

MARCH 2021 QUARTERLY ACTIVITIES & CASHFLOW REPORT

HIGHLIGHTS

- **RC Drilling at Argent's West Wyalong Copper-Gold-Molybdenum Project**
 - **1,376 meters deep RC drilling targeting Copper-Gold-Molybdenum mineralisation.**
 - **Argent to claim up to \$200,000 NSW Drilling Grants.**
 - **Preparation for phase two Pine Ridge RC drilling.**
 - **New redefined 3D Inversion anomalies after extensive geophysical, geochemical analysis.**

- **West Wyalong Diamond Drilling Intersects Potential Cu-Au Mineralisation**
 - **Diamond drilling completed by DDH1 at West Wyalong.**
 - **1 diamond tail drilled in March 2021.**
 - **Deep RC drilling intersects visual mineralisation exhibiting pyrite and quartz - carbonate veining associated with phyllic and propylitic alteration.**
 - **Diamond tail successfully completed and intersected visual sulphides and quartz-carbonate-albite veins that could be associated with a mineralised copper-gold porphyry system.**
 - **First diamond drill hole AWN002 completed to 503m depth.**

Argent Minerals Limited (ASX: ARD, Argent, or the Company) is pleased to report its activities and cash flow for the quarter ended 31 March 2021.

EXPLORATION PROGRAMS AND OPERATIONS UPDATE

Drilling at Argent's West Wyalong Copper-Gold Project

Following the Landowner Access Agreement and NSW Regulatory approval received in November 2020, Argent commenced the RC drilling program (1,376 meters total) targeting the highly prospective Cu-Au-Mo porphyry

system at west Wyalong.

The RC drilling program successfully completed 5 drill holes that intersected prospective mineralisation and alteration that is commonly associated with copper-gold-molybdenum porphyry style deposits.

The Company contracted a diamond drill rig from DDH1 Limited (ASX: DDH) to complete a diamond tail on RC hole AWN002 to 503m depth. Drilling intersected stringers & blebs of pyrite and chalcopyrite associated with sericite alteration and quartz-carbonate-albite veining.

Figure 1 – Diamond Drill Rig at West Wyalong drilling AWN002



Figure 2 - Diamond Core from AWN002 from 327.2m to 331.3m showing 4.6m of quartz veining & alteration with abundant chalcopyrite stringers and disseminations (Refer to ASX announcement 'West Wyalong Drilling Intersects Potential Mineralisation').

The core will be processed, logged and sampled during the June quarter.

Drilling at Pine Ridge Historic Gold Mine

Preparation for the phase 2 RC drilling program at Pine Ridge was affected by heaving rain localised

flooding during March. Earthmoving activities will be completed early in the June quarter.

Managing Director George Karageorge stated,

“Argent has had a major change to expenditure with over \$300,000 spent directly on field activity and drilling at West Wyalong and preparing drill pads and access at Pine Ridge during the March Quarter”.

Mr Karageorge added *“all available staff, our technical director and contractors were in the field from the start of January in trying conditions right through to the end of March”.*

“It was a credit to our team to remain incident free considering the once in a 100-year flooding event over most of NSW”.

CORPORATE

Board Update

During the quarter Mr. Peter Wall and Mr. Emmanuel Correia resigned as Non-Executive Chairman and Non-Executive Director and Joint Company Secretary respectively from the Company.

The Board further advised that Non-Executive Director Mr Peter Michael, was appointed as interim Non-Executive Chairman.

Change of Registered Office and Principal Place of Business

During the quarter, the Company’s registered office and principal place of business have changed to:

25 Colin Street

WEST PERTH WA 6005

Cashflows for the Quarter

Attached to this report is the Appendix 5B containing the Company’s cash flow statement for the quarter. The significant cashflows relating to the quarter included \$300k spent on exploration and evaluation expenditure, which was primarily associated with the costs of the West Wyalong drilling program, \$259K in staff, administration and corporate costs, of which \$88K related to the payments made to related parties, which included Directors and their associates, \$1.2K paid to High Fidelity Capital Pty Ltd, an entity controlled by the son of managing Director George Karageorge, and \$1.3K paid to Steinepreis Paganin Lawyers & Consultants (‘Steinepreis’), an entity in which former Chairman Mr Peter Wall holds a beneficial interest.

As of 31 March 2021, the Company had available cash of \$4.55 million.

March 2021 QUARTER - ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (2012 JORC Code). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

| | |
|---|-----------------|
| West Wyalong Drilling Intersects Potential Mineralisation | 25 March 2021 |
| Board Change | 5 March 2021 |
| Drill Rig Arrives at West Wyalong Copper-Gold Project | 27 January 2021 |
| Details of Company Address | 14 January 2021 |

These announcements are available for viewing on the Company's website www.argentminerals.com.au under the Investors tab. Argent confirms that it is not aware of any new information or data that materially affects the information included in any original ASX announcement.

This announcement has been authorised by the board of directors of the Company.

For further information please contact:

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Managing Director/CEO

Argent Minerals Limited

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Appendix A - TENEMENTS

The following mining tenement information is provided pursuant to Listing Rule 5.3.3:

Appendix Table 1 – Mining Tenement¹ Interest Activities for the Quarter Ended 31 March 2021.

| Tenement Identifier | Location | Interest Acquired During Quarter | Interest Divested During Quarter | Interest Held at End of Quarter |
|---------------------|----------|----------------------------------|----------------------------------|---------------------------------|
| Kempfield | | | | |
| EL5645 (1992) | NSW | - | - | 100% ² |
| EL5748 (1992) | NSW | - | - | 100% ² |
| EL7134 (1992) | NSW | - | - | 100% ² |
| EL7785 (1992) | NSW | - | - | 100% ² |
| EL8951 (1992) | NSW | - | - | 100% ² |
| EL8213 (1992) | NSW | - | - | 100% ² |
| PLL517 (1924) | NSW | - | - | 100% ² |
| PLL519 (1924) | NSW | - | - | 100% ² |
| PLL727 (1924) | NSW | - | - | 100% ² |
| PLL728 (1924) | NSW | - | - | 100% ² |
| West Wyalong | | | | |
| EL8430 (1992) | NSW | 0.13% | - | 79.46% ³ |
| Loch Lilly | | | | |
| EL8199 (1992) | NSW | - | - | 51% ⁴ |
| EL8200 (1992) | NSW | - | - | 51% ⁴ |
| EL8515 (1992) | NSW | - | - | 51% ⁴ |
| EL8516 (1992) | NSW | - | - | 51% ⁴ |
| Queensberry | | | | |
| EL9/2016 | TAS | - | - | 100% |
| Ringville | | | | |

| | | | | |
|----------------|-----|---|---|------------------|
| EL12/2017 | TAS | - | - | 100% |
| Mount Farrell | TAS | | | 100% |
| EL12/2019 | | | | |
| Sunny Corner | | | | |
| EL5964 (1992) | NSW | - | - | 70% ⁵ |
| Mount Tennyson | | | | |
| EL9059 (1992) | NSW | | | 100% |

Notes

1. The definition of "Mining Tenement" in ASX Listing Rule 19.12 is "Any right to explore or extract minerals in a given place".
2. For all Kempfield tenements the tenement holder is Argent (Kempfield) Pty Ltd, a wholly owned subsidiary of Argent.
3. Under the West Wyalong Joint Venture and Fermin Agreement dated 8 June 2007 between Golden Cross Operations Pty Ltd and Argent as tenement holder (WWJVA), Argent has earned a 70% interest plus ongoing increments. The ongoing interests of the parties includes WWJVA expenditure contribution and dilution provisions commencing on a 70/30 basis.
4. The tenement holder for EL8199 and EL8200 is San Antonio Exploration Pty Ltd (SAE), and for EL8515 and EL8516 it is Loch Lilly Pty Ltd (LLP), a 100% owned subsidiary of Argent Minerals Limited. Under the Loch Lilly Fermin and Joint Venture Agreement (JVA) dated 12 February 2017 (effective date 17 February 2017), the respective ownership of all the tenements by the JVA Parties (SAE and LLP) is according to their respective JVA Interests. LLP has the right to earn up to a 90% interest, with the first 51% interest earned by completing the drill test for the Eaglehawk and Netley targets. For further details on earn in terms and conditions see ASX announcement 20 February 2017 – Argent secures strategic stake in Mt. Read equivalent belt.
5. The tenement holder is Golden Cross Operations Pty Ltd.

Competent Person Statements

Previously Released Information

This ASX announcement contains information extracted from the following reports which are available for viewing on the Company's website <http://www.argentminerals.com.au>

- 25 March 2021 West Wyalong Drilling Intersects Potential Mineralisation

Competent Person:

1. Stuart Leslie Till

The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources or Ore Reserves, Exploration Targets, and historical Pre-JORC Code mineralisation estimates ('Historical Estimates'), that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Appendix 5B

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

Name of entity

| |
|--------------------------------|
| ARGENT MINERALS LIMITED |
|--------------------------------|

ABN

| |
|-----------------------|
| 89 124 780 276 |
|-----------------------|

Quarter ended ("current quarter")

| |
|----------------------|
| 31 March 2021 |
|----------------------|

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|------------------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (300) | (1,062) |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | (67) | (130) |
| (e) administration and corporate costs | (192) | (565) |
| 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) | (10) | (35) |
| 1.9 Net cash from / (used in) operating activities | (569) | (1,792) |

| | | |
|--|------|------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) tenements | - | - |
| (c) property, plant and equipment | (82) | (82) |
| (d) exploration & evaluation | - | - |
| (e) investments | - | - |
| (f) other non-current assets | - | (26) |

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 (9 months) \$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| 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) | (10) | (10) |
| 2.6 | Net cash from / (used in) investing activities | (92) | (118) |

| | | | |
|-------------|---|-----------|--------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | - | 2,350 |
| 3.2 | Proceeds from issue of convertible debt securities | - | - |
| 3.3 | Proceeds from exercise of options | 34 | 2,298 |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | - | (145) |
| 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 (provide details if material) | - | - |
| 3.10 | Net cash from / (used in) financing activities | 34 | 4,503 |

| | | | |
|-----------|--|-------|---------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 5,177 | 1,957 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (569) | (1,792) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (92) | (118) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 34 | 4,503 |

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 (9 months) \$A'000 |
|---|---|------------------------------------|--|
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 4,550 | 4,550 |

| 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 | 152 | 197 |
| 5.2 | Call deposits | 4,398 | 4,980 |
| 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) | 4,550 | 5,177 |

| 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 | 88 |
| 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. 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 | Not applicable. | |
| 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) | (569) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | - |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (569) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 4,550 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 Total available funding (item 8.4 + item 8.5) | 4,550 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 8.00 |
| <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: Not applicable. | |
| 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: Not applicable. | |

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: Not applicable.

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: 29 April 2021

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

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.