



17 October 2022

## QUARTERLY ACTIVITIES REPORT

For the 3 months ending 30 September 2022

### HIGHLIGHTS:

1. The CML shareholders meeting to approve the acquisition of Green Critical Minerals Pty Limited (GCM), which has the right to acquire up to 80% of the graphite rights for the advanced McIntosh Graphite Project in WA on revised terms which now includes a Rights Issue for existing shareholders and attached Options is set for 17 October 2022 (ASX Announcement 16 September 2022).
2. Rights issue to raise approximately \$3.09 million launched on 12 September 2022 and will close on 24 October 2022.
3. Grant of three adjacent Northern Territory Exploration Licences covering 1,950 sq km applied for by CML after a review of recent geochemical and geophysical work by Geoscience Australia that led to the identification of a large new rare earths, uranium and base metals project area on the northern Barkly Tableland. A field programme is scheduled for this month to better define the REE, Uranium and base metal potential of the project area (ASX Announcement 6 October 2022).
4. Grant of Queensland Exploration Permit EPM 28434 applied for by CML to the immediate north of the Hawkwood project area in JV with DGR and AUB (ASX Announcement 18 May 2022). EPM 28434 secures the entire nickel and PGE prospective ultramafic belt within the CML and Hawkwood JV exploration areas. Success at even just one of the large targets selected for the delayed drilling campaign would be transformative for CML, and lead to a rapidly expanded exploration programme. A field programme is scheduled for this month to further delineate the Cu, Ni, Au and PGE anomalous zone in EPM 28434 and to subsequently conduct airborne geophysics with the aim of locating conductive nickel sulphides down to depths of about 500m.
5. Red Fox Resources Pty Limited in which CML holds 30.4% announced on 30 September 2022 that activities for the Eveleigh Zinc diamond drill programme had commenced. The drilling programme is being supported by a Round 6 Collaborative Exploration Initiative (CEI) grant from the Queensland Government. The drilling is to test potential BHT lead-zinc-silver style mineralisation at the Eveleigh Zinc Project (EPM 26601) in the Georgetown district of northeast Queensland. The Eveleigh Project contains a lens of zinc mineralisation that was drilled primarily in the 1970s, with historical intersections including 24.4m @ 2.5% Zn. Red Fox has interpreted the mineralisation as being of BHT/Cannington style, based on host lithologies, metal association and metal zoning. A BHT/Cannington style interpretation significantly increases the prospectivity of the Eveleigh Project with the possibility of multiple undiscovered sulphide lodes and therefore much larger size potential.



CHASE MINING CORPORATION LIMITED

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## **ADDITIONAL PROJECT OPPORTUNITIES**

The Company has continued evaluating projects that will complement its existing suite of projects. Management continues its desktop studies on prospective areas that CML may lodge applications over. The Board will update the market on any new developments as required under the Listing Rules.

## **CAPITAL STRUCTURE AND CASH POSITION**

The Company's summarised capital structure as at 30 September 2022 is as follows:

Issued fully paid ordinary shares: 468,132,761

Cash at Bank: \$2,056,000

Shareholders and potential investors should also review the Company's audited 2022 Annual Report (ASX Announcement 13 September 2022) to fully appreciate the Company's financial position.

Cash balances are placed on short-term deposit and are monitored on a month-to-month basis in order to ensure funds are available for activities for the coming quarter as set out above.

## **PAYMENTS TO RELATED PARTIES**

A total of \$121,000 was paid to directors and their associates for salaries, director fees and superannuation during the quarter ended 30 September 2022.

## **AUTHORISATION**

The provision of this announcement to ASX has been authorised by the Executive Chairman of Chase Mining Corporation Limited.

The Company confirms that it is not aware of any new information or data that materially affects any previously announced exploration results included in this.

## **For enquiries contact:**

Leon Pretorius on 0419 702 616

## **ANNEXURE A: MINERAL TENEMENT LIST - ALL IN AUSTRALIA**

The table below sets out the Company's interest in Exploration Tenements as at 31 September 2022

<b>Project</b>	<b>Tenement. No.</b>	<b>% Interest</b>	<b>Expires</b>	<b>Location</b>
<b>Torrington 1</b>	<b>EL 8258</b>	<b>100%</b>	<b>16/04/2023</b>	<b>NSW</b>
<b>Torrington 2</b>	<b>EL 8355</b>	<b>100%</b>	<b>18/03/2024</b>	<b>NSW</b>
<b>Mallapunyah</b>	<b>EL 33128</b>	<b>100%</b>	<b>23/08/2028</b>	<b>NT</b>
<b>Wallhallow</b>	<b>EL 33129</b>	<b>100%</b>	<b>23/08/2028</b>	<b>NT</b>
<b>Backblocks</b>	<b>EL 33130</b>	<b>100%</b>	<b>23/08/2028</b>	<b>NT</b>
<b>Glencoe</b>	<b>EPM 24834</b>	<b>100%</b>	<b>08/09/2025</b>	<b>QLD</b>

## Appendix 5B

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

Name of entity

CHASE MINING CORPORATION LIMITED

ABN

12 118 788 846

Quarter ended ("current quarter")

30 SEPTEMBER 2022

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 (if expensed)		(44)	(44)
(b) development		-	-
(c) production		-	-
(d) staff costs		(3)	(3)
(e) administration and corporate costs		(291)	(291)
1.3 Dividends received (see note 3)			
1.4 Interest received		4	4
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)			
- GST refunds		20	20
<b>1.9 Net cash from / (used in) operating activities</b>		<b>(314)</b>	<b>(314)</b>
<b>2. Cash flows from investing activities</b>			
2.1 Payments to acquire:			
(a) entities		-	-
(b) tenements		-	-
(c) property, plant and equipment		-	-
(d) exploration & evaluation (if capitalised)		(72)	(72)
(e) investments		-	-
(f) other non-current assets		(1)	(1)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$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 (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(73)</b>	<b>(73)</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	2,444	2,444
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(314)	(314)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(73)	(73)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

<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	(1)	(1)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,056</b>	<b>2,056</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	2,056	2,444
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>2,056</b>	<b>2,444</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

<b>Current quarter \$A'000</b>
121
-

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

Director fees, advisory fees and salaries paid to related parties during the quarter totalled \$120,885.

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

7. <b>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.		

8. <b>Estimated cash available for future operating activities</b>		<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (Item 1.9)	314
8.2	Capitalised exploration & evaluation (Item 2.1(d))	72
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	386
8.4	Cash and cash equivalents at quarter end (Item 4.6)	2,056
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	2,056
8.7	<b>Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>	5.3
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?	
	Answer: N/A	
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	
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	

## **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: 17 October 2022

Authorised by: By the Executive Chairman  
(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.