

Quarterly Activities Report (Quarter ended 30 June 2021)

Highlights:

- **Corporate**
 - Appointment of Cameron Manifold as a director. Cameron is an experienced oil and gas industry professional with over 35 years' experience.
- **Buru Royalty - Receipts**
 - No royalty received during the June quarter as there was no lifting of oil in the March quarter;
 - Royalty received of \$50,168 in July from a lifting of ~70,000 bbls gross on 9 April; and
 - Subsequent to quarter's end, a lifting of ~74,000 bbls gross on 9 July for which Fitzroy will receive payment next quarter.
- **Weeks Royalty**
 - Esso Australia announced that gas had started flowing from its West Barracouta gas project (which is covered by Royalco's Weeks Royalty);
 - Royalty of \$117,001 received during the June quarter for the quarter ended 31 March 2021;
 - Royalty for the June quarter is expected in late August; and
 - Total royalties of \$455,019 for the 12 months to 31 March 2021.
- **Bowden's Royalty**
 - Submission Report lodged as part of the final steps for development approval with no objections to the project from any Government Agency regulator and received resounding public support;
 - Drilling results confirm that the Main Zone remains open to the Northwest;
 - Drilling results have identified an Aegean Zone as a high-grade body of silver located 300 metres to the east of the North-West High-Grade zone (*refer SVL announcement of 14 May 2021 and section 4.2 below*);
 - An expanded drilling program to continue until at least the end of 2021 (*refer SVL announcement of 18 May 2021 and section 4.2 below*); and
 - During the previous quarter SVL submitted its Mining Lease Application to Government for the development of the Bowden's Silver Project.
- **Blackwater Gold Royalty**
- On 13 July 2021, Federation announced the appointment of Lincoln Smith as General Manager for the Snowy River Project. Material developments include:
 - The achievement of approximately 1,000 metres total development of the decline development;
 - Plan to complete a feasibility study in 2023 and
 - Plan to move towards production in 2024.
- **Highlights in relation to Exploration Permits and Production Licences relating to Buru Royalty**
- Ungani Oilfield production for the quarter of ~70,500 bbls (gross) at a daily rate of ~800 - 850 bopd;
 - Oil lifting during the quarter on 9 April of ~74,000 bbls (gross);
 - Three well Canning Basin drilling program commenced with the spudding of the Currajong #1 well subsequent to quarter's end on 1 July. This is the first in a 3 well program; and

There is a significant prospective resource from Currajong (EP391) and Rafeal (EP248). Fitzroy has a 2% net well head royalty in respect of both of these tenements.

○ **COVID-19 Impacts**

The Company's risk profile remains substantially unchanged from the previous quarter. Notwithstanding further recovery and stability in global oil prices, there remains significant potential for impact to the Company's royalty receipts as a result of:

- any interruption to or suspension of production by Buru or from the Weeks Royalty; and
- Changes to the dollar value of royalty receipts as a result of movements in the A\$ oil price, depending on the share of sales that are hedged or contracted.

however, the Company notes the potential for increased royalties as a result of the activities of Buru, SVL and Federation Mining noted above.

Fitzroy River Corporation Ltd (**Fitzroy, FZR or Company**) is pleased to report on its activities during the quarter ended 30 June 2021.

1. Summary of announcements during the June quarter:

<u>Date:</u>	<u>Announcement:</u>
14 April	Appointment of Cameron Manifold as a Director
28 April	Quarterly Activities and Cashflow Reports - \$
5 May	Top 20 Shareholders
20 July	Change in Substantial Holding (Noontide Investments Ltd)

Table 1: Summary of ASX releases during and post the end of the June Quarter. \$ = price sensitive.

2. Corporate:

On 14 April, the Company announced the appointment of Cameron Manifold, as a Director. Cameron has over 35 years' industry experience working in a wide range of regions and sectors.

3. Canning Basin Royalties:

3.1 Buru Royalty:

During the quarter, Fitzroy did not receive a royalty as there was no lifting of oil in the March quarter however there was a lifting of ~70,000 bbls completed during the June quarter (on 9 April 2021) for which Fitzroy received royalty payment of \$50,168 subsequent to the end of the quarter.

There was also a lifting of ~74,000 bbls completed subsequent to the quarter's end on 9 July.

During the quarter, much of Buru's activities were focussed on the preparation of Buru's three well Canning Basin drilling program which commenced with the spudding of the Currajong #1 well subsequent to quarter's end on 1 July. This is the first in a 3 well program. In its quarterly report dated 30 July Buru confirmed that Rafael 1 exploration well will be the next well in the 2021 drilling program.

4. Other Royalties:

4.1 Weeks Royalty Interest:

During the quarter, Fitzroy received a royalty payment through its wholly owned subsidiary, Royalco Resources Pty Ltd (**Royalco**). The total royalty paid for the quarter ended 31 March 2021 was \$117,001. The royalty for the June quarter is due late August.

During the quarter, Esso Australia announced that it had started delivering gas from its West Barracouta gas project (which is covered by the Company's Weeks Royalty) to the domestic market.

4.2 Bowden's Silver Royalty:

Fitzroy has a 2% Net Smelter Return (**NSR**) reducing to 1% after the receipt of US\$5m, generated from the sale of any silver or other ores, concentrates or other primary, intermediate product or any other mineral substances (**Product**) produced from within EL5920 (known as the **Bowden's Silver Project**). The Bowden's Silver Project is owned and being developed by Silver Mines Limited (**ASX: SVL**).

During the quarter, SVL announced in relation to the Bowden's Silver Project:

- On 14 May, exceptional high-grade drill results including assay results which establishes the Bowden's Silver "Aegean Zone" as a significant target for underground mining scenarios with intercepts including:
 - 8.0 metres @ 543 g/t silver from 307 metres, including:
 - 3.0 metres @ 1302 g/t silver from 312 metres.

These results, together with previous results, define the "Aegean Zone" as a high grade body of silver mineralisation with a strike length of 150 metres, a width of 50 metres and 2 to 8 metres thick. The zone remains open to the east (down dip) north and northwest (down plunge). The Aegean Zone is located 300 metres to the east of the Northwest High-Grade Zone where drilling has also recently returned similarly spectacular results. Drilling is underway to test the relationship and potential connectivity of the Aegean and Northwest High-Grade Zones;

- In addition to these zones, the Main Zone remains open to the northwest of the current ore reserve and includes:

- 113.3 metres @ 113 g/t silver equivalent (90 g/t silver, 0.29% zinc, 0.29% lead) from 60.7 metres; and
- On 18 May, SVL announced that, given the recent highly successful drilling which has resulted in the identification of new silver feed veins, SVL has made the decision to substantially expand drilling activity at Bowden's Silver with the commencement of a 30,000 metre program with 4 rigs operational on site. Initial results from the expanded drilling program were released to the ASX on 27 July 2021 with the first two drill results returning the following results:
 - *BD21006 results drilled east of the Northwest High-Grade Zone include:*
 - 2.0 metres @t 443 g/t silver equivalent (146 g/t silver, 3.80% lead, 3.43% zinc and 0.25 g/t gold) from 212 metres; and
 - 8.3 metres @ 354 g/t silver equivalent (276 g/t silver, 2.15% lead, 0.10% zinc and 0.31 g/t gold) from 263 metres.
 - *BD21011 results returned from the Northwest High-Grade Zone include:*
 - 13.0 metres@ 264 g/t silver equivalent (188 g/t silver, 1.66% lead, 0.40% zinc) from 207 metres.

Full details of SVL's activities and exploration results during and subsequent to the quarter can be accessed via SVL's announcements dated 14 May and 18 May 2021 and 27 July 2021 together with the Quarterly Activities Report lodged with the ASX on 22 July 2021.

4.3 Blackwater Gold Royalty:

During the quarter, Federation Mining provided an update on the progress of development work at the Snowy River Mine Project near Reefton on the South Island of New Zealand. In addition to a growing workforce and infrastructure development at the project, Federation also provided an update on the decline development which now includes more than 1,000 metres in total development of both decline and ancillary work. Federation Mining announced that exploration work is also ongoing at the project.

5. Investment Highlights:

5.1 Byron Energy Limited:

Fitzroy continues to monitor its investment in Byron Energy Limited (ASX: **BYE** or **Byron Energy**). Fitzroy holds approximately 12.21m shares in Byron Energy.

5.2 High Peak Royalties Limited:

During the quarter, Fitzroy disposed of its investment in High Peak Royalties Limited (ASX: **HPR** or **High Peak**).

5.3 Spark Exploration Pty Ltd:

Fitzroy continues to monitor its investment in the private Australian unlisted entity, Spark Exploration Pty Ltd (**Spark**), in which the Company holds a total of 5,031,708 shares and a further 922,480 warrants. Spark holds three offshore UK licenses (100% of P2407, 100% of P2412 and 50% of P2593 with Siccar Point as JV operating partner) in the UK North Sea and border an asset held by Hurricane Energy plc, a London Stock Exchange listed company.

6. Details of Royalties:

6.1 Canning Basin Royalties:

Fitzroy holds royalty interests in several permits in the Canning Basin originally acquired via 2 separate Royalty Deeds, the Canning Basin Royalty Deed and the Lennard Shelf Royalty Deed. *Figure 1* shows the location of the Company’s Canning Basin royalty interests with the Canning Basin Royalty Deed royalties shown in light blue and the Lennard Shelf Royalty Deed royalties in dark blue.

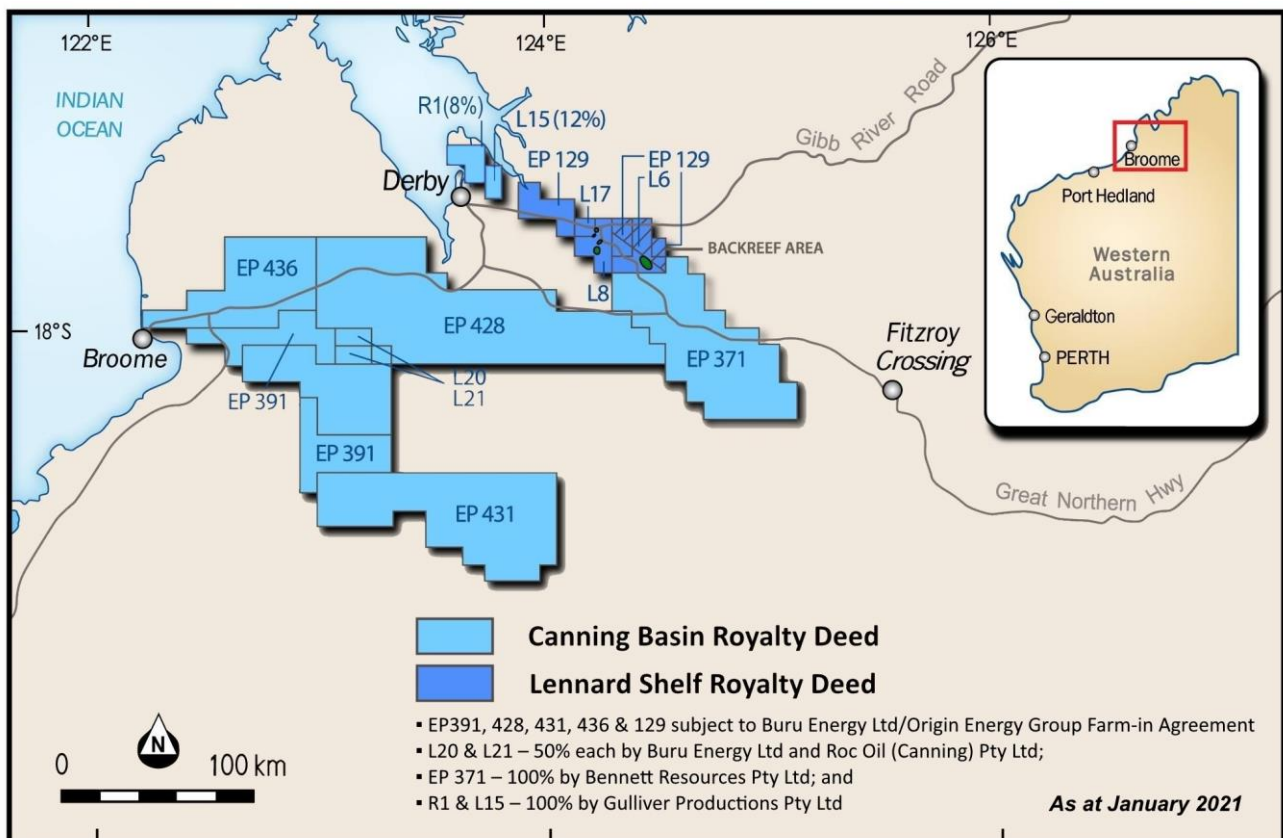


Figure 1: Map of Tenements over which Fitzroy has a royalty under the Canning Basin and Lennard Shelf Royalty Deeds.

6.2 Canning Basin Royalty Deed:

EP or PL #	Date Issued	Expiry Date of Tenement ¹	Area (km2)	Registered Holder
EP 391	1 Feb. 2015	31 Jan. 2024	2,274.7736 (26 bl.)	Buru Energy Limited Origin Energy West Pty Ltd
EP 371	31 July 2014	30 July 2023	3,663.2577 (45 bl.)	Bennett Resources Pty Ltd (Black Mountain Exp.)
EP 428	31 July 2014	30 July 2023	6,431.9741 (79 bl.)	Buru Energy Limited Origin Energy West Pty Ltd
EP 431	31 July 2014	30 July 2023	4,211.4604 (52 bl.)	Buru Energy Limited Origin Energy West Pty Ltd
EP 436	31 July 2014	30 July 2023	2,404.1372 (30 bl.)	Buru Energy Limited Origin Energy West Pty Ltd
L20	2 July 2015	-	162.7085 (2 bl.)	Buru Energy Limited/Roc Oil (Canning) P/L (50/50)
L21	2 July 2015	-	162.6399 (2 bl.)	Buru Energy Limited/Roc Oil (Canning) P/L (50/50)
R 1	11 Oct 2016	10 Oct 2022	245.1571 (3 bl.)	Gulliver Productions Pty Ltd ²
L 15	1 April 2010	31 Mar. 2031	163.46 (2 bl.)	Gulliver Productions Pty Ltd ²

Table 2: Schedule of Tenements under the Canning Basin Royalty Deed as recorded by the WA Department of Mines, Industry, Regulation and Safety as at 12 July 2021. (bl = blocks)

6.3 Lennard Shelf Royalty Deed:

EP or PL #	Date Issued	Expiry Date of Tenement	Area (km2)	Held by
EP 129 ³	18 March 2016	17 March 2026	652.9955 (8 bl.)	Buru Energy Limited Origin Energy West Pty Ltd
L 6 ³	19 May 2006	18 May 2027	407.9 (5 bl.)	Buru Energy Limited
L 8	19 May 2006	18 May 2027	326.3084 (4 bl.)	Buru Energy Limited
L 17	10 April 2013	Indefinite	81.6 (1 bl.)	Buru Energy Limited

Table 3: Schedule of Tenements under the Lennard Shelf Royalty Deed as recorded by the WA Department of Mines, Industry, Regulation and Safety as at 12 July 2021. (bl = blocks).

¹ The Expiry date of tenements is the date recorded against this tenement in the WA Department of Mines. Generally, if Exploration Tenements are not converted to production licenses, there is a requirement to relinquish some of the tenement. This is a matter between the licensee and the Department of Mines.

² Gulliver Productions Pty Ltd is a 100% subsidiary of ASX listed Rey Resources Limited (ASX: REY).

³ Fitzroy is monitoring the activities on the 'Backreef Area' of EP 129 and L6, particularly those of Emperor Energy Ltd (ASX: EMP) (formerly Oil Basins Ltd). It is understood that Buru holds 100% of the Backreef Area on trust for Emperor Energy Ltd due to the completion of the drilling of the East Blina-1 well on 31 October 2012 in accordance with the 'Backreef Play Agreement' dated 30 October 2008. Until such time as a deed of covenant is executed, the contractual relationship governing the 3% royalty obligation (which is registered against EP 129 and L6) is between Fitzroy and Buru alone.

6.4 Other Royalties:

Schedule of royalty interests held through the Company's wholly owned subsidiary, Royalco.

PROJECT	OPERATOR	ROYALTY	COMMODITY
Weeks	ExxonMobil/Gippsland Basin JV	1% of 2.5%	Hydrocarbons
Reefton-Blackwater	Oceana Gold Ltd (ASX: OGC). Subject to an option (in respect of the area which was previously EP 40542) exercisable at any time until a decision to mine to buy back the royalty for the sum of A\$5million indexed from 14 May 1991 (currently approx. \$A9.5m). Federation Mining have an option to purchase Reefton from OGC.	1-3% ORR	Gold
Sam's Creek	Oceana Gold New Zealand Ltd (20%) and Sam's Creek Gold Limited (80%). Sandfire Resources has recently agreed to sell its interest in Sam's Creek to Auris (ASX:AUR)	1% ORR	Gold
Mt Garnet	Consolidated Tin Mines Limited (ASX: CSD)	3% NSR	Zinc, lead, silver
Bowden's	Silver Mines Ltd (ASX: SVL)	1 – 2 % NSR	Silver
LFB (Molong)	Regis Resources Ltd (ASX: RRL)	3% NSR	Gold, copper

Table 4: Schedule of royalty interest held by Fitzroy's wholly owned subsidiary, Royalco.

7. Information Pursuant to Listing Rule 5.4.3 and 5.3.5:

In accordance with ASX Listing Rule 5.4.3, but noting its several royalty interests as described above, Fitzroy advises that:

- 1) No petroleum tenements were held at the end of the Quarter;
- 2) No petroleum tenements were acquired or disposed of during the Quarter;
- 3) The beneficial percentage interests held in farm-in or farm-out agreements at the end of the Quarter was nil; and
- 4) The beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the Quarter was nil.

In accordance with ASX Listing Rule 5.3.5 and as noted in section 6 of the Appendix 5B, payments of \$50,000 were made during the quarter comprising Non-Executive Director and company secretarial fees. No other payments were made to any related parties of the entity or their associates.

8. Events Subsequent to the Quarter:

There have been no material events subsequent to the end of the quarter.

This Quarterly Activities report and accompanying Appendix 4C, have been approved for release by the full Board of Fitzroy River Corporation Limited. Contact details regarding this announcement:

Malcolm McComas – Chairman

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Dated: 30 July 2021

Important

Certain information in this report refers to the statements, intentions or opinions of other entities in which the Company either has an investment or a royalty over assets held by that entity and is based on public statements by those entities. Statements have been attributed to each entity where applicable. Petroleum production targets, exploration targets, reserves etc announced by these entities are subject to risks, uncertainties and other factors that may cause Fitzroy's actual results, performance or achievements to differ from those suggested or referred to in this report and regard should be given to those statements and other announcements concerning the risks, uncertainties and other factors that may cause those entities to not meet production targets or result in delays meeting those targets. As and when Fitzroy becomes aware of information concerning it in connection with its royalties, investments and other assets then Fitzroy intends to comply with its continuous disclosure obligations under Australian law. Information about specified events or matters that may have some connection with Fitzroy's royalty assets or investments are often being made known or generally available by the entities referred to in this report or other listed entities, and other information may consist of readily observable matters. Market participants and investors making or drawing their own deductions, conclusions or inferences from any other company's ASX announcements do so at their own risk.