

ASX:SQX

5 February 2024

EXPLORATION WORKS RE-COMMENCED AT SCRUB PADDOCK

- **Strategic Review of asset portfolio completed with Scrub Paddock Prospect remaining a key focus for the Company's future exploration activities**
- **Soil Sampling recently completed at the Scrub Paddock Prospect, located north-east of Nanango, Queensland, where SQX is targeting a copper/gold porphyry system**
- **106 Soil Samples and 1 rock samples collected and despatched to laboratory**
- **Soil geochemical sampling and geophysical exploration are designed to optimise drill hole placement for a planned Scrub Paddock drill program**
- **The program was completed on time, underbudget and with no incidents report.**
- **Strong focus on identifying complimentary opportunities in the critical minerals sector to build out the portfolio of assets**

SQX Resources Limited (**SQX** or **Company**) is pleased to provide an update on exploration activities at its Scrub Paddock Prospect (**Scrub Paddock**), which is situated within EPM 27257 which is granted to Ollenburgs Pty Ltd, a wholly owned subsidiary of SQX.

Soil Sampling Completed at Scrub Paddock

Following the positive completion of a strategic review of the Company's current exploration assets, during the month of January SQX performed a sampling program on its wholly owned tenement, EPM 27257, which focused on the highly prospective Scrub Paddock Prospect. The sampling program, in conjunction with planned geophysical studies, is designed to optimise placement of drill holes for a future drill program at Scrub Paddock.

Over the course of a week, the Company collected 106 soil samples including 6 samples for assay quality control and 1 rock sample. The area targeted by sampling program was located close to the Company's drill program completed in March 2023 (Refer to ASX Announcement - Drilling Commences at Scrub Paddock – dated 8 March 2023).

The collected samples have been dispatched to a laboratory for comprehensive testing, with results anticipated to be available in the coming weeks.

The sampling program was completed on time, under budget and with no incidents report. SQX remains committed to maintaining transparency and timely communication with its stakeholders as it progresses through this phase of exploration.

SQX Executive Chairman, Mr Patric Glovac, commented:

"The completion of our sampling program marks another important milestone in our exploration efforts. We are encouraged by the progress made thus far and eagerly anticipate the results of the laboratory testing, which will provide valuable insights as we advance our exploration strategy.

"SQX remains dedicated to advancing its exploration initiatives and remains committed to creating long-term value for its shareholders."

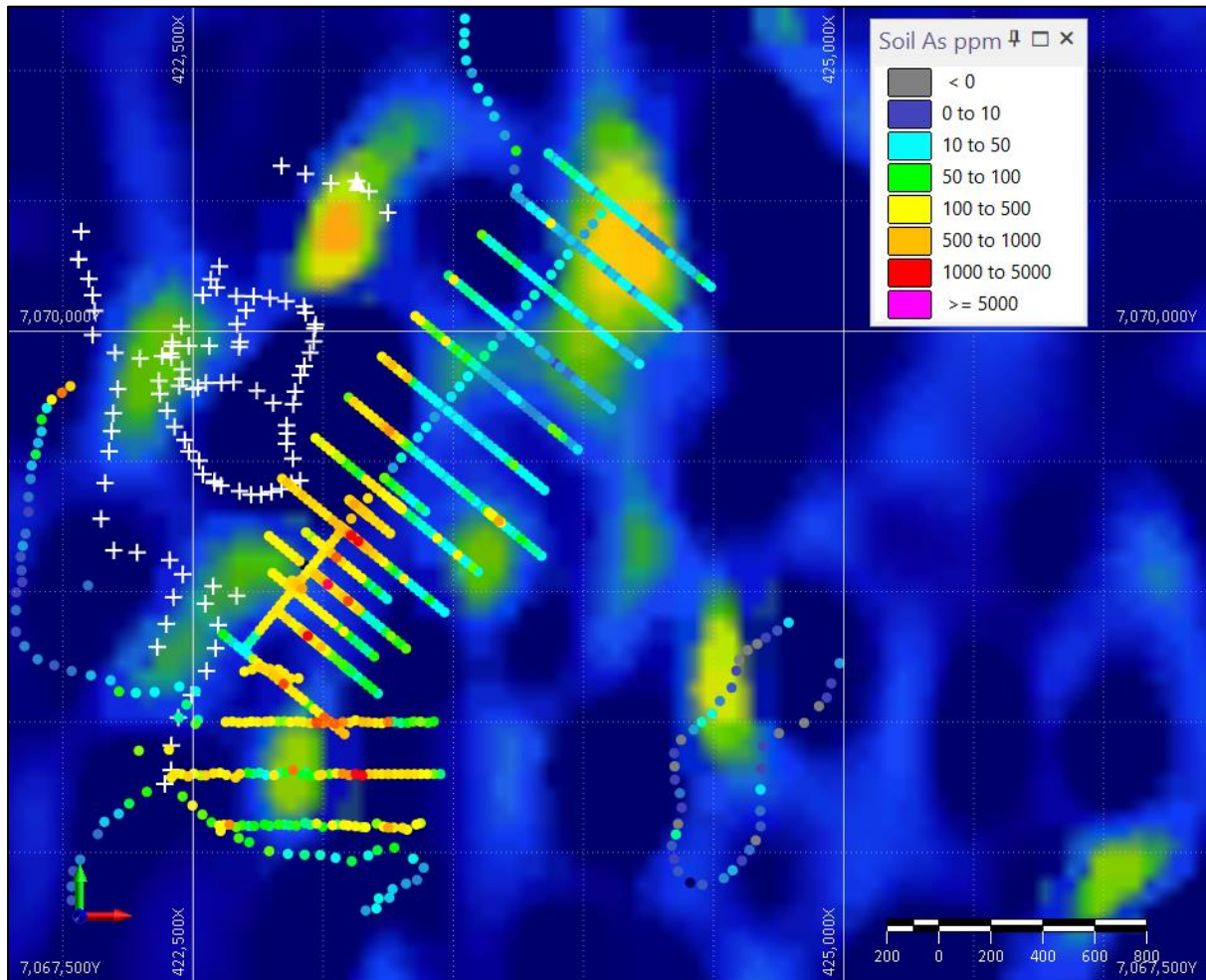


Figure 1: EPM27257 Scrub Paddock prospect showing the January soil sampling locations with previous drilling, soil geochemistry (Arsenic) and magnetic image at -300m below surface.



Figure 2: SQX geological consultants collecting soil samples at the Scrub Paddock prospect.

The Scrub Paddock area is prospective for gold-copper porphyry and features more than 20 mineral occurrences and historical mine workings with surface mineralisation extending across a ~2km strike length. Soil sampling and drilling have already confirmed gold and copper mineralisation; the extent of this mineralisation, both along the strike of the surface anomaly and at depth, is unknown. The Company is aiming to define an economic mineral resource.

Complimentary Assets

The Company has received and continues to appraise several new project opportunities and continues to conduct high-level internal assessments on projects that fit the Company's objective of becoming a critical minerals focused Company. SQX would like to identifying complimentary opportunities in the critical minerals sector to build out the portfolio of assets

– ENDS –

For further information please contact:

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Additional information is available at sqxresources.com.

About SQX Resources Limited (SQX)

SQX is a modern mineral exploration company dedicated to delivering shareholder value by building a portfolio of exploration, development, and operating assets. Its current focus is on gold and copper mineralisation at the Ollenburgs and Scrub Paddock prospects, located on EPM 27257 in the underexplored Esk Basin in southeast Queensland near major regional infrastructure and population centres. Both prospects feature known mineralisation and historical mine workings.

Scrub Paddock

Identified as a potential gold-copper porphyry, the Scrub Paddock Prospect features more than 20 mineral occurrences and historical mine workings with surface mineralisation extending across a ~2km strike length. Soil sampling and drilling have already confirmed gold and copper mineralisation; the extent of this mineralisation, both along the strike of the surface anomaly and at depth, is unknown. The Company is aiming to define an economic mineral resource.

Ollenburgs

Ollenburgs hosts potential for a copper-gold porphyry system and features several copper/gold/silver mine workings, an anomaly visible on aeromagnetic mapping, a surface soil and rock-chip geochemical anomaly across ~300x50m and no historical drilling. The Company intends to expand soil sampling, undertake IP surveying and, if justified, follow up with drilling.

Competent Person's Statement

The information in this report that relates to Exploration Results is based on and fairly represents information compiled by Mr Ian Kelso, who is an experienced geologist and a Member of The Australasian Institute of Mining and Metallurgy. Mr Kelso is a Consulting Geologist for the Company and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the JORC 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources, and Ore Reserves.' Mr Kelso consents to their inclusion in the report of the matters based on this information in the form and context in which it appears.
