

28 July 2020

Company Announcements

Australian Securities Exchange Limited
Level 40, Central Park,
152-158 St Georges Terrace
PERTH WA 6000

QUARTERLY ACTIVITIES REPORT PERIOD ENDING 30 JUNE 2020

Ironbark Zinc Limited (“**Ironbark**”, “**the Company**” or “**IBG**”) (ASX: IBG) hereby provides a report on its activities for the quarter ending 30 June 2020.

Highlights

- Agreements with the Government of Greenland resulted in IBG receiving approximately AUD \$1.5m in cash in the quarter and the deferral of ongoing Licence Fees to H2 2021
- Draft report of the updated Citronen Mine Plan was received for preliminary review in June and is expected to be finalised early in the current quarter.
- HeliSAM survey on Captains Flat Project in NSW confirmed further targets prospective for base metals exploration
- Mr. Danny Segman resigned from the Board and remains a major shareholder.

Projects

Citronen Mining Optimisation Study

The study was commissioned to update the Citronen mine plan with respect to possible alternative throughput rates, current metal prices, mine planning methods and equipment options. Mining Plus and the IBG Board are currently working through the draft report and a full ASX announcement with the results is expected to be finalised early in the September quarter.

In conjunction with the finalisation of the mining study, work has commenced on updating the processing, logistics, communications and project execution elements of the project to ensure that these embrace the latest in technical and related developments.

Captains Flat

In Australia, IBG announced the final reporting for the HeliSAM Survey over the Captains Flat Base Metals Project in NSW (a 50/50 Joint Venture with Glencore) during the quarter.

The survey identified a 400m gap between two drill tested zones prospective for semi massive to massive sulphide mineralisation, at a target depth of approximately 300m below surface. The next steps will include further analysis of historic exploration in order to allow the JV partners to assess the likelihood of Captains Flat hosting an economic base metals resource.

Belara Relinquishment

In the quarter IBG relinquished the Belara tenement (EL 6576) in NSW following the decision by the Board to rationalise its historic portfolio of Australian projects.

Corporate

AUD \$1.5m Cash Injection and Fee Deferrals

During the quarter IBG announced that it had secured agreement to redraw approximately AUD \$1.5 million of the AUD \$3m previously contributed to its Greenlandic escrow account to cover the potential rehabilitation of the exploration camp at Citronen. No interest is payable under the terms of the arrangement and the Company has 24 months from the date of receipt of funds to reinstate the cash (the funds were received in June 2020). The funds can be repaid early at IBG's election, are unencumbered and available for use at the full discretion of the Board of Ironbark. Under the prevailing government conditions, if the Citronen project moves into development within the next 24 months, then it is likely that a revised bonding regime will be re-instated.

Additionally, IBG and the Government of Greenland have agreed a deferral of all Advisor Fees for 2020 and the first half of 2021, resulting in an immediate cash flow saving of AUD \$150,000 in the June quarter of 2020.

Board Change

On 23 April 2020 IBG announced that Mr Danny Segman had resigned from his Non-Executive Board position, to pursue other interests. Mr. Segman remains a major shareholder.

The Company's cash balance, as at 30 June 2020, was AUD \$2.12m

Administration

The Company implemented a significant reduction in business overheads in late 2019 and the Company continues to exercise cost control given the current capital market volatility.

Market & Strategy Update

Base metal prices trended generally upwards in the quarter, albeit the Zinc price remains problematic with respect to incentivising new supply. Mining investors remain focused on markets perceived as lower risk – AUD gold, iron ore, near term development opportunities – with ongoing subdued support for large, green field developments such as Citronen.

In light of this, the IBG Board has recently broadened discussions around adding further Projects to the IBG portfolio whilst work on the development plan for Citronen continues, and further strength returns to the Zinc market. These conversations remain embryonic however and the market will be informed of any material developments.

Further Inquiries

Contact and person who authorised the announcement:

Managing Director Michael Jardine on +61 424 615 047 or mjardine@ironbark.gl for any further inquiries.



ABOUT IRONBARK

Ironbark is listed on the Australian Securities Exchange and is seeking to become a base metal mining house. Ironbark seeks to build shareholder value through exploration and development of its projects and also seeks to actively expand the project base controlled by Ironbark through acquisition. The management and board of Ironbark have extensive technical and corporate experience in the minerals sector.

The wholly owned Citronen base metal project currently hosts in excess of 13.1 Billion pounds of zinc (Zn) and lead (Pb). For full details refer to ASX announcement 25 November 2014 – Citronen Project Resource Update – JORC 2012 compliant resource. Ironbark is not aware of any new information or data that materially affects the information included in this ASX release, and Ironbark confirms that, to the best of its knowledge, all material assumptions and technical parameters underpinning the resource estimates in this release continue to apply and have not materially changed.

The current JORC 2012 compliant resource at 6.0% Zn cut-off for Citronen (see ASX announcement dated 12 March 2020):

17.64 Mt @ 8.24%Zn+Pb

Beach Zone					
	Cut-off	Tonnes	Zn%	Pb%	Zn+Pb%
Measured	6.0%	5,031,646	8.00	0.75	8.75
Indicated	6.0%	5,176,277	8.14	0.71	8.86
Inferred	6.0%	786,650	7.14	0.54	7.68
Total	6.0%	10,994,572	8.00	0.72	8.72

Esrum Zone					
	Cut-off	Tonnes	Zn%	Pb%	Zn+Pb%
Measured	6.0%				
Indicated	6.0%	3,996,827	7.23	0.47	7.70
Inferred	6.0%	2,648,161	6.55	0.50	7.05
Total	6.0%	6,644,987	6.96	0.48	7.44

Beach + Esrum Zones					
	Cut-off	Tonnes	Zn%	Pb%	Zn+Pb%
Measured	6.0%	5,031,646	8.00	0.75	8.75
Indicated	6.0%	9,173,104	7.74	0.61	8.35
Inferred	6.0%	3,434,811	6.69	0.51	7.19
Total	6.0%	17,639,561	7.61	0.63	8.24

Reported at a 6.0% cut-off using Inverse Distance Squared Interpolation (ASX Release 12/03/2020)

“Ironbark is an emerging leader amongst Australia’s mineral resource companies, dedicated to the development of its major base metal mining operation in Greenland – the world class Citronen Project, and the acquisition of quality base metals projects.”

Disclosure Statements and Important Information

Forward Looking Statements

The following information is not intended to guide any investment decisions in Ironbark Zinc Limited. This material contains certain forecasts and forward-looking information, including possible or assumed future performance, costs, production levels or rates, reserves and resources, prices and valuations and industry growth and other trends. Such forecasts and information are not a guarantee of future performance and involve many risks and uncertainties, as well as other factors. Actual results and developments may differ materially from those implied or expressed by these statements and are dependent on a variety of factors. The Company believes that it has a reasonable basis for making the forward looking statements in the announcement, based on the information contained in this and previous ASX announcements.

The Citronen Zinc Project is considered to be at an early development stage and will require further regulatory approvals and securing of finance and there is no certainty that these will occur. Nothing in this material should be construed as either an offer to seek a solicitation or as an offer to buy or sell Ironbark securities. Consideration of the technical and financial factors requires skilled analysis and understanding of their context.

Ironbark is not aware of any new information or data that materially affects the information included in this ASX release, and Ironbark confirms that, to the best of its knowledge, all material assumptions and technical parameters underpinning the estimates in this release continue to apply and have not materially changed.

Competent Persons Statement

The information included in this report that relates to Exploration Results & Mineral Resources is based on information compiled by Ms Elizabeth Clare Laursen (B. ESc Hons (Geol), GradDip App. Fin., MSEG, MAIG), an employee of Ironbark Zinc Limited. Ms Laursen has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Laursen consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Competent Persons Disclosure

Ms Laursen is an employee of Ironbark Zinc Limited and currently holds securities in the company.



Schedule of Tenements (as required by ASX Listing Rule 5.3.3)

IRONBARK ZINC LIMITED CONSOLIDATED BASIS				
SCHEDULE OF INTERESTS IN MINING TENEMENTS				
Project	Mining Licence and tenements held	Location of tenements	Beneficial % interest at end of the quarter	Change in the quarter
Captains Flat (Joint Venture with Glencore)	EL6381	New South Wales	50%	-
Fiery Creek	EL6925	New South Wales	100%	-
Belara	EL6576	New South Wales	0%	(100%)
Citronen	ML 2016/30	Greenland	100%	-