ERRAWARRA Resources
ABN 95 155 472 834

ASX ANNOUNCEMENT

30 April 2021

QUARTERLY ACTIVITIES REPORT 2020/2021

FAST FACTS

ASX Code: ERW & ERWO

CAPITAL STRUCTURE

Shares on issue: 39.9 Million
Market cap: $7.98 Million (at $0.20)
Cash: $4.33 Million (31 Mar 2021)
Debt: Nil

BOARD OF DIRECTORS

Non-Executive Chairman
Markus Bachmann
Executive Director
Thomas Reddicliffe
Non-Executive Director
Greta Purich

KEY PROJECTS

Sole Funded
Binti Binti (Gold)
Errabiddy (Gold & Nickel-Copper)
Fraser Range (Nickel-Copper-PGE)

ABOUT ERRAWARRA RESOURCES (EST. 2012)

Errawarra Resources Ltd is an exploration company with a focus on gold and nickel-copper in Western Australia.

During the 3rd Quarter (January – March 2021) Errawarra:

- **Binti Binti (Gold)** – released results from 1st round of aircore drilling, completed acquisition of historic goldfield; and commenced 2nd round of aircore drilling.
- **Fraser Range (Nickel-Copper-PGE)** – completed field work and interpretations of 1st and 2nd phases of ground electromagnetic (EM) surveys.
- **Corporate** – issued listed options to all eligible shareholders and completed acquisition of Fraser Range tenements.
- **Governance** – after the end of the Quarter, appointed Mr Thomas Reddicliffe as Executive Director following retirement of Mr Damian Hicks from the Board.

During the 4th Quarter (April – June 2021) Errawarra plans to:

- **Binti Binti (Gold)** – receive and interpret assays from the 2nd round of aircore drilling.
- **Fraser Range (Nickel-Copper-PGE)** – complete 3rd and 4th phases of ground EM surveys and if warranted, lodge applications to drill test anomalous bedrock responses.
- **Errabiddy (Gold & Nickel-Copper)** – fly detailed airborne magnetic survey over 100% of the project and commence structural interpretation, commence geological mapping and sampling.

EXPLORATION

Errawarra Resources Ltd (Errawarra or the Company) holds three exploration projects, namely Binti Binti, Fraser Range and Errabiddy. The projects are prospective for gold and nickel-copper mineralisation.

Figure 1: Portfolio location map

Binti Binti (Gold) [1]

The Binti Binti gold project is located, 70km north-east of Kalgoorlie (refer Figure 1 above). Binti Binti is considered prospective for orogenic (lode) gold mineralisation given the historic Gindalbie Goldfield and associated workings within the project tenure.

Tenement E27/603 was the focus of the 1st round of aircore drilling. Within this tenement gold-anomalous soil geochemistry, combined with aeromagnetic data, outlined a structural corridor considered potentially favourable to mineralisation. Errawarra drilled 99 aircore holes for a total of 5,267 metres in late 2020 testing the low-level gold-in soil anomaly. Interpretation of Errawarra's drilling results suggests the anomaly was potentially transported from the adjacent Gindalbie Goldfield, not from an underlying bedrock source. No significant results were returned from the 1st drill program.

With the benefit of the information from the above drill program Errawarra commenced the 2nd round of aircore drilling focused on the adjacent Gindalbie tenement (E27/577). Gold-bearing structures identified throughout the southern and western parts of the tenement hosting the historic goldfield, are mostly untested by drilling. Artisanal workings, which are largely the best indication of gold mineralisation in the area, are located where the gold-bearing structure outcrops. Much of the prospective area is concealed by cover sediments and remains untested by drilling. Several target areas have been identified which were the focus for the drill program. These target areas have been inspected in the field. Some of the identified target areas are very specific, and based on several positive indications across various datasets, whereas others are largely conceptual in nature. The objective of the aircore programme is to delineate zones of gold enrichment reflecting bedrock gold mineralisation.

Errawarra acquired its 80% interest in the Gindalbie goldfield in December 2020 and settled the acquisition in January 2021. Drill approvals have been received, the drilling contractor secured, and drilling is scheduled to commence in March 2021. Errawarra will advise shareholders when drilling has commenced.

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[1] For a detailed technical description of regional and project scale geology please refer to the Independent Geological Report available for download here accompanying the Prospectus lodged with ASX.

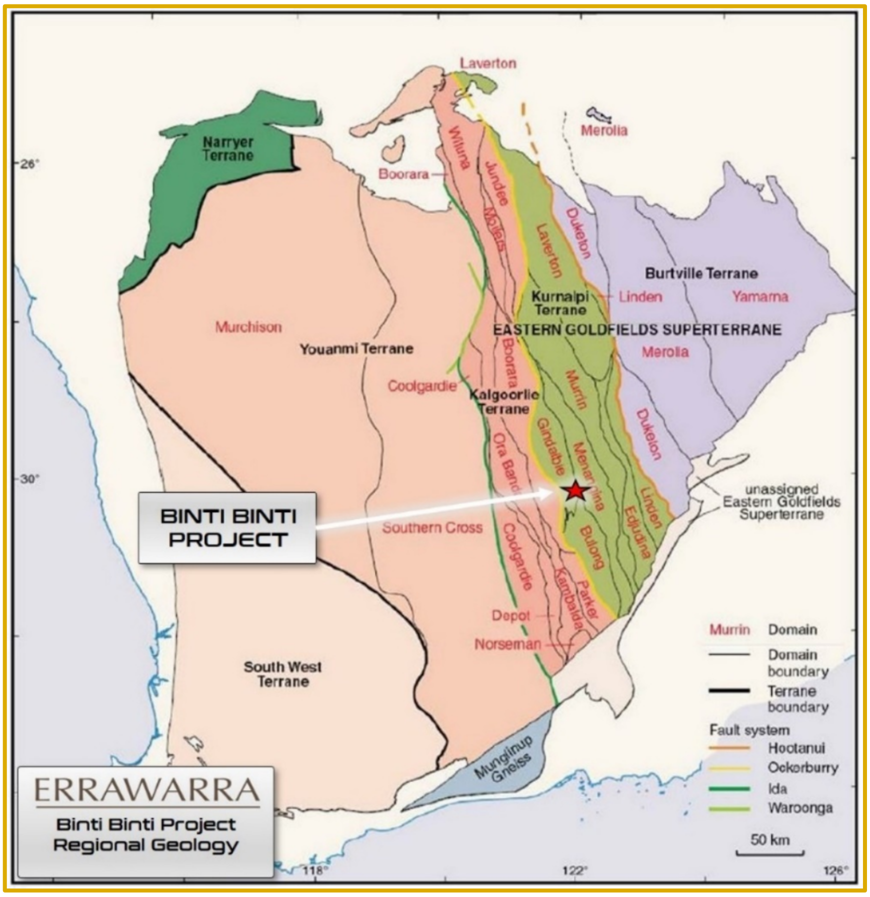

Figure 2: Project location and regional geology

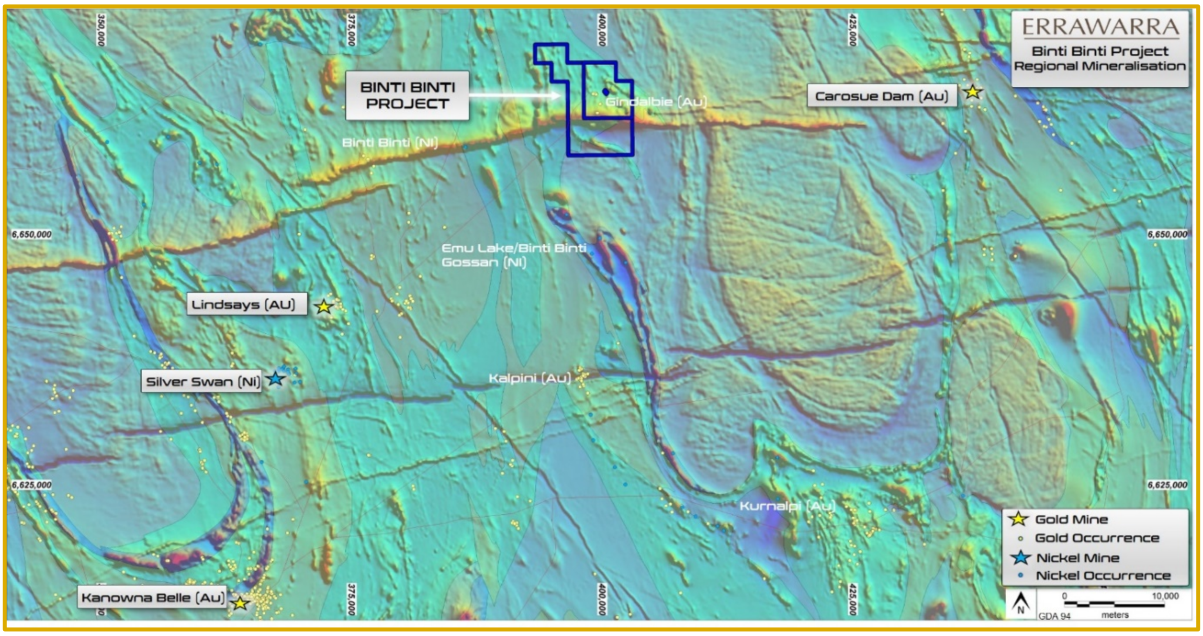

Figure 3: Regional gold and nickel mineralisation. Errawarra has the rights to an 80% interest in the Binti Binti Gold Project outlined in blue above.

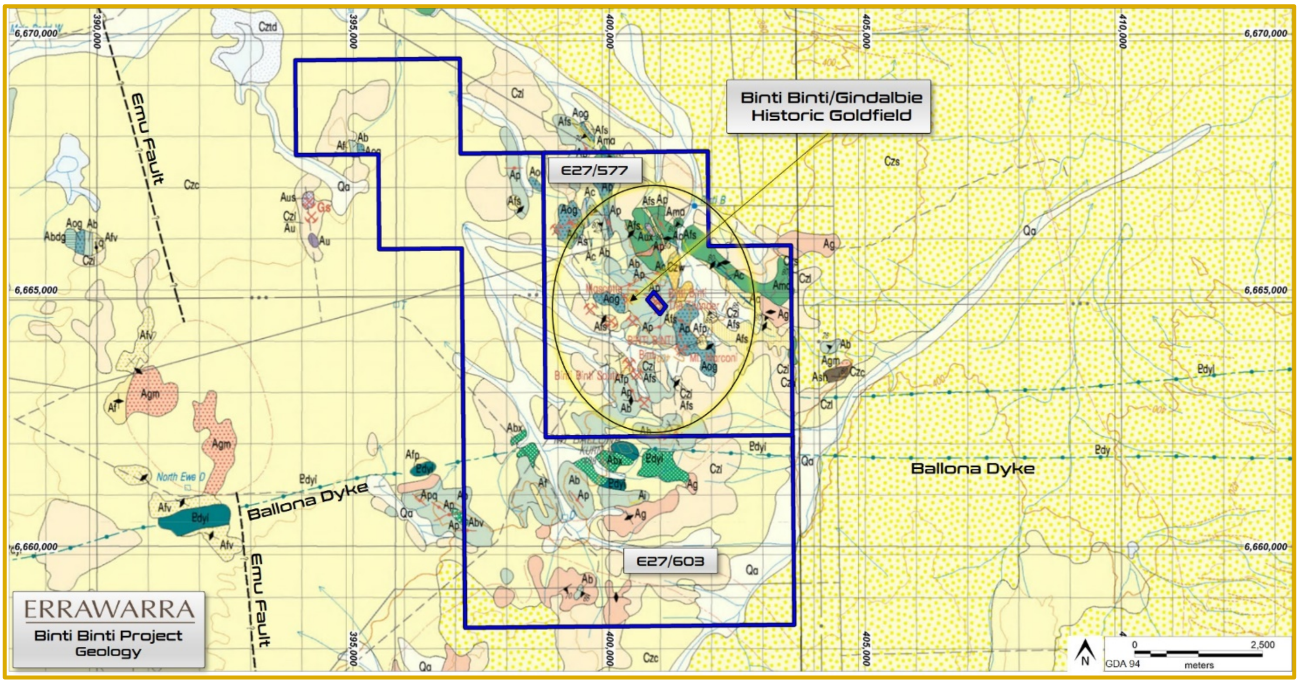

Figure 4: 100,000k (Gindalbie-3237) surface geology map over tenements E27/603 and E 27/577. (GSWA). The red ellipse highlights the approximate coverage of the drilling referred to in the ASX release dated 18 December 2020. Errawarra has the rights to an 80% interest in the Binti Binti Gold Project outlined in blue above.

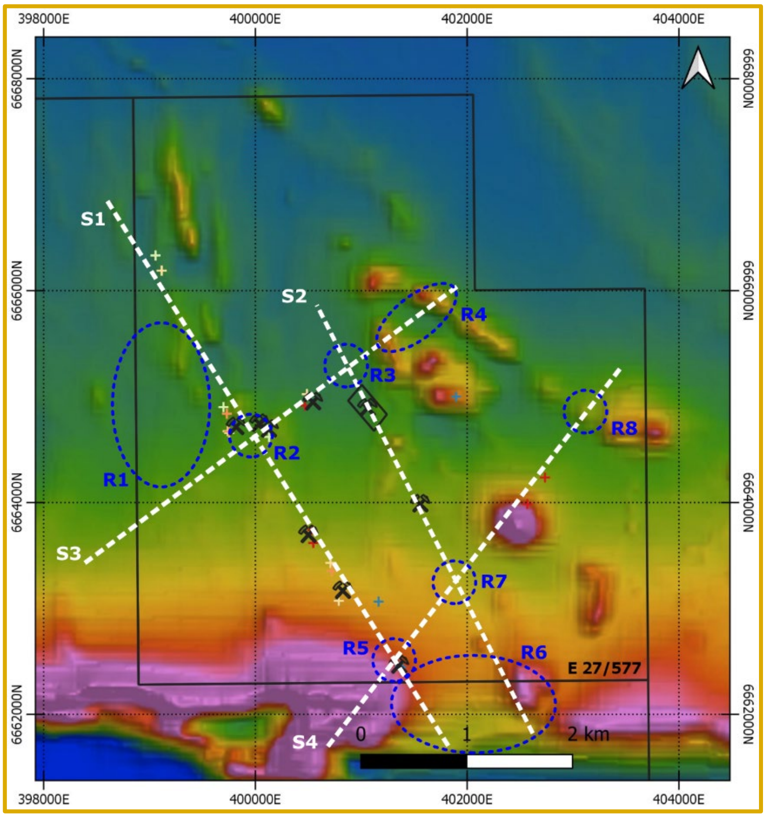

Figure 5: Map of E 27/577 showing the interpreted structures that control the distribution of gold mineralisation (S1 to S4). These features and the regions labelled R1 to R8 are described in table 1 on page 5. The background image is an aeromagnetic grid (TMI). Coloured crosses indicate the position of historic rock chip samples.

Table 1: Description of target areas identified from review of the historic datasets, as shown in Figure 5

Target Name	Priority	Observations/Rationale	Recommended Work
S1	High	Location of most of the historic artisanal workings	Field Inspection completed Aircore drilling in covered areas. RC drilling beneath workings
S2	High	Contains significant workings, subparallel to the S1 structure which hosts most of the historic gold production	Field Inspection completed Test covered areas with regular spaced aircore lines RC drilling beneath workings
S3	Mod	Cross-cutting NE-trending structure that appears to localise gold mineralisation	Field Inspection completed Test covered areas with regular spaced aircore lines RC drilling beneath workings
S4	High	Underexplored NE-trending structure that appears to be associated with significant localisation of gold	Field Inspection Test covered areas with regular spaced aircore lines RC drilling beneath workings, drill test area of elevated rock chips (>5.0 g/t Au)
R1	Mod	Mineralised structures observed in nearby artisanal workings (between S1 and S3) become covered by transported sediments to the west	Aircore drilling to test for continuation of gold-bearing structures under the transported cover
R2	High	Intersection of structures may be favourable gold deposition site. Historic workings a good indication	Field Inspection completed Aircore drilling to delineate anomalous areas, RC drilling at workings to test for bedrock gold
R3	Mod	Intersection of structures may be favourable gold deposition site. Workings nearby but not at the intersection.	Field Inspection completed Reconnaissance drilling (aircore or RC) to determine whether there is gold anomalism at the location
R4	Low	Conceptual target where structure intersects reactive (potential host) rocks. Need positive indications before drilling	Field inspection and sampling partly completed Drilling dependent on results
R5	High	Intersection of two structures that appear to focus gold mineralisation. Significant workings in the area	Field inspection completed RC drilling beneath workings
R6	High	De-magnetised dyke suggestive of structural offset and/or alteration. Geology obscured by laterite. Drilling may straddle tenement boundary into adjoining E 27/603.	Field inspection completed Scout aircore drilling to test for anomalous gold in regolith and/or bedrock
R7	Mod	Conceptual structural target under cover. Reconnaissance aircore drilling should prove whether this is a valid target.	Field inspection Aircore to test for gold in bedrock and regolith
R8	Low	Conceptual target where structure intersects reactive (potential host) rocks. Need positive indications before drilling	Field inspection and sampling partly completed Drilling if warranted by results

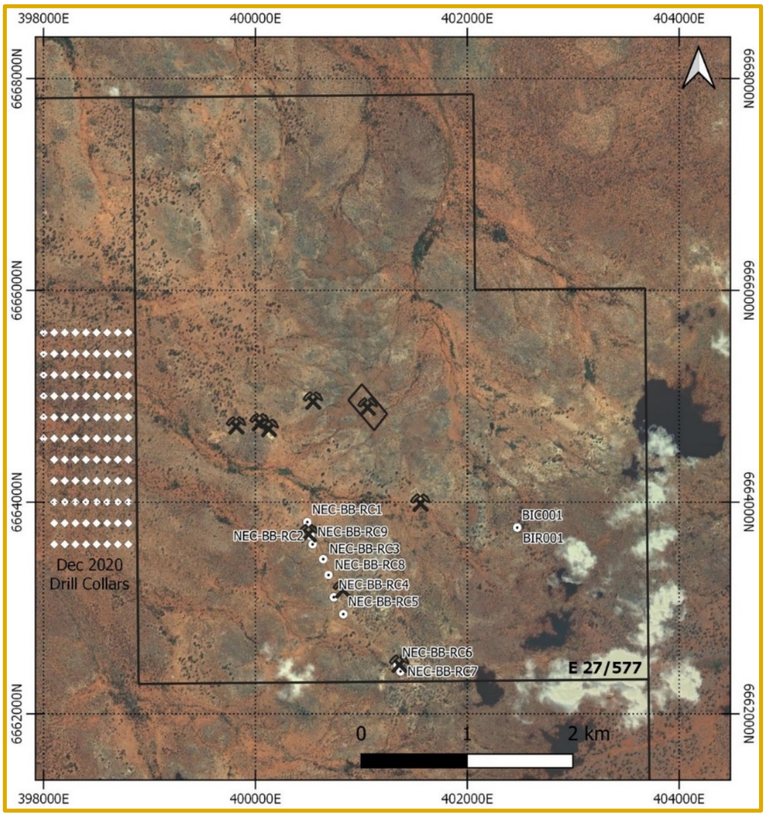

Figure 6: Map of tenement E 27/577 showing the coverage of historic drilling (compiled from the Western Australian Department of Mines, Industry Regulation and Safety "DMIRS" WAMEX system) as white circles, in relation to the historic workings. Additional drill collars of unknown provenance (not shown here) were noted during recent field work. Recent drilling conducted by Errawarra is shown as white diamonds.

Fraser Range (Nickel-Copper-Cobalt)

The Fraser Range project is located approximately 110km east of Norseman, Western Australia and 30kms south-west of the operating Nova nickel-copper-cobalt mine owned by IGO Ltd. The project is considered prospective for Nova style Ni-Cu-Co magmatic sulphide mineralisation.

The Fraser Range Project is at an early stage of exploration and priority areas identified for testing have been based on gravity anomalies, magnetic anomalies, geochemical anomalies, and favourable geological units for hosting sulphide mineralisation[2]. Surface EM surveying will cover four priority areas within the project and test for conductors that may be related to nickel-copper-cobalt sulphide mineralisation. These priority areas will be surveyed back-to-back, thereby completing the geophysical assessment of the project as soon as practically possible. Any bedrock geophysical anomalies identified will be tested with drilling as soon as possible.

The first and second ground EM surveys were Moving Loop Electromagnetic (MLEM-Slingram) surveys. The configuration for these surveys[3] was designed to emulate the survey parameters that detected the initial MLEM anomaly observed over the Nova-Bollinger deposit in 2012[4] (several hundred metres strike length). No strong anomalous responses were observed considered consistent with a massive sulphide (Nova-style) source in either the first or second EM surveys. A mid-time anomalous response was observed on the southern two lines in the second survey; however the interpretation is that this mid-time anomalous response could be sourced by a conductive paleochannel/drainage system.

The third survey has commenced, and interpretation of the survey data is expected to be completed in May 2021. Commencement of the fourth survey is subject to receipt of heritage approvals.

[2] For a detailed technical description please refer to the Independent Geological Report available for download here accompanying the Prospectus lodged with ASX.

[3] Refer ASX announcement dated 20 April 2021 for detailed configuration information.

[4] Refer to ASX announcement by Sirius Resources Ltd dated 18 April 2012.

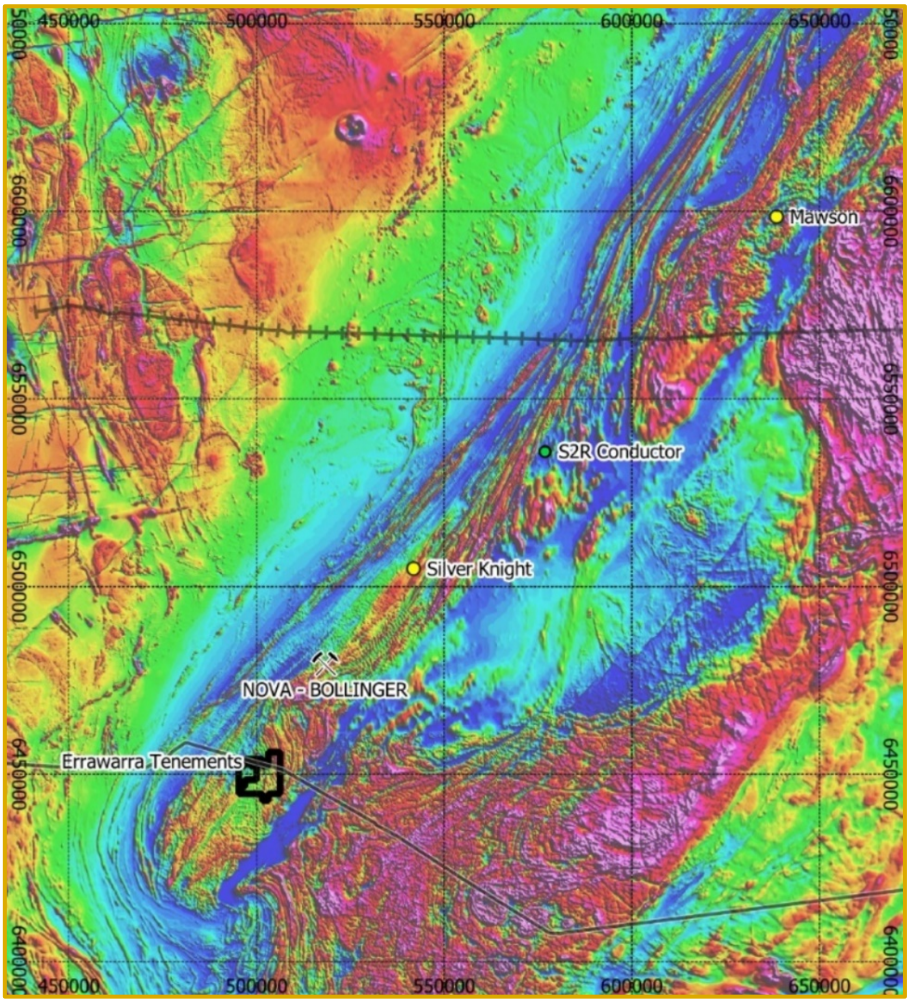

*Figure 7: Regional magnetics showing Errawarra tenement position relative to the Nova-Bollinger nickel-copper-cobalt mine owned by IGO Ltd. Each graticule is 20km * 20km.*

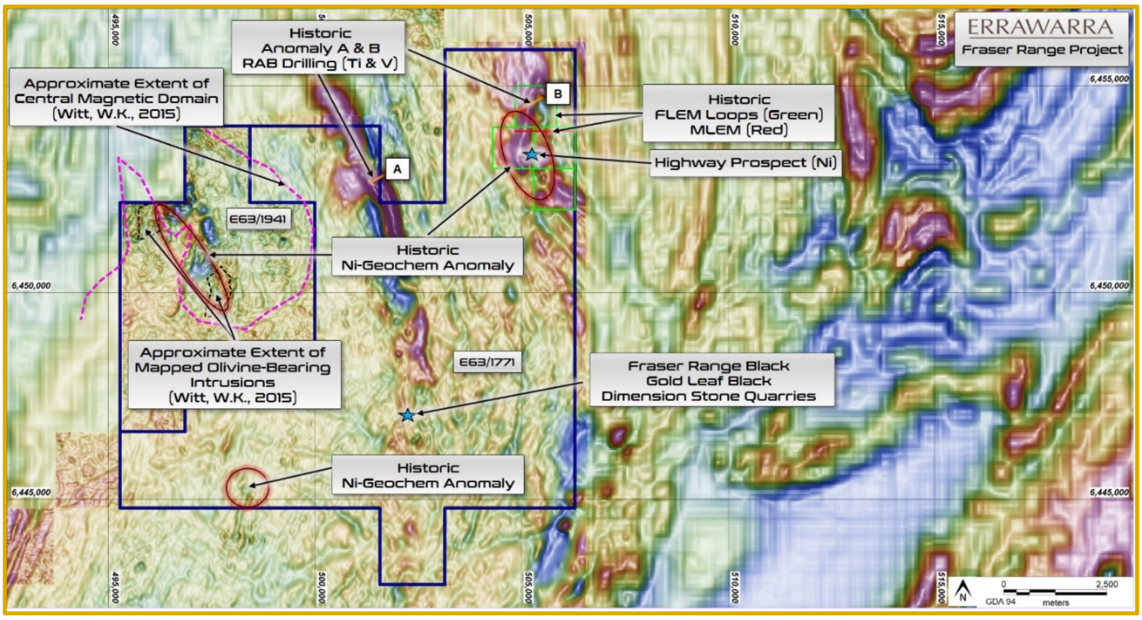

Figure 8: Fraser Range surface geology. Four priority areas within these two tenements will be covered with ground electromagnetic surveys throughout 2021.

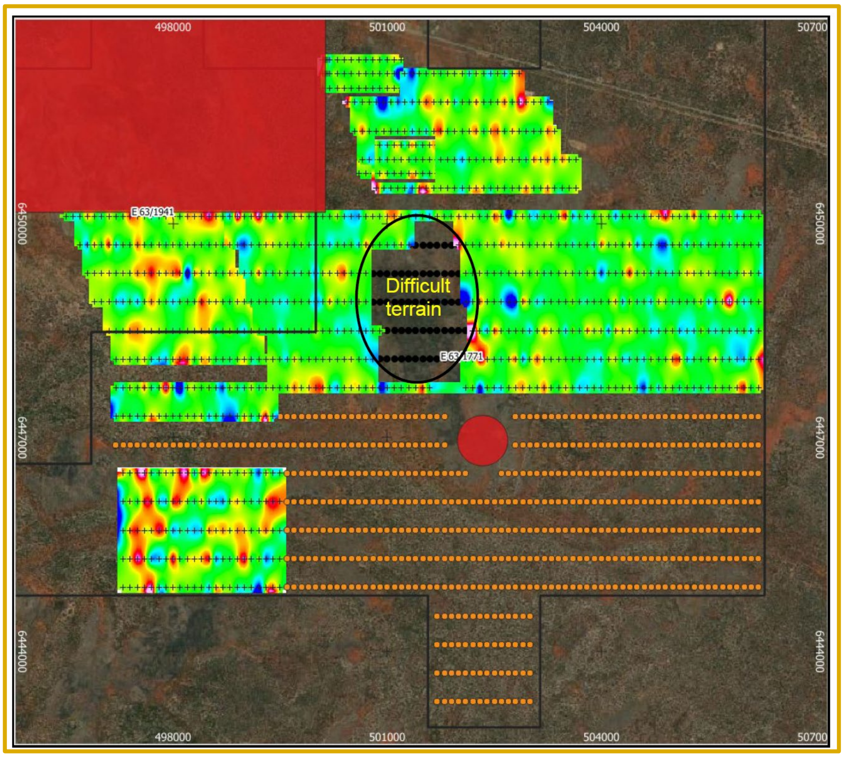

Figure 9: Slingram Z Ch30 grided image and completed Slingram stations (cross symbols). Third MLEM survey plan is represented by orange dots. Heritage approvals are required to complete ground EM surveys in the red areas. The difficult terrain has not yet been surveyed.

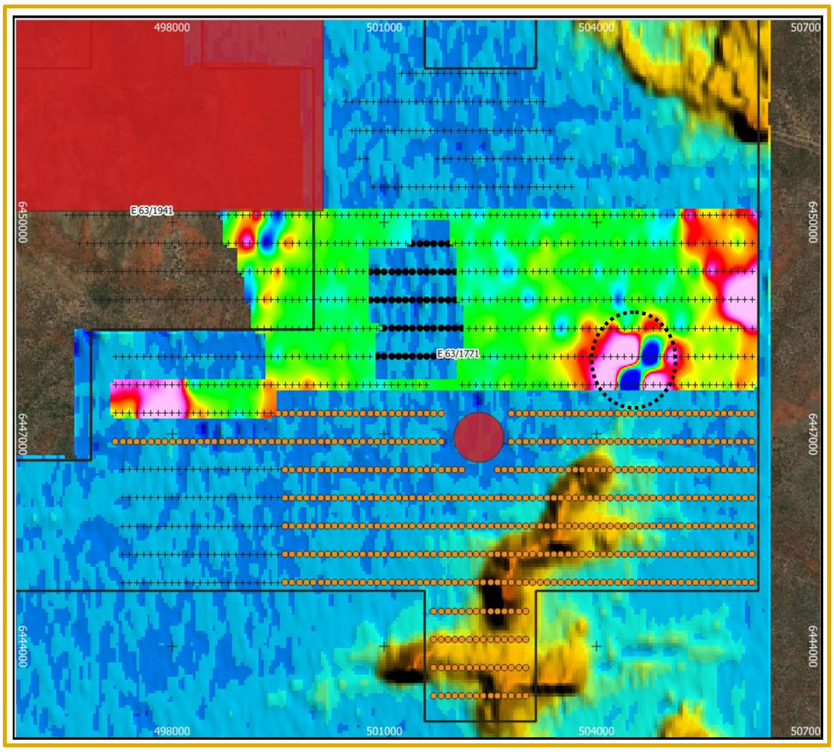

Figure 10: Slingram Z Ch20 gridded image and completed Slingram stations (cross symbols) over the Heli AEM Ch29_SA45i60. A mid-time anomalous response was observed on the southern two lines, 6447700N and 6448100N, at 504500E and 504750E respectively. The time constant is estimated to be around 4ms consistent with a moderate conductive source. The preliminary interpretation suggests that this mid-time anomalous response could be sourced by the conductive paleochannel/drainage system. The proposed Phase III stations are shown as orange dots.

Errabiddy – Gold & Nickel-Copper

The Errabiddy project is located 200km north-west of Meekatharra, Western Australia on the north-eastern margin of the Yilgarn craton. Errabiddy is located within an area that has undergone a "pegging rush" by several companies including Chalice Mining Ltd (owners of the Julimar nickel-copper-PGE discovery). Errawarra's package includes rock units prospective for intrusion hosted nickel-copper mineralisation and orogenic gold[5]

The Errabiddy project is at an early stage and is considered highly prospective due to its location and the encouraging results achieved by previous explorers. A detailed airborne magnetic (gradiometer) and radiometric survey (approximately 12,000 line kilometres) is expected to be completed this Quarter. It was originally contracted for completion in March 2021 however was delayed by cyclone activity in the region and the need to avoid disturbing cattle during mustering.

The first round of surface sampling is scheduled to commence this Quarter and will be followed by geological mapping and soil sampling. The aim of these exploration activities is to generate targets that warrant drill testing.

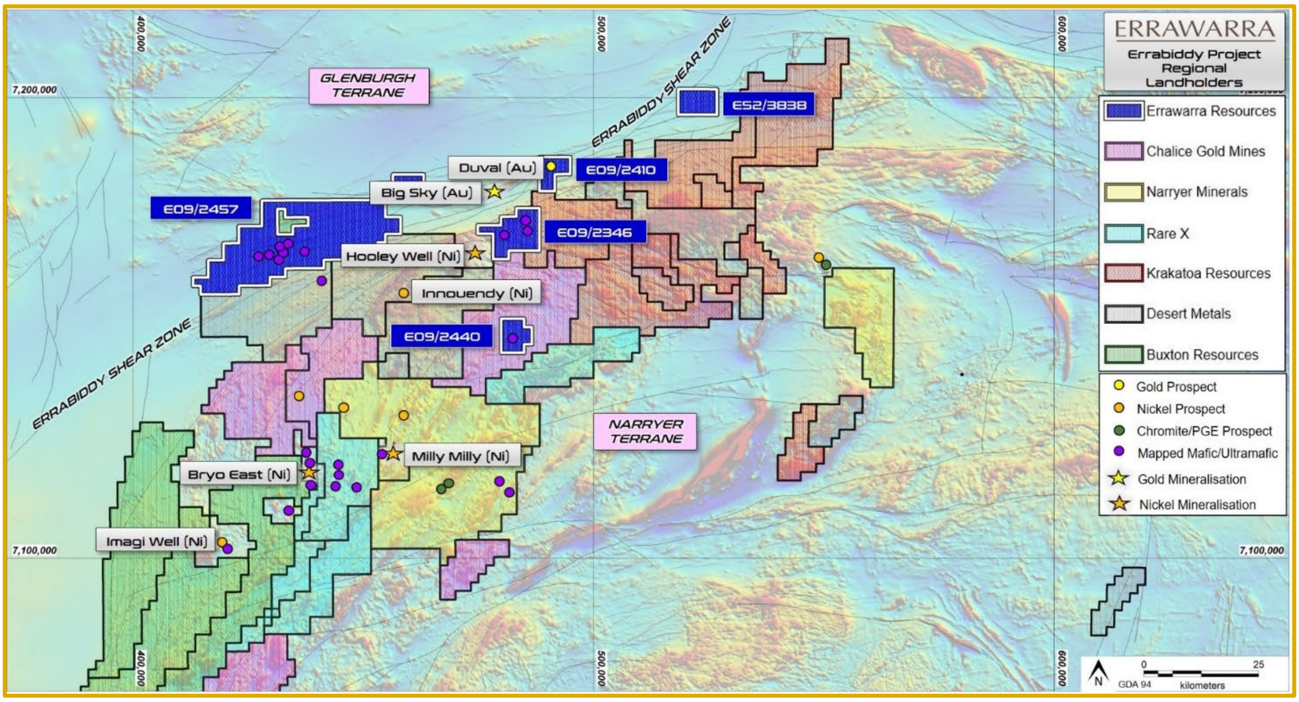

Figure 11: Errabiddy Project, regional landholders map.

[5] For a detailed technical description please refer to the Independent Geological Report available for download here accompanying the Prospectus lodged with ASX.

GOVERNANCE

ASX Announcements since 1 January 2021

Date	Announcement Title
20/04/2021	Fraser Range Nickel Project Update
01/04/2021	Board Succession
31/03/2021	Application for quotation of securities
29/03/2021	Completion of Free Option Issue
29/03/2021	Change of Director's Interest Notice x 4
22/03/2021	Drilling Commences at Binti Binti Historic Goldfield
11/03/2021	Update on Restriction Agreements
11/03/2021	Free Option Issue
11/03/2021	Propose issue of shares - Free Option
10/03/2021	Propose issue of shares to Kingmaker
10/03/2021	Completion of Acquisition of Fraser Range
10/03/2021	Initial substantial holder notice - Sorrento
10/03/2021	Change of Director's Interest Notice
09/03/2021	Half Year Financial Report
05/03/2021	Free Option Issue
04/03/2021	Response to ASX Price and Volume Query
18/02/2021	Binti Binti / Gindalbie Gold Project Update
10/02/2021	Fraser Range Update
05/02/2021	Presentation
30/01/2021	2nd Quarter Activities Report
30/01/2021	2nd Quarter Cashflow Report
05/01/2021	Completion of Acquisition of Historic Goldfield

Board Succession

Mr Thomas Reddicliffe was appointed Executive Director on 1 April 2021. Mr Damian Hicks retired as Executive Director on 1 April 2021 and will continue in the role of Chief Executive Officer until 30 June 2021.

CORPORATE AND FINANCE

Issue capital

During the quarter, 250,000 shares were issued on completion of the acquisition of historic Gindalbie goldfield, and 2,428,823 shares were issued on completion of the acquisition of the Fraser Range tenements.[6] In addition, 19,733,417 free options (listed and unlisted) were issued to eligible shareholders. The listed options trade on ASX under the code ERWO.

[6] Refer to the Prospectus lodged with ASX on 11 December 2020.

The capital structure of the Company as of 31 March 2021 was:

Capital Structure	
Ordinary fully paid shares	39,893,234
Listed options exercisable at $0.30 on or before 30 September 2022	16,767,101
Unlisted options exercisable at $0.30 on or before 30 September 2022	2,966,316
Unlisted options exercisable at $0.30 on or before 26 November 2024	1,800,000
Unlisted options exercisable at $0.30 on or before 2 December 2024	1,800,000

Finance

The Company had $4.33 million cash on hand as of 31 March 2021.

Related Party payments for the quarter outlined in Appendix 5B at section 6.1 and 6.2 total $47,000 and include amounts paid to directors for salary, directors' fees and statutory superannuation.

Use of Funds

The Company provides the following disclosures required by ASX Listing Rule 5.3.4 regarding a comparison of its actual expenditure to date since listing on 14 December 2020 against the 'use of funds' statement in its Prospectus dated 11 November 2020[7].

Expenditure	Funds allocated pursuant to Prospectus from commencement (assume 1 December 2020) for 24 months	Actual payments from commencement to 31 March 2021 (i.e. 4 months)
Vendor payments	$235,593	$176,044
Exploration		
- Fraser Range	$1,936,000	$226,080
- Binti Binti	$1,160,000	$319,301
- Errabiddy	$775,000	$52,501
Working capital	$1,397,407	$382,942
Cost of offer	$656,000	$680,710
TOTAL	**$6,160,000**	**$1,837,577**

This ASX announcement has been authorised for release by Thomas Reddicliffe, Executive Director.

For further information, please contact:

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Executive Director
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T: +61 8 9322 3383

7 The Use of Funds table is a statement of current intentions. Investors should note that the allocation of funds set out in the table may change depending on several factors including the results of exploration, outcome of development activities, regulatory developments and market and general economic conditions.

TENEMENT SCHEDULE

Current*

Tenement number	Interest Start	Interest End	Note	Tenement number	Interest Start	Interest End	Note
Location: Binti Binti, Australia							
E27/0603	80%	80%					
Location: Errabiddy, Australia							
E09/2346	80%	80%					
E52/3838	100%	100%					
Location: Fraser Range, Australia							
E63/1771	70%	70%					
E63/1941	70%	70%					

* Post Quarter end Errawarra acquired an 80% interest in the Gindalbie tenement. This will be reflected in the next Quarterly Activities Report.

Application

Tenement number	Tenement number
Location: Errabiddy, Australia	
E09/2410	
E09/2440	
E09/2457	
E09/2459	

Relinquished or Lapsed

Nil

COMPETENT PERSONS

The information in this document that relates to exploration results at the Fraser Range and Binti Binti is based on information compiled by Adrian Black, a Competent Person who is a Member of the AIG (1364). Adrian Black is a consultant to Errawarra Resources Ltd and its subsidiary companies. Adrian Black has sufficient experience, which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).