

**ASX:EMS**

ACN 643 902 943

**CAPITAL STRUCTURE**

Share Price: A\$0.031

Cash: A\$1.85M

Debt: Nil

Ordinary Shares: 82.4M

Market Cap: A\$2.63M

Enterprise Value: A\$780K

Options:

26.6M (3years/30c)

20.3M (3years/10c)

**BOARD OF DIRECTORS****Robert Duffin**

Non-Executive Chairman

**Mark Dugmore**Independent Non-  
Executive Director**Ian White**Independent Non-  
Executive Director**Dr Jason Berton**Independent Non-  
Executive Director**CHIEF EXECUTIVE  
OFFICER**

Ley Kingdom

**COMPANY SECRETARY  
& CHIEF FINANCIAL  
OFFICER**

Ian Morgan

**CONTACT**

Level 8, 210 George St

Sydney NSW 2000

+61 (0) 2 9290 9600

info@easternmetals.com.au

www.easternmetals.com.au

**QUARTERLY ACTIVITIES REPORT****For the period ending 30 September 2023****HIGHLIGHTS****Corporate**

- Highly experienced mining executive Ms Ley Kingdom appointed as Chief Executive Officer (CEO).
- Ley is a qualified geologist with over 25 years' experience having worked for Western Mining Corporation, BHP and a number of juniors and mid-tiers on greenfield projects through to resource definition and feasibility.

**Cobar Project (NSW)**

- Work programs focused on the delivery of an inaugural Mineral Resource Estimate for the flagship Browns Reef base metals deposit, with a focus on data acquisition and updating the geological model.
- Planning underway for a drilling program at the high-grade Evergreen mineralised zone at Browns Reef commencing early in the New Year, with drilling approvals in place.
- Four-hole Reverse Circulation (RC) drilling program completed on the Tara Exploration Licence, EL9180, with assays returning anomalous base metals results including 7m from 41m averaging 20.5g/t Ag in CWRC001.
- Three additional land access agreements signed in relation to EL9180 (Tara) and EL9565 (Black Range).

**Thomson Project (NSW)**

- Discussions progressing with potential partners a view to establishing a Joint Venture partnership.

Eastern Metals Limited (ASX: EMS) (“Eastern Metals” or “the Company”) is pleased to present its Quarterly Report for the period ending 30 September 2023.

## EXPLORATION UPDATE

### COBAR PROJECT (NSW)

Eastern Metals’ core focus within the Cobar Project is on the delivery of an inaugural Mineral Resource Estimate (MRE) for the Company’s flagship Browns Reef base metals deposit.

A site visit was undertaken to the Browns Reef (EL6321) and Tara (EL9180) projects in mid-August by three board members, the newly appointed CEO, the Principal Geological Consultant and Senior Exploration Geologist, to inspect diamond core from Company’s 2022 drilling program and progress planning for follow-up drilling in 2024.

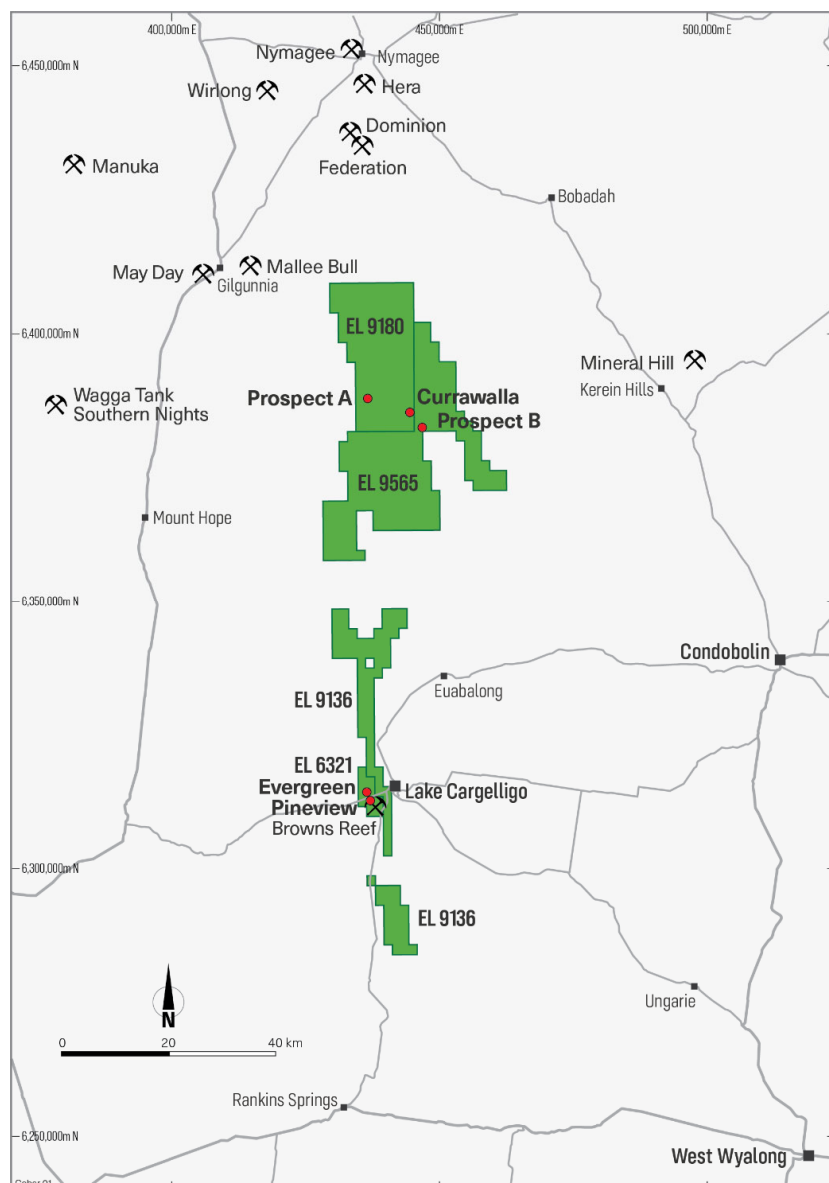


Figure 1: Location of Cobar Project tenements and prospects.

In addition, Eastern Metals completed a four-hole Reverse Circulation (RC) drilling program at the 'Tara' exploration licence (EL9180), with assays returning anomalous base metals results.

Progress was made in relation to land access with three (3) additional land access agreements signed in relation to the Company's Black Range (EL9565) and Tara (EL9180) tenements.

The location of the Browns Reef and Tara ELs, along with the Company's other tenements in the Cobar Basin, are shown in **Figure 1**.

### **EL6321 Browns Reef**

Browns Reef is a polymetallic lode of largely stratabound base metal sulphide mineralisation developed in the Late Silurian, 5km west of Lake Cargelligo in the southern Cobar Basin. The mineralisation lies above a hydrothermal breccia unit and closely follows a significant regional structure known as the Woorara Fault. The mineralisation is known to have a strike length of at least 6km, with the central 2.7km zone having been previously drilled.

Eastern Metals' focus is on a higher-grade area known as the Evergreen Zone, which will be the focus of a drilling program in Q1 FY24 with a view to delivering a Mineral Resource Estimate. Approvals for this drilling program were received from the NSW Resources Regulator during the reporting period. A land access agreement is also in place with the property owner.

Exploration will also focus on a second higher-grade area, known as the Pineview Zone, once access has been secured.

Key members of the Eastern Metals Board and senior leadership team conducted a site visit to Browns Reef in mid-August, during which they completed an inspection of the Evergreen site and reviewed diamond drill core from the Company's 2022 drilling program.

Eastern Metals is currently conducting a detailed review of the work completed to date and historical data to refine its geological model for Browns Reef prior to drilling in CY2024.

### **EL9180 Tara Project**

Tara is the northern-most exploration licence (EL9180) held by Eastern Metals in the Cobar Basin. It is located 120km south of Cobar and 80km north of the Company's flagship Browns Reef tenement.

A four-hole RC drilling program totalling 426m was completed in July 2023 in the immediate vicinity of the historical Currawalla mine.

Three of the four holes were designed to test the prospective quartz breccia unit near the base of oxidation, while one hole was designed to test the prospective zone below the base of oxidation, which is interpreted to be the source of a magnetic anomaly.

The holes showed that the quartz breccia unit dips steeply to the north-west, is up to 10m thick, and lies on the contact between the Silurian Urambie granodiorite and the Ordovician sediments to the southeast.

The quartz breccia is interpreted to be a conduit for the introduction of mineralising fluids with the magnetic anomaly caused by pyrrhotite within the anomalous base metal mineral zone; this is also reflected in anomalous magnetic susceptibility readings.

Based on the results of the drilling, the Company now believes that previously reported very high Total Rare Earth Oxide (TREO) readings in soils and mullock at Currawalla are likely due to supergene enrichment and mobilisation of Rare Earth Elements (REEs) from weathering of the granodiorite to the west of the quartz breccia, and their capture in clays in the near-surface or regolith zone.

Key results from the drilling program included:

- 7m from 41m averaging 0.12% Cu, 0.37% Pb, 0.4% Zn, 20.5g/t Ag and 132ppm TREO in hole CWRC001, including 1m from 44m averaging 0.32% Cu, 1.52% Pb, 1.61% Zn, 73.3g/t Ag and 88ppm TREO
- 33m from 78m averaging 0.2% Zn and 202ppm TREO in hole CWRC002
- 19m from 54m averaging 0.05% Zn and 219ppm TREO in hole CWRC003
- 10m from 59m averaging 0.06% Cu, 0.04% Pb, 0.24% Zn and 92ppm TREO in hole CWRC004

Drilling at Tara tested a hypothesis, and while REE's were present in lower concentrations than anticipated, the anomalous base metal results highlight the prospectivity of EL9180 and the Cobar Basin generally. The anomalous base metal results warrant follow-up work within the Tara EL and the adjoining tenement (EL9565 Black Range).

Further details and the results from the drilling program can be found at [ASX announcement, 24 August 2023](#)<sup>1</sup>.

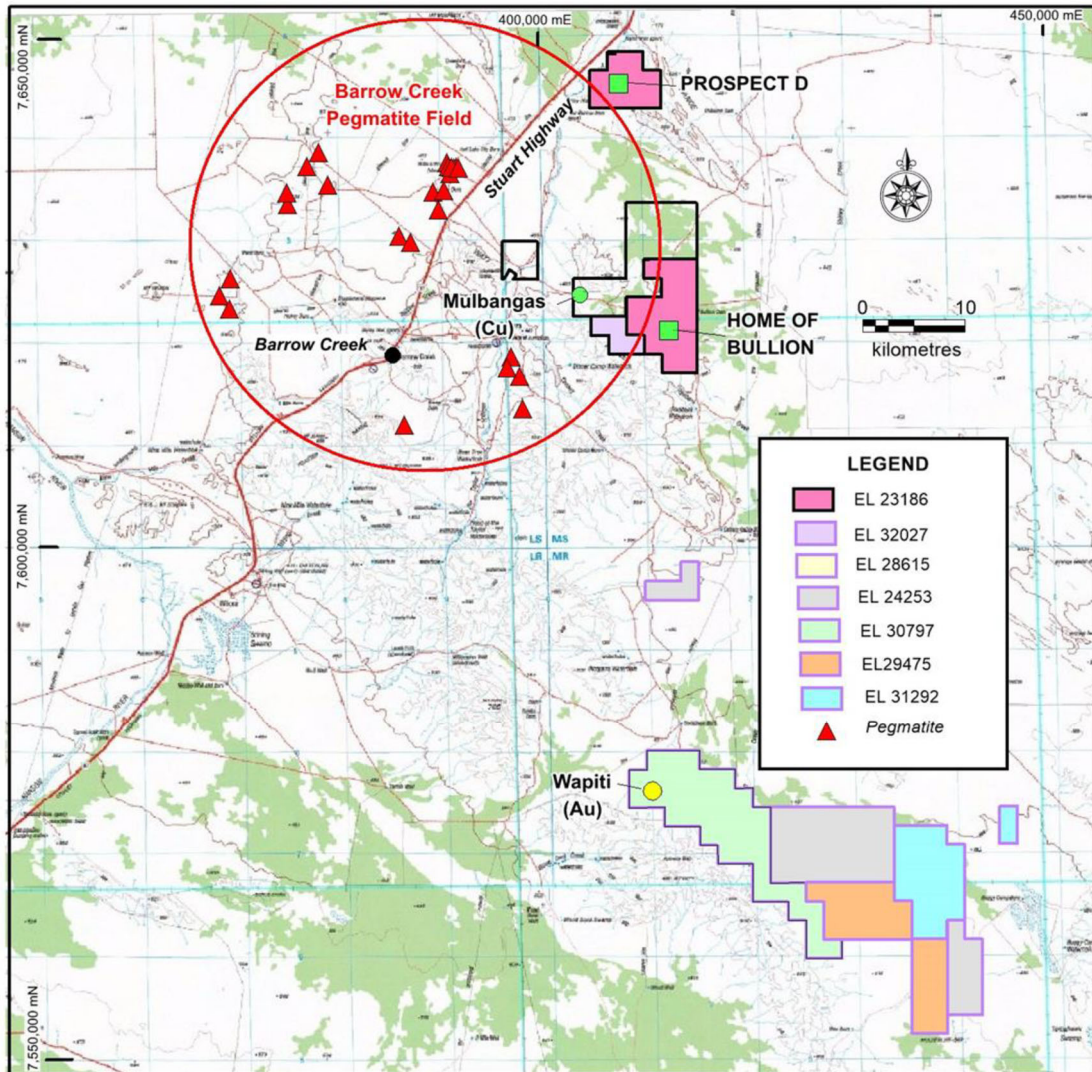
## ARUNTA PROJECT

The Arunta Project consists of two groups of tenements – the Neutral Junction tenement block and the Adnera Hill block.

The 'Neutral Junction' block consists of Home of Bullion (EL 32027), Barrow Creek (EL 23186) and Donkey Creek (EL 28615). The Adnera Hill block comprises Neutral Junction (EL 24253), Adnera (EL 29475), Ooralingie (EL 30797) and Buggy Camp (EL 31292).

---

<sup>1</sup> See ASX announcement 24 August 2023, "Currawalla Drilling Results Received".



**Figure 2:** Location of the Company's Arunta Project tenements in the Northern Territory.

The Company's core focus within the Arunta Project is the Home of Bullion deposit, which lies in the Neutral Junction block and hosts a 3.1 million tonne resource grading 2.9% CuEq<sup>2</sup>. Parts of the Neutral Junction block also lie within a defined geological province known as the Barrow Creek pegmatite field.

The locations of these tenements are shown in **Figure 2**. No field work was conducted in the September 2023 quarter, however EMS is reviewing and ranking its prospects in the NT with field work scheduled for Q4 FY2024.

### EL32027 Home of Bullion

An updated Mineral Resource Estimate (3.1 million tonnes, 2.9% CuEq) for the Home of Bullion copper deposit was released by the Company in the March 2023 Quarter. Further analysis of this Resource estimate has been carried out, but no fieldwork was conducted during the quarter.

<sup>2</sup> ASX announcement 8 March 2023, "Resources Grows at Home of Bullion Copper Project".

### EL28615 Donkey Creek

A renewal application was lodged with the NT Department of Industry, Tourism and Trade on 28 August 2023. This licence is still current and will remain in good standing until the application is assessed and approved by the regulator.

### THOMSON PROJECT

The Thomson Project comprises two exploration licences in north-western New South Wales, Harrier (EL9194) and Falcon (EL9190).

Eastern Metals' exploration targets within the Thomson Project tenements are copper-gold and lead-zinc-silver deposits similar to the Great Cobar and CSA copper-gold mines, and the Endeavor lead zinc mine. These types of deposits are generally steeply dipping, or pipe-like, with little surface geological or geochemical expression.

These ore systems typically contain magnetic material, mainly the iron-sulphide mineral pyrrhotite, and can be identified using ground or airborne magnetic surveys.

Eastern Metals has commenced discussions with potential Joint Venture partners to continue progressing exploration within the Thomson Project.

### EL9190 Falcon

During the quarter, the Company undertook further modelling and ranking of geophysical prospects and continued to engage with potential joint venture partners. Geophysical (TMI) anomalies are shown in **Figure 3**. Future work comprises assessing on-ground logistics, access etc. for the top three ranked prospects, CUTB, F3 and F16.

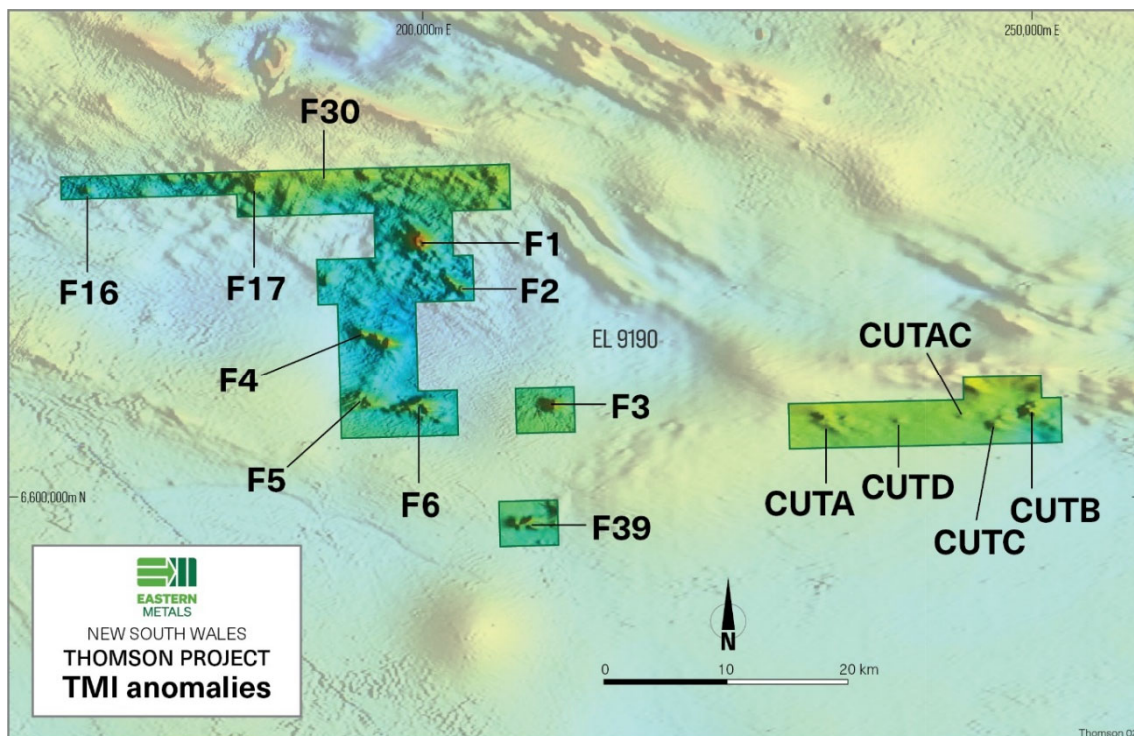


Figure 3: EL9190 TMI anomalies, Thomson Project.

## CORPORATE

### Appointment of Chief Executive Officer

Eastern Metals appointed Ms Ley Kingdom as the Company's Chief Executive Officer, effective 7 August 2023.

Ley is a qualified geologist with over 25 years' experience having worked for Western Mining Corporation, BHP and a number of juniors and mid-tiers on greenfield projects through to resource definition and feasibility. Ley has a comprehensive understanding of resource projects and their development, and with her broad experience, brings an important range of skills to the Company.

Ley formed her own exploration company, Highland Resources Ltd in 2021, which she subsequently vended into a development company with gold reserves in north Queensland. In that role as Managing Director and CEO, she successfully presented to investors, brokers and corporate entities.

Prior to that, Ley held a corporate role with Round Oak Minerals Pty Ltd (Round Oak), a wholly owned subsidiary of Washington H Soul Pattinson & Company Limited. Round Oak was acquired by Aeris Resources Limited in 2022. Round Oak was a precious and base metals, mining and exploration company with operations across four states. Before that, Ley worked with a number of junior to mid-sized resource companies as Project Geologist through to Exploration Manager across a number of jurisdictions and commodities, including gold, base metals, lithium, iron ore and coal.

Ley spent two years with the Victorian Government where she worked with resources companies and led projects through the State's complex approvals process with a view to expediting projects and improving government decision making. For part of this time, Ley was seconded to the Department of Premier and Cabinet to work on a review of the Victorian government's brown coal programs and initiatives over 15 years (Edwards Review). This review included an assessment of the risks and opportunities for future investment in pre-commercial brown coal technologies. In the early 2000s, Ley worked with the Central Land Council advising Traditional Owners and their representatives, as well as exploration and mining companies, on access to land subject to the *Native Title Act 1993* in the Northern Territory.

### Options

- On 7 July 2023, 600,000 unquoted options each with an exercise price of \$0.10 expiring on 9 June 2026 and a fair value of \$0.034 were granted and vested to an unrelated employee in accordance with the rules of the Eastern Metals Limited Employees and Officers Share Option Plan approved 31 May 2021.
- On 23 August 2023, 2,000,000 unquoted options each with an exercise price of \$0.10 expiring on 9 June 2026 and a fair value of \$0.024 were granted and vested to an unrelated employee

in accordance with the rules of The Eastern Metals Limited Employees and Officers Share Option Plan approved 31 May 2021.

The fair value of the unquoted options was calculated at the date of grant using the Black Scholes option pricing model.

### Financial overview

The Company's cash balance at 30 September 2023 was \$1.85 million.

Use of funds during the September 2023 quarter and previous two years, and a comparison with expected expenditure as set out in the Company's 2021 IPO prospectus, are shown in the following table:

Use of funds	Estimates (refer the Company's Prospectus dated 18 August 2021)	Jun-22	Jun-23	Sep-23	Sep-23
	\$000	YTD \$000	YTD \$000	QTR \$000	Balance Under / (Over) \$000
Exploration (2 years)	3,871	(1,773)	(1,683)	(243)	172
Tenement deposits	-	(77)	(10)	-	(87)
Operating expenses	1,091	(589)	(1,127)	(254)	(879)
Working capital	347	-	-	-	347
Fixed asset purchases	-	(61)	(3)	-	(64)
Costs of entitlement issue	-	-	(80)	(7)	(87)
Costs of the initial public offer	691	(491)	-	-	200
<b>Total use of funds</b>	<b>6,000</b>	<b>(2,991)</b>	<b>(2,903)</b>	<b>(504)</b>	<b>(398)</b>
<b>Cash movements</b>					
Cash on hand – beginning of the period		381	3,886	2,357	381
Proceeds from entitlement issue		-	1,374	-	1,374
Proceeds from converting note		500	-	-	500
Proceeds from initial public offer		6,000	-	-	6,000
Repayment of advance by a related party		(4)	-	-	(4)
Use of funds		(2,991)	(2,903)	(504)	(6,398)
Cash on hand – end of period		3,886	2,357	1,853	1,853



### Exploration expenditure summary

During the quarter ended 30 September 2023, Eastern Metals' cash expenditure for exploration & evaluation totalled \$243,000<sup>3</sup> and consisted of:

	Current quarter \$A'000	Year to date (3 months) \$A'000
Assay & storage	(20)	(20)
Compensation/access	(6)	(6)
Consulting and wages	(87)	(87)
Drilling	(80)	(80)
Equipment hire and running costs	(2)	(2)
Site rehabilitation	(2)	(2)
Tenure	(39)	(39)
Travel and accommodation	(7)	(7)
<b>Total</b>	<b>(243)</b>	<b>(243)</b>

Full details of exploration activity during the quarter are set out in this report. There were no mining production and development activities during the quarter.

### Payments to related parties of the entity and their associates

During the quarter ended 30 September 2023, the aggregate amount of payments to related parties and their associates totalled \$29,881, consisting of directors' fees (\$28,875) and \$1,006 reimbursement of travel costs incurred on the Company's behalf. Directors' fees payable at 30 September 2023 totalled \$22,000.

<sup>3</sup> For more details, refer to Item 1.2(a) of the Company's Appendix 5B "Mining exploration entity or oil and gas exploration entity quarterly cash flow report" for the September 2023 quarter.

### Previously Reported Information

The information in this announcement references previously reported announcements. The announcements are available to view on the Company's website ([www.easternmetals.com.au](http://www.easternmetals.com.au)) and on the ASX website ([www.asx.com.au](http://www.asx.com.au)). The Company confirms that it is not aware of any new information or data that materially affects the information included in the previous announcements and that all material assumptions and technical parameters underpinning the exploration results continue to apply and have not materially changed.

### Authorisation for this announcement

This announcement has been authorised for release by the Company's Disclosure Officers in accordance with its Disclosure and Communications Policy which is available on the Company's website, [www.easternmetals.com.au](http://www.easternmetals.com.au).

### Contacts

For more information, please contact:

**Ley Kingdom**

*Chief Executive Officer*

[leykingdom@easternmetals.com.au](mailto:leykingdom@easternmetals.com.au)

M: 0407 487 409

**Nicholas Read**

*Read Corporate*

[nicholas@readcorporate.com.au](mailto:nicholas@readcorporate.com.au)

P: 08 9388 1474

M: 0419 929 046

## TENEMENT INTERESTS

Eastern Metals' tenement holding as of 30 September 2023.

Tenure <sup>4</sup>	Location	Company's Interest	Holder	Status
EL23186	Barrow Creek, Northern Territory	100%	Company	Current
EL28615	Donkey Creek, Northern Territory	100%	Company	Renewal lodged <sup>5</sup>
EL32027	Home of Bullion, Northern Territory	100%	Company	Current
EL24253	Neutral Junction, Northern Territory	75.14%	Mithril <sup>6</sup>	Current
EL29475	Adnera, Northern Territory	100%	Company	Current
EL30797	Ooralingie, Northern Territory	100%	Company	Current
EL31292	Buggy Camp, Northern Territory	100%	Company	Current
EL6321	Browns Reef, New South Wales	100%	Company	Current
EL9180	Tara, New South Wales	100%	Company	Current
EL9136	Bothrooney, New South Wales	100%	Company	Current
EL9190	Falcon, New South Wales	100%	Company	Current
EL9194	Harrier, New South Wales	100%	Company	Current
EL9565	Black Range, New South Wales	100%	Company	Current

<sup>4</sup> There were no tenements acquired or disposed during the quarter.

<sup>5</sup> A renewal application for EL28615 Donkey Creek was lodged prior to its expiry. This licence is still current and will remain in good standing until assessed by the regulator.

<sup>6</sup> Tenement held by Mithril Resources Limited (ASX:MTH) (Mithril). The 75.14% interest held by Bowgan Minerals Ltd (Bowgan) in the Joint Venture is pursuant to a Joint Venture Agreement dated 26 April 2011 between Mithril Resources Ltd, Mega Hindmarsh Pty Ltd and Bowgan.

## MINERAL RESOURCES HOLDINGS

Eastern Metals' resource inventory comprises the Home of Bullion Resource (NT).

### HOME OF BULLION RESOURCE ESTIMATE<sup>7</sup>

Lode	Weathering	Class	Tonnage (kt)	Density	CuEq %	Cu %	Zn %	Ag ppm	Pb %	Au ppm	Co %
Main Upper	Oxide	Indicated	110	2.7	4.0	2.3	1.0	71	2.6	0.37	0.01
Main Upper	Fresh	Indicated	370	3.8	4.7	2.8	4.1	47	1.2	0.28	0.03
Main Lower	Fresh	Inferred	740	4.3	4.5	2.7	2.9	39	1.1	0.43	0.03
South	Oxide	Inferred	120	2.7	2.1	1.4	1.3	19	0.7	0.02	0.01
South	Fresh	Inferred	1,100	3.8	2.5	1.4	1.7	40	1.2	0.05	0.02
South LGFW <sup>8</sup>	Oxide	Inferred	40	2.7	0.8	0.4	0.4	10	0.5	0.01	0.00
South LGFW	Fresh	Inferred	580	3.4	0.9	0.4	0.8	14	0.6	0.01	0.01
<b>Total</b>			<b>3,100</b>	<b>3.7</b>	<b>2.9</b>	<b>1.7</b>	<b>2.0</b>	<b>35</b>	<b>1.1</b>	<b>0.17</b>	<b>0.02</b>
All	Oxide		270	2.7	2.6	1.6	1.0	39	1.4	0.16	0.01
All	Fresh		2,790	3.9	2.9	1.7	2.2	35	1.1	0.17	0.02
<b>Total</b>			<b>3,100</b>	<b>3.7</b>	<b>2.9</b>	<b>1.7</b>	<b>2.0</b>	<b>35</b>	<b>1.1</b>	<b>0.17</b>	<b>0.02</b>
All		Indicated	480	3.6	4.6	2.7	3.4	53	1.5	0.3	0.03
All		Inferred	2,580	3.8	2.6	1.5	1.8	32	1.0	0.1	0.02
<b>Total</b>			<b>3,100</b>	<b>3.7</b>	<b>2.9</b>	<b>1.7</b>	<b>2.0</b>	<b>35</b>	<b>1.1</b>	<b>0.17</b>	<b>0.02</b>

The Company confirms that it is not aware of any new information or data that materially affects the information included in the 8 March 2023 announcement and that all material assumptions and technical parameters underpinning the Resource Estimate continue to apply and have not materially changed.

<sup>7</sup> See the Company's ASX announcement 8 March 2023, "Resource Grows at Home of Bullion Copper Project" for further details.

<sup>8</sup> Low grade footwall unit.

## Appendix 5B

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

Name of entity

<b>EASTERN METALS LIMITED (Company)</b>
---

Quarter ended ("current quarter")

<b>ABN 29 643 902 943</b>
---------------------------

<b>30 September 2023</b>
--------------------------

Consolidated statement of cash flows	Current quarter	Year to date (3 months)
	\$A'000	\$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation <sup>1</sup>	(243)	(243)
(b) development	-	-
(c) production	-	-
(d) staff costs	(80)	(80)
(e) administration and corporate costs	(185)	(185)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	11	11
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>(497)</b>	<b>(497)</b>

<sup>1</sup> Item 1.2 (a) Payments for exploration & evaluation:

Assay & storage	(20)	(20)
Compensation/Access	(6)	(6)
Consulting and Wages	(87)	(87)
Drilling	(80)	(80)
Equipment hire and running costs	(2)	(2)
Site rehabilitation	(2)	(2)
Tenure	(39)	(39)
Travel and accommodation	(7)	(7)
<b>Total</b>	<b>(243)</b>	<b>(243)</b>

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

Consolidated statement of cash flows		Current quarter	Year to date (3 months)
		\$A'000	\$A'000
<b>2.</b>	<b>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	-	-
	(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 (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</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	(7)	(7)
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>(7)</b>	<b>(7)</b>

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

Consolidated statement of cash flows		Current quarter	Year to date (3 months)
		\$A'000	\$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	2,357	2,357
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(497)	(497)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(7)	(7)
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>1,853</b>	<b>1,853</b>

<b>5.</b>	<b>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</b>	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	853	1,357
5.2	Call deposits	1,000	1,000
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>1,853</b>	<b>2,357</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 <sup>2</sup>	30
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>		

<sup>2</sup> Aggregate amount of payments to related parties and their associates totals \$29,881, consisting of \$28,875 directors' fees and \$1,006 reimbursement of travel costs incurred on the Company's behalf. Directors' fees payable at 30 September 2023 totalled \$22,000.

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

7. <b>Financing facilities</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>	<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.	Not applicable: Nil	

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)	(497)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(497)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,853
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,853
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	3.73
<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: Not applicable – Item 8.7 is greater than 2 quarters.	
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: Not applicable – Item 8.7 is greater than 2 quarters.	
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: Not applicable – Item 8.7 is greater than 2 quarters.	
<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	



**Compliance statement**

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

Date: 30 October 2023

Authorised by: Company's Disclosure Officers<sup>3</sup>  
(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.

---

<sup>3</sup> In accordance with its Disclosure and Communications Policy which is available on the Company's website, [www.easternmetals.com.au](http://www.easternmetals.com.au)