



INTERGROUP MINING

Interim Summary of Activities 2018

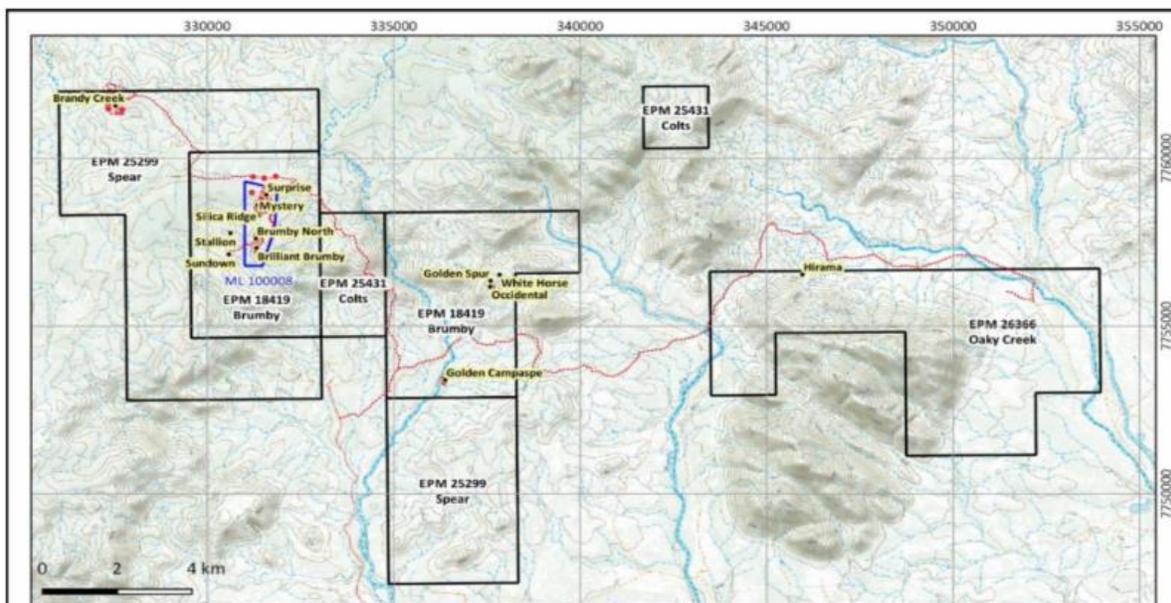
December 22, 2018



Interim Summary of Activities 2018

Exploration Activities

An extensive exploration program has been completed on the Brilliant Brumby Project in 2018. Mapping and rock chip sampling began in January 2018, expanding previous findings and has identified new areas of interest within known prospects and new areas including Hiram Reef, High Ridge North, Stallion, Python and Brumby South.



Brumby Project - Tenements and Drilling Prospects on Topography

Drilling

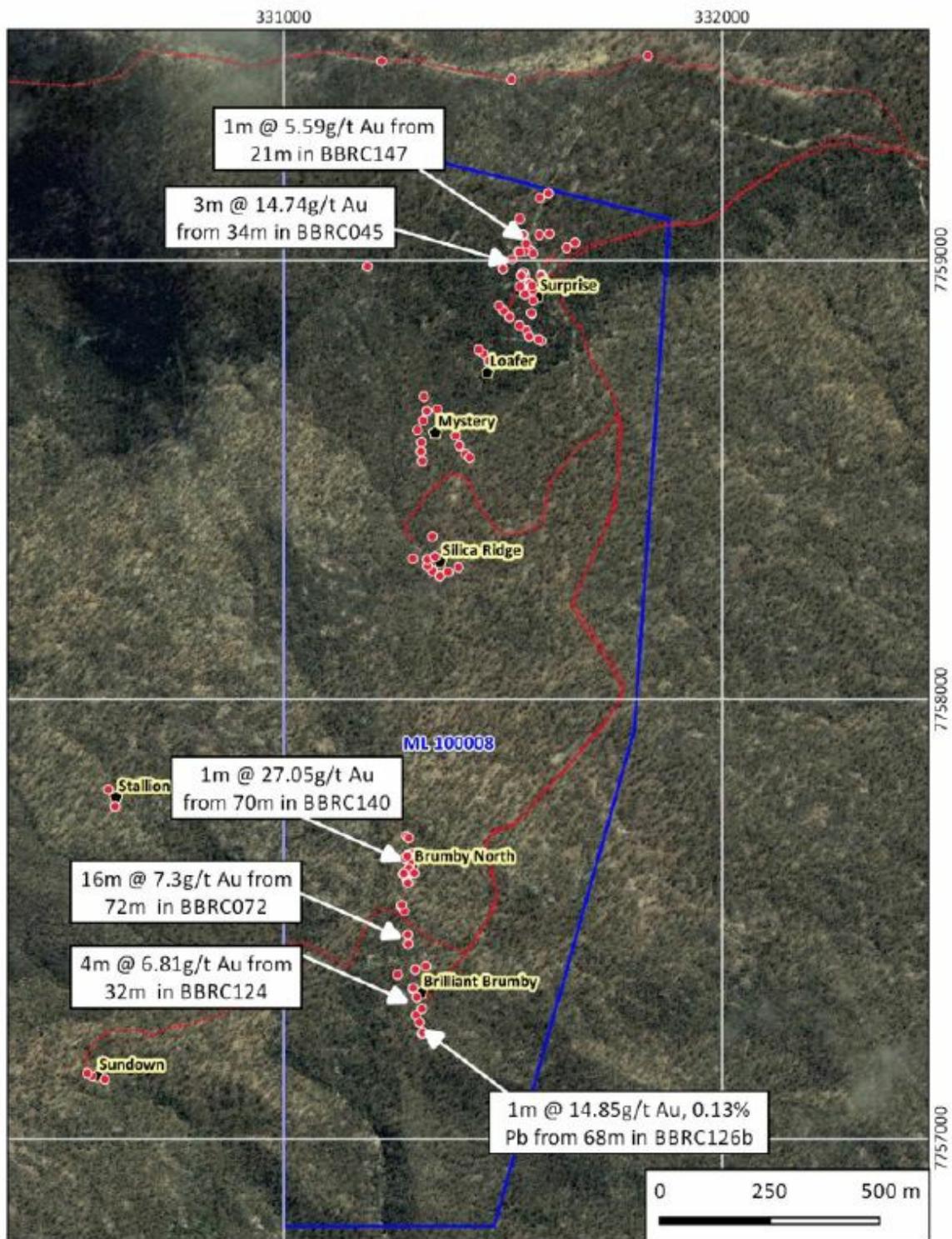
A Reverse Circulation (RC) drilling program commenced on 25 August 2018 to follow up on

targets identified through the exploration program as well as testing the subsurface and deeper extends of the Brilliant Brumby line on ML 100008. Drilling has now concluded for the year with a total of 144 holes completed for 10,881m of drilling on ML 100008 (Brilliant Brumby Line), EPM 18419 (Stallion, Sundown, High Ridge and Golden Campaspe) and EPM 25299 (Brandy Creek).

Massive quartz veining and minor sulphides including pyrite and galena have been intersected with very positive assay results confirming the gold mineralisation extends below the surface mineralisation through a number of prospects.

Brilliant Brumby ML 100008

Previous drilling in 2014 identified visible gold and strongly anomalous gold values below the known workings. The current drilling program was designed to provide further information on the sub surface gold potential at depth as well as testing targets identified in the GPR survey. To date 107 RC holes have been completed for a total of 7,515m.



Brumby Project - ML 100008 Drilling (red) with Highlighted Intercepts and Prospects on Google Image

Surprise

Drilling has successfully intercepted further quartz veining with anomalous gold mineralisation down dip of the main workings and extended the known mineralisation along strike with further results pending. Although there are many assays still to be returned from the laboratory, intersections to date include:

- 3m @ 14.74g/t Au from 34m (incl 1m @ 22.8g/t Au from 34m) in BBRC045
- 1m @ 3.23g/t Au from 17m in BBRC115b

- 1m @ 5.59g/t Au from 21m in BBRC147
- 1m @ 3.71g/t Au from 35m in BBRC149
- 4m @ 3.99g/t Au from 42m (incl 1m @ 12.15g/t Au from 45m) in BBRC150
- 1m @ 3.62g/t Au from 49m in BBRC153
- 1m @ 4.82g/t Au from 71m in BBRC155



Drilling on ML 100008 with the excavations in the foreground



Drilling at Surprise on ML 100008

Brilliant Brumby

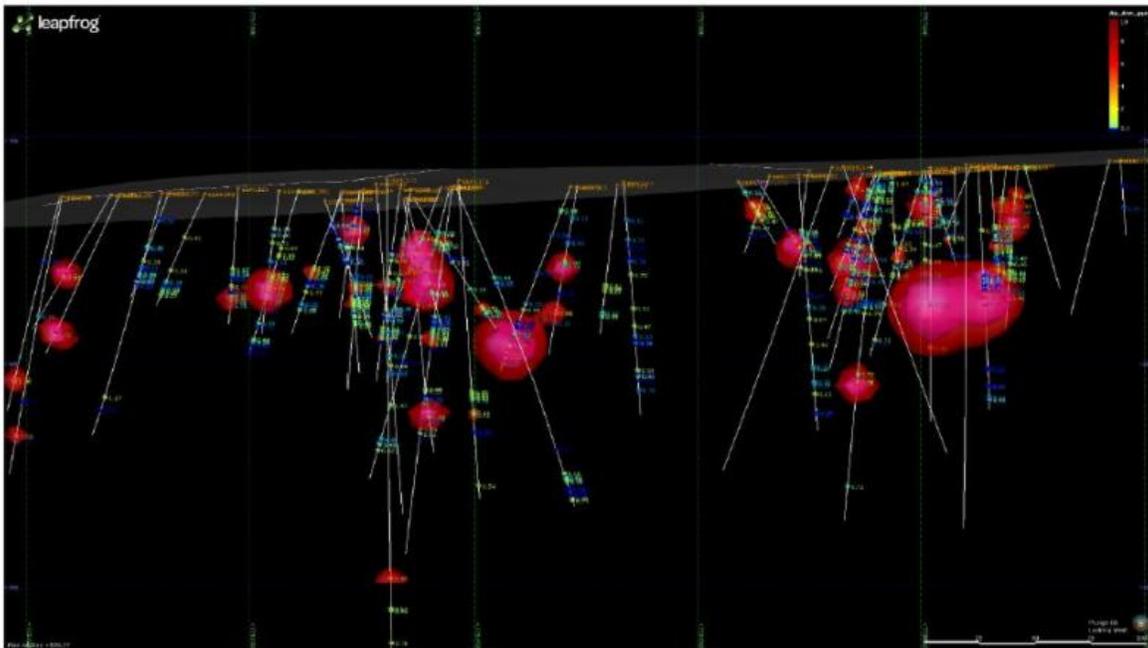
Drilling south of the main Brilliant Brumby workings identified visible gold in the chips. North of the workings strongly anomalous mineralisation was intersected in hole BBRC072. Deep drilling (+150m) intersected wide quartz veins and associated alteration with results expected early 2019. The best results to date include:

- 4m @ 4.38g/t Au from 45m (including 1m @ 10.65g/t Au from 48m) in BBRC068
- 1m @ 3.36g/t Au from 25m in BBRC071
- 16m @ 7.3g/t Au from 72m (including - 1m @ 53.85g/t Au, 29.7g/t Ag, 0.09% Pb 0.09% Zn from 76m and 4m @ 2.85g/t Au from 81m) in BBRC072
- 4m @ 6.81g/t Au from 32m (including 1m @ 17.7g/t Au from 32m) in BBRC124
- 1m @ 3.33g/t Au from 56m in BBRC125
- 3m @ 3.81g/t Au from 40m (including 1m @ 9.28g/t Au from 40m) in BBRC126
- 1m @ 14.85g/t Au, 0.13% Pb from 68m in BBRC126b
- 1m @ 2.46g/t Au, 0.13% Pb from 186m in BBRC172
- 2m @ 4.73g/t Au from 225m in BBRC172

Brumby North

Previous drilling at Brumby North intersected 1m @ 71.7g/t Au from 66m in BBRC039A. Drilling along strike from this has returned further anomalous results:

- 1m @ 3.29g/t Au from 48m in BBRC063
- 5m @ 3.17g/t Au from 32m (including - 1m @ 7.83g/t Au from 34m) in BBRC073
- 2m @ 2.61g/t Au from 71m in BBRC079
- 1m @ 4g/t Au from 20m in BBRC139
- 2m @ 2.86g/t Au from 29m (including 1m @ 5.08g/t Au from 29m) in BBRC139
- 1m @ 5.34g/t Au from 65m in BBRC139
- 1m @ 27.05g/t Au from 70m in BBRC140



Long Section of Brilliant Brumby and Brumby North drilling with Au assay results.

Spears EPM 25299

Brandy Creek Prospect

Drilling at Brandy Creek has included 21 drill holes for a total of 2,203.5m RC. The holes were targeting the extents of the mapped historical workings and mineralised quartz veins. Received results (results not yet received for the deeper drilling) are indicating this area is similar to the Brilliant Brumby line within ML 100008. Drilling intercepts include:

- 1m @ 11.4g/t Au, 20.4g/t Ag from 8m in BBRC103
- 14m @ 2.98g/t Au from 76m (including 2m @ 11.3g/t Au from 86m) in BBRC104
- 12m @ 2.6g/t Au from 29m (including 3m @ 5.4g/t Au from 37m) in BBRC105
- 1m @ 6.17g/t Au from 9m in BBRC106
- 2m @ 2.83g/t Au from 18m in BBRC109
- 4m @ 2.65g/t Au from 40m (including 1m @ 4.95g/t Au, 0.25% Pb from 40m) in BBRC165
- 1m @ 6.15g/t Au from 57m in BBRC166
- 2m @ 27.09g/t Au from 80m (including 1m @ 47g/t Au, 31.1g/t Ag, 0.71% Pb from 81m) in BBRC167
- 1m @ 7.63g/t Au, 0.18% Pb, 0.2% Zn from 58m in BBRC168

Brilliant Brumby EPM 18419

Golden Campaspe

The 3 holes (156m) completed at this prospect targeted historical workings for gold mineralisation in quartz veins. Multiple quartz veins with associated trace pyrite and rare galena were identified in the drill holes with current results gold results including:

- 1m @ 1.08g/t Au from 14m in BBRC136
- 1m @ 1.25g/t Au from 17m in BBRC136
- 1m @ 5.2g/t Au from 25m in BBRC136

High Ridge

A drilling program targeting the extents of the multiple workings (Golden Spur, Occidental

and White Horse) is in progress with 8 holes for 779m. Large quartz veins with pyrite and galena have been intersected with priority assay results received including:

- 2m @ 9.41g/t Au from 22m (including 1m @ 14.3g/t Au from 22m) in BBRC176
- 1m @ 1.56g/t Au from 41m in BBRC181 2.3.3 Sundown

Sundown

The 3 holes (138m) completed at Sundown failed to intersect the mineralised quartz veins mapped at surface. Hole BBRC130 ended in strongly sericitic altered granitoid with 5% quartz vein which assayed 0.11g/t Au. Follow up drilling for this area is being considered, especially in the southern area where the best surface results were received.

Stallion

The 2 holes (89m) at Stallion intersected thick quartz veins associated with shallow historical workings. Minor gold mineralisation was intersected including:

- 1m @ 0.66g/t Au from 20m in BBRC128
- 2m @ 0.55g/t Au from 37m in BBRC128



Mining and Processing

Excavation of the quartz veins has been ongoing through the year. The stockpiled material from 4 prospects (Surprise, Mystery, Silica Ridge and Brumby North) was processed through multiple phases of screening and crushing to create a fraction size for direct feed to the processing plant.



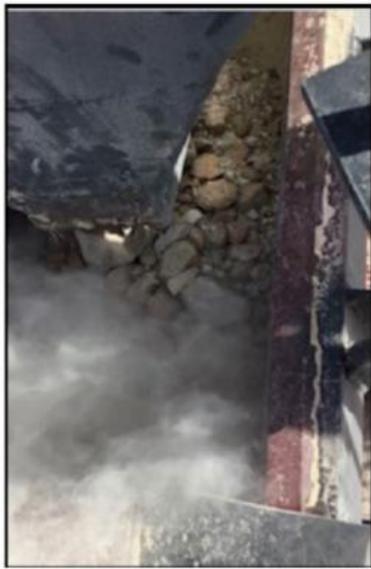
ML 100008 Screening at Brumby North

Stockpile samples have recently been sent to Tomra sorting to trial laser separation. Initial trial stage results have been extremely encouraging with the method able to remove up to 90% of the granitic waste from the sample.

A trial processing plant was purchased and mobilised to the Brilliant Brumby Mining Lease at the end of August. The plant includes a hammer mill and screen leading to a gravity concentrator and Gemeni table. Trials are being conducted with positive results from the gold table.



Overview of the Brilliant Brumby Processing Plant



Feed from hopper into the hammer mill Stockpiles and oversize conveyor from screen

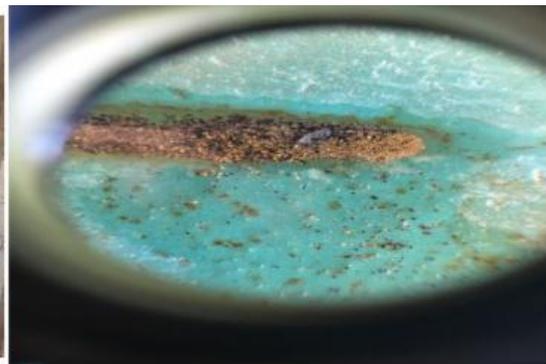


-0.8mm material from conveyor being transferred into the Agitator Tank

Water and ore mixing in the agitator tank to form a slurry before being pumped to the concentrator



Gold room with Gemeni Table

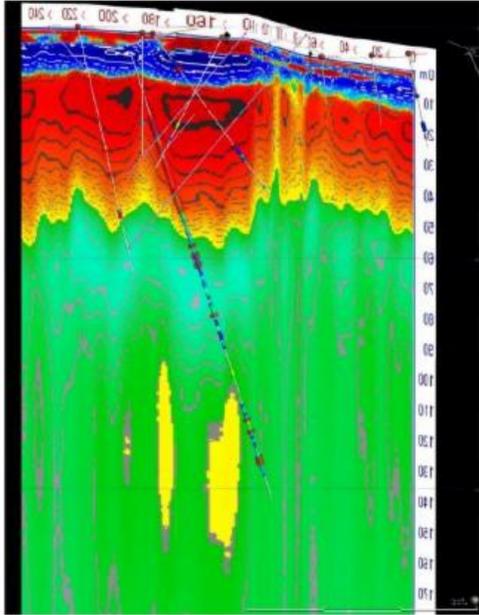


Gold concentrate from the Gemeni Table

Geophysics

TerraVision was engaged to trial Ground Penetrating Radar (GPR) on a number of prospects to determine if the technology could delineate quartz veining from the surrounding granite. The survey uses radiation of ultra-wideband electromagnetic pulses propagating into the subsurface to determine a material's dielectric permittivity (ability to absorb electrical energy). Due to the mobile equipment this survey type has the potential to provide a fast and effective method of identifying the differing materials/rock types at depths of up to 200m from surface.

Initial results are positive with interpretations suggesting the survey has been able to identify some quartz veins and associated alteration. Assessment of recent drilling results is required to determine its suitability as an exploration tool for this deposit style.



Radargram at Surprise showing the drill holes in relation to the GPR responses.



GPR data collection survey on the Brumby Project area

We look forward to keeping you regularly informed during this exciting time for the company. If we can answer any questions or be of any other assistance, please do not hesitate to contact us at any time.

InterGroup Management

<https://www.igmining.com/>