



ASX Announcement

31 JULY 2019

COMPANY DETAILS

ABN: 62 147 346 334

PRINCIPAL AND REGISTERED OFFICE

Parkway Minerals NL
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ASX CODE

PWN

FRANKFURT CODE

A1JH27

CORPORATE INFORMATION

31 July 2019

634M Ordinary shares
123M Partly paid shares
68M Unlisted options

BOARD OF DIRECTORS

Adrian Griffin

(Non-Executive Chairman)

Patrick McManus

(Managing Director)

Natalia Streltsova

(Non-Executive Director)

PARKWAY MINERALS NL JUNE 2019 QUARTERLY REPORT

Parkway Minerals (“Parkway” or “The Company”) is pleased to provide an update of activities for the June 2019 quarter.

HIGHLIGHTS

Davenport Resources (44.3 Million shares held, 31%)

- An Inferred Resource of 1.5 Billion tonnes announced on Kullstedt exploration licence.
- Total Inferred Resource at South Harz now 4.9 Billion tonnes @ 10.6% K₂O, including 1.6 Billion tonnes of silvinitite @ 13.1%.

Dandaragan Trough Project

- No activity

Lake Seabrook

- Surface brine samples returned encouraging brine assays of over 4,000mg/L potassium

Strategic Investment

- PWN owns 6.5 Million Lithium Australia shares.

DAVENPORT RESOURCES

Davenport Resources (DAV) is focused on the development of the South Harz potash field in Thuringia, Central Germany. Davenport owns 2 exploration and 3 mining licences (figures 1 & 2). The mining licences were purchased from the German Government in late 2017 (ASX release [25 October 2017](#)) and are perpetual, with no expenditure or royalty commitments. The mining licences were subject to detailed drilling in 1960s and 80s, when the field was owned by the State-owned Potash Mining Corporation of East Germany. Data from over 150 drill holes is available.

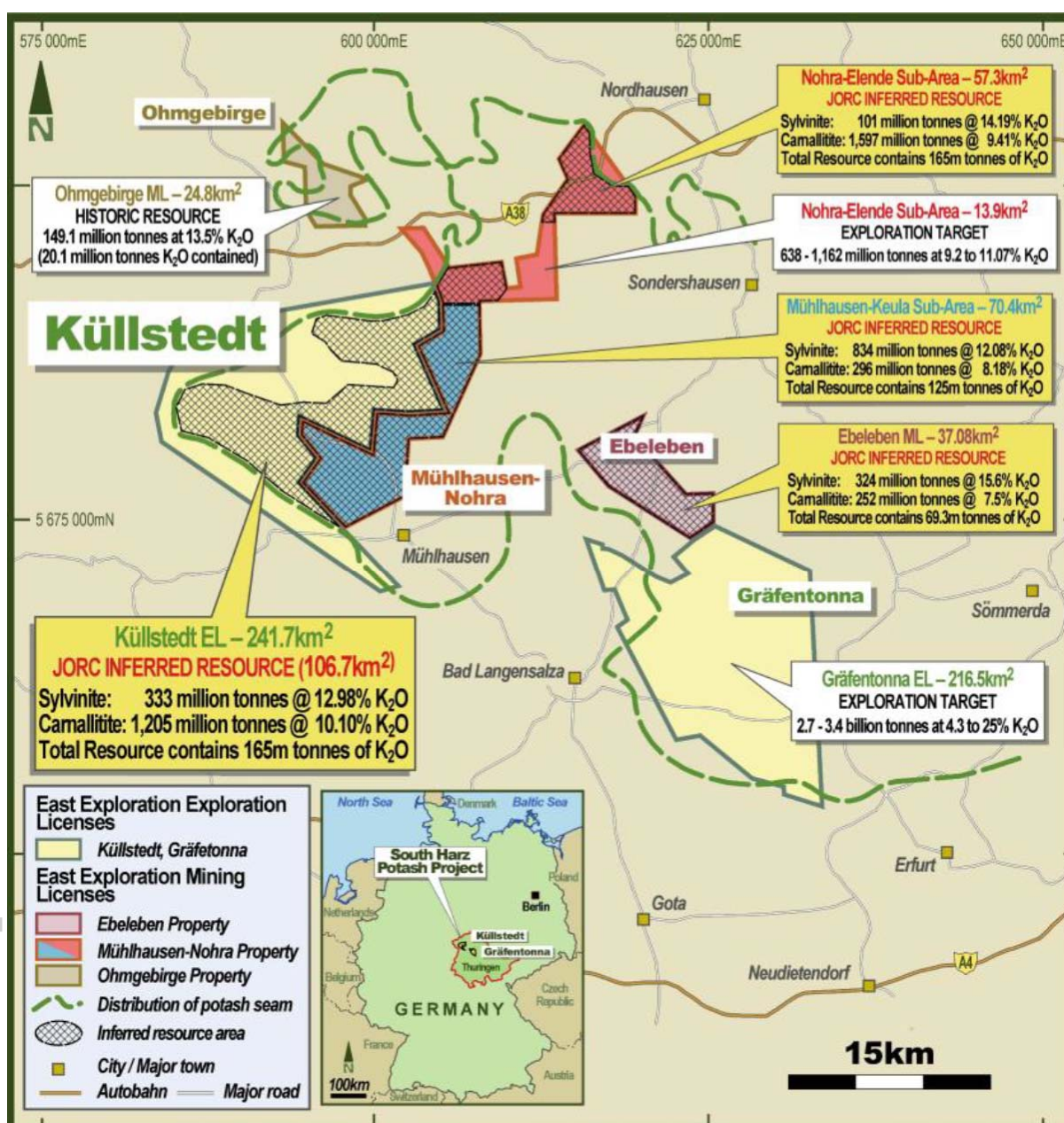


Figure 1: South Harz Project Location

Review of the drill data is in progress and has allowed reporting of significant historic (Soviet era) resources. The quality of the drilling information is high, and Davenport is working to update the resources to JORC 2012 compliance. JORC compliant Inferred Resources now total close to 5B tonnes as shown in table 1.

LICENCE	TONNES, Millions	%K ₂ O
EBEBELEN		
Sylvinite	324	15.6
Carnallatite	253	7.5
MUHLHAUSEN/KÜLLSTEDT		
Sylvinite	1,268	12.5
Carnallatite	3,098	9.6
TOTAL	4,943	10.6

Table 1 South Harz JORC Inferred Resources

Evaluation of some of the resource areas is now in progress.

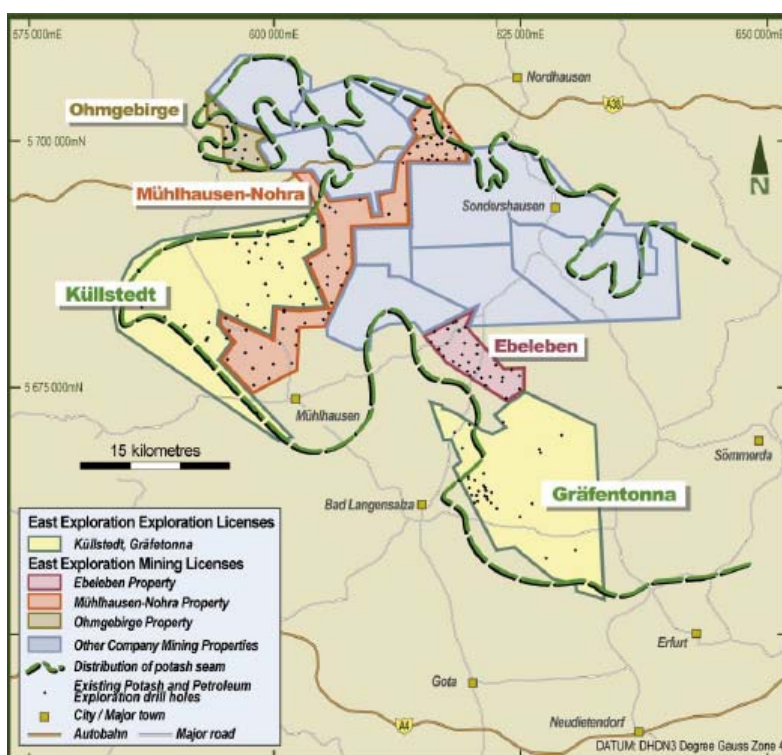


Figure 2: Location of Davenport mining and exploration licences

LAKE SEABROOK

Lake Seabrook consists of 5 exploration licences covering a Salt Lake close to the Koolyanobbing iron ore mining area, straddling the Perth to Kalgoorlie rail-line (figure 3). Lake Seabrook is a large paleovalley salt lake that overlies a basement of granite and greenstone rocks of Archaean age.

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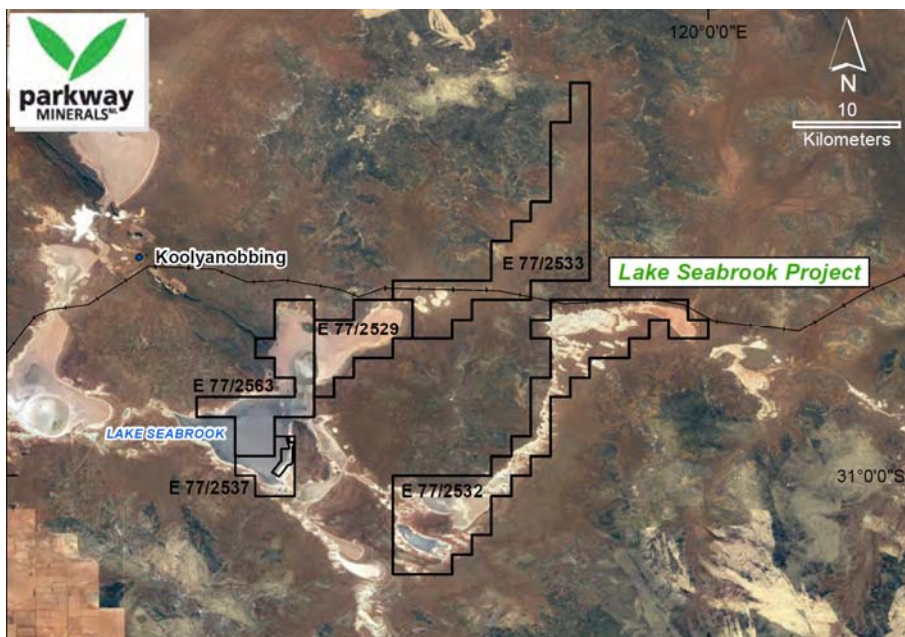


Figure 3: Lake Seabrook exploration licences

A sampling programme was conducted on the lake from a traverse across the centre (refer ASX release [11 June 2019](#)). Brine samples were taken from shallow holes on the surface of the lake and assayed for potassium (K). Figure 4 shows the sample location and brine assay. A peak assay of 4.2 gm/litre was considered encouraging.

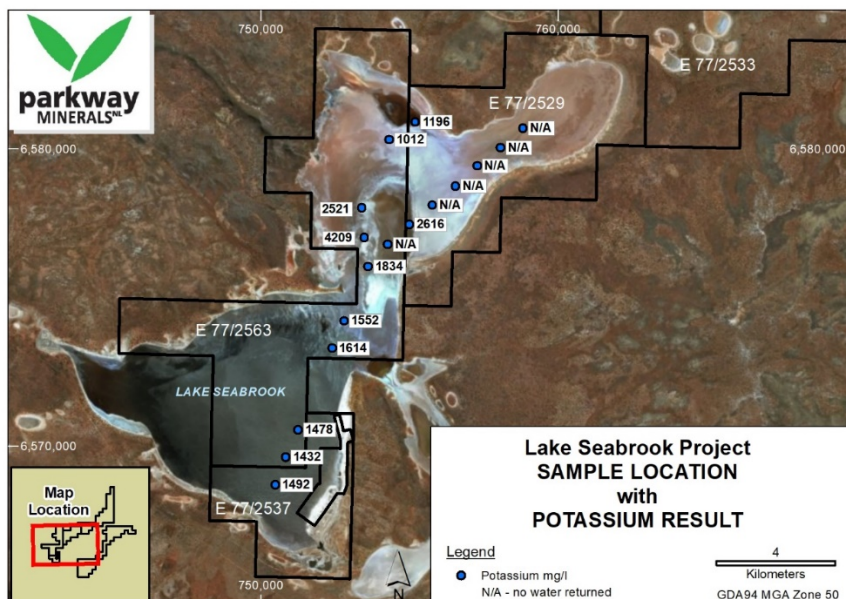


Figure 4: Lake Seabrook assay values

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DANDARAGAN TROUGH PROJECT

Parkway holds 100% of the Dinner Hill Potash and Phosphate Deposit, located some 200km north of Perth in Western Australia, (Figure 5). Dinner Hill forms part of the larger Dandaragan Trough Project (DTP), where Parkway holds over 100km² of exploration tenure. Sedimentary sequences within the trough contain glauconite, a potash rich mica, and phosphate nodules. The objective is to produce phosphate and sulphate of potash fertilisers and a range of valuable by-products from the phosphate and glauconite present within the sediments of the Dandaragan Trough. The Dinner Hill Project covers some 40 km² within the DTP.

The DTP has unique advantages of excellent connectivity to transport facilities, infrastructure and proximity to local and regional markets. It is located within an easy drive from Perth, and is less than 200km from two major bulk export ports, Kwinana and Geraldton. It is well situated in relation to major project infrastructure, and significant local and regional markets for its products.

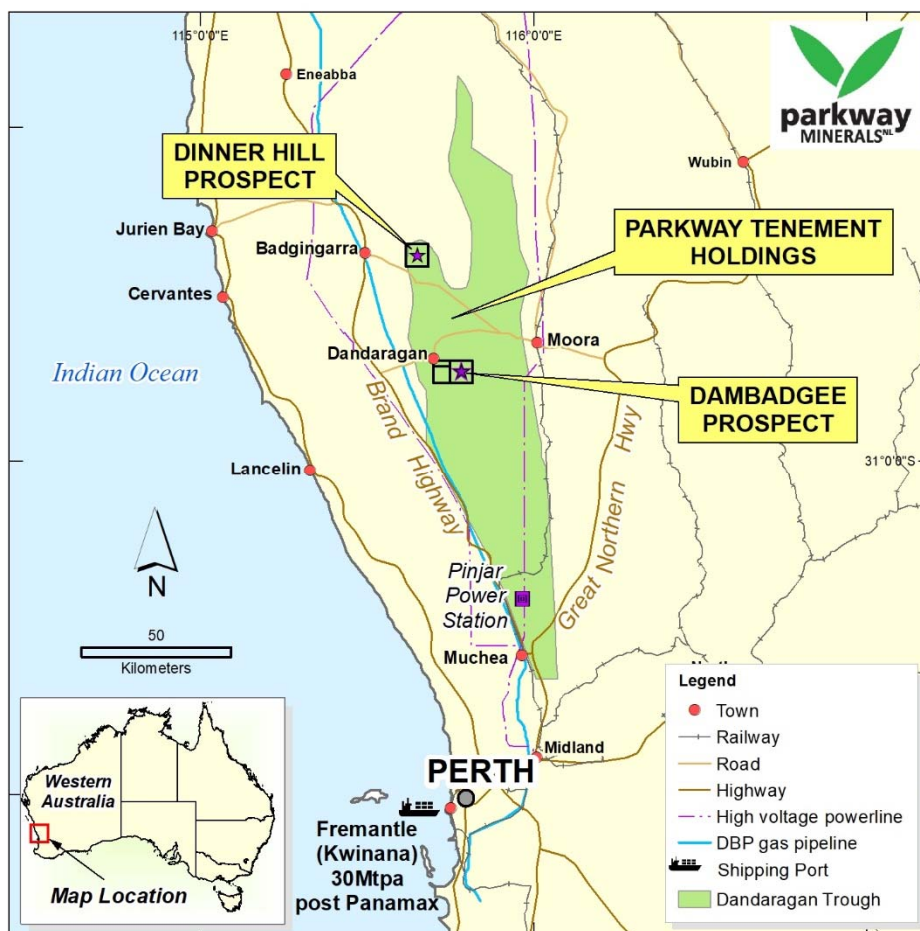


Figure 5: Location plan, Dandaragan Trough Project

Dinner Hill Resource Statement

The resources for the Dinner Hill project were recalculated and reported to ASX on [26 September 2017](#). The resources cover an area of approximately 40 km² and are shown in table 1.

DINNER HILL RESOURCE**Table1 Dinner Hill Deposit: Resource Summary**

Resource	Category	Tonnes (Mt)	P ₂ O ₅ (%)	K ₂ O (%)
Phosphate	Indicated	160	2.45	
	Inferred	470	1.7	
	Total	630	1.85	
Potash				
Potash Resources included within the Phosphate Resource area	Indicated	160		4.2
	Inferred	470		4.4
	Total	630		4.4
Potash Resource outside the Phosphate Resource area	Indicated	50		2.65
	Inferred	230		2.6
	Total	280		2.6
Total Potash Resources	Indicated	210		3.8
	Inferred	700		3.8
	Totals	910		3.8

Note: Totals may differ from sum of individual items due to rounding

SHAREHOLDINGS

Parkway owns shares in the following ASX listed Companies:

Lithium Australia (ASX: LIT)	6.47 M
Davenport (ASX: DAV)	44.3 M

CORPORATE

Parkway monitors activities and opportunities that may be relevant to the Company's objectives. This may include expanding or changing the scope of existing projects or engaging with third parties on other projects. If a proposal advances, details would be announced in accordance with the Company's continuous disclosure obligations.

ANNOUNCEMENTS

The following ASX announcements were made during the quarter:

1 Jun 2019	Lake Seabrook Project Returns Encouraging Potash Values
18 Apr 2019	Quarterly Activities and Cashflow Report

The following ASX announcements were made subsequent to the end of the quarter:

23 July 2019	Appendix 3B, issue of shares
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CASH ON HAND

At 30 June 2019, \$0.14 million cash and \$ 0.4 million of liquid assets was available.

For further information contact:

Parkway Minerals NL:

Patrick McManus

Managing Director

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Competent Person's Statement:**Dandaragan Trough Project**

Information in this announcement that relate to Mineral Resources, are based on, and fairly represent, the Mineral Resource and supporting documentation extracted from the reports which have been prepared by a Competent Person in compliance with the JORC Code (2012) and released to ASX by the Company on [26 September 2017](#) and [28 September 2017](#). Parkway Minerals confirms that it is not aware of any new information or data that materially affect the information included in the original announcements. All material assumptions and technical parameters underpinning the Mineral Resource estimate in those previous ASX releases continue to apply and have not materially changed. The Company further confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Details of Mining Tenements at 31st June 2019, ASX Listing Rule 5.3.3

Australian Project

Tenement ID	Name	Location	State	Interest
E70/3987	Dinner Hill	Dandaragan	WA	100%
E70/4137	Jam Hill	Dandaragan	WA	100%
E70/4609	Dandaragan	Dandaragan	WA	100%
E70/5102	Dandaragan	Dandaragan	WA	100%
E77/2529	Lake Seabrook	Lake Seabrook	WA	100%
E77/2532	Lake Seabrook South	Lake Seabrook	WA	100%
E77/2533	Lake Seabrook North	Lake Seabrook	WA	100%
E77/2537	Lake Seabrook	Lake Seabrook	WA	100%
E77/2563	Lake Seabrook	Lake Seabrook	WA	100%

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix & Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Parkway Minerals NL

ABN

62 147 346 334

Quarter ended ("current quarter")

30 June 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	22	132
1.2 Payments for		
(a) exploration & evaluation	(72)	(548)
(b) development		
(c) production		
(d) staff costs	(71)	(268)
(e) administration and corporate costs	(138)	(512)
1.3 Dividends received (see note 3)		
1.4 Interest received	-	5
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development refunds	-	70
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(259)	(1,121)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(3)	(3)
(b) tenements (see item 10)	-	-
(c) investments		
(d) other non-current assets		

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)		
	(c) investments	16	52
	(d) 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	13	49
3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	69
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options		
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (Equity Raising Costs)	-	(22)
3.10	Net cash from / (used in) financing activities	-	47
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	386	1,165
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(259)	(1,121)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	13	49
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	47
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	140	140

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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	120	366
5.2 Call deposits	20	20
5.3 Bank overdrafts		
5.4 Other (provide details)		
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	140	386

6. Payments to directors of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	71
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Item 1.23 relates to Directors Remuneration, Directors Fees and Superannuation Contributions.

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

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Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities		
8.2 Credit standby arrangements		
8.3 Other (sale of liquid investments)	400	
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	50
9.2 Development	
9.3 Production	
9.4 Staff costs	75
9.5 Administration and corporate costs	90
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	215

10. 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
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	E70/4138	SURRENDER	100%	0%
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

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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.

Sign here:

(Director/~~Company secretary~~)

Date: 31 July 2019

Print name: Patrick McManus

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.