

## Quarterly Activities Report – for the Quarter ended 31 December 2021

**ASX Code:** WRM

**OTCQX:** WRMCF

### **Issued Securities**

**Shares:** 151.8 million

**Options:** 10.9 million

**Cash on hand** (31 Dec 2021)

A\$5.8M

**Market Cap** (25 Jan 2022)

A\$33.8M at \$0.22 per share

### **Directors & Management**

Peter Lester

Non-Executive Chairman

Matthew Gill

Managing Director &

Chief Executive Officer

Paul McNally

Lead Non-Executive Director

Jeremy Gray

Non-Executive Director

Christopher Wellesley

Non-Executive Director

Toni Griffith

Chief Financial Officer

Shane Turner

Commercial Manager &

Company Secretary

Rohan Worland

Exploration Manager

*For further information, contact:*

*Matthew Gill or Shane Turner*

*Phone: 03 5331 4644*

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## **Key Highlights**

### **Woods Point Gold Project, Victoria** – Morning Star Gold Mine

High grade gold intersections from Kenny's Reef:-

- **1.0 metre at 34.2g/t** gold from 19.8 metres (21L7006),
- **1.1 metres at 21.8g/t** gold from 6.9 metres (21L7007),
- **0.3 metres at 320g/t** gold from 14.2 metres (21L7008),
- **2.2 metres at 27.5g/t** gold from 43.8 metres (21L7012),
- **4.1 metres at 21.2g/t** gold from 52.0 metres (21L7012), and
  - Including 0.6 metres at **66.4g/t** gold from 52.6 metres, and
  - Including 0.7 metres at **60.6g/t** gold from 55.4 metres.
- **1.5 metres at 21.9g/t** gold from 8.3m (21L7021),
  - Including 0.4 metres at **64.6/t** gold from 9.4 metres.

Two diamond drill rigs currently drilling the Gap Zone and Dickenson South targets, with initial assays highly encouraging. Significant results (true width) include:-

- **0.4 metres at 29.8g/t** gold from 193.2 metres (21SDS001) in the Whitelaw Reef
  - including 0.2 metres at **51.4g/t** gold from 193.2 metres,
- **0.6 metres at 21.5g/t** gold from 54.8 metres (21SDS003) in the Whitelaw Reef,
- **0.4 metres at 12.7g/t** gold from 117.7 metres (21SDS005) in the Exhibition Reef, and
- **3.7 metres at 6.1g/t gold** from 59.1 metres (21SDS006) in the Age of Progress Reef
  - Including 1.8 metres at 10.0g/t gold from 59.5 metres

### **Woods Point Gold Project, Victoria - Regional**

Review of data across the Company's strategic 660km<sup>2</sup> tenement package occurred during the Quarter. The 1.5km long Wallaby-Eldorado-Shakespeare trend has been identified as a high priority exploration target for a 2022 regional exploration program.

### **Red Mountain silver-zinc VMS and IRGS Project, Alaska**

At the Kiwi VMS prospect, rock chip assay results from massive sulphide float returned up to **16% copper, 8% zinc and 316g/t silver**. A fixed loop electromagnetics geophysical survey has identified a strong (conductivity thickness of 40 siemens) and discrete 400 metre long conductor proximal to the high-grade copper rock chip float. The source of the conductivity response is potentially a copper-rich massive sulphide deposit that is drill-ready.

### **Mt Carrington gold and silver Project, NSW**

Thomson Resources progressed the EIS and DFS under the Earn-In joint venture with the Company.

### **Corporate**

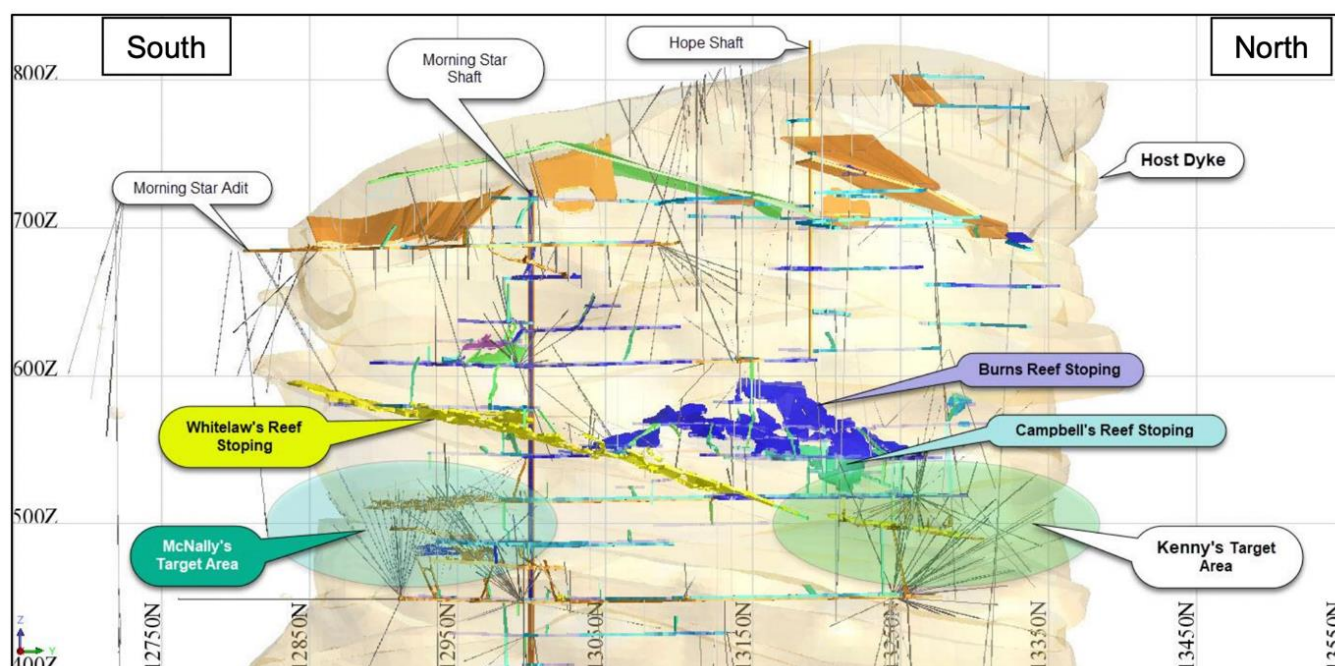
Successful completion of the Placement to institutional and sophisticated investors, with 9,375,000 shares issued at an issue price of \$0.24 per Share, raised \$2.25 million. A 1 for 4 pro-rata non-renounceable Entitlement Offer of fully paid ordinary shares is currently open to existing eligible shareholders, seeking to raise up to \$9.1 million, closing on Friday 28 January 2022 at 5pm.

# Woods Point Gold Project, Victoria – Morning Star Gold Mine

White Rock’s vision is to ramp-up exploration drilling throughout the Morning Star Gold Mine in order to define sufficient mineral inventory in multiple reef positions, prior to considering recommencement of production in 2022.

Considerable progress was achieved to this end during the second half of calendar 2021. This included the drilling program at the Kenny’s target area (Figure 1) that had commenced in June and continued into the December quarter. Additional target areas, such as the Gap Zone and Dickenson South (Figure 2), were identified following a review of data. Two diamond drill rigs were added to the fleet during the December quarter to accelerate the exploration plan.

The Kenny’s target area is the northern extension of the historically mined Whitelaw, Campbell and Burns Reef systems. This area offers the potential for multiple high-grade quartz veins to be defined by drilling over an area of 150 metres strike length within the host dyke that extends over 75 metres in width.



**Figure 1:** Long section view looking towards the west showing the Morning Star host dyke, historic stopping and mine development and all historic & current drill hole traces.

Abundant visible gold in the drill core from the Kenny’s target area gave considerable encouragement that these reef extensions are capable of carrying high-grade gold “pay runs” that will provide a future focus for mine planning. Significant assay results<sup>1</sup> announced during the quarter are provided in Table 1 below.

HoleID	From (m)	To (m)	Interval (m)	True Width (m)	Au g/t	Reef
21L7002	32.10	33.65	1.55	1.19	6.18	Whitelaw
21L7006	19.80	20.80	1.00	0.64	34.19	Whitelaw
21L7007	6.91	8.00	1.09	0.70	21.75	Lower Campbell
21L7008	14.22	14.50	0.28	0.23	320.00	Lower Burns
21L7012	43.85	46.00	2.15	0.55	27.53	Whitelaw
21L7012	52.00	56.10	4.10	3.53	21.21	Whitelaw
21L7021	8.27	9.80	1.53	0.65	21.95	Lower Campbell

**Table 1:** Significant intersections for underground drilling at the Kenny’s target area completed in 2021.

<sup>1</sup> Refer WRM ASX Announcement of 12 October 2021 “High-grade gold intersections from underground exploration drilling at the Woods Point Gold Project, Victoria.”

Analysis of historic mining and exploration data carried out during the quarter identified the Gap Zone as one of the Company's highest priority high-grade gold targets for drill testing at the Morning Star gold mine. It represents an area with 200 metres of vertical extent between areas of historic mining that occurred above 10-level (>500,000 ounces past production) and below 14-level (>300,000 ounces of past production).

There has been little drilling in this Zone and so offers significant potential to identify new high-grade quartz reef structures along the 600-metre strike length of the host dyke, extending across its full 60-80 metre width.

Diamond drill contractor Deepcore Australia Pty Ltd commenced work with an underground electric hydraulic drill rig in October with plans to conduct an 11,500 metre diamond drill program for approximately 50 holes to test the full extent of the Gap Zone<sup>2</sup> (Figure 2).

Deepcore also mobilised a track mounted surface drill rig during the quarter to drill the Dickenson South gold target (Figure 2). A first pass drill program totalling 3,000 metres in 16 drill holes has been planned to provide systematic coverage across the Dickenson South gold target, with 3 drill hole rings on sections spaced 20 to 40 metres apart.

The Dickenson South target is only sparsely drill tested with significant historic drill hole intersections at the southern end of the host dyke including<sup>3</sup>:

- **2.6 metres at 16.9g/t** gold including 0.3 metres at **132.7g/t** (MS364), and
- **0.8 metres at 13.2g/t** gold including 0.3 metres at **33.4g/t** (20MS01)

Quartz reef face sampling along the 4-level drive in the vicinity of historic stoping of the Dickenson Reef, close to the main shaft, previously returned assay results including:-

- 0.6 metres at **3,140g/t gold**,
- 0.5 metres at **127g/t gold**,
- 0.5 metres at 3.8g/t gold, and
- 0.6 metres at 2.3g/t gold.

White Rock's primary objective at the Morning Star Gold Mine is to identify and drill areas of the dyke that have the potential to host multiple high-grade gold quartz reefs. Utilising existing development infrastructure will support a low capital restart of production from multiple reef locations. The Dickenson South target area is one such primary target in the mine due to its size, multiple high-grade gold bearing reef potential and proximity to surface and existing infrastructure.

Post quarter, White Rock announced encouraging results from Dickenson South. These included visible gold intersected in multiple adjacent drill holes at the Age of Progress Reef (21SDS003, 005 & 006) and Whitelaw Reef (21SDS005).

Significant results (true width) include<sup>4</sup>:

- **0.4 metres at 29.8g/t** gold from 193.2 metres including 0.2 metres at **51.4g/t** from 193.2 metres (21SDS001) in the Whitelaw Reef,
- **0.6 metres at 21.5g/t** gold from 54.8 metres (21SDS003) in the Whitelaw Reef,
- 0.4 metres at 12.7g/t gold from 117.7 metres (21SDS005) in the Exhibition Reef, and
- **3.7 metres at 6.1g/t** gold from 59.1 metres including 1.8 metres @ 10.0g/t gold from 59.5 metres (21SDS006) in the Age of Progress Reef.

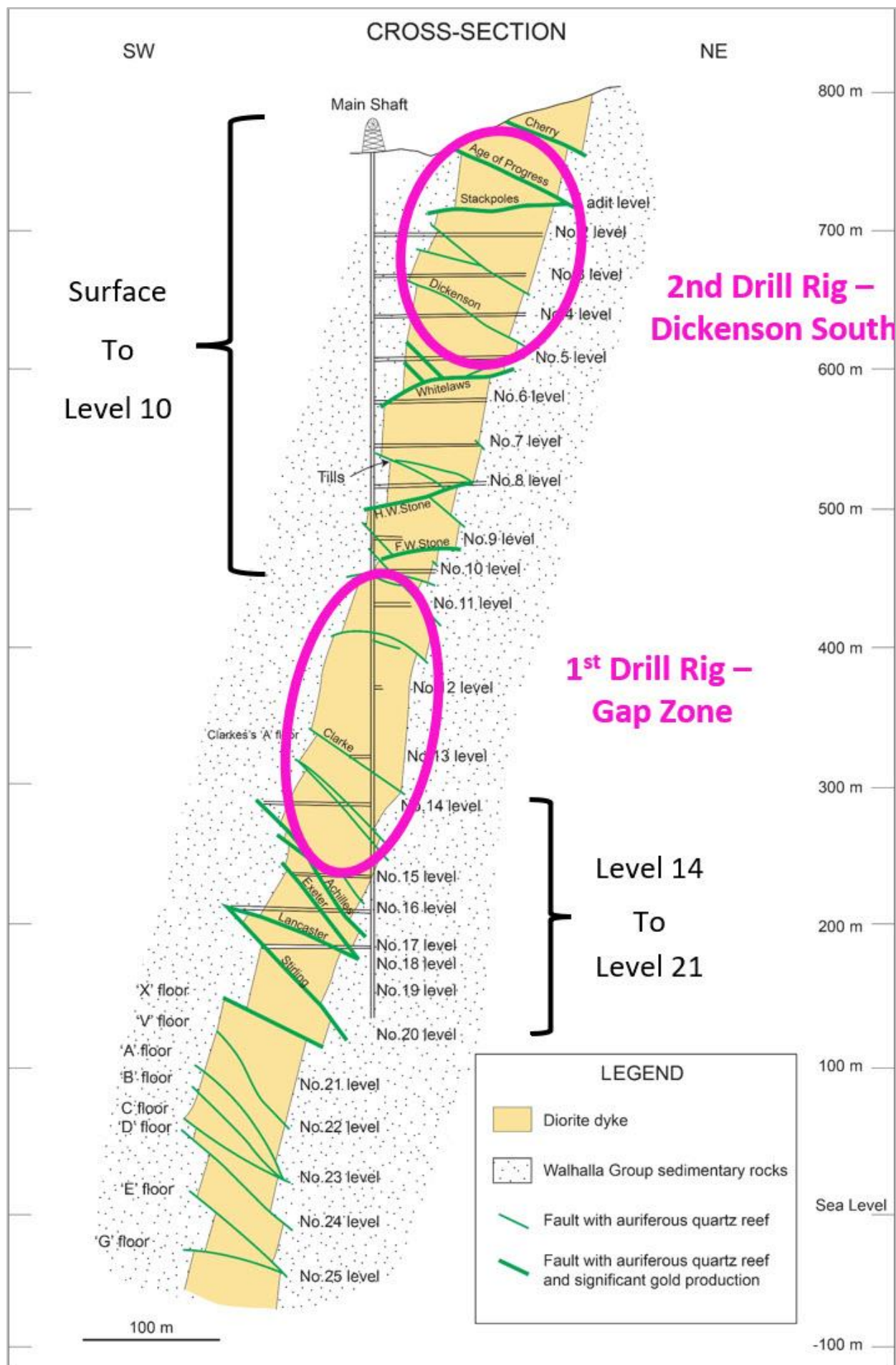
Preliminary interpretations suggest over eight reefs exist with the potential for economic mineralisation extending across the Dickenson South target area.

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<sup>2</sup> Refer WRM ASX Announcement of 12 October 2021 "Drilling Starts in the High-Grade Gold Gap Zone Target at the Morning Star Gold Mine."

<sup>3</sup> Refer WRM ASX Announcement of 26 October 2021 "Second Drill Rig Starts at the Morning Star Gold Mine, Testing High Grade Gold Quartz Reefs at the Dickenson South Target."

<sup>4</sup> Refer WRM ASX Announcement of 18 January 2022 "Multiple visible gold intercepts at Dickenson South Target, Morning Star Gold Mine."



**Figure 2:** Cross-section of the Morning Star gold mine showing west and east-dipping mineralised faults that transect a diorite dyke, highlighting the Gap Zone and the Dickenson South target.



## Woods Point Gold Project, Victoria – Regional

The Walhalla Synclinorium is host to an estimated 6Moz of gold production, and White Rock controls a 660km<sup>2</sup> tenement package covering the core area. The Company is committed to systematically assessing this significant tenement package using modern exploration methods to identify targets with the potential to host million-ounce gold quartz reef deposits.

**The Company's land package contains 197 of the 320 gold mineral occurrences recorded in the Synclinorium<sup>5</sup> (Figure 3), with 73 gold deposits recording production at >10g/t gold, of which 34 are >30g/t.** The majority of these have never been drilled with only 8 gold prospects in White Rock's exploration tenements having records of drilling.

As the first modern explorers on historically proven ground, the Company sees great potential upside from this exploration program and looks forward to progressing its plans during 2022, starting with the Wallaby-Eldorado-Shakespeare trend, stretching over 1.5 kilometres.

A pipeline of high priority prospects has already been identified, with the **Wallaby** deposit identified as one of the highest priority targets that is drill ready. Wallaby is a historic deposit that had minor production of 24,000 tonnes @ 9g/t for 7,000 ounces gold from within 100 metres of surface above the water table. Dyke dimensions and quartz reef distribution allow comparisons with the Morning Star Gold Mine (past production > 850,000 ounces at >26g/t), suggesting similar potential, yet the Wallaby prospect has never been drill tested.

Approximately 600 metres south along strike from Wallaby is the **Eldorado** prospect where there has been 13,000 ounces of historic gold production at 75g/t gold. A further 1,000 metres to the south along strike is **Shakespeare** where there was 4,000 ounces of historic gold production at 8g/t gold.

Exploration using geology, geochemistry and geophysics to map the geometry, distribution and continuity of both the dyke host and associated mineralisation could see the Wallaby prospect grow significantly. The Company has commenced the process to permit drilling at Wallaby with 5 -10 km of track access being planned.

The second opportunity identified by the Company across the Woods Point Gold Project is to utilise modern exploration technologies to identify new grassroots targets not identified historically; the grassroots opportunity.

The best systematic exploration completed historically was during the initial gold rush in the 1800's when prospectors sampled the creeks and ridgelines. This exploration effort yielded the 320 primary gold mineral occurrences throughout the Walhalla Synclinorium.

Most modern exploration has been ad hoc at best, with exploration records showing no evidence of systematic surface exploration such as stream sampling. The Company plans to undertake a thorough investigation to assess the suitability of modern exploration techniques applicable to assisting in the identification and prioritising of targets.

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<sup>5</sup> Refer GeoScience Victoria, *Geoscientific Databases 2010, GIS data of mineral occurrences and boreholes* and ASX Announcement of 17 November 2021 "*High Priority Gold Targets identified at the Woods Point Gold Project, Victoria*"

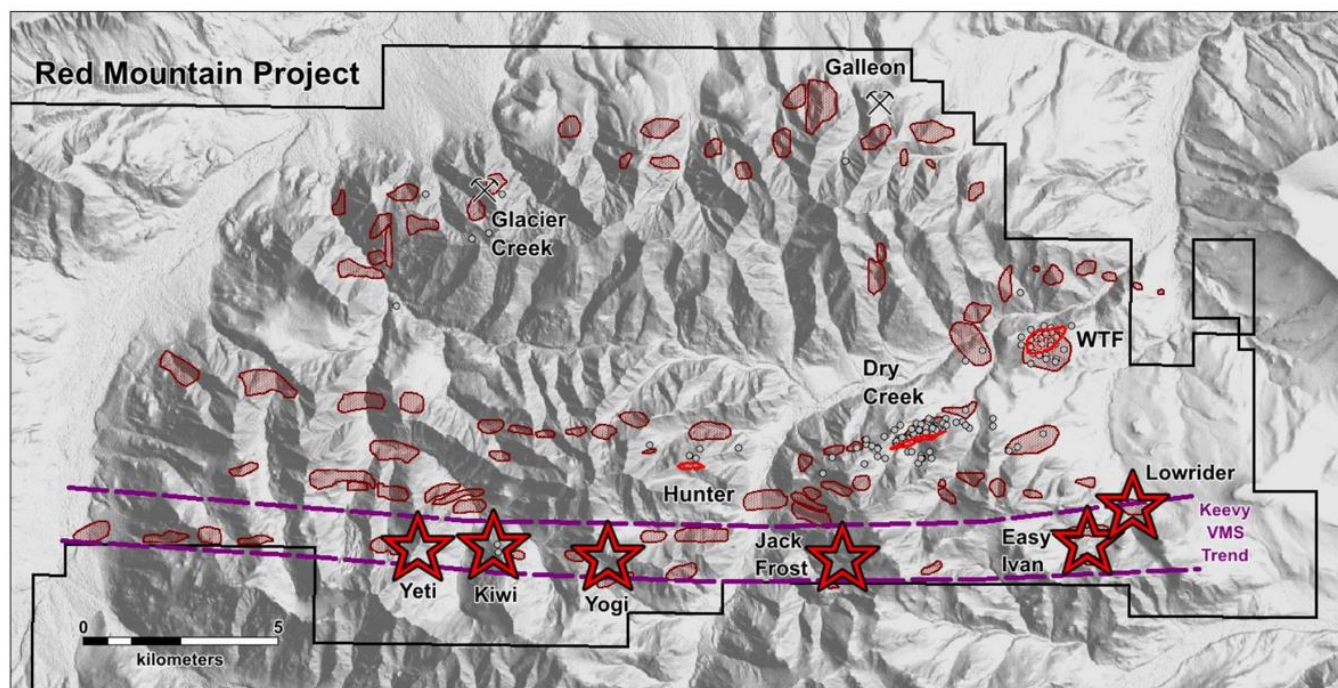


# Red Mountain Project, Alaska

## Keevy VMS Trend – Kiwi and Jack Frost Prospects

During the quarter, the Company announced positive news from the 2021 field season at its 100% owned Red Mountain VMS and IRGS project in Alaska, from the Keevy VMS trend (Figure 4).

The Keevy VMS Trend was first identified in 2021 and White Rock moved quickly to expand its tenement land holding<sup>6</sup> to capture this prospective VMS trend. The Company then commenced exploring this newly identified VMS trend during the 2021 field season after initial prospecting of stream sediment geochemical anomalies and SkyTEM geophysical conductors continued to find surface mineralisation at multiple prospect locations along a 30km long trend.



**Figure 4:** Red Mountain Project showing the 90 airborne EM conductivity targets (brown polygons), the newly identified Keevy VMS Trend, with new prospect areas (red stars) on a digital terrain image.

During the Quarter rock chip assay results<sup>7</sup> from massive sulphide float returned up to **16% copper, 8% zinc and 316g/t silver** at the Kiwi prospect, and up to **14% zinc, 20% lead and 285g/t silver** at the Jack Frost prospect. Significant assay results announced during the quarter are provided in Table 2 below.

In addition, processing and modelling of a fixed loop electromagnetics geophysical survey acquired at the Kiwi prospect has identified a strong (conductivity thickness of 40 siemens) and discrete 400 metre long conductor, just 150 metres below the surface (Figure 5), proximal to the rock chip float samples, that is now a high priority target for immediate drill testing once field operations recommence in 2022.

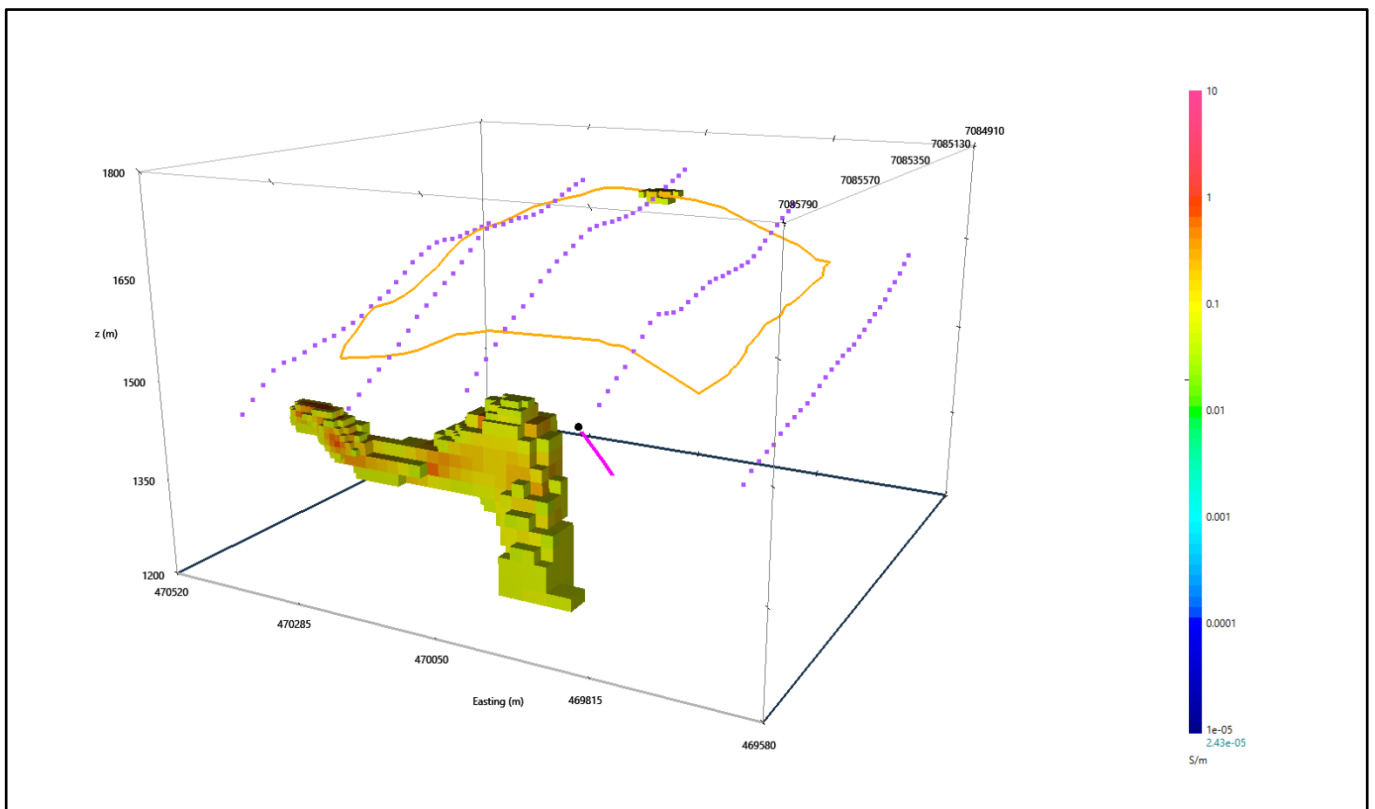
Crescat Capital's Geologic and Technical Advisor Dr. Quinton Hennigh commented: *"The exceptionally high-grade nature of recent surface samples indicates this corridor could host multiple VMS deposits of similar high-grade nature to Dry Creek and West Tundra Flats deposits. The presence of such high-grade massive sulphide mineralisation at surface, proximal to a significantly strong EM conductor signal, shows the strong potential for discovery at Kiwi. Successful application of effective geophysics at Kiwi illustrates a path to developing multiple new targets for drill testing along the exciting new Keevy Trend"*.

<sup>6</sup> Refer WRM ASX Announcement of 20 July 2021 "Tenement Expansion Over New VMS Prospects at Red Mountain"

<sup>7</sup> Refer WRM ASX Announcement of 9 November 2021 "16% Copper, 14% Zinc, 20% Lead & 316g/t Silver in rock chip samples at Red Mountain, Alaska."

Prospect	Copper %	Zinc %	Lead %	Gold g/t	Silver g/t
Kiwi	<b>16.2%</b>	3.7%	1.6%	0.6	<b>316</b>
Kiwi	<b>9.2%</b>	1.2%	0.7%	1.4	<b>198</b>
Kiwi	<b>5.9%</b>	<b>7.1%</b>	0.5%	<b>2.7</b>	70
Kiwi	<b>3.7%</b>	<b>8.0%</b>	1.4%	1.9	<b>182</b>
Kiwi	<b>3.0%</b>	0.6%	0.5%	1.4	<b>131</b>
Kiwi	1.4%	0.5%	1.5%	0.8	<b>232</b>
Kiwi	1.0%	0.1%	0.0%	0.0	10
Kiwi	0.9%	<b>6.5%</b>	0.2%	0.0	43
Kiwi	0.6%	<b>10.3%</b>	1.0%	<b>2.8</b>	53
Jack Frost	1.0%	<b>14.0%</b>	<b>17.8%</b>	0.3	90
Jack Frost	0.1%	<b>12.8%</b>	<b>20.0%</b>	0.1	<b>285</b>
Jack Frost	0.4%	<b>8.1%</b>	2.0%	0.0	20
Jack Frost	0.1%	3.3%	1.4%	0.0	6
Jack Frost	0.0%	2.5%	0.9%	0.0	5
Jack Frost	0.0%	2.2%	0.8%	0.0	5
Jack Frost	1.1%	1.8%	<b>11.5%</b>	0.1	76
Jack Frost	0.0%	1.3%	0.5%	0.0	4
Jack Frost	0.0%	0.0%	0.5%	0.1	16

**Table 2:** Significant assay results for rock chip float at the Kiwi and Jack Frost prospects.



**Figure 5:** 3D view towards the southeast showing the modelled conductivity target at >0.1 Siemens/metre commencing 100 metres to the east of drill hole KW21-01 (pink trace). The strong conductor strikes east-west, is 400 metres long and dips steeply to the north. The top of the conductor is 150 metres below the surface.

## IR Activities

The Company actively engaged with investors throughout the quarter with a busy calendar of conferences and webinars. This included the NWR virtual conference, RB Milestone in New York, Noosa Mining in Queensland, the Vancouver Metals Investor Forum, the latter which led to a high distribution interview of Dr Quinton Hennigh by well followed mining analyst and commentator Jay Taylor.



# Corporate

On 5 October 2021, the Company appointed AuStar Gold Limited Chief Financial Officer, Toni Griffith, as Chief Financial Officer of the Company. Shane Turner ceased as Chief Financial Officer of the Company and took up the role as Commercial Manager and retained the role of Company Secretary for the Company.

White Rock secured Depository Trust Company (DTC) approval to allow real time electronic clearing and settlement in the USA for its OTCQX-quoted ordinary shares through the Depository Trust & Clearing Corporation in the United States. This simplifies the process of trading for North American investors and enhances liquidity of the Company's shares on the OTCQX by greatly broadening the pool of brokerage firms that will allow their clients to trade the stock.

In December, White Rock Minerals announced the successful completion of the Placement to institutional and sophisticated investors. A total of 9,375,000 Shares have been issued under the Placement at an issue price of \$0.24 per Share, raising \$2.25 million.

A 1 for 4 pro-rata non-renounceable entitlement offer of fully paid ordinary shares is currently open to existing eligible shareholders, seeking to raise up to \$9.1 million, closing on Friday 28 January 2022 at 5pm.

The proceeds from the Placement and Entitlement Offer will be used for in-mine and regional exploration activities at the high-grade Woods Point Gold Project in Victoria, recapitalisation of the Morning Star Gold Mine and gold processing facility and for care and maintenance of the mine and working capital.

## White Rock Minerals Ltd Tenement schedule for the quarter ended 31 December 2021

Country/State	Project	Tenement ID	Area
Australia/NSW	Mt Carrington	EL6273, MPL24, MPL256, MPL259, SL409, SL471, SL492, ML1147, ML1148, ML1149, ML1150, ML1200, MPL1345, ML5444, GL5477, GL5478, ML5883, ML6004, ML6006, ML6242, ML6291, ML6295, ML6335	183km <sup>2</sup>
Australia/Victoria	Woods Point	MIN 5009, MIN 5299, EL 6321, EL 6364, ELA 6853	660km <sup>2</sup>
USA/Alaska	Red Mountain	ADL611355, ADL611356, ADL611362, ADL611364, ADL611366, ADL611371, ADL621625-621738 (114), ADL623325-623330 (6), ADL623337-623342 (6), ADL624104-624627 (524), ADL721002-721010 (9), ADL721029-721038 (10), ADL721533-721615 (83), ADL721624, ADL721625, ADL626740-626873 (134), ADL627166-627303 (138), ADL627305-627540 (236), ADL629460-629518 (59)	836km <sup>2</sup>

### Table 1: Tenement Schedule

The Mt Carrington Project comprises 22 Mining Leases and 1 Exploration Licence. All tenements are held 100% by White Rock (MTC) Pty Ltd, a wholly owned subsidiary of White Rock Minerals Ltd. The Mt Carrington Project is subject to a binding 3 stage Earn-In and Option to Joint Venture Agreement with ASX-listed Thomson Resources Ltd.

The Woods Point Gold Project comprises 2 Mining Leases, 2 Exploration Licences and 1 Exploration Licence Application. All tenements are held 100% by Morning Star Gold NL, a 95% owned subsidiary of AuStar Gold Limited, which is a 100% subsidiary of White Rock Minerals Ltd. No farm-in or farm-out agreements are applicable.

The Red Mountain Project comprises 1,327 Mining Claims. All tenements are held 100% by White Rock (RM) Inc., a wholly owned subsidiary of White Rock Minerals Ltd. No farm-in or farm-out agreements are applicable.

This announcement has been authorised for release by the board.

## Contacts

### For more information, please contact:

**Mr Matthew Gill**

*Managing Director & CEO*

[info@whiterockminerals.com.au](mailto:info@whiterockminerals.com.au)

**Mr Alex Cowie**

*Media & Investor Relations*

[alexc@nwrcommunications.com.au](mailto:alexc@nwrcommunications.com.au)

## Competent Persons Statement

*The information in this report that relates to exploration results is based on information compiled by Mr Rohan Worland who is a Member of the Australian Institute of Geoscientists and is a consultant to White Rock Minerals Ltd. Mr Worland 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 Worland consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

### No New Information or Data

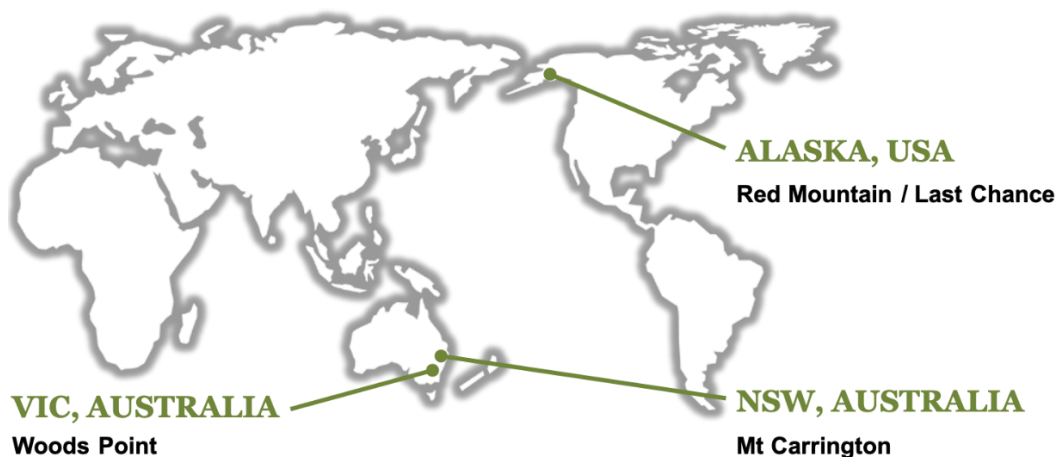
This announcement contains references to exploration results, Mineral Resource estimates, Ore Reserve estimates, production targets and forecast financial information derived from the production targets, all of which have been cross-referenced to previous market announcements by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements. In the case of Mineral Resource estimates, Ore Reserve estimates, production targets and forecast financial information derived from the production targets, all material assumptions and technical parameters underpinning the estimates, production targets and forecast financial information derived from the production targets contained in the relevant market announcement continue to apply and have not materially changed.

**For more information about White Rock and its Projects, please visit [www.whiterockminerals.com.au](http://www.whiterockminerals.com.au)**

## About White Rock Minerals

White Rock Minerals is an ASX listed explorer and near-stage gold producer with three key assets:

- **Woods Point** – New asset: Victorian gold project. Bringing new strategy and capital to a large 660km<sup>2</sup> exploration land package and high-grade gold mine (past production >800,000oz @ 26g/t).
- **Red Mountain / Last Chance** – Key Asset: Globally significant zinc–silver VMS polymetallic and IRGS gold project. Alaska – Tier 1 jurisdiction.
- **Mt Carrington** – Near-term Production Asset: JORC resources for gold and silver, on ML with a PFS and existing infrastructure, with the EIS and DFS being advanced by JV partner.



## Appendix 5B

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

Name of entity

WHITE ROCK MINERALS LTD

ABN

64 142 809 970

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	(34)	(97)
	(b) development	(817)	(1,014)
	(c) production		
	(d) staff costs	(890)	(1,497)
	(e) administration and corporate costs	(597)	(1,344)
1.3	Dividends received (see note 3)		
1.4	Interest received	2	6
1.5	Interest and other costs of finance paid	(15)	(28)
1.6	Income taxes paid		
1.7	Government grants and tax incentives (Cash Boost)		
1.8	Other (provide details if material)	4	9
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(2,348)</b>	<b>(3,966)</b>
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment	(162)	(204)
	(d) exploration & evaluation (if capitalised)	(2,197)	(7,207)
	(e) investments		
	(f) other non-current assets		

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6months) \$A'000</b>
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		
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(2,359)</b>	<b>(7,411)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	2,251	2,251
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	(148)	(199)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings	(907)	(907)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		150
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>1,195</b>	<b>1,294</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	9,455	15,830
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,348)	(3,966)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,359)	(7,411)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,195	1,294



## 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 (6months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(101)	95
4.6	<b>Cash and cash equivalents at end of period</b>	<b>5,842</b>	<b>5,842</b>

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	5,842	9,455
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>5,842</b>	<b>9,455</b>

**6. Payments to related parties of the entity and their associates**

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter  
\$A'000**

235

Nil

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

Remuneration to Directors and Executive.

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

<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	435	435
7.2 Credit standby arrangements	Nil	Nil
7.3 Other (please specify)	Nil	Nil
7.4 <b>Total financing facilities</b>	435	435
7.5 <b>Unused financing facilities available at quarter end</b>	Nil	
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.		
An unsecured loan of \$435,000 with Paul McNally attracting an interest rate of 8% pa with repayment prior to 31 December 2022 – fully drawn at end of quarter.		

<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)	2,348
8.2 Capitalised exploration & evaluation (Item 2.1(d))	2,197
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	4,545
8.4 Cash and cash equivalents at quarter end (Item 4.6)	5,842
8.5 Unused finance facilities available at quarter end (Item 7.5)	0
8.6 Total available funding (Item 8.4 + Item 8.5)	5,842
8.7 <b>Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>	1.29
8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:	
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?	
No. Reduced Exploration activities in USA due to onset of Winter.	
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. Entitlement Offer for \$9.1 million closes 28/01/2022.	
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. Reduced Exploration activities in USA due to onset of Winter and funds from Entitlement Offer.	

## **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: 27 January 2022

Authorised by: Shane Turner (Company Secretary/Commercial Manager)  
(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.