



30 April, 2020

Quarterly Activities Report **for the 3 Months Ended 31 March, 2020**

Highlights

- **Strong results from RC drilling designed to test Gimlet mineralisation plunge at depth**
- **Results include 10m @ 3 g/t Au from 195 m and 5m @ 3.6 g/t Au from 150m**
- **FAU's ongoing exploration program on temporary hold due to COVID-19 restrictions**

On 4 March, 2020 the Company announced *"RC Drilling at Gimlet Supports Continued Mineralisation with Depth"* with strong assay results reported from two RC drill holes at its flagship Gimlet gold project near Kalgoorlie.

The drilling was designed to test whether the mineralisation at Gimlet, which has a JORC Inferred Resource of **69, 000oz** (*refer to ASX release dated 7 May 2019*): 1) extends with depth; and 2) whether any potential plunge component to the mineralised system can be identified.

The drilling returned results including **10m @ 3.1 g/t Au** (from 195m) and **5m @ 3.6 g/t Au** (from 150m). While the drilling from this RC program is not entirely complete, preliminary interpretation suggests a southerly plunge to the mineralised system. It is hoped the results from the next part of this RC program will further strengthen this hypothesis.

The information gained from this staged RC program will assist in the planning of the West Australian Government Exploration Incentive Scheme (EIS) co-funding granted recently to FAU for diamond drilling, which is targeting mineralisation below 450m (*refer to ASX release dated 27 November 2019*). A successful gold intersection in this planned diamond drill hole would support evidence that the Teal-Gimlet mineralised corridor has the potential to be a major gold camp in the Eastern Goldfields (Figure 1). This would be the deepest hole in the area and suggest mineralisation persists with depth.

Details of RC Drilling at Gimlet

The Company completed four RC holes for a total 978 m. Two holes intersected Au mineralisation, with assays results as follows:

- Drillhole 20GRC002 – **10m @ 3.1 g/t Au** from 195 m
- Drillhole 20GRC004 – **1 m @ 2.5 g/t Au** from 127m
 - **5m @ 3.6 g/t Au** from 150m
 - **1m @ 3.2 g/t Au** from 174m

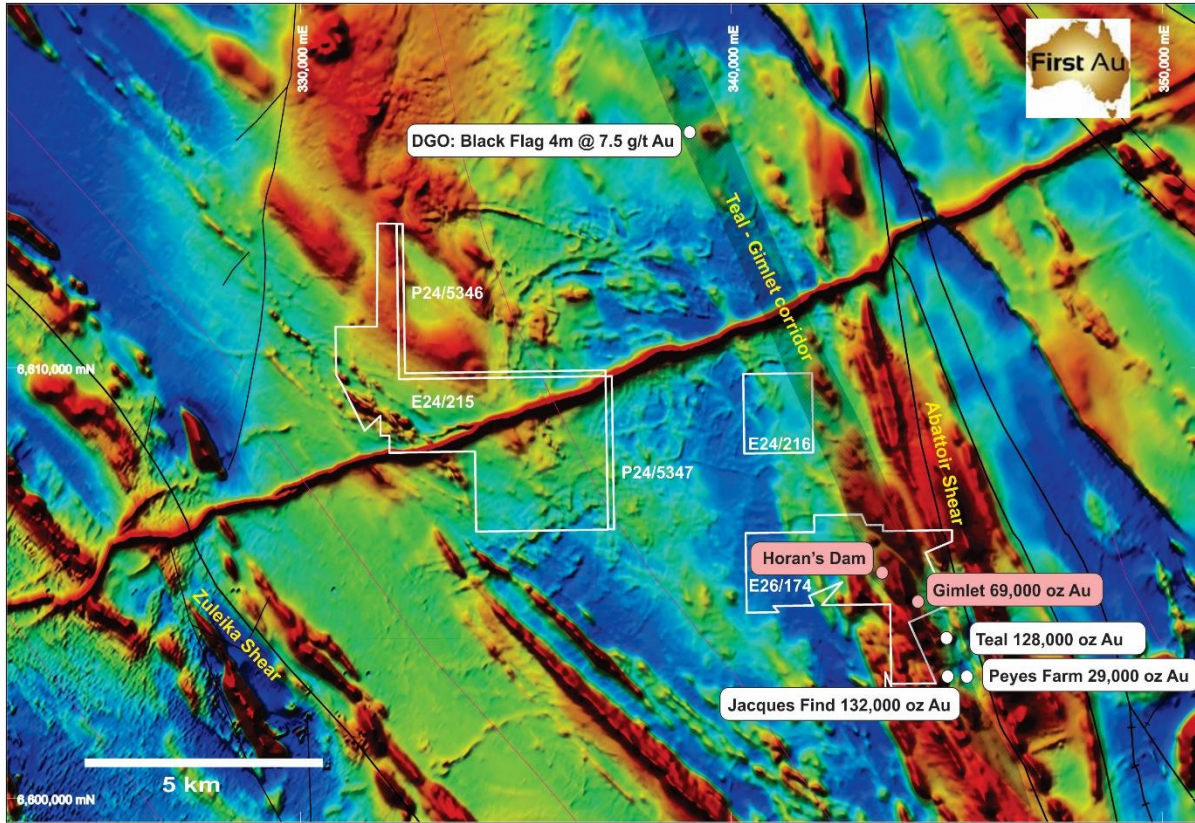


Figure 1. TMI image with FAU tenements overlain. Also outlined are deposits / prospects located along the Teal-Gimlet mineralised corridor.

The four drillholes (Figure 2) were drilled to target high grade extensions to mineralisation and to test any potential plunge component (Figures 3-5). Drillholes 20GRC002 and 20GRC004 both intersected mineralisation typical to what has been observed in previous drilling. Interpretation in section shows the mineralised shear appears near vertical in orientation (Figures 4 and 5). The assay results and geology from these two drillholes indicate the mineralising system is still open at depth. Observation of the cuttings from these two RC holes shows evidence of sheared and altered intermediate volcanic rock containing disseminated and stringer phases of sulphides, as well as quartz and carbonate veinlets. Pyrite and arsenopyrite appear to be the dominant sulphide phase. Cuttings from Drillhole 20GRC001 also showed similar altered, sulphides and sheared intermediate volcanic (as seen in Drillholes 20GRC002 and 20GRC004) over a ~ 30m interval but showed no gold mineralisation. The position of this hole and 20GR003 (that also failed to intersect mineralisation), depicts the northern boundary of an interpreted series of southern plunging lodes (Figure 3).

Collar details of the RC holes are reported in Table 1 below, and additional information is provided in the JORC Table 1 within the Appendix.

Table 1: Recent RC drill hole locations at Gimlet

| Hole ID | Easting# | Northing# | RL (m) | Max_depth (m) | Dip | Azimuth |
|----------|----------|-----------|--------|---------------|-----|---------|
| 20GRC001 | 344201 | 6604522 | 348 | 244 | -60 | 065 |
| 20GRC002 | 344243 | 6604480 | 347 | 220 | -60 | 065 |
| 20GRC003 | 344259 | 6604438 | 347 | 282 | -60 | 065 |
| 20GRC004 | 344329 | 6604386 | 347 | 232 | -60 | 065 |

#Coordinates - # MGA94 Z51 (see JORC table for further details)

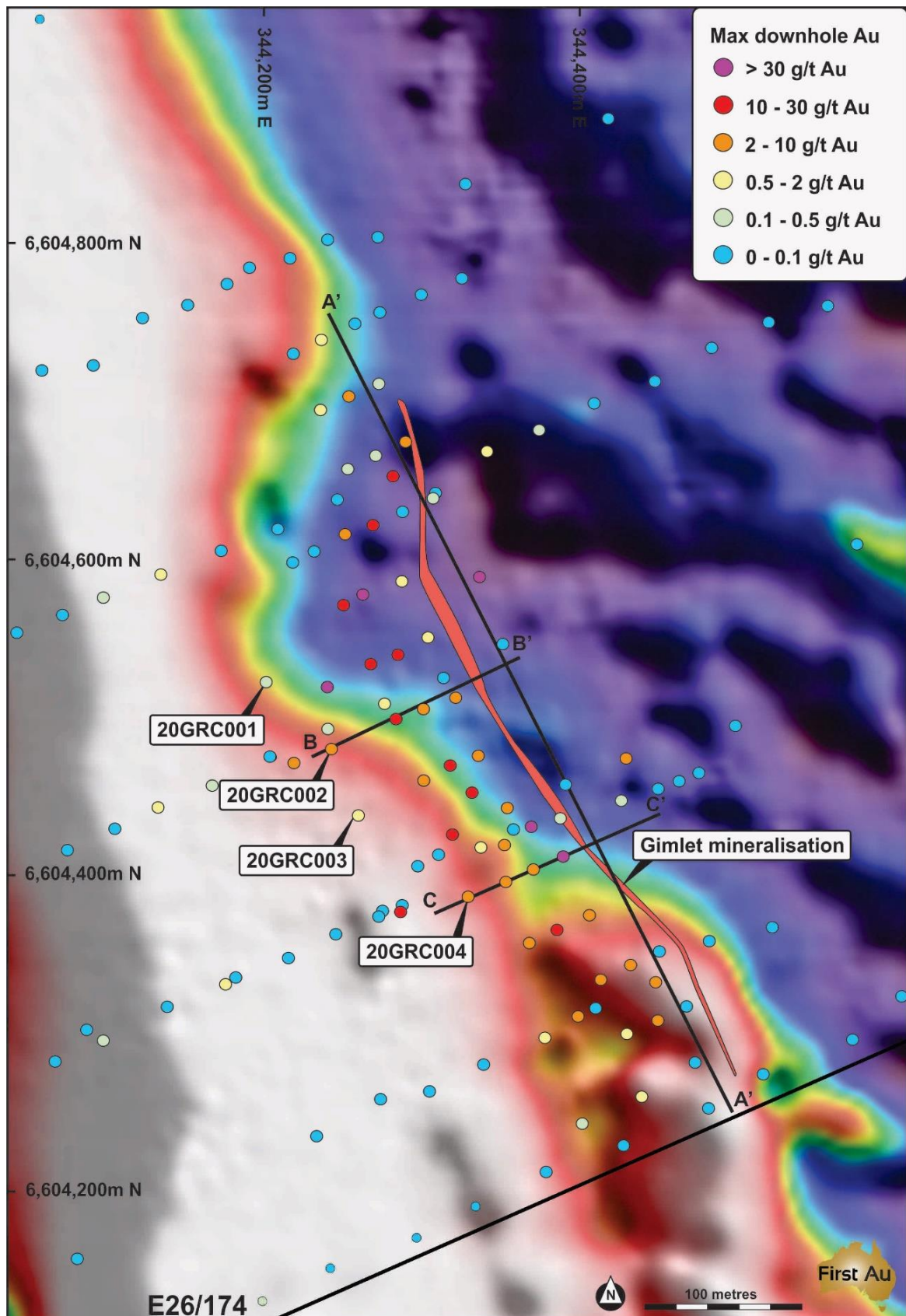


Figure 2. Plan view of the various drill campaigns at the Gimlet Mineralised Zone. Also outlined is the lode mineralisation projected to surface and locations of new diamond intersections. Note cross / long section locations for Figures 3,4 and 5.

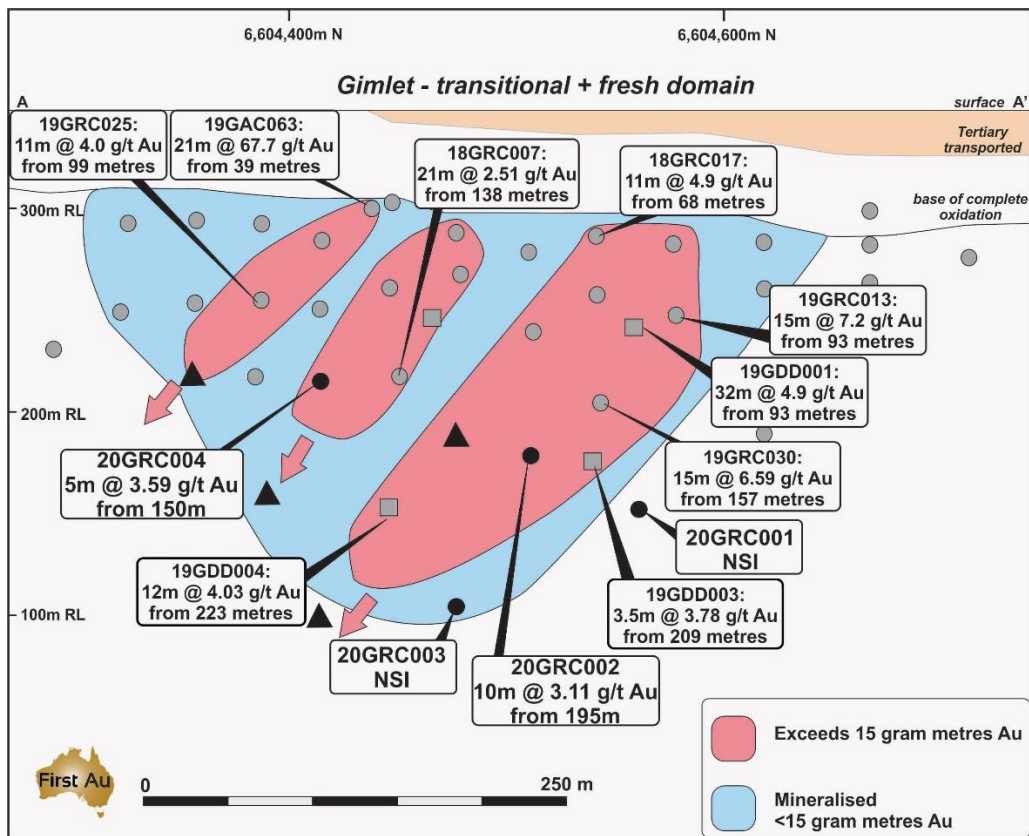


Figure 3. Long Section at Gimlet (see A-A' in Figure 2 for location) showing potential plunging lodes exceeding 15 gram metres, and depicting piece points of new RC drilling (black dots). Also see new RC drilling locations for in the current program (black triangles). Note mineralisation is open with depth (Drilling results in this figure were announced to the ASX on the 8th March 2019, 28th May 2019, and 28th October 2019)

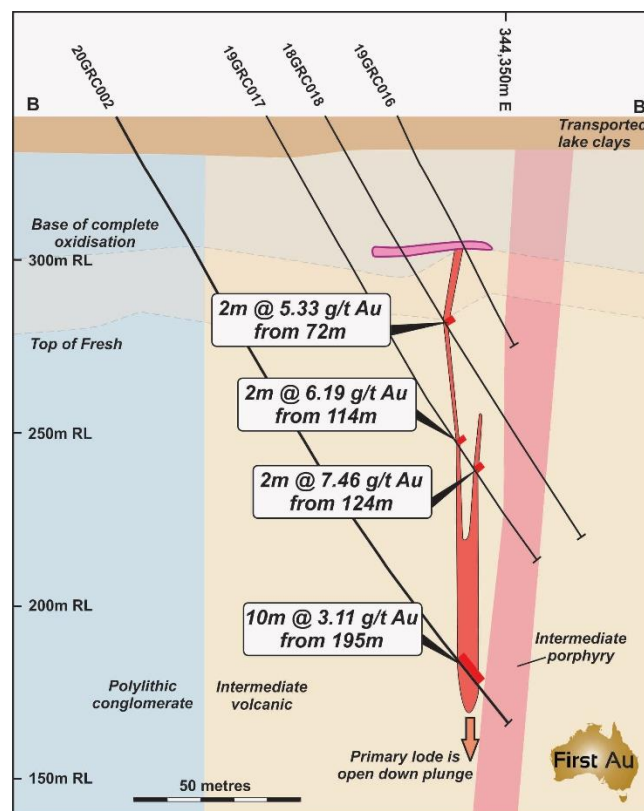


Figure 4. Drilling Cross Section depicting 20GRC002 (see B-B' in Figure 1 for location)

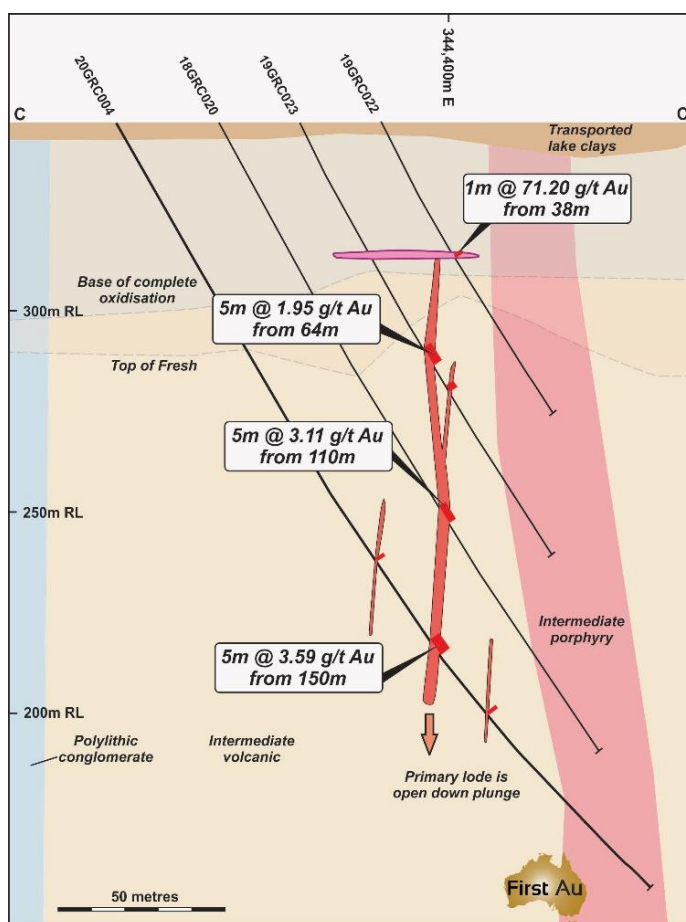


Figure 5. Drilling Cross Section depicting 20GRC004 (see C-C' in Figure 1 for location)

Proposed RC Drilling Temporarily Deferred

A further ~1000m of RC drilling program around Gimlet, which was proposed to commence during April, has now been temporarily deferred as a result of the current restriction imposed by compliance with the COVID-19 restrictions. This drilling is proposed to further test the potential plunge component to the mineralisation (see Figure 3) and assist in siting the deep diamond hole also planned. Once current restrictions have been lifted and the RC program is complete, the company will assess whether to upgrade the JORC Resource and examine the open pit mining potential.

Additional Tenure around Gimlet

During the quarter FAU had additional tenure granted around the Gimlet Project. This increased footprint included: 1) two prospecting licences P24/5346 and P24/5347, which adjoin the White Flag Tenement EL24/215, and; 2) a new exploration license E24/216, which occurs to the north of the Gimlet tenement and encompasses part of the interpreted Teal-Gimlet corridor (Figure 1). Work has begun compiling historic data and a field visit is planned as soon as conditions permit. Work also continues around the granting of mining lease application M26/849, which is situated over the Gimlet Resource.

East Pilbara Projects

The Company's East Pilbara Projects comprise the Talga and the Tambina gold and/or base metals projects. All tenements are in good standing. No field work was completed during the quarter with activities restricted to reporting, data compilation and assessment.

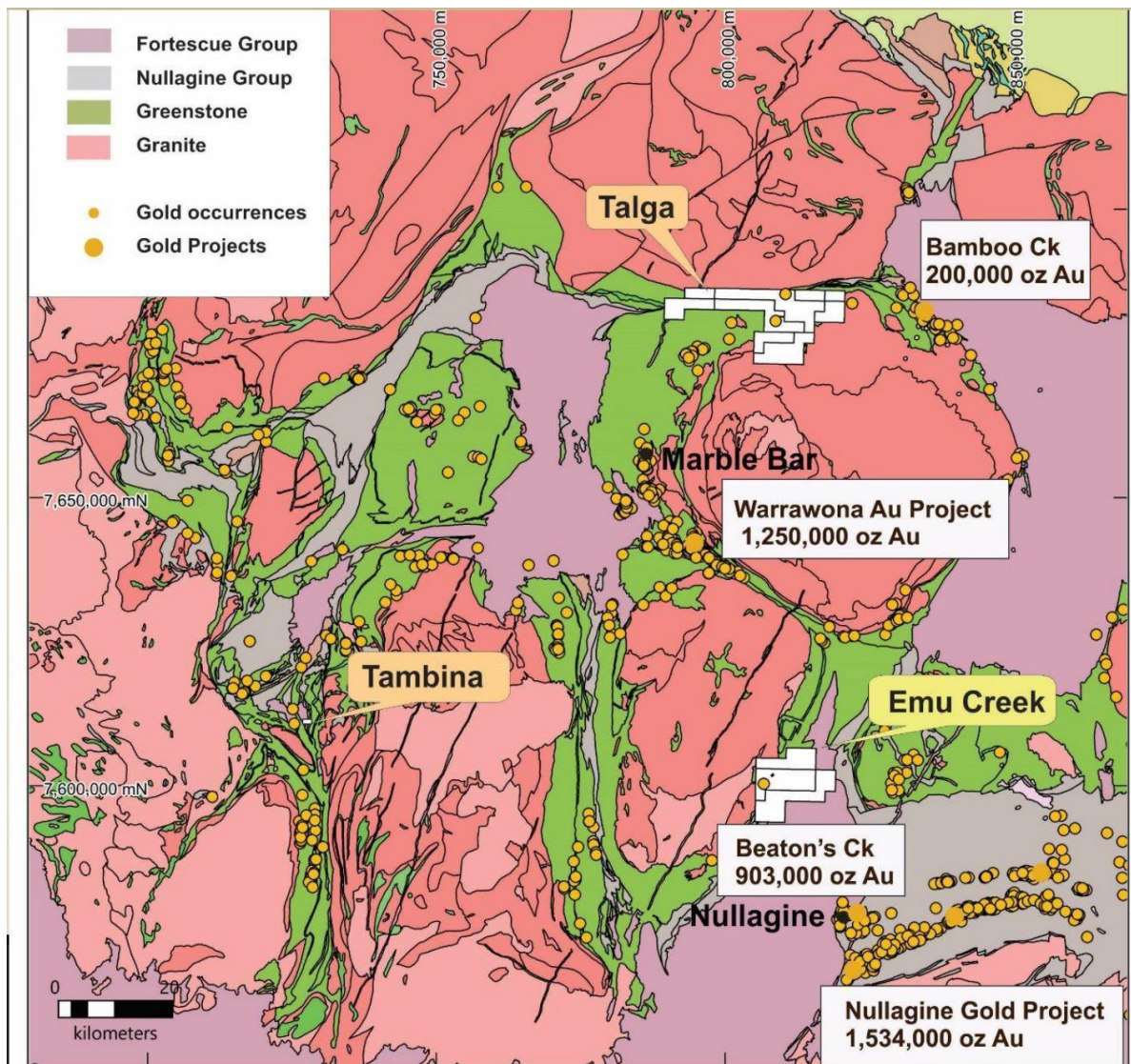


Figure 6. Regional Geology Map

COVID-19: Effects on Mining and Exploration

FAU, like other companies operating in the mining and exploration industry, has taken appropriate measures to ensure that its management and consultants adhere to best practise guidelines in respect to the Company's ongoing exploration activities. As a result, planned exploration programs have been temporarily deferred until such time as current restrictions have been lifted and field work is able to resume. It should be noted that the Western Australian government has taken steps to waive minimum expenditure requirements in respect to tenement expenditure. Whilst the timing to recommence field activities is unknown at this stage the Company is continuing to evaluate its existing data and is plan for the recommencement of field work once current restrictions allow.

About Gimlet

The FAU 100% owned Gimlet Project occurs 15 km NW of Kalgoorlie, Western Australia (Figure 6). The tenement (EL26/174 and application M26/849) occupies 9.6 km² in area and adjoins the tenements of Horizon Minerals Limited (ASX: HZR) in the south, containing the Teal, Jacques Find and Peyes gold deposits (289,000 oz Au). In addition, the Company recently entered an option agreement to explore the prospective White Flag tenement EL24/215, which lies ~4km WNW of the Gimlet tenement (refer to ASX release dated 9th July 2019). It is also within close trucking distance of five gold mills within the Kalgoorlie area, with several offering the toll treatment of ore to third parties

(Figure 6). The geology in the tenement is prospective for gold, dominated by metamorphosed felsic and intermediate volcanic rocks of Black Flag Group of the Kalgoorlie Terrane, Yilgarn Craton. This Archean geology is overlain by Cainozoic sediments, including some areas covered with salt lakes, which has previously inhibited the effectiveness of some of the historic exploration.

| Apr-19 Inferred MRE | Tonnes | Grade (g/t Au) | Ounces |
|---------------------|----------------|----------------|---------------|
| Oxide | 75,000 | 3.3 | 8,000 |
| Transitional | 66,000 | 3.0 | 6,000 |
| Fresh | 502,000 | 3.4 | 54,000 |
| Total | 642,000 | 3.3 | 69,000 |

Table 2: April 2019 MRE using 1.3g/t (open cut) and 3 g/t (underground) cut-off

All figures rounded to reflect appropriate level of confidence (apparent differences may occur due to rounding)

The information in this ASX Release that relates to the Company's Mineral Resources estimates is extracted from and was originally reported in the Company's ASX announcements "Maiden JORC Resource at Gimlet" dated 7 May 2019, which is available at www.asx.com.au the competent person being Mr. Andrew Bewsher of BM Geological Services. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in those announcements continue to apply and have not materially changed. The Company confirms that the form and context of the Competent Person's findings in relation to those Mineral Resources estimates as presented have not been materially modified from the original market announcements.

The information in this ASX Release that relates to Exploration Results is extracted from the following reports which are all available at www.asx.com.au.

- 18th March, 2019, "RC Drilling intersects significant Lode Gold mineralisation at Gimlet, Dr Gavin England competent person
- 28th May, 2019, "Outstanding Diamond Core drilling results for Gimlet Gold Project, Kalgoorlie", Dr Gavin England competent person
- 30th August, 2019, "Gimlet Exploration Update", Dr Gavin England competent person.
- 28th October, 2019, "Gimlet Mineralisation Continues with Depth", Dr Gavin England competent person.
- 4th March, 2020, "RC Drilling at Gimlet Supports Continued Mineralisation with Depth", Dr Gavin England competent person.

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 of the respective competent persons' findings in relation to those reports are presented have not been materially modified from the original market announcements.

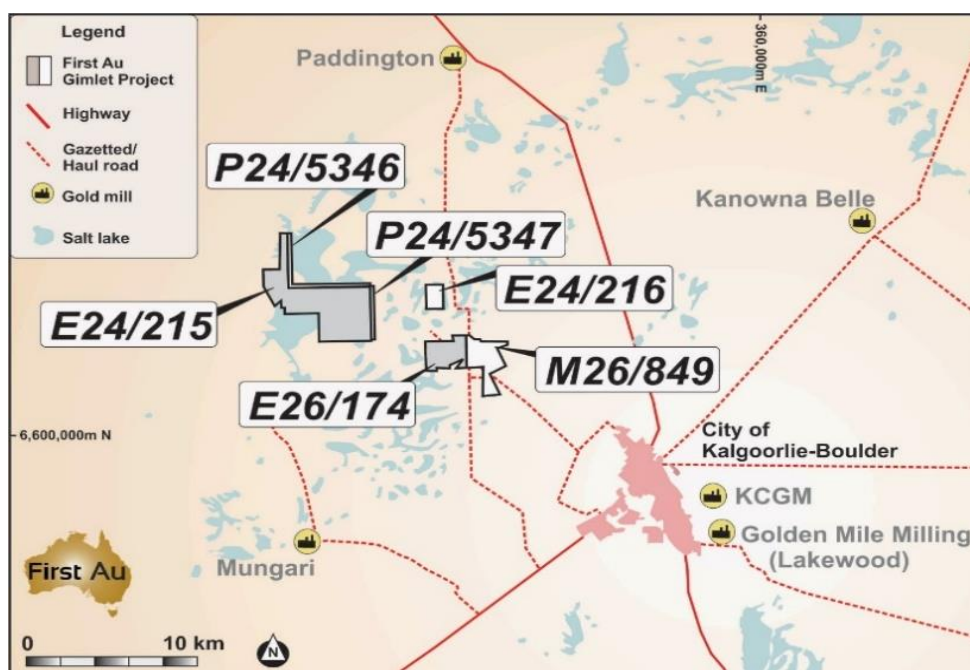


Figure 7: Location map of the Gimlet Gold Project, near Kalgoorlie

Financial Analysis of selected items within Appendix 5B:

Aggregate amount of payments to related parties and their associates included in item 6.1 of Appendix 5B for the quarter ended 31 March 2020: \$122,500

Comprising:

Directors Services: \$62,500

CEO Services: \$30,000

Consulting services by a Director on normal commercial terms: \$30,000

By the Board



Bryan Frost
Executive Chairman

About First Au: First Au is an advanced gold and base metals exploration company listed on the Australian Securities Exchange (ASX: FAU) and is pursuing a well-funded and aggressive exploration program at its 100% owned Gimlet Gold project near Kalgoorlie and its Talga and Tambina and Projects in the Eastern Pilbara region of Western Australia.

Enquiries in relation to this announcement please contact either:

| | | |
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Competent Persons Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Dr Gavin England, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geosciences. Dr England is a consultant to First Au Limited. Dr England has sufficient experience that 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'. Dr England consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Interests in Mining Tenements:

Quarter ended 31 March 2020

| Tenements | Location | Held at end of quarter | Acquired during the quarter | Disposed during the quarter |
|--|--|--|---------------------------------|---------------------------------|
| E26/174 M26/849 P24/5346 P24/5347 | Gimlet Kalgoorlie Region Western Australia | 100% 100% 100% 100% | - - - - | - - - - |
| E45/3679 E45/3857 E45/4615 E45/4137 E45/5571 E45/5595 E45/5596 | Talga Pilbara Region Western Australia | 100% 100% 100% 100% 100% 100% 100% | - - - - - - - | - - - - - - - |
| M45/990 M45/991 M45/988 | Tambina Pilbara Region Western Australia | 20% 20% 20% | - - - | - - - |
| E24/216 E24/215 | White Flag Kalgoorlie Region Western Australia | 100% Option to acquire up to 85% interest | - - | - - |