

28 APRIL 2020

ASX: SKY

## QUARTERLY ACTIVITIES REPORT TO 31 MARCH 2020

### HIGHLIGHTS

- ◆ Maiden SKY drilling programme at the Hume Target, Cullarin Project returns outstanding gold results including:
 

Hole HUD002:	<b>93m @ 4.24 g/t gold from 56m including:</b> <b>36m @ 2.88 g/t gold from 56m, and</b> <b>14m @ 20.2 g/t gold from 92m, and</b> <b>43m @ 1.30 g/t gold from 106m</b>
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- ◆ Follow up drill focussed exploration programme in progress
- ◆ Geophysics and recent soil results indicate the Hume Target extends 4km north of HUD002
- ◆ First assays from sampling of historic diamond drillcore from the Hume Target, Cullarin Project intersects new shallow high grade gold zone west of HUD002 & extends previous intersection beneath HUD002
- ◆ SKY now sampling over 3,000m of unsampled historical diamond drillcore identified from the Hume Target at NSW Government drillcore library
- ◆ Shallow drilling returns significant high- grade tin and copper mineralisation at 3KEL and Doradilla Prospects at the Doradilla Project
- ◆ \$10.5M committed by investors & management to accelerate exploration across NSW Projects

SKY CEO Mark Arundell commented; *"The March 2020 Quarter has been transformational for SKY Metals with the intersection of outstanding gold mineralisation at the Hume Target opening up the potential for defining a large scale gold mineralised system at the Cullarin Project. A well supported capital raising has enabled SKY to accelerate evaluation of the Company's exploration assets. SKY commences the June quarter well funded to fast-track exploration across its exciting portfolio of assets."*

## CULLARIN PROJECT – GOLD

### SKY EARNING 80% (EL7594)

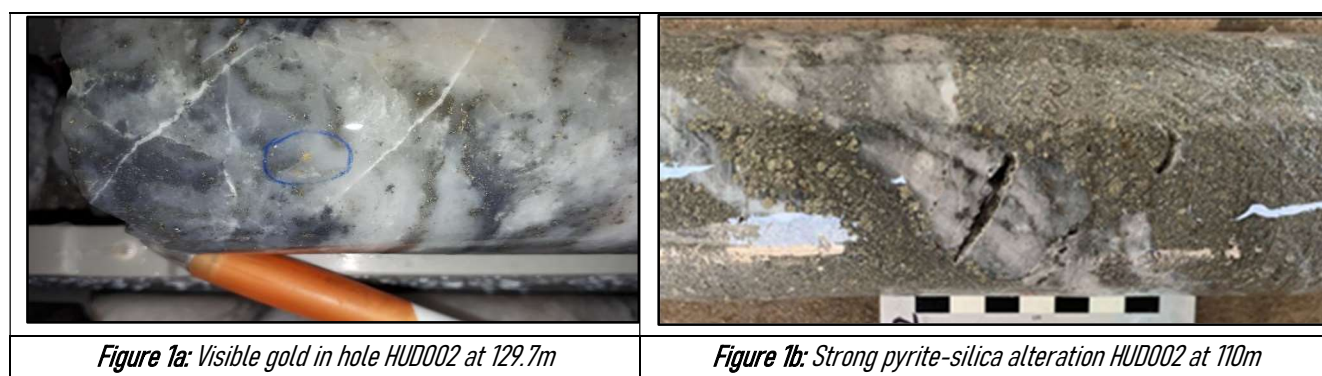
#### Diamond Core Drilling

SKY's maiden drilling programme at the Hume Prospect, Cullarin Project (**Figure 5**) was completed in January 2020 with two diamond core holes drilled approximately 200m apart to test and extend the scale and tenor of gold mineralisation recorded in historic drilling.

Both holes, HUD001 and HUD002, intersected a broad package of strongly altered volcaniclastic rocks with associated zinc and lead sulphides, consistent with the target 'McPhillamy's style' gold mineralisation. Mineralisation in hole HUD002 was visibly stronger and included visible gold (**Figure 1a & 1b**). The results from drillhole HUD002 indicate the potential for a significant high grade gold system at the Hume Prospect (**Figure 2**). Assay results from HUD001 and HUD002 are set out in **Table 1**. Drillhole locations for HUD001 & HUD002 have previously been reported. Follow-up drilling is currently in progress (**Table 2**).

Hole ID	From	To	Interval	Au	Cu	Pb	Zn	Ag	Recovery
	(m)	(m)	(m)	g/t	%	%	%	g/t	%
<b>HUD002</b>	<b>56</b>	<b>149</b>	<b>93</b>	<b>4.24</b>	-	<b>0.67</b>	<b>1.2</b>	<b>12</b>	<b>66</b>
Including	56	92	36	2.88	-	0.39	0.66	32	28
<b>Including</b>	<b>92</b>	<b>106</b>	<b>14</b>	<b>20.2</b>	<b>0.13</b>	<b>1.62</b>	<b>3.29</b>	<b>15</b>	<b>63</b>
Including	106	149	43	1.30	-	0.55	0.93	5	>95
HUD001	116	170	54	0.84	-	0.25	0.14	10	>95
<b>Including</b>	<b>128</b>	<b>133</b>	<b>5</b>	<b>5.76</b>	<b>0.12</b>	<b>1.38</b>	<b>1.27</b>	<b>27</b>	<b>&gt;95</b>
	224	247	23	0.76	-	-	-	24	>95
Including	224	233	9	1.29	-	-	-	49	>95

**Table 1:** Cullarin Project, Hume Prospect. Significant drillhole intersections



Subsequent to the end of the quarter, drillholes HUD003 & HUD004 have been completed (**Table 2**). Intensely altered volcanics with sulphide mineralisation was noted in both drillholes which is considered promising for gold mineralisation.

Hole ID	Hole Type	Easting (MGA)	Northing (MGA)	RL (m)	Dip	Azimuth (MGA)	Total Depth (m)	Comments
HUD003	DD	724810	6144660	729	-60	090	510.4	Completed April 2020
HUD004	DD	724810	6144745	735	-60	090	378.6	Completed April 2020

**Table 2:** Cullarin Project, collar summary for drill holes - March 2020 quarter

## Historic Core Sampling

As part of the follow up to the outstanding shallow gold mineralisation intersected in drillhole HUD002, SKY identified a number of historic diamond drillholes from the Hume Target at the NSW Government drillcore library at Londonderry in western Sydney. A series of drillholes (drilled between 1981 and 1987) were identified as a priority for sampling primarily to evaluate the postulated trend of the HUD002 mineralisation (ASX SKY 9 March 2020). Analytical results from the sampling completed in March 2020 have been received from the first of these drillholes. Drillhole locations are presented in **Table 3** and **Figure 2**. Significant and anomalous gold results are reported in **Table 4**.

Sampling by SKY of WL015 has extended a historic intersection at approximately 150m depth. An intersection of **17m @ 1.69g/t Au** from 151m within a zone of **47.5m @ 0.84g/t Au** from 139.5m is now reported (**Table 3**). Also, a new zone of shallow, high grade gold mineralisation has been defined in WL015 at 25.6-25.9m (**0.3m @ 13.75 g/t Au**) associated with a zone of intense silicification.

Hole collar details of the historic drillholes sampled at the NSW Government core library are shown in **Table 3**, below.

Hole ID	Year Drilled	Easting (MGA)	Northing (MGA)	RL (m)	Dip	Azimuth (MGA)	Total Depth (m)	Comments
DB01	1984	725,707	6,145,718	758.47	-51	111	196	Soil anomaly; sampled
DB02	1984	725,705	6,145,426	740	-40	096	260.4	Soil anomaly; sampled
WL015	1981	724,710	6,144,674	729	-50	095	301.65	55m W of HUD002; sampled
WL021	1983	725,016	6,145,072	738.4	-70	278	799..08	500m N of HUD002, sampled

**Table 3:** Cullarin Project, collar summary for historic drill holes sampled from NSW Government core library

Hole ID	From (m)	To (m)	Interval (m)	Au g/t	Cu %	Pb %	Zn %	Ag g/t	Comment	Recovery %
<b>WL015</b>	<b>25.6</b>	<b>25.9</b>	<b>0.3<sup>#</sup></b>	<b>13.75</b>	-	-	-	<b>3.5</b>	<b>SKY assay</b>	<b>&gt;95</b>
"	28.6	29	0.4	0.13	-	-	-	-	SKY assay	>95
"	55.7	59.1	3.4	0.34			0.36	1	SKY assay	37
"	<b>64.7</b>	<b>66</b>	<b>1.3</b>	<b>1.04</b>	<b>0.33</b>	<b>0.29</b>	<b>3.18</b>	<b>6.0</b>	<b>SKY assay</b>	<b>&gt;95</b>
	<b>139.5</b>	<b>187</b>	<b>47.5</b>	<b>0.84<sup>^</sup></b>					<b>SKY &amp; historic</b>	<b>&gt;95</b>
<b>incl</b>	<b>151</b>	<b>168</b>	<b>17</b>	<b>1.69<sup>^</sup></b>					<b>SKY &amp; historic</b>	<b>&gt;95</b>
DB01	13	14	1	0.20	-	-	-	-	SKY assay	>95
DB02	31	32	1	0.26	0.11	0.10	0.24	26	SKY assay	>95
"	34	35	1	0.12	-	-	-	-	SKY assay	>95

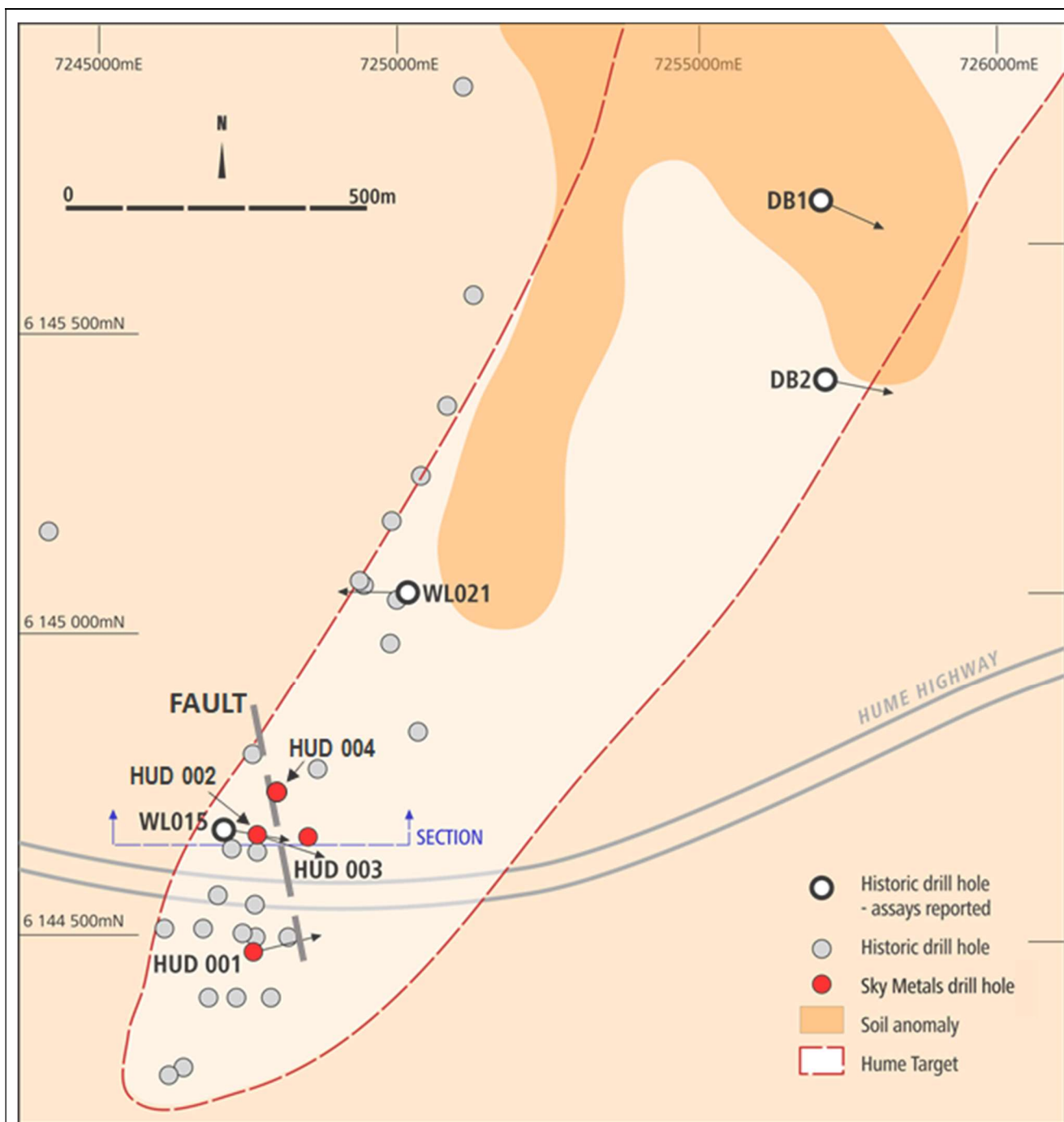
**Table 4:** Cullarin Project, Hume Target. Significant (**bold**) and anomalous historic drillhole intersections

# - Drilled 3m and 0.3m recovered.

<sup>^</sup> - Au only analysed for historic assays

## Soil Sampling

SKY received results from a soil sampling programme completed over the southern end of the Hume Target. Results indicated a coherent McPhillamy's pathfinder anomaly co-incident with a radiometric anomaly (**Figure 2**). The combination of a high potassium (K) radiometric signature together with a pronounced magnetic low, and gold and multi-element pathfinder elements in the soil results, is considered to describe a compelling 'McPhillamy's style target at Hume, which extends approximately 4km to the north of hole HUD002. Further soil sampling is planned to test the strike extent of this target.



**Figure 2 - Cullarín Project - Hume Target - Location Plan**

## KANGIARA PROJECT – GOLD

### SKY EARNING 80% (EL8400, EL8573)

The Kangiara Project (EL8400, EL8573) is located 30km northwest of Yass in the Southern Tablelands of New South Wales (**Figure 5**). The Project contains volcanic/volcaniclastic rocks of the Silurian Douro Group considered prospective for gold and base metal (copper-zinc) mineralisation.

The high grade Kangiara Mine operated during the early 1900s, with documented production of ~40,000 tonnes at 16% Pb, 3% Cu, 5% Zn, 280g/t Ag and 2g/t Au from narrow north-south trending sulphide veins (ASX PDM 18 June 2009). Mining occurred up to 120m depth. Previous work by Paradigm Metals led to the calculation of an Indicated and Inferred Mineral Resource at Kangiara.

Exploration activity during the March 2020 quarter confirmed a footwall gold target at the Kangiara Mine that appears to be largely untested. SKY plans to drill three drillholes to test this target in June 2020 quarter.

## CALEDONIAN PROJECT – GOLD

### 100% SKY (EL8920)

The Caledonian Project (EL8920) is located 30km southeast of Yass in the Southern Tablelands of New South Wales (**Figure 5**). The area contains the historic Caledonian Gold Mine. The distribution of multiple historic drill intersections at Caledonian Prospect indicate a potentially large and shallow mineralised gold system with discrete high-grade zones (e.g. 6m @ 8g/t Au recorded from the main lode, GSNSW; ASX SKY 11 Nov 2019). The deepest historical drillhole is 62m and most holes are ~25m deep. These drillholes are within a coherent 600 x 100m soil gold anomaly (+0.1ppm).

Historic shallow drill intercepts include:

- 10m @ 2.15 g/t Au from 16m
- 19m @ 1.8 g/t Au from 1.7m to EOH
- 36m @ 1.2 g/t Au from 0m to EOH
- 21.5m @ 1.2 g/t Au from 0m to EOH

Exploration activity during the March 2020 quarter confirmed that the prospect has not been adequately tested for significant gold mineralisation and thus SKY intends to drill two or three diamond core holes to determine the depth extent and controls on the gold mineralisation during the June 2020 quarter.

## MYLORA PROJECT – GOLD

### 100% SKY (EL8915)

The Mylora Project (EL8915) is located 20km west of Yass in the Southern Tablelands of New South Wales (**Figure 5**). Historic gold occurrences in the Mylora area display extensive disseminated/stringer pyrite-sericite alteration zones within Late Silurian volcanoclastics associated with a distinctive multielement geochemical signature of Au-Ag-Zn-Pb-Bi-Mo-Ba-Cu. This is considered to be prospective for McPhillamys-type gold mineralisation.

At the Mylora prospect, extensive 'gossanous' phyllic alteration extends over ~1.5km of strike. Historic drillhole DDH1 returned 3m @ 1.84g/t Au from 150m which is considered very encouraging and no drill testing has previously been conducted beneath historical open pits at Mylora North.



Exploration activity during the March 2020 quarter was limited to data compilation, review, land access and preparation of field activities.

## TALLEBUNG PROJECT – TIN

### 100% SKY (EL6699)

The Tallebung Project is located approximately 70km north-west of Condobolin in central NSW (**Figure 5**). The project encompasses the historic Tallebung Tin Mining Field at the northern extent of the Wagga Tin Belt within the central Lachlan Orogen and is considered prospective for lode-style tin – tungsten mineralisation. Outcropping mineralisation is developed over two kilometres as sheeted/stockwork quartz-cassiterite-wolframite sulphide veins above a mineralising granite.

Exploration activity conducted during the previous quarter involved an RC drilling programme comprising six holes for a total of 1202m. Drilling was designed to test for shallow tin mineralisation along strike from lodes defined in previous drilling and areas of high-grade rockchip results (ASX 15 October 2019).

Results from the drilling indicate the presence of a coherent, narrow high-grade lode structure extending for up to 2000m of strike. The results are currently being assessed in detail in order to determine appropriate follow up.

Incurred exploration expenditure at the Tallebung Project during the March 2020 quarter was \$27,251.

## DORADILLA PROJECT – TIN, POLYMETALLIC

### 100% SKY (EL6258)

The Doradilla Project is located approximately 30km south of Bourke in north-western NSW and represents a large and strategic tin project with potential for significant polymetallic mineralisation (tin, tungsten, copper, bismuth, indium, nickel, cobalt, gold) (ASX 22 November 2018) (**Figure 5**). The known mineralisation is hosted within the extensive Doradilla-Midway-3KEL (DMK-Line) skarn which marks an up to 100m wide zone extending over 15 kilometres (**Figure 4**).

A programme of RC drilling of multiple targets at the Doradilla Tin and 3KEL Prospects was completed in December 2019. Ten drill holes totalling 1,127m were completed with significant intersections assays reported in **Table 2** and include the following high grade results of tin (Sn), copper (Cu), indium (In) and silver (Ag) from the 3KEL & Doradilla Prospects:

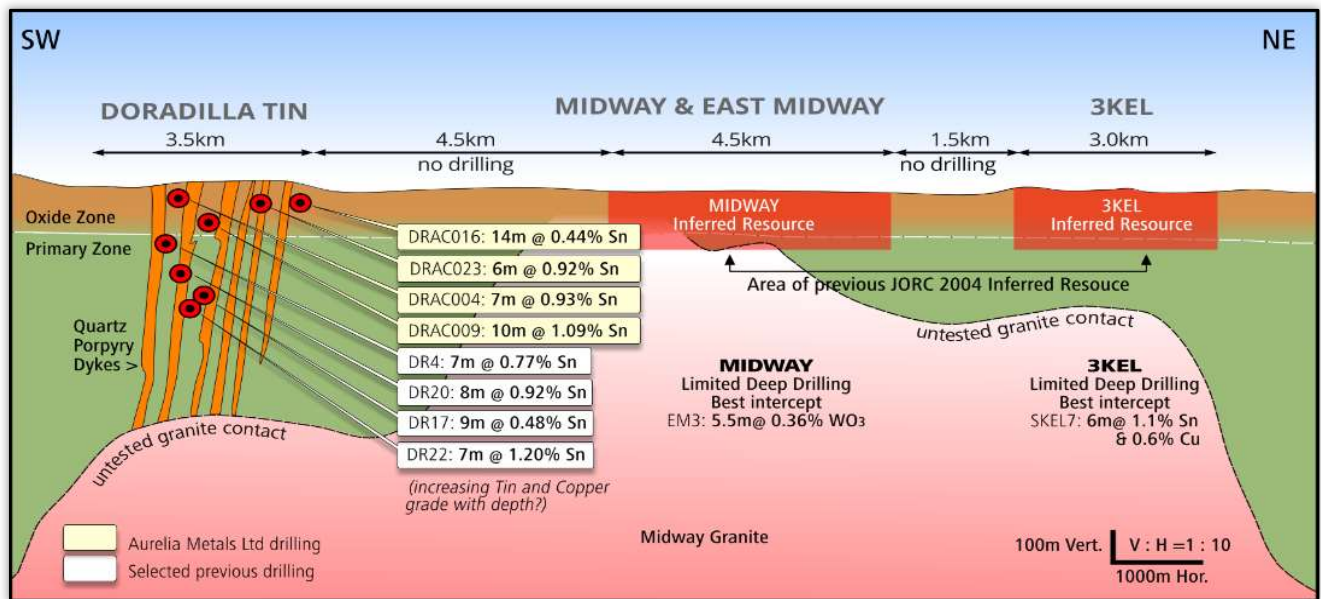
3KRC001	17m @ 1.36% Sn, 0.69% Cu, 70g/t In from 34m
3KRC002	6m @ 1.11% Sn, 1.48% Cu, 44g/t Ag, 65g/t In from 105m
3KRC003	10m @ 1.00% Sn, 0.8% Cu, 53g/t In from 25m
DORC001	11m @ 1.04 Sn, 0.26% Pb from 37m

The intersection of significant shallow mineralisation at both Doradilla and 3KEL has confirmed the tenor and width of oxide tin mineralisation at 3KEL and Doradilla Prospects. Of particular significance is the results from 3KEL in hole 3KRC002 (**6m @ 1.11% Sn, 1.48% Cu, 44g/t Ag, 65g/t In from 105m**) which represent the first time significant **primary** tin and copper mineralisation has been recognised at 3KEL. This mineralisation remains open along strike and at depth.

Samples from both shallow oxide and primary tin mineralisation will be submitted for petrology to confirm nature of mineralogy. Copper mineralisation as bornite ( $\text{Cu}_5\text{FeS}_4$ ) was observed in drill cuttings, and indicates favourable metallurgy







**Figure 4:** Doradilla Project, DMK Line Schematic

Hole ID	Hole Type	Easting (MGA55)	Northing (MGA55)	Dip	Azimuth (MGA)	Total Depth (m)
DORC001	RC	433747	6641512	-60	318.8	90
DORC002	RC	433836	6641562	-55	318.8	102
DORC003	RC	434017	6641656	-60	318.8	144
DORC004	RC	434170	6641786	-60	318.8	99
DORC005	RC	434263	6641843	-55	318.8	128
DORC006	RC	434543	6642100	-55	318.8	78
3KRC001	RC	444670	6649542	-60	318.8	96
3KRC002	RC	444703	6649542	-60	318.8	174
3KRC003	RC	4444510	6649421	-60	318.8	102
3KRC004	RC	444281	6649230	-60	318.8	114

**Table 5:** Doradilla Project, collar summary

Hole ID	From	To	Interval	Sn	Cu	Pb	Zn	Ag	In	Comments
	(m)	(m)	(m)	%	%	%	%	g/t	g/t	
DORC001	37	48	11	1.04	0.04	0.26	0.03	9	7	
DORC002	50	67	17	0.45	0.09	0.10	0.08	4	6	
<i>including</i>	58	62	4	0.97	0.10	0.20	0.07	4	6	
DORC003	91	101	10	0.32	0.14	0.02	0.35	3	3	
DORC004	86	90	4	0.50	0.06	0.09	0.02	1	3	
DORC005										No significant intersection
DORC006										No significant intersection
3KRC001	34	51	17	1.36	0.69	-	0.30	3	70	<b>Moderately to extremely weathered</b>
and	22	30	8	0.13	0.12	-	0.09	2	17	Extremely weathered
3KRC002	105	111	6	1.11	1.48	-	0.39	44	65	<b>Unweathered</b>
3KRC003	25	35	10	1.00	0.8	-	0.42	8	53	<b>Moderately weathered</b>
and	5	15	10	0.31	0.12	0.01	0.10	1	17	
3KRC004	44	51	7	0.22	0.02	-	0.07	1	10	
and	57	66	9	0.35	0.05	0.01	0.32	1	22	
and	69	79	10	0.39	0.20	-	1.35	2	51	

**Table 6:** Doradilla Project, significant intersections. Results >2m,thickness; > 0.1% Sn, and/or 0.1% Cu. 2m of internal dilution





## CORPORATE

Mr Mark Arundell commenced as Chief Executive Officer on the 28 January 2020.

SKY obtained binding commitments from sophisticated and institutional investors for a capital raising of \$10.5 million in February 2020. The Placement occurred in two tranches with an initial placement of \$5 million in February 2020 followed by a second tranche of \$5.5 million that was subject to shareholder approval finalised in April 2020. The placement included \$473,000 committed by the Company's Directors.

During the quarter \$406k was spent on the exploration activities outlined in this report.

No mining production and development activities undertaken for the quarter.

During the quarter \$54k was paid as Managing Director's wages and Non-Executive Director fees.

Actual Expenditure to 31 March 2020 v Prospectus 2 YEAR Use of Funds		
	Prospectus 2 Year Use of Funds	Actual Expenditure to Date (31 March 2020)
	\$A'000	\$A'000
Cost of Acquisition & Capital Raise	500	453
Tallebung Project Exploration Expenditure	2,000	878
Doradilla Project Exploration Expenditure	800	301
Gold Projects Exploration Expenditure	-	435
Working Capital	1,684	1,314
<b>Total</b>	<b>4,984</b>	<b>3,381</b>

**Table 5:** Actual Expenditure to 31 March 2020 v Prospectus 2 YEAR Use of Funds

### Comments

- Cost of Acquisition & Capital Raise less than forecast
- Tin exploration activities generally in line with prospectus, with a larger focus on Tallebung in year 1.
- NSW Gold project strategy not planned at time of prospectus. Increasing focus on gold projects
- Working Capital, includes \$204k for acquisition of vehicles, plant & equipment. Larger than forecast as a result of a higher level of corporate activity associated with gold project strategy.

This report has been approved for release by the Board of Directors.



Holder	Equity	Licence ID	Grant Date	Expiry Date	Units	Area	Comment
Tarago Exploration Pty Ltd (HRR sub)	Earning 80%	EL7954	19-6-2012	19-6-2022	51	144 km <sup>2</sup>	Cullarin Project, earning up to 80% + Heron JV
Ochre Resources Pty Ltd (HRR sub)	Earning 80%	EL8400	20-10-2015	20-10-2024	52	147 km <sup>2</sup>	Kangiarra Project, earning up to 80% + Heron JV
Ochre Resources Pty Ltd (HRR sub)	Earning 80%	EL8573	23-5-2017	23-5-2023	17	48 km <sup>2</sup>	Kangiarra Project, earning up to 80% + Heron JV
Aurum Metals Pty Ltd (SKY sub)	100%	EL8920	5-12-2019	5-12-2025	65	183 km <sup>2</sup>	Douro Project
Aurum Metals Pty Ltd (SKY sub)	100%	EL8915	18-11-2019	18-11-2024	29	82 km <sup>2</sup>	Douro Project
Stannum Pty Ltd (SKY sub)	100%	EL6258	21-6-2004	21-6-2020	38	110 km <sup>2</sup>	Doradilla Project
Stannum Pty Ltd (SKY sub)	100%	EL6699	10-1-2007	10-1-2021	14	41 km <sup>2</sup>	Tallebung Project

**Table 6:** Tenement Summary, changes in the December quarter highlighted



## ABOUT SKY (ASX: SKY)

SKY is an ASX listed public company focused on the exploration and development of high value mineral resources in Australia.

SKY's project portfolio offers exposure to the gold and tin market in the world class mining jurisdiction of NSW.

## GOLD PROJECTS

SKY's emerging gold exploration strategy leverages the SKY exploration team's significant combined experience during the early stages of the McPhillamys gold discovery (60Mt @ 1.05g/t Au for 2.03Moz, NPV of ~\$800M @ \$1800/oz, Regis Resources Ltd 2017). The McPhillamys mineralisation represents a distinct and economically important gold target style in NSW. The McPhillamys Gold Deposit was discovered in 2006 during the Alkane/Newmont 'Orange District Exploration Joint Venture' and is currently being advanced by Regis Resources Ltd, with a proposed 7Mt/annum mining operation (ASX RRL 8 September 2017).

### CULLARIN EL7954 / KANGIARA EL8400 & EL8573, HRR FARM-IN

Under the HRR farm-in, SKY may earn up to an 80% interest in the projects via the expenditure of \$2M prior to the formation of a joint venture (ASX: 9 October 2019). Highlight, 'McPhillamys-style' gold results from previous drilling at the Cullarin Project include 148.4m @ 0.97 g/t Au (WL31) including 14.6m @ 5.1 g/t Au from 16.2m, and 142.1m @ 0.89 g/t Au (WL28) including 12m @ 4.4 g/t Au from 25.9m. The Cullarin Project contains equivalent host stratigraphy to the McPhillamys deposit with a similar geochemical (multielement pathfinders), geophysical (magnetics, radiometrics & IP) and alteration (white mica) signature. SKY's maiden drill programme to follow up this historical work has been very successful including core hole HUD002 which returned 93m @ 4.2 g/t Au from 56m.

### MYLORA / CALEDONIAN PROJECTS ( EL8915, EL8920 100% SKY)

Highlight, 'McPhillamys-style' gold results from previous exploration include 36m @ 1.2 g/t Au from 0m to EOH in drillhole LM2 and Costeaning: 81m @ 0.87g/t Au in a costean on EL8920 at the Caledonian Prospect, Jerrawa Project. At the Caledonian Prospect, the distribution of multiple historic drill intersections indicate a potentially large mineralised gold zone with discrete high-grade zones, e.g. 6m @ 8g/t Au recorded from lode at historic Caledonian Mines (GSNSW). A strong, robust soil gold anomaly (600 x 100m @ +0.1ppm) occurs and most drillholes (depth ~25m) terminate in the mineralised zone

## TIN PROJECTS

### TALLEBUNG PROJECT (EL6699, 100% SKY)

The Tallebung Project is located approximately 70km north-west of Condobolin in central NSW. The project encompasses the historic Tallebung Tin Mining Field at the northern extent of the Wagga Tin Belt within the central Lachlan Orogen and is considered prospective for lode and porphyry-style tin - tungsten mineralisation.

### DORADILLA PROJECT (EL6258, 100% SKY)

The Doradilla Project is located approximately 30km south of Bourke in north-western NSW and represents a large and strategic tin project with excellent potential for associated polymetallic mineralisation (tin, tungsten, copper, bismuth, indium, nickel, cobalt, gold).



Figure 5: SKY Location Map

## COMPETENT PERSONS STATEMENT

The information in this announcement that relates to geology and exploration results and planning was compiled by Mark Arundell, who is a Member of the Australasian Institute of Geoscientists (AIG) and CEO of Sky Metals Ltd. Mr Arundell has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr Arundell consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

## PREVIOUSLY REPORTED INFORMATION

The information in this report that references previously reported exploration results is extracted from the Company's ASX market announcements released on the date noted in the body of the text where that reference appears. The previous market announcements are available to view on the Company's website or on the ASX website ([www.asx.com.au](http://www.asx.com.au)). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

SKY ASX releases released during the March 2020 Quarter are listed below:

ASX 22 January 2020 – SKY ASX Announcement 'Exploration Update'

ASX 10 February 2020 – SKY ASX Announcement 'Outstanding Gold Results at the Cullarin Project'

ASX 11 February 2020 – SKY ASX Announcement 'Investor Presentation'

ASX 24 February 2020 – SKY ASX Announcement 'SKY Raises \$10.5M to Fast Track Exploration at Cullarin'

ASX 10 March 2020 – SKY ASX Announcement 'Exploration Update - Cullarin & Doradilla Drilling'

ASX 26 March 2020 – SKY ASX Announcement 'Exploration Update - Cullarin Project'

## DISCLAIMER

This report contains certain forward-looking statements and forecasts, including possible or assumed reserves and resources, production levels and rates, costs, prices, future performance or potential growth of Sky Metals Ltd, industry growth or other trend projections. Such statements are not a guarantee of future performance and involve unknown risks and uncertainties, as well as other factors which are beyond the control of Sky Metals Ltd. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors. Nothing in this report should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities.

This document has been prepared in accordance with the requirements of Australian securities laws, which may differ from the requirements of United States and other country securities laws. Unless otherwise indicated, all ore reserve and mineral resource estimates included or incorporated by reference in this document have been, and will be, prepared in accordance with the JORC classification system of the Australasian Institute of Mining, and Metallurgy and Australian Institute of Geoscientists.

