

# 2019 ANNUAL GENERAL MEETING CHAIR ADDRESS AND PRESENTATION

ASX Announcement  
27 November 2019



## ANNUAL GENERAL MEETING CHAIR ADDRESS

I believe Black Cat offers the following opportunity to investors:

- we have maintained a tight capital structure and are well funded;
- we generate strong news flow;
- we offer scale potential as we grow Resources from multiple deposits;
- we are undertaking the Myhree/Trump Feasibility Study with a view to a decision to mine in the June 2020 quarter;
- we are in an excellent location being close to mills, infrastructure and workforce; and
- we have an experienced team that can transition from exploration to production.

Dealing with each of these points in turn.

### We have maintained a tight capital structure and we are well funded

We completed two capital raisings during the year to raise \$7.5M. These raisings were strongly supported and were based on performance and delivering on what we said we would do.

We continue to be efficient with shareholder funds. To date we have raised approximately \$14.6M from shareholders which has been converted into a market capitalisation of \$34M.

Inception to date we have drilled ~55,000m of RC and ~3,600m of diamond. Our drilling has been highly efficient, equating to ~4oz of gold in Resource per metre drilled.

In addition, our discovery cost sits at ~\$22oz and acquisition cost has fallen to ~\$5oz.

### We generate strong news flow

Since our 2019 Annual Report, we have issued 35 market sensitive announcements at the rate of ~3 per month. This reflects our steady expansion of Bulong; our ongoing drilling productivity and success; and our drive towards transitioning to mining.

### We offer scale potential

We have a three-pronged strategy aimed at building Resources:

- **Advanced Targets:** progress more mature targets to define Resources and economic deposits as quickly as possible. Myhree is potentially a base load producer with satellite deposits at Trump, Boundary, Queen Margaret and Melbourne United;
- **Emerging Targets:** assess emerging targets such as at Greater Woodline where recent Sub-audio Magnetic ("SAM") surveys may unlock the true potential of this high-grade area; and
- **Early Targets:** efficiently evaluate and prioritise more conceptual targets to ensure that scale opportunities are not overlooked. Myhree started as an early target and Bulong offers numerous opportunities to replicate this success. Numerous such targets have recently been identified by SAM surveys north of Boundary and south of Myhree.

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#### DIRECTORS

Paul Chapman Non-Executive Chairman  
Gareth Solly Managing Director  
Les Davis Non-Executive Director  
Alex Hewlett Non-Executive Director

#### CORPORATE STRUCTURE

Ordinary shares on issue: 84M  
Market capitalisation: A\$32.8M  
(Share price A\$0.39)  
Cash (30 Sep 2019): A\$6.7M



## **We are undertaking the Myhree/Trump Feasibility Study with a view to a decision to mine in the June 2020 quarter**

This study is well advanced with many results expected during the December 2019 quarter. Key achievements to date include:

- a level 1 Flora and Fauna Survey has been completed with no threatened flora or fauna identified and no further studies required to progress to mining; and
- excellent metallurgical recoveries using regionally sourced water shows:  $\geq 95\%$  overall recovery in oxide, transitional and fresh rock (at a grind size of  $150\mu\text{m}$ ) and  $>50\%$  gravity gold recovery in fresh rock.

The Feasibility Study remains on schedule for completion in the June 2020 quarter.

## **We are in an excellent location being close to mills, infrastructure and workforce**

Being only 25kms east of Kalgoorlie lowers cost and risk while increasing the likelihood of a deposit being economic.

We have steadily increased our footprint in the area with some low-key ground acquisitions. We also entered into a Joint Venture and Farm-In Agreement with Pioneer Resources Limited to up to 75% in the prospective Balagundi tenement.

## **We have an experienced team that can transition from exploration to production**

In addition to an experienced non-executive team comprised of Les Davis, Alex Hewlett and me, we have added a strong management team.

Gareth Solly as Managing Director is a geologist by training and was also registered mine manager at the nearby and similar Daisy Milano Complex.

Dr Damien Keys of Complete Target is our Chief Geological Adviser. Damien has been instrumental in developing a comprehensive geological model over Bulong.

Ned Summerhayes is our Exploration Manager charged with both assessing opportunities and implementing our plans on the ground.

Recently our team has been joined by Alistair Thornton appointed as Mining Study Manager and Iain Levy appointed as Senior Resource Geologist. Alistair will transition to Mining Manager upon successful completion of the Feasibility Study. Iain is an experienced resource geologist with a strong technical background ranging from early exploration through to mining.

As we move to 2020, other opportunities and challenges will present themselves. By focussing on the above points, we are confident of another successful year for Black Cat.

In closing, we would like to thank our local communities, employees, suppliers and other business partners. We also would like to take this opportunity to thank our fellow shareholders for your support.

**Paul Chapman**  
**Non-Executive Chairman**