

31st October 2023

QUARTERLY REPORT

For the period ending 30 September 2023

Metal Hawk Limited (ASX: MHK, “Metal Hawk” or “The Company”) is pleased to report on its quarterly activities for the period ending 30 September 2023.

HIGHLIGHTS

EXPLORATION ACTIVITIES

YARMANY PROJECT

- Commencement of lithium and nickel sulphide exploration activities with extensive mapping, geophysics and geochemical surveys.
- VTEM MaxTM Survey completed across the majority of the project area identified 11 priority late-time conductors.
- Post quarter-end, rockchip and soil sampling results identified strong lithium anomalies in a large mapped pegmatite at the F-camp prospect ([see ASX announcement 26 October 2023](#)).

FRASER SOUTH PROJECT

- Stage-2 aircore (AC) drilling program completed - 46 holes drilled for 1,015m (assays pending).

CORPORATE

- The Company announced the acquisition of the Yarmany Nickel-Lithium project in Western Australia.
- Share placement raising a total of A\$1.23 million (before costs).
- End of quarter cash position of \$1.1 million.

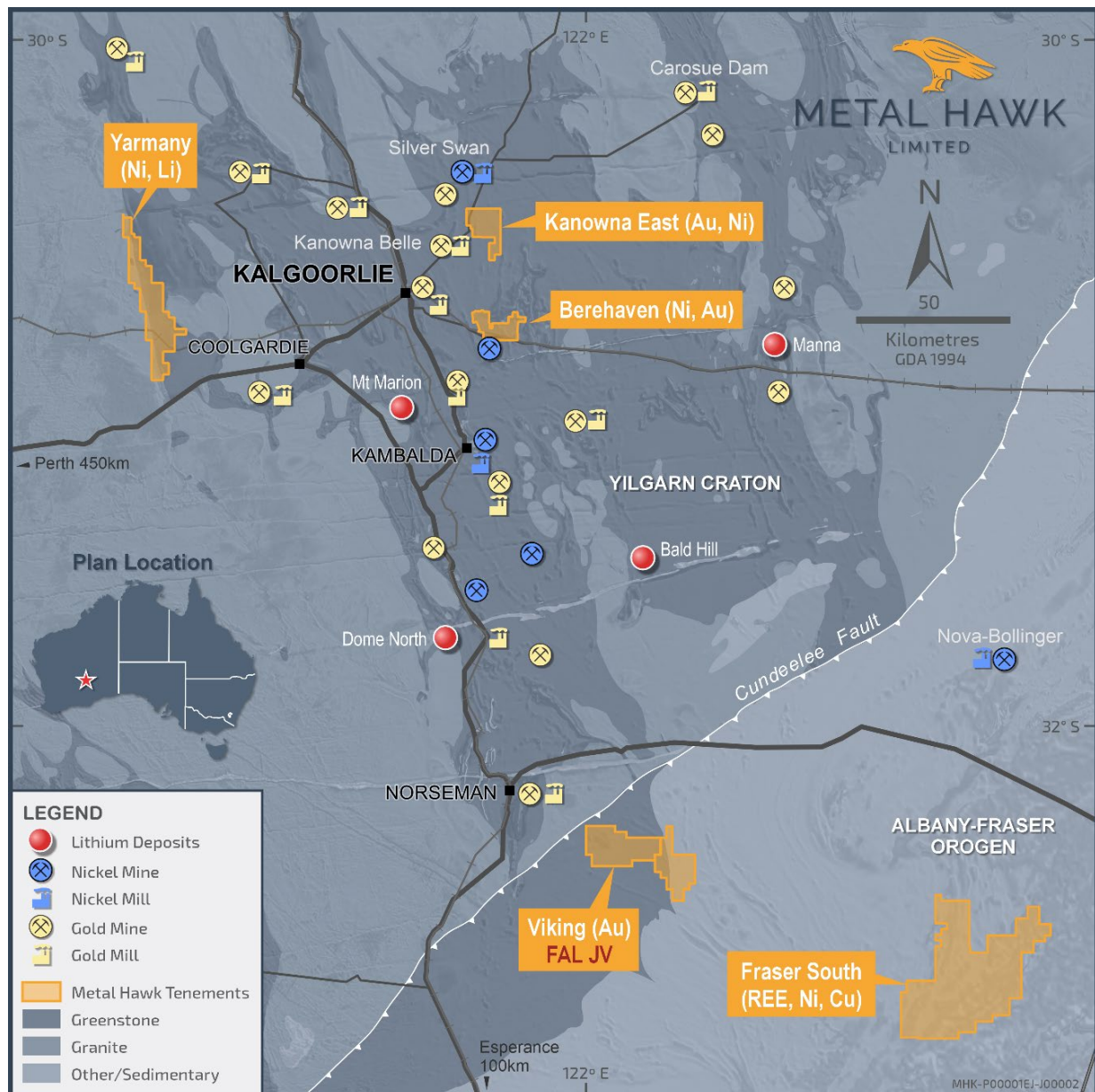


Figure 1. Metal Hawk Goldfields and Albany Fraser Projects

DECEMBER QUARTER 2023 – PLANNED ACTIVITY

- Maiden drilling to commence at the Yarmany Project.
- Assay results expected from Stage-2 AC drilling at Fraser South.
- Geochemical surveys, pegmatite mapping and sampling continuing at Yarmany.

COMPANY PROJECTS – WESTERN AUSTRALIA

YARMANY PROJECT

During the quarter Metal Hawk secured an option to purchase seven Yarmany project tenements from Black Mountain Gold Limited, a wholly owned subsidiary of Horizon Minerals Limited (**ASX: HRZ**, “Horizon”).

The Yarmany Project is located 40km north-west of Coolgardie in Western Australia and covers an area of 282km². The tenure has 50km of strike potential along the Ida Fault and is considered prospective for both lithium and nickel sulphide mineralisation. This project will be the main exploration focus for the Company’s exploration over the next 12 months.

The tenements have received only limited, mostly superficial exploration for pegmatite-hosted lithium-caesium-tantalum (LCT) mineralisation.

Only sparse nickel sulphide exploration has been carried out on the project, with the majority of nickel exploration conducted in the 1970s. This work was done prior to the emergence of game-changing geophysical methods of electromagnetic surveying, which is now used by nickel explorers to great effect to detect conductive responses caused by massive nickel sulphide mineralisation.

Metal Hawk’s dual focus at Yarmany is regional lithium and nickel sulphide exploration. During the quarter pegmatite mapping and geochemical sampling commenced and an extensive airborne electromagnetic VTEM MAXTM survey was completed, identifying eleven (11) late-time priority bedrock conductors.

Geochemical assay results from lithium exploration activities were received subsequent to the end of the quarter, identifying strong lithium anomalies within mapped pegmatites at the F-camp prospect. Exploration is continuing at a steady pace, with drilling at Yarmany scheduled to commence in November 2023.

SUMMARY OF KEY TERMS

Metal Hawk acquired a two--year Option to purchase the western Yarmany tenements (listed in Appendix 1) from Horizon Minerals Limited with the following terms:

1. \$400,000 on signing as an option fee, consisting of payment of \$200,000 cash and \$200,000 worth of fully paid MHK shares (Option Shares) escrowed for six months.
2. a) Fully paid Metal Hawk shares to the value of \$1 million (Consideration Shares) or cash (at Metal Hawk’s election) to exercise the option on or before 30 June 2025. Metal Hawk must spend \$1 million on project expenditure before it can exercise the option and a minimum of \$500,000 before it can withdraw from the option.

OR

- b) Horizon may elect to forego the payment and retain a 20% free-carried interest in the Tenements (until decision to mine).

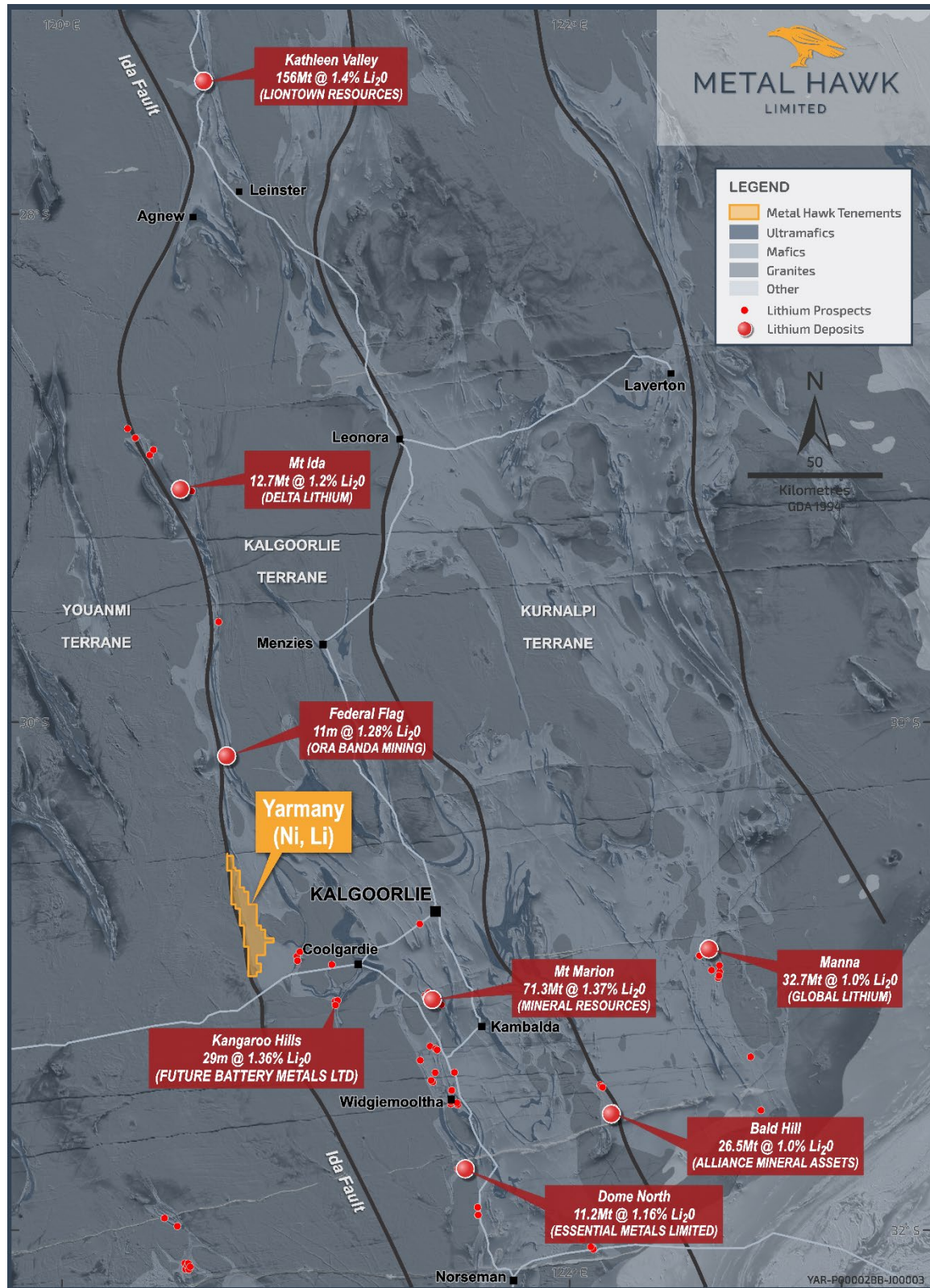


Figure 2. Yarmany Project location showing significant Goldfields lithium projects

YARMANY LITHIUM EXPLORATION

Work carried out during the September quarter (along with assay results received subsequent to the end of the quarter) indicates strong potential for pegmatite-hosted lithium-caesium-tantalum (LCT) mineralisation with highly encouraging geochemical results supporting geological field observations. Aircore (AC) drilling and targeted reverse circulation (RC) drilling are at an advanced stage of planning with expected commencement of drilling in early November.

F-CAMP LITHIUM PROSPECT

The F-camp prospect area is located 16km south of the northern boundary of the Yarmany Project and is characterised by shallow cover with occasional outcrop and subcrop of clay-weathered feldspar-quartz-muscovite pegmatite (Figure 3), amphibolite and muscovite-bearing aplite. Detailed soil geochemical surveys, geological mapping and rockchip sampling has been carried out over the poorly exposed and highly weathered pegmatite swarm at the prospect which is also largely concealed by thick vegetation. Contact zones of the F-camp pegmatite have been mapped locally showing a consistent NNW strike, but the full 3D-geometry remains unclear (i.e. dip). Aircore drilling will be utilised to establish this and the depth of weathering ahead of deeper (RC) drilling.



Figure 3. F-camp highly clay-weathered pegmatite outcrop, sample MYP062 grading 1,268ppm Li₂O

The main mapped pegmatite body at F-camp has more than 1km of strike length, is up to 140m wide and presents as a priority drill-ready target. Mapping and detailed geochemical analysis of the extremely weathered host rocks is particularly important at this project because the targeted lithium-bearing spodumene mineralisation is absent at surface due to deep weathering. This is a common characteristic of pegmatites in the Yilgarn Craton.

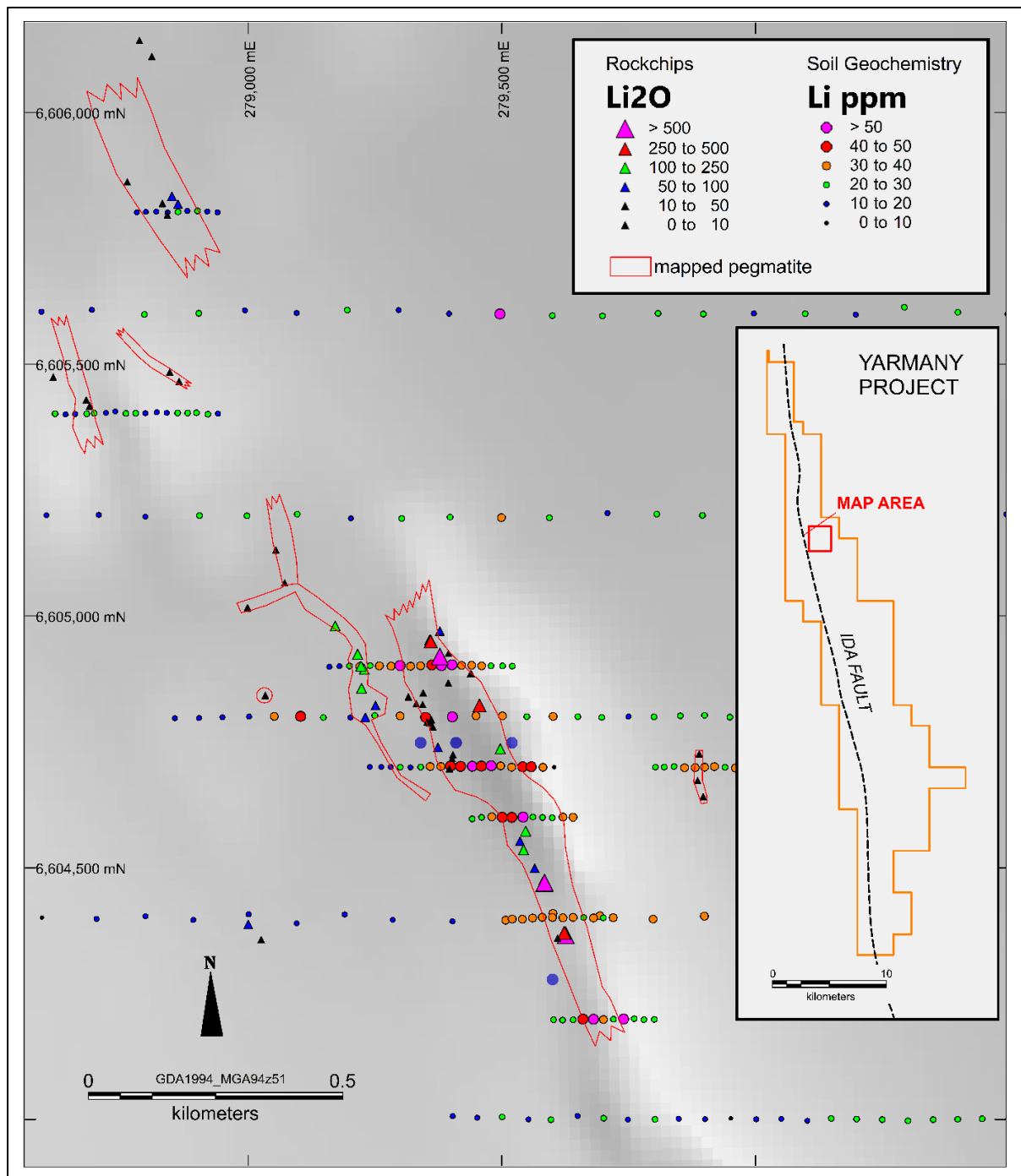


Figure 4. Yarmany Project F-camp prospect surface geochemistry over magnetics TMI

YARMANY NICKEL EXPLORATION

Nickel sulphide exploration activities at Yarmany commenced during the quarter with the completion of an extensive Versatile Time-Domain Electro-Magnetic (VTEM) MaxTM survey over the majority of the Yarmany tenement area. Eleven (11) strong bedrock conductors were identified which are considered high priority targets for drilling. The helicopter-borne survey was designed to detect electromagnetic conductors that could be indicative of accumulations of nickel sulphide mineralisation.

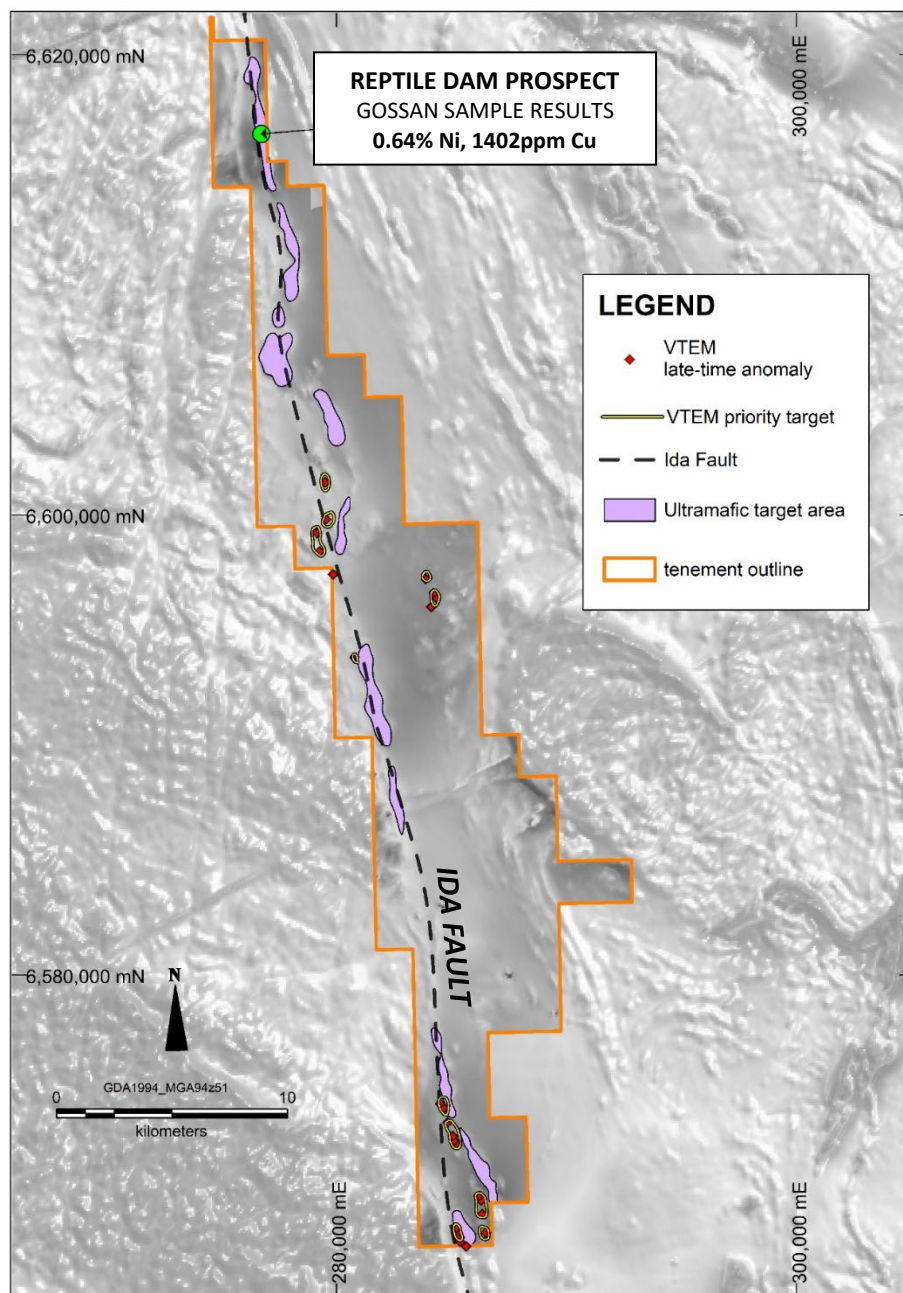


Figure 5. Yarmany Project - VTEM MaxTM priority late-time anomalies (red) with ultramafic target areas over airborne magnetic TMI

Planning is well-advanced to drill test a selection of targets with a combination of aircore (AC) and reverse circulation (RC) drilling. Follow-up ground EM surveys will be planned over priority ultramafic target areas where more detail and conductor definition is required.

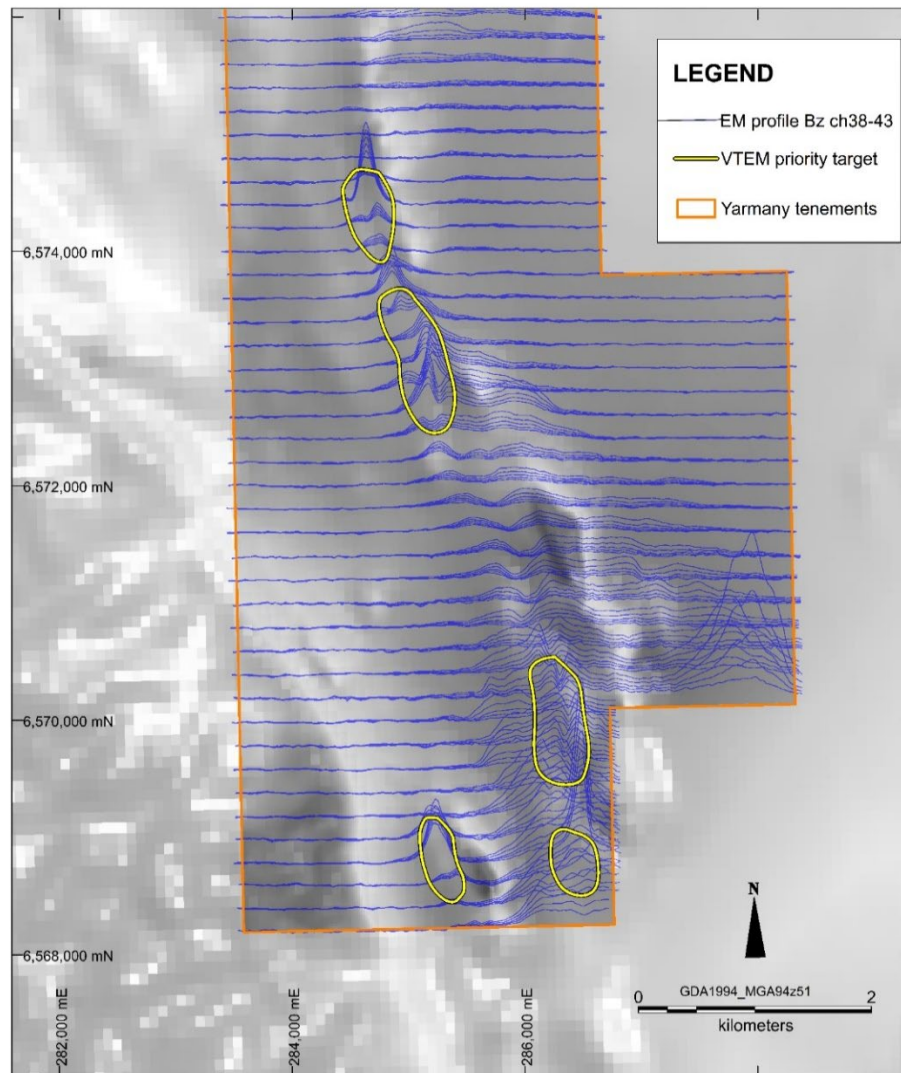


Figure 6. Yarmany southern tenement area showing conductive target areas (yellow) with EM profiles (ch 38-43) over airborne magnetics TMI

Gossanous rockchip samples from the Reptile Dam prospect, situated at the northern end of the Yarmany Project (shown in figures 5 and 7), have returned highly anomalous results up to 0.64% Ni and 1402pm Cu. These strong levels of coincident nickel and copper anomalism suggest that the largely untested Reptile Dam ultramafic unit has potential to host accumulations of nickel sulphide mineralisation.

The Company has plans for further work at the prospect including ground electromagnetic surveys and RC drilling designed to test for both nickel and pegmatite-hosted lithium-caesium-tantalum (LCT) mineralisation.

The gossan assay results from Reptile Dam have positive implications for Metal Hawk's nickel sulphide exploration plans further south on the project, where the interpreted ultramafic rocks are concealed by shallow sand and clay. The VTEM Max™ survey has identified several strong bedrock conductors in this area (shown in Figures 5 and 6) some of which are located in favourable positions on the margins of interpreted ultramafic rocks. These anomalies present as priority targets and will be tested in the Company's upcoming maiden drill program at Yarmany.

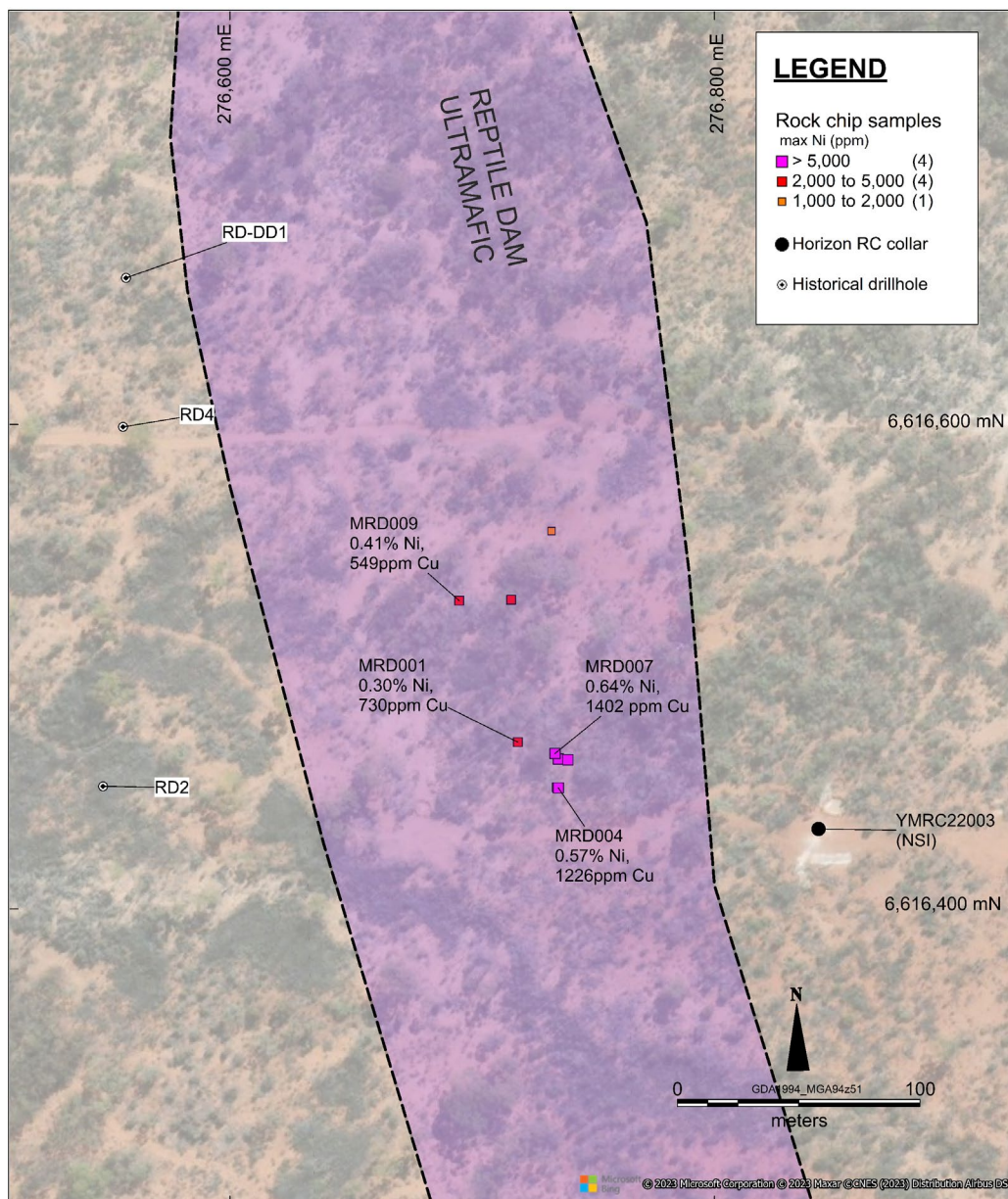


Figure 7. Reptile Dam prospect showing gossan sample locations and historical drilling

FRASER SOUTH PROJECT

The Fraser South project is located 150km north-east of Esperance, Western Australia. Following Metal Hawk's successful initial drilling program at Fraser South in May 2023, a 45-hole follow-up program was completed during the quarter (assays pending).

The Stage-2 campaign consisted of 46 holes drilled for 1,015m, targeting new zones of rare earth element (REE) mineralisation and following up high-grade results returned from the maiden AC program ([see ASX announcement 26 June 2023](#)), which included:

- **26m @ 1526ppm TREO from 16m to EOH, incl. 8m @ 3101ppm TREO from 32m**
- **13m @ 1202ppm TREO from 36m, incl. 5m @ 2298ppm TREO from 44m**
- **8m @ 1087ppm TREO from 36m and 10m @ 1781ppm TREO from 52m**
- **19m @ 816ppm TREO from 8m, incl. 3m @ 2840ppm TREO from 24m to EOH**



Figure 8. KTE aircore rig at Fraser South, September 2023

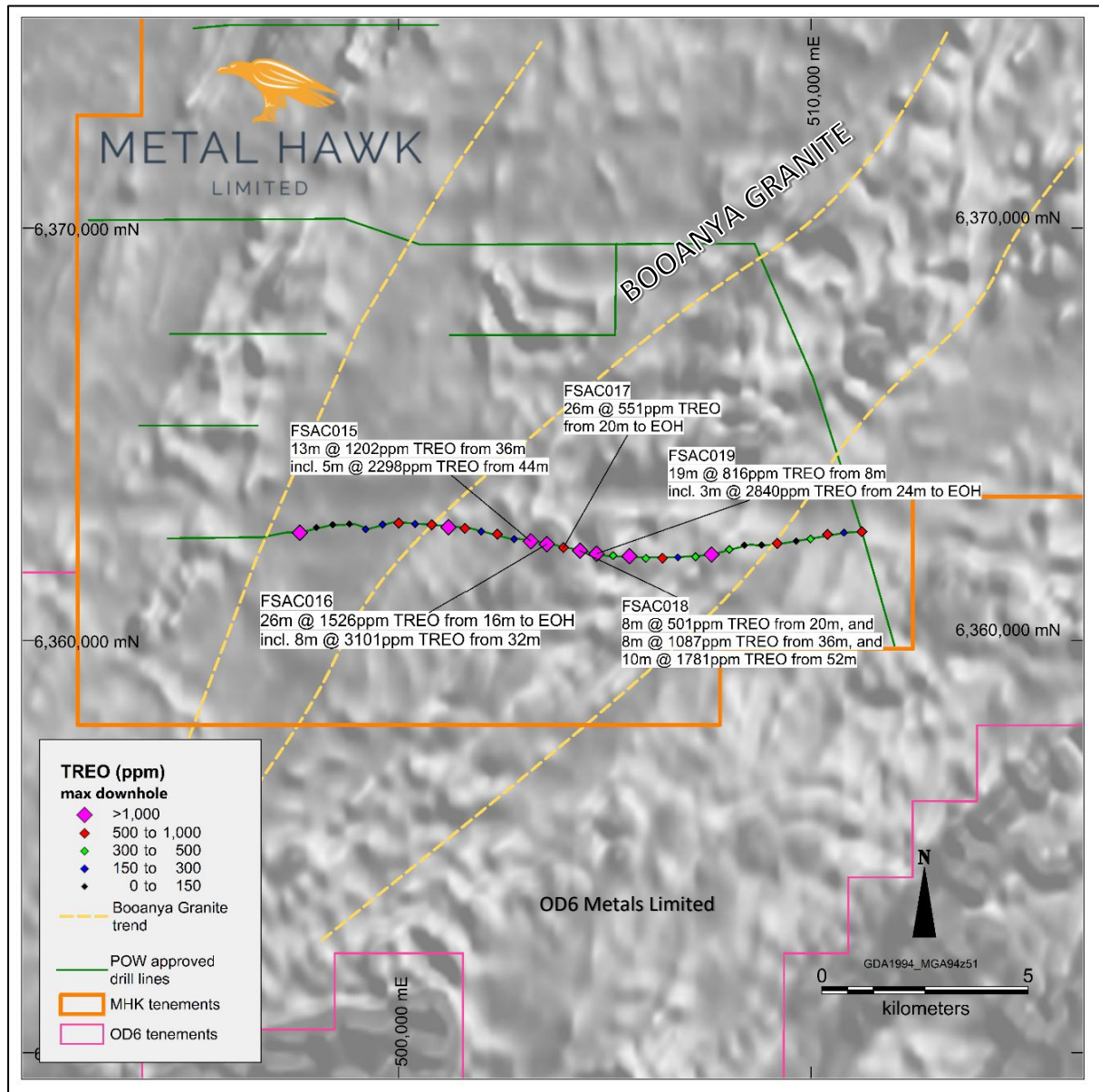


Figure 9. Stage-1 AC drilling results at Fraser South, maximum TREO values and drilling highlights from the Bozwood prospect, over aeromagnetics image (TMI)

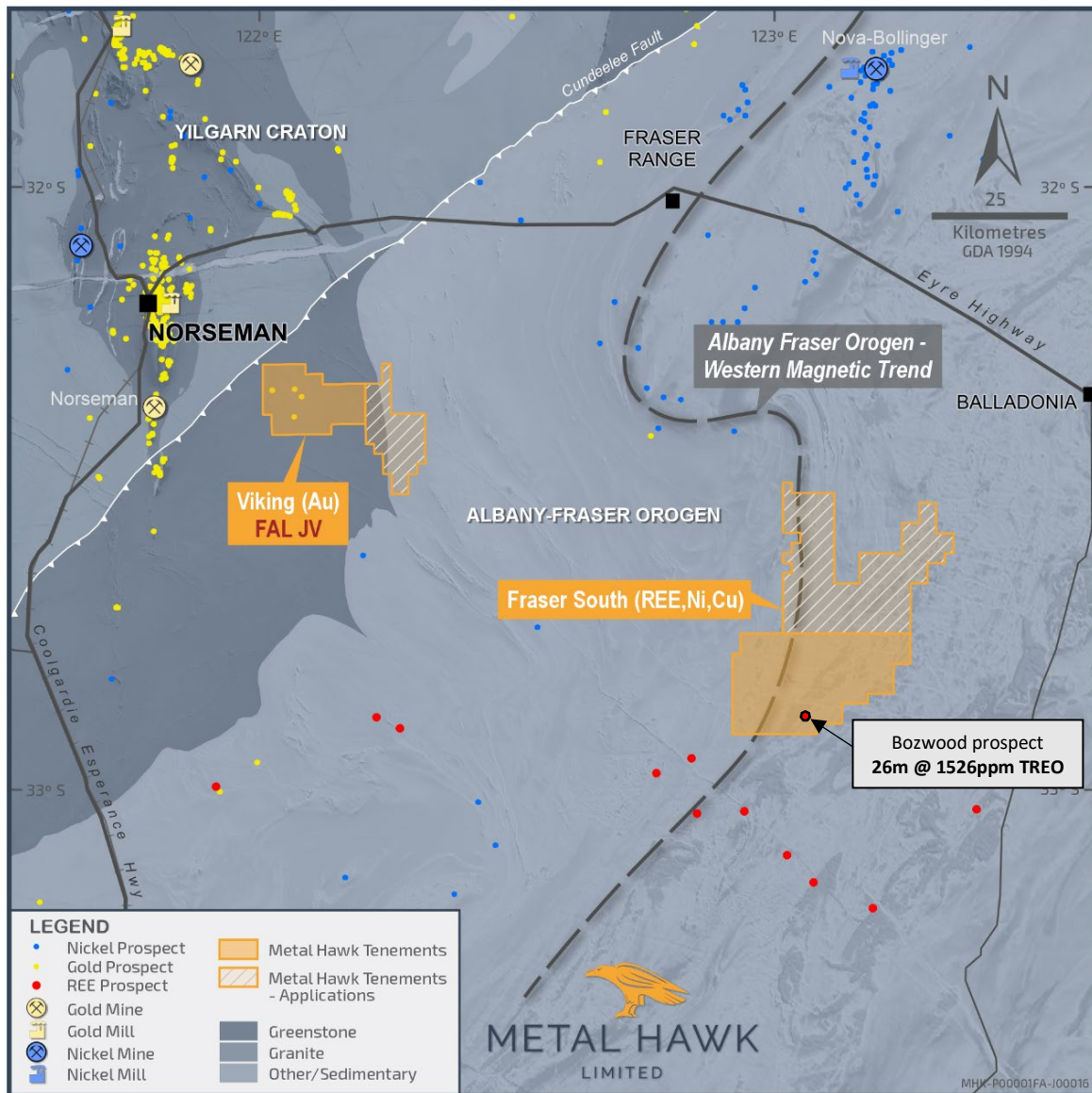


Figure 10. Viking and Fraser South Projects

BEREHAVEN PROJECT

The Berehaven Project (Figures 1 and 11) is located 20km east of Kalgoorlie and consists of 90km² of consolidated tenements. Prior to the Yarmany acquisition, Berehaven was the focus of Metal Hawk's exploration following the discovery of massive nickel sulphides and high-grade gold in RC and diamond drilling at the Commodore prospect in late 2021.

Although no drilling was completed during the reporting period, the Company has plans for continued nickel sulphide exploration in 2024.

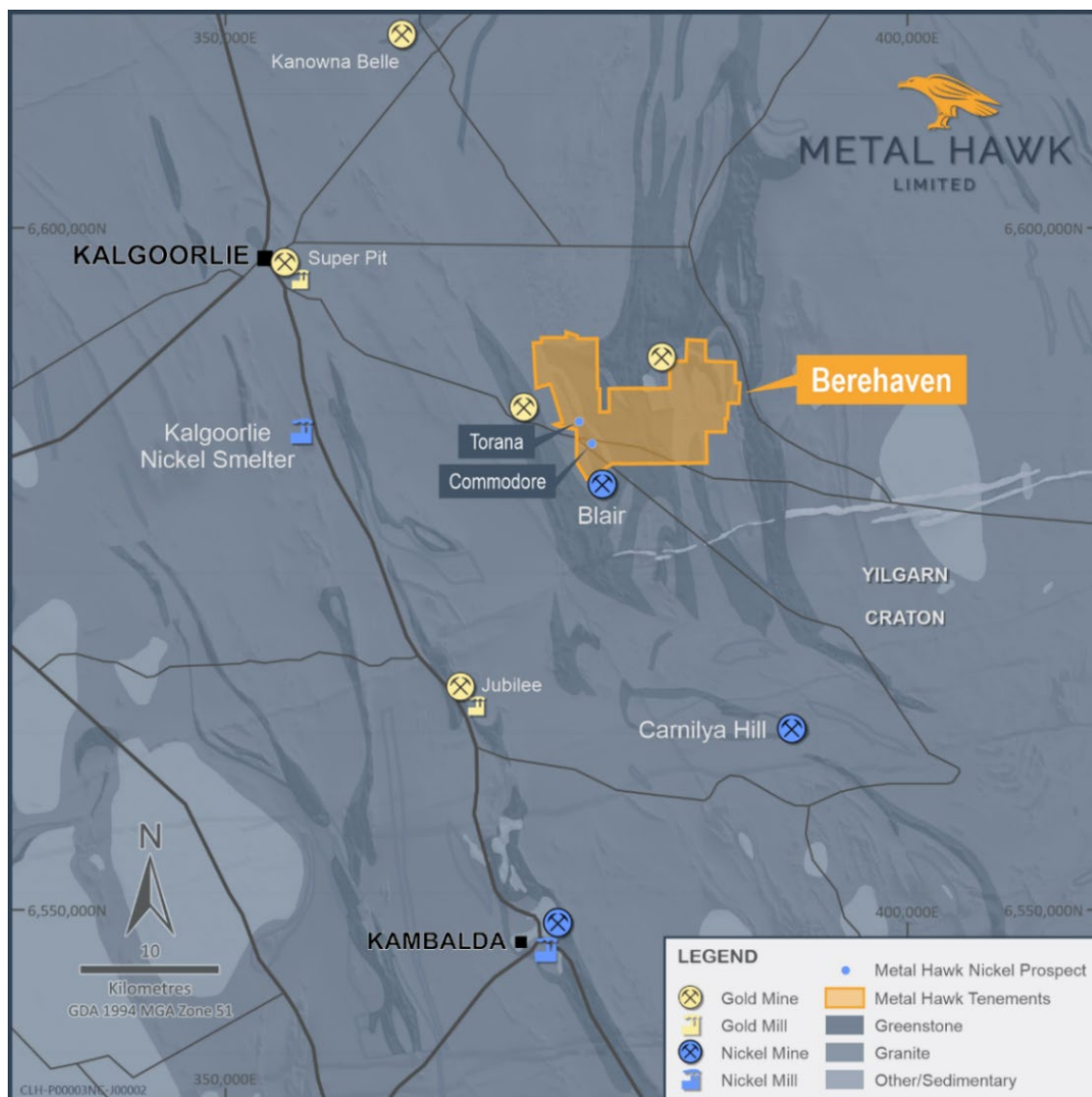


Figure 11. Berekhaven Project location

ONSLOW PROJECT

In February 2023 Metal Hawk signed an Option to purchase exploration licenses from Skryne Hill Pty Ltd. Two granted tenements covering a combined area of over 300km² are located 40km east-southeast of Onslow in the Ashburton region of Western Australia. The project is situated near the edge of the Yilgarn Craton, at the north-western end of the Proterozoic Capricorn Orogen and has potential for mafic/ultramafic intrusive related Ni-Cu sulphides, Iron Oxide Copper-Gold (IOCG) and BIF-hosted gold mineralisation.

Ground electromagnetic surveys commenced in late June 2023, designed to follow up airborne EM anomalies identified by Skryne Hill in 2022. No bedrock conductors were identified. Subsequent to the end of the quarter Metal Hawk withdrew from the Option.

KANOWNNA EAST PROJECT

The Kanownna East Project (Figure 1) is situated 8km northeast of the +5 million-ounce Kanownna Belle gold mine and 10 kilometres south and directly along the strike of the Silver Swan/Black Swan nickel deposits.

Since acquiring IGO's 51% non-gold JV interest in Kanownna East in May 2023, the Company is seeking to divest the project.

VIKING GOLD PROJECT (MHK 49%) - under management of Falcon Metals Limited.

No field work was completed during the quarter. Falcon is considering potential opportunities including partnerships, to further progress the project.

CORPORATE

The end of quarter cash balance was \$1.1 million.

In July 2023 the Company completed a capital raising via a placement of 11,155,733 new fully paid ordinary shares ("**New Shares**") to sophisticated investors to raise \$1.23 million (before costs) at an issue price of \$0.11 per New Share.

In early September Mr Brett Lambert retired as a director and Non-Executive Chairman of Metal Hawk. As part of a planned transition, Mr Michael Edwards was appointed Non-Executive Chairman.

OTHER

During the quarter ended 30 September 2023:

- The Company made cash payments of \$113,000 to related parties and their associates. This was the aggregate amount paid to the Directors including salary, directors' fees, and superannuation.
- The Company spent approximately \$387,000 on project and exploration activities primarily relating to its Yarmany and Fraser South projects, reported above. These activities included geophysics, aircore drilling and regional geochemical surveys. The expenditure represents direct costs associated with these activities.

JUNE 2023 QUARTER – ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (2012 JORC Code). Further details of exploration results (including 2012 JORC Code reporting tables where applicable) referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

| | |
|--|-------------------|
| VTEM SURVEY IDENTIFIES MULTIPLE CONDUCTORS AT YARMANY | 28 September 2023 |
| STAGE-2 DRILLING COMMENCES AT FRASER SOUTH | 12 September 2023 |
| MAJOR VTEM SURVEY UNDERWAY AT YARMANY | 30 August 2023 |
| NEW LITHIUM TARGETS IDENTIFIED AT YARMANY | 24 August 2023 |
| MHK RAISES 1.2M TO ADVANCE LITHIUM-NICKEL REE PROJECTS | 24 July 2023 |
| METAL HAWK ACQUIRES YARMANY NICKEL – LITHIUM PROJECT | 5 July 2023 |

This announcement has been authorised for release by Mr Will Belbin, Managing Director, on behalf of the Board of Metal Hawk Limited.

For further information regarding Metal Hawk Limited please visit our website at www.metalhawk.com.au or contact:

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Competent Person statement

The information in this announcement that relates to Exploration Targets and Exploration Results is based on information compiled and reviewed by Mr William Belbin and represents an accurate representation of the available data. Mr Belbin is the Managing Director of Metal Hawk Limited and is a "Competent Person" and a Member of the Australian Institute of Geoscientists (AIG). Mr Belbin is a full-time employee of the Company and holds shares and options in the Company. Mr Belbin has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Belbin consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Metal Hawk Limited's planned exploration program(s) and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements. Metal Hawk confirms that it is not aware of any new information or data that materially affects the information included in this quarterly.

APPENDIX 1: Interest in Mining Tenements as at 30 September 2023

| Project | Tenement | Area | Status | Interest | Comments |
|----------------|------------|------------|---------|----------------|-----------------------------|
| Berehaven | E26/0210 | 4 Blocks | Granted | 100% | |
| Berehaven | E26/0216 | 2 Blocks | Granted | 100% | |
| Berehaven | P26/4174 | 179 Ha | Granted | 100% | |
| Berehaven | P25/2634 | 171Ha | Granted | 100% | |
| Berehaven | P25/2716 | 9Ha | Granted | 100% | |
| Berehaven | P26/4656 | 10Ha | Granted | 100% | |
| Berehaven | E25/0349 | 4 Blocks | Granted | 100% Ni rights | |
| Berehaven | E25/0543 | 5 Blocks | Granted | 100% Ni rights | |
| Berehaven | E25/0564 | 8 Blocks | Granted | 100% Ni rights | |
| Berehaven | E25/0511 | 1 Block | Granted | 100% Ni rights | |
| Berehaven | P25/2526 | 167 Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4381 | 191 Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4382 | 183 Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4383 | 101 Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4384 | 198 Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4385 | 200Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4386 | 199Ha | Granted | 100% Ni rights | |
| Berehaven | P26/4405 | 185Ha | Granted | 100% Ni rights | |
| Emu Lake | E27/0615 | 7 Blocks | Granted | 100% | Subject to Option Agreement |
| Emu Lake | E27/0562 | 9 Blocks | Granted | 100% | Subject to Option Agreement |
| Emu Lake | E27/710 | 5 Blocks | Pending | 0% | Subject to Option Agreement |
| Emu Lake | E31/1358 | 1 Block | Pending | 0% | Subject to Option Agreement |
| Fraser South | ELA69/3584 | 25 Blocks | Pending | 0% | |
| Fraser South | ELA69/3593 | 41 Blocks | Pending | 0% | |
| Fraser South | E63/1936 | 58 Blocks | Granted | 100% | |
| Fraser South | ELA69/3808 | 34 Blocks | Pending | 0% | |
| Fraser South | E69/3809 | 112 Blocks | Granted | 100% | |
| Kanowna East | E27/0596 | 19 Blocks | Granted | 100% | |
| Kanowna East | P27/2428 | 34 Ha | Granted | 100% | |
| Kanowna South | E25/614 | 1 Block | Granted | 100% | |
| Kanowna South | E27/700 | 5 Blocks | Pending | 0% | |
| Kanowna South | E27/704 | 10 Blocks | Pending | 0% | |
| Leinster South | E36/1048 | 57 Blocks | Pending | 0% | |
| Leinster South | E36/1068 | 21 Blocks | Pending | 0% | |
| Norseman East | E63/2042 | 13 Blocks | Granted | 100% | |
| Onslow | E08/3231 | 51 Blocks | Granted | 0% | Subject to Option Agreement |
| Onslow | E08/3232 | 46 Blocks | Granted | 0% | Subject to Option Agreement |
| Wilbah West | P29/2679 | 198 Ha | Granted | 100% | |
| Viking | E63/1963 | 69 Blocks | Granted | 49% | FAL earn-in |
| Viking | ELA63/2201 | 48 Blocks | Pending | 0% | |
| Yarmany | E15/1655 | 70 Blocks | Granted | 0% | Subject to Option Agreement |
| Yarmany | E16/521 | 1 Block | Granted | 0% | Subject to Option Agreement |
| Yarmany | E16/507 | 1 Block | Granted | 0% | Subject to Option Agreement |
| Yarmany | E15/1723 | 12 Blocks | Granted | 0% | Subject to Option Agreement |
| Yarmany | E16/503 | 11 Blocks | Granted | 0% | Subject to Option Agreement |
| Yarmany | E16/506 | 1 Block | Granted | 0% | Subject to Option Agreement |
| Yarmany | E16/591 | 2 Block | Granted | 0% | Subject to Option Agreement |

Appendix 5B

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

Name of entity

Metal Hawk Limited

ACN

630 453 664

Quarter ended ("current quarter")

30 September 2023

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| 1. | Cash flows from operating activities | | |
| 1.1 | Receipts from customers | - | - |
| 1.2 | Payments for | | |
| | (a) exploration & evaluation | - | - |
| | (b) development | - | - |
| | (c) production | - | - |
| | (d) staff costs | (165) | (165) |
| | (e) administration and corporate costs | (165) | (165) |
| 1.3 | Dividends received (see note 3) | - | - |
| 1.4 | Interest received | 7 | 7 |
| 1.5 | Interest and other costs of finance paid | (1) | (1) |
| 1.6 | Income taxes paid | - | - |
| 1.7 | Government grants and tax incentives | - | - |
| 1.8 | Other (Farm-out funds received) | - | - |
| 1.9 | Net cash from / (used in) operating Activities | (324) | (324) |
| 2. | Cash flows from investing activities | | |
| 2.1 | Payments to acquire: | | |
| | (a) entities | - | - |
| | (b) tenements | (225) | (225) |
| | (c) property, plant and equipment | (46) | (46) |
| | (d) exploration & evaluation | (387) | (387) |
| | (e) investments | - | - |
| | (f) other non-current assets | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (3 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 (provide details if material) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (658) | (658) |

| | | | |
|-------------|---|--------------|--------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 1,227 | 1,227 |
| 3.2 | Proceeds from issue of convertible debt securities | - | - |
| 3.3 | Proceeds from exercise of options | - | - |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | (64) | (64) |
| 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 liabilities right of use assets) | (7) | (7) |
| 3.10 | Net cash from / (used in) financing activities | 1,156 | 1,156 |

| | | | |
|-----------|--|-------|-------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 933 | 933 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (324) | (324) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (658) | (658) |

Appendix 5B

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

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|---|---|------------------------------------|--|
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 1,156 | 1,156 |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 1,107 | 1,107 |

| 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 | 1,107 | 933 |
| 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) | 1,107 | 933 |

| 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 | (113) |
| 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> | | |

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

| | | | |
|---|---|---|--|
| 7. | Financing facilities <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> | 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 (provide details if material) | - | - |
| 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. | | |
| | | | |
| 8. | Estimated cash available for future operating activities | \$A'000 | |
| 8.1 | Net cash from / (used in) operating activities (item 1.9) | (324) | |
| 8.2 | (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (387) | |
| 8.3 | Total relevant outgoings (item 8.1 + item 8.2) | (711) | |
| 8.4 | Cash and cash equivalents at quarter end (item 4.6) | 1,107 | |
| 8.5 | Unused finance facilities available at quarter end (item 7.5) | - | |
| 8.6 | Total available funding (item 8.4 + item 8.5) | 1,107 | |
| 8.7 | Estimated quarters of funding available (Item 8.6 divided by Item 8.3) | 1.6 | |
| <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? | | |
| | Yes | | |
| 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? | | |
| | Yes, the Company has a new highly prospective Yarmany project with recently announced lithium and nickel targets (see ASX announcement of 26 October 2023). Based on these targets and planned drill testing in the short term, the company believes it will be in a strong position to raise funds. | | |
| 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? | | |
| | Yes, the company has enough funds to meet its general working capital requirements and maiden Yarmany drilling campaign to commence in November 2023 and additionally believes it will be able to raise funds to meet future exploration objectives. | | |
| <i>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.</i> | | | |

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 Oct 2023

Authorised by:
By the Board

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 – e.g. 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.