper porphyry systems.

Many targets have been defined. Three of these have been only partly tested with historical drilling and much of that testing is shown to be ineffective based on our recent exploration. Sunstone has tested 3 targets with only 13 drill holes across these targets, and so are in the very early stages of this exploration program.

It has been established at Bramaderos Main that magnetic bodies correlate strongly with areas of porphyry gold-copper mineralisation, and that within those bodies there are a number of higher grade domains that exist within the larger system (Figure 10).

Melonal, Porotillo, Gangue and Playas are highly rated on this basis and will be drill tested.

West Zone is a high-grade epithermal gold target currently defined by surface mapping and trenching. Epithermal gold targets are typically geometrically smaller than porphyry targets, but of significantly higher grade. This is exactly the pattern we are seeing at West Zone with drilling to follow up on 6.9m at 12.7g/t gold within a broader interval of 30m at 3.6g/t gold in trench TR-LB06 (see ASX announcement dated 8th November 2017).

Detailed interrogation of soil data has defined several other similar targets to West Zone that are currently being followed up. Detailed soil sampling is in progress over these targets which are collectively referred to as the El Espiritu trend.

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Viscaria Copper Project

The transaction for the sale of Sunstone's 100% owned subsidiary Avalon Minerals Viscaria AB, which owns 100% of the Viscaria Copper Project (Viscaria) in northern Sweden, to Swedish listed Copperstone Resources AB (Nasdaq First North (Stockholm) COPP B) was completed on 8 March 2019, with receipt of cash of 20 million Swedish Kronor (SEK) (approximately A\$3 million) and 160 million Copperstone B-shares at closing, and a further 20 million SEK cash receivable by 8 July 2019 (as per the amendment to the SPA as announced on 25 February 2019).

The second phase of the transaction, which is subject to receipt of the Environmental Permit for Viscaria, comprises cash of 20 million SEK and 46 million Copperstone B-shares.

Copperstone paid to Sunstone 10 million SEK (~A\$1.5 million) cash in July with 5 million SEK of the balance owed plus accrued interest and a one-off fee of ~300,000 SEK being converted to Copperstone shares, equating to an additional 12.5 million shares at 0.46 SEK per share. The final 5 million SEK of the remaining cash amount plus accrued interest of 232,500 SEK was received on 9 October 2019 (~A\$0.78 million).

Copperstone raised a total of 28.8 million SEK in cash during the quarter and commenced drilling at Viscaria in September, completing 3 holes at A Zone. Further holes are planned at both A Zone and D Zone.

Sunstone holds approximately 172.5 million shares or 33% of Copperstone's issued shares as at 30 September 2019 (160 million of these shares subject to a voluntary escrow ('lock-up') agreement for a period of 18 months from closing). The value of Sunstone's investment in Copperstone at 30 September 2019 is A\$10.6 million (172.5 million shares at 0.407 SEK).

As the largest shareholder of Copperstone, Sunstone will retain significant exposure to Viscaria as well as to Copperstone's existing copper exploration projects in Sweden, with potential synergies across the projects.

Southern Finland Gold Portfolio

Tammela Gold Project, Finland (Sunstone 80%)

The Nortec earn-in agreement includes two known gold opportunities, Satulinmäki and Riukka, held within the claim areas. Reconnaissance scale prospecting has been completed through the belt which contains these gold deposits and interpretation of results is underway.

No significant activities were undertaken during the quarter.

Other Gold Opportunities (Sunstone 100%)

Based on Sunstone's regional assessment of gold prospectivity in southern Finland, areas of interest are held under approved Exploration Permits and Exploration Reservations, and recently new applications have been lodged for Exploration Permits covering known gold occurrences. These areas are held 100% by Sunstone and will be explored systematically.

Lithium Portfolio (Sunstone 80% and 100%)

The Nortec earn-in agreement area includes the Kietyönmäki lithium occurrence which was discovered by the Finnish Geological Survey (GTK) in the mid-1980's. There was no significant activity during the quarter. Drilling by Sunstone's wholly owned subsidiary Scandian Metals Pty Ltd (Scandian) in September 2016 returned assays of up to 24.2m at 1.44% Li₂O.

Tenements

Project expenditure to earn the initial 51% interest in Bramaderos met during the quarter.

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Corporate

Cash Resources - The Company's unaudited cash position for 30 September 2019 was A\$4.35 million. 10 million SEK (~A\$1.5 million) cash received early July 2019 and additional 12.5 million Copperstone shares. 5.2 million SEK (~A\$0.78 million) cash received 10 October 2019.

A\$4.6 million raised (after fees) during the quarter through exercise and underwriting of 154,837,500 Listed Options at \$0.03 each as well as the exercise of 4,500,000 unlisted options at \$0.032 each.

Shareholder Information

As at 30 September 2019, the Company had 1,384,387,646 fully paid ordinary shares on issue and 1,667 shareholders. The Company issued a total of 163,510,870 shares during the quarter (154,837,500 listed options at \$0.03 exercised/underwritten, 4,500,000 unlisted options at \$0.032 exercised, and 4,173,370 employee performance rights vesting).

Notes Specific – September 2019 Quarter ASX Announcements

The following announcements, which relate to information in this Quarterly Report, were lodged with the ASX during the Quarter. Further details (including JORC 2012 Code Reporting Tables, where applicable) for the results summarised above can be found in the announcements:

Limon Drilling Returns Mineralisation, and Project Update	15/10/2019
Final Stage 1 Cash Payment Received for Viscaria	11/10/2019
\$4.6 million funding closed and drilling accelerated	13/09/2019
Annual Report and Appendix 4G	29/08/2019
Sunstone achieves 51% ownership in the Bramaderos Project	28/08/2019
Immense discovery potential at Bramaderos	27/08/2019
Strong assays from Bramaderos Main Hole 2	26/08/2019
Bramaderos Main drilling results update	20/08/2019
Option underwriting and second drill rig at Bramaderos	06/08/2019
Notice to Option Holders	02/08/2019
Presentation Noosa Mining Conference	18/07/2019
Strong assays received from first drillhole at Bramaderos Main	18/07/2019
Viscaria Sale Update – Funds Received	11/07/2019
Limon Drill Assays and Bramaderos Main Visuals	02/07/2019

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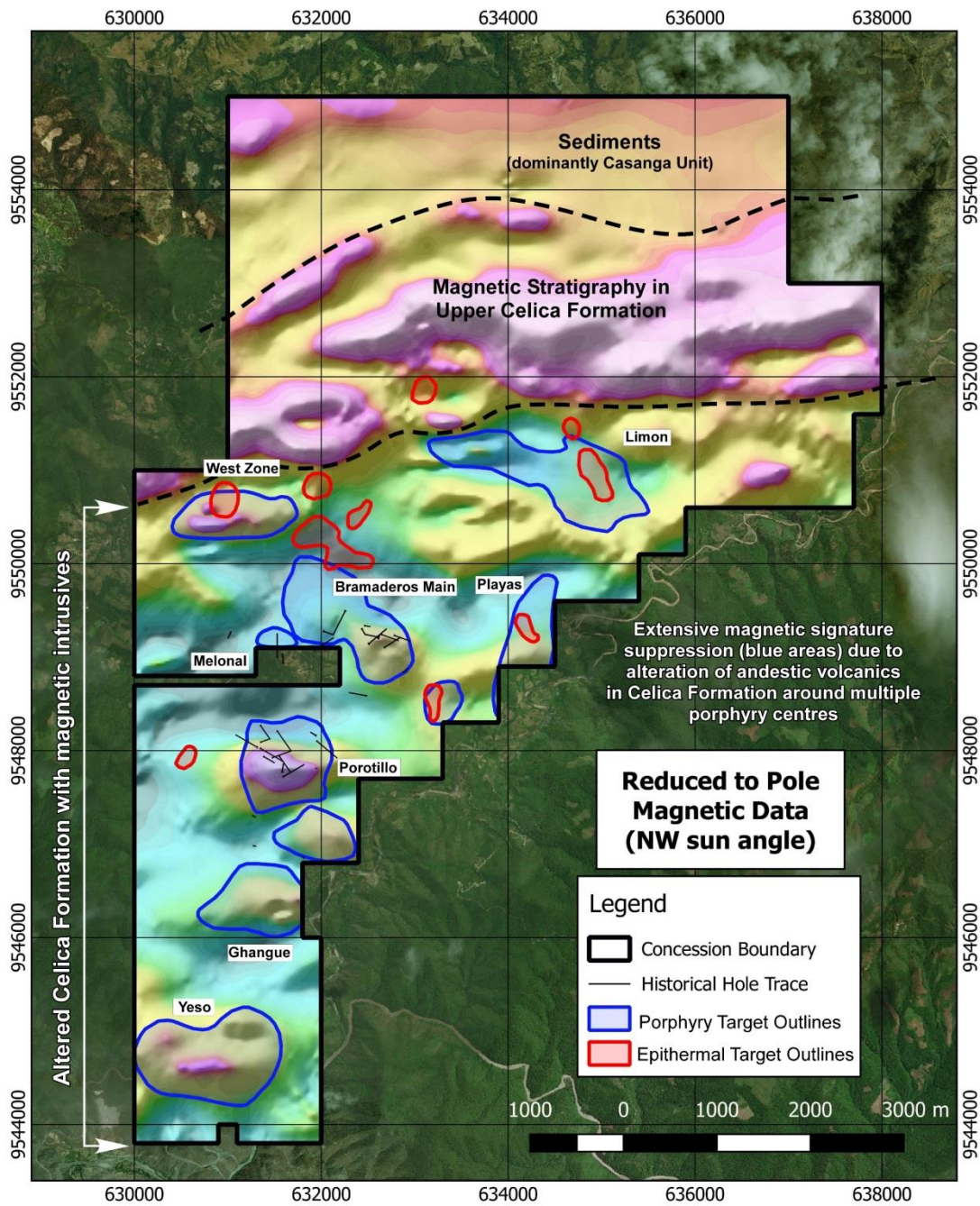


Figure 1: Bramaderos project showing the location of the gold-copper porphyry targets, and the West Zone epithermal gold system. The background image is detailed heli-magnetics on a satellite image.

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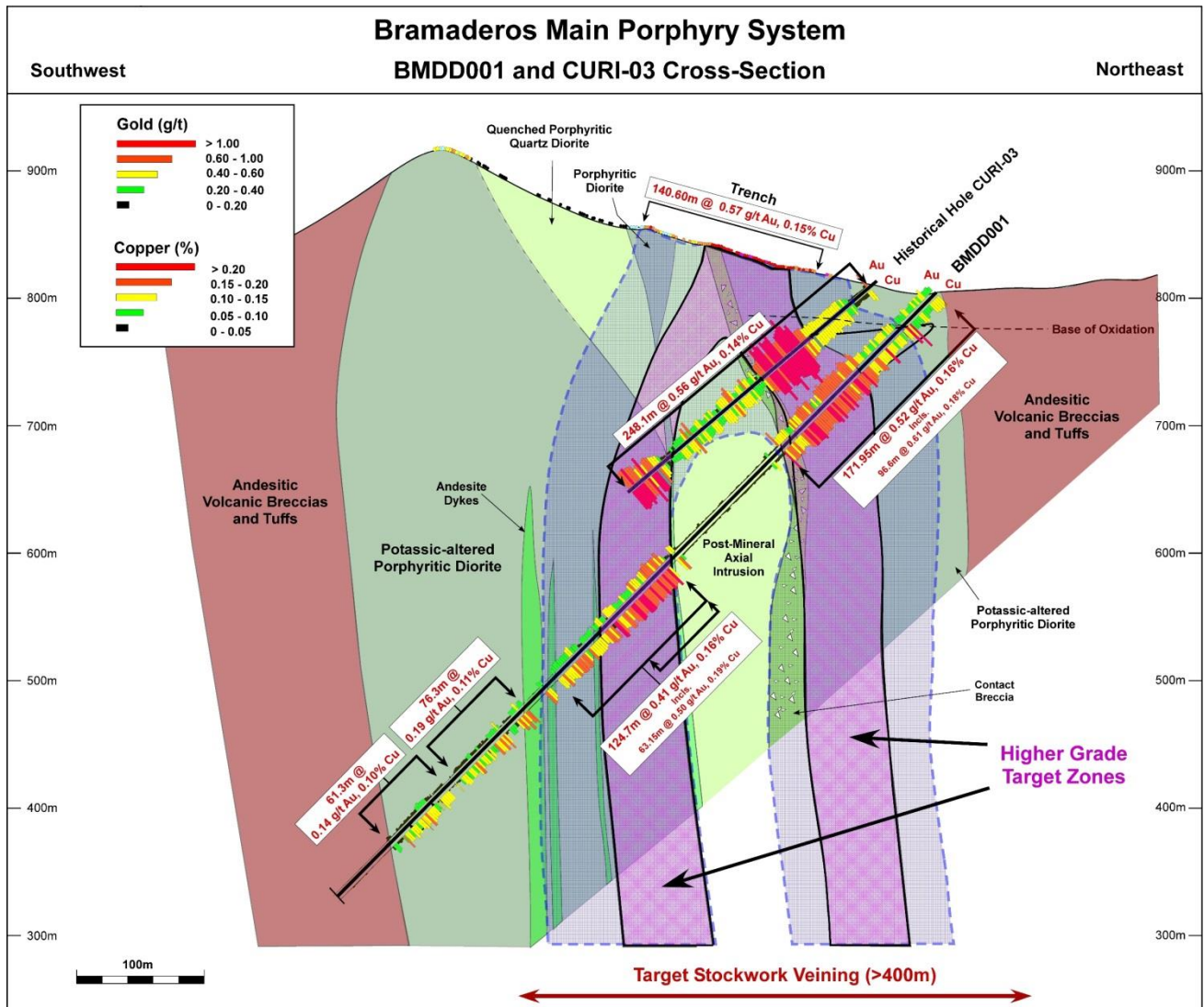


Figure 2: Cross section showing BMDD001, interpreted geology, and assay results as reported.

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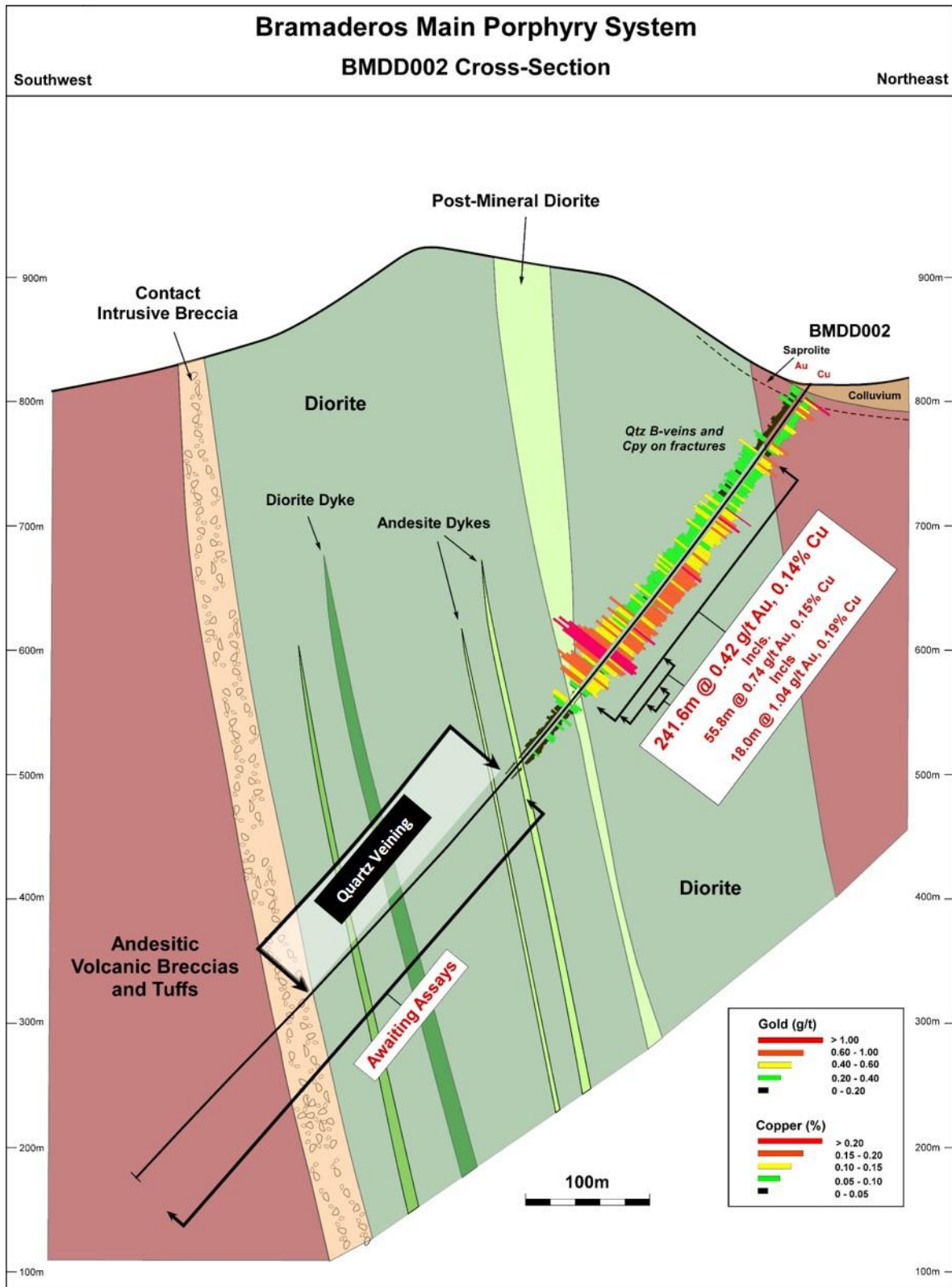


Figure 3: Cross section through BMDD002 showing current interpretation of steep higher-grade zones, within a broad lower grade porphyry system, comparable to BMDD001. This section is located approximately 130m southeast of the section containing BMDD001 (see Figures 4 and 5).

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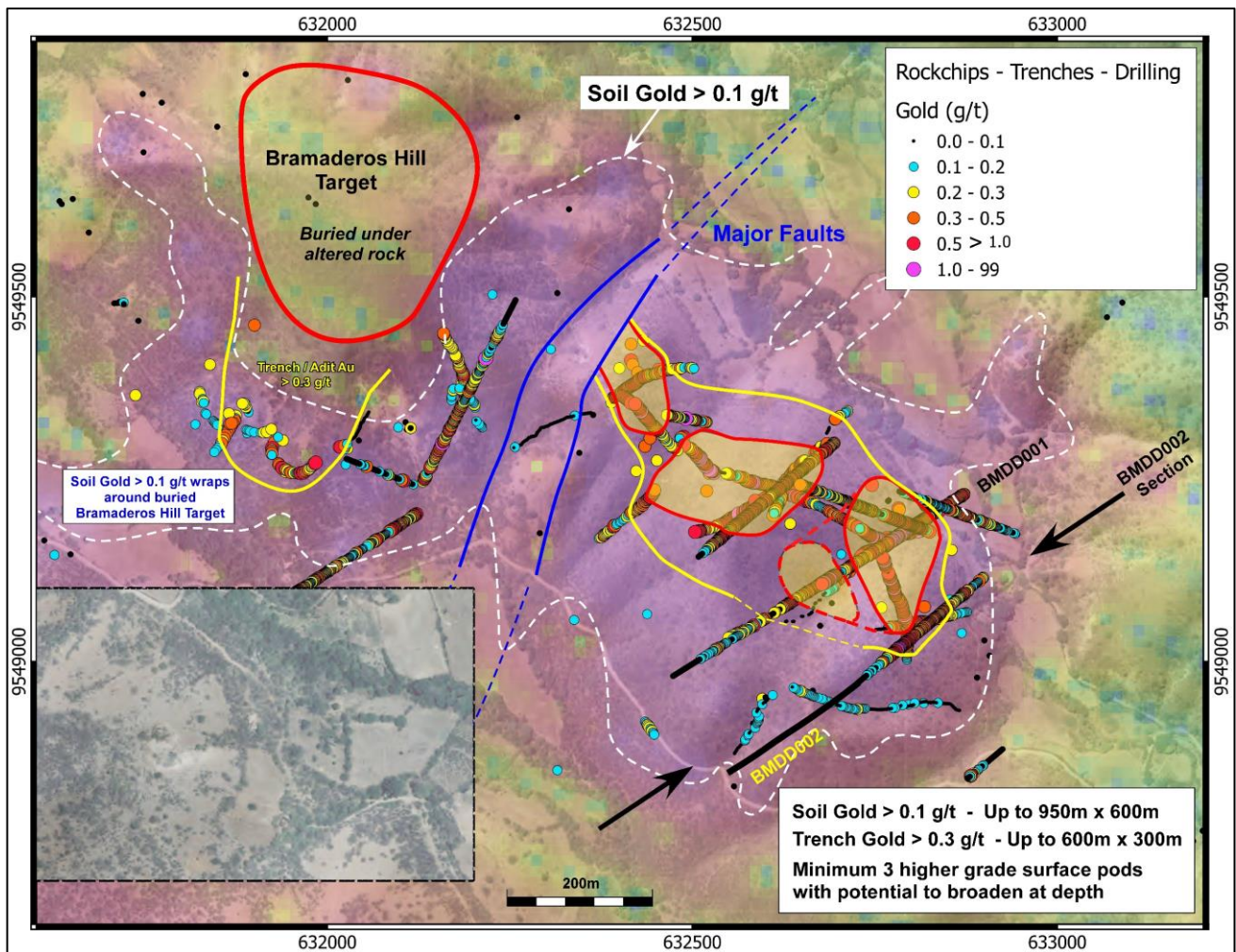


Figure 4: Trenches, drill holes and surface gold anomalies - Plan view showing the location of BMDD001 and the BMDD002 cross section, within the context of the broader Bramaderos Main target. Higher grade gold domains at surface from trenching are shown (outlined in red and yellow) within the broader extensive gold-in-soil anomaly, suggesting significant target scale exists.

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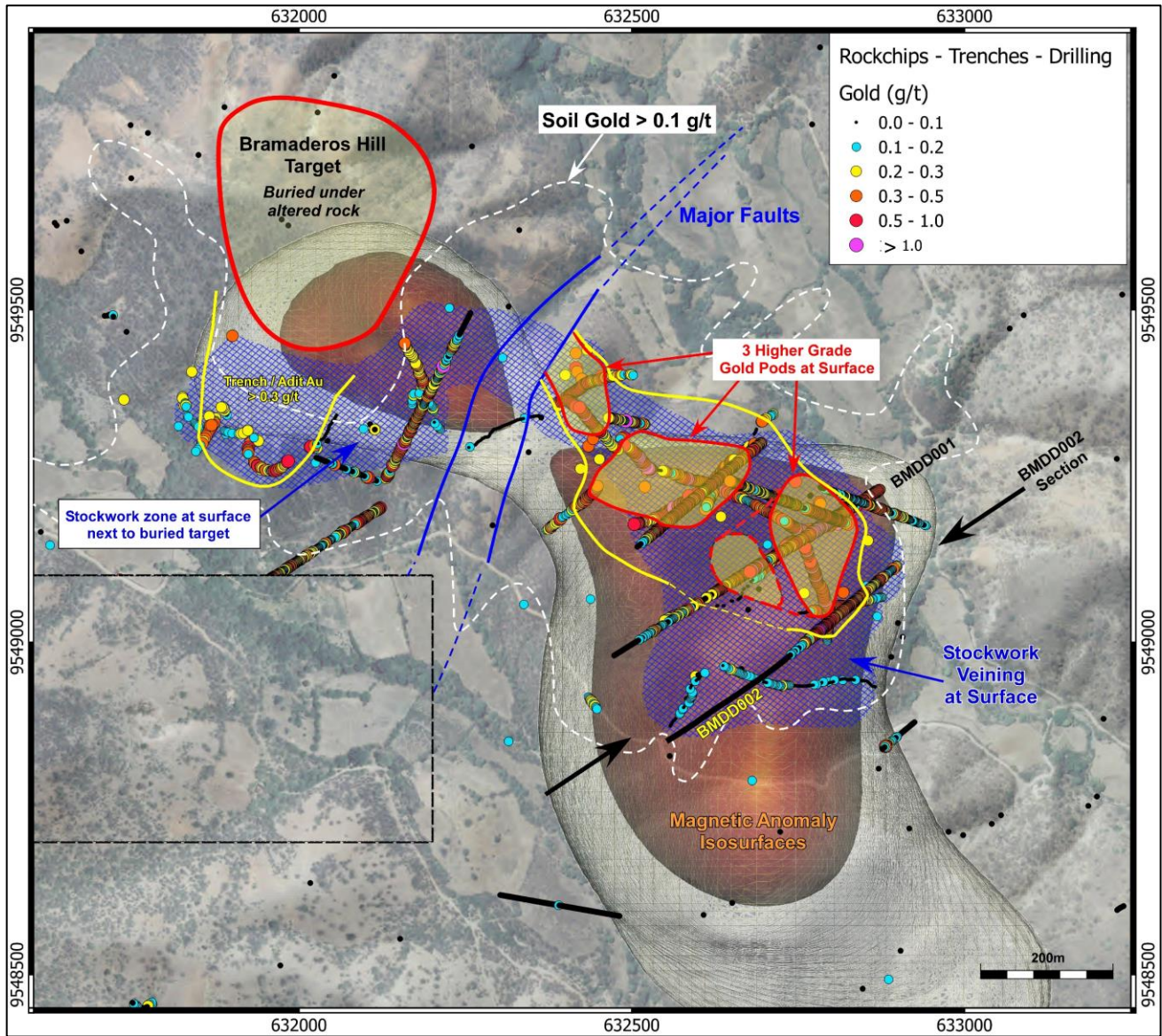


Figure 5: Trenches, drill holes, surface veining and 3-D magnetic body - Plan view showing the location of BMDD001 and the BMDD002 cross section, within the context of the broader Bramaderos Main target and specifically the relationship to a south to southeast-plunging magnetic body and a surface expression of mineralisation-related stockwork veining.

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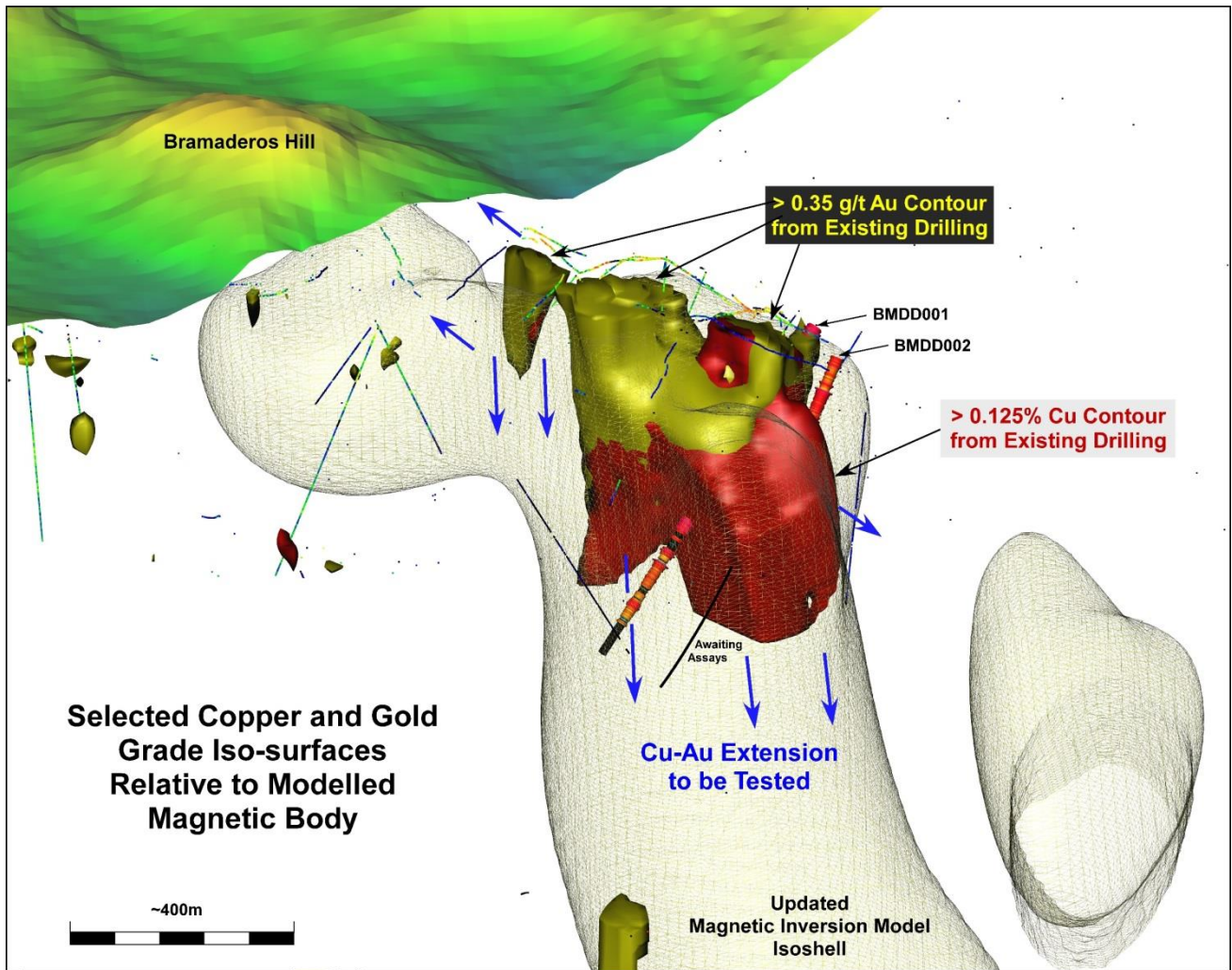


Figure 6: Three-dimensional exploration model for Bramaderos Main showing potential extensions to higher-grade zones with the larger magnetic model. Exploration targets for further drilling are located up and down plunge of holes BMDD001 and 002.

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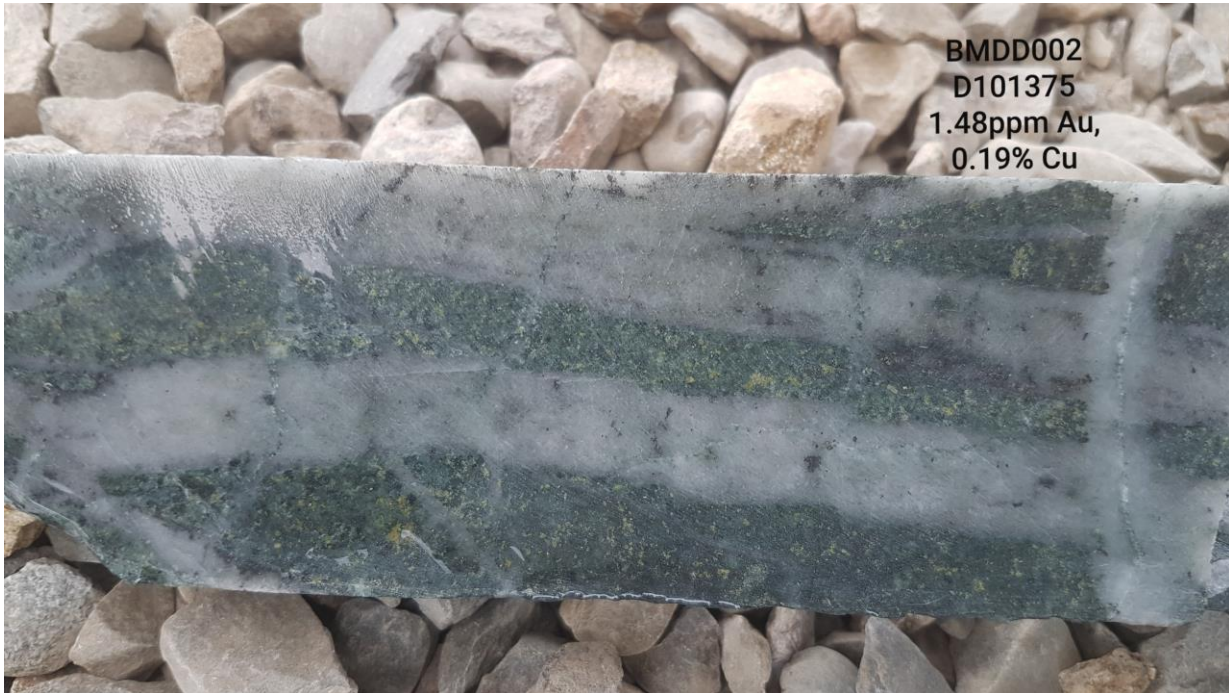


Plate 1: Quartz veining in BMDD002 at depth 277.1m; within sample interval 275.98 – 278 (2.02m) with assay results of 1.48g/t gold and 0.19% copper.

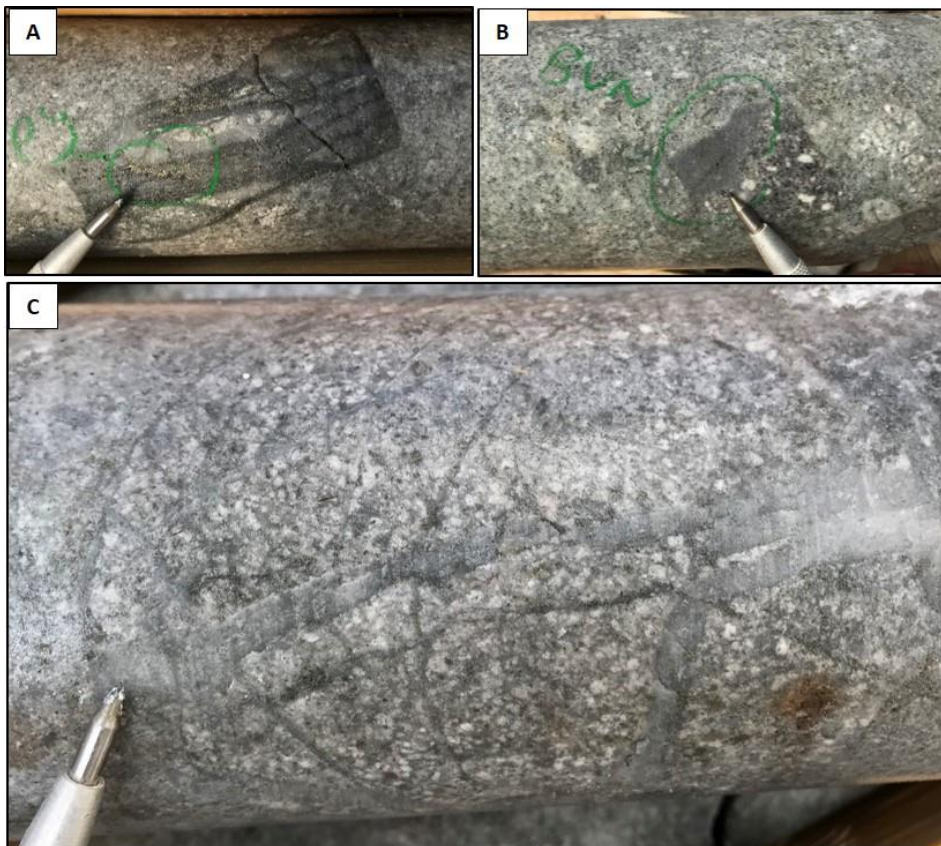


Plate 2: Drill hole LMDD004 125-135m: Examples of porphyry clasts containing B, A and M type porphyry stockwork veining hosted in breccia pipes that have been ripped up from underlying diorite to quartz diorite porphyry. A) Dense (70-80 %) quartz B veins in medium grained quartz diorite porphyry overprinted by quartz-illite alteration. B) Fragment of a porphyry-related B vein in a clast within a breccia pipe. C) Large 15cm clast of 40 % quartz B-vein stockwork (porphyry-related) in a breccia pipe.

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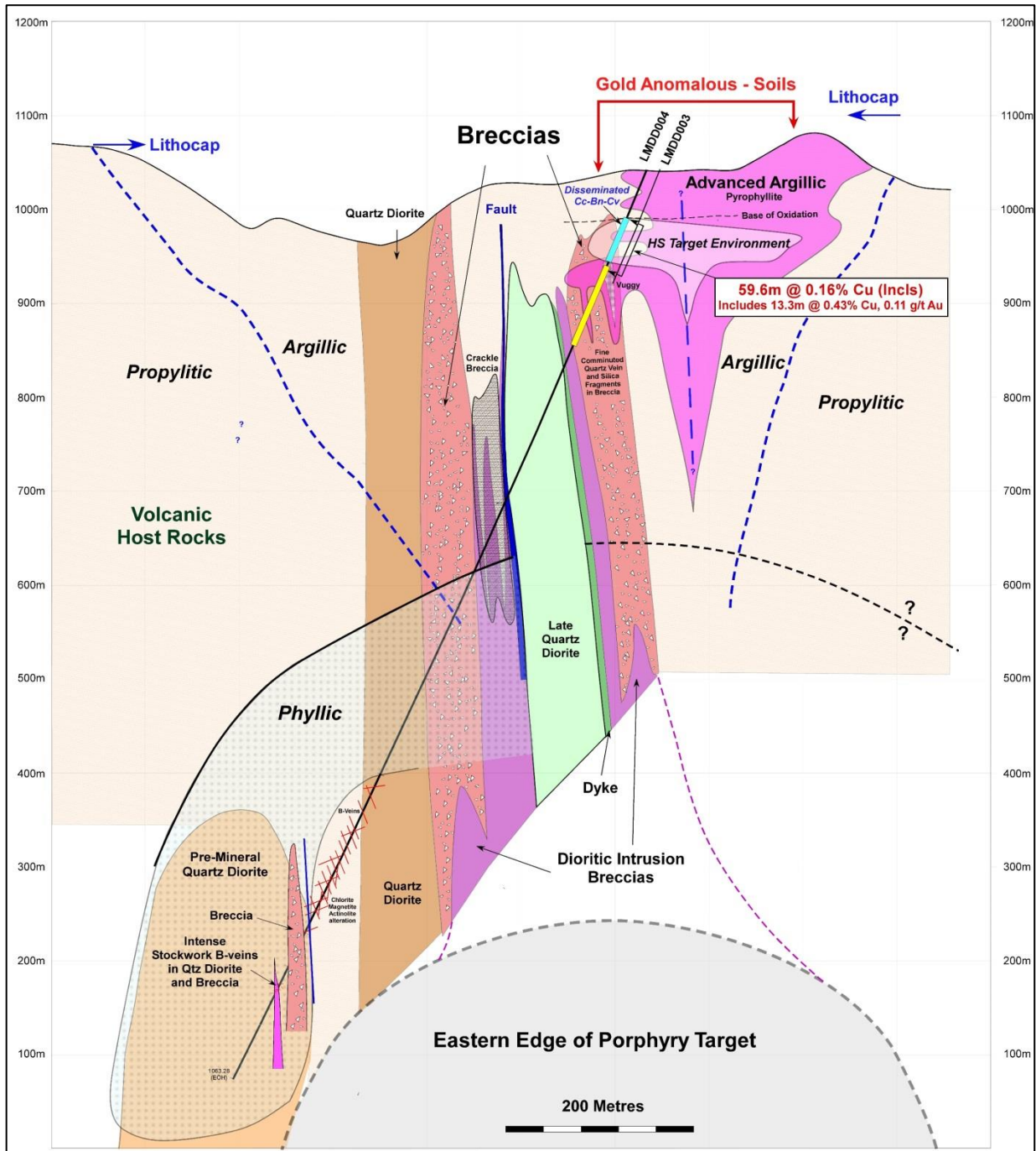


Figure 7: Cross section through LMDD004, illustrating vertical emplacement of magmatic-hydrothermal to phreatomagmatic breccias and intrusion breccias, which are typical of porphyry environments, and major alteration shells (advanced argillic, argillic, propylitic and phyllic). The high-sulphidation epithermal target is associated with the near-surface advanced argillic alteration zone shown in pink.

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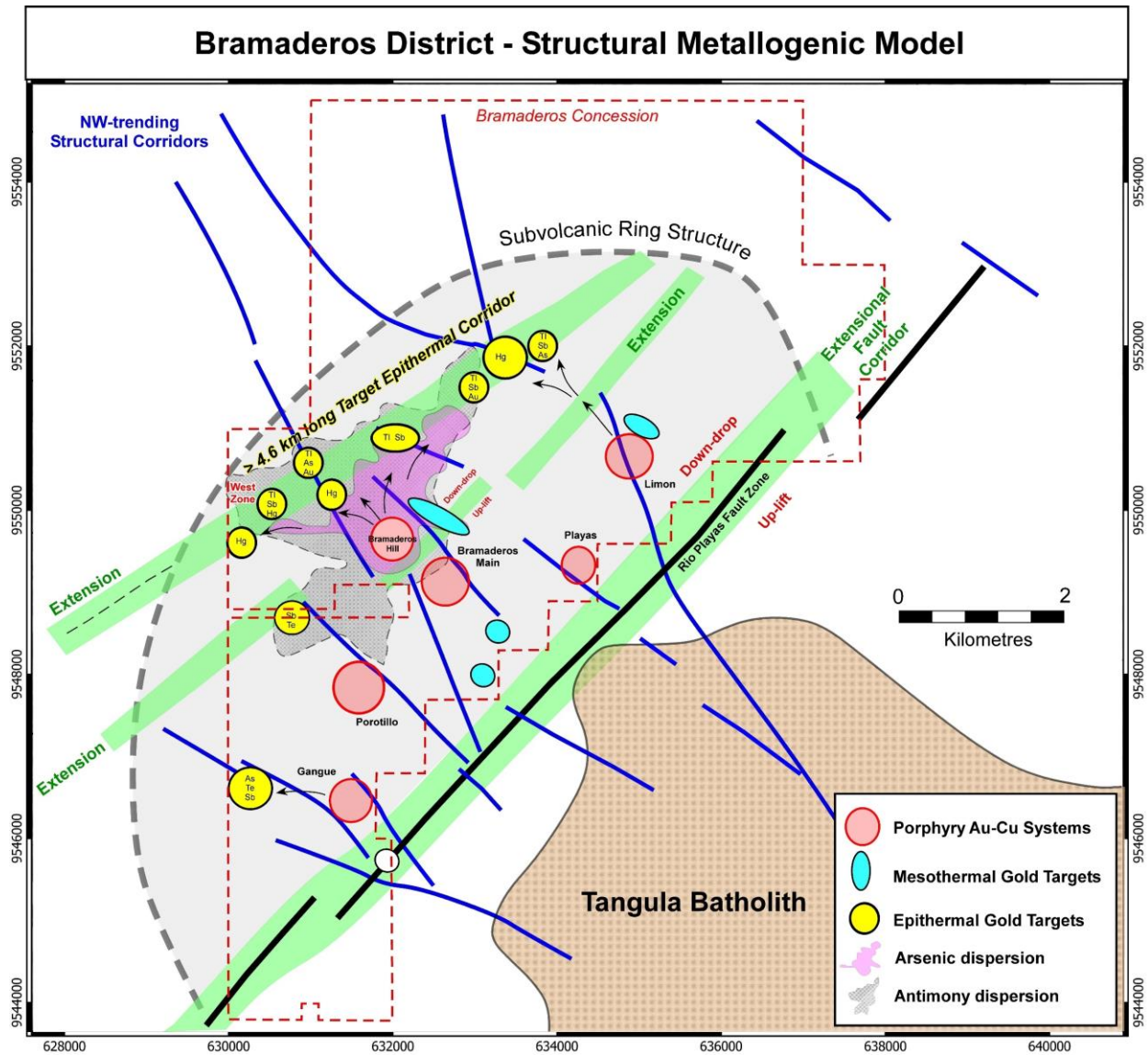


Figure 8: Schematic image showing some key elements of the Bramaderos exploration model and targets for porphyry gold-copper (red), epithermal gold (yellow).

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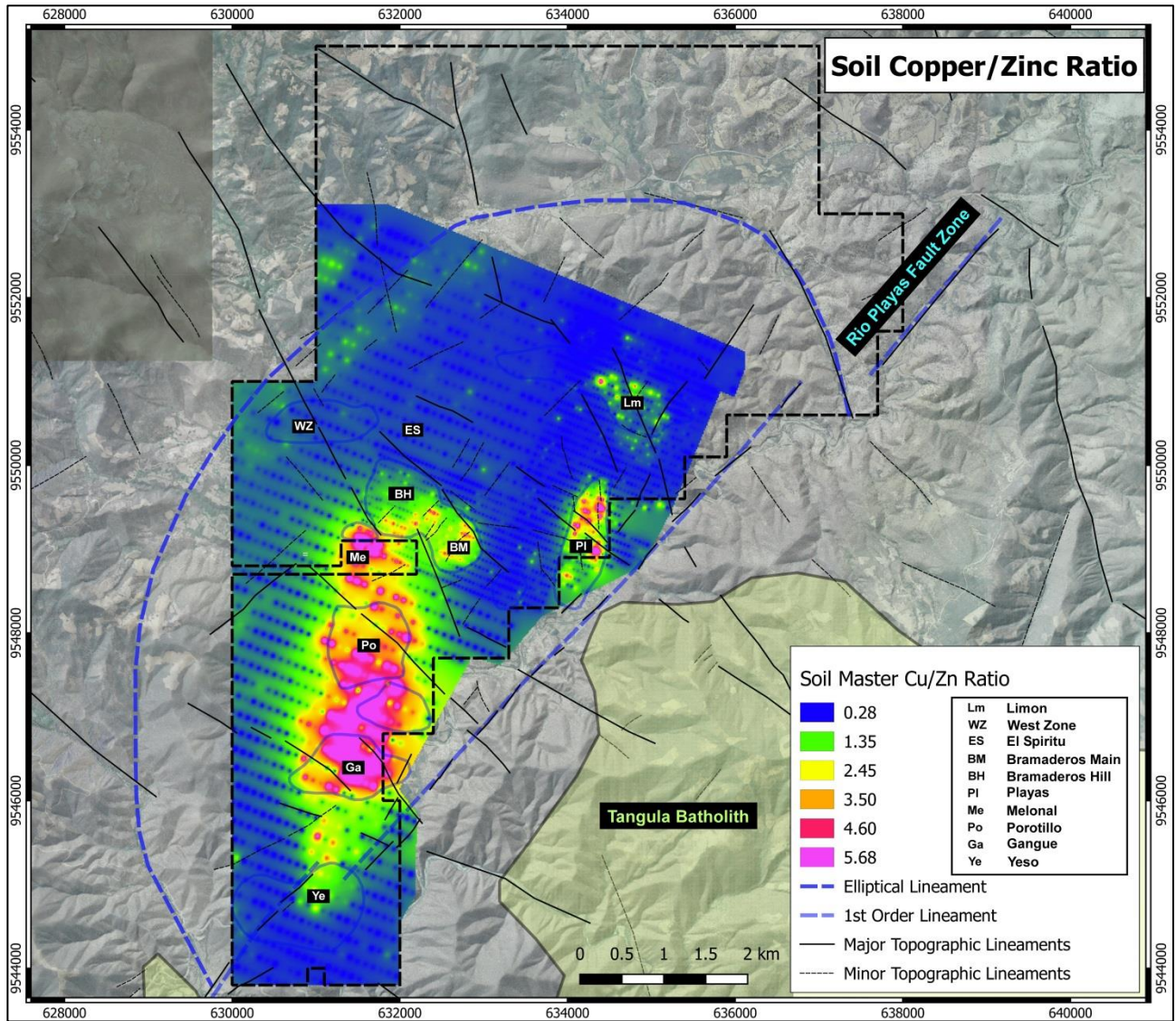


Figure 9: Copper-on-Zinc ratio defining strong targets clustering from Gangue to Bramaderos Main. Limon's weaker signature is because the main target is buried.

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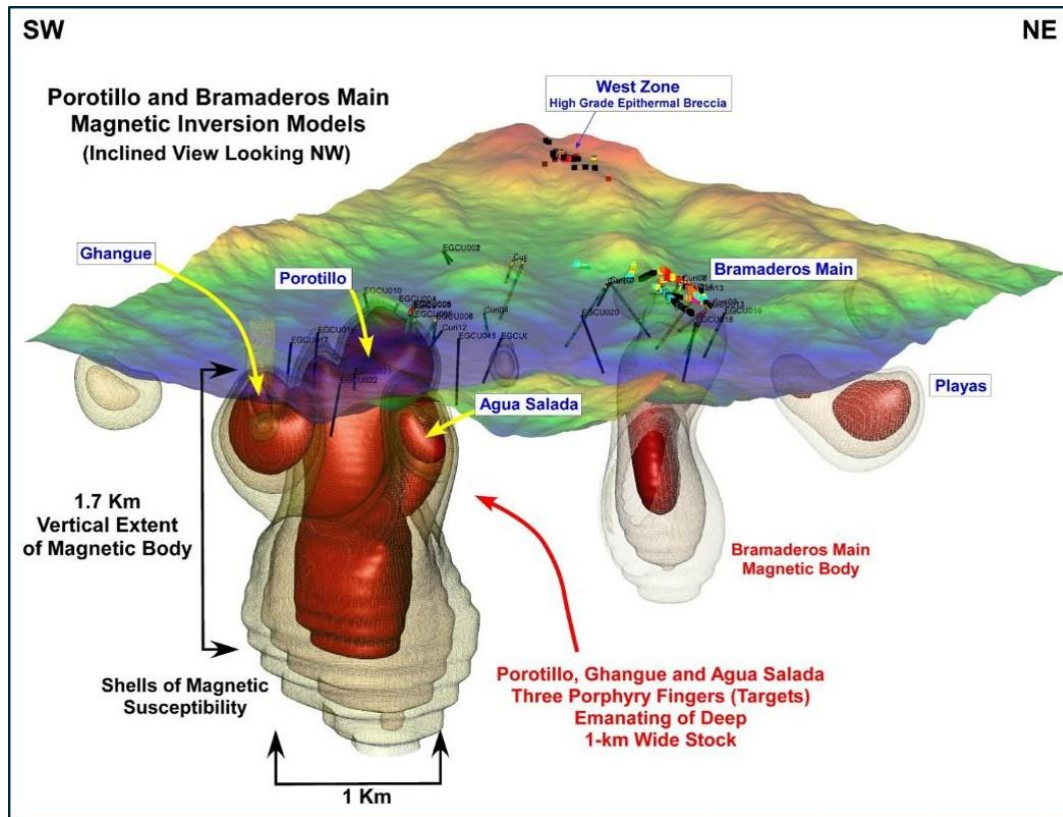


Figure 10: 3-d view looking to NW showing the modelled magnetic bodies correlating with areas of porphyry gold-copper mineralisation at Bramaderos Main and the Porotillo-Gangue porphyry cluster

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TENEMENT SCHEDULE

At the end of the quarter, the Company holds the following tenements:

Gold-Copper Tenements – Ecuador

Tenement Holder	Tenement Name	Location	Status	Sunstone Ownership
La Plata Minerales S.A.	Bramaderos [^]	Loja, Ecuador	Granted	51%

Gold Tenements - Finland

Tenement Holder	Tenement Name	Location	Status	Sunstone Ownership
Kultatie Oy	Somero*	Somero, Finland	Granted	80%
Kultatie Oy	Perämäki*	Somero, Finland	Application	80%
Kultatie Holding Oy	Katinhanta	Somero, Finland	Application	100%
Kultatie Holding Oy	Luutasuo	Somero, Finland	Application	100%
Kultatie Holding Oy	Palikkala	Somero, Finland	Granted	100%
Kultatie Holding Oy	Arolanmäki	Somero, Finland	Granted	100%
Kultatie Holding Oy	Humppila	Somero, Finland	Granted	100%

Lithium Tenements – Finland

Tenement Holder	Tenement Name	Location	Status	Sunstone Ownership
Litiumloydos Oy	Tammela*	Somero, Finland	Granted	80%
Litiumloydos Oy	Ojalankulma*	Somero, Finland	Application	80%

[^]Sunstone has a right to earn up to 80% under the terms of the earn-in agreement announced to ASX on 10 April 2017. Sunstone formally met the requirement to earn the initial 51% interest on 28 August 2019.

*Subject to earn-in joint venture with Nortec Minerals Corp.

Competent Persons Statement

The information in this report that relates to exploration results is based upon information reviewed by Dr Bruce Rohrlach who is a Member of the Australasian Institute of Mining and Metallurgy. Dr Rohrlach is a full-time employee of Sunstone Metals Ltd and 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 Rohrlach consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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DIRECTORY

SUNSTONE METALS LIMITED
ABN 68 123 184 412

Web site:
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Stock Exchange Listing

Australian Stock Exchange

ASX Code: STM

Investor Information Contacts:

Mr Gavin Leicht - Company Secretary
Sunstone Metals Limited
Tel: 07 3368 9888
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Shareholder Enquiries:

Share registry matters should be directed to:

Computershare Investor Services
Phone: 1300 850 505
Website: www.computershare.com.au

Registered Office:

9 Gardner Close
Milton Queensland 4064
Phone: 07 3368 9888
Fax: 07 3368 9899

Issued capital:

Ordinary shares: 1,384,387,646 (STM)
(at 30 September 2019)

Directors:

Graham Ascough – Non-Executive Chairman
Malcolm Norris – CEO/Managing Director
Don Hyma - Non-Executive Director
Stephen Stroud - Non-Executive Director

Company Secretary:

Gavin Leicht

For further information please visit www.sunstonemetals.com.au or contact:

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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

Sunstone Metals Limited

ABN

68 123 184 412

Quarter ended ("current quarter")

30 September 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(2,969)	(2,969)
(b) development		
(c) production		
(d) staff costs	(388)	(388)
(e) administration and corporate costs	(202)	(202)
1.3 Dividends received (see note 3)		
1.4 Interest received	2	2
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development refunds	0	0
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(3,556)	(3,556)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(72)	(72)
(b) tenements (see item 10)		
(c) investments		
(d) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)	1,514	1,514
	(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	1,442	1,442

2.2(b) for current quarter represents 10 million SEK received relating to Viscaria transaction

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	4,795	4,795
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	(205)	(205)
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	4,590	4,590

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,875	1,875
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,556)	(3,556)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	1,443	1,443
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4,590	4,590
4.5	Effect of movement in exchange rates on cash held	(0)	(0)
4.6	Cash and cash equivalents at end of period	4,351	4,351

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	89	678
5.2	Call deposits	4,262	1,197
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)	4,351	1,875

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**

129

Directors remuneration includes Managing Director salary.

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

8.	Financing facilities available	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	Add notes as necessary for an understanding of the position		
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	2,300
9.2	Development	
9.3	Production	
9.4	Staff costs	379
9.5	Administration and corporate costs	250
9.6	Other (provide details if material) Tax Payment	
9.7	Total estimated cash outflows	2,929

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	Viscaria	Further 10 million SEK received relating to Viscaria transaction	0	0
10.2	Interests in mining tenements and petroleum tenements acquired or increased	Bramaderos	Expenditure required to earn 51% met during quarter	0	51%

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:

(~~Director~~/Company secretary)

Date: 28 October 2019

Print name: GAVIN LEICHT

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.