



West African gold explorer, **Golden Rim Resources Ltd** (ASX: GMR), is focused on the discovery and development of gold projects in West Africa.

With a decade of experience working in Burkina Faso, the Company is well placed to turn discoveries into real value for shareholders.

The Kouri Gold Project, located in north-east Burkina Faso, contains over 1.4Moz in defined Mineral Resources, with significant upside potential to grow.

The Paguanta Zinc-Silver-Lead Project, in Chile, has a significant JORC Mineral Resource and US\$35m in past expenditure. The Company is working to divest the project.

ASX Code: GMR
Issued Shares: 1,163m
Market Capitalisation: \$16.3m
Cash: \$3.75m

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Directors

Glenister Lamont, Non-Executive Chairman
Craig Mackay, Managing Director
Kathryn Davies, Non-Executive Director

Highlights

Kouri Gold Project, Burkina Faso

- Exceptional high-grade gold intercepts from two parallel zones of mineralisation from the first drilling at the Diabatou Prospect (Margou Permit).
 - **7m at 121.2g/t gold** from 41m, including, **1m at 783.8g/t gold** from 44m (hole MRC008);
 - **3m at 7.2g/t gold** from 56m (hole MRC008); and
 - **4m at 23.2g/t gold** from 67m, including **1m at 65.7g/t gold** from 67m (hole MRC014).
- Further high-grade gold intercepts from the first drilling of a 4km long IP geophysical anomaly at the Maré Prospect (Kouri Permit):
 - **4m at 9.2g/t gold from 44m, including 1m at 22.8g/t gold** from 45m (BARC347);
 - **15m at 3.8g/t gold from 53m, including 1m at 38.7g/t gold** from 54m (BARC347); and
 - **3m at 6.7g/t gold from 84m, including 1m at 16.1g/t gold** from 84m (BARC356).
- Drilling along the strike extent of the Mineral Resource into the newly acquired Gouéli Permit has confirmed a further 100m of mineralisation which remains open along strike to the northeast.

Corporate

- Agreement executed giving the Company the exclusive right to purchase 100% of the Kotouri Exploration Permit (upon grant), which adjoins Kouri and give Golden Rim control over all of the high prospective Granite Target area.
- Completion of a fully underwritten Renounceable Rights Issue in conjunction with a share placement, raising approximately \$5.3 million (before costs).
- Pella Group (Westward Investments) acquires additional shares to maintain their percentage holding in the Company (7.37%).

This report relates to the activities of the Company for the quarter commencing 1 July 2019 to 30 September 2019 (**Quarter**).

Kouri Gold Project, Burkina Faso (**Kouri**)

Kouri lies on a major mineralised fault zone that extends to the north-east into western Niger, where the 2.5Moz Samira Hill gold deposit is located. To the south-west, the fault zone is connected to the Markoye Fault system which controls several large gold deposits in Burkina Faso, including Kiaka (5.9Moz gold, B2Gold), Bombore (5.2Moz gold, Orezone) and Essakane (6.2Moz gold, IAMGOLD). The Kouri Gold Project comprises three conjoined permits – Kouri, Margou and Gouéli.

Drilling

The Company's major drilling program at Kouri, comprising **17,000m** of RC drilling and **4,000m** of diamond drilling, continued into the Quarter. At the beginning of August 2019, the program was suspended due to the wet season and was re-commenced again in October 2019.

Diabatou Prospect (Margou Permit)

At the Diabatou Prospect 15 holes for 1,946m (MRC001 – MRC015) were completed to test 3 semi-parallel zones of granite-hosted gold mineralisation identified in previous rock chip and trenching sampling. The drill holes intersected multiple east-west trending zones of disseminated pyrite (1-5%) and quartz + carbonate mineralisation hosted in both K-feldspar and plagioclase-rich sheared granite.

The drilling returned bonanza grade gold intersections (MRC008) in the southern mineralised zone:

- **7m at 121.2g/t gold** from 41m, including **1m at 783.8g/t gold** from 44m; and
- **3m at 7.2g/t gold** from 56m.

The high-grade mineralisation is hosted in fresh granite and lies beneath artisanal workings where previous rock chip sampling returned 8.4g/t gold.

A second zone of high-grade gold mineralisation hosted in granite has been discovered with an intersection of **4m at 23.2g/t gold** from 67m, including **1m at 65.7g/t gold** from 67m, in hole MRC014. The second zone of high-grade gold mineralisation is interpreted to lie 25m northwest and parallel to the high-grade gold mineralisation intercepted in hole MRC008.

Maré Prospect (Kouri Permit)

At the Maré Prospect, 11 holes for 1,363m (BARC346 – BARC356) were completed along the Footwall Shear (1km west of the River Channel and 1.5km west of the Mineral Resource) to follow-up previous gold anomalous auger and trenching results.

A number of high-grade gold intersections were obtained in the drilling and are associated with a strong, northeast-trending, Induced Polarisation (**IP**) chargeability high anomaly which extends for at least 4km and lies 500m northwest and parallel to the 1.4Moz gold Mineral Resource.

The best gold intersections include:

- **4m at 9.2g/t gold** from 44m, including **1m at 22.8g/t gold** from 45m (BARC347);
- **15m at 3.8g/t gold** from 53m, including **1m at 38.7g/t gold** from 54m (BARC347);
- **3m at 6.7g/t gold** from 84m, including **1m at 16.1g/t gold** from 84m (BARC356); and
- **1m at 8.9g/t gold** from 47m (BARC353).

The high-grade mineralisation at the Maré Prospect remains open along strike and at depth.

At Guitorga North, which lies 2.7km along the IP anomaly to the northeast of the Maré Prospect, previous shallow auger drilling returned highly anomalous bedrock gold results of 2.4g/t gold and 0.7g/t gold. This area of anomalous auger results along with the thickest part of the IP anomaly, which lies beneath shallow river channel sediments (too deep for auger drilling), are considered priority areas for follow-up RC and diamond drilling.

Gouéli Permit

At Gouéli, 5 holes for 640m (GRC001 – GRC005) were completed along the projected northeast strike extension of the 1.4Moz Mineral Resource to follow-up previous gold anomalous drilling and rock chip results. Drilling has confirmed the parallel gold lodes that comprise the Mineral Resource continue for a further 100m into the Gouéli Permit and remain open along strike to the northeast.

New results include:

- **10m at 1.1g/t gold** from 104m (GRC003); and
- **12m at 1.9g/t gold** from 71m, including **1m at 15.9g/t gold** from 79m (GRC005).

Mapping and satellite imagery indicate the artisanal workings on these gold lodes extend for at least 500m into the Gouéli Permit and the mineralization may extend further again beneath shallow soil cover.

Paguanta Zinc-Silver-Lead Project, Chile (Paguanta)

Paguanta lies in the Tarapacá Region of northern Chile, approximately 120km northeast of Iquique and 30km west of the Chile-Bolivia border. The project area hosts both epithermal silver-lead-zinc-gold mineralisation and porphyry copper mineralisation.

Paguanta is situated approximately 40km north-east of the Cerro Colorado Mine, which is exploiting a large porphyry copper deposit with a Mineral Resource of 400Mt @ 0.62% copper for 5.5Blb of copper and annual copper cathode production of approximately 175Mlb.

Using a cut-off grade of 6% zinc equivalent, the Mineral Resource at Paguanta is 2.4Mt at 5.0% zinc, 1.4% lead, 88g/t silver and 0.3g/t gold (or 2.4Mt at 8.0% Zn Eq) for 190,000t of contained Zn Eq metal. Almost 50% of the Mineral Resources is in the Measured and Indicated categories. The Mineral Resource for the Patricia Prospect at Paguanta remains open at depth and along strike.

With continuing poor market conditions and the Company's focus on work programs at Kouri, Paguanta remains on care and maintenance with all work on hold.

A Chilean company, Kura Minerals, is assisting with the divestment of Paguanta. Several parties have expressed interest and this process is ongoing.

Babonga Gold Project, Burkina Faso (Babonga)

Babonga is located 70km north-east of Golden Rim's primary project in Burkina Faso, Kouri. Babonga has a highly coherent gold-in-soil anomaly approximately 2.1km long and 300m wide, located in the southern part of the project. This anomaly is coincident with a major regional fault that is connected to the major fault zone that hosts gold mineralisation at Kouri.

Aircore drilling has previously discovered widespread bedrock gold mineralisation, including a coherent zone of bedrock gold mineralisation (comprised of a series of stacked gold mineralised veins) over an area of 1km x 200m.

During the Quarter, no field work was completed at Babonga.



Corporate

During the Quarter, the Company entered into a binding agreement for the exclusive right to purchase 100% of the Kotouri Exploration Permit (**Kotouri**), which is 80km² in area, and adjoins Kouri (Figure 1). Upon completion of the acquisition, the Kouri area will expand from 245km² to **325km²**, giving Golden Rim control over all of the high prospective Granite Target area, located 10km NE of the 1.4Moz gold Mineral Resource. Kotouri is currently under application for grant. The agreement is conditional upon the successful grant of the exploration permit, which is expected to occur shortly.

The Company undertook capital raisings during the Quarter. A share placement raised \$500,000 (before costs) from the issue of 50,000,000 shares at an issue price of 1 cent per share. The Company then undertook a further share placement in conjunction with a Renounceable Rights Issue, raising approximately \$5.3 million (before costs). The shares were at an issue price of \$0.014 per share and the Renounceable Rights issue was fully underwritten by Patersons Securities.

In a vote of confidence in the Company and the Kouri Gold Project, in addition to taking up their entitlements under the Renounceable Rights Issue, Pella Group (Westward Investments Limited) was also issued a further 13,410,772 shares at \$0.014 per share, raising \$187,750 (before costs) so that their percentage holding prior to recent capital raisings was maintained (7.37%).

At the beginning of the Quarter, the Company's securities were required to be suspended from trading. The Company lodged a prospectus and successfully obtained declaratory relief and ancillary orders at the Federal Court of Australia with respect to certain shares issued on 21 September 2018 and 17 May 2019. The suspension was lifted on 5 August 2019.

-ENDS-

For Further Information Please Contact:

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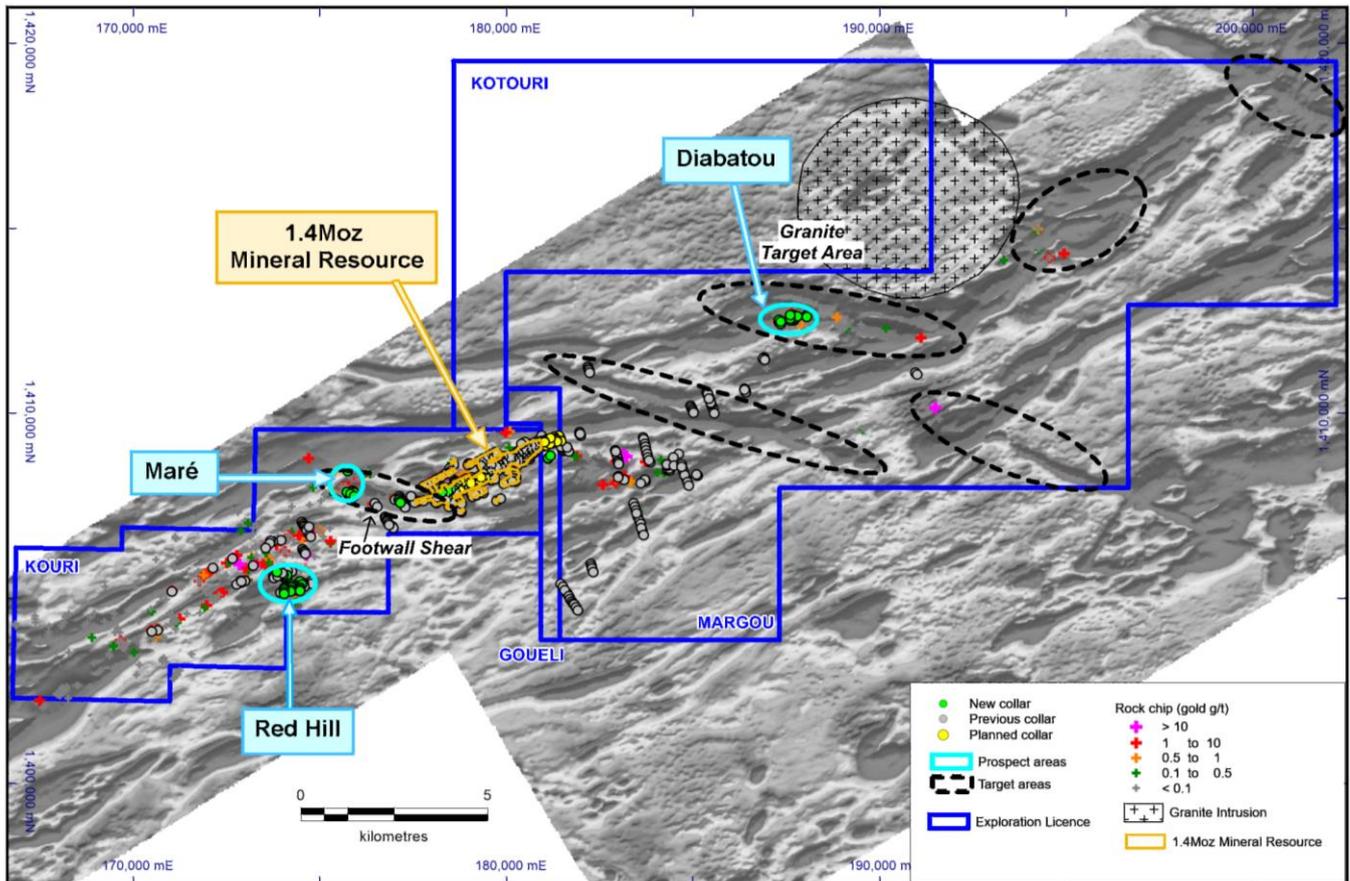


Figure 1. Kouri permits and prospect areas over an aeromagnetic image (Golden Rim has exclusive right to acquire Kotouri Permit, upon grant).

Competent Persons Statement

The information in this report relating to previous exploration results and Mineral Resources are extracted from the announcements New Resource Estimation for Paguanta dated 30 May 2017; 1.4 Million Oz of Gold in Upgraded Kouri Mineral Resource dated 3 December 2018; Bonanza Intercept of 4m at 44.7g/t Gold at Kouri dated 16 January 2019; Commencement of Major Drilling Program at Kouri dated 6 May 2019; Kouri Exploration Update dated 17 May 2019; Positive Start to Exploration on new Kouri permits dated 4 June 2019; Broad zones of gold mineralisation identified in trenching at Kouri dated 11 June 2019; Golden Rim quadruples Kouri Gold Project dated 28 June 2019; Kouri Drilling Update dated 15 July 2019; Golden Rim Further Expands Kouri Gold Project dated 18 July 2019; 784g/t Gold Bonanza Intercept at Kouri dated 5 August 2019; Second High-Grade Zone Discovered in Granite at Kouri. 66g/t Gold Intersected dated 28 August 2019; Drilling Further Extends Gold Mineralisation Beyond Existing 1.4Moz Mineral Resource at Kouri dated 2 September 2019; Major Drilling Program Re-commences at Kouri dated 7 October 2019 and has been reported in accordance with the 2012 edition of the JORC Code. These announcements are available on the Company's website (www.goldenrim.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in these announcements.

Forward Looking Statements

Certain statements in this document are or maybe "forward-looking statements" and represent Golden Rim's intentions, projections, expectations or beliefs concerning among other things, future exploration activities. The projections, estimates and beliefs contained in such forward-looking statements necessarily involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Golden Rim, and which may cause Golden Rim's actual performance in future periods to differ materially from any express or implied estimates or projections. Nothing in this document is a promise or representation as to the future. Statements or assumptions in this document as to future matters may prove to be incorrect and differences may be material. Golden Rim does not make any representation or warranty as to the accuracy of such statements or assumptions.

Appendix 1: Golden Rim Tenement Schedule

Additional information in relation to the Company's tenements/licences held at the end of the Quarter (on a consolidated basis).

Tenement name	Project name	Golden Rim Holding (%)	Changes in the Quarter to tenements and/or interest
Burkina Faso			
Babonga	Babonga	100	
Kouri	Kouri	100	
Margou	Kouri	100	
Goueli	Kouri	100	
Chile			
José Miguel 1 1-30 Exploitation	Paguanta	73	
José Miguel 2 1-30 Exploitation	Paguanta	73	
José Miguel 3 1-20 Exploitation	Paguanta	73	
José Miguel 4 1-30 Exploitation	Paguanta	73	
José Miguel 5 1-30 Exploitation	Paguanta	73	
José Miguel 6 1-30 Exploitation	Paguanta	73	
José Miguel 7 1-30 Exploitation	Paguanta	73	
José Miguel 8 1-10 Exploitation	Paguanta	73	
Carlos Felipe 1 1-30 Exploitation	Paguanta	73	
Carlos Felipe 2 1-30 Exploitation	Paguanta	73	
Carlos Felipe 3 1-30 Exploitation	Paguanta	73	
Carlos Felipe 4 1-30 Exploitation	Paguanta	73	
Carlos Felipe 5 1-30 Exploitation	Paguanta	73	
Carlos Felipe 6 1-30 Exploitation	Paguanta	73	
Teki I 1	Paguanta	100 - Conversion to Exploitation pending	
Teki I 2	Paguanta	100 - Conversion to Exploitation pending	
Teki I 3	Paguanta	100 - Conversion to Exploitation pending	
Teki I 4	Paguanta	100 - Conversion to Exploitation pending	
Teki I 5	Paguanta	100 - Conversion to Exploitation pending	
Teki I 6	Paguanta	100 - Conversion to Exploitation pending	
Teki I 7	Paguanta	100 - Conversion to Exploitation pending	

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

GOLDEN RIM RESOURCES LTD

ABN

39 006 710 774

Quarter ended ("current quarter")

30 September 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,689)	(1,689)
(b) development	-	-
(c) production	-	-
(d) staff costs	(162)	(162)
(e) administration and corporate costs	(282)	(282)
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 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(2,133)	(2,133)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(25)	(25)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
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 (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(25)	(25)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares & options	5,956	5,956
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(423)	(423)
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	5,533	5,533

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	353	353
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,133)	(2,133)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(25)	(25)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	5,533	5,533
4.5	Effect of movement in exchange rates on cash held	1	1
4.6	Cash and cash equivalents at end of period	3,729	3,729

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	181	208
5.2 Call deposits	3,518	115
5.3 Bank overdrafts		
5.4 Other (provide details) – term deposits	30	30
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,729	353

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 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

Current quarter \$A'000
111
-

7. Payments to related entities of the entity and their associates

- 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

Current quarter \$A'000
-
-

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
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.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,600
9.2 Development	-
9.3 Production	-
9.4 Staff costs	180
9.5 Administration and corporate costs	185
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	1,965

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
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: 28 October 2019

Print name: Hayley Butcher

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.