

## September 2021 Quarterly Activities Report & Appendix 5B

### Highlights

- Horse Well Hole HWDD\_05 was completed to a final length of 1,417.46m.
- To further investigate encouraging signs in HWDD05 a wedge hole (HWDD05-W1) is being drilled off HWDD05 to further test the target area.
- Sites were prepared for the drilling of two exploration holes at Pernatty C immediately following completion of HWDD05-W1
- Farm-In Agreement was signed with Tigers Dominion Group Pty Ltd to earn up to a 51% interest in a highly strategic IOCG target area in the Gawler Craton
- An Exploration Program for Environment Protection and Rehabilitation (EPEPR) was completed for pending campaign of 12 new drill holes at Horse Well for up to 16,800m of drilling.
- IOCG experts continued with a major investigation of the drill core comprising detailed mineralogical, petrological and geochemical studies.
- Strong cash balance of ~\$6m at 30 September 2021 to fund a material drilling campaign in coming Quarters at both Horse Well and Pernatty C
- All tenements (SA, WA and Qld) maintained in good standing.
- The Mining Lease application over the Pyramid Lake gypsum project (WA) was recommenced after a delay due to a change in application conditions.
- Full Work Health and Safety (WHS) documentation completed to ensure compliance.

Cohiba Minerals Limited ('Cohiba' or 'the Company') provides below an update in relation to the exploration activities carried out during the September 2021 quarter.

### Olympic Domain Tenements

#### **Horse Well Area**

The Company completed HWDD05 on 29 September 2021, at a dip of 80.9° and an azimuth of 84.6° for a final hole length of 1,417.46m (vertical depth at 80.9° of approximately 1,399m).

The drill core (Figure 1) from HWDD05 was photographed and transported to Adelaide where it is currently being prepared for analysis and undergoing further detailed logging.

Encouraged by its assessment of the core from HWDD05 the Company decided to drill a wedge hole (HWDD05-W1) from around 750m to further investigate the target area around HWDD05. Titeline Drilling was engaged to undertake the wedge hole. Cohiba expects the wedge hole to be completed in approximately 1 week.

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#### **Directors**

Mordechai Benedikt – Executive Chair  
Andrew Graham – Executive Director  
Nochum Labkowski – NED

The Company continued to engage subject matter experts to undertake detailed investigations of the drill core from the Horse Well Project. The investigations include mineralogical, petrological and geochemical studies to provide detailed data to inform future drillhole locations for the planned 12 hole, 16,800m program and to assist in understanding the stratigraphic controls and potential drillhole depth.

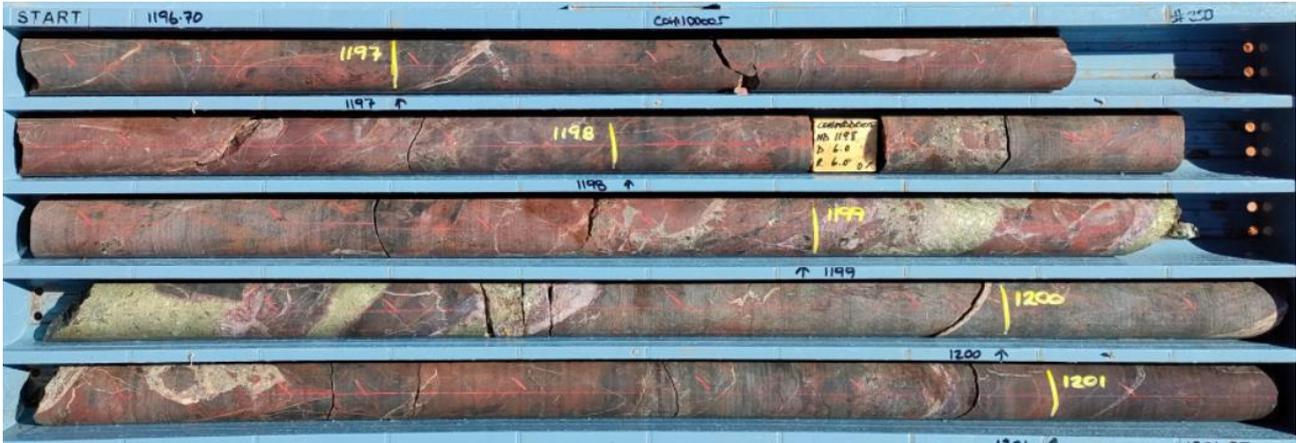


Figure 1: Drill core encountered in HWDD05 around 1,200m.

The Company completed and submitted a new Exploration Program for Environment Protection and Rehabilitation (EPEPR) for the pending Horse Well drill program.

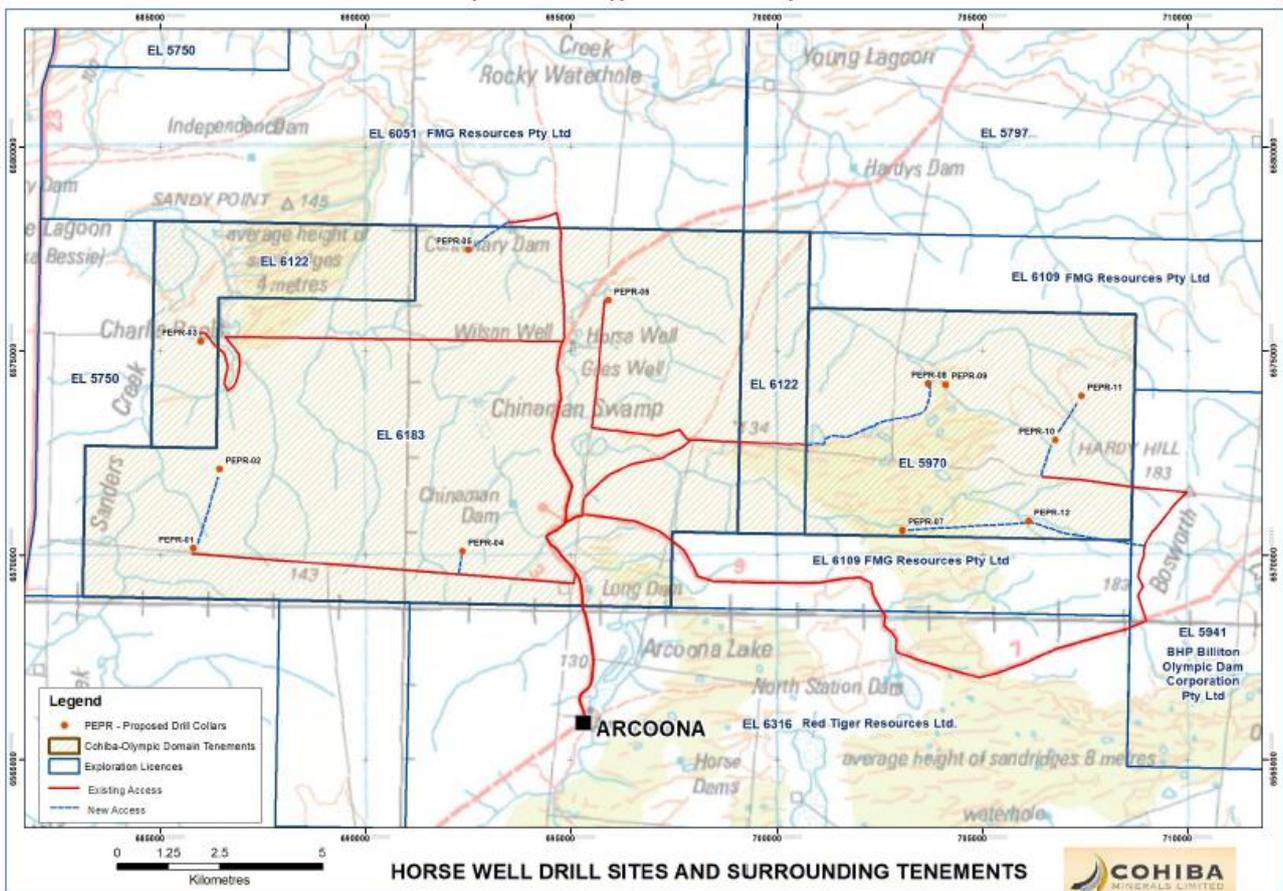


Figure 2: Location of 12 proposed drill holes at Horse Well.

### Pernatty C

Drill hole locations were confirmed for two holes at Pernatty C with drilling to commence immediately following completion of HWDD05-W1. The immediate focus will be on PSDDH01 and PSDDH02, which will be angled holes (70° declination) drilled to the west-south-west. It is expected that PSDDH01 will be drilled to around 900m, while PSDDH02 will be drilled either to basement or the base of the Tapleys Hill Formation (THF) depending on observations made as the drilling progresses (Figure 3).

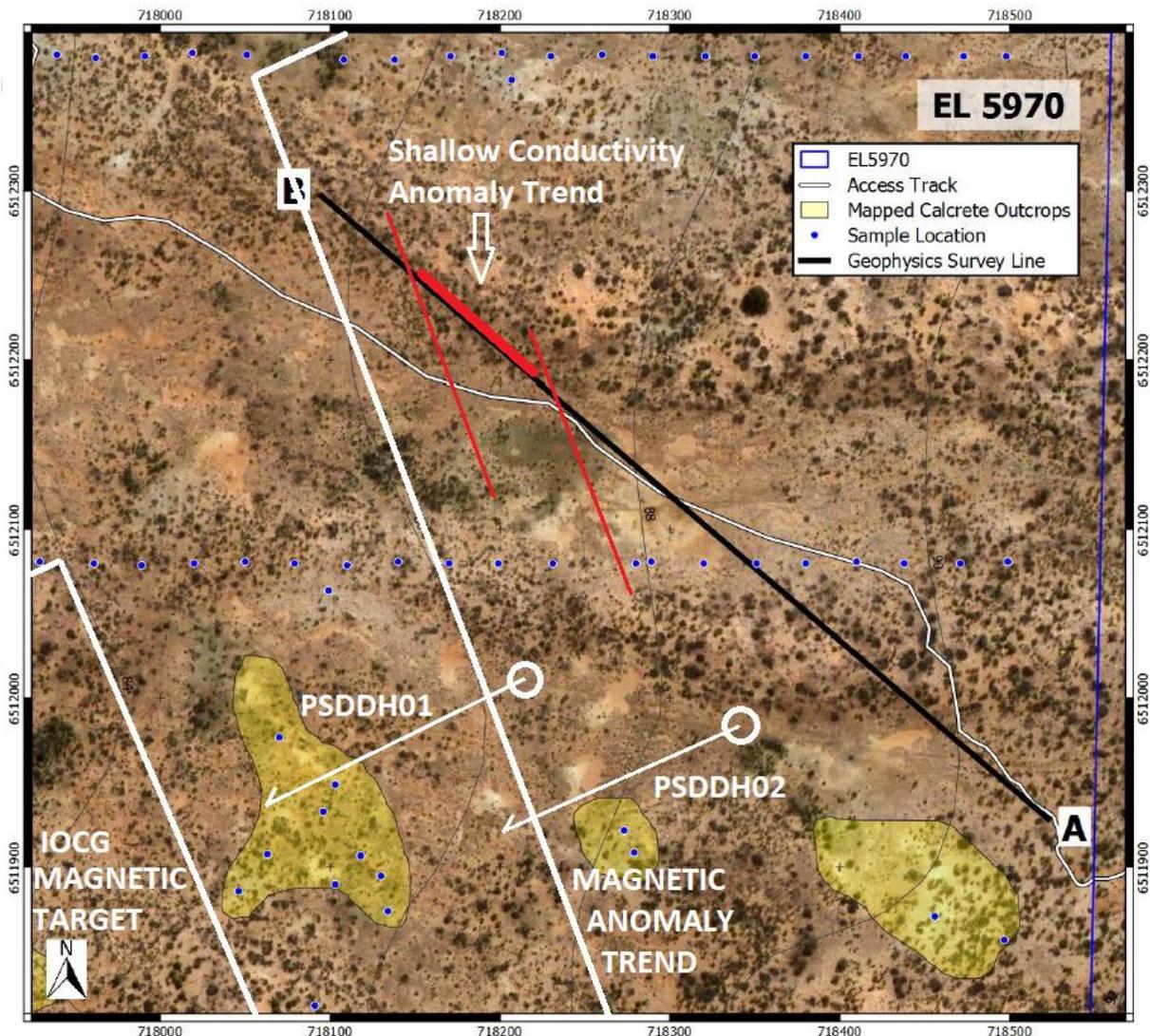


Figure 3: Pernatty C diamond drill holes (PSDDH01 & PSDDH02) and their proximity to shallow conductivity anomaly and magnetic anomaly trend (IOCG target).

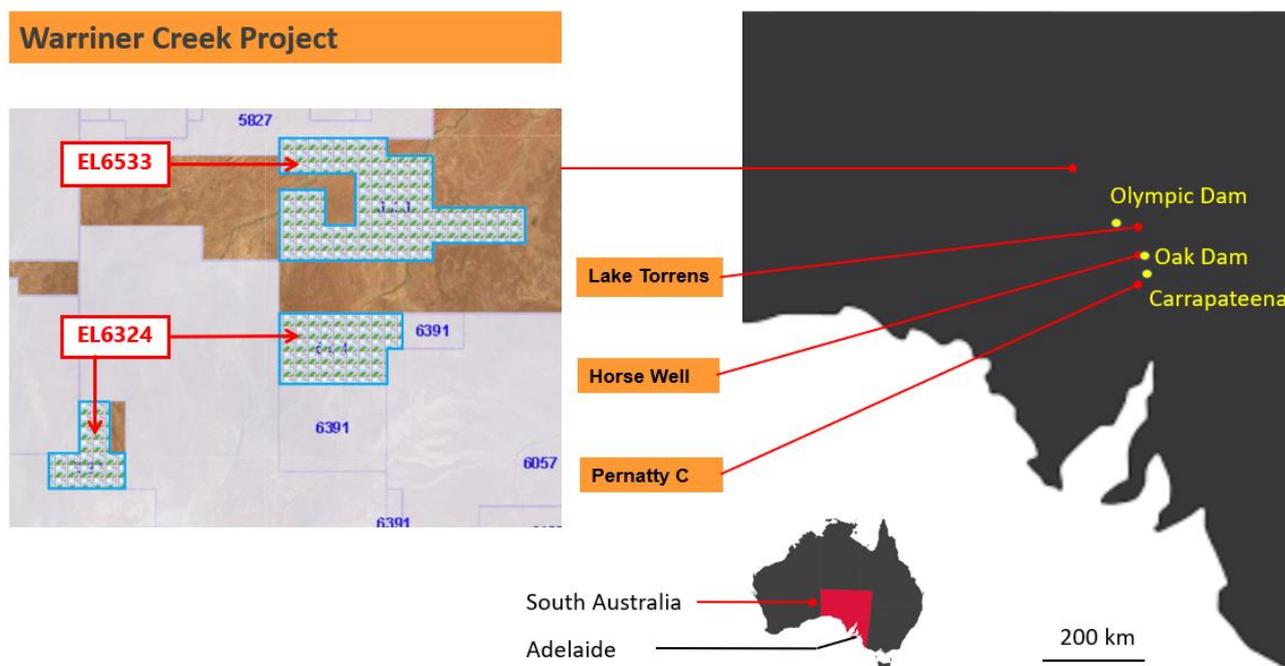
### Lake Torrens

There was no activity on the Lake Torrens tenements during the quarter.

### Warriner Creek Project – Farm-In with Tigers Dominion Group

In August the Company signed a Farm-In Agreement with Tigers Dominion Group Pty Ltd over the Warriner Creek Project in the Gawler Craton. Tigers Dominion Group Pty Ltd (TDG) is a subsidiary of junior explorer White Tiger Resources Ltd.

The Warriner Creek Project comprises two tenements under exploration licence to TDG, EL 6324 (Areas A and B) and EL 6533, which cover a combined area of 346 km<sup>2</sup> over strategic, shallow IOCG targets in the Gawler Craton (Figure 4).



**Figure 4: Warriner Creek Project relative to Cohiba's Olympic Domain tenements & Olympic Dam Operation.**

The Farm-In Agreement comprises an "Initial Period" whereby the Company will assess the prospectivity of the Warriner Creek Project through the expenditure of \$600,000 (minimum expenditure) by drilling a 600m drill hole on the eastern part of EL6324, followed by a 400m drill hole on either the eastern or western part of EL6324 (at Cohiba's discretion). The target depth in this part of the Gawler Craton is shallower than the Olympic Domain tenements and as such drilling depths will be significantly shallower.

The Company's IOCG experts reviewed the existing technical information pertaining to the Warriner Creek Project and determined it presents attractive targets worthy of thorough investigation.

#### **Pyramid Lake Update (E74/594)**

The Company received notification on 17 September 2021 that it had been successful in securing a 5-year extension over exploration licence E74/594, which covers all of Pyramid Lake in south-western Western Australia. The new expiry date for the tenement is 4 July 2026.

Work on securing a Mining Lease over the high-grade part of the Pyramid Lake resource was recommenced during the quarter following a delay due to a change in the application conditions.

#### **Wee MacGregor Project Update**

The Wee MacGregor group comprises three granted mining licences, ML 2504, ML 2773, and ML 90098. These licences are located approximately 60km southeast of Mt. Isa with access via the sealed Barkly Highway and the unsealed Fountain Springs Road.

No work was carried out on the tenements during the quarter.

### Queensland Exploration Licences

The Company holds various exploration licences through its wholly owned subsidiary Cobalt X Pty Ltd. As at the date of this report the Company is the holder of the following mineral exploration licences pursuant to the Mineral Resources Act 1989 (QLD):

- exploration licence EPM26377 (**Mt Gordon Mine Area 1**),
- exploration licence EPM26376 (**Mt Gordon Mine Area 2**),
- exploration licence EPM26380 (**Success Mine Area 1**); and,
- exploration licence EPM26379 (**Mt Cobalt Mine Area**).

Cobalt X also held various contractual rights with third parties to facilitate the acquisition by it of additional mining and exploration projects and related plant and equipment (**Project Rights**) including rights to negotiate for the acquisition of a vat leach processing plant in the Mt. Isa region (referred to as the Lady Jenny processing plant). The nature and status of these Project Rights is described in detail in the Company's Notice of General Meeting (Notice) dated 26 May 2017.

All the Queensland tenements are currently in good standing.

### Cash Balance at 30 September 2021

The Company's cash at bank as at 30 September 2021 was \$5.9 million.

### Interests in Mining Tenements

Below is a summary of the mining tenements held by the Company at the end of the quarter:

<b>Mining Tenement</b>	<b>Location</b>	<b>Beneficial Percentage held</b>	<b>Interest acquired/farm-in or disposed/farm-out during the quarter</b>
E74/594	Western Australia	100%	-
EPM 26379	Queensland	100%	-
EPM26376	Queensland	100%	-
EPM26377	Queensland	100%	-
EPM26378	Queensland	100%	-
ML 2054	Queensland	80%	-
ML 2773	Queensland	80%	-
ML 90098	Queensland	80%	-
EL 6118	South Australia	80%	-
EL 6119	South Australia	80%	-
EL 6120	South Australia	80%	-
EL 6121	South Australia	80%	-
EL 6122	South Australia	80%	-
EL 6183	South Australia	80%	-
EL 6675	South Australia	80%	-
EL 6324	South Australia	-	Right to earn up to a 51% interest
EL 6533	South Australia	-	Right to earn up to a 51% interest

**Work, Health and Safety (WHS)**

The Company engaged the services of Euro Exploration to build on and complete the WHS system that the Company is required to maintain for all activities and especially those in the field. The WHS system will provide the necessary framework and procedures to ensure that all Company personnel, contractors and sub-contractors are kept safe and well.

**Appendix 5B related party payments**

It is noted that all related party payments included in Section 6 of the accompanying Appendix 5B relate to settlement of directors' fees and salaries for the September 2021 quarter.

- Ends -

This announcement has been authorised for released by the Board of CHK.

**For further information:**

**Andrew Graham**  
Executive Director & CEO

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## Appendix 5B

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

Name of entity

COHIBA MINERALS LIMITED

ABN

72 149 026 308

Quarter ended ("current quarter")

30 September 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(75)	(75)
(e) administration and corporate costs	(140)	(140)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	8	8
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(207)</b>	<b>(207)</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	-	-
(d) exploration & evaluation	(366)	(366)
(e) investments	-	-
(f) other non-current assets	-	-

## 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
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(366)</b>	<b>(366)</b>

<b>3.</b>	<b>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	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
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 (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</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	6,500	6,500
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(207)	(207)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(366)	(366)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>5,927</b>	<b>5,927</b>

<b>5.</b>	<b>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'000</b>
5.1	Bank balances	5,927	6,500
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>5,927</b>	<b>6,500</b>

<b>6.</b>	<b>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	71
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

*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.*

## 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. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 <b>Total financing facilities</b>	-	-
7.5 <b>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.	N/A	

<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)	(207)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(366)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(573)
8.4 Cash and cash equivalents at quarter end (item 4.6)	5,927
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	5,927
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	10.34
<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: N/A	
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: N/A	
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: N/A	
<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: 26 October 2021

Authorised by: The Board of Directors

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.