

30 May 2018

**FOR IMMEDIATE RELEASE**

**ANNOUNCEMENT BY NEW TALISMAN GOLD MINES LIMITED [ASX, NZSX: NTL]**

**Preliminary Announcement – Full Year Results**

	<b>Current Reporting Period</b> <b>31 March 2018</b> <b>(12 months)</b>	<b>Previous Reporting Period</b> <b>31 March 2017</b> <b>(12 months)</b>	<b>Change</b> <b>%</b>
	\$	\$	
Revenue for ordinary activities	128,597	21,571	496%
Loss from ordinary activities attributable to members of the listed issuer	1,005,468	751,338	34%

No dividend attributed to this period.

Tenement expenditure for the reporting period was \$1,794,386 compared to \$553,210 in the previous reporting period. No exploration expenditure was written off during the current reporting period (last year \$9,950).

At the end of the year the Company had a cash balance of \$4,828,750

**HIGHLIGHTS OF THE YEAR**

- During the year NTL acquired the shares in Newcrest New Zealand Pty Ltd (renamed Rahu Resources Pty Ltd) which holds the Rahu exploration permit giving 100% control of the permit back to the NTL group.
- Refurbishment of the underground workings progressed more than 700m into the mine.
- Ore extraction from the Talisman mine commenced during the period under review.
- Compressed air system installed and commissioned along with the water reticulation system
- Pre-feasibility study update and scoping study nearing final with review and valuation currently being undertaken by Geos mining
- Resources at the Talisman mine were increased from 204,000 ounces to more than 469,000 ounces with grades increased by 94% from the 2004 resource estimate.
- Completions of underground concentrator design and metallurgical testwork studies resulted in similar recoveries of gold to that treated at Waihi Plant without any hazardous chemicals.
- The company completed a successful SPP raising just under \$2 million to further the development of the Talisman and Rahu mining projects.

**SUMMARY**

During the year the company invested significant funds to commence mining activities at Talisman and following site installation the company significantly advanced the Talisman mine both in resources and underground mine developments. Underground works have now progressed more than 730m into the mine opening up both Mystery and Dubbo accessways with ongoing work at Dubbo continuing.

Following the AGM late in 2017 the company completed both metallurgical test work on Talisman ore which identified a concentration option allowing recoveries of ore without the use of any hazardous chemicals.

Works currently underway will allow for both explosives and underground equipment to commence higher levels of extraction

From a financial perspective whilst the Profit and Loss statement is currently showing a loss, the company has developed further into the mine than any company since 1992 and has delivered significant value to shareholders in resource upgrades a revised prefeasibility study currently being reviewed by Geos mining and a scoping study on Talisman deeps. It is expected upon completion of the review and valuation the asset values will change considerably and will be adopted into the full accounts.

The company's market capitalisation grew by over 30% during the year.

<b><u>Consolidated Statement of Comprehensive Income</u></b>	<b>Reporting Period 31 March 2018</b>	<b>Previous Reporting Period 31 March 2017</b>
	<b>\$</b>	<b>\$</b>
Revenue	128,597	21,571
Total revenue	<u>128,597</u>	<u>21,571</u>
Audit fees	33,846	35,030
Capital Loss on Disposal of Investments	-	284,361
Depreciation	23,084	2,549
Director fees	170,000	143,560
Foreign exchange loss/(gain)	10,274	17,946
Fair Value of Investments Movement	(38,461)	(385,693)
Rent and leasing	24,248	19,454
Operating expenses	<u>911,074</u>	<u>645,752</u>
Total operating expenses	<u>1,134,065</u>	<u>762,959</u>
Loss from operations	<u>1,005,468</u>	<u>741,388</u>
Exploration Costs written off	-	9,950
Other Comprehensive Income	<u>8,137</u>	<u>-</u>
Net deficit attributable to members	<u>997,331</u>	<u>751,338</u>
<b>Earnings per share</b>		
Basic earnings/(loss) per share	(0.05) cents	(0.04) cents
Diluted earnings/(loss) per share	(0.05) cents	(0.04) cents

<b><u>Consolidated Statement of Financial Position</u></b>	<b>Reporting Period 31 March 2018 \$</b>	<b>Reporting Period 31 March 2017 \$</b>
Cash	4,828,750	5,754,398
Receivables and prepayments	116,229	53,790
Advances to related parties	-	-
Current assets	<u>4,944,979</u>	<u>5,808,188</u>
Property, plant & equipment	89,677	12,761
Assets Under Construction	9,638,268	7,843,882
Intangible assets (prospecting expenditure)	19,637	11,637
Investments	55,998	17,538
Non-current assets	<u>9,803,580</u>	<u>7,885,818</u>
Total assets	<u>14,748,559</u>	<u>13,694,006</u>
Payables	195,584	103,866
Other	20,618	49,973
Employee entitlements	21,330	30,147
Total Current liabilities	<u>237,532</u>	<u>183,986</u>
Total Non-Current liabilities	<u>17,795</u>	<u>-</u>
Total liabilities	<u>255,327</u>	<u>183,986</u>
Capital	34,590,849	35,164,939
Reserves	-	335,341
Retained profit/(loss)	(20,097,617)	(21,990,260)
Total equity	<u>14,493,232</u>	<u>13,510,020</u>
Total Equity and Liabilities	<u>14,493,232</u>	<u>13,694,006</u>
<b>Net tangible assets per security</b>		
Net tangible assets	14,473,595	13,498,383
Net tangible assets per security	0.67 cent	0.80 cent

<b><u>Consolidated Statement of Cash Flows</u></b>	<b>Reporting Period 31 March 2018</b>	<b>Reporting Period 31 March 2017</b>
	<b>\$</b>	<b>\$</b>
Cash flows relating to operating activities		
Cash inflows	128,597	16,231
Cash outflows	(1,175,496)	(839,006)
Net operating cash flows	<u>(1,046,899)</u>	<u>(822,775)</u>
Cash flows relating to investing activities		
Cash inflows	-	293,684
Cash outflows	(1,794,385)	(579,339)
Net investing cash flows	<u>(1,794,385)</u>	<u>(285,655)</u>
Cash flows relating to financial activities		
Cash inflows	1,925,910	6,422,986
Cash outflows	-	-
Net financing cash flows	<u>1,925,910</u>	<u>6,422,986</u>
Net increase/(decrease) in cash held	(915,374)	5,314,556
Cash at beginning of period	5,754,398	456,181
Exchange rate gain/(loss)	(10,274)	(16,339)
Cash at end of period	<u>4,828,750</u>	<u>5,754,398</u>
<b><u>Consolidated Statement of Changes in Equity</u></b>	<b>Reporting Period 31 March 2018</b>	<b>Reporting Period 31 March 2017</b>
	<b>\$</b>	<b>\$</b>
Equity at start of period	13,559,993	7,888,345
Net profit / (loss)	(997,331)	(701,365)
Shares issued	1,925,910	6,373,013
Prior Period Adjustment	4,660	-
Equity at end of period	<u>14,493,232</u>	<u>13,559,993</u>

These annual financial statements are subject to completion of the audit.

No dividends or distributions were paid or are planned.

All statements are prepared in accordance with New Zealand equivalents to International Financial Reporting Standards.

There are no accounting policies which the directors believe are critical to the portrayal of New Talisman's financial condition and results which require the directors to make judgements and estimates about matters that are inherently uncertain.

All accounting policies have been applied on bases consistent with those used in previous years.

#### **About New Talisman Gold Mines Ltd**

New Talisman Gold is a dual listed (NZX & ASX: NTL) leading New Zealand minerals development company with approximately 2,000 shareholders who are mainly from Australia and New Zealand.

The company's flagship asset the Talisman mine holds a JORC compliant mineral resource, a JORC compliant reserve and has been granted resource consents and access arrangements for the initial phase of the project. The company is currently initiating bulk sampling at Talisman and continues to advance the development of the mine. New Talisman's wholly owned subsidiary Coromandel Gold Limited holds a portfolio of highly prospective mineral interests and gold properties in the Hauraki District of New Zealand.

New Talisman Gold Mines Limited purchased an Australian subsidiary company which held the exploration permit for the Rahu tenement. New Talisman Gold Mines Limited now has control and direction over the mining activities relating to the Rahu tenement.

More about New Talisman Gold at [www.newtalisman.co.nz](http://www.newtalisman.co.nz)