

28 July 2020

## **New Talisman Gold Mines Ltd (NTL)**

The company will hold a virtual Annual Shareholders meeting **11.00am Thursday 6 August 2020**.

You can join the meeting at <http://newtalisman.onlineagm.co.uk/register>

We approached the company to ask if they would hold a physical meeting however their Chairman is based in Melbourne Australia so is unable to travel to New Zealand.

Gold was discovered in the Coromandel in 1852 with the Talisman Mine being established in 1894. The mine closed in 1919, however in 1971 Southern Cross Minerals began exploration. NTL (formerly Heritage Gold Ltd) was listed on the NZX in 1986 and since then has continued exploration work in the various veins that make up the prospecting area.

During the past year, the company has commenced design and planning for a larger volume plant and is working with Terra Firma Mining, an NTL contractor and a NZ based group to develop a joint venture to build, operate and finance the plant.

The company has completed rehabilitation works to open up the Mystery and Dubbo veins and commence extraction activities. The mine has 20,000 total indicated equivalent bullion ounces and 330,000 total inferred equivalent ounces. There is 15 years remaining in the mine permit.

Like all mineral extraction operations cash is required on an ongoing basis. During the year NTL raised \$3.6 million of additional capital. Cash burn is around \$1 million to \$1.2 million and cash on hand is \$2.5 million so the company has around 2 years of cash on hand.

Covid impacted the mining operations due to the distancing rules however it also saw the price of gold increase. The Directors have taken a 20% reduction in fees and management costs and overheads have also been reduced by 20%.

The Net Loss was \$3.7 million up from \$1.2 million. This included exploration costs of \$2.75 million written off.

The company has been in the news recently and we expect the company to address that at the meeting.

### **Board Composition**

The Board comprises an Independent Chair, an Independent Director, a Non-Independent Director, and the Managing Director all male. Two have backgrounds in the industry. We consider the Board's skill sets to be appropriate to the business.

## Resolutions

### 1. To re-elect Murray Stevens as a Non- Independent Director.

Murray Stevens was appointed to the Board in 2016. He is a geologist and provides consulting services to the company. He was the company's first Exploration Manager from 1987 to 1996.

We will vote undirected proxies **IN FAVOUR** of this resolution.

### 2. That the Board is authorised to fix the auditor's remuneration for the coming year.

This is an administrative resolution.

We will vote undirected proxies **IN FAVOUR** of this resolution.

## Proxies

You can vote online or appoint a proxy at <https://www.investorvote.com.au/Login>

Instructions are on the Proxy/voting paper sent to you.

Voting and proxy appointments close **11.00am Tuesday 4 August 2020**.

**Please note you can appoint the Association as your proxy.**

**We will have a representative attending the meeting.**

**STANDING PROXIES - AUTOMATICALLY APPOINT NZSA AS YOUR PROXY**

**MAKE YOUR VOTE COUNT!**

Details on the NZSA website.

<http://www.nzshareholders.co.nz/shareholders-standing-proxies.cfm>

**The Team at NZSA**