# QUARTERLY REPORT

30 JULY 2024

ASX:TOR

torque METALS


**Torque Metals Limited**

ACN 621 122 905
ASX Code: TOR

torquemetals.com

U1, Level 16, 1 Spring Street,
Perth, WA 6000

PO Box 27,
West Perth, WA 6872

T: +61 (0) 410 280 809

admin@torquemetals.com


**Directors**

**Andrew Woskett**
Non-Executive Chair

**Cristian Moreno**
Managing Director

**Tony Lofthouse**
Non-Executive Director

**Imants Kins**
Non-Executive Director

**Projects**

Paris Gold Project
New Dawn Lithium Project
Penzance Lithium Project

## JUNE 2024 QUARTERLY ACTIVITIES REPORT

Torque Metals Limited (**"Torque"** or **"the Company"**) (ASX:**TOR**) is pleased to provide an update for the three months ending 30 June 2024.

## HIGHLIGHTS

### Penzance Portfolio

- Option agreements signed to acquire 100% of a tenement package (gold and lithium potential) in WA Goldfields, covering ~250km$^2$ of land, taking Torque's portfolio to ~ 1,200km$^2$.

### Paris Gold Project

- Completion of a 10,000m RC and Diamond Drilling campaign, focused on Observation-HHH-Eva systems extended high-grade gold structures.
- Campaign extended known mineralisation at Paris, indicating not only east-west mineralised structures, but also north-south connectivity between Paris, Observation, HHH and Eva.
- Subsequent assays from Paris, HHH and Observation prospects, support large Gold Camp concept (2.5km x 1km and open).
- Next phase of exploration aims to extend and connect newly identified mineralisation with the Paris pit, as well as advance Torque's first Mineral Resource Estimate (MRE) and maiden gold exploration target.
- Additional follow-up shallow drill program to test ground at Observation for potential pit mine development. POW submitted for these works.

### New Dawn Lithium Project

- Applications for further tenements E25/0642, E25/0643, E25/0644, E25/0645 to significantly expand the New Dawn Lithium Project into key lithium-rich territories.

### Corporate

- Subsequent to the end of the quarter Torque entered into a new drill for equity agreement with Topdrill expanding the maximum value of the agreement to $1,000,000. The agreement allows Torque, at Torque's election, to satisfy up to 50% of Topdrill's drilling costs.
- Favourable balance sheet position, with ~$2.26M in cash at quarter-end.

**Torque's Managing Director, Cristian Moreno commented:**

*"Torque's exploration team has clearly identified a new gold enriched zone, named Eva, at the Paris Gold Project this quarter. Results from Paris, HHH, and Observation prospects extend gold boundaries.*

*We are also excited to execute our regional consolidation strategy with the signing of option agreements, and applications for additional tenements. These activities solidify a strong position for Q3, 2024."*

## PENZANCE PORTFOLIO

### Option Agreements Signed

During the Quarter, Torque signed option agreements with multiple vendors, pursuant to which the vendors agreed to grant Torque options to transfer 100% legal and beneficial interest in tenements in the Eastern Goldfields, in a staged approach[1].

The tenements are located in the Western Australian Goldfields and cover approximately 250km² of land. If Torque exercises the options over the tenements, the subsequent acquisition of those tenements will contribute to Torque's regional consolidation strategy in the Goldfields.

The options provide the potential for Torque to acquire 100% of licenses fertile for gold and lithium mineralisation, with the potential to grow Torque's project tenure to ~1200km$^2$, establishing a dominant position in the region.

The tenements package is located in the Goldfields Region near to numerous, highly prospective Lithium operations, including the Lord Resources Horse Rocks Project (ASX:LRD), Future Battery Metals Kangaroo Hill Project (ASX:FBM); the Mineral Resources' Mt Marion Project (ASX:MIN) and the Spargoville region, comprising the Kali Metals Spargoville Project and Marquee Resources West Spargoville Project (ASX:KM1, MQR) (refer Figures 1 & 2).

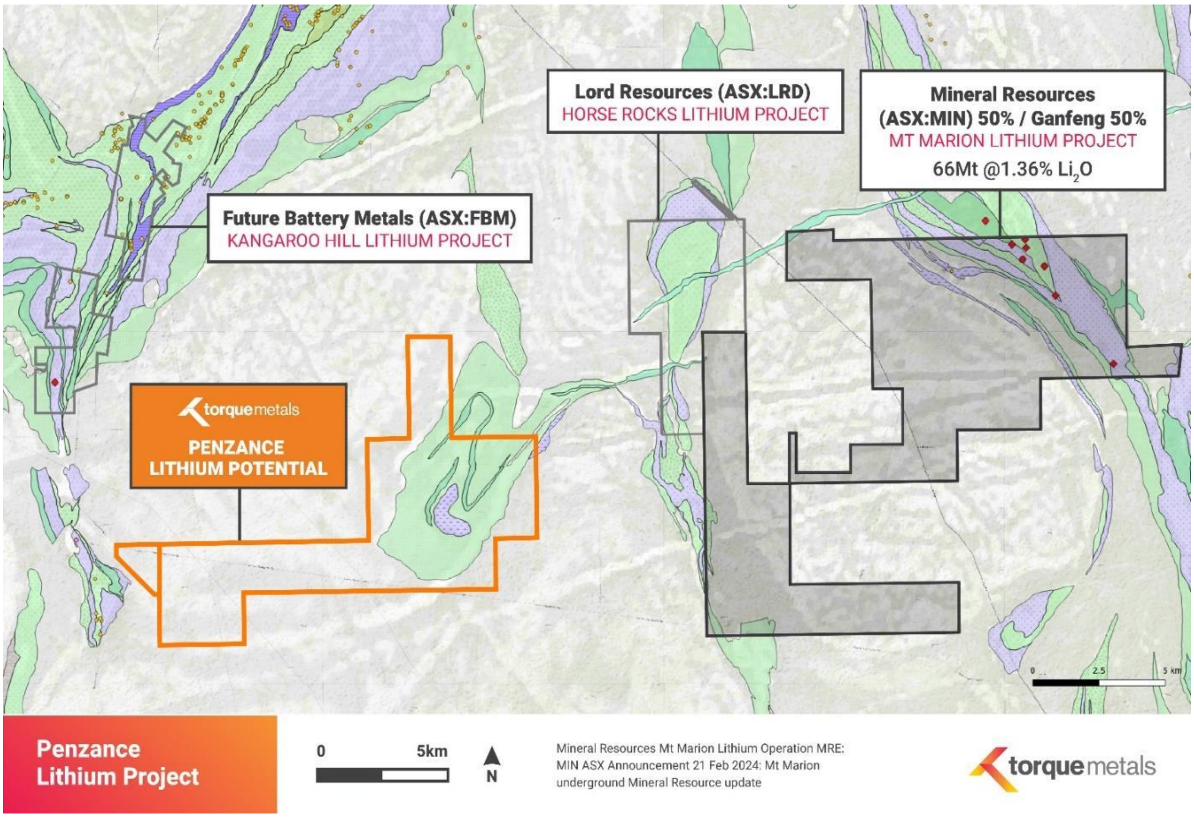


*Figure 1: Tenements E15/1706, E15/1707, surrounded by Horse Rocks (ASX:LRD), Kangaroo Hills (ASX:FMB) and Mt Marion Lithium (ASX:MIN).*

[1] ASX Announcement 15 May 2024 – Option to Acquire Gold and Lithium Tenements in WA

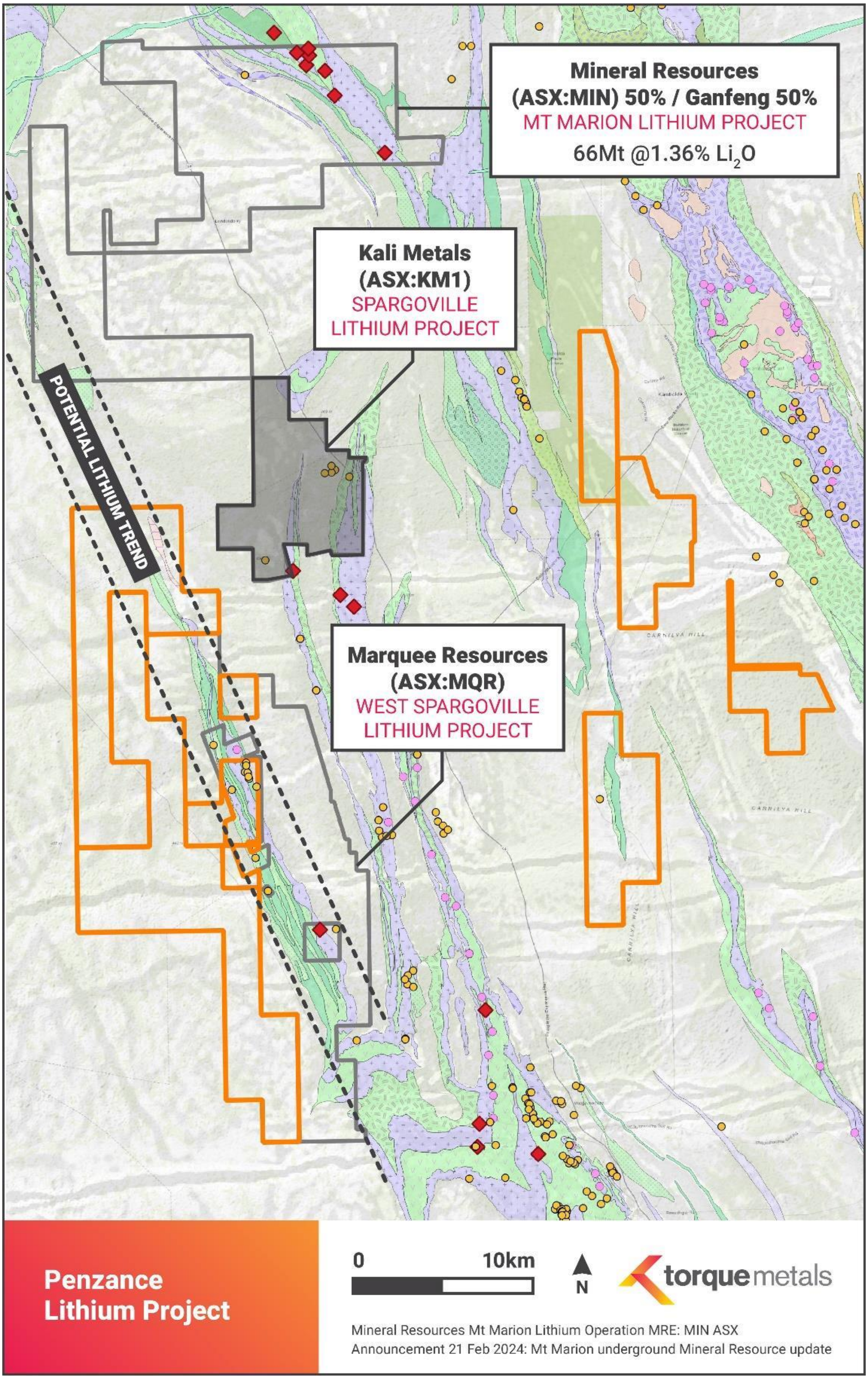


*Figure 2: Tenements E15/1717, E15/1906, E15/1400, E15/1909 in the Spargoville region sharing tenement boundaries with Kali Metals and Marquee Resources.*

## PARIS GOLD PROJECT

### Drill Campaign Report

The Company undertook follow-up drilling at the Company's wholly owned Paris Gold Project, focused on the Observation-Paris-HHH-Eva gold discoveries across April[2] and May[3].

The rationale for this approach was to continue the momentum of successful campaigns in 2023, 2022 and 2021 (refer Figure 3) resulting in the discovery of high-grade gold deposits characterised by parallel structures spanning 2.5 kilometres by 1 kilometre, with strong expansion potential in all directions (refer Figure 4).

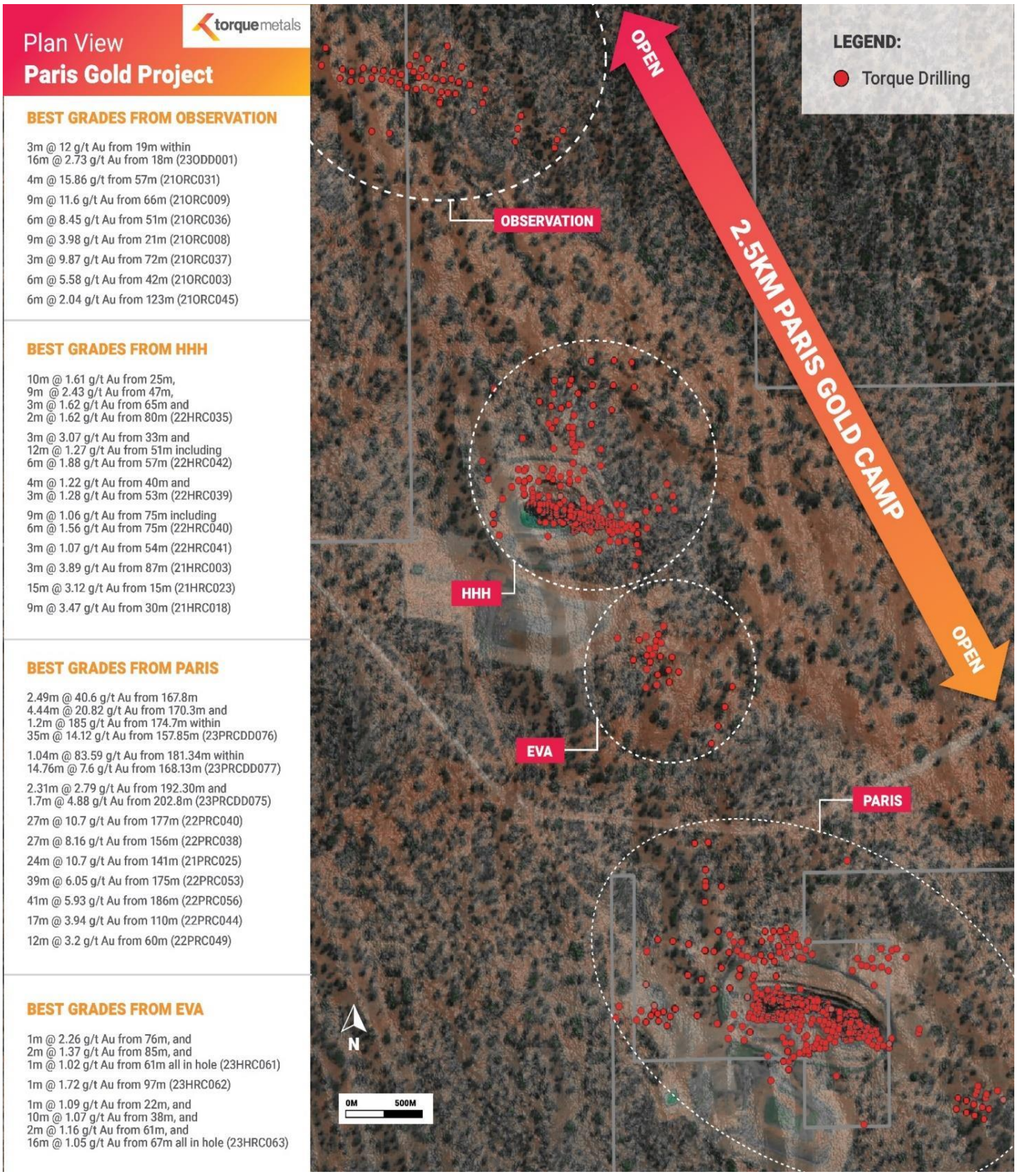


*Figure 3: Paris Gold Project. Best all-time gold results.*

---

[2] ASX Announcement 4 April 2024 – Paris Gold Project Drill Campaign Commences

[3] ASX Announcement 17 May 2024 – Drilling Completed at Paris Gold Project, Next Campaign in the Works

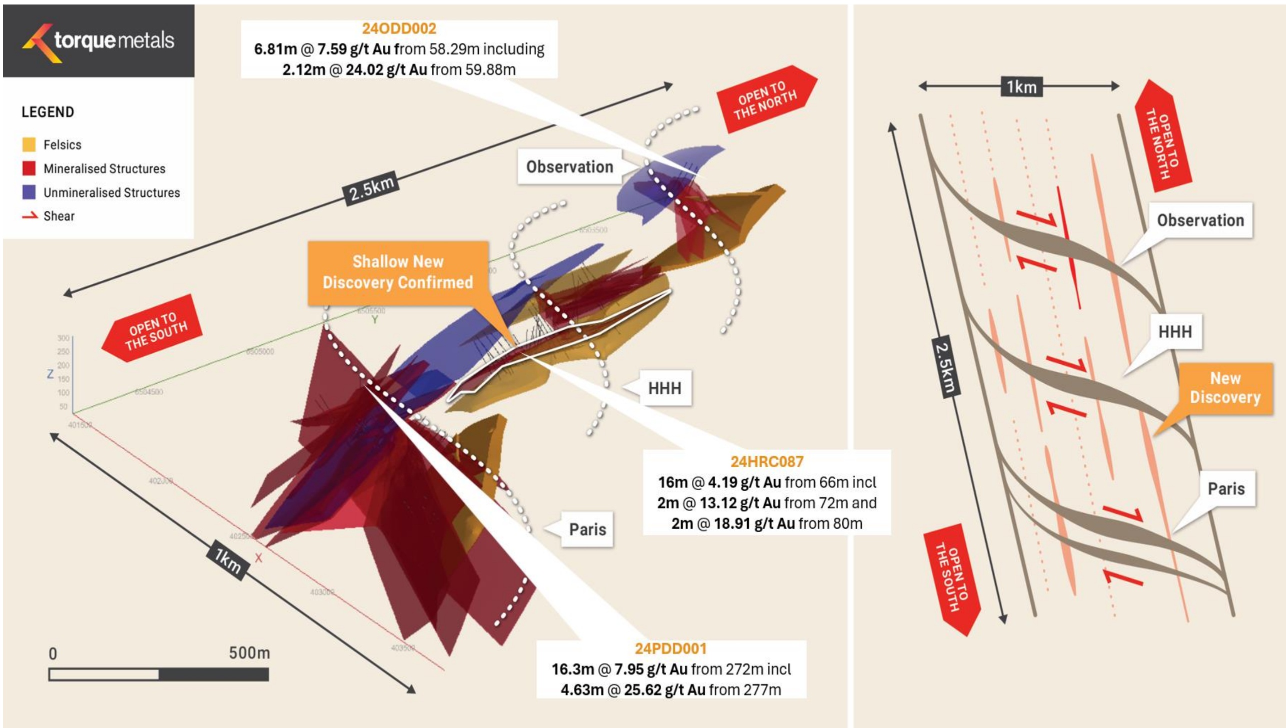


*Figure 4: Paris Gold Project lithostructural model, depicting parallel structures and open expansion potential*

Paris Gold Project assay results from the ~10,000m RC and diamond drill campaign, released in June[4], confirmed strong gold mineralisation at Paris, HHH and Observation prospects, supporting the Company's large Gold Camp concept, which measures approximately 2.5km x 1km and is open at depth.

This suggests the potential to host multiple deposits within this larger mineralised system, characterised by the parallel structures and splays under the control of the Boulder-Lefroy System.

In addition, geological findings suggest not only east-west mineralised structures but also north-south connectivity between previous discoveries Paris, Observation, HHH and, now Eva.

## Drill Campaign Results[4]

Drilling successfully extended Paris gold mineralisation by up to 50m west from previous intercepts, with the best holes being:

- **16.3m @ 7.95 g/t gold** from 272m, including **4.63m @ 25.62 g/t gold** from 277m in 24PDD001.
- **10.79m @ 3.64 g/t gold** from 144m and **5.26m @ 3.8 g/t gold** from 166.58m within **27.84m @ 2.19 g/t gold** from 144m in 24PRCDD096.
- **9m @ 2.6 g/t gold** from 78m and **3m @ 9.23 g/t gold** from 105m within **48m @ 1.37 g/t gold** from 72m in 24PRC106.
- **6m @ 3.22 g/t** gold from 252m within **18m @ 1.8 g/t** gold from 240m in 24PRC099 (refer Figure 5).
- **8m @ 6.77 g/t gold** from 187m, including **2m @ 26.9 g/t gold** from 192m in 24PRC098.

[4] ASX Announcement 17 June 2024 – Strong Strong Gold Results Extend Prospects, Bolstered by Shallow Discovery

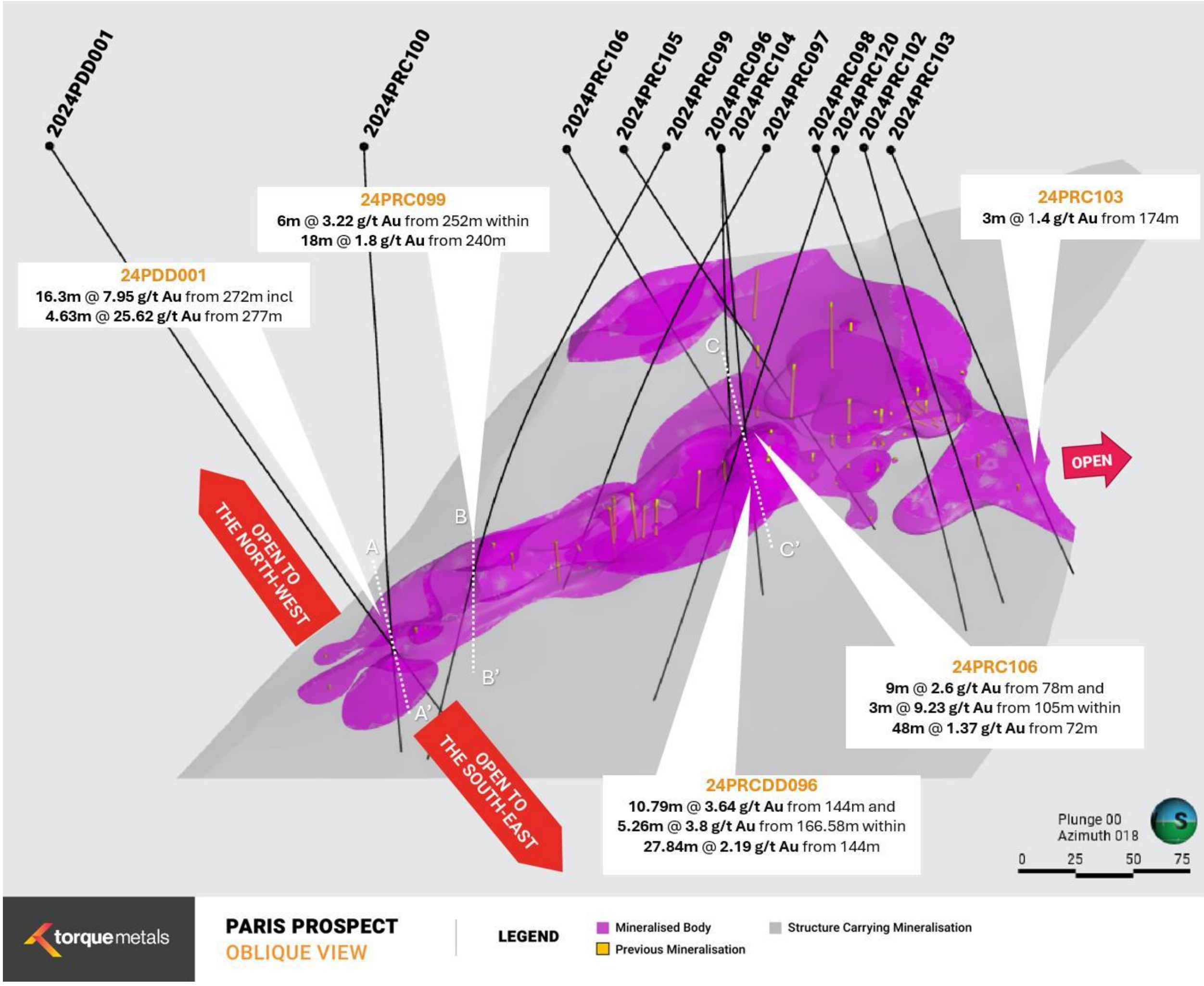


*Figure 5: Paris prospect. Oblique view depicting mineralised body extending west of Paris pit and standout drill intercepts achieved.*

A shallow discovery was also made, named Eva, in a previously untested 1.5km gap between the HHH and Paris pits. This discovery suggests that the two prospects may be connected. The drill campaign showed occurrences of mineralisation along ~500m, including:

- **16m @ 4.19 g/t gold** from 66m, including **2m @ 13.12 g/t gold** from 72m and **2m @ 18.91 g/t gold** from 80m in 24HRC087.
- **12m @ 1.2 g/t gold** from 99m, including **3m @ 2.52 g/t gold** from 99m in 24HRC077 (Figure 6).
- **12m @ 4.29 g/t gold** from 69m, including **3m @ 16.1 g/t gold** from 69m in 24HRC086.
- **12m @ 1.37 g/t gold** from 72m, including **3m @ 2.68 g/t gold** from 78m in 24HRC076.
- **9m @ 1.01 g/t gold** from 36m, including **3m @ 2.43 g/t gold** from 42m and **6m @ 1.11 g/t gold** from 101m in 24HRC072.

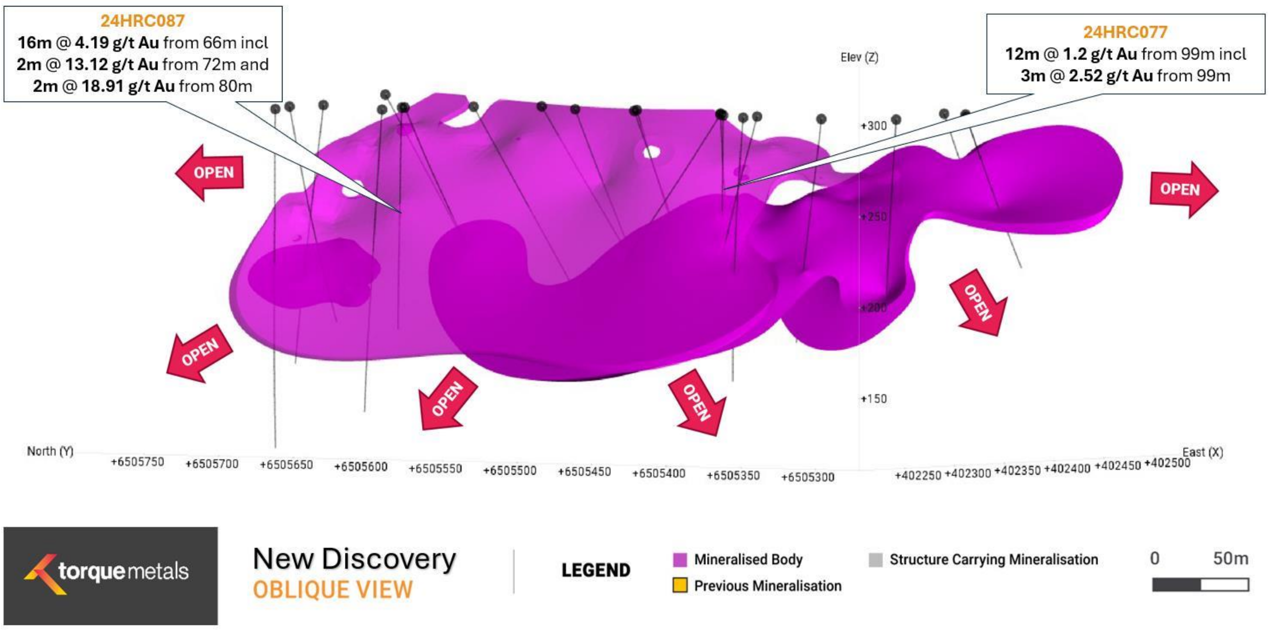


*Figure 6: New discovery, 'Eva'. Oblique view. Image showing mineralised body open in all directions, potentially linking Paris and HHH pits.*

Other significant intersections from the program included:

- **6.81m @ 7.59 g/t gold** from 58.29m including **2.12m @ 24.02 g/t gold** from 59.88m in 24ODD002; and **15m @ 1.07 g/t gold** from 69m, including **3m @ 2.00 g/t gold** from 78m in 24ORC052 at Observation.
- **6m @ 4.05 g/t gold** from 94m, including **2m @ 11.48 g/t gold** from 98m in 24PRC118 at Paris East.
- **12m @ 1.24 g/t gold** from 27m, including **3m @ 1.17 g/t gold** from 36m in 24PRC107 at Paris North.

## Drill Campaign Metallurgical Testwork

Complementary metallurgical test work demonstrated strong gravity and cyanide leaching recoveries with **~40%** gold recovery via gravity concentration. With low-cyanide consumption leaching, Paris at 0.43kg/t and Observation at **0.165kg/t**, Paris and Observation samples achieved **96.79%** and **99.7%** gold recovery, respectively.

## Next Steps

The immediate next phase of exploration at Paris is aimed to extend and connect newly identified Eva mineralisation with the Paris pit, as well as finalise Torque's first Mineral Resource Estimate and prepare a maiden gold exploration target.

In addition to this, Torque has devised a follow-up shallow RC drill program to test ground at Observation for a potential open pit mine development. A POW has been submitted for this follow-up drilling phase.

# NEW DAWN LITHIUM PROJECT

## Tenement Applications Submitted

Separate to the tenements the subject of Option Agreements, Torque has also marked out and submitted applications for tenements E25/0642, E25/0643, E25/0644, E25/0645 which, subject to granting to Torque, will permit the Company to significantly expand the New Dawn Lithium Project into key lithium-rich territories. (refer Figure 7).

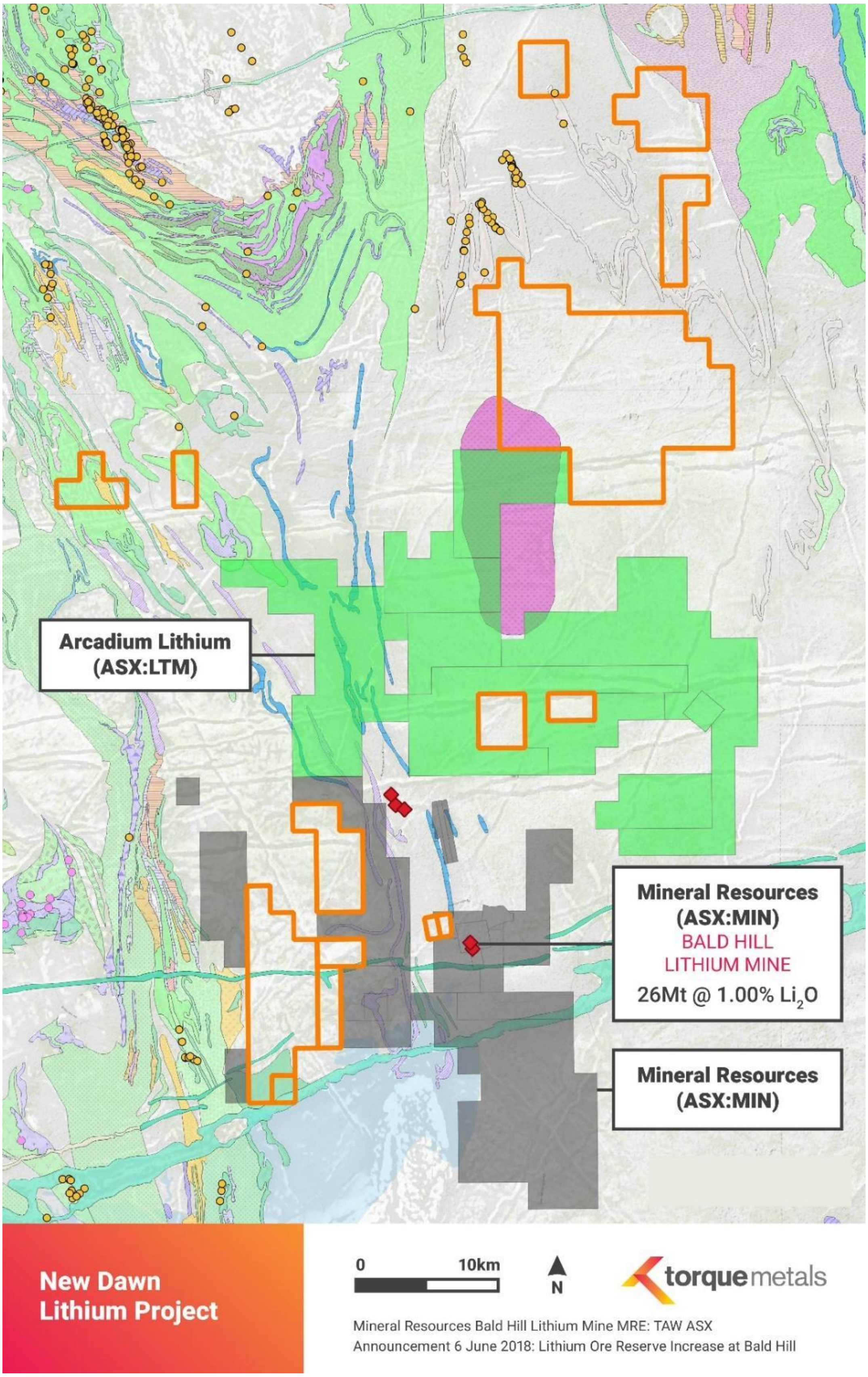


*Figure 7: Tenements E15/1916, E15/1904, E15/1961, E15/1992, E15/1990, E25/0642, E25/0643, E25/0644, E25/0645, E15/1991, E15/1993, M15/0468, and M15/0217 in the Goldfields region sharing tenement boundaries with Mineral Resources ASX: MIN and Arcadium Lithium ASX: LTM.*

Geological mapping and sampling have commenced at newly identified target areas for an initial drilling campaign when market conditions warrant.

## CORPORATE

### Capital Structure

The capital structure as of 30 June 2024 is as follows:

| | |
|---|---|
| Shares on issue: | 183,403,798 |
| Unlisted performance rights: | 26,675,000 |
| Performance shares | 85,000,000 |
| Unlisted options ($0.18 - $0.60): | 26,927,779 |

### Cash balance

The cash balance as of 30 June 2024 was $2.26M.

### Drill For Equity Agreement Update

Subsequent to the end of the quarter, Torque entered into a new Drill for Equity agreement with Topdrill expanding the maximum value of drilling costs that can be satisfied to $1,000,000.

The agreement allows Torque, at Torque's election, to satisfy up to 50% of Topdrill's drilling costs by the issue of ordinary Torque shares from its LR7.1 capacity. The issue price will be referenced to the volume weighted average price for the 5 days prior to the date of invoice and will be subject to a voluntary 6-month escrow period.

## OTHER

1. ASX Listing Rule 5.3.1: Exploration and evaluation expenditure spent during the quarter was $1.096M. Full details of exploration activity during the June 2024 quarter are set out in this report.
2. ASX Listing Rule 5.3.2: There were no mining production or development activities during the quarter.
3. ASX Listing Rule 5.3.5: Payments to related parties of the Company and their associates during the quarter were $0.115M.

### Related Party Payments

During the quarter ended 30 June 2024, the Company made payments of $0.115M to related parties and their associates. The payments relate to existing remuneration arrangements including directors' fees and superannuation.

### ASX Announcements

This Quarterly Activities Report contains information reported in accordance with JORC 2012 in the following announcements released during the June Quarter. Full details of the exploration results referred to herein including relevant JORC information can be accessed in the following announcements released by the Company to the ASX during the June Quarter.

- 4 April 2024 – Paris Gold Project Drill Campaign Commences
- 15 May 2024 – Option to Acquire Gold and Lithium Tenements in WA
- 16 May 2024 – Drilling Completed at Paris Gold Project
- 17 May 2024 – Drilling Completed at Paris Gold Project (Updated)
- 23 May 2024 – Torque Metals - Corporate Presentation
- 17 June 2024 – Strong Gold Results, Bolstered by Shallow Discovery

## Tenement information reported as required by ASX listing rule 5.3.3

| Tenement | Project Name | Registered Holder | Area | Status | Beneficial Interest |
|---|---|---|---|---|---|
| M 15/1175 | Paris Gold | Torque Metals Ltd | 9.299 ha | Granted | 100% |
| M 15/479 | Paris Gold | Torque Metals Ltd | 965.2 ha | Granted | 100% |
| M 15/480 | Paris Gold | Torque Metals Ltd | 976.65 ha | Granted | 100% |
| M 15/481 | Paris Gold | Torque Metals Ltd | 930.85 ha | Granted | 100% |
| M 15/482 | Paris Gold | Torque Metals Ltd | 855.6 ha | Granted | 100% |
| M 15/496 | Paris Gold | Torque Metals Ltd | 911.5 ha | Granted | 100% |
| M 15/497 | Paris Gold | Torque Metals Ltd | 989.85 ha | Granted | 100% |
| M 15/498 | Paris Gold | Torque Metals Ltd | 998.55 ha | Granted | 100% |
| M 15/1719 | Paris Gold | Torque Metals Ltd | 120.15 ha | Granted | 100% |
| P 15/5992 | Paris Gold | Torque Metals Ltd | 8.84 ha | Granted | 100% |
| P 15/6149 | Paris Gold | Torque Metals Ltd | 30 ha | Granted | 100% |
| E 15/1736 | Paris Gold | Torque Metals Ltd | 1 bl | Granted | 80% |
| E 15/1747 | Paris Gold | Torque Metals Ltd | 4 bl | Granted | 80% |
| E 15/1752 | Paris Gold | Torque Metals Ltd | 20 bl | Granted | 80% |
| E15/1391 | Paris Gold[1] | ABEH Pty. Ltd. | 9 bl | Granted | 100% |
| E15/1393 | Paris Gold[1] | ABEH Pty. Ltd. | 17 bl | Granted | 100% |
| E15/1566 | Paris Gold[1] | ABEH Pty. Ltd. | 4 bl | Granted | 100% |
| E26/0166 | Paris Gold[1] | Strindberg B. | 3 bl | Granted | 100% |
| M15/1478 | Paris Gold[1] | Strindberg M | 127 ha` | Granted | 100% |
| E15/1921 | Paris Gold[3] | Parker Hill Pty. Ltd. | 5 bl | Granted | 100% |
| E15/1892 | Paris Gold[1] | Pascoe B. | 9 bl | Granted | 100% |
| E15/2025 | Paris Gold | McEvoy, Frederick | 2 bl | Granted | 100% |
| E15/2026 | Paris Gold | McEvoy, Frederick | 2 bl | Granted | 100% |
| E15/2060 | Paris Gold | Torque Metals Ltd | 1 bl | Pending | 100% |
| E15/2061 | Paris Gold | Torque Metals Ltd | 6 bl | Pending | 100% |
| E15/2062 | Paris Gold | Torque Metals Ltd | 14 bl | Pending | 100% |
| E15/1904 | New Dawn Lithium | Torque Metals Ltd | 1 bl | Granted | 100% |
| E15/1916 | New Dawn Lithium | Torque Metals Ltd | 18 bl | Granted | 100% |
| E15/1961 | New Dawn Lithium | Torque Metals Ltd | 3 bl | Granted | 100% |
| E15/1990 | New Dawn Lithium | Torque Metals Ltd | 8 bl | Pending | 100% |
| E15/1991 | New Dawn Lithium | Torque Metals Ltd | 4 bl | Pending | 100% |
| E15/1992 | New Dawn Lithium | Torque Metals Ltd | 2 bl | Pending | 100% |
| E15/1993 | New Dawn Lithium | Torque Metals Ltd | 2 bl | Pending | 100% |
| M15/0217 | New Dawn Lithium[1] | Strindberg H. S & M | 126.4 ha | Granted | 100% |
| M15/0468 | New Dawn Lithium[1] | Strindberg H. S & M | 127.1 ha | Granted | 100% |
| E15/1922 | New Dawn Lithium[3] | Parker Hill Pty. Ltd. | 4 bl | Granted | 100% |
| E15/1923 | New Dawn Lithium[3] | Parker Hill Pty. Ltd. | 2 bl | Granted | 100% |
| E25/0642 | New Dawn Lithium | Torque Metals Ltd | 4 bl | Pending | 100% |
| E25/0643 | New Dawn Lithium | Torque Metals Ltd | 9 bl | Pending | 100% |
| E25/0644 | New Dawn Lithium | Torque Metals Ltd | 5 bl | Pending | 100% |
| E25/0645 | New Dawn Lithium | Torque Metals Ltd | 60 bl | Pending | 100% |
| E15/1894 | Penzance Nickel[1] | Pascoe B. | 4 bl | Granted | 100% |
| P15/6727 | Penzance Nickel[1] | Strindberg M. | 27.28 ha | Granted | 100% |

| Tenement | Project Name | Registered Holder | Area | Status | Beneficial Interest |
|---|---|---|---|---|---|
| P15/6036 | Penzance Nickel[1] | Strindberg M. | 68 ha | Granted | 100% |
| E15/1354 | Penzance Nickel[1] | Strindberg M | 4 bl | Granted | 100% |
| E15/1681 | Penzance Nickel[1] | ABEH Pty. Ltd. | 9 bl | Granted | 100% |
| E15/1897 | Penzance Nickel[1] | Strindberg M. | 1 bl | Granted | 100% |
| E15/1400 | Penzance Nickel[1] | Strindberg M. | 1 bl | Granted | 100% |
| E15/2026 | Penzance Nickel[1] | McEvoy, Frederick | 42 bl | Pending | 100% |
| E15/2092 | Penzance Nickel | Torque Metals Ltd | 20 bl | Pending | 100% |
| E15/2093 | Penzance Nickel | Torque Metals Ltd | 8 bl | Pending | 100% |
| E15/1905 | Penzance Nickel[1] | ABEH Pty. Ltd. | 3 bl | Granted | 100% |
| E 77/2522 | Bullfinch | Torque Metals Ltd | 70 bl | Granted | 100% |
| E 77/2222 | Bullfinch | Torque Metals Ltd | 27 bl | Granted | 100% |
| E 77/2251 | Bullfinch | Torque Metals Ltd | 2 bl | Granted | 100% |
| E 77/2350 | Bullfinch | Torque Metals Ltd | 38 bl | Granted | 100% |
| E 77/2607 | Bullfinch | Torque Metals Ltd | 16 bl | Granted | 100% |
| E77/2939 | Bullfinch | Torque Metals Ltd | 19 bl | Granted | 100% |

Torque Metals Limited is the Manager of all Tenements.

P: Prospecting Licence | E: Exploration Licence | M: Mineral Licence

**[1]ABEH and associates**

Tenements are currently being transferred.

**[2]Joint Venture**

Torque earned 80% tenement interest.

**[3]Parker Hill Pty. Ltd.**

Tenements are currently being transferred.

## About Torque Metals

Torque is an exploration company with a proven discovery methodology, combining drilling results with machine learning algorithms and geological interpretation. Torque's Board and Management have successful records and extensive experience in the exploration, development and financing of mining projects in Australia.


## Competent Person Statement – Exploration Results

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Cristian Moreno, who is a Member of the Australasian Institute of Mining and Metallurgy as well a Member of the Australian Institute of Company Directors. Mr Moreno is an employee of Torque Metals Limited ("the Company"), is eligible to participate in short and long-term incentive plans in the Company and holds performance rights in the Company as has been previously disclosed to ASX. Mr Moreno has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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'. Mr Moreno consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

## Forward Looking Statements

This report may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis.

However, forward looking statements are subject to risks, uncertainties, assumptions, and other factors which could cause actual results to differ materially from future results expressed, projected, or implied by such forward-looking statements. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any “forward-looking statement” to reflect events or circumstances after the date of this report, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

This announcement has been authorised by the Board of Directors of Torque.

For more information contact:

**Cristian Moreno**
Managing Director
Torque Metals Limited
cristian@torquemetals.com
M: +61 410280809
www.torquemetals.com

**ENDS**

# Appendix 5B

# Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

| |
|---|
| Torque Metals Limited |

| ABN | Quarter ended (“current quarter”) |
|---|---|
| 44 621 122 905 | 30 June 2024 |

| 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 | - | 164 |
| 1.2 | Payments for: | | |
| | (a) exploration & evaluation | - | - |
| | (b) development | - | - |
| | (c) production | - | - |
| | (d) staff costs | (78) | (388) |
| | (e) administration and corporate costs | (233) | (1,315) |
| 1.3 | Dividends received (see note 3) | - | - |
| 1.4 | Interest received | 23 | 31 |
| 1.5 | Interest and other costs of finance paid | - | - |
| 1.6 | Income taxes paid | - | - |
| 1.7 | Government grants and tax incentives | - | - |
| 1.8 | Other (refunds) | - | - |
| **1.9** | **Net cash from / (used in) operating activities** | **(288)** | **(1,508)** |

| | | | |
|---|---|---|---|
| **2.** | **Cash flows from investing activities** | | |
| 2.1 | Payments to acquire or for: | | |
| | (a) entities, net of cash acquired | - | - |
| | (b) tenements | - | (620) |
| | (c) property, plant and equipment | (173) | (601) |
| | (d) exploration & evaluation | (1,276) | (5,199) |
| | (e) investments | - | - |
| | (f) other non-current assets | - | - |

| **Consolidated statement of cash flows** | | **Current quarter $A'000** | **Year to date (12 months) $A'000** |
|---|---|---|---|
| 2.2 | Proceeds from the disposal of: | | |
| | (a) entities | - | - |
| | (b) tenements | - | - |
| | (c) property, plant and equipment | - | - |
| | (d) investments | - | - |
| | (e) other non-current assets | - | - |
| 2.3 | Cash flows from loans to other entities | - | - |
| 2.4 | Dividends received (see note 3) | - | - |
| 2.5 | Other (farm-in/JV agreement - FMG) | - | - |
| **2.6** | **Net cash from / (used in) investing activities** | **(1,449)** | **(6,420)** |

| | | | |
|---|---|---|---|
| **3.** | **Cash flows from financing activities** | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 50 | 7,750 |
| 3.2 | Proceeds from issue of convertible debt securities | - | - |
| 3.3 | Proceeds from exercise of options | - | 891 |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | - | (542) |
| 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: Lease liability payments | - | - |
| **3.10** | **Net cash from / (used in) financing activities** | **50** | **8,099** |

| | | | |
|---|---|---|---|
| **4.** | **Net increase / (decrease) in cash and cash equivalents for the period** | | |
| 4.1 | Cash and cash equivalents at beginning of period | 3,948 | 2,090 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (288) | (1,508) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (1,449) | (6,420) |
| 4.4 | Net cash from / (used in) financing activities (item 3.9 above) | 50 | 8,099 |

| **Consolidated statement of cash flows** | | **Current quarter $A'000** | **Year to date (12 months) $A'000** |
|---|---|---|---|
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| **4.6** | **Cash and cash equivalents at end of period** | **2,261** | **2,261** |

| **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 | 2,261 | 3,948 |
| 5.2 | Call deposits | - | - |
| 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)** | **2,261** | **3,948** |

| **6.** | **Payments to related parties of the entity and their associates** | **Current quarter $A'000** |
|---|---|---|
| 6.1 | Aggregate amount of payments to related parties and their associates included in item 1 | (62) |
| 6.2 | Aggregate amount of payments to related parties and their associates included in item 2 | (53) |

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*

| 7. | **Financing facilities**<br>*Note: the term "facility' includes all forms of financing arrangements available to the entity.*<br>*Add notes as necessary for an understanding of the sources of finance available to the entity.* | **Total facility amount at quarter end $A'000** | **Amount drawn at quarter end $A'000** |
|---|---|---|---|
| 7.1 | Loan facilities | - | - |
| 7.2 | Credit standby arrangements | - | - |
| 7.3 | Other (please specify) | - | - |
| 7.4 | **Total financing facilities** | - | - |

| | | |
|---|---|---|
| 7.5 | **Unused financing facilities available at quarter end** | - |

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

N/A

| 8. | **Estimated cash available for future operating activities** | **$A'000** |
|---|---|---|
| 8.1 | Net cash from / (used in) operating activities (item 1.9) | (288) |
| 8.2 | (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (1,276) |
| 8.3 | Total relevant outgoings (item 8.1 + item 8.2) | (1,564) |
| 8.4 | Cash and cash equivalents at quarter end (item 4.6) | 2,261 |
| 8.5 | Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 | Total available funding (item 8.4 + item 8.5) | 2,261 |
| 8.7 | **Estimated quarters of funding available (item 8.6 divided by item 8.3)** | **1.45** |

*Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.*

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: No. The Company has entered into drill for equity agreements (Refer to Appendix 3B dated 9 July 2024) for its drill programs commencing July 2024. This will enable the Company to maintain significant exploration activities, whilst keeping net cash out flows to a minimum.

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: The Company will rely on its existing cash resources and any future capital raising efforts to continue its operations. Historically, the Company has been able to raise funds when required, and believes it is able to raise any future funds, if required.

| | |
|---|---|
| 8.8.3 | Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis? |
| Answer: | Yes. Based on answers provided in item 8.8.1 and 8.8.2, the Company believes it will have sufficient cash to fund its existing operations. |

*Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.*

## 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.

Date: 30 July 2024

Authorised by the Board of Directors

**Notes**

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow 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 cash flow 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.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.