

## ASX Announcement

31 January 2023

ASX: FXG

**Felix Gold Limited**  
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# QUARTERLY ACTIVITIES REPORT

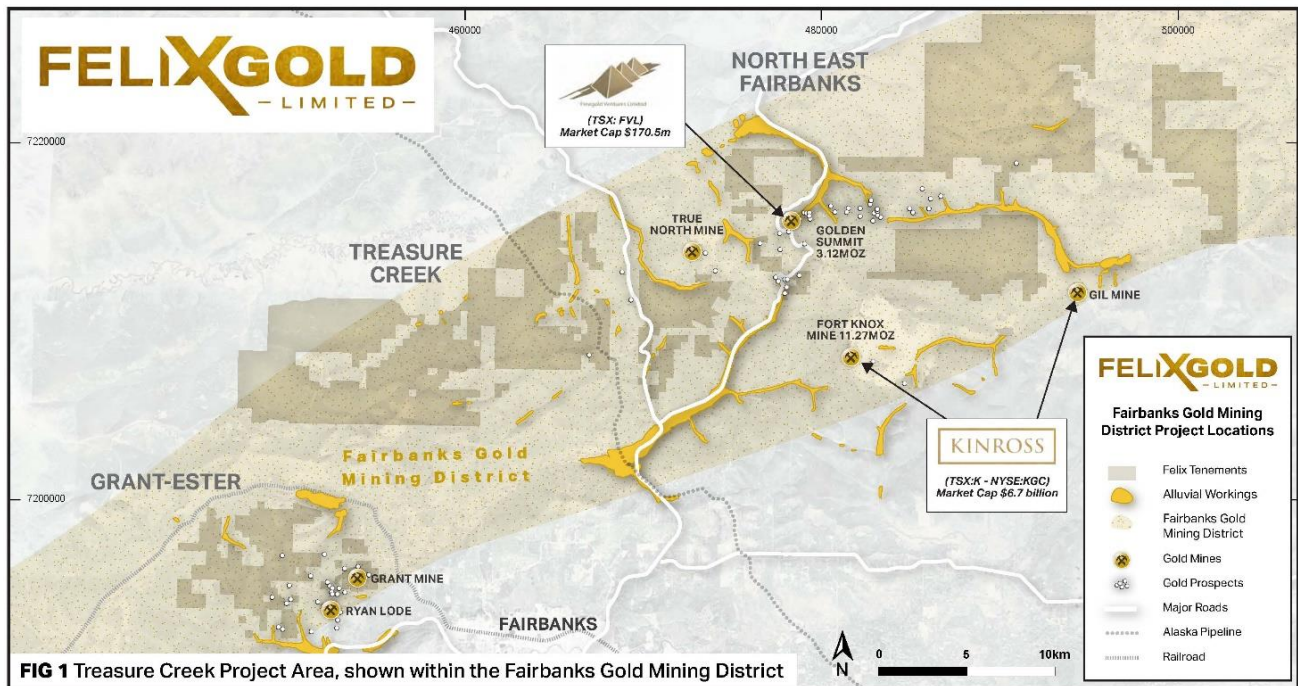
FOR THE PERIOD ENDED 31 DECEMBER 2022

- **Successful completion of the 2022 extensive exploration field season and final assay assesment of the RC drill program.**
- **The top 20 drill intercepts from the 2022 RC drill program show significant shallow gold mineralisation in the exploration target zones of NW Array, Scrafford Shears, and Eastgate in the Treasure Creek Project area.**
- **The NW Array Prospect at our Treasure Creek Project has delivered multiple thick, near surface RC drill intercepts including 22TCRC008 89.9m @ 1.2 g/t au, 22TCRC005 33.5m @ 1.63 g/t Au, 22TCRC071 38.12m @ 1.1 g/t Au, 22TCRC075 35.1 m @ 1.8 g/t Au, and 22TCRC078 89.9 m @ 0.97 g/t Au.**
- **Incorporation of final 2022 final VTEM Geophysical survey which covered 20,000 acres of the Felix Tenure and surrounding areas.**
- **Commissioning an Independent Geologist report to investigate Antimony and other “strategic mineral” potential on all the Felix Gold project areas.**
- **Work is now focussed on receipt of the diamond drill assays, and assessment of the results together with planning of exploration and drilling program for 2023.**

Felix Gold Limited (ASX: FXG) (**Felix** or the **Company**) provides a summary of its operational and corporate activities for the quarter ended 31 December 2022.

## Background

In January 2022, Felix Gold completed an IPO on the ASX with an ambition to build multi-million-ounce gold resources. Felix Gold has acquired extensive key landholdings in a world class gold province surrounded by infrastructure and Kinross's Fort Knox Tier 1 gold mine (see Figure 1 – Key Land Holdings in World-Class Province). Kinross Fort Knox is actively searching for new sources of ore supply, and this provides an alternative development pathway for Felix Gold when assessing a standalone operation to process future ore resources. The 2022 Exploration program was designed to rapidly assess and delineate shallow gold zones and succeeded in identifying multiple target zones, with the Company now prioritising focussed resource definition drilling during the upcoming 2023 exploration season.



**Figure 1 – Key Land Holdings in World-Class Province**

## Operations

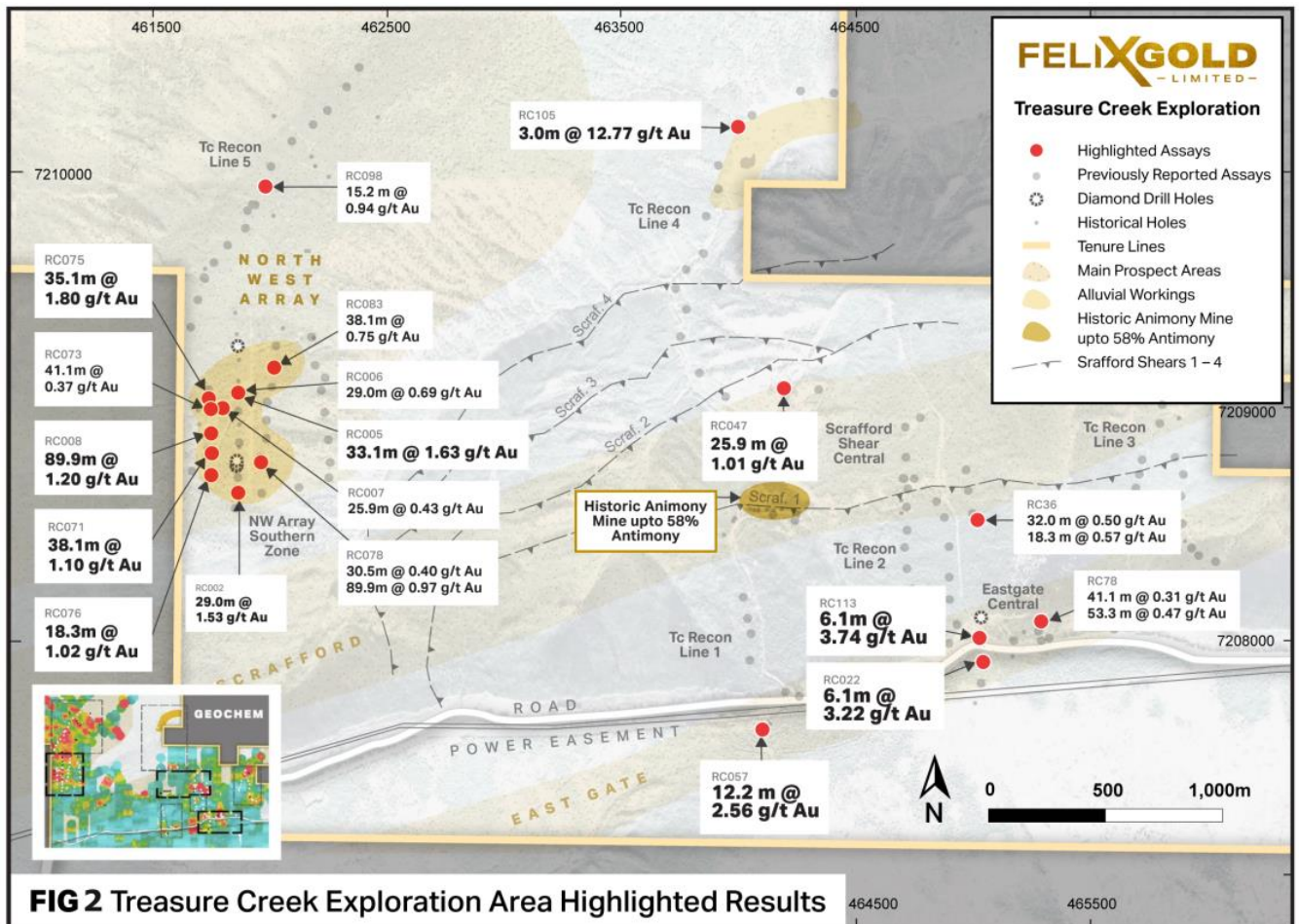
### Exploration activities

#### Treasure Creek Project

At the end of December 2022, all fire assays for gold have been returned and reported for the RC drill program. This program included 16,704 m of drilling across 183 holes. Of the 123 RC holes drilled in the Treasure Creek Project area, a remarkable 111 holes returned with “significant intercepts of gold” (reference JORC Reporting Tables, Section 2: Reporting of Exploration Results, Criteria Data Aggregation Methods). These results have been assessed and show the three main prospects in the Treasure Creek Project area targets that represent large scale footprint of a Gold and Antimony bearing hydrothermal systems. The best RC drill results from the Treasure Creek 2022 program are highlighted in Figure 2. These confirm the scale of mineralisation across the approximate 6km x 4km project area. Of these, the highest priorities for substantial potential gold deposit delineation are NW Array, Scrafford Shears and East Gate.

Geological evaluation of the Scrafford Shears from current drilling updates the current structural model from a single shear to multiple (up to 4) “duplexed” thrust shears. This structural interpretation demonstrates that the Scrafford Shears hold the potential for +15 Km equivalent strike zone of gold mineralisation.

Treasure Creek is known to host substantial gold-antimony mineralisation and as evidenced by the historic Scrafford Mine, which was a significant antimony mine in Alaska with grades up to 58% Sb. Local, high-grade antimony mineralisation is encountered in historic trenches along the Scrafford trend. Antimony mineralisation, visually identified as Stibnite ( $\text{Sb}_2\text{S}_3$ ), occurs in the RC chips and diamond core from the 2022 drill programs. Antimony is a strategic mineral and is listed as a “critical mineral” to the U.S. economy and national security by the U.S. Department of Interior. As such, Felix Gold has commissioned an Independent Geologist report to investigate Antimony and other “strategic mineral” potential on all the Felix Gold project areas. This report will aid Felix in exploring and finding antimony potential in parallel with its gold-based programs.



	From (m)	To (m)	Down Hole Thickness (m)	Grade (Au g/t)	Target Area	Announcement Reference
22TCRC002	24.4	53.3	29.0	1.5	NWA S. Zone	Multiple Thick Near Surface Mineralisation at Treasure Creek (01 August 2022)
22TCRC005	1.5	35.1	33.5	1.6	NWA S. Zone	
22TCRC006	1.5	30.5	29.0	0.7	NWA S. Zone	
22TCRC007	36.6	62.5	25.9	0.4	NWA S. Zone	
22TCRC008	32.0	121.9	89.9	1.2	NWA S. Zone	
22TCRC071	1.5	39.6	38.1	1.1	NWA S. Zone	400m Traverse of Thick Gold Mineralisation Open (05 October 2022)
22TCRC073	1.5	42.7	41.1	0.4	NWA S. Zone	
22TCRC075	16.8	51.8	35.1	1.8	NWA S. Zone	
22TCRC076	42.7	61.0	18.3	1.0	NWA S. Zone	Significant Expansion of NW Array Gold Zone (18 October 2022)
Includes	45.7	47.2	1.5	7.4	NWA S. Zone	
22TCRC078	1.5	32.0	30.5	0.4	NWA S. Zone	
And	45.7	135.6	89.9	1.0	NWA S. Zone	
22TCRC083	51.8	89.9	38.1	0.8	NWA S. Zone	Scrafford Shear Potential Grows and High-Grade Antimony Initiatives Commenced (09 December 2022)
22TCRC039	114.3	146.3	32.0	0.5	Scrafford	
And	150.9	169.2	18.3	0.6	Scrafford	
22TCRC036	50.3	57.9	7.6	6.5	Recon Line 2	Further New Gold Zone Identified at Treasure Creek (01 November 2022)
22TCRC047	74.7	100.6	25.9	1.0	Recon Line 4	Near-surface Gold Zones Extended into Northern Treasure Creek (01 December 2022)
22TCRC105	22.9	25.9	3.0	12.8	Recon Line 4	
22TCRC098	15.2	30.5	15.2	0.9	Recon Line 5	
22TCRC022	62.5	68.6	6.1	3.2	East Gate	Shallow Gold Mineralisation Expanded at East Gate (28 September 2022)
22TCRC113	13.7	19.8	6.1	3.7	East Gate	
22TCRC122	79.2	120.4	41.1	0.3	East Gate	
And	129.5	182.9	53.3	0.5	East Gate	
22TCRC057	73.2	85.3	12.2	2.7	Recon Line 1	Multiple New Gold Zones Discovered (23 September 2022)
Includes	73.2	76.2	3.1	9.9	Recon Line 1	

Table 1 – Top RC Drill Intercepts from Treasure Creek 2022



## NE Fairbanks Project

No exploration activity was conducted at NE Fairbanks during the quarter.

## Grant-Ester Project

No exploration activity was conducted at Grant-Ester during the quarter.

## Liberty Bell Project

No exploration activity was conducted at Liberty Bell during the quarter.

## Upcoming and in-progress exploration activities

- 2022 VTEM Geophysics – Initial Data set from 2022 Heliborne VTEM Geophysics survey covering approximately 20,000 acres of Felix Tenure and surrounding areas. Internal refinement, analysis with respect to known and suspected gold mineralising structures. Feed into 2023 focused drill targeting.
- 2022 Diamond Drill Results – Results are pending for 4 diamond holes totalling 1,079m completed at Treasure Creek.
- Exploration Target estimation (grade and tonnage) for NW Array and Scrafford Shears.
- Detailed target matrix exercise, planning, and budgeting for 2023 field operations.

## Corporate

### Balance sheet

At quarter end, Felix held A\$1.302 million cash and zero debt (excluding typical trade creditors).

### Appendix 5B disclosures

The Company's accompanying Appendix 5B (Quarterly Cashflow Report) includes an amount in item 6.1 which constitutes executive (A\$69k) and non-executive directors' (A\$33k) fees paid during the quarter, totalling A\$102k.

During the period, the Company spent A\$1.67 million on exploration activities in Alaska. The Company also spent A\$271k on administration costs including executive and non-executive directors' fees.

### Post IPO disclosures

Pursuant to ASX Listing Rule 5.3.4, the Company provides a comparison of actual expenditure since admission to the Official List of ASX up until 31 December 2022 against estimated expenditure in the Use of Funds statement in the Prospectus.

Expenditure	Prospectus (A\$M)	Expenditure since admission (A\$M)
Mineral Exploration – Treasure Creek	\$3,300,000	\$6,670,477
Mineral Exploration – NE Fairbanks	\$2,010,000	\$1,248,690
Mineral Exploration – Grant-Ester	\$1,000,000	\$524,957
Mineral Exploration – Liberty Bell	\$4,040,000	\$616,347
Administration and Working Capital	\$2,000,000	\$1,047,027
Costs of the Offer	\$750,000	\$652,120
<b>TOTAL</b>	<b>\$13,100,000</b>	<b>\$10,759,618</b>

***This ASX release was approved for release by:***

Anthony Reilly

**Managing Director and CEO**

Felix Gold Limited

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### **Forward-Looking Statements**

Various statements in this release constitute statements relating to intentions, future acts and events. Such statements are generally classified as “forward-looking statements” and involve known and unknown risks, uncertainties and other important factors that could cause those future acts, events and circumstances to differ materially from what is presented or implicitly portrayed herein. Words such as “anticipates”, “expects”, “intends”, “plans”, “believes”, “seeks”, “estimates” and similar expressions are intended to identify forward-looking statements. Felix cautions shareholders and prospective shareholders not to place undue reliance on these forward-looking statements and references to what events have transpired for other entities, which reflect the view of Felix only as of the date of this release. The forward-looking statements made in this release relate only to events as of the date on which the statements are made. Various statements in this release may also be based on the circumstances of other entities. Felix gives no assurance that the anticipated results, performance or achievements expressed or implied in those statements will be achieved. This release details some important factors and risks that could cause the Felix’s actual results to differ from the forward-looking statements and circumstances of other entities in this release.

### **Previous Disclosure – 2012 JORC Code**

The information in this release that relates to Exploration Results, Mineral Resources and Exploration Targets for Felix’s Fairbanks Gold Projects was extracted from the following ASX Announcements:

- 28 January 2022 – Prospectus
- 01 August 2022 – Multiple Thick, Near Surface Intercepts at Treasure Creek
- 13 September 2022 – Treasure Creek Exploration Update
- 23 September 2022 – Multiple New Gold Zones Discovered
- 28 September 2022 – Shallow Gold Mineralisation Expanded at East Gate
- 05 October 2022 – 400m Traverse of Thick Gold Mineralisation Open
- 18 October 2022 – Significant Expansion of NW Array Gold Zone
- 01 November 2022 – Further New Gold Zone Identified at Treasure Creek
- 01 December 2022 – Near-surface Gold Zones Extended into Northern Treasure Creek
- 09 December 2022 – Scrafford Shear Potential Grows and High-Grade Antimony Initiatives Commenced
- 19 January 2023 – New Gold Zones Identified in Reconnaissance Drilling.

A copy of such announcements is available to view on the Felix Gold Limited website [www.felixgold.com.au](http://www.felixgold.com.au). The reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcements.

## Additional ASX Listing Rule Information

Felix provides the following additional information in accordance with ASX Listing Rule 5.3.3.

### Mining tenements held at the end of the quarter and their location

As disclosed below by project area.

### Mining tenements acquired during the quarter and their location

Not applicable.

### Mining tenements disposed of during the quarter and their location

Not applicable.

### Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter

As disclosed below by project area.

### Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

Not applicable.

### ***Treasure Creek Project***

The Treasure Creek Project area consists of 236 Alaska State Mining Claims that cover 11,573 hectares. The Treasure Creek Project is a consolidation of mining claims held by Oro Grande Mining Claims LLC, Goldstone Resources LLC, Wally Trudeau, and Millrock Alaska LLC. Felix has acquired the mining claims or the exclusive rights to explore and an option to purchase the mining claims detailed below:

TREASURE CREEK	Felix Rights	Number of Mineral Claims	Total Acres	Total Hectares	Total SQ KM
Goldstone Resources	Exclusive right to explore and option to purchase	22	3,174	1,285.47	12.8547
Wally Trudeau	Exclusive right to explore and option to purchase	5	200	81	0.81
Oro Grande	Exclusive right to explore and option to purchase	11	3,196	1,294.38	12.9438
Millrock Treasure Creek	Mining claims assigned to Felix.	198	22,006	8,912.43	89.1243
<b>TOTAL TREASURE CREEK</b>		<b>236</b>	<b>28,576</b>	<b>11,573.28</b>	<b>115.7328</b>

### ***Grant-Ester Project***

The Grant-Ester Project is comprised of 154 Alaska State mining claims that total 3,397 hectares. The Grant-Ester Project consists of mining claims held by Range Minerals Corporation, Roger Burggraf, Dobbs and Millrock Alaska LLC. Felix has acquired the mining claims, or the exclusive rights to explore and an option to purchase the mining claims as detailed below:

GRANT-ESTER	Felix Rights	Number of Mineral Claims	Total Acres	Total Hectares	Total SQ KM
Range Minerals	Exclusive right to explore and option to purchase	61	3,110	1,259.55	12.5955
Millrock Ester Dome	Mining claims assigned to Felix	59	4,549	1,842.345	18.42345
Burggraf	Exclusive right to explore and option to purchase	32	709	287.145	2.87145
Dobbs State	Exclusive right to explore and option to purchase	2	20	8.1	0.081
<b>TOTAL GRANT-ESTER</b>		<b>154</b>	<b>8,388</b>	<b>3397.14</b>	<b>33.9714</b>

### **NE Fairbanks Project**

The NE Fairbanks Project is comprised of 326 Alaska State mining claims that total 14,637 hectares located approximately 25km to the Northeast of the city of Fairbanks. The NE Fairbanks Project consists of mining claims held by DG Resources Management (Us) Ltd, Fairbanks Exploration Inc. and Millrock Alaska LLC. Felix has acquired the mining claims, or the exclusive rights to explore and an option to purchase the mining claims as detailed below:

<b>NE FAIRBANKS</b>	<b>Felix Rights</b>	<b>Number of Mineral Claims</b>	<b>Total Acres</b>	<b>Total Hectares</b>	<b>Total SQ KM</b>
Fairbanks Exploration	Exclusive right to explore and option to purchase	83	10,332	4,184.46	41.8446
DG Resources	Exclusive right to explore and option to purchase	141	14,038	5,685.39	56.8539
Millrock NE Fairbanks	Mining claims assigned to Felix	102	11,773	4,768.065	47.68065
<b>TOTAL NE FAIRBANKS</b>		<b>326</b>	<b>36,143</b>	<b>14,637.915</b>	<b>146.37915</b>

### **Liberty Bell Project**

The Liberty Bell Project is comprised of 209 Alaska State mining claims that total 9,623 hectares located approximately 115km to the south west of the city of Fairbanks. The Liberty Bell Project consists of mining claims held by Boot Hill Gold Inc., James Roland and Millrock Alaska LLC. Felix has acquired the mining claims or the exclusive rights to explore and an option to purchase the mining claims as detailed below:

<b>LIBERTY BELL</b>	<b>Felix Rights</b>	<b>Number of Mineral Claims</b>	<b>Total Acres</b>	<b>Total Hectares</b>	<b>Total SQ KM</b>
Boot Hill	Exclusive right to explore and option to purchase	26	2,720	1,101.6	11.016
Roland	Exclusive right to explore and option to purchase	10	400	162	1.62
Millrock	Mining claims assigned to Felix	173	20,640	8,359.2	83.592
<b>TOTAL LIBERTY BELL</b>		<b>209</b>	<b>23,760</b>	<b>9,623</b>	<b>96.23</b>

### **MHT Project**

MHT Project comprises Alaskan State Mining claims of 6,203 acres located only 20km north of major mining and logistics hub, Fairbanks City. The claims are held by the Mental Health Trust. Felix Gold has secured 100% lease of the claims.

<b>MHT</b>	<b>Felix Rights</b>	<b>Total Acres</b>	<b>Total Hectares</b>	<b>Total SQ KM</b>
MHP Project	100% Lease	6,203	2512	25.12
<b>MHT Project</b>		<b>6,203</b>	<b>2512</b>	<b>25.12</b>

## About Felix

Felix Gold Limited (ASX: FXG) is an ASX-listed gold discovery business operating in the highly endowed Tintina Gold Province of Alaska in the United States.

Our flagship asset is a substantial landholding in the world-class Fairbanks Gold District, where historical gold production exceeds 16 Moz. In Fairbanks, our tenements sit within one of the largest gold production centres in the entire Tintina belt and lie in close proximity to both Kinross Gold's Tier 1 gold mine, Fort Knox, and the rapidly growing Freegold Ventures' discovery, Golden Summit. We hold four key projects across over 392 km<sup>2</sup> of tenure in the heart of this premier gold production district.

Felix's key projects are located only 20 minutes from our operational base in the central mining services hub of Fairbanks City, Alaska. This base is a strong advantage for Felix with its existing infrastructure, low-cost power, skilled workforce and long history of gold production. It allows us to work year-round and delivers genuine potential development pathways for our assets.

Our key projects are located along the main Fairbanks gold trend and contains multiple identified prospects, extensive alluvial gold production, large gold-in-soil anomalies and historical drill intercepts which remain wide open and mimic other major deposits in the district. We have multiple walk-up drill targets with evidence of large-scale gold potential. We also possess an existing Mineral Resource at Grant-Ester with significant upside opportunity.

**Felix's value proposition is simple: we are striving to be the premier gold exploration business in the Tintina Province through the aggressive pursuit and realisation of Tier 1 gold discoveries.**





## Appendix 5B

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

Name of entity

FELIX GOLD LIMITED

ABN

35 645 790 281

Quarter ended ("current quarter")

31 DECEMBER 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1.</b>	<b>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	(102)	(187)
	(e) administration and corporate costs	(169)	(305)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
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</b>	<b>Net cash from / (used in) operating activities</b>	<b>(271)</b>	<b>(492)</b>

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</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	-	(2)
(d) exploration & evaluation	(1,670)	(5,129)
(e) investments	-	-
(f) other non-current assets	-	-
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(1,670)</b>	<b>(5,131)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2 Proceeds from issue of convertible debt securities	-	-
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 Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</b>

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<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	3,243	6,925
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(271)	(492)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,670)	(5,131)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
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>1,302</b>	<b>1,302</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	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	221	138
5.2	Call deposits	1,081	3,105
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>1,302</b>	<b>3,243</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	102
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

<b>7.</b>	<b>Financing facilities</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>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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.		

<b>8.</b>	<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)	(271)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,670)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,941)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,302
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,302
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.67
	<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?	
	<p>Answer:</p> <p>The Company continues to assess its expenditure with the objective of future expenditure being dependent on available cash resources. The 2022 field season has now been completed and operating cash expenditure will be substantially reduced over the winter months.</p>	



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:

The Company has not taken any formal steps to raise further cash to fund its operations at this time. The Company does however continue to assess its budgetary and ongoing funding requirements and intends to seek additional equity funding at an appropriate time and/or reduce its expenditure. The Company is confident of its ability to raise additional equity funding, however, it acknowledges that the success of such an approach will be dependent on market considerations at that time.

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:

The Company expects that it will be able to continue its operations and to meet its business objectives based on the Company's intention to seek additional equity funding and or reduce its expenditure as outlined above.

*Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.*

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 January 2023.....

Authorised by: The Board of Directors  
(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.