



December 2021 - Quarterly Activities Report

HIGHLIGHTS

- Alaskan asset divestment completed with US\$1,164,900 received in total whilst retaining exposure via US\$350k convertible note, 1.5% royalty and milestone payments
 - Several anomalous intervals confirming the presence of gold in the system at Queen Lapage with potential for copper
 - Tenement prospective for both nickel and gold granted over 109km² in the heart of the Company's Kurnalpi Project
 - 12km of interpreted ultramafic strike length with historical shallow drilling returning up to 3m at 0.2% Ni and 0.2% Cu at end of hole
 - Never followed up nickel and copper sulphide intercepts described in historical reports
 - Additional tenement applications within Kurnalpi Project still pending grant
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Riversgold Limited (ASX:RGL, **Riversgold**, **RGL** or **the Company**) is pleased to present a summary of activities undertaken during the quarter ended 31 December 2021.

On 4 November 2021, the Company announced gold assay results from the 8 diamond holes drilled earlier in the year at the Queen Lapage Prospect. The Company is still awaiting the return of the sample pulps from the laboratory to allow XRF analysis for copper and a series of pathfinder elements (visual observation of copper sulphide in the core indicates the presence of the red metal in the system).

All drillholes in the program intersected the predicted prospective geology and, more importantly, numerous structures and shear zones that are favorable hosts to mineralisation. Anomalous gold results associated with shear zones is a very encouraging result in that it:

1. shows that the targeting methodology using low cost seismic has been successful; and
2. that the targeted structures carry gold bearing fluids.

This is the first ever round of diamond drilling into bedrock under Lake Yindarlgooda close to gold-in-regolith air core results. The latest drilling proved that the targeting undertaken by Riversgold is working. Riversgold will build off these results to systematically explore the highly prospective 12km long Queen Lapage Prospect, armed with the geological information gathered by this round of drilling.

Encouraged by the technical success of intersecting sulphide mineralisation in three NQ diamond holes, namely QLD002, QLD006 and QLD008, the best gold intersection from this drilling was 2.2m at 0.1g/t from 291m in hole QLD006 (see Table 2 for full results).

This round of drilling has been instrumental in validating the Company's methodology based on combining the seismic data, geochemistry and geology to identify drill targets. Using this exploration



methodology to target potential shear zones in Archean greenstones has resulted in all 8 drillholes encountering prospective geology.

The presence of copper sulphide with quartz, tourmaline and anomalous gold in shear zones is a very encouraging sign. Multielement analysis will help track pathfinder elements.

This round of drilling only tested a single cross section in a 12km long system. Now that Riversgold has proven the presence of the right rocks in the right place and utilized with success the methods to accelerate exploration, the Company will ramp up to fully unfold the potential of the Queen Lapage Prospect which still has all the ingredients to turn into a significant gold camp, just 50km from Kalgoorlie.

The Queen Lapage Prospect is a large exploration target within the greater Kurnalpi Project supported by 12km strike of coincident geophysical (magnetics) and geochemical anomalies. The prospect is contained within two tenements, namely E 25/538 and E 25/2580.

Three geophysical anomalies were previously identified (LGE002, LGE002 and LGE003) with this drill program testing 5 targets within LGE003 with 8 diamond drill holes. Targeting was based on a combination of geophysics, aircore drilling results identifying gold in regolith anomalies and 3D seismic modelling. Despite unfavorable ground conditions, the drilling program was a technical success with the drilling beneath cover of highly favourable for gold mineralisation, quartz bearing structural zones containing alteration (biotite/tourmaline) and sulphide mineralisation (pyrrhotite and chalcopyrite) during the first pass drilling on these blind targets. Multi-element assays are still pending.

At Queen Lapage, the Company will now look to complete the low-cost 3D seismic survey and interpretation ahead of drilling once the ground conditions permit during the upcoming summer period.

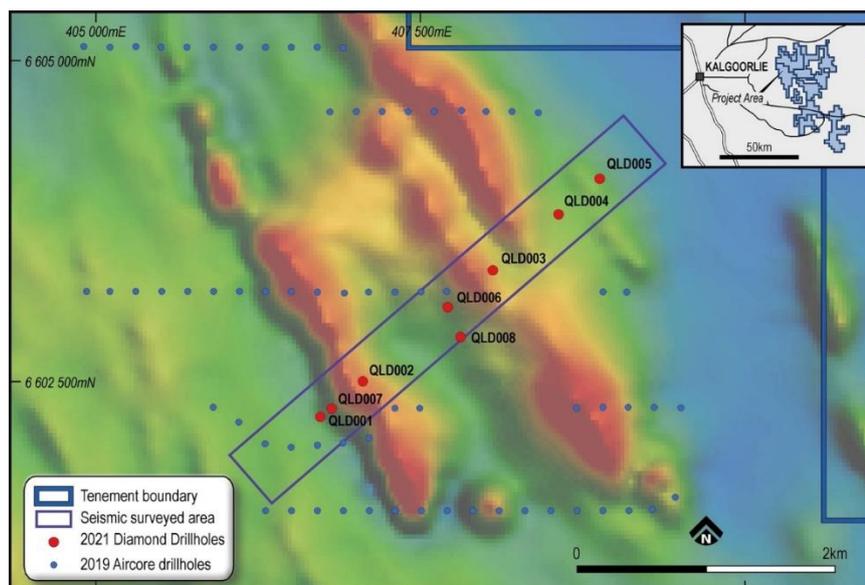


Figure 1: Location of drilling targeting LGE003 geophysics and geochemical anomalies



Subsequent to the end of the quarter, the Company announced that E28/3034 was granted following a successful negotiation of a heritage agreement with native title parties. The newly granted tenement covers an area of 109km² and is located central to Riversgold's tenure at the Kurnalpi Project.

The Company has completed a comprehensive review of all available historical data which has confirmed prospectivity for both gold and nickel with previous shallow drilling returning results up to 3m at 0.2% nickel and 0.2% copper.

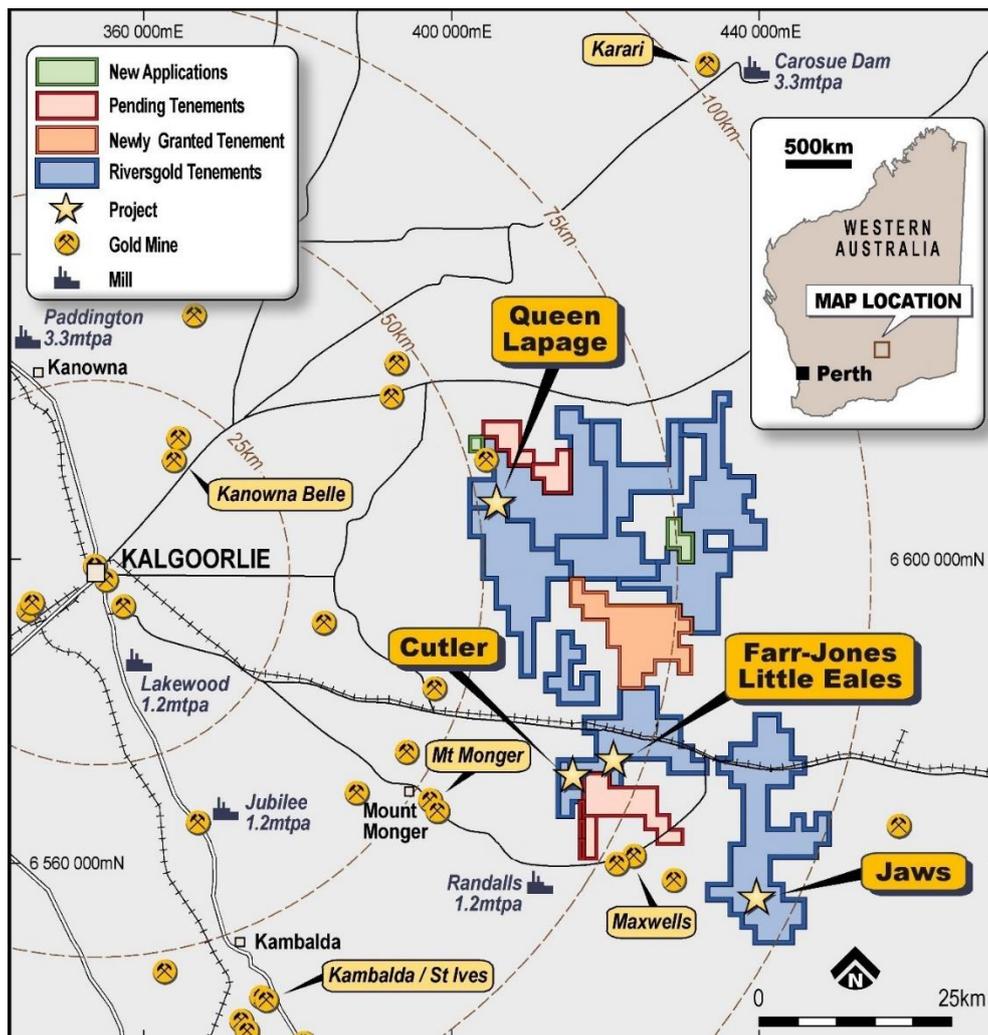


Figure 2: Location of new tenement E28/3034 at the centre of the Kurnalpi Project (orange) and pending applications (recent applications in green; older applications in red)

The regolith cover at E28/3034 is shallow with creek systems commonly exposing the underlying lithologies. The regional scale Emu Fault located on the western part of the tenement is confirmed as prospective for gold mineralisation elsewhere within the Kurnalpi Project. Significantly, outcropping and subcropping ultramafic rocks located along the eastern flank of the Emu Fault as well as on the eastern part of the tenement show strong prospectivity for magmatic nickel-copper mineralisation.



The easternmost ultramafic unit (Figure 3), despite returning lower nickel values than the one located along Emu Fault, presents a 1:1 anomalous ratio between nickel and copper with values reaching over 1500ppm Ni (0.15%) over 20m thickness and a best drill intercept of 3m at 0.2% nickel and 0.2% copper, from shallow RAB drilling completed in 2012. The high copper to nickel ratio underlines strong potential for magmatic nickel/copper sulphide mineralisation within that ultramafic sequence. This interpreted ultramafic unit covers an estimated 3km of strike length.

Overall, the newly granted E 28/3034 tenement offers significant new potentially mineralised targets for Riversgold to explore, not only for gold but also for nickel. The application of geophysical targeting tools, which are also being applied in other mafic/ultramafic intrusive systems such as Julimar (ASX: CHN), will help Riversgold quickly assess the prospectivity of this tenement.

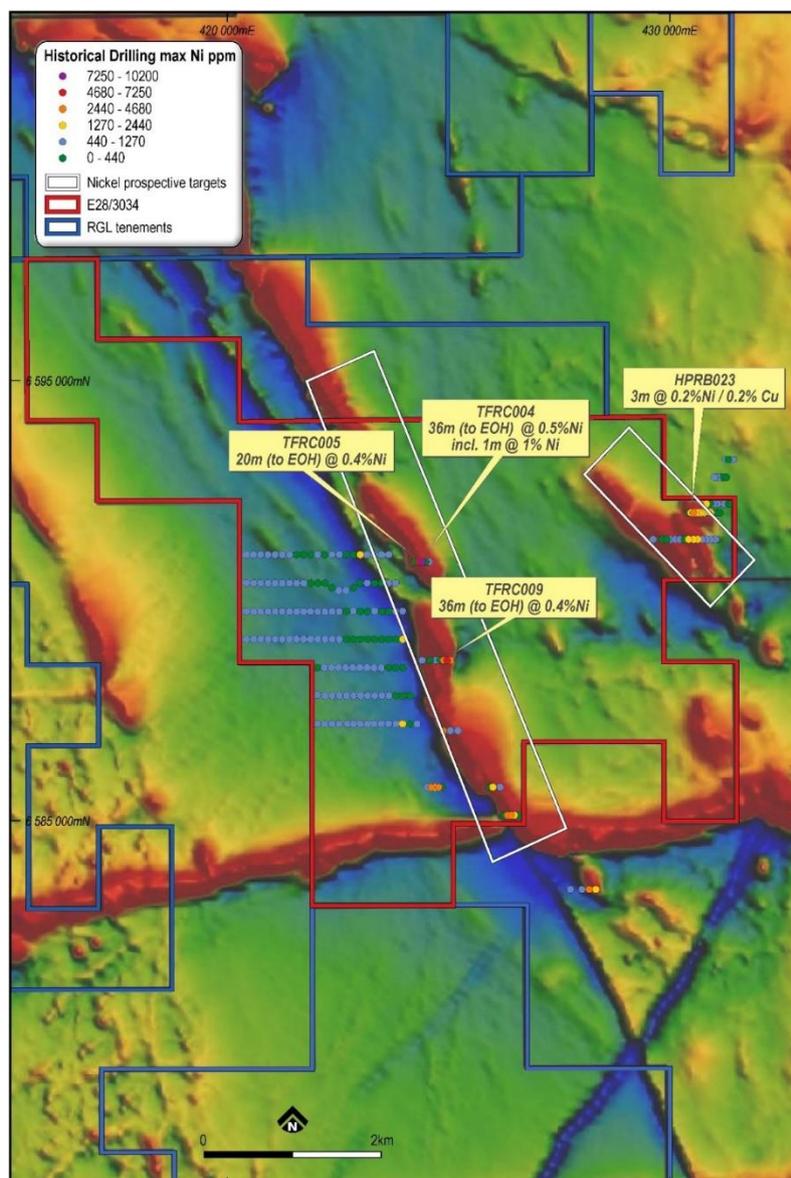


Figure 3: Geophysical image (TMI) of new tenement E28/3034 with historical drill collars and identified nickel prospectivity



In addition to the recent granting of E28/3034; Riversgold is also pleased to announce that it has been successful in its application for two additional tenements that recently lapsed with third parties (see Figure 1 “Newly Applied Tenements”). The Company now awaits the formal grant of these two tenements along with four other tenement areas applied for last year (see Figure 2 “Pending Tenements”).

Non Western Australian Projects

Alaskan Asset Sale Progress: Riversgold remains committed to working pro-actively with its partners and is cognizant of the difficulties to the global business environment associated with the protracted COVID 19 global pandemic. Accordingly, the Company agreed a further restructure of the agreement with Mamba and now confirms receipt of the following:

- Payment of US\$228,575 to Riversgold by no later than 5.00pm on 31 December 2021 (received); and
- The issue of an aggregate of 350,000 convertible notes in Mamba at USD\$1 per convertible note, being an aggregate subscription amount of USD\$350,000. Conversion of the notes is at the election of Riversgold, thereby allowing the Company to maintain its exposure to the Alaskan assets at its discretion.

Riversgold also retains a 1.5% royalty, plus cash bonus payments of US\$1 million each at the 0.5 million oz Au and 1 million oz Au Inferred Mineral Resource milestones. The Company has received a total of US\$1,164,900 from Mamba.

South Australia: The Company is carrying out a strategic review of the South Australian assets, namely Churchill Dam, with the assistance of the Quarterback Team. This follows the recent success for deep IOCGU exploration targets in the Gawler Craton. Both Peter Williams and Dr Marat Abzalov of Quarterback have an extensive and deep understanding of exploration for IOCGUs in the Gawler Craton from their previous senior management roles with WMC. The Company has applied for a renewal of its Churchill Dam exploration tenement.

Cambodia: The Company advises that, following an extensive strategic review undertaken by the new CEO, Mr Julian Ford, the Company is in the process of formally closing down and withdrawing from all commercial activities in Cambodia and has divested its interest in its mining applications.

This announcement has been approved by the Board of Riversgold Ltd.

For further information, please contact:

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About Riversgold

The Company is an Australian gold explorer with a package of granted tenements – the Kurnalpi Project – covering 1,269km² underlain by Archean greenstones located in the Eastern Goldfields of Western Australia. The Project, located 50km east of Kalgoorlie, represents one of the largest single landholdings in the region which have been relatively under explored due to a large portion of the tenements being covered by transported overburden including extensive shallow salt lakes.

The Company is leveraging its unique association and commercial partnership with Quarterback Geological Services to execute an exploration strategy designed to target the most prospective bedrock and obtain rapid exploration results. The strategy is underpinned by access to a suite of leading-edge exploration techniques, which have successfully been developed and commercialized by the team at Quarterback.

The Company is currently advancing its Queen Lapage Prospect, a large geophysical and geochemistry anomaly, near the Randall Shear, a significant gold bearing shear zone.

Competent Person's Statement

The exploration results in this announcement were reported by the Company in accordance with listing rule 5.7 on 4 November 2021 and 11 January 2022. The Company confirms it is not aware of any new information or data that materially affects the information included in the previous announcement.

**Appendix 1: Schedule of Mining Tenements**

In accordance with its obligations under ASX Listing Rule 5.3.3, Riversgold Ltd provides the following information with respect to its Mining Tenement holdings as at 31 December 2021.

Project	Tenement (notes)	Status	Ownership
Western Australia			
Kurnalpi	E25/538	Live	80%
	E25/539	Live	80%
	E25/540	Live	80%
	E25/541	Live	80%
	E28/2580	Live	80%
	E25/550	Live	100%
	E28/2599	Live	Earning 70%
	E28/2665	Live	Earning 70%
	E28/3034	Live	100%
	South Australia		
Churchill Dam	EL 5890	Live	100%
Eucolo Creek	EL 6813	Live	100%
Alaska			
Luna/Quicksilver	BP Claims	Live	64 – 100%
	LUNA Claims	Live	38 – 100%
	NQ Claims	Live	8 – 100%
Gemuk Mountain	GM Claims	Live	52 – 100%
Midway Hill	MD Claims	Live	70 – 100%

There were no tenements acquired during the quarter. The Company has disposed of its interest in the following:

Cambodia	
Antrong	Antrong
	Kang Roland North
	Rapoah
Kang Roland South	Kang Roland South



Appendix 2: Disclosures with respect to Quarterly Cashflow Report

In line accordance with its obligations under ASX Listing Rule 5.3.5, Riversgold Ltd notes that payments to related parties of the Company, as advised in the Appendix 5B for the period ended 31 December 2021, pertain to payments to a director's fees.

In accordance with ASX Listing Rule 5.3.1, the Company advises that during the quarter ended 31 December 2021, the Company spent approximately \$51,000 on exploration and evaluation activities. The majority of the exploration expenditure relates to assays and sampling.

Appendix 5B

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

Name of entity

RIVERSGOLD LTD

ABN

64 617 614 598

Quarter ended ("current quarter")

31 DECEMBER 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(92)	(205)
(e) administration and corporate costs	(24)	(22)
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	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(116)	(227)

* Credit balance is due to timing of payments and GST refund.

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(51)	(497)
(e) investments	-	-
(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	366	906
	(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 – Option fee received	-	-
2.6	Net cash from / (used in) investing activities	315	409

3.	Cash flows from financing activities		
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	-	-
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	-	-
3.8	Dividends paid	-	-
3.9	Other (lease payments)	-	(7)
3.10	Net cash from / (used in) financing activities	-	(7)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	271	294
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(116)	(227)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	315	409
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	(7)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(1)	-
4.6	Cash and cash equivalents at end of period	469	469

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	469	271
5.2 Call deposits	-	-
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)	469	271

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1 – Directors' fees	3
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.

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>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)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(116)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(51)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(167)
8.4 Cash and cash equivalents at quarter end (item 4.6)	469
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	469
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.81
<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?	
Answer: NA	
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: NA	

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

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: NA

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: **31 January 2022**

Authorised by: **The Board of Riversgold Ltd**

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.