

## EQ Resources Limited

### Quarterly Activities Report

#### Quarter ended 30 June 2022

EQ Resources Limited is the 100% owner of the Mt Carbine Tungsten Mine near Cairns, Australia's only primary producer of tungsten, a critical metal. Production recommenced in 2020 with dual product streams of tungsten concentrate and by-product high-quality specialised aggregate and road-making materials.

## HIGHLIGHTS

### MT CARBINE OPERATIONS & DEVELOPMENT

- The Company achieving major milestone with the successful completion of the Mt Carbine Early Works Program, construction and commissioning of associated equipment and infrastructure done.
- Two TOMRA XRT Sorters now fully operational for increased production efficiencies and doubling of sorting throughput.
- The Federal Government's Critical Minerals Accelerator Initiative (CMAI) supports EQR's further expansion program at Mt Carbine with a \$6 million grant.
- Queensland-based Golding Contractors signed for early-stage work on Mt Carbine Open Pit restart, with key outcomes of the early engagement include stakeholder engagement, equipment selection, final pit design and price finalisation.
- Positive results from the Mt Carbine Underground Mine Scoping Study gives confidence to proceed with pre-feasibility work, with the Underground Mine having potential for a long life, technically and economically viable project (at current tungsten price).

### EXPLORATION

- Successful completion of Mt Carbine West Dyke Area drill campaign showing the ore body extends strongly in this direction. The mineralisation remains open to the west. For details see:
  - ASX Announcement '[Further High-Grade Tungsten Intercepts in Near-Pit Drilling](#)', dated 20 May 2022; and
  - ASX Announcement '[High-Grade King-Veins Extend Towards West Dyke Area](#)', dated 04 May 2022.
- A review has commenced to evaluate this western mineralisation as it could extend the pit life or be early underground ore.
- Interpretation of the geophysics around the pit show there are likely shallow intrusive stocks with the tungsten mineralisation formed on their margins. This opens up potential for along strike targets.

## MT CARBINE OPERATIONS

### MT CARBINE EXPANSION (EARLY WORKS COMPLETE)

With mechanical and electrical installation complete, the Company was able to initiate commissioning of the high-volume Sandvik wet screening plant. The plant will allow for significantly higher throughputs of material targeting a minimum throughput of 170tph. With the plant designed specifically for the application, the operations team will run the crushing and screening on a 24/7 basis to maximise feed production for the TOMRA XRT Processing Circuit and the Gravity Processing plant.

With the wet season now over and the Early Works completed with the commissioning trending positively, the Company continues to see itself on target with the production upgrade forecasting towards +/-90 tonnes of concentrate per month as seen in Figure 1.

The construction of the crushing and screening plant has lagged by approximately 8-weeks due to downstream supply issues, mainly on electrical components in Australia. This being said, costs during the construction were kept to the forecasted budgets and local regional suppliers played a significant role in pulling together to execute this project in a booming Australian mining industry. A late wet season in Far North Queensland also led to delays in the month of May due to regional flooding in the local Mt Carbine area restricting access to site for some contractors.

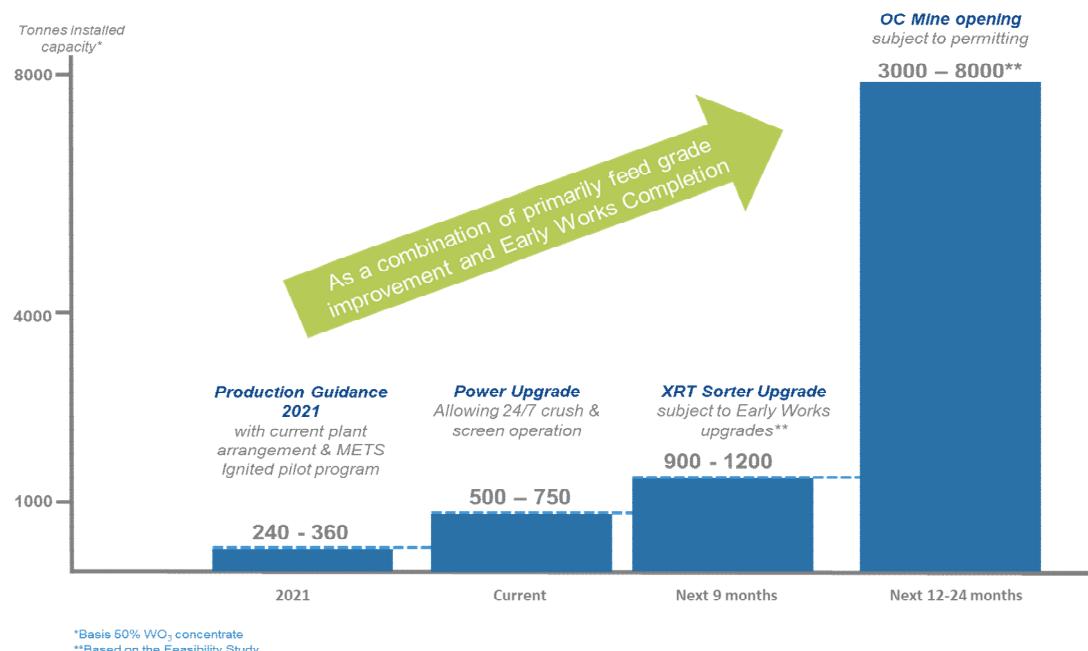


Figure 1 - Mt Carbine Production Forecast

The Early Works consisted of several upgrades, not only the Crushing and Screening Plant, but also, in summary the following which are all critical contributors to the accelerated growth and success of the Mt Carbine development:

- Installation of a second Tomra XRT Sorter (TOMRA);
- Introduction of a slurry pipeline from the crushing area to the Gravity Processing Plant for fines pumping (OPEX reduction);
- Power supply line and substation installation/upgrade;

- Installation of groundwater investigation bores to assist in the development of a hydrogeological model prior to submission of Environmental Approval to reopen the Andy White open pit;
- Office upgrade using in-house personnel to accommodate the growing Mt Carbine team;
- Dewatering screen purchase for installation in the Gravity Plant; and
- Purchase of tertiary crushing circuit for crushing of XRT Sorter concentrate.

Mt Carbine continues to ramp up production into a firm market for tungsten concentrates and a strong, stable price for the major end product APT, currently around US\$340/MTU, compared with US\$285/MTU a year ago. Cronimet Asia Pte Ltd continue to give strong support for the operation and have the capability to purchase and place all concentrates produced from the Mt Carbine operation.

### XRT SORTERS & GRAVITY PLANT PRODUCTION

The Mt Carbine operation engaged a specialist crushing and screening contractor in mid-March 2022 for the period that the construction of the Early Works crushing and screening section was being installed. This contract was very worthwhile for the operation as it allowed the Mt Carbine team to continue producing concentrates during the construction and commissioning period. The contractor crushed the Low Grade Stockpile (LGS) on a bulk basis crushing everything -700mm which is in-line with the planned Phase 2 Crushing and Screening Plant set for installation to crush the high grade ores from the open pit operations.

The contractor only ran day shifts over the period which resulted in the Gravity Processing Plant being short of <6mm fines feed material and therefore had to blend historic tails with the feed material over the period. This led to lower than forecast concentrate production figures over the period, however, a positive to come from this trial was the grade of the material held constant in line with prior sampling across the size ranges and significant data was generated giving the operations team a further detailed foundation for production planning and management going forward. The contractor has also been able to produce a stockpile of sorter feed material which will benefit the operation with two TOMRA's available for operation.

During the period operations also experienced intermittent interruptions due to the commissioning of the new TOMRA XRT Sorter, however, the operation is now seeing the benefit in having two TOMRA's available for operation and production efficiencies continue to increase with concentrate output steadily increasing.

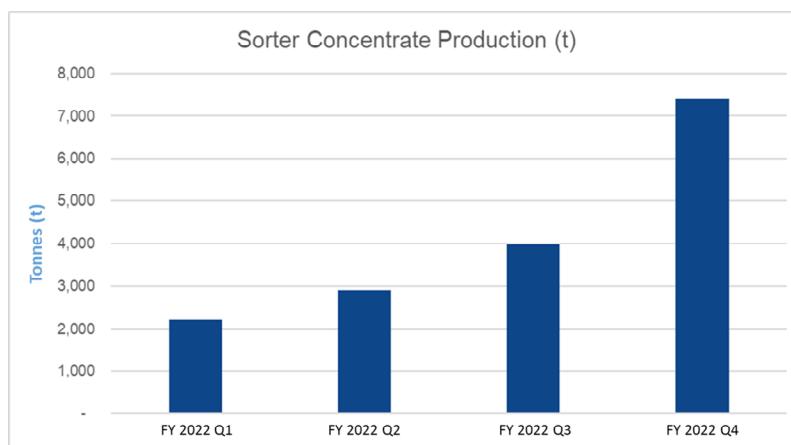


Figure 2 - XRT Sorter Concentrate produced

The XRT Sorters ramped up production significantly during the quarter, even with late and unexpected rain events. The new TOMRA has been fully commissioned with the unit running well and benefiting overall production. The new TOMRA processes at the same throughput rate but due to the newer operating system

on the TOMRA, has increased data collection and design efficiencies which has led to an increase in running time of the XRT Sorting Plant and increased sorter concentrate production.

Interfacing of the double TOMRA system has also been completed and commissioned which allows for the two TOMRA's to be run in parallel or individually. Having this flexibility means increased running times and sorter concentrate outputs which the operation is currently benefitting from.

The Gravity Plant operated relatively consistently through the period, processing a combination of Low Grade Stockpile fines, and XRT Sorter concentrate when available in conjunction with historic tailings material that is already sized and readily accessible. Due to the contractor's inability to provide sufficient -6mm feed material for the plant, the historic tailings are used as a blending material when required to keep production feed throughputs on target while the Early Works plant was being constructed.

With the Early Works program now completed and the new Crushing and Screening plant running, it has led to a debottlenecking of the crushing and screening capacity and allowed increased -6mm feed material to be processed through the Gravity Processing plant. The production capacities through the new wet screening setup is steadily increasing and the benefit will be seen during the coming quarter with forecast higher concentrate outputs.

The Operations Team have been able to continue refining the process and training operators across the crushing, screening, XRT Sorting and Gravity Plant with resultant running times achieving nearly 75% plant utilisation over the period. This is a result of the continuous improvement programs from being implemented by the operations and maintenance teams, taking a pro-active approach to maintenance and production. This is also a result of the structured approach to the development of internal intellectual capital for the operation with the early integration and training of local personnel as competent operators of all facets of the processing plant and equipment.

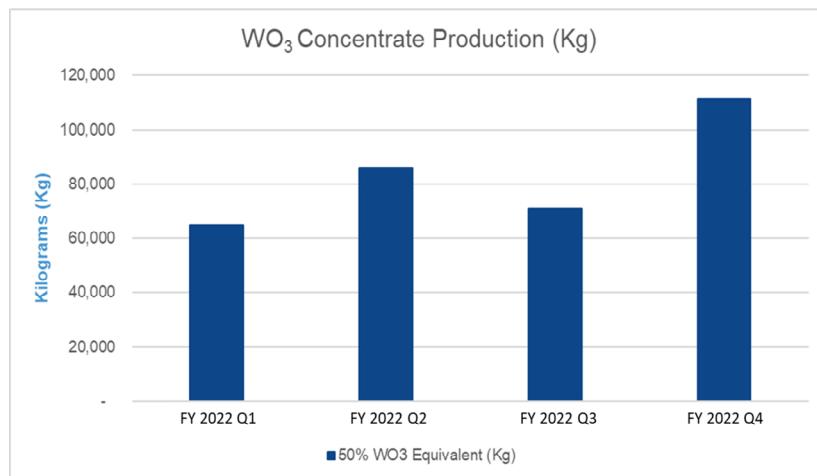


Figure 3 - Concentrate Production of 50% WO<sub>3</sub> equivalent

## QUARRY DELIVERIES CONTINUED FROM REPURPOSED MINE WASTE

EQR continued to develop its 'green aggregates' business which turns inert waste rock into vital construction materials for Far North Queensland by working toward having the waste rock at Mt Carbine. In this regard, the Company continues to work with authorities to classify the repurposed Mt Carbine aggregates as a recycled product. This will open additional opportunities in the local and regional market with the potential to increase future sales with regional industries pushing towards a higher demand for recycled products.

While EQR is aiming for a leadership role in the sustainable development of critical minerals projects, we are continuously looking at non-conventional waste treatment options. Our quarry provides a complementary revenue stream to our primary product being tungsten concentrate. Additional revenue drives down unit costs and helps Mt Carbine build a mine for the future. Our ambition is to build a mine with low impact and maximum use of mined materials, a truly circular enterprise.

## SAFETY PERFORMANCE AT MT CARBINE

Safety at the Mt Carbine operations continued to improve during the quarter and as at the date of this report the site has been 365 days without a lost time injury. This demonstrates that the Safety & Health Management System is working and employees at Mt Carbine are actively looking to reduce the risk to themselves and others by identifying hazards and addressing them before they conduct work activities.

The Lost Time Injury Frequency rate is zero which the Company believes is a great result given the ongoing ramp up and Early Works construction which are generally high-risk periods for developing companies. Total Recordable Injury Frequency rate is less than half the industry standard which is positive whilst the Medical Injury Frequency rate is zero.

A total of 1,698 positive safety indicators have been recorded for this quarter. Area Foreman have increased workplace inspections which will assist with the overall safety onsite by ensuring the areas they are responsible for are being maintained at appropriate standard.

The Company has increased its first aid capabilities with 18 employees completing First Aid training and will be looking to have its personnel volunteer with the local rural fire bridge to increase its emergency response capabilities. In addition to this 6 employee's completed Supervisor Training whilst 78 VOCs for mobile equipment were completed. Approximately 38 employees have also been signed up for a government funded Certificate III in Surface Extraction Operations.

A part-time Administration Assistant has also been integrated into the Safety Department to help relieve administrative duties which will enable further training and increased in-field presence by the Company's experienced HSET Team.

## ENVIRONMENTAL ACTIVITIES AT MT CARBINE

The Company is working with environmental group NRA to ensure full compliance with its environmental permits. All sampling requirements for reporting were met and completed in a timely matter. Ongoing monitoring of both surface water, ground water, dust and noise as well as biological sampling continued.

## MT CARBINE DEVELOPMENT

### FEDERAL GOVERNMENT FUNDING FOR MT CARBINE CRITICAL MINERALS PROGRAM

The Federal Government's Critical Minerals Accelerator Initiative (CMAI) supports EQR's expansion program at Mt Carbine with a \$6 million grant. The CMAI co-investment will be utilised to implement the scope defined in the Company's Bankable Feasibility Study, for a large-scale tungsten operation utilising historic mine waste and high-grade resources as identified in the accessible Andrew White Open Pit. The grant recognises the global strategic importance of Mt Carbine, which is the most advanced tungsten mine project in Australia and Australia's sole tungsten primary producing mine asset. Accelerating EQR's BFS-supported development plans into the Mt Carbine open pit stage will create greater diversity of supply of tungsten as a critical metal, supplying into a growing global market, including new usages in fast-charging battery technology. Building a

resilient critical minerals industry in Northern Australia, based on advanced processing technology and skilled-up labour, creates new jobs and opportunity in this resource-rich but under-developed region.

The formal co-funding agreement still has to be signed, with a delay expected given the recent change in Government.

## **EARLY ENGAGEMENT CONTRACT WITH GOLDRING FOR RESTART OF OPEN PIT MINING**

The Company has executed an Early Engagement Contract with Golding Contractors Pty Ltd (Golding) for the restart of the open pit mining operations. The Company selected Golding as its preferred partner after working through a high-quality engagement and approval process.

Over the coming months, key areas of engagement and focus to finalise the mining contract and ensure smooth transition to mining operations will include stakeholder engagement, equipment selection, final pit design and price finalisation.

## EXPLORATION ACTIVITIES

## **WESTERN DRILL EXTENSIONS (WEST DYKE AREA)**

Results were received for all 10 holes (2121.90m) drilled in the March 2022 Quarter revealing that the mineralisation continues to the west in the same vein zones as recognised in the pit (Iolanthe, Bluff, Johnson etc.). These zones around the West Dyke Area show high grade mineralisation at similar levels to the pit ore studied in the Bankable Feasibility Study (BFS). The veins remain open further west with the last hole of the campaign on section 22,400E - EQ026 showing high grade in the Bluff zone, i.e.:

5.95m @ 0.94% WO<sub>3</sub> (from 84.96m depth).

This high grade is interpreted to plunge westwards at 50 degrees and will require additional drilling to define the extent. Geophysics would indicate the presence of deep seated intrusive plugs occur along the South Wall Fault with the best high grade mineralisation occurring on their margins.

The mineralisation intersected in the West Dyke Area is currently being evaluated by a review of the BFS, as this potential could extend the open cut or since it is has a close proximity to the existing decline, could provide early underground ore.

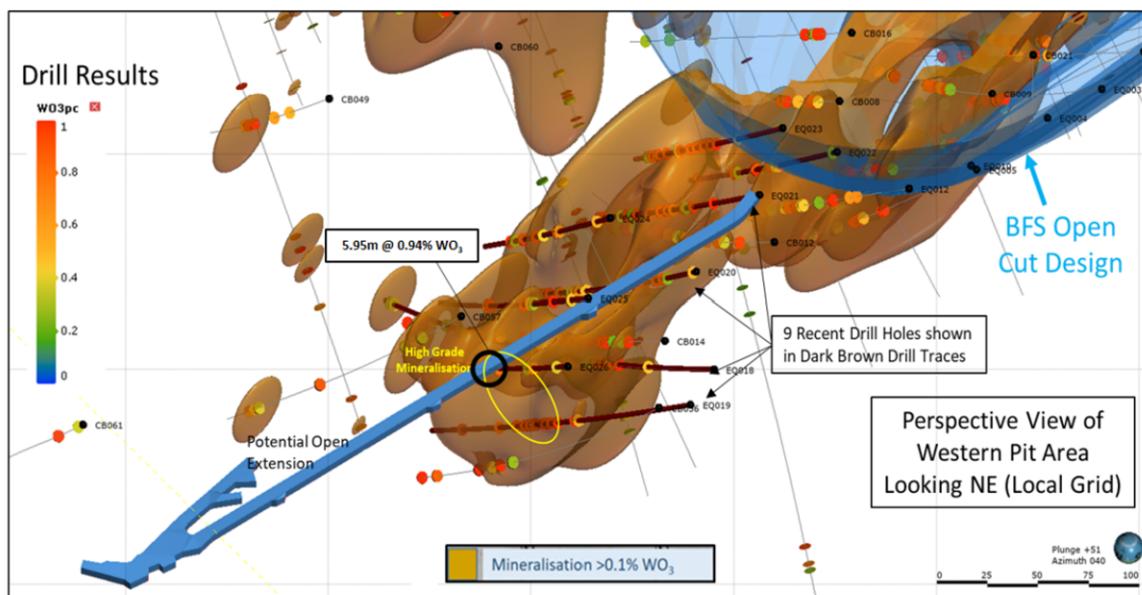


Figure 4 - Perspective summary view of Dyke West Mineralisation

The western mineralisation extension has been drilled out at sufficient detail to be included in EQR's updated Mineral Resource Statement to be completed in due course. Assessment using lower cut-offs will also be necessary as there is a halo of mineralisation that occurs in the 0.1- 0.2% WO<sub>3</sub> range outside our existing high grade resource. This halo is at higher grade than the low grade stockpile EQR is currently successfully mining and processing, and as defined in the BFS (i.e. 12Mt @ 0.075% WO<sub>3</sub>).

### MT CARBINE - EPM14872

Continued interpretation of the geophysics reveals that the NW trending anomalous zone is a series of intrusive bodies sitting along the South Wall Fault. These bodies are interpreted to be late felsic stocks that are likely the source rocks for the tungsten mineralisation. The mineralisation forms a halo surrounding these stocks.

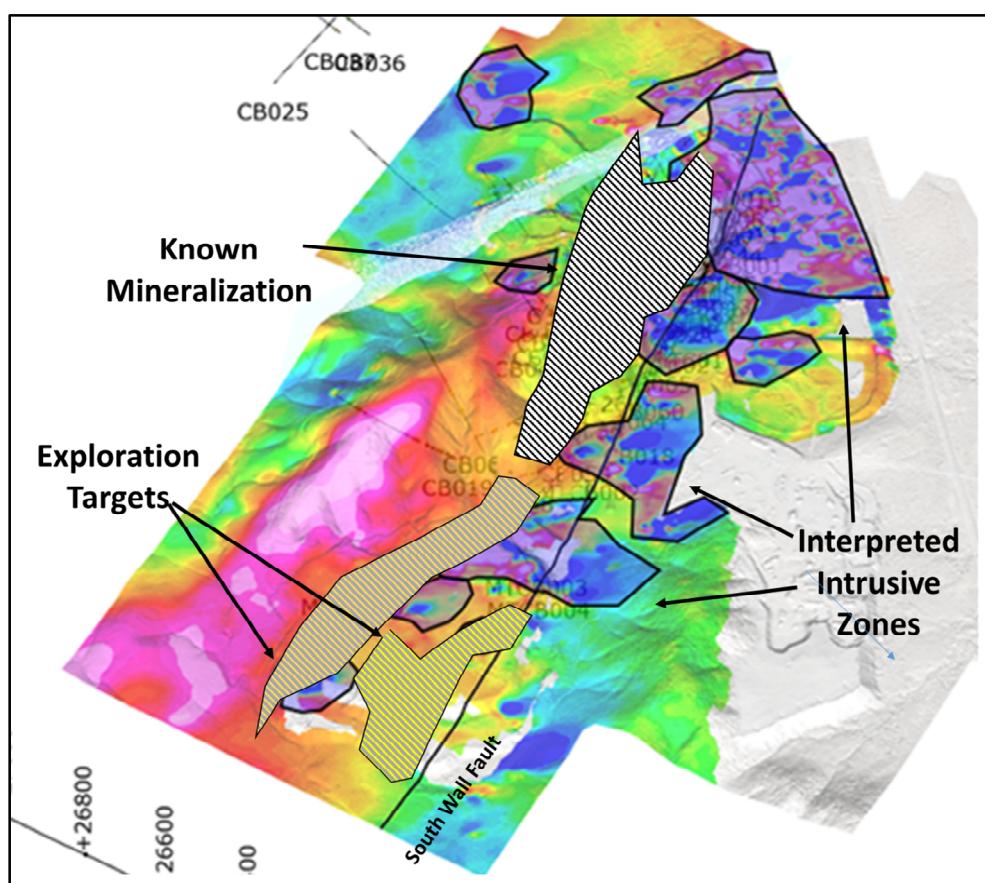


Figure 5 - Magnetics indicate that there are multiple intrusive bodies along strike from the open cut with mineralisation occurring on margins of these interpreted zones

Integration of geophysics and soil sampling results into GIS is ongoing and will be the guide for regional exploration activities. More than eight anomalous regions have been registered in the magnetics as well as 1.5 km of continued strike from the pit mineralisation show shallow intrusive signatures that are marked for follow-up.

### MT HOLMES - EPM14871

An initial survey at Mt Holmes tin project revealed over 30 massive quartz veins cross the tenement at right angles to a major feldspar porphyry dyke swarm. 82 rock chip samples of these veins did not reveal any major

mineralisation but minor marginal zones of tin. The remainder of the license will be explored this field season commencing in July 2022.

### **NSW GOLD – EL6648 CROW MOUNTAIN & EL8024 PANAMA HAT**

Land Access agreements were executed covering the Panama Hat Project and a short field trip was made with orientation grab samples collected for the key prospects. No work was conducted on Crow Mountain during the quarter.

### **TENEMENT INTERESTS**

In accordance with ASX Listing Rule 5.3.3, the following table is submitted with respect to tenements held by the Company and its controlled entities:

Location	Holding Entity	Area	Expiry Date
Queensland, Australia			
ML 4867	Mt Carbine Quarries Pty Ltd	358.5 ha	31/07/2022 <sup>1)</sup>
ML 4919	Mt Carbine Quarries Pty Ltd	7.891 ha	31/08/2023
EPM 14871	Company	10 sub-blocks	12/12/2025
EPM 14872	Company	21 sub-blocks	11/12/2025
EPM 27394	Company	4 sub-blocks	01/06/2025
New South Wales, Australia			
EL 6648	Company	4 Units	19/10/2026 <sup>2)</sup>
EL 8024	Company	19 Units	29/11/2024 <sup>2)</sup>
<b><i>ML = Mining Lease; EPM = Exploration Permit for Minerals (Qld); EL = Exploration Licence (NSW)</i></b>			
1) Renewal application submitted on 31 January 2022			
2) Sozo farm-in arrangement			

No farm-in or farm-out agreements were entered into during the period.

### **FINANCIAL PERFORMANCE**

EQR's cash balance as at 30 June 2022 was \$1.723 million (compared with \$1.167 million for the quarter ended 31 March 2022), representing a net increase of \$0.556 million for the quarter.

In line with the Early Works Program, the Company invested \$1.264 million on property, plant and equipment with an additional \$0.453 million being expended on capitalised exploration and evaluation activities. The increase in development expenses to \$0.155 million directly correlates to EQR's on-site compliance and reporting activities associated with its Mining Environmental Authority.

Cash receipts from customers totalled \$0.976 million (compared with \$0.822 million in the previous quarter) representing EQR's 50% share of tungsten concentrate sales for the quarter of \$1.716 million with the balance

of the inflow generated from numerous quarry contracts. Cash inflows from operating activities were also boosted by the receipt of the Group's 2020-2021 R&D Tax Refund of \$1.501 million together with grant funding from the Advanced Manufacturing Growth Centre (AMGC) of \$0.286 million.

The increase in production costs to \$1.275 million is in line with the planned production capacity increases and the increase of production activities in this quarter.

The modest increase in staff costs to \$1.199 million is mainly due to higher staff numbers employed by the unincorporated joint venture for the commencement of a 24-hours basis production cycle.

The Company continues to increase its quarry inventory stockpiles generated from the XRT Sorter waste stream and maintains a strong focus on cost control across its operating and corporate activities.

## CORPORATE

### CHANGES IN EQR BOARD & LEADERSHIP TEAM

There have been no changes in the EQR Board or Management during the period.

### RELATED PARTY PAYMENTS

In line with its obligations under ASX Listing Rule 5.3.5, the Company has advised in the Appendix 5B for the period ended 30 June 2022, that the only payments to related parties of the Company pertain to payments to Directors and Senior Executives for salaries, fees and consultancy including expense reimbursements.

The Company secured a loan facility from its Director and Shareholder, Mr Zhui Pei Yeo. For details see ASX Announcement '[CAPEX Funding For Mt Carbine Expansion Secured](#)', dated 02 May 2022.

Released on behalf of the Board by:

**Kevin MacNeill**  
**Chief Executive Officer**  
EQ Resources Limited

Further Enquiries:

**Peter Taylor**  
**Investor Relations**  
0412 036 231  
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### About the Company

EQ Resources Limited is an ASX-listed company transforming its world-class tungsten assets at Mt Carbine in North Queensland; leveraging advanced technology, historical stockpiles and unexploited resource with the aim of being the pre-eminent tungsten producer in Australia. The Company also holds gold exploration licences in New South Wales. The Company aims to create shareholder value through the exploration and development of its current portfolio whilst continuing to evaluate corporate and exploration opportunities within the new economy and critical minerals sector.

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## **Competent Person's Statements**

EQ Resources' exploration and resource work is being managed by Mr Tony Bainbridge, AusIMM. Mr Bainbridge is engaged as a contractor by the Company and is not "independent" within the meaning of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Mr Bainbridge 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 JORC Code 2012.

The technical information contained in this announcement relating exploration results are based on, and fairly represents, information compiled by Mr Bainbridge. Mr Bainbridge has verified and approved the data disclosed in this release, including the sampling, analytical and test data underlying the information. The diamond core samples are assayed at the ALS Laboratory in Brisbane, Australia. Mr Bainbridge has consented to the inclusion in this release of the matters based on his compiled information in the form and context in which it appears in this announcement.

## **Forward-looking Statements**

This announcement may contain forward-looking statements. Forward-looking statements address future events and conditions and therefore involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statements. Particular risks applicable to this announcement include risks associated with planned production, including the ability of the Company to achieve its targeted production outline due to regulatory, technical or economic factors. In addition, there are risks associated with estimates of resources, and there is no guarantee that a resource will have demonstrated economic viability as necessary to be classified as a reserve. There is no guarantee that additional exploration work will result in significant increases to resource estimates. Neither the Australian Securities Exchange nor its Regulation Services Provider (as that term is defined in policies of the Australian Securities Exchange) accepts responsibility for the adequacy or accuracy of this announcement.

## Appendix 5B

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

Name of entity

EQ RESOURCES LIMITED

ABN

77 115 009 106

Quarter ended ("current quarter")

30 June 2022

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	976	4,809
1.2 Payments for		
(a) exploration & evaluation	-	(7)
(b) development	(155)	(453)
(c) production	(1,275)	(4,924)
(d) staff costs	(1,199)	(4,113)
(e) administration and corporate costs	(135)	(622)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	(10)	(29)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other		
- Diesel fuel tax credit	54	229
- Government grant (AMGC)	286	451
- R&D tax credit	1,501	1,501
- Other (provide details if material)	8	48
<b>1.9 Net cash from / (used in) operating activities</b>	<b>52</b>	<b>(3,109)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(1,264)	(3,350)
(d) exploration & evaluation	(508)	(3,099)

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
(e) investments	-	-
(f) other non-current assets	-	-
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	(200)	(573)
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(1,972)</b>	<b>(7,022)</b>
<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2 Proceeds from issue of convertible debt securities	-	6,000
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	-	(302)
3.5 Proceeds from borrowings	-	-
- Shareholder's loan	1,500	1,500
- Working capital loans (unincorporated joint venture)	330	523
- Offtake advance extension	689	689
3.6 Repayment of borrowings	-	50
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other		
- Lease repayments (principal only)	(32)	(94)
<b>3.10 Net cash from / (used in) financing activities</b>	<b>2,487</b>	<b>8,366</b>

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	1,167	3,504
4.2 Net cash from / (used in) operating activities (item 1.9 above)	52	(3,109)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(1,972)	(7,022)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	2,487	8,366
4.5 Effect of movement in exchange rates on cash held	(11)	(16)
<b>4.6 Cash and cash equivalents at end of period</b>	<b>1,723</b>	<b>1,723</b>
<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'00</b>
5.1 Bank balances	1,723	1,167
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,723</b>	<b>1,167</b>
<b>6. Payments to related parties of the entity and their associates</b>		<b>Current quarter \$A'000</b>
6.1 Aggregate amount of payments to related parties and their associates included in item 1		102
6.2 Aggregate amount of payments to related parties and their associates included in item 2		-
<i>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.</i>		
Payments to Directors and Senior Executives for salaries (including superannuation), fees, consultancy, and expense reimbursements.		

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term 'facility' includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	3	3
7.2 Shareholder's loan	1,500	1,500
7.3 Convertible notes	4,000	4,000
<b>7.4 Total financing facilities</b>	<b>5,503</b>	<b>5,503</b>
<b>7.5 Unused financing facilities available at quarter end</b>		-
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.	
7.6.1 Secured 3-year Equipment Finance Loan at an Interest Rate of 4.91% p.a.		
7.6.2 Unsecured 6-month Loan at an Interest Rate of 8.00% p.a.		
7.6.3 Unsecured 2-year Convertible Notes with a Coupon Rate of 7.00% p.a. payable in shares or cash at the election of the Note Holders.		
<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>	
8.1 Net cash from / (used in) operating activities (item 1.9)	52	
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(508)	
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(456)	
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,723	
8.5 Unused finance facilities available at quarter end (item 7.5)	-	
<b>8.6 Total available funding (item 8.4 + item 8.5)</b>	<b>1,723</b>	
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>3.8</b>	
<i>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.</i>		
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:		
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:		

- 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:

*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: 31 July 2022

Authorised by: By the board  
 (Name of body or officer authorising release – see note 4)

### 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.