



# Quarterly Report

Period Ending September 30th 2020

## Highlights



### Costa Fuego Becomes a Leading Global Copper Development

- Hot Chili's combined Costa Fuego project now ranks as one of the world's largest low-altitude, clean concentrate (no arsenic), copper-gold Mineral Resources not controlled by a major mining company
- The Cortadera maiden Mineral Resource takes the total Mineral Resource estimate for Costa Fuego\*\* to 724Mt at 0.48% copper equivalent (CuEq\*) for 2.9Mt copper, 2.7Moz gold, 9.9Moz Silver and 64kt molybdenum

### Maiden Cortadera Mineral Resource – Globally Significant & Growing

- The Cortadera maiden Mineral Resource is one of just two major global copper discoveries recorded in the world since 2016 (S&P Global) and comprises (+0.25% CuEq\*) 451Mt at 0.46% CuEq\*, including a higher grade component (+0.6% CuEq\*) of 104Mt at 0.74% CuEq\*

### Forward Work Streams– Growth Drilling, Resource Additions & First Revenue

- Two drill rigs in operation at Cortadera testing large growth targets, updates expected shortly
- Excellent initial copper recoveries and compatible metallurgy from recent sulphide testwork confirm all three of Costa Fuego's deposits (Cortadera, Productora and San Antonio) can be incorporated into one combined development
- Maiden resource estimate for the San Antonio high grade satellite copper deposit being compiled and scoping study for combined Costa Fuego development advancing well
- Ramp-up of lease mining and processing at Productora progressing well, first commercial cash flow expected to commence in late November owing to delays related to local COVID restrictions

\* Copper Equivalent (CuEq) reported for the resource were calculated using the following formula:  $CuEq\% = ((Cu\% \times Cu \text{ price } 1\% \text{ per tonne} \times Cu\_recovery) + (Mo \text{ ppm} \times Mo \text{ price per g/t} \times Mo\_recovery) + (Au \text{ ppm} \times Au \text{ price per g/t} \times Au\_recovery) + (Ag \text{ ppm} \times Ag \text{ price per g/t} \times Ag\_recovery)) / (Cu \text{ price } 1\% \text{ per tonne})$ . The Metal Prices applied in the calculation were: Cu=3.00 USD/lb, Au=1,550 USD/oz, Mo=12 USD/lb, and Ag=18 USD/oz. For Cortadera (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=56%, Mo=82%, and Ag=37%. For Productora (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=43% and Mo=42%. For Costa Fuego (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=51%, Mo=67% and Ag=23%.

\*\* Reported on a 100% Basis - combining Cortadera and Productora Mineral Resources using a +0.25% CuEq reporting cut-off grade



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## SUMMARY OF ACTIVITIES

### Costa Fuego Becomes a Leading Global Copper Project

In early October, Hot Chili announced a significant milestone– a maiden resource for its world-class Cortadera copper-gold discovery in Chile.

This very substantial Cortadera maiden mineral resource estimate, compares favourably with the only other significant new copper discovery announced globally since 2016 (source S&P Global Market Intelligence, Wood August 2020) – Rio Tinto’s Winu discovery in Western Australia (503Mt grading 0.45%CuEq, 100% Inferred and reported above 0.20% CuEq cut-off grade, announced to ASX 28th July 2020).

#### Highlights include:

- Cortadera’s maiden Mineral Resource positions Hot Chili with the largest copper Mineral Resources and one of the largest gold Mineral Resources for an ASX-listed emerging company
- The Cortadera maiden Mineral Resource (+0.25% CuEq\*) of 451Mt at 0.46% copper equivalent (CuEq\*) takes the total Mineral Resource estimate for Costa Fuego\*\* to 724Mt at 0.48% CuEq1 for 2.9Mt copper, 2.7Moz gold, 9.9Moz Silver and 64kt molybdenum
- The Cortadera maiden Mineral Resource includes a higher grade component (+0.6% CuEq\*) of 104Mt at 0.74% CuEq\* that is growing rapidly
- The independently estimated Mineral Resource (categorised as, 41% Indicated and 59% Inferred), extends from surface and remains open in several key directions

Tables 1 and 2 outline the maiden Cortadera Mineral Resource estimate, the re-stated Productora Mineral Resource estimate and the Global Mineral Resource for the combined Costa Fuego project, respectively.

For further details please refer to ASX announcement “Costa Fuego Becomes a Leading Global Copper Project” (12th October 2020) for JORC Table 1 information related to the Cortadera JORC compliant Mineral Resource estimate by Wood and the Productora re-stated JORC compliant Mineral Resource estimate by AMC Consultants.

**Table 1 Independent JORC Code Cortadera Mineral Resource**

Cortadera Resource		Grade					Contained Metal				
Classification (+0.25% CuEq*)	Tonnage (Mt)	CuEq (%)	Cu (%)	Au (g/t)	Ag (g/t)	Mo (ppm)	Copper Eq (tonnes)	Copper (tonnes)	Gold (ounces)	Silver (ounces)	Molybdenum (tonnes)
Indicated	183	0.49	0.40	0.15	0.7	43	905,000	728,000	889,000	4,227,000	7,900
Inferred	267	0.44	0.35	0.12	0.7	73	1,181,000	935,000	1,022,000	5,633,000	19,400
<b>Total</b>	<b>451</b>	<b>0.46</b>	<b>0.37</b>	<b>0.13</b>	<b>0.7</b>	<b>61</b>	<b>2,086,000</b>	<b>1,663,000</b>	<b>1,911,000</b>	<b>9,860,000</b>	<b>27,300</b>

Reported at or above 0.25% CuEq\*. Figures in the above table are rounded, reported to appropriate significant figures, and reported in accordance with the JORC Code - Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Metal rounded to nearest thousand, or if less, to the nearest hundred. \* \*Copper Equivalent (CuEq) reported for the resource were calculated using the following formula::  $CuEq\% = ((Cu\% \times Cu\ price\ 1\% \ per\ tonne \times Cu\_recovery) + (Mo\ ppm \times Mo\ price\ per\ g/t \times Mo\_recovery) + (Au\ ppm \times Au\ price\ per\ g/t \times Au\_recovery) + (Ag\ ppm \times Ag\ price\ per\ g/t \times Ag\_recovery)) / (Cu\ price\ 1\% \ per\ tonne)$ . The Metal Prices applied in the calculation were: Cu=3.00 USD/lb, Au=1,550 USD/oz, Mo=12 USD/lb, and Ag=18 USD/oz. For Cortadera (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=56%, Mo=82%, and Ag=37%.



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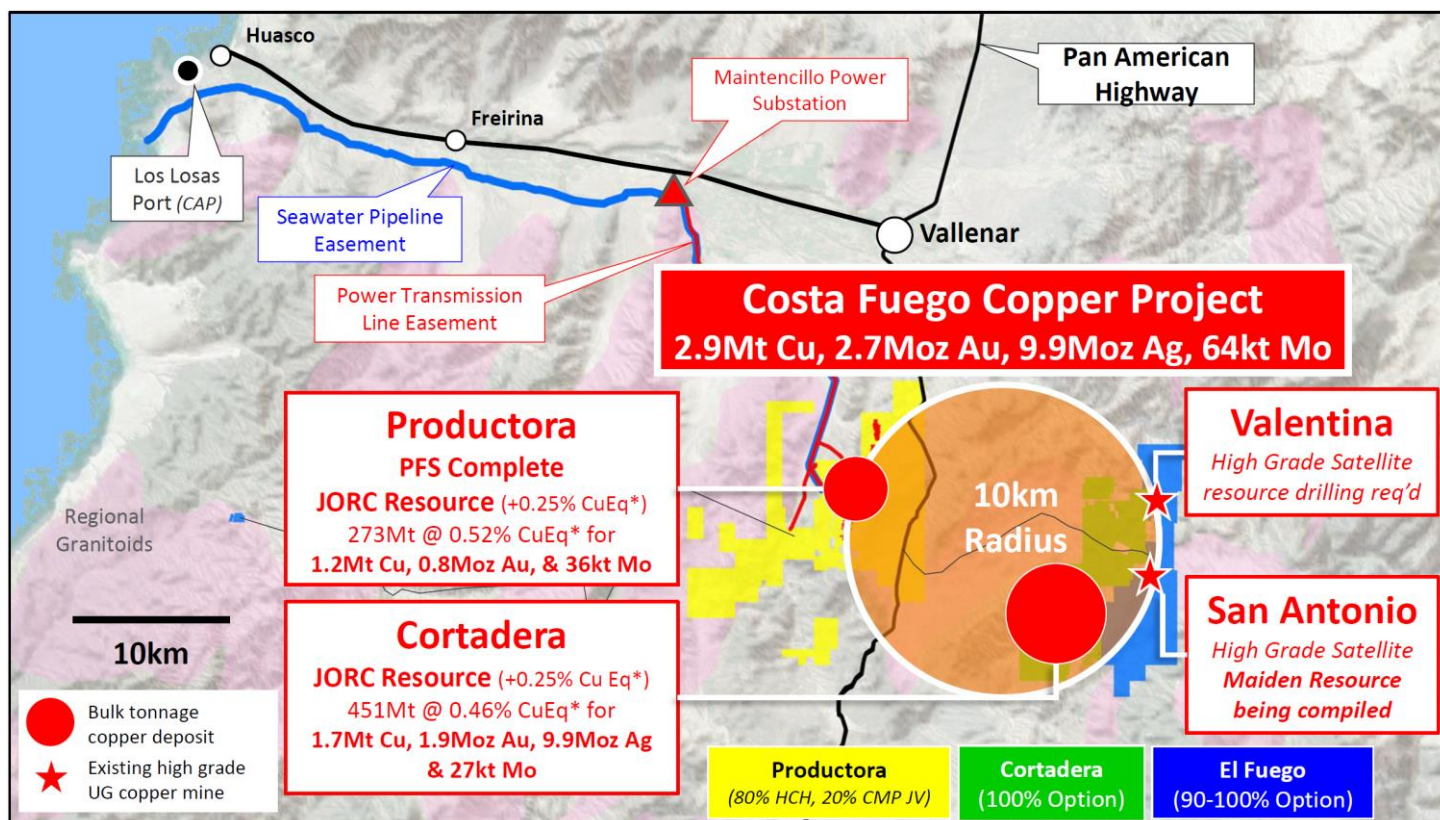
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**Table 2 Independent JORC Code Costa Fuego Combined Mineral Resource**

Costa Fuego Combined Resource			Grade					Contained Metal				
Deposit	Classification (+0.25% CuEq*)	Tonnage (Mt)	CuEq	Cu	Au	Ag	Mo	Copper Eq	Copper	Gold	Silver	Molybdenum
			(%)	(%)	(g/t)	(g/t)	(ppm)	(tonnes)	(tonnes)	(ounces)	(ounces)	(tonnes)
Cortadera	Indicated	183	0.49	0.40	0.15	0.7	43	905,000	728,000	889,000	4,227,000	7,900
	Inferred	267	0.44	0.35	0.12	0.7	73	1,181,000	935,000	1,022,000	5,633,000	19,400
	<b>Sub Total</b>	<b>451</b>	<b>0.46</b>	<b>0.37</b>	<b>0.13</b>	<b>0.7</b>	<b>61</b>	<b>2,086,000</b>	<b>1,663,000</b>	<b>1,911,000</b>	<b>9,860,000</b>	<b>27,300</b>
Productora	Indicated	208	0.54	0.46	0.10		140	1,122,000	960,000	643,000	-	29,200
	Inferred	67	0.44	0.38	0.08		109	295,000	255,000	167,000	-	7,200
	<b>Sub Total</b>	<b>273</b>	<b>0.52</b>	<b>0.44</b>	<b>0.09</b>		<b>133</b>	<b>1,417,000</b>	<b>1,215,000</b>	<b>810,000</b>	<b>-</b>	<b>36,400</b>
Costa Fuego (Combined)	Indicated	391	0.52	0.43	0.12		95	2,027,000	1,688,000	1,533,000	-	37,000
	Inferred	334	0.44	0.36	0.11		80	1,476,000	1,191,000	1,189,000	-	26,700
<b>Total</b>		<b>724</b>	<b>0.48</b>	<b>0.40</b>	<b>0.12</b>	<b>0.7**</b>	<b>88</b>	<b>3,503,000</b>	<b>2,879,000</b>	<b>2,722,000</b>	<b>9,860,000</b>	<b>63,700</b>

Reported at or above 0.25% CuEq\*. Figures in the above table are rounded, reported to appropriate significant figures, and reported in accordance with the JORC Code - Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Metal rounded to nearest thousand, or if less, to the nearest hundred. \* \* *Copper Equivalent (CuEq) reported for the resource were calculated using the following formula:*  $CuEq\% = ((Cu\% \times Cu\ price\ 1\% \text{ per tonne} \times Cu\_recovery) + (Mo\ ppm \times Mo\ price\ per\ g/t \times Mo\_recovery) + (Au\ ppm \times Au\ price\ per\ g/t \times Au\_recovery) + (Ag\ ppm \times Ag\ price\ per\ g/t \times Ag\_recovery)) / (Cu\ price\ 1\% \text{ per tonne})$ . The Metal Prices applied in the calculation were: Cu=3.00 USD/lb, Au=1,550 USD/oz, Mo=12 USD/lb, and Ag=18 USD/oz. For Cortadera (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=56%, Mo=82%, and Ag=37%. For Productora (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=43% and Mo=42%. For Costa Fuego (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=51%, Mo=67% and Ag=23%.

\*\* Note: Silver (Ag) is only present within the Cortadera Mineral Resource estimate



**Figure 1 Location and infrastructure of the Costa Fuego copper project, located along the Chilean coastal range 600km north of Santiago.**

Cortadera's maiden Mineral Resource estimate extends from surface and is considered amenable to large-scale open pit mining.

Cortadera's high grade core has already delivered six world-class drilling intersections since it was discovered by Hot Chili in August last year. The high grade core has the potential to grow significantly with further drilling and represents a potential large underground development opportunity.

**The addition of the maiden Cortadera mineral resource estimate positions Costa Fuego favourably amongst the largest undeveloped copper Mineral Resources in the world not controlled by a major mining company, as outlined in Table 3 and Figure 2.**

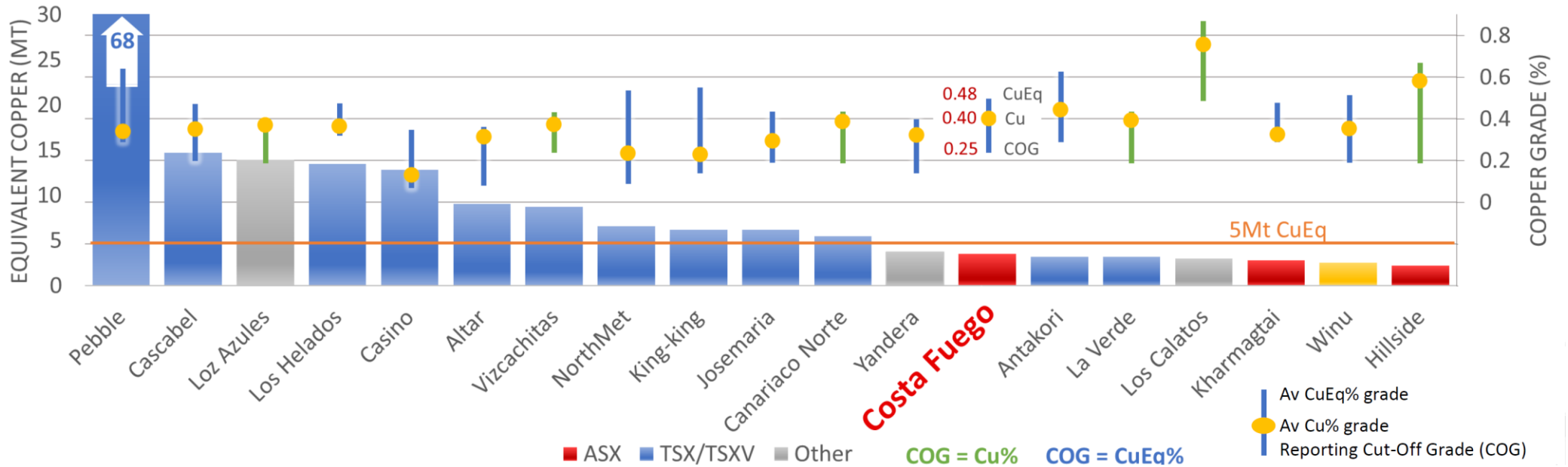
**Table 3 Largest Copper Resources in the World Not Controlled by a Major Mining Company (except Winu)**

Rank	Project	Company	Country	Stock Exchange	Contained CuEq Metal (Mt)	Average CuEq Grade (%)	Average Cu Grade (%)	Cut-off Grade (%)	Cut-off Grade Basis	Surface Elevation (m.a.s.l.)
1	Pebble	Northern Dynasty	USA	TSX	68.3	0.63	0.34	0.3	CuEq	305
<b>2</b>	<b>Cascabel</b>	<b>SolGold</b>	<b>Ecuador</b>	<b>LSE/TSX</b>	<b>14.7</b>	<b>0.46</b>	<b>0.35</b>	<b>0.21</b>	<b>CuEq</b>	<b>1,100</b>
3	Loz Azules	McEwen Mining	Argentina	NYSE	13.9	0.38	0.37	0.2	Cu	3,775
4	Los Helados	NGEx Resources	Chile	TSXV	13.5	0.46	0.36	0.33	CuEq	3,400
5	Casino	Western Copper	Canada	TSX	12.8	0.33	0.13	0.08	CuEq	1,300
6	Altar	Aldebaran Res.	Argentina	TSXV	9.1	0.35	0.31	0.09	CuEq	3,400
7	Vizcachitas	Los Andes Copper	Chile	TSXV	8.7	0.42	0.37	0.25	Cu	2,000
8	NorthMet	PolyMet Mining	USA	TSX	6.5	0.52	0.23	0.1	CuEq	488
9	King-king	St Augustine Gold	Philippines	TSX	6.2	0.54	0.23	0.15	CuEq	600
10	Josemaria	Josemaria Res.	Argentina	TSX	6.2	0.42	0.29	0.2	CuEq	4,180
11	Canariaco Norte	Candente Copper	Peru	TSX	5.5	0.42	0.39	0.2	Cu	3,000
12	Yandera	Era Resources	PNG	Private	3.7	0.38	0.32	0.15	CuEq	2,000
<b>13</b>	<b>Costa Fuego</b>	<b>Hot Chili Limited</b>	<b>Chile</b>	<b>ASX</b>	<b>3.5</b>	<b>0.48</b>	<b>0.40</b>	<b>0.25</b>	<b>CuEq</b>	<b>800</b>
14	Antakori	Regulus Resources	Peru	TSXV	3.2	0.61	0.44	0.3	CuEq	3,800
15	La Verde	Solaris Resources Inc	PNG	TSXV	3.2	0.42	0.39	0.2	Cu	700
16	Los Calatos	CD Capital NR	Peru	Corporate	3.0	0.86	0.76	0.5	Cu	3,000
17	Kharmagtai	Xanadu Mines Ltd	Mongolia	ASX/TSX	2.8	0.46	0.32	0.3	CuEq	1,300
<b>18</b>	<b>Winu</b>	<b>Rio Tinto</b>	<b>Australia</b>	<b>ASX, LSE, NYSE</b>	<b>2.5</b>	<b>0.50</b>	<b>0.35</b>	<b>0.2</b>	<b>CuEq</b>	<b>240</b>
19	Hillside	Rex Minerals	Australia	ASX	2.2	0.66	0.58	0.2	Cu	50

All projects selected only include those not controlled by a major mining company (except Winu) who have stated a publicly announced (ASX, TSX or other) Mineral Resource estimate classified as either Measured, Indicated or Inferred where copper is the primary commodity and average metallurgical recoveries have been declared. Project details assembled from public information by Wood (on behalf of Hot Chili) in July 2020 (used without the consent of the source) and normalised using the following price deck: Copper 3.00 USD/lb, Gold 1,550 USD/oz, Molybdenum 12 USD/lb, Silver 18 USD/oz, Platinum 1,050 USD/oz, Palladium 1,400 USD/oz, Cobalt 14 USD/lb, Nickel 7 USD/lb. Copper Equivalent grade and tonnes have been normalised using these prices in addition to recoveries declared in each project's public company announcements. Several significant copper projects were excluded from the comparative analysis owing to insufficient reported information to calculate Copper Equivalence. These projects were Tampakan, Santo Tomas, Santa Cruz, Escalones, Beschoku and Beutong. Further details regarding the Mineral Resources for each project used in the comparative analysis is set out in Appendix 1.

Figure 3 outlines the extent, morphology and areas of open extensional potential across the Cortadera Mineral Resource estimate.

### Largest Undeveloped Copper Mineral Resources in the World Not Controlled by a Major Mining Company



All projects selected only include those not controlled by a major mining company (other than Winu) who have stated a publicly announced (ASX, TSX or other) Mineral Resource estimate classified as either Measured, Indicated or Inferred where copper is the primary commodity and average metallurgical recoveries have been declared. Project details assembled from public information by Wood (on behalf of Hot Chili) in July 2020 (used without the consent of the source) and normalised using the following price deck: Copper 3.00 USD/lb, Gold 1,550 USD/oz, Molybdenum 12 USD/lb, Silver 18 USD/oz, Platinum 1,050 USD/oz, Palladium 1,400 USD/oz, Cobalt 14 USD/lb, Nickel 7 USD/lb. Copper Equivalent grade and tonnes have been normalised using these prices in addition to recoveries declared in each project's public company announcements. Several significant copper projects were excluded from the comparative analysis owing to insufficient reported information to calculate Copper Equivalence. These projects were Tampakan, Santo Tomas, Santa Cruz, Escalones, Beschoku and Beutong. Further details regarding the Mineral Resources for each project used in the comparative analysis is set out in Appendix 1.

**Figure 2 Costa Fuego ranks as one of the largest copper Mineral Resources in the world not controlled by a major mining company. Costa Fuego is also one of the few undeveloped large copper resources that is both low-altitude (less than 1,000m elevation) with no arsenic impurity.**

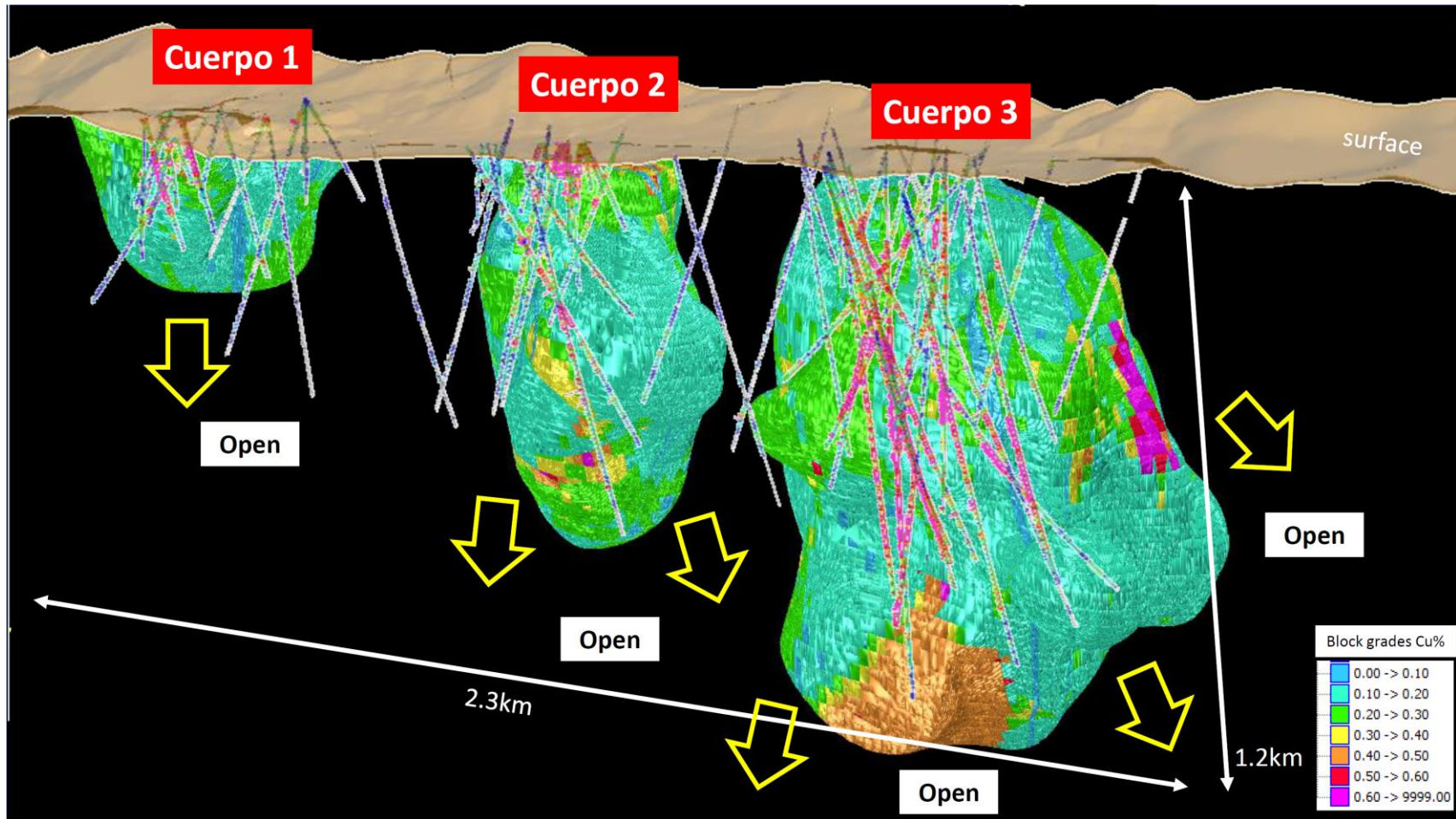


Figure 3 Oblique Long Section (looking NNE) displaying the Maiden Cortadera Mineral Resource extents in relation to drilling. Note that the average low grade halo of the block model is exposed on the outer façade of the above image.

## Multiple Forward Work Streams Underway

### Expansion Drilling to Facilitate Rapid Resource Growth at Cortadera

Drilling activities continued during the quarter, albeit at a slower rate of advance owing to COVID restrictions applied to the Vallenar region of Chile.

The Company is operating one diamond drill rig and one Reverse Circulation (RC) drill rig at the Cortadera copper project (both on day shift) and has completed multiple pre-collar's to facilitate expansion drilling across the Cortadera Mineral Resource.

An update on initial expansion diamond holes at Cuerpo 3 and Cuerpo 2 is expected to be released shortly.

Sixteen diamond holes are planned to be drilled across the Cortadera discovery zone over the coming year in advance of a Mineral Resource upgrade for Cortadera in 2021.

Drilling has also commenced at the large "look-alike" Cortadera North target, located 2km north of the Cortadera discovery zone as displayed in figure 4. The Company is planning to complete ten deep RC drill holes across the 2km long target in order to provide an initial first-pass assessment in advance of planned diamond drill testing. The Company is currently completing its second deep RC hole at Cortadera North.

Results returned for the first two drill holes of the Company's third-phase drilling programme have provided strong encouragement for continued growth of the Cortadera discovery with new results confirming from CRP0016D confirm the high grade core discovered within the largest porphyry at Cortadera (Cuerpo 3) is continuing to expand.

CRP0016D recorded 190m grading 0.6% copper and 0.2g/t in a predicted extension to the currently defined high grade core which remains open for growth in several key areas.

This result was included in the recently announced maiden Mineral Resource estimate for Cortadera and details of CRP0016D and CRP0042D results are contained in Hot Chili's ASX announcement "Drill Results Expand High Grade Copper-Gold Core at Cortadera", dated 11th August 2020.

### Resource Development and Scoping Study Activities

An internal scoping study is underway to assess a combined development for Costa Fuego involving both open pit and underground operations which will leverage central processing and existing infrastructure access already secured by Hot Chili (power and sea water pipeline easements, surface rights).

The Company is likely to pursue a similar development approach to the Nueva Union (Teck 50%, Newmont Goldcorp 50%) copper project in Chile, where the Relincho and El Morro copper-gold deposits are being combined into one development via haulage using a 40km conveyor belt.

Nuevo Union is located between 2,000m and 4,000m elevation, approximately 100km east-northeast of Costa Fuego, with similar average copper grades and co-credit metals. By comparison, Costa Fuego's Cortadera and Productora copper-gold deposits are located 14km apart, at low attitude (800-1,000m elevation), along the Pan American Highway and within 50km of port facilities.

Further resource additions are planned to be added to Costa Fuego as the Company focusses towards establishing a Tier-1 copper resource base (+5Mt contained copper). The Company is currently compiling a maiden resource for the San Antonio high grade satellite deposit, located 4km from Cortadera. San



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Antonio is the first of several high grade resources the Company intends to add into the combined Costa Fuego copper development.

During the quarter, the Company also released highly encouraging initial metallurgical testwork results for Cortadera and San Antonio.

#### Highlights include:

- **Consistent and Compatible Ore Metallurgy:** Sulphide test work results confirm that all three of Hot Chili’s neighbouring projects (Cortadera, Productora and San Antonio) are compatible and can be incorporated into one combined development, now named “Costa Fuego”
- **Excellent Initial Copper Recoveries:** Rougher flotation test work from Cortadera and San Antonio indicates excellent copper recoveries of 89% to +95%
- **Strong Co-Product Recoveries** - Gold, silver and molybdenum rougher flotation recoveries consistent with other leading global copper developments (Rio Tinto’s Winu or SolGold’s Cascabel project)
- **Clean-Concentrate Confirmed:** No deleterious elements present in rougher concentrate, confirming Costa Fuego as a clean-concentrate combined copper development
- **Low Capital Intensity Maintained:** All three deposits indicate high recoveries of payable metals using salt water processing, no desalination plant required

These first results provide a solid foundation from which to carry out further optimisation of the metallurgical flowsheet for life-of-mine ore source supply for the Costa Fuego copper development.

Further details related to this metallurgical testwork is outlined in Hot Chili’s ASX announcement “Positive Results from Initial Metallurgical Test Work”, dated 31<sup>st</sup> July 2020.

**Table 4 Significant Drill Results Reported in Q3 2020**

Hole_ID	Coordinates			Azim	Dip	Hole Depth	Intersection		Interval (m)	Copper (% Cu)	Gold (g/t Au)	Silver (ppm Ag)	Molybdenum (ppm Mo)
	North	East	RL				From	To					
CRP0016D	6813616.5	336264	1028	247	-60	652	106	240	134	0.4	0.2	0.8	19
	<i>including</i>						178	220.0	42	0.6	0.3	1.0	28
							<b>360</b>	<b>610</b>	<b>250</b>	<b>0.5</b>	<b>0.2</b>	<b>0.7</b>	<b>61</b>
	<i>including</i>						<b>392</b>	<b>582</b>	<b>190</b>	<b>0.6</b>	<b>0.2</b>	<b>0.9</b>	<b>58</b>
CRP0042D	6813273	335968	1106	40	-62	943	<b>616</b>	<b>930.0</b>	<b>314</b>	<b>0.4</b>	<b>0.1</b>	<b>0.3</b>	<b>213</b>





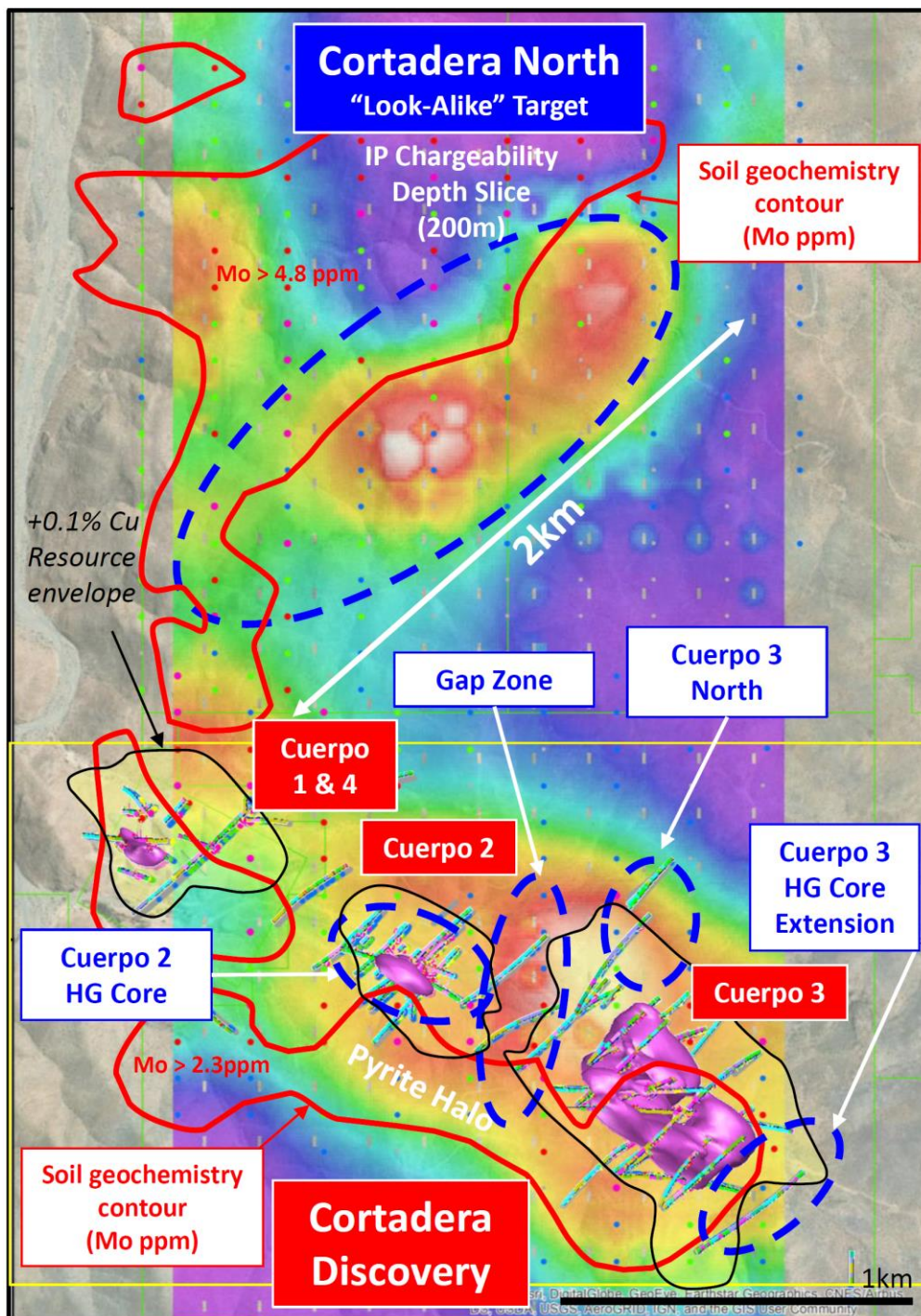


Figure 4 Plan View of the Cortadera porphyry system and key growth targets outlined in Blue at the Cortadera discovery zone and the Cortadera North "look alike" target.



## CORPORATE

### Additional ASX Disclosure Information

**ASX Listing Rule 5.3.2:** There was no substantive mining production and development activities during the quarter. All material removed from Productora during the quarter comprised existing stockpiles and remnant ore positions not included in the Company's existing Productora Mineral Resource statement.

**ASX Listing Rule 5.3.3:** Schedule of Mineral Tenements as at 30 September 2020

The schedule of Mineral Tenements and changes in interests is contained in Table 6 at the end of this activities report.

**ASX Listing Rule 5.3.4:** Reporting under a use of funds statement in a Prospectus does not apply to the Company currently.

**ASX Listing Rule 5.3.5:** Payments to related parties of the Company and their associates during the quarter per Section 6.1 of the Appendix 5B totaled \$1,825,000. This is comprised of Directors' salaries and fees (excl. GST) and salaries of \$123,000 and payments to Blue Spec Sondajes, a company controlled by Mr Murray Black, for rents of \$3,000 and drilling services of \$1,699,000.



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## Health, Safety, Environment and Quality

Hot Chili's sustainability framework ensures an emphasis on business processes that target long-term economic, environmental and social value. The Company is dedicated to continual monitoring and improvement of health, safety and the environmental systems.

Importantly, the Company has implemented COVID safety measures and procedures to ensure the safety of its staff, consultants and contractors during these challenging times. This was of paramount importance for allowing a re-commencement and continuation of drilling activities during the quarter.

While the Company sees these measures as temporarily impacting productivity at its operations, there is no greater importance than ensuring the safety of our people and their families.

The company is pleased to report that there were no incidents recorded for the quarter. Field operations during the period including geological reconnaissance activities, RC and diamond drilling, field mapping and sampling exercises at the Cortadera project.

The Company's HSEQ quarterly performance is summarised below:

**Table 5 HSEQ Quarter 3 2020 Performance and Statistics**

Item	PRODUCTORA		CORTADERA	
	April-June 2020	Last 24 months	April-June 2020	12 Months
LTI events	0	0	0	0
NLTI events	0	0	0	0
Days lost	0	0	0	0
LTIFR index	0	0	0	0
ISR index	0	0	0	0
Thousands of mh (1)	720	3,960	2,688	48,202
Environmental incidents	0	0	0	0
Headcount (2)	4	0.5	5.3	19

Notes: HSEQ is the acronym for Health, Safety, Environment and Quality. LTIFR per million man hours. Safety performance is reported on a monthly basis to the National Mine Safety Authority on a standard E-100 form; (1) man-hours; (2) Average monthly headcount

## Tenement Changes During the Quarter

There were no changes to the Company's tenement holdings during the quarter.



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**Table 6. Current Tenement (Patente) Holdings in Chile**

**Cortadera Project**

License ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
Romero 1 al 31		100% Frontera SpA	31	100% (HCH) Option Agreement
MAGDALENITA 1/20		100% Frontera SpA	100	
ATACAMITA 1/82		100% Frontera SpA	82	
AMALIA 942 A 1/6		100% Frontera SpA	53	
PAULINA 10 B 1/16		100% Frontera SpA	136	
PAULINA 11 B 1/30		100% Frontera SpA	249	
PAULINA 12 B 1/30		100% Frontera SpA	294	
PAULINA 13 B 1/30		100% Frontera SpA	264	
PAULINA 14 B 1/30		100% Frontera SpA	265	
PAULINA 15 B 1/30		100% Frontera SpA	200	
PAULINA 22 A 1/30		100% Frontera SpA	300	
PAULINA 24 1/24		100% Frontera SpA	183	
PAULINA 25 A 1/19		100% Frontera SpA	156	
PAULINA 26 A 1/30		100% Frontera SpA	294	
PAULINA 27A 1/30		100% Frontera SpA	300	
CORTADERA 1 1/200		100% Frontera SpA	200	
CORTADERA 2 1/200		100% Frontera SpA	200	
CORTADERA 41		100% Frontera SpA	1	
CORTADERA 42		100% Frontera SpA	1	
LAS CANAS 16		100% Frontera SpA	1	
LAS CANAS 1/15		100% Frontera SpA	146	
CORTADERA 1/40		100% Frontera SpA	374	
LAS CANAS ESTE 2003 1/30		100% Frontera SpA	300	
CORROTEO 1 1/260		100% Frontera SpA	260	
CORROTEO 5 1/261		100% Frontera SpA	261	
PURISIMA		100% Frontera SpA	20	100% (HCH) Option Agreement

**Productora Project**

License ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
FRAN 1, 1-60	80% SMEA SpA		220	
FRAN 2, 1-20	80% SMEA SpA		100	
FRAN 3, 1-20	80% SMEA SpA		100	
FRAN 4, 1-20	80% SMEA SpA		100	
FRAN 5, 1-20	80% SMEA SpA		100	
FRAN 6, 1-26	80% SMEA SpA		130	
FRAN 7, 1-37	80% SMEA SpA		176	
FRAN 8, 1-30	80% SMEA SpA		120	



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License ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
FRAN 12, 1-40	80% SMEA SpA		200	
FRAN 13, 1-40	80% SMEA SpA		200	
FRAN 14, 1-40	80% SMEA SpA		200	
FRAN 15, 1-60	80% SMEA SpA		300	
FRAN 18, 1-60	80% SMEA SpA		273	
FRAN 21, 1-46	80% SMEA SpA		226	
ALGA 7A, 1-32	80% SMEA SpA		89	
ALGA VI, 5-24	80% SMEA SpA		66	
MONTOSA 1-4	80% SMEA SpA		35	
CHICA	80% SMEA SpA		1	
ESPERANZA 1-5	80% SMEA SpA		11	
LEONA 2A 1-4	80% SMEA SpA		10	
CARMEN I, 1-50	80% SMEA SpA		222	
CARMEN II, 1-60	80% SMEA SpA		274	
ZAPA 1, 1-10	80% SMEA SpA		100	
ZAPA 3, 1-23	80% SMEA SpA		92	
ZAPA 5A, 1-16	80% SMEA SpA		80	
ZAPA 7, 1-24	80% SMEA SpA		120	
CABRITO, CABRITO 1-9	80% SMEA SpA		50	
CUENCA A, 1-51	80% SMEA SpA		255	
CUENCA B, 1-28	80% SMEA SpA		139	
CUENCA C, 1-51	80% SMEA SpA		255	
CUENCA D	80% SMEA SpA		3	
CUENCA E	80% SMEA SpA		1	
CHOAPA 1-10	80% SMEA SpA		50	
ELQUI 1-14	80% SMEA SpA		61	
LIMARÍ 1-15	80% SMEA SpA		66	
LOA 1-6	80% SMEA SpA		30	
MAIPO 1-10	80% SMEA SpA		50	
TOLTÉN 1-14	80% SMEA SpA		70	
CACHIYUYITO 1, 1-20	80% SMEA SpA		100	
CACHIYUYITO 2, 1-60	80% SMEA SpA		300	
CACHIYUYITO 3, 1-60	80% SMEA SpA		300	
LA PRODUCTORA 1-16	80% SMEA SpA		75	
ORO INDIO 1A, 1-20	80% SMEA SpA		82	
AURO HUASCO I, 1-8	80% SMEA SpA		35	
URANIO, 1-70	0%	0%	350	25 year Lease Agreement
JULI 9, 1-60	80% SMEA SpA		300	
JULI 10, 1-60	80% SMEA SpA		300	
JULI 11 1/60	80% SMEA SpA		300	
JULI 12 1/42	80% SMEA SpA		210	
JULI 13 1/20	80% SMEA SpA		100	
JULI 14 1/50	80% SMEA SpA		250	



License ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
JULI 15 1/55	80% SMEA SpA		275	
JULI 16, 1-60	80% SMEA SpA		300	
JULI 17, 1-20	80% SMEA SpA		100	
JULI 19	80% SMEA SpA		300	
JULI 20	80% SMEA SpA		300	
JULI 21 1/60	80% SMEA SpA		300	
JULI 22	80% SMEA SpA		300	
JULI 23 1/60	80% SMEA SpA		300	
JULI 24, 1-60	80% SMEA SpA		300	
JULI 25	80% SMEA SpA		300	
JULI 27 1/30	80% SMEA SpA		150	
JULI 27 B 1/10	80% SMEA SpA		50	
JULI 28 1/60	80% SMEA SpA		300	
JULIETA 5	80% SMEA SpA		200	
JULIETA 6	80% SMEA SpA		200	
JULIETA 7	80% SMEA SpA		100	
JULIETA 8	80% SMEA SpA		100	
JULIETA 9	80% SMEA SpA		100	
JULIETA 10 1/60	80% SMEA SpA		300	
JULIETA 11	80% SMEA SpA		300	
JULIETA 12	80% SMEA SpA		300	
JULIETA 13, 1-60	80% SMEA SpA		298	
JULIETA 14, 1-60	80% SMEA SpA		269	
JULIETA 15, 1-40	80% SMEA SpA		200	
JULIETA 16	80% SMEA SpA		200	
JULIETA 17	80% SMEA SpA		200	
JULIETA 18, 1-40	80% SMEA SpA		200	
ARENA 1 1-6	80% SMEA SpA		40	
ARENA 2 1-17	80% SMEA SpA		113	
ZAPA 1 - 6	80% SMEA SpA		6	

## El Fuego Project

Licence ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
Santiago 21 al 36		90% Frontera SpA	76	90% (HCH) Option Agreement
Santiago 37 al 43		90% Frontera SpA	26	
Santiago A, 1 al 26		90% Frontera SpA	236	
Santiago B, 1 al 20		90% Frontera SpA	200	
Santiago C, 1 al 30		90% Frontera SpA	300	
Santiago D, 1 al 30		90% Frontera SpA	300	
Santiago E, 1 al 30		90% Frontera SpA	300	
Prima Uno		90% Frontera SpA	1	
Prima Dos		90% Frontera SpA	2	



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Licence ID	HCH % Held	HCH % Earning	Area (ha)	Agreement Type & %
Santiago 15 al 19		90% Frontera SpA	25	
San Antonio 1 al 5		90% Frontera SpA	25	
Santiago 1 AL 14 Y 20		90% Frontera SpA	75	
Mercedes 1 al 3		90% Frontera SpA	50	
CORTADERA 1	100% Frontera SpA		200	
CORTADERA 2	100% Frontera SpA		200	
CORTADERA 3	100% Frontera SpA		200	
CORTADERA 4	100% Frontera SpA		200	
CORTADERA 5	100% Frontera SpA		200	



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## Qualifying Statements

### Competent Person's Statement- Exploration Results

Exploration information in this Announcement is based upon work compiled by Mr Christian Easterday, the Managing Director and a full-time employee of Hot Chili Limited whom is a Member of the Australasian Institute of Geoscientists (AIG). Mr Easterday has sufficient experience that 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' (JORC Code). Mr Easterday consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

### Competent Person's Statement- Productora Mineral Resources

The information in this Announcement that relates to the Productora Project Mineral Resources, is based on information compiled by Mr N Ingvar Kirchner. Mr Kirchner is employed by AMC Consultants (AMC). AMC has been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Project Mineral Resource estimates. Mr Kirchner is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and is a Member of the Australian Institute of Geoscientists (AIG). Mr Kirchner has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being 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' (the JORC Code 2012). Mr Kirchner consents to the inclusion in this report of the matters based on the source information in the form and context in which it appears.

### Competent Person's Statement- Cortadera Mineral Resources

The information in this report that relates to Mineral Resources for the Cortadera Project is based on information compiled by Elizabeth Haren, a Competent Person who is a Member and Chartered Professional of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Elizabeth Haren is employed as an associate Principal Geologist of Wood, who was engaged by Hot Chili Limited. Elizabeth Haren has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being 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". Elizabeth Haren consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

### Reporting of Copper Equivalent

Copper Equivalent (CuEq) reported for the resource were calculated using the following formula:  $CuEq\% = ((Cu\% \times Cu \text{ price } 1\% \text{ per tonne} \times Cu\_recovery) + (Mo \text{ ppm} \times Mo \text{ price per g/t} \times Mo\_recovery) + (Au \text{ ppm} \times Au \text{ price per g/t} \times Au\_recovery) + (Ag \text{ ppm} \times Ag \text{ price per g/t} \times Ag\_recovery)) / (Cu \text{ price } 1\% \text{ per tonne})$ . The Metal Prices applied in the calculation were: Cu=3.00 USD/lb, Au=1,550 USD/oz, Mo=12 USD/lb, and Ag=18 USD/oz. For Cortadera (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=56%, Mo=82%, and Ag=37%. For Productora (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=43% and Mo=42%. For Costa Fuego (Inferred + Indicated), the average Metallurgical Recoveries were: Cu=83%, Au=51%, Mo=67% and Ag=23%.

### Forward Looking Statements

This Announcement is provided on the basis that neither the Company nor its representatives make any warranty (express or implied) as to the accuracy, reliability, relevance or completeness of the material contained in the Announcement and nothing contained in the Announcement is, or may be relied upon as a promise, representation or warranty, whether as to the past or the future. The Company hereby excludes all warranties that can be excluded by law. The Announcement contains material which is predictive in nature and may be affected by inaccurate assumptions or by known and unknown risks and uncertainties and may differ materially from results ultimately achieved.

The Announcement contains "forward-looking statements". All statements other than those of historical facts included in the Announcement are forward-looking statements including estimates of Mineral Resources. However, forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, copper, gold and other metals price volatility, currency fluctuations, increased production costs and variances in ore grade recovery rates from those assumed in mining plans, as well as political and operational risks and governmental regulation and judicial outcomes. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statement" to reflect events or circumstances after the date of the Announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws. All persons should consider seeking appropriate professional advice in reviewing the Announcement and all other information with respect to the Company and evaluating the business, financial performance and operations of the Company. Neither the provision of the Announcement nor any information contained in the Announcement or subsequently communicated to any person in connection with the Announcement is, or should be taken as, constituting the giving of investment advice to any person



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## Appendix 1. Details of Large Copper Mineral Resources Not Controlled by a Major Mining Company (except Winu)

Project	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz	Mo ppm	Mo kt	CuEq %	CuEq Mt	Average Processing Recovery	Reported Level of Study	Report Date	Report Source
Pebble	Mea	527	0.33	1.74	0.35	6	1.66	28	178	94	0	0	Cu=84%, Au=73%, Mo=80%	Mineral Resource Estimate	2017	SEDAR
	Ind	5,929	0.41	24.30	0.34	65	1.66	316	246	1,458	0.00	0.00				
	Inf	4,454	0.25	11.13	0.25	36	1.19	170	226	1,007	0.00	0.00				
	Total	10,910	0.34	36.94	0.30	106	1.47	515	234	2,558	0.63	68.3				
Los Azules	Ind	962	0.48	4.6	0.05	2	1.8	56					Cu=90%, Au=27%, Ag=25%	Preliminary Economic Assessment	2017	SEDAR
	Inf	2,666	0.33	8.8	0.04	4	1.6	135								
	Total	3,628	0.37	13.4	0.05	6	1.6	191			0.38	13.9				
Cascabel	Mea	1,192	0.48	5.72	0.39	15	1.37	52					Cu=89%, Au=54%, Ag=54%	Preliminary Economic Assessment	2019	SEDAR
	Ind	1,470	0.28	4.17	0.14	7	0.84	40								
	Inf	544	0.24	1.30	0.11	2	0.61	11								
	Total	3,207	0.35	11.15	0.23	24	1.00	103			0.46	14.67				
Los Helados	Ind	2,099	0.38	7.98	0.15	10	1.37	93					Cu=88%, Au=78%, Ag=48%	Preliminary Economic Assessment	2019	SEDAR
	Inf	827	0.32	2.63	0.10	3	1.32	35								
	Total	2,926	0.36	10.61	0.14	13	1.36	128			0.46	13.45				
Altakori	Class	Mt	Sulphide Cu%	Sulphide Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz					Cu=92%, Au=50%, Ag=51%	Mineral Resource Estimate	2018	SEDAR
	Mea	1,006	0.34	3.38	0.09	3	0.99	32								
	Ind	1,052	0.30	3.20	0.07	2	0.91	31								
	Inf	557	0.28	1.55	0.06	1	0.88	16								
	Total	2,614	0.31	8.13	0.08	6	0.93	78			0.35	9.06				

Project	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz	Mo ppm	Mo kt	CuEq %	CuEq Mt	Average Processing Recovery	Reported Level of Study	Report Date	Report Source
Vizcachitas	Mea	254	0.44	1.12			1.26	10	119	30				Preliminary Economic Assessment	2019	SEDAR
	Ind	1,030	0.38	3.96			1.00	33	147	151			Cu=91%, Mo=80%			
	Inf	789	0.34	2.66			0.88	22	127	100						
	Total	2,073	0.37	7.74			0.99	66	136	282	0.42	8.73				
Casino	Mea	145	0.31	0.45	0.40	2	2.10	10	252	37				Feasibility Study	2020	SEDAR
	Ind	2,028	0.14	2.92	0.17	11	1.39	90	163	332						
	Inf	1,430	0.10	1.47	0.14	6	1.16	54	102	146						
	Mill															
	Total	3,603	0.13	4.84	0.16	19	1.33	154	143	514	0.31	11.00	Cu=82%, Au=66%, Mo=75%, Ag=60%			
	Mea	37	0.05	0.02	0.45	1	2.76	3								
	Ind	180	0.03	0.06	0.21	1	1.73	10								
	Inf	31	0.03	0.01	0.17	0	1.70	2								
	Leach															
	Total	249	0.03	0.08	0.24	2	1.88	15			0.73	1.81				
Total	3,852	0.13	4.92	0.17	21	1.36	169	134	514	0.33	12.81					
Josemaria	Ind	1,066	0.31	3.34	0.22	7	1.01	35					Cu=86%, Au=71% Ag=59%	Pre-feasibility Study	2018	SEDAR
	Inf	404	0.24	0.95	0.15	2	0.83	11								
	Mill															
	Total	1,470	0.29	4.28	0.20	9	0.96	45			0.42	6.17				
Canariaco Norte	Mea	407	0.44	1.80	0.07	1	1.89	25					Cu=90%, Au=55% Ag=50%	Pre-feasibility Study	2011	SEDAR
	Ind	597	0.38	2.25	0.06	1	1.59	30								
	Inf	293	0.33	0.98	0.05	0	1.44	14								
	Total	1,296	0.39	5.04	0.06	0	1.65	0			0.42	5.50				

Project	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz	Mo ppm	Mo kt	CuEq %	CuEq Mt	Average Processing Recovery	Reported Level of Study	Report Date	Report Source	
Northmet	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz			CuEq%	CuEq Mt					
	Mea	352	0.24	0.84	0.03	0.4	0.88	10									
	Ind	444	0.23	1.02	0.03	0.4	0.87	12									
	Inf	458	0.24	1.08	0.03	0.5	0.87	13									
	Total	1,253	0.23	2.94	0.03	1.3	0.87	35			0.52	6.54					
	Class	Mt	Ni %	Ni Mt	Pt g/t	Pt Moz	Pd g/t	Pd Moz	Co ppm	Co Mt							
	Mea	352	0.07	0.26	0.06	0.7	0.22	2.5	71	0.02							
	Ind	444	0.07	0.31	0.06	0.9	0.21	3.0	68	0.03							
	Inf	458	0.07	0.31	0.06	0.9	0.23	3.3	56	0.03							
Total	1253	0.07	0.87	0.06	2.5	0.22	8.8	64	0.08								
King-king	Mea	120	0.26	0.31	0.43	1.7											
	Ind	842	0.23	1.94	0.31	8.3											
	Inf	189	0.22	0.41	0.32	1.6											
	Total	1,151	0.25	2.85	0.32	11.9					0.54	6.17					

Project	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz	Mo ppm	Mo kt	CuEq %	CuEq Mt	Average Processing Recovery	Reported Level of Study	Report Date	Report Source	
Yandera	Mea	177	0.38	0.67	0.09	0.5			141	25							
	Ind	488	0.31	1.51	0.06	0.9			90	44							
	Inf	212	0.29	0.62	0.04	0.2			52	11							
	Mill																
	Total	877	0.32	2.80	0.06	1.7			91	80	0.39	3.39	Cu=87%, Au=63% Mo=78%	Mineral Resource Estimate	2016	SEDAR	
	Mea	20	0.37	0.07	0.12	0.1			51	1							
	Ind	44	0.33	0.15	0.07	0.1			54	2							
	Inf	19	0.26	0.05	0.03	0.0			54	1							
	Leach																
	Total	82	0.32	0.27	0.07	0.2			61	5	0.36	0.30					
Total	959	0.32	3.07	0.06	1.9			89	85	0.38	3.68						
Costa Fuego	Ind	391	0.43	1.68	0.12	1.5	0.34	4	95	37			Cu=83%, Au=51%, Mo=67%, Ag=23%	Mineral Resource Estimate	2020	ASX Announcement	
	Inf	334	0.36	1.20	0.11	1.2	0.52	6	80	27							
	Total	724	0.40	2.88	0.12	2.7	0.42	10	88	64	0.48	3.50					
La Verde	Mea	58	0.45	0.26	0.05	0.1	2.94	5									
	Ind	350	0.41	1.44	0.06	0.7	2.33	26					Cu=89%, Au=75% Ag=76%	Preliminary Economic Assessment	2018	SEDAR	
	Inf	338	0.37	1.25	0.02	0.2	1.94	21									
	Total	746	0.39	2.92	0.03	0.6	2.20	53			0.42	3.16					
Los Calatos	Mea	73	0.73	0.53					513	37							
	Ind	64	0.73	0.47					345	22							
	Inf	216	0.78	1.67					245	53			Cu=87%, Mo=68%	Scoping Study	2015	ASX Announcement	
	Total	352	0.76	2.68					318	112	0.86	3.03					

Project	Class	Mt	Cu%	Cu Mt	Au g/t	Au Moz	Ag g/t	Ag Moz	Mo ppm	Mo kt	CuEq %	CuEq Mt	Average Processing Recovery	Reported Level of Study	Report Date	Report Source
AntaKori	Ind	250	0.48	1.20	0.29	2.3	7.50	61					Cu=85%, Au=55%, Ag=50%	Mineral Resource Estimate	2019	SEDAR
	Inf	267	0.41	1.09	0.26	2.2	7.80	67								
	Total	517	0.44	2.29	0.27	4.5	7.70	128		0.61	3.17					
Kharmagtai	Ind	129	0.36	0.47	0.36	1.5							Cu=85%, Au=70%	Scoping Study	2019	ASX Announcement
	Inf	469	0.31	1.47	0.19	2.8										
	Total	598	0.32	1.94	0.22	4.3				0.46	2.77					
Winu	Inf	503	0.35	1.77	0.27	3.0	2.15	3			0.50	2.52	Cu=93%, Au=63%, Ag=52%	Mineral Resource Estimate	2020	ASX Announcement
Hillside	Mea	56	0.55	0.31	0.17	0.3							Cu=92%, Au=78%	Feasibility	2020	ASX Announcement
	Ind	147	0.59	0.87	0.13	0.6										
	Inf	114	0.60	0.68	0.10	0.4										
	Mill															
	Total	317	0.59	1.86	0.13	1.3				0.67	2.11					
	Mea	16	0.54	0.09	0.23	0.1										
	Ind	4	0.51	0.02	0.13	0.0										
	Inf	0	0.70	0.00	0.20	0.0										
	Leach															
Total	20	0.54	0.11	0.21	0.1				0.54	0.11						
Total	337	0.58	1.97	0.13	1.4				0.66	2.22						

## Appendix 5B

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

Name of entity

Hot Chili Limited

ABN

91 130 955 725

Quarter ended ("current quarter")

30 September 2020

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (..3....months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(2,439)	(2,439)
(b) development	-	-
(c) production	-	-
(d) staff costs	(234)	(234)
(e) administration and corporate costs	(390)	(390)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	25	25
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(3,037)</b>	<b>(3,037)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	(389)	(389)
(c) property, plant and equipment	-	-
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (..3....months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(389)</b>	<b>(389)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	1,200	1,200
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	(39)	(39)
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>1,161</b>	<b>1,161</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	6,308	6,308
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,307)	(3,307)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(389)	(389)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,161	1,161

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (..3....months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	(102)	(102)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>3,941</b>	<b>3,941</b>

<b>5.</b>	<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	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	3,852	6,219
5.2	Call deposits	89	89
5.3	Bank overdrafts		
5.4	Other (provide details)		
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,941</b>	<b>6,308</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	1,825
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*



<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
<b>7.4 Total financing facilities</b>	<b>-</b>	<b>-</b>
<b>7.5 Unused financing facilities available at quarter end</b>	<input type="text"/>	
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	<input type="text"/>	

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(3,037)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(389)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(3,426)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,941
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,941
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>1.15</b>
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
<input type="text"/>	

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

Answer: :Subsequent to announcing the initial mineral resource estimate for Cortadera, renewed interest in the Company's Cortadera transaction has been noted. The company believes the strategic funding process will ultimately be successful. Mining operations by Chilean government agency ENAMI have been hampered by events beyond the Company's control (COVID quarantine declared in the Vallenar region of Chile) but assurances have been given that commercial cashflow from lease mining and processing commence in late November and will be a source of working capital going forward. Unquoted options on issue continue to be exercised and have provided further in-flows of cash into the company.

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

Answer: Any drilling will be targeted and cost effective and funded by working capital sourced from mining operations or the exercise of options immediately. Drilling can be postponed at any time to ensure commitments in the next two quarters can be met and the Company expects to cease operations over the Christmas period for approximately three weeks.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: .....

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

**This announcement is authorised by the Board of Directors for release to ASX.**

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.