

Market Announcement

For Immediate Release



Quarterly Activities Report to 31 December 2022

New Talisman Gold Mines Limited

***Responsible,
Environmentally
Sustainable Mining***

ASX/NZX Code **NTL**

Commodity Exposure
GOLD and SILVER

Board

Samantha Sharif Chair/Independent Director
John Upperton Executive Director
Michael Stiassny Independent Director
Victor Rabone Independent Director

Jane Bell Company Secretary

Capital Structure

Ordinary Shares at 31/12/2022 3,198m

Share Price

Share Price at 24/01//2023 (NZX) \$0.003
Share Price at 24/01//2023 (ASX) \$0.003



New Talisman Gold Mines Limited

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New Talisman Gold Mines Limited (NTL) is pleased to present a report on activities for the quarter ended 31 December 2022.

This quarter the company has again been fully focused on progressing our Strategic Plan to bring the Talisman Mine to production.

During the quarter NTL progressed the following key matters.

- formally engaged Terra Firma to prepare the specific health and safety plans for recommencement of operations at Talisman Mine. This is a key milestone to be completed prior to our return to mining. Terra Firma has significant knowledge of Talisman mine and has experience in developing underground gold mines in New Zealand. It is anticipated the documentation will be complete by the end of January 2023.
- worked with Terra Firma and other key industry experts on the development and review of the Strategic Plan for Talisman, mining methodologies and budget. This plan aims to produce gold and generate revenues in the second half of 2023, with positive cashflow by late 2023.
- Finalised the Schedule of Works which includes formation of a Second Egress in conjunction with a Bulk Sampling programme, adding valuable knowledge of Talisman's mineral resource.
- Identified Innovative and feasible mining methods to classify ore underground, thus minimising the quantity of material to be removed from the mine, and as a result improving our environmental footprint and cost-efficiencies.
- NTL's goal is to produce a concentrate which can be refined to produce gold and silver bullion. NTL may process this concentrate ourselves, or utilise third party refiners.
- Developed an Exploration Plan and high-level budget for the Santo Exploration Permit in Vanuatu and provided that to experienced industry investors who have approached NTL with a view to working together.
- Finalised our budgets to determine the additional capital required to fund the development of Talisman, recommence mining and get to gold production.
- Completed a review of Capital Raising methods open to the Company and determined that a Rights Issue would be the fairest to all shareholders.
- Progressed the required documentation for the Rights Issue with the intention now being to open the Rights Issue to Shareholders in February 2023.

During the quarter the Company paid \$41,074 for director fees to companies in which directors and major shareholders have a substantial interest. The Company paid \$35,000 to John Upperton in his capacity as Strategic Delivery Manager. The Company received a credit of \$2,302 from Coromandel Gold Limited (CGL) in relation to activities in Vanuatu; CGL is a subsidiary of the Company. The Company advanced \$280 to Rahu Resources Pty Limited; a subsidiary of the Company.

Tenements

Talisman Mine – MP51326
Capella Vanuatu – PL1851

QUARTERLY REPORT OF CONSOLIDATED CASH FLOWS

NEW TALISMAN GOLD MINES LIMITED

For Quarter ended 31 Dec 2022

(Referred to in this Quarter as the "Current Quarter")

Quarterly Report of Consolidated Cash Flows in accordance with Listing Rule 10.8.4. These figures are based on accounts which are *unaudited. If these figures are based on audited accounts, a statement is required of any material qualification made by the auditor. The Mining Issuer *has a formally constituted Audit Committee of the Board of Directors.

1. CASH FLOWS RELATING TO OPERATING ACTIVITIES

- (a) Receipts from product sales and related debtors
- (b) Payments for exploration and evaluation
 - for development
 - for production
 - for administration * see annexure 1
- (c) Dividends received
- (d) Interest and other items of a similar nature received
- (e) Interest and other costs of finance paid
- (f) Income taxes paid
- (g) Other (provide details if material)

(h) NET OPERATING CASH FLOWS

2. CASH FLOWS RELATED TO INVESTING ACTIVITIES

- (a) Cash paid for
 - purchases of prospects
 - equity investments
 - other fixed assets
- (b) Cash proceeds from
 - sale of prospects
 - equity investments
 - other fixed assets
- (c) Loans to other entities
- (d) Loans repaid by other entities
- (e) Other (provide details if material) - Sale of share investments

(f) NET INVESTING CASH FLOWS

3. CASH FLOWS RELATED TO FINANCING ACTIVITIES

- (a) Cash proceeds from issues of shares, options, etc
- (b) Proceeds from sale of forfeited shares
- (c) Borrowings
- (d) Repayments of borrowings
- (e) Dividends paid
- (f) Other (provide details if material)

(g) NET FINANCING CASH FLOWS

4. (a) *NET INCREASE (DECREASE) IN CASH HELD

- (b) Cash at beginning of quarter/year to date
- (c) Exchange rate adjustments to Item 4(a) above

(d) CASH AT END OF QUARTER

| | Current Quarter \$NZ | Year to Date (9 Mths) \$NZ |
|--|----------------------------|----------------------------------|
| | Nil | Nil |
| | (5,007) | (38,230) |
| | Nil | Nil |
| | (444,578) | (929,679) |
| | Nil | Nil |
| | 700 | 1,094 |
| | (26,072) | (26,072) |
| | Nil | Nil |
| | Nil | Nil |
| | (474,957) | (992,887) |
| | Nil | Nil |
| | Nil | Nil |
| | Nil | Nil |
| | Nil | Nil |
| | (280) | (10,218) |
| | 2,302 | 2,302 |
| | Nil | Nil |
| | 2,022 | (7,916) |
| | Nil | Nil |
| | Nil | Nil |
| | Nil | 1,000,000 |
| | Nil | Nil |
| | Nil | Nil |
| | Nil | Nil |
| | Nil | 1,000,000 |
| | (472,935) | (803) |
| | 963,121 | 492,507 |
| | 425 | (1,093) |
| | 490,611 | 490,611 |

5. NON-CASH FINANCING AND INVESTING ACTIVITIES

(a) Provide details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows:

Nil.....

(b) Provide details of outlays made by other entities to establish or increase their shares in projects in which the reporting entity has an interest.

Nil.....

6. FINANCING FACILITIES AVAILABLE

Provide details of used and unused loan facilities and credit standby arrangements, adding such notes as are necessary for an understanding of the position.

N/A.....

.....

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| Amount Available \$NZ | Amount Used \$NZ |
|--------------------------|---------------------|
| | |
| | |
| | |

7. ESTIMATED OUTLAYS FOR SPECIFIED QUARTERS

(a) Exploration and evaluation

(b) Development

TOTAL

| * Current Quarter \$NZ | Following Quarter \$NZ |
|---------------------------|---------------------------|
| Nil | Nil |
| 5,007 | 50,000 |
| 5,007 | 50,000 |

* The outlays to be shown in this column are the estimates made for this quarter in the previous quarterly report. Where these estimates differ by more than 15% from the actual outlays reported in Item 1(b) of this report, provide an explanation of the reason(s) for these differences as an attachment to this report – see Annexure 1.

8. RECONCILIATION OF CASH

For the purposes of this statement of cash flows, cash includes:

Petty cash, Westpac cheque & savings accounts, ANZ accounts, NAB & Macquarie accounts.

Cash at the end of the quarter as shown in the statement of cash flows is reconciled to the related items in the amounts as follows:

Cash on hand and at bank

Deposits at call and Term Deposits

Bank overdraft

Other (provide details) - Bond

TOTAL = CASH AT END OF QUARTER [Items 4(d)/4(b)]

| Current Quarter \$NZ | Previous Quarter \$NZ |
|-------------------------|--------------------------|
| 135,611 | 108,121 |
| 250,000 | 750,000 |
| Nil | Nil |
| 105,000 | 105,000 |
| 490,611 | 963,121 |

9. CHANGES IN INTERESTS IN MINING TENEMENTS

| | | | | |
|---|--------------------|--------------------|----------------------------------|----------------------------|
| (a) Interests in mining tenements relinquished, reduced and/or lapsed | Tenement Reference | Nature of Interest | Interest at Beginning of Quarter | Interest at End of Quarter |
| (b) Interests in mining tenements acquired and/or increased | a) N/A | | | |
| (c) Where changes are reported in (a) and/or (b), an amended list of interests in mining tenements is attached to this statement. | b) N/A | | | |

10. ISSUED AND QUOTED SECURITIES AT END OF CURRENT QUARTER

| Category of Securities | Number Issued | Number Quoted | Paid-Up Value Cents |
|--|---------------|---------------|-------------------------------------|
| PREFERENCE SHARES | Nil | Nil | |
| ORDINARY SHARES | 3,198,072,105 | 3,198,072,105 | |
| SHARES Issued during current quarter: | Nil | Nil | |
| CONVERTIBLE NOTES: | Nil | Nil | |
| Issued during current quarter | Nil | Nil | |
| OPTIONS: | | | <i>Exercise Price / Expiry Date</i> |
| <u>Quoted</u> | Nil | Nil | |
| Issued during current quarter | Nil | Nil | |
| Expired during current quarter | Nil | Nil | |
| <u>Not quoted and not transferable</u> | Nil | Nil | |
| Issued during current quarter | Nil | Nil | |
| WARRANTS: | Nil | Nil | |
| DEBENTURES – totals only: | Nil | Nil | |
| UNSECURED NOTES – totals only: | Nil | Nil | |

Jane Bell (Company Secretary)
 Authorised Officer of Listed Issuer
 31 December 2022

Annexure 1

The December 2022 Quarter had some significant one off administrative costs associated with settlement of a contractual dispute these amounted to \$169,987. In addition the annual insurance amounting to \$85,614 was paid in the December quarter and a short term fixed contract was paid in the December quarter for Strategic Delivery of \$35,000. The ordinary ongoing administrative operating costs are approximately \$185k per quarter.

List of interest in mining permits:

Talisman Mine – MP51326

Capella Vanuatu – PL1851