

## Issued Capital

101.2M shares on issue

## Board

Rod Webster

*Non-Executive Chairman*

Aaron Colleran

*Non-Executive Director*

Kevin Hart

*Non-Executive Director*

## Riversgold Ltd

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## Highlights:

- **Riversgold revises exploration strategy, refocusing on its core WA assets in the Eastern Goldfields of WA (Kurnalpi)**
- **Review completed on Kurnalpi work to date and preparations commenced for a new phase of exploration**
- **Investigations initiated to acquire additional gold assets in WA**
- **Negotiations initiated to farm out the Alaskan and SA projects**
- **The Company completes interim funding requirements through a \$100,000 convertible note facility and a \$218,000 equity raising.**
- **Cash position as at 30/6/2019 is \$407,000**

**Riversgold Limited (ASX:RGL, "Riversgold")** is pleased to provide a summary of activities for the Quarter ending 30 June 2019.

Riversgold has a portfolio of highly prospective gold exploration projects in:

- the Eastern Goldfields of Western Australia;
- the Tintina Gold Province in southwest Alaska, USA
- Olympic Copper-Gold Province of South Australia.

During the Quarter the Company received the results from 1m resplits of anomalous gold values obtained from air core drilling along the Farr Jones trend, which were previously reported in the March 2019 Quarter. The new discovery at the 'Little' prospect returned exceptionally high values in these resplits, including:

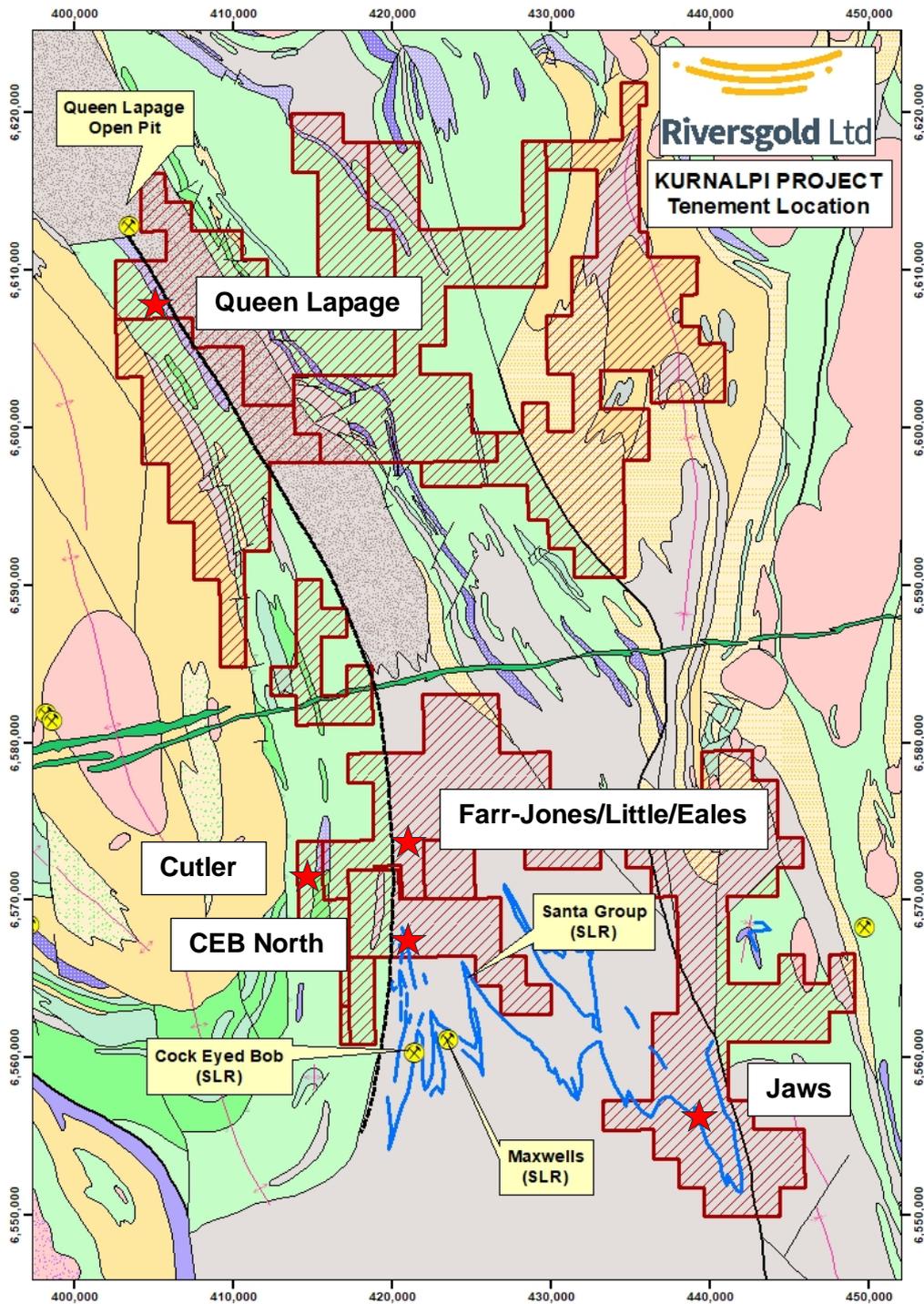
- **FJAC0021 – 12m @ 1.4g/t Au from 34m, including 8m @ 2.04g/t Au**

There was no field activity during the Quarter. The Company took this opportunity to review and validate all the Kurnalpi work that has been carried out to date. The company retained two consultants to assist in the review and to develop an appropriate strategy for the next phase of exploration work.

## 1. Kurnalpi Region Projects, WA

Riversgold has a portfolio of mineral exploration tenements in the Eastern Goldfields of Western Australia (Figure 1.1). The projects are located along major structures and within proximity to transport infrastructure, existing gold processing facilities and emerging gold discoveries.

The Company also has a farm-in agreement with ASX-listed Alloy Resources Limited (“Alloy”) over two Exploration Licences in the same area.



**Figure 1.1** Location of Riversgold’s Kurnalpi region projects showing key targets.

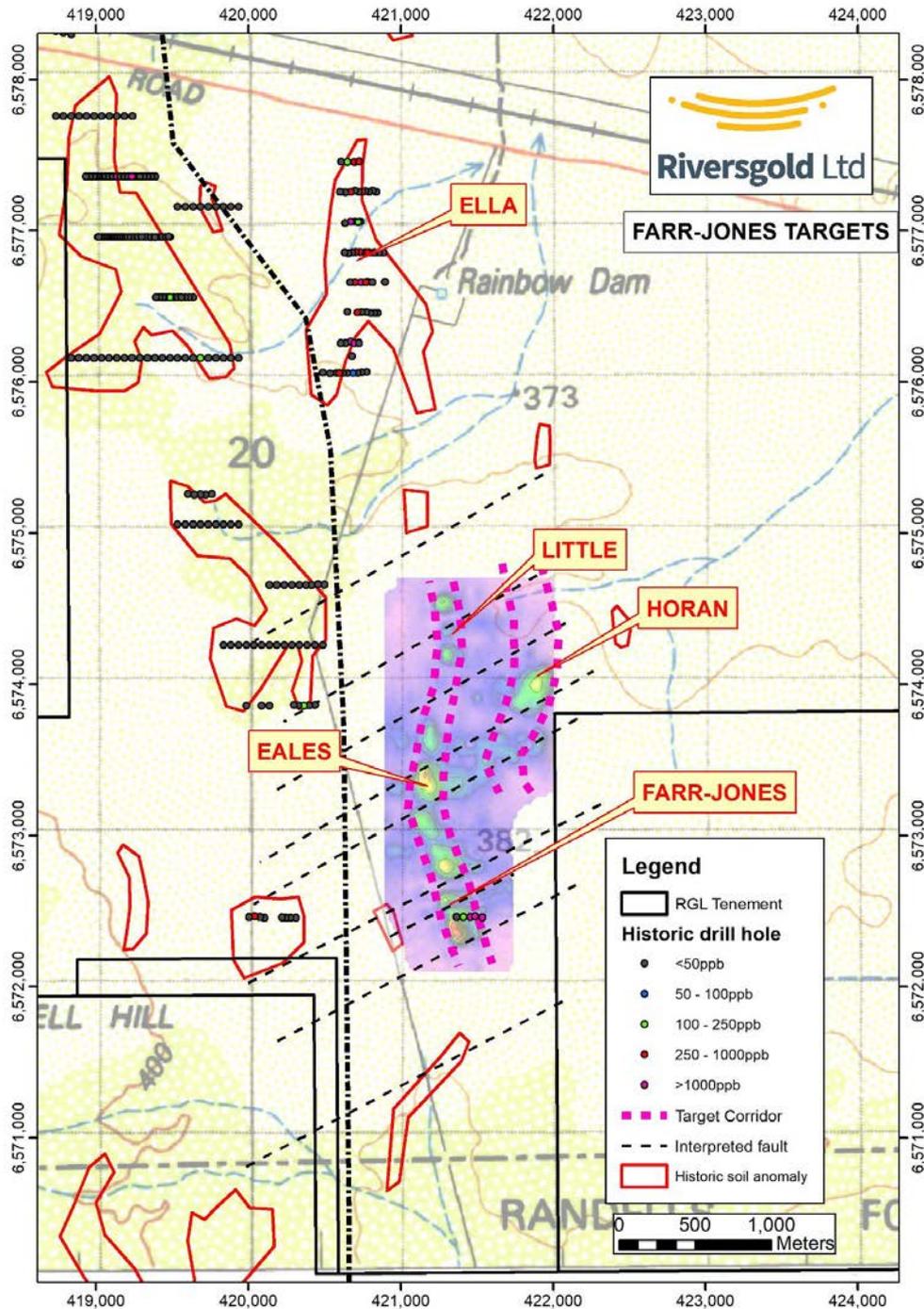
### 1.1. Farr-Jones/Horan/Eales/Little (RGL 80%)

The Farr-Jones/Horan/Eales/Little group of prospects are located approximately 15km northeast of Silver Lake Resources' Randalls processing plant in the Eastern Goldfields region of WA and is one of several target areas identified from historical surface geochemical surveys and limited drilling completed during the late 1980's and early 1990's.

At Farr-Jones, a single line of drilling completed in 1991-92 tested a strong gold in soil anomaly and intersected easterly dipping gold mineralisation within a black shale unit over a depth extent of approximately 130m. The deepest hole, **FJR2**, intersected **2m @ 4.71g/t Au** from 143m down hole.

During the previous quarter Riversgold announced a series of aircore drill results from first pass drilling over the anomalies generated by soil sampling conducted in the December 2018 Quarter. The results announced during the March 2019 Quarter were from initial composite sampling carried out during drilling.

During the June 2019 Quarter, the Company announced the results of the assaying of 1m resplits from the FJAC0021 at the Little prospect. These results confirmed the tenor and width of mineralisation indicated from the initial composite sampling, with the resplits returning **12m @ 1.4g/t Au** from 34m, including **8m @ 2.04g/t Au** see ASX Release 16 May 2019).



**Figure 1.3** Location of Farr Jones key targets.

## 1.2. Kurnalpi Project Strategic Review

During the Quarter, the Company appointed 2 separate consultants to begin a strategic review of the work completed and results received to date from the Kurnalpi Project. This review was undertaken with the specific aim of generating a renewed strategy for the Project as the Company focusses on Kurnalpi as its primary asset.

The review has highlighted the significant exploration value present within the Project, with several areas considered prospective for potential gold mineralisation remaining untested or substantially under-explored. The strategic review focussed not only on the most immediately prospective targets for drilling,

but those that warrant earlier stage exploration work in order to develop a significant pipeline of targets. Four main target areas have been identified for further exploration over the coming 12 months:

#### Cutler (RGL 100%)

The existing drill dataset at Cutler was reviewed along with a compilation of historic soil sample geochemistry. The RC drilling completed by Riversgold and reported previously has highlighted the prevalence of narrow high-grade Au mineralisation over approximately 500m of strike, with mineralisation open and plunging to the north (see Figure 1.4). A compilation of historic soil sampling has highlighted the interference from recent alluvial sediments masking the geochemical response. When this effect is taken into account, the Cutler anomaly can be seen to extend to over 2.5km, far in excess of the current drill coverage.

#### Queen Lapage (RGL 80%)

The Queen Lapage drill dataset was compiled and reviewed alongside existing multi-client geophysical datasets. A compilation of bottom-of-hole geology has highlighted a significant Archean gabbro unit within the host sediment and basalt host sequences. These gabbro units form favourable hosts for gold mineralisation at several prominent gold deposits within the WA Goldfields. As previously reported to the ASX (see ASX Release dated 14 February 2019), aircore drilling by Riversgold returned some significant anomalism, including **13m @ 0.6g/t Au (including 4m @ 1.5g/t Au)** and **4m @ 0.9g/t Au**. The recent review has highlighted a significant +100ppb Au anomaly over approximately 2.5km within the gabbro unit which is open to the south (see Figure 1.5), as well as other significant +100ppb Au anomalies.

#### Cockeyed Bob North (RGL100%)

The Cockeyed Bob North (CEB Nth) target is located on application E25/573. This target presents as an interpreted faulted offset of the BIF unit hosting the Maxwells-Cockeyed Bob-Santa deposits (owned by Silver Lake Resources Ltd) to the south (see Figure 1.1). The target is completely covered by recent alluvial sediment. No significant exploration has been carried out on this conceptual target.

#### Jaws (RGL80%)

The Jaws target is interpreted as a continuation of the BIF unit that hosts the Maxwells-Cockeyed Bob-Santa deposits (owned by Silver Lake Resources Ltd) under the cover of Lake Lefroy (see Figure 1.1). The presence of the lake has resulted in this prospective unit being essentially unexplored.

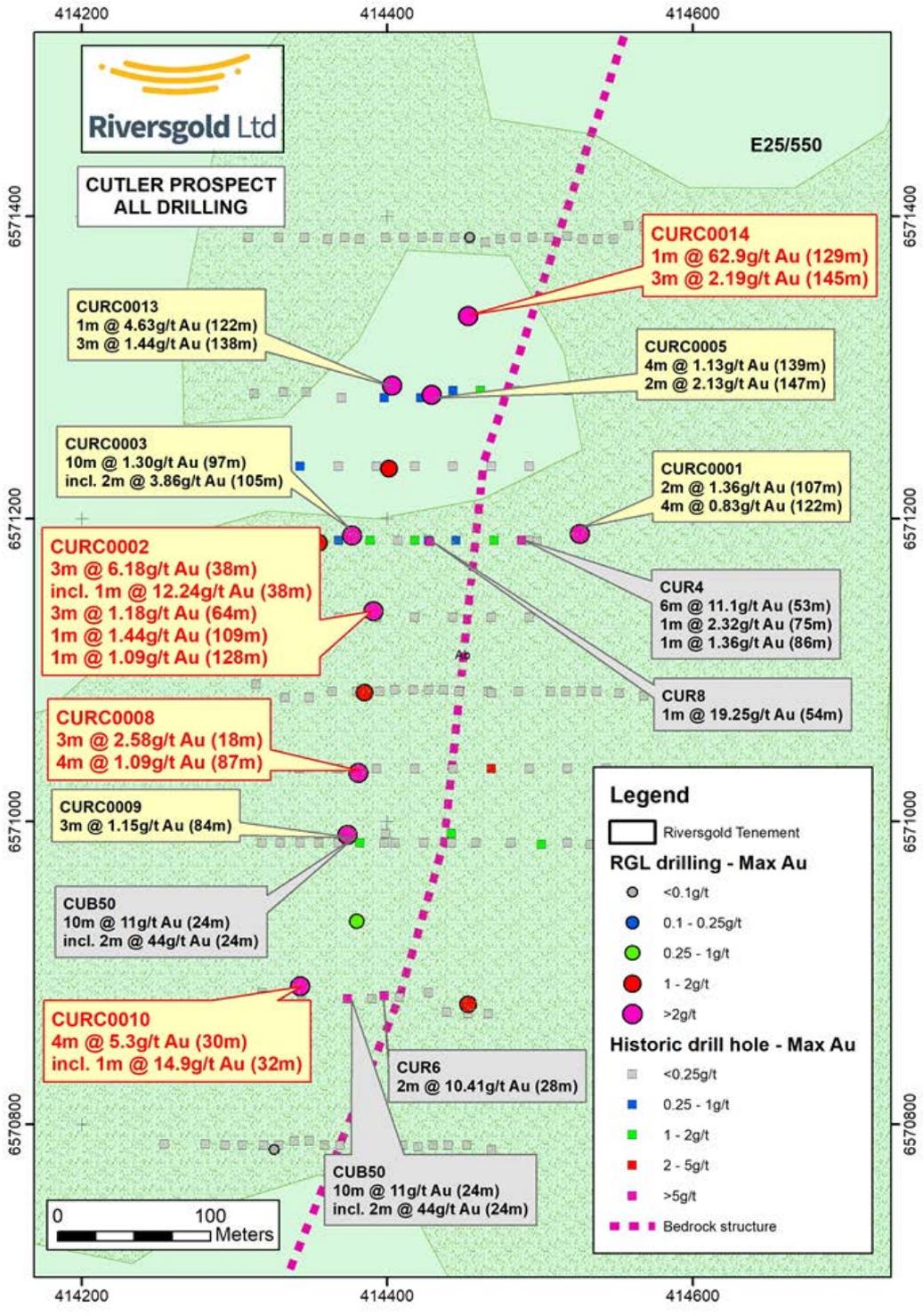
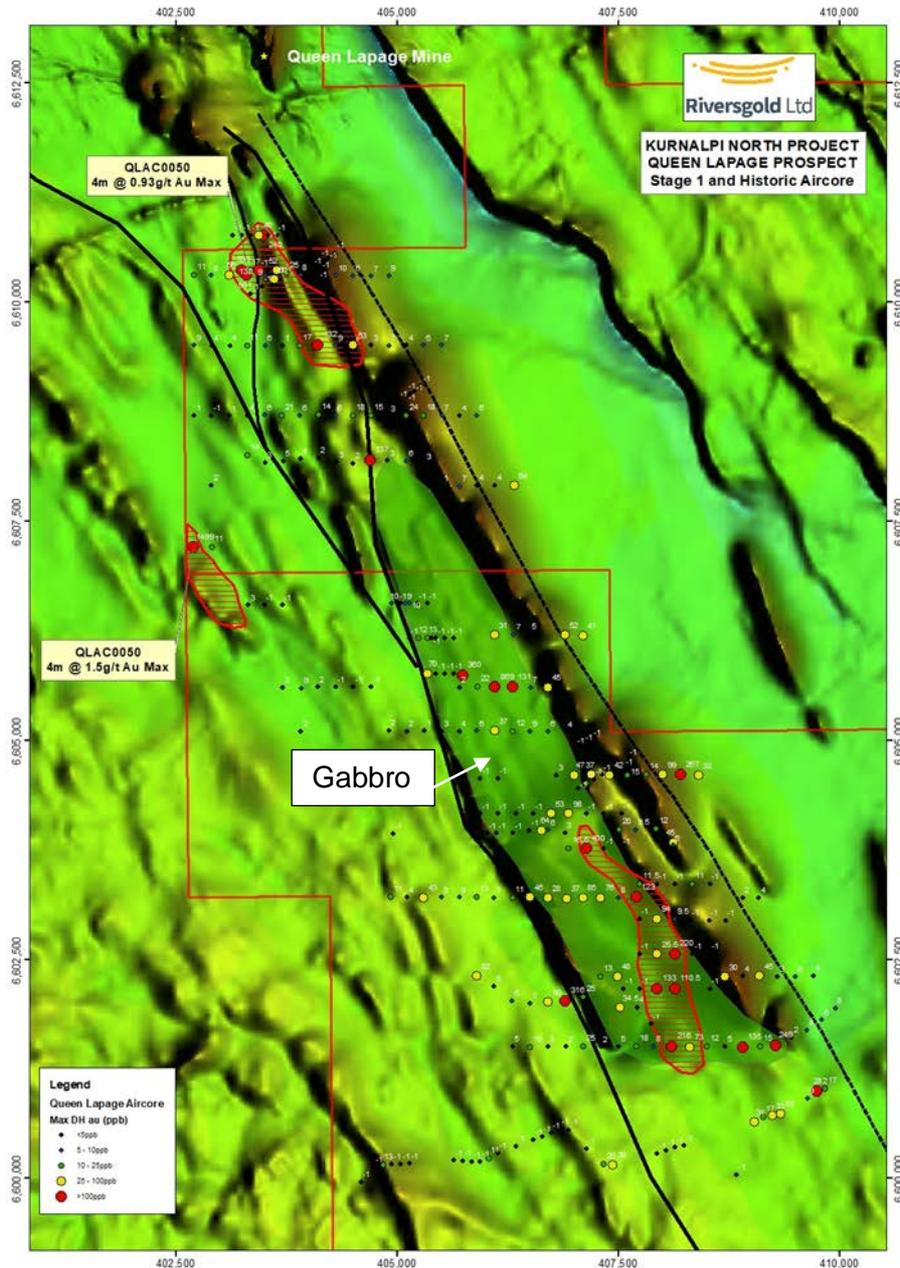


Figure 1.4 Cutler RC drilling results



**Figure 1.5** Queen Lapage aircore drilling results compilation with multi-client aeromagnetics

### 1.3. Yilgani (RGL 80%)

During the Quarter the Company withdrew from the Yilgani JV.

## 2. South Australia

Riversgold is exploring for a large Iron-Oxide Copper-Gold deposit in the Olympic Copper-Gold Province of South Australia. The Company currently has three existing projects within this province (Figure 2.1). The 2018 announcement of significant results at the Oak Dam West target, by BHP, highlights the potential for the discovery of further large IOCG deposits within this province.

During the Quarter discussions were commenced with interested parties for the potential farm-out or sale of the South Australian assets.

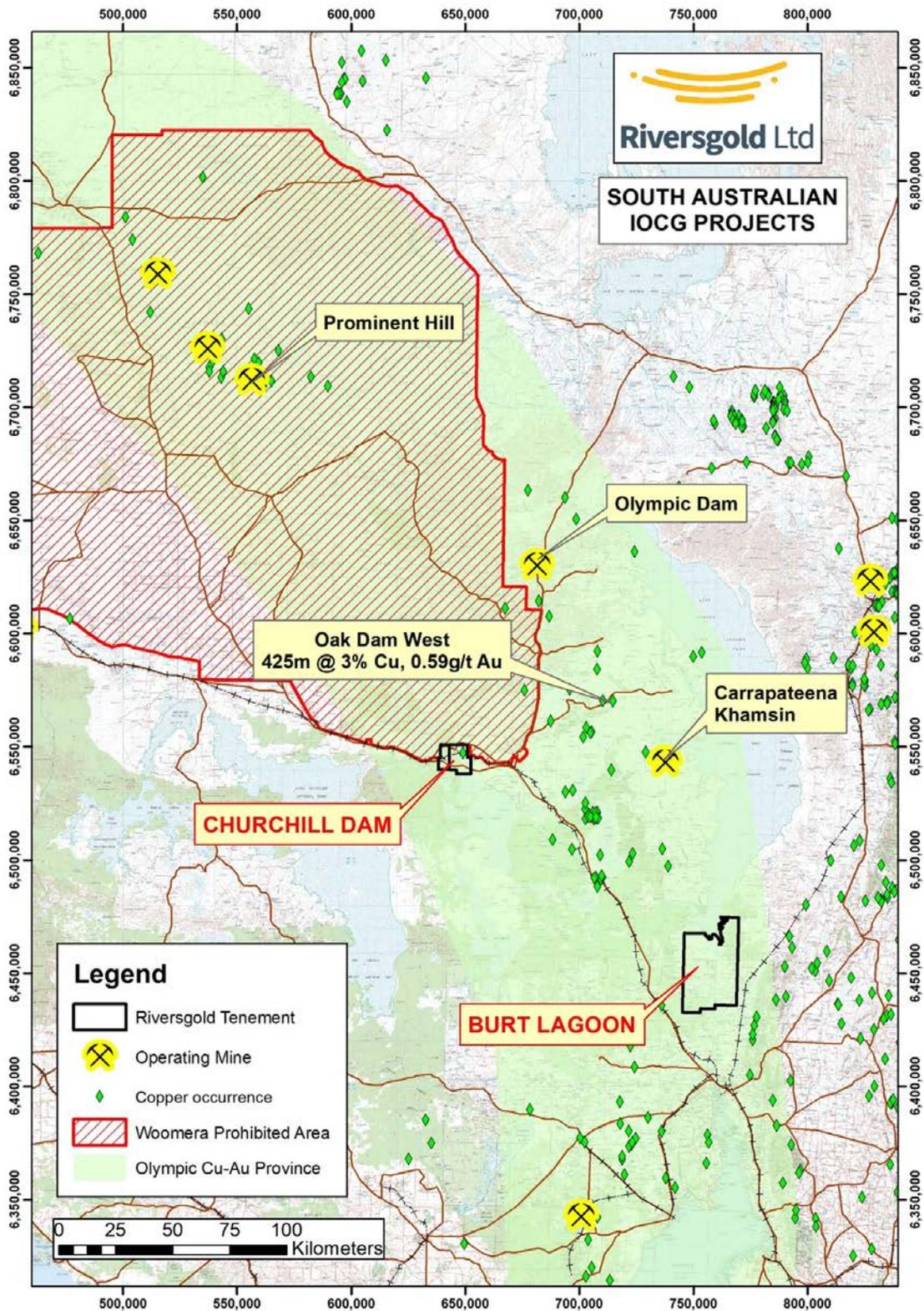


Figure 2.1. Riversgold's South Australian projects in relation to known IOCG deposits.

### **3. Southwest Alaska, USA**

Riversgold has a 100% interest in three projects in southwest Alaska, USA. The projects are located at the western end of the “Tintina Gold Province”, which hosts the giant 45 million-ounce Donlin Creek gold deposit, along with other intrusion-related gold (IRG) deposits such as Fort Knox, Pogo and Livengood.

During the Quarter, discussions were initiated with parties interested in the potential sale of the Alaskan Project.

### **4. Corporate**

- During the quarter the Company raised \$100,000 through the issue of a convertible note. Interest is 5% paid quarterly with the principal amount due within 18 months from the date of issue. If the noteholder elects to convert to shares at any time, conversion being the greater of 2.2c per share or 80% of the 5 day VWAP at the time that the conversion notice is given to the Company. The note can be redeemed by the issuer at any time. Refer ASX announcement dated 7 May 2019 for further details.
- The Company also raised a further \$218,000 through the issuing of 9,929,944 new shares at 2.2c per share thus maintaining the Company’s working capital position. Refer ASX announcement dated 18 June 2019 for further details.
- Cash at June 30, 2019 was \$407,000.
- During the quarter the Company advised that it had reached a confidential settlement with former Managing Director, Mr Allan Kelly, in relation to Mr Kelly’s claim for payment of outstanding entitlements by the Company following Mr Kelly’s resignation as Managing Director on 15 March 2019 and the subsequent termination of Mr Kelly’s role on 26 March 2019.



**Rod Webster**

**Chairman**

## Competent Person Statement

- *Information on historical results for the Australian, Cambodian and Alaskan projects, including Table 1 information, is contained in the “Independent Geologists Report” in the Riversgold Replacement Prospectus dated 11 August 2017.*
- *Information relating to historical and recent results for the Cutler target, including JORC Table 1 information is included in the Riversgold ASX releases dated 26 February 2018, 8 June 2018 and 25 July 2018 respectively.*
- *Information relating to recent results for the Farr-Jones and Queen Lapage targets, including JORC Table 1, information is included in the Riversgold ASX releases dated 2 July 2018, 13 August 2018, 11 September 2018, 17 and 23 October 2018 and 26 November 2018 respectively.*

The Company confirms that it is not aware of any new information or data that materially affects the information in the original market announcements, and that the form and context in which the Competent Persons findings are presented have not been materially modified from the original market announcements.

**Tenement Schedule**

Project	Tenement	Status	Ownership at beginning of Quarter	Ownership at end of Quarter
<b>Western Australia</b>				
Kurnalpi	E 25/538	Live	80%	80%
	E 25/539	Live	80%	80%
	E 25/540	Live	80%	80%
	E 25/541	Live	80%	80%
	E 28/2580	Live	80%	80%
	E25/550	Live	100%	100%
	E28/2599	Live	Earning 70%	Earning 70%
	E28/2665	Live	Earning 70%	Earning 70%
	E25/573	Application	100%	100%
	E25/582	Application	100%	100%
	E25/583	Application	100%	100%
	P25/2610	Application	100%	100%
	P25/2611	Application	100%	100%
	P25/2612	Application	100%	100%
<b>South Australia</b>				
Churchill Dam	EL 5890	Live	100%	100%
Burt Lagoon	EL 6162	Live	100%	100%
Eucolo Creek	EL 6313	Live	100%	100%
<b>Alaska</b>				
Luna/Quicksilver	BP claims	Live	66 – 100%	66 – 100%
	LUNA claims	Live	40 – 100%	40 – 100%
	NQ claims	Live	10 – 100%	10 – 100%
Gemuk Mountain	GM claims	Live	52 – 100%	52 – 100%
Midway Hill	MD claims	Live	70 – 100%	70 – 100%
<b>Cambodia</b>				
Antrong	Antrong	Application	100%	100%
	Kang Roland North	Application	100%	100%
	Rapoah	Application	100%	100%
Kang Roland South	Kang Roland South	Application	100%	100%

## Appendix 5B

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

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

### Name of entity

RIVERSGOLD LTD

### ABN

64 617 614 598

### Quarter ended ("current quarter")

30 JUNE 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(34)	(2,438)
(b) development	-	-
(c) production	-	-
(d) staff costs	(151)	(449)
(e) administration and corporate costs	(67)	(478)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	9
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(250)</b>	<b>(3,356)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(15)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>(15)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	218	821
3.2	Proceeds from issue of convertible notes	100	100
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(9)	(38)
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	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>309</b>	<b>883</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	348	2,895
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(250)	(3,356)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(15)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	309	883
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>407</b>	<b>407</b>

5. <b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	407	348
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>407</b>	<b>348</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	(91)
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Director's remuneration and Directors fees

7. <b>Payments to related entities of the entity and their associates</b>	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	-
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

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

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (Convertible Notes)	100	100
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

As announced to ASX on 7 May 2019, the Company issued convertible notes with a Principal value of \$100,000 to Greenwich Group Pty Ltd. The notes are repayable 18 months from date of issue. Interest accrues at 5% per annum, calculated monthly and payable 3 monthly in arrears. Each note is convertible into Shares at the higher of 2.2 cents per Share or 80% of the 5 day VWAP at the date the Conversion Notice is given to the Company.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	60
9.2 Development	-
9.3 Production	-
9.4 Staff costs	75
9.5 Administration and corporate costs	105
9.6 Other	-
<b>9.7 Total estimated cash outflows <sup>1</sup></b>	<b>240</b>

<sup>1</sup> Estimated outflows are entirely dependent on available cash. The Company is cognisant of the fact that additional funding will be required to meet short term working capital requirements. The Directors will continue to monitor expenditure and assess various funding options available to the Company.

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

### Compliance statement

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

Sign here:



Company secretary

Date: 3 July 2019

Print name: Kevin Hart

### Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.