



RIMC

Resource Mining Corporation Limited



JUNE 2020 QUARTERLY REPORT

For the period ended
30 June 2020

Resource Mining Corporation Limited ("RMC" or "Company")

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ASX Code: RMI

Contact:

Warwick Davies – *Managing Director*

Project:

Papua New Guinea
Wowo Gap: Nickel-Cobalt

Resource Mining Corporation Limited ("RMC") is a Perth-based specialist mineral exploration company aiming to create wealth from mineral commodities using innovative technical, marketing and financial skills as it explores for economic metal deposits in Papua New Guinea ("PNG").

QUARTERLY REPORT

SUMMARY

Corporate Update

The Company continued to focus activities on cost control and the main asset of the Wowo Gap Nickel/Cobalt Project (“The Project”) in Papua New Guinea. The key objective continues to be the preservation and maintenance of its interest in the wholly owned Wowo Gap Nickel/Cobalt Project.

COVID-19 has impacted the Company and its operations especially the renewal process for EL 1165. All operations are being maintained under an appropriate social distancing and virus awareness program on site with an emphasis on strict limits to numbers of people on site including porters.

The exploration licence for EL 1165 expired on 28th February 2020. An application to renew the licence for a further two-year period was submitted to the Mineral Resources Authority (MRA), prior to the expiry date. The application has been accepted and the process for renewal initiated. Whilst the renewal process is being conducted, EL 1165 remains under the Company’s control with the Company responsible for maintaining operational activities and expenditure commitments.

The MRA determined that the Warden’s Court Hearing, (WCH), would be conducted on 13th May 2020 with the hearing to be conducted at two villages adjacent to EL 1165, to provide an opportunity for local landowners and residents to voice their opinions regarding the renewal application.

On 7th April 2020, the Company received advice from the Mining Warden to advise that all MRA’s activities had been put on hold and the EL 1165 WCH would be re-scheduled to a later date once the State has lifted the State of Emergency (SOE) and given directives to the State institutions to resume their activities. The SOE remained in force until 1st June 2020.

Subsequent to this advice, on 10th June, the Company received notification of a revised timetable for the Warden’s Court Hearing to 5th August 2020. A formal request was made by the Company to further delay the hearing date on the basis of significant travel restrictions placed by the Governments of Australia and PNG as well as the general uncertainty arising from the COVID-19 virus.

The Company request for further deferral was rejected with advice being received on 10th July that the Hearing date of 5th August would stand and that the Company would need to make all arrangements including the logistics of transferring personnel for Port Moresby to Embessa and Obea and returning the Warden and others involved back to Port Moresby.

Whilst the State of Emergency has been lifted by the PNG Government, from early July, the incidence of COVID-19 infections in Port Moresby has increased to the stage where the Emergency Controller has advised of as yet unspecified increased restrictions to international and domestic travel. The logistics process to support the WCH on 5th August is proceeding on the basis that the hearing will take place. Frequent contact is being maintained with the MRA as the COVID-19 influence on daily lives and activities remains very fluid.

Financial

Funding for the Company’s ongoing operations continues to be provided from RMC’s largest shareholder, Sinom (Hong Kong) Limited. Funds are being provided interest free and are not repayable before 31 March 2021.

The Company was advised on 7th April 2020 that Regency Mines PLC had agreed to acquire A\$1.71 million of debt of RMI from Sinom (Hong Kong) Limited, RMI's largest Shareholder and an entity controlled by RMI's Non-Executive Director, Andy Zhang. RMI is not a party to this debt acquisition by Regency.

Operational Activities – COVID-19 Impacts

The State of Emergency by the PNG Government on 24th March 2020 was subsequently extended and eventually lifted on 1st June 2020. Travel restrictions within the country were relaxed to near normal conditions. However, strict international travel restrictions remain in place. The domestic travel situation has not adversely affected operations on site with regular re-supply charters able to travel as normal.

However, the PNG and Australian Government's respective international travel bans have prevented Australia based company personnel from travelling to PNG for operational and statutory requirements including attending the Warden's Court Hearing.

Popondetta is the nearest large town to EL 1165 and the surrounding villages. Popondetta is also the centre of Oro Province Government as well as being the source of fuel and air links to Port Moresby. During the quarter, the COVID-19 domestic travel restrictions caused some minor site manning issues as Company personnel were 'caught' in Popondetta unable to travel home due to quarantine and general travel restrictions.

The Company's emergency communications protocols were tested during these conditions with mixed success. Lessons have been learnt and modifications to the protocols instituted and successfully tested in practice and a real-life situation. Site personnel have appreciated the revised contact protocols as they look to adapt their lives to new normal.

Social distancing and personal hygiene remain the key focus for site operations. Personnel movement with strict controls of numbers of people on site and walking together have gradually been accepted and implemented. Information regarding the recent growth in positive cases of COVID-19 in Port Moresby has made Company employees, porters, contractors, and villagers very aware of the need to adhere to Company directives when working and traveling to and from site.

Reinforcement of the Company's COVID-19 operations and awareness campaigns together with updated information regarding COVID-19, is a regular activity. Experience from information sourced from World Health Organisation, Australian and PNG Government sources, together with regular news information is regularly being shared with employees and the residents of the villages serving the EL 1165 exploration facilities.

Restrictions to the numbers of personnel on site that were introduced in the March quarter to ensure social distancing is maintained remain in place and have become the accepted site operating conditions. The site-based supervisors together with the Village Liaison Officers, have maintained effective control over the numbers of people travelling to site. Experience has demonstrated that quite strict controls over the frequency of portage and numbers of porters has to be a focus for the supervisory personnel.

With satellite internet on site, the Company provides regular updates to local communities regarding Government and PNG newspaper information to ensure these communities have relevant information that assists in their understanding of actions being undertaken by the Company.



W J Davies
Managing Director
Dated: 28th July 2020

SCHEDULE OF TENEMENTS AS AT 30 JUNE 2020

Tenement	Tenement No.	RMC Interest
Wowo Gap	EL1165	100%