



Update Summary

Entity name

FIREFLY RESOURCES LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

Tuesday June 30, 2020

Reason for update to a previous announcement

Changes to the Entitlement Offer timetable and Part 3E of this form.

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

FIREFLY RESOURCES LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

ABN

Registration Number

84118522124

1.3 ASX issuer code

FFR

1.4 The announcement is

Update/amendment to previous announcement

1.4a Reason for update to a previous announcement

Changes to the Entitlement Offer timetable and Part 3E of this form.

1.4b Date of previous announcement(s) to this update

Wednesday June 24, 2020

1.5 Date of this announcement

Tuesday June 30, 2020

1.6 The Proposed issue is:

A standard +pro rata issue (non-renounceable or renounceable)

1.6a The proposed standard +pro rata issue is:

+ Non-renounceable



Part 3 - Details of proposed entitlement offer issue

Part 3A - Conditions

3A.1 - Are any of the following approvals required for the entitlement offer to be unconditional?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

No

Part 3B - Offer details

Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued

ASX +Security Code and Description

FFR : ORDINARY FULLY PAID

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

No

If the entity has quoted company options, do the terms entitle option holders to participate on exercise?

No

Details of +securities proposed to be issued

ASX +Security Code and Description

FFR : ORDINARY FULLY PAID

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Offer ratio (ratio to existing holdings at which the proposed +securities will be issued)

The quantity of additional +securities to be issued

3

For a given quantity of +securities held

7



What will be done with fractional entitlements?

Fractions rounded down to the nearest whole number or fractions disregarded

Maximum Number of +securities proposed to be issued

34,262,080

Reason for the update of 'Maximum Number of +securities proposed to be issued'

N/A

Purpose of the issue

Pro-rata non-renounceable entitlement issue to Eligible Shareholders. Completion of the entitlement offer will result in an increase in cash at hand of approximately \$1.03 million (assuming the offer is fully subscribed and before payment of costs).

Offer price details for retail security holders

Issue Currency

AUD - Australian Dollar

Offer Price per +security

AUD 0.03000

Estimated or Actual?

Actual

Oversubscription & Scale back details

Are +security holders allowed to oversubscribe?

No

May a scale back be applied to this event?

No

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

Yes

Part 3C - Timetable

3C.1 +Record date

Friday July 3, 2020

3C.2 Ex date

Thursday July 2, 2020

3C.4 Record date

Friday July 3, 2020

3C.5 Date on which offer documents will be sent to +security holders entitled to participate in the +pro rata issue

Wednesday July 8, 2020



3C.6 Offer closing date

Monday August 3, 2020

3C.7 Last day to extend the offer closing date

Wednesday July 29, 2020

3C.9 Trading in new +securities commences on a deferred settlement basis

Tuesday August 4, 2020

3C.10 Last day for entity to announce the results of the offer to ASX, including the number and percentage of +securities taken up by existing +security holders and any shortfall taken up by underwriters or other investors

Wednesday August 5, 2020

3C.11 Issue date

Friday August 7, 2020

3C.12 Date trading starts on a normal T+2 basis

Monday August 10, 2020

3C.13 First settlement date of trades conducted on a +deferred settlement basis and on a normal T+2 basis

Wednesday August 12, 2020

Part 3E - Fees and expenses

3E.1 Will there be a lead manager or broker to the proposed offer?

No

3E.2 Is the proposed offer to be underwritten?

Yes

3E.2a Who are the underwriter(s)?

Argonaut Capital Limited

3E.2b What is the extent of the underwriting (ie the amount or proportion of the offer that is underwritten)?

The offer is fully underwritten. Refer Section 5.2 of the Prospectus lodged with ASX on 30 June 2020 for further details.

3E.2c What fees, commissions or other consideration are payable to them for acting as underwriter(s)?

6% fee on the fully underwritten amount. Refer Section 5.2 of the Prospectus lodged with ASX on 30 June 2020 for further details.

3E.2d Please provide a summary of the significant events that could lead to the underwriting being terminated

The underwriter may terminate the underwriting agreement and its underwriting commitment if various prescribed events occur, which are of the type and form that are considered usual for an underwriting agreement of this nature. Refer Section 5.2 of the Prospectus lodged with ASX on 30 June 2020 for further details.

3E.2e Is a party referred to in listing rule 10.11 underwriting or sub-underwriting the proposed offer?

Yes



3E.2e (i) What is the name of that party?

Non-Executive Chairman, Mr John Hutton and Non-Executive Director, Mr Geoffrey Jones.

3E.2e (ii) What is the extent of their underwriting or sub-underwriting (ie the amount or proportion of the offer they have underwritten or sub-underwritten)?

Refer ASX Announcement dated 30 June 2020 and section 1.3 of the Prospectus lodged with ASX on the same date.

3E.2e (iii) What fee, commission or other consideration is payable to them for acting as underwriter or sub-underwriter?

Mr Hutton and Mr Jones will not receive a fee for their sub-underwriting commitment taken up. Refer Section 5.10 of the Prospectus lodged with ASX on 30 June 2020.

3E.3 Will brokers who lodge acceptances or renunciations on behalf of eligible +security holders be paid a handling fee or commission?

No

3E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed offer

N/A

Part 3F - Further Information

3F.1 The purposes for which the entity intends to use the cash raised by the proposed issue

Proceeds from the Offer will be used to progress the Company's current projects, the Yalgoo Gold Project and for general working capital and transaction costs. Refer ASX Announcement dated 30 June 2020.

3F.2 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the issue?

No

3F.3 Will the entity be changing its dividend/distribution policy if the proposed issue is successful?

No

3F.4 Countries in which the entity has security holders who will not be eligible to participate in the proposed issue

All countries other than Australia, New Zealand and Singapore.

3F.5 Will the offer be made to eligible beneficiaries on whose behalf eligible nominees or custodians hold existing +securities

No

3F.6 URL on the entity's website where investors can download information about the proposed issue

<https://www.fireflyresources.com.au/>

3F.7 Any other information the entity wishes to provide about the proposed issue

Refer ASX Announcement dated 30 June 2020 and Prospectus lodged with ASX on the same date.