



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

With over 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: 1,225m
Market Capitalisation: \$8.58m
Cash: \$0.7m

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Directors

Adonis Pouroulis, Non-Executive Chairman
Craig Mackay, Managing Director
Kathryn Davies, Non-Executive Director

Key Points

Kouri Gold Project, Burkina Faso

- A total of 2,571m of RC drilling and 393m of diamond drilling were completed under the Company's major drilling program.
- Infill drilling in the northern portion of the 1.4Moz Mineral Resource continues to confirm the continuity of the gold lodes and the significant upside for additional and higher-grade gold mineralisation at Kouri.
- A continuous high-grade gold zone discovered at the Diabatou Prospect. New significant gold intercepts include:
 - **6m at 9.5g/t gold** from 63m (MRC026);
 - **4m at 12.6g/t gold** from 77m (MRC027); and
 - **3m at 6.1g/t gold** from 54m (MRC028)
- The high-grade gold zone has been traced along strike for over 100m strike and to a depth of 70m and remains open along strike and at depth.
- High-grade rock chip samples, including **39.4g/t** and **16.3g/t gold**, obtained from a new area 17km NE of the Mineral Resource (Panga Prospect).

Corporate

- There were changes to the Board of Golden Rim:
 - appointment of Adonis Pouroulis as Non-Executive Chairman;
 - retirement of long-standing director, Glenister Lamont.
- A Share Placement was undertaken with the Company receiving commitments to raise approximately \$457,000 (before costs). Of the total, Directors of the Company subscribed for \$184,000 worth shares, the issue of which is subject to the approval of shareholders at the Company's next general meeting.
- In response to the COVID-19 pandemic, currently all field exploration activities, including drilling at Kouri, have been suspended. The Company continues to monitor the situation closely.

This report relates to the activities of the Company for the quarter 1 January 2020 to 31 March 2020 (**Quarter**).

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

Kouri lies on a major mineralised fault zone that extends to the NE into western Niger, where the 2.5Moz Samira Hill gold deposit is located. To the SW, 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).

During the Quarter the Company undertook extensive exploration work consisting of diamond and reverse circulation (**RC**) drilling (in the Mineral Resource area and on regional targets), geological mapping and rock chip sampling.

Drilling

A total of 393m of diamond drilling (2 holes, BADH014-015) and 2,571m of RC drilling (27 holes, BARC357-365, GRC007-tail, GRC009-017 and MRC026-033) were completed.

Assay results were received during the Quarter for most of these holes, with results for holes GRC011, 014, 015 and 017 outstanding at end of Quarter.

Infill Drilling – Mineral Resource

Infill drilling (BADH013-015, BARC357-365) in the sparsely drilled NE portion of the Mineral Resource confirmed the continuity of the gold lodes in this area. The best new intercepts include:

- **6m at 1.9g/t gold** from 0m, including **1m at 10.1g/t gold**; and **7m at 1.7g/t gold** from 45m (BADH015);
- **18m at 3.4g/t gold** from 54m, including **1m at 42.7g/t gold** from 65m (BARC361);
- **13m at 1.1g/t gold** from 92m and **13m at 1.2g/t gold** from 125m (BARC360);
- **5m at 2.5g/t gold** from 60m (BARC359); and
- **8m at 2.4g/t gold** from 169m (BARC364).

Mineral Resource Extensional Drilling (Kogodou Prospect)

Drilling on an initial 100m x 50m spaced grid was conducted at the Kogodou Prospect immediately along strike to the NE of the Mineral Resource (Figure 1). The objective of the drilling was to extend the multiple gold lodes that comprise the 1.4Moz Mineral Resource. Extensions to the gold lodes were confirmed for a further 550m. The best new gold intercepts include:

- **15m at 1.2g/t gold** from 7m, including **1m at 11.6g/t gold** and a 1m artisanal mining cavity (BADH014);
- **8m at 2.2g/t gold** from 106m, including **1m at 14.3g/t gold** (GDH004);
- **11m at 0.6g/t gold** from 63m (GRC016);
- **10m at 0.8g/t gold** from 41m (GRC013); and
- **3m at 3.4g/t gold** from 11m (GRC012).

Regional Drilling

The Diabatou Prospect is located 7km NE of the 1.4Moz gold Mineral Resource (Figure 1). Follow up RC drilling of a previous high-grade gold intercept (MRC016 - **9m at 3.6g/t gold** from 49m, including **1m at 15.1g/t gold**) has discovered a continuous high-grade gold zone, which extends for over 100m of strike and to a depth of 70m (Figures 2 & 3).

New significant gold intercepts include:

- **6m at 9.5g/t gold** from 63m, including **1m at 20.9g/t gold** from 63m and **1m at 27.0g/t gold** from 66m (MRC026);



- **4m at 12.6g/t gold** from 77m, including **2m at 22.5g/t gold** from 78m(MRC027); and
- **3m at 6.1g/t gold** from 54m, including **1m at 15.5g/t gold** from 54m (MRC028).

The mineralisation remains open at depth and along strike and is associated with a distinct zone of intense shearing within granite. As such, a target for follow-up drilling has been clearly identified.

At the Diabatou East Prospect, 9km NE of the Mineral Resource, a gold intercept of **2m at 5.7g/t gold** from 114m (MRC025) was obtained in the first drilling to test a 1.7km long IP chargeability anomaly highlighting the potential for the discovery of further significant mineralisation (Figure 1).

The Perga Prospect is located 10km NE of the Mineral Resource (Figure 1). Five RC drill holes (MRC029-033) were completed to follow up rock chip samples up to 22.2g/t gold. Drill intercepts are generally narrow and low grade. The best intercept was **2m at 2.3g/t gold** from 50m depth in MRC030.

Mapping and Rock Chip Sampling

A program of regional geological mapping and rock chip sampling continued through the Margou and Gouéli permits. To date a total of 1,375 rock chip samples have been collected from outcrop and artisanal pits across these permits. The assay results for 425 rock chip samples were reported during the Quarter.

Results continue to confirm the exceptional prospectivity of the previously unexplored Margou and Gouéli permits. High-grade gold results cluster in prospect areas: Kogodou, Diabatou, Diabatou East, Sirba, Perga and Panga.

The best results received were:

- Kogodou – **32.3g/t gold, 29.2g/t gold, 22.4g/t gold, 14.5g/t gold** and **11.7g/t gold**
- Sirba – **17.0g/t gold**
- Perga – **13.0g/t gold**
- Panga - **39.4g/t, 24.4g/t** and **16.3g/t gold**

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

Paguanta lies in the Tarapacá Region of northern Chile, approximately 120km NE 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 NE of the Cerro Colorado Mine, which is exploiting a large porphyry copper deposit with a Mineral Resource of 400Mt @ 0.62% copper for 5.5Bib 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.

The Company's focus is currently on its work programs at Kouri and Paguanta remains on care and maintenance while divestment opportunities are being sought.

A Chilean company, Kura Minerals, is assisting with the divestment of Paguanta.

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

Babonga is located 70km NE 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 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

Board Changes

During the Quarter, there were changes to the Board of Golden Rim.

On the 16 January 2020, the Company was delighted to announce the appointment of Mr Adonis Pouroulis as Non-Executive Chairman. Adonis brings a wealth of experience to the Board, particularly as a successful mining entrepreneur in Africa. Further, Mr Glenister Lamont announced his retirement from the Board during the Quarter, with effect from 1 April 2020. Glenister has been a long-standing director and valuable member of the Board.

Share Placement

The Company conducted a fundraising during the Quarter, by way of a share placement. Under the placement, the Company received commitments to raise approximately \$457,000 (before costs) through the issue of 76,115,451 fully paid ordinary shares in the Company (**Shares**) at an issue price of \$0.006 per Share. Directors of the Company subscribed for 30,666,667 Shares in the raising, the issue of which is subject to the approval of shareholders at the Company's next general meeting. Funds raised from the share placement will be used for drilling at the Kouri Gold Project in Burkina Faso, new business development opportunities and working capital.

Details of Activities of the Company

Details of the Company's mining and exploration activities for the Quarter are set out above under each project heading. Material developments and/or material changes in those activities are set out below:

Given the COVID-19 pandemic, the Company has taken certain measures to protect its people and preserve cash. Currently all field exploration activities, including drilling at Kouri, have been suspended. Paguanta had already been put on care and maintenance. At this stage, the Board is confident that once this situation has abated and upon a decision to re-commence operations at Kouri, the Company will be able to act quickly.

The Company did not undertake any substantive mining production and development activities during the Quarter.

Summary of Expenditure

Of the total expenditure of the Company during the Quarter, the majority (86%) was expended on exploration activities (approximately \$1.3 million). Expenditure on exploration mainly comprised of drilling activities and other exploration activities at Kouri as well as general operating costs at both Kouri and Paguanta. The Company also incurred additional expenditure on security at Kouri at the beginning of the Quarter due to specialists attending the site.

The Company did not incur any expenditure for any mining production and development activities during the Quarter

Payments totalling approximately \$97,000 were made to related parties of the Company, being director fees and the Managing Director's salary with respect to the Quarter (see section 6 of the accompanying Appendix 5B). A portion of directors' fees and the Managing Director's salary were deferred from payment, at this stage, as part of the Company's cost cutting measures during the COVID-19 pandemic.

-ENDS-

Competent Persons Statement

The information in this report relating to previous exploration results and the Mineral Resource at Kouri are extracted from the announcements: Drilling Intersects 4m at 12.6g/t Gold at Kouri dated 31 March 2020; Drilling Intersects 6m at 9.5g/t Gold at Kouri, Operation Update – COVID-19 dated 23 March 2020; High-Grade Gold Discovered within Mineral Resource at Kouri dated 10 March 2020; Major Extensions to Gold Lodes Comprising 1.4Moz Mineral Resource at Kouri dated 14 February 2020; Multiple Structures Hosting High-Grade Gold Identified East of 1.4Moz Mineral Resource at Kouri dated 3 February 2020, More High-Grade Gold Results Obtained at Kouri dated 20 December 2019; New High-Grade Gold Zone Discovered at Kouri dated 19 December 2019; Second Extensive High Grade Gold Target Identified at Kouri dated 11 November 2019; 1.6km Geophysical Anomaly Associated with High Grade Gold at Kouri dated 1 November 2019; Major Exploration Campaign Accelerates at Kouri dated 15 October 2019; Drilling Further Extends Gold Mineralisation Beyond Existing 1.4Moz Mineral Resource at Kouri dated 2 September 2019; Second High-Grade Zone Discovered in Granite at Kouri dated 28 August 2019; 784g/t Gold Bonanza Intercept at Kouri dated 5 August 2019; 1.4 Million Oz of Gold in Upgraded Kouri Mineral Resource dated 3 December 2018; New Resource Estimation for Paguanta dated 30 May 2017; 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 and, in the case of the Mineral Resource estimate, that all material assumptions and technical parameters underpinning estimate continue to apply and have not materially changed.

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.

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This ASX Announcement was authorized for release by the Board of Golden Rim Resources Ltd

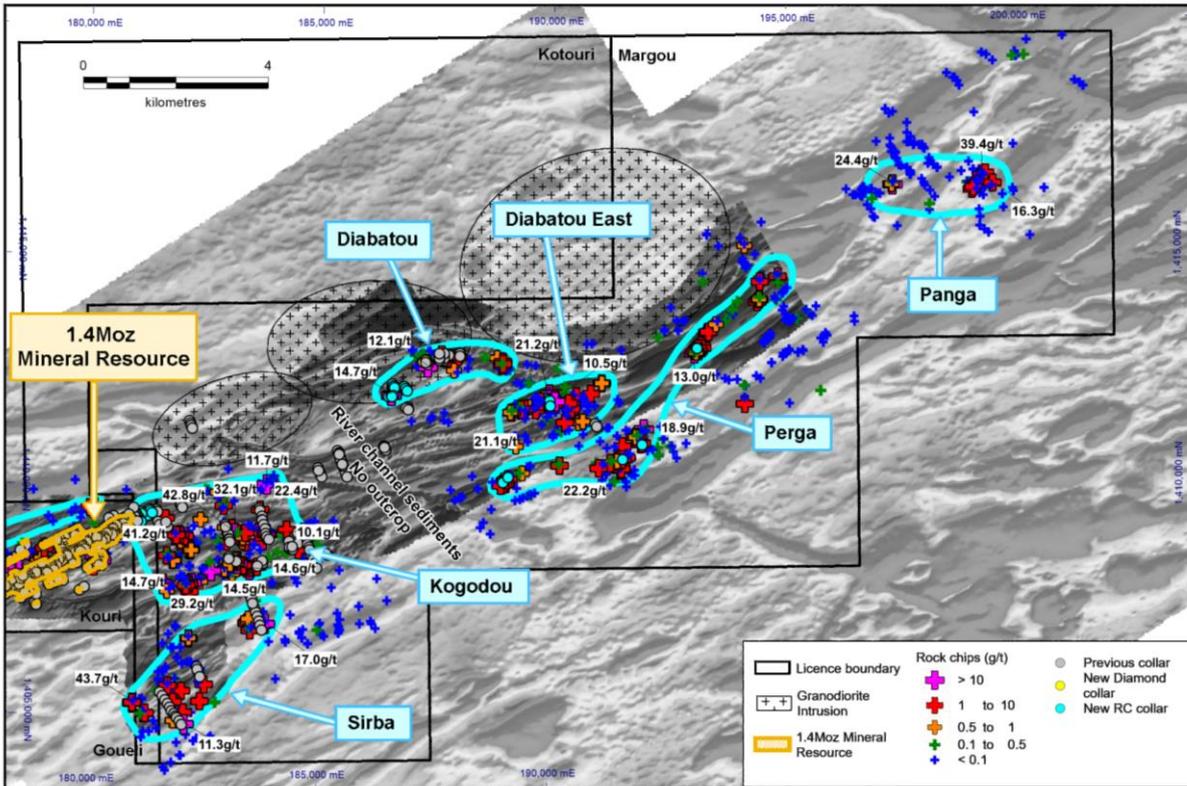


Figure 1. Kouri Gold Project permits and prospect areas over an aeromagnetic image (Golden Rim has exclusive right to acquire Kotouri Permit, upon grant).

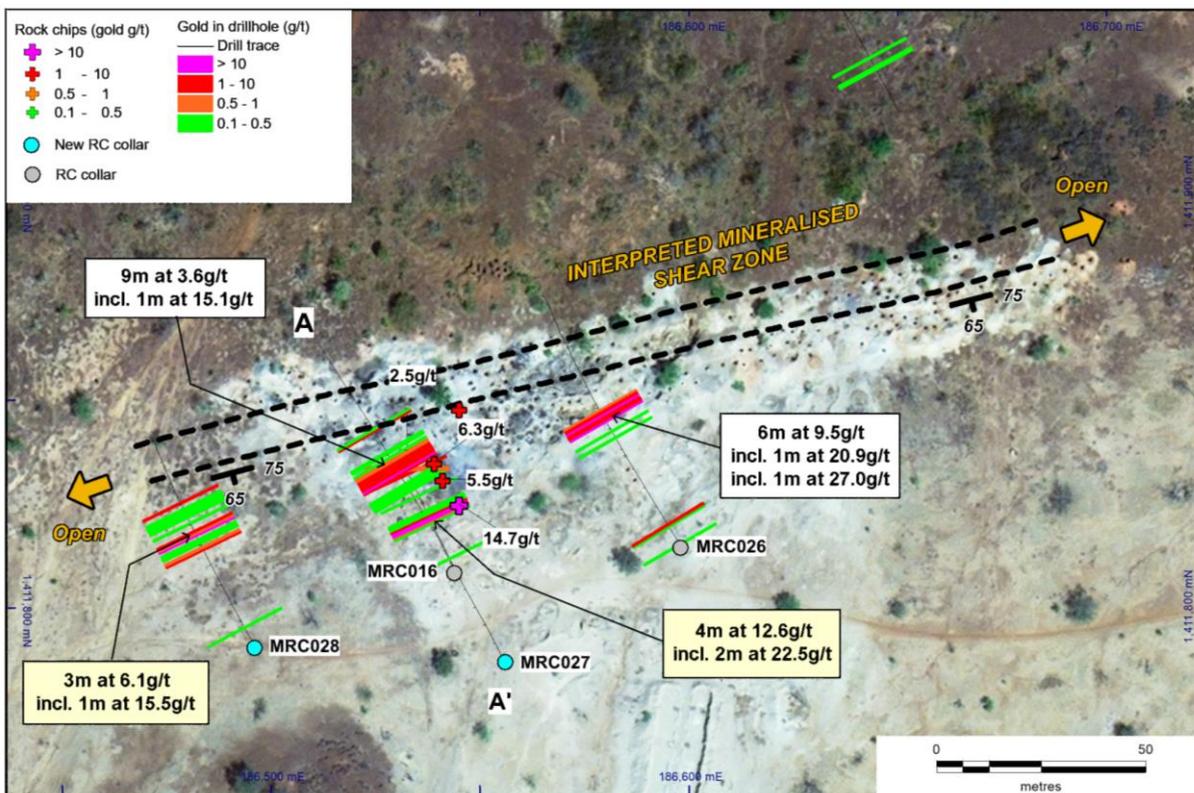


Figure 2. Location of drill holes (with new gold intercepts in yellow boxes) and rock chip samples in the southern portion of the Diabatou Prospect over a satellite image, which depicts the artisanal workings.

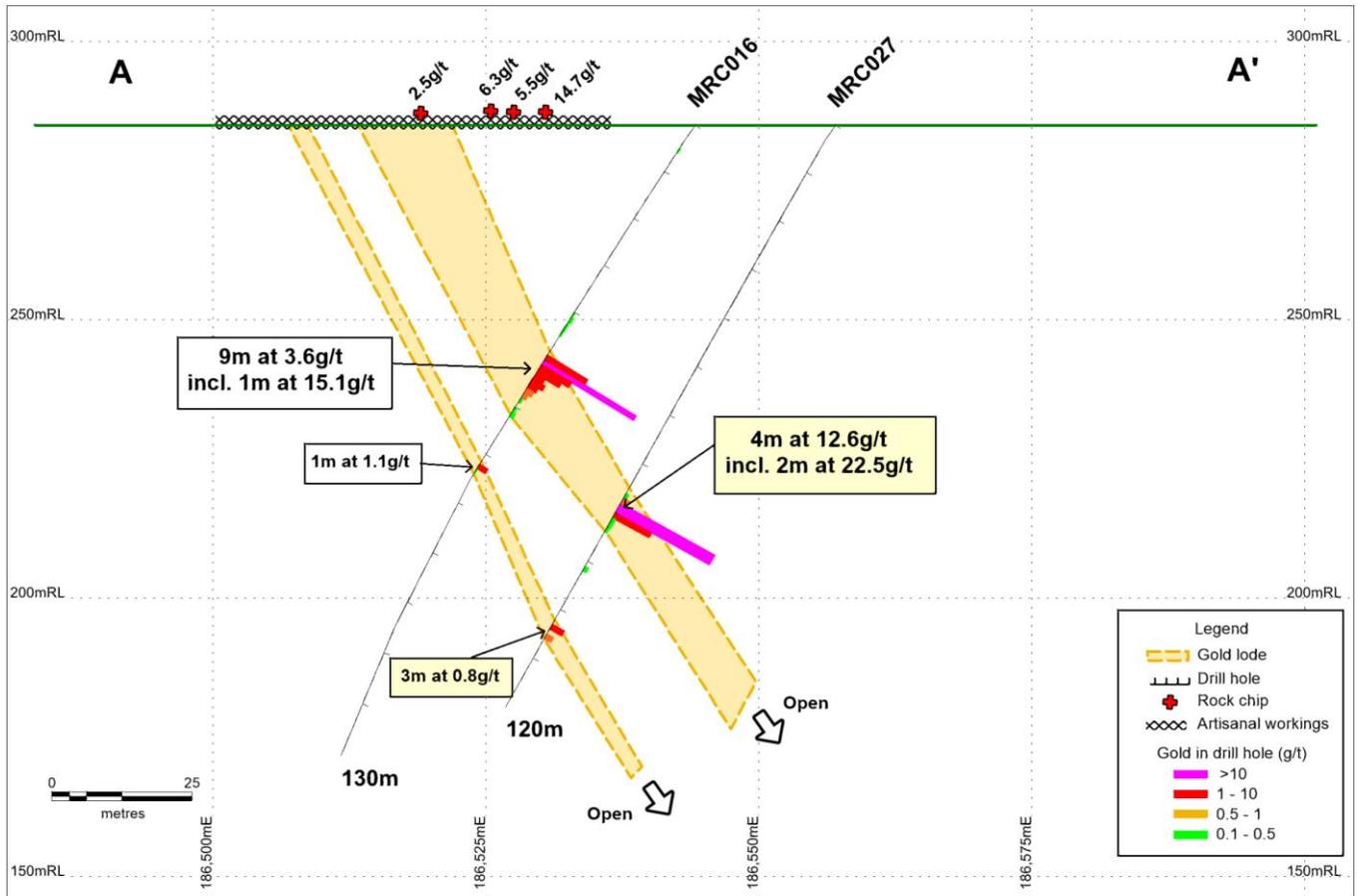


Figure 3. Cross-section (A – A') through previous drill hole MRC016 and new drill hole MRC027 (new intercepts in yellow boxes) at the Diabatou Prospect. The location of the section is depicted on Figure 2.

Appendix 1: Golden Rim Permit (Tenement) Schedule

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

Permit name	Project name	Golden Rim Holding (%)	Changes in the Quarter to permits and/or interest
Burkina Faso			
Babonga	Babonga	100	
Kouri	Kouri	100	
Margou	Kouri	100	
Gouéli	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 or oil and gas exploration entity quarterly cash flow report

Name of entity

GOLDEN RESOURCES LTD

ABN

39 006 710 774

Quarter ended ("current quarter")

31 March 2020

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 (if expensed)	(1,299)	(4,417)
(b) development	-	-
(c) production	-	-
(d) staff costs	(135)	(481)
(e) administration and corporate costs	(72)	(604)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	2
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)	-	-
1.9 Net cash from / (used in) operating activities	(1,506)	(5,500)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(36)
(d) exploration & evaluation (if capitalised)	-	-
(e) investments	-	-
(f) other non-current assets	-	-

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)	-	-
2.6	Net cash from / (used in) investing activities	-	(36)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	273	6,229
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(8)	(495)
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 (share capital awaiting allotment)	174	174
3.10	Net cash from / (used in) financing activities	439	5,908

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,787	353
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,506)	(5,500)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(36)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	439	5,908

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	6	1
4.6	Cash and cash equivalents at end of period	726	726

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	223	471
5.2	Call deposits	473	1,286
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	30	30
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	726	1,787

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

Current quarter \$A'000
97
-

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		-
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)	(1,506)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(1,506)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	726
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	726
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	0.48

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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: No. Given the COVID-19 pandemic, the Company has taken measures to preserve cash. Currently all field exploration activities, including drilling at Kouri, have been suspended resulting in an expected reduction to the level of net operating cash flows. Further, reduced activity is also anticipated during the second of the next two quarters when monsoonal rains are expected to start.

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 at this stage.

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: Yes. The Company expects to be able to continue its operations although at a reduced level given the COVID-19 pandemic and the anticipated monsoonal season. The Company's business objectives remain unchanged however some immediate objectives may be delayed.

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: 28 April 2020

Authorised by: .The Board of Golden Rim Resources Ltd
(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.