



CORPORATE INFORMATION

Bassari Resources Limited is an Australian ASX-listed company focused on discovering and developing multi-million ounce gold deposits in the Birimian Gold Belt, Senegal, West Africa.

FAST FACTS

ASX Code	BSR
Issued Capital	2,418,855,633
No of shareholders	2,310
Top 20	36%

INVESTMENT HIGHLIGHTS

Mineral tenements over approximately 312km² of prospective Birimian Gold Belt, Senegal.

- Makabingui Gold Project Feasibility Study – Initial high grade open pit project of 1Mt at 5.7g/t for 174,000 oz production inventory, \$678/oz cash cost, US\$90m pre Capex after tax cash flow in first three years, and expansion anticipated from underground and infill drilling of 8km Makabingui South zone.
- Makabingui Gold Project Mineral Resource (Prepared and disclosed under JORC Code 2004 and remains unchanged) **1 Moz in 11.9 Mt at 2.6 g/t gold (0.5 g/t cut-off) :**
 - Indicated: 336,000 oz in 2.6 Mt at 4.0g/t
 - Inferred: 669,000 oz in 9.3 Mt at 2.2g/t
- Makabingui Gold Project open pit JORC 2012 Probable Ore Reserve:
 - 158,000 oz in 0.86 Mt at 5.7 g/t
- Senegal, stable democracy since 1960.
- Well located tenements in a +60M ounce gold province hosting world class deposits.
- Multiple prospects identified along 60km of partially drilled mineralised strike.

BOARD AND MANAGEMENT

John Traicos
Executive Chairman

Modou Guene
Director

Malik Easah
Director

Conrad Karageorge
Director

Andrew Goode
Director/Acting CEO

Ian Riley
Company Secretary/CFO

CONTACT US

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29 October 2021

SEPTEMBER 2021 QUARTERLY ACTIVITY REPORT

Activities during the quarter focussed on efforts to secure the additional funding necessary to recommence the project.

Bassari Resources Ltd (“Bassari”)

Corporate

On 10 September 2021 the Audit Reviewed 2020 Half Year Financial Report for the half year ended 30 June 2020, was completed and lodged with ASX.

The audit of the Annual Financial Report for the year ended 31 December 2020 and for the Half Year ended 30 June 2021 commenced after the lodging of this report and are expected to be finalised in the coming month.

During the quarter the company moved its registered office and principal place of business to 25 Colin Street, West Perth. Contact details are described in the information panel on this page.

Funding

The funding facility made available by Oceanic Capital Pty Ltd enabled the project to continue during the quarter whilst additional financing facilities were being considered by management. This facility increased from \$900,000 at the end of the June quarter to \$1.085 million at the end of this quarter.

Subsequent to the end of the quarter, one of the funding options being considered was secured with documentation signed for a loan facility to be provided by Bishop Resources UK Limited, see ASX Announcement 29-10 2021.

The more significant details of the loan facility include:

- Loan amount - AUD15 million
- Interest rate - 15% per annum
- Loan period - 36 months from settlement date
- Security - Pledge by Bassari Mauritius Holding No 2 Ltd of its shareholding in MGO

Coris Bank International

During the quarter your directors and management of Makabingui Gold Operation SA (“MGO”) continued to negotiate with Coris Bank International (“Coris”) to reach a settlement for the repayment of amounts owed by MGO on the project loan finance provided by Coris. There were numerous legal actions taken by Coris and by MGO during the September quarter with all actions postponed whilst a settlement agreement could be reached.

Your directors are pleased to report that subsequent to the end of the quarter, on 28 October 2021, a legal settlement agreement was reached between the two parties, see ASX Announcement 29 October 2021.

About Bassari

Perth – based West African gold developer, Bassari Resources Limited (ASX:BSR), has a strategic portfolio of exploration and exploitation permits focused on the Birimian Gold Belt in Senegal. The permits cover an area of 312 km² with 60km of strike along the two adjoining permits. The permits are located within the Keneiba Inlier which is a +60M ounce gold region. Bassari’s vision is to discover and delineate gold resources which can be developed into profitable operations.

John Traicos

Director

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Ian Riley

Company Secretary/CFO

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Appendix 5B

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

Name of entity

BASSARI RESOURCES LIMITED

ABN

123939042

Quarter ended ("current quarter")

September 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 (if expensed)		
(b) development	(205)	(234)
(c) production		
(d) staff costs	(507)	(977)
(e) administration and corporate costs	(405)	(622)
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid	0	(74)
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	(1,117)	(1,907)

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

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		

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		
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		
3.5	Proceeds from borrowings	1,049	1,861
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) – during the quarter Coris Bank International rolled the overdraft into the existing loan facility	1,831	1,831
3.10	Net cash from / (used in) financing activities	2,880	3,692

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	(1,720)	(1,720)
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,117)	(1,907)
4.3	Net cash from / (used in) investing activities (item 2.6 above)		
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,880	3,692

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	82	77
4.6	Cash and cash equivalents at end of period	125	125

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	125	111
5.2	Call deposits		
5.3	Bank overdrafts		(1,831)
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	125	(1,720)

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
89
NIL

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

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.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	20,250
7.2	Credit standby arrangements	
7.3	Other (please specify)	
7.4	Total financing facilities	20,250
7.5	Unused financing facilities available at quarter end	NIL
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.	
<p>\$18.03 million loan from Coris International Bank, Senegal, secured by charge over MGO exploitation permit, bearing interest at the rate of 9% per annum. Terms of repayment have been agreed, ASX Announcement 29-10-2021.</p> <p>\$373,000 loan from ORA Bank, Senegal, bearing interest at 7.9% per annum and repayable in six months, with the loan secured by charge over property of a director.</p> <p>\$1.85 million loan facility from Oceanic Capital Pty Ltd, previous quarter, \$0.9 million, has been fully drawn.</p> <p>The Group is negotiating financing facilities in Australia and Senegal..</p>		

8. Estimated cash available for future operating activities	\$A'000	
8.1	Net cash from / (used in) operating activities (Item 1.9)	(1,720)
8.2	Capitalised exploration & evaluation (Item 2.1(d))	
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(1,720)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	125
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	125
8.7	Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	
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?
<p>Answer: Bassari group expects the current level of net operating cashflows to continue in the next quarter.</p>		
	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:

Bassari group is continuing to engage with finance groups in Australia and overseas to raise the additional funds required for its ongoing operations. In addition the company has reached a settlement agreement with Coris bank International for the full repayment of amounts owing to the bank, see ASX Announcement 29 October 2021..

Loan funding facility from Oceanic Capital will ensure necessary operational payments are properly funded.

Loan funding of \$15 million has been negotiated with Bishop Resources UK Ltd, see ASX Announcement 29-10-2021.

Any additional funding will depend on a number of variables, including but not limited to the matters referred to above. Directors will keep all options open in terms of the nature of the capital raisings or further debt facilities.

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:

On the basis of the successful negotiations with Coris Bank International for the settlement in full of all amounts owing and with the success of loan negotiations outlined above, directors believe that the group will have sufficient funding for ongoing development works and for working capital to meet its current objectives.

INTERESTS IN MINERAL TENEMENTS (No change to tenement interests in the September 2021 quarter)

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
Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	Moura exploration permit – Senegal (189 square kms)	NO CHANGE	70%	70%
	Sambarabougou exploitation permit – Senegal (122 square kms)	NO CHANGE	63%	63%
Interests in mining tenements and petroleum tenements acquired or increased	Moura exploration permit – Senegal (189 square kms)	NO CHANGE	70%	70%
	Sambarabougou exploitation permit – Senegal (122 square kms)	NO CHANGE	63%	63%

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: .29-10-2021.....



Authorised by: By the board Ian Riley

(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.