

Quarterly Activities Report

30 April 2024

This announcement has been authorised to be lodged with the ASX by the Board of Directors of PNX Metals Limited.



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ASX: PNX

Issued Capital as at 31/03/23:
5,380,624,719 Shares

Board & Management:

Executive Chairman: Graham Ascough
Technical Director: James Fox
Non Exec Director: Hansjoerg Plaggemars
Non-Exec Director: Hansjörg Schmidt
Non-Exec Director: Rowan Johnston:
Company Secretary: Katelyn Adams

Top Shareholders as at 31/03/24:

Delphi Unternehmensberatung	43.87%
Deutsche Balaton	6.32%
Sochrastem SA	5.54%
Marilei International Limited	4.11%

Share Registry:

Computershare
Investor Services Pty Ltd
Level 5 115 Grenfell Street
Adelaide South Australia 5000
Phone:
1300 305 232 (within Australia)
+61 3 9415 4657 (outside Australia)

Quarterly Highlights

PNX Metals and Kin Mining (KIN) to merge

- PNX Metals Ltd (ASX: PNX) (“**PNX**” “**the Company**”) and Kin Mining NL (KIN) to merge by way of a Scheme of Arrangement, under which KIN will acquire 100% of the PNX shares on issue as announced on 15 April 2024
- Combination set to create a well-funded diversified resource group with high-quality development and exploration assets in WA and the NT spanning gold & silver, base metals and uranium

Northern Territory Exploration Activities

- A Gap Analysis completed on the Thunderball Uranium Deposit highlights exploration upside and potential to improve confidence in updates to the historic Mineral Resource Estimate (MRE)
- During the recent review of datasets, eight drillholes were identified from 2014 that had not been released previously, or included in the historic Thunderball MRE. Significant results include very high-grade uranium in the Lower Lode;
 - 15.0 m @ 1.35% U3O8 from 210.0 m in RHCCD005 including:
 - 1.5 m @ 10.2% U3O8 from 215.0 m
- Exploration within kilometre-scale gold corridors on the Northern Leases confirm the potential for economically significant gold mineralisation as evidenced by the positive results returned from initial RC, aircore, and trenching completed at the recently discovered C6 and Bartons prospects

Corporate

- \$0.58M cash on hand at 31 March 2024
- PNX and KIN have entered into an unsecured term loan agreement pursuant to which KIN has agreed to provide PNX with up to A\$1.5 million to assist with PNX’s transaction costs and working capital during the transaction implementation (refer ASX announcement 15 April 2024).
- Subsequent to the Quarter end, completion of the Mt Porter gold project acquisition occurred and PNX now holds Mt Porter 100%, free from any future contingent milestone payments. Mt Porter hosts a Mineral Resource Estimate of 681,000t @ 2.2g/t Au for 48,200 oz Au with strong exploration upside (refer ASX Announcement 28 September 2022).
- On 26 April 2024, PNX completed the conversion of the silver stream rights at Fountain Head by issuing 474,590,036 fully-paid ordinary shares in the Company following the termination of certain rights and obligations of the Company and the holders of silver streaming rights.

MARCH QUARTERLY ACTIVITIES REPORT

PNX is pleased to present its quarterly activities report for the period ended 31 March 2024. Work during the quarter focussed on assessment of the Thunderball uranium deposit along with nearby prospects and gold exploration on the Northern Leases of the Burnside project, and ongoing permitting and approval activities for the Fountain Head and Hayes Creek Projects (Figure 1).

PNX to merge with KIN

PNX and KIN have agreed to merge by way of a Scheme of Arrangement, under which KIN will acquire 100% of the PNX shares on issue. Under the terms of the Scheme, each PNX shareholder will receive 1 fully paid ordinary share in KIN for every 13 fully paid ordinary PNX shares held on the Scheme record date. Full details of the Scheme including terms and conditions and the Scheme Implementation Deed are provided in the ASX announcement dated 15 April 2024.

The merger will create a diversified portfolio of quality mineral assets in Tier-1 jurisdictions across Australia hosting total Mineral Resources in excess of 1.4 Moz gold, 16.2 Moz silver and 177 Kt zinc with significant near-term expansion potential, and multiple highly prospective gold, silver, base metal and uranium prospects. The Merged Group offers compelling value and an exceptional platform for growth with a balance sheet consisting of ~A\$86m in cash and liquid investments and no debt.

Upon implementation of the Scheme, KIN and PNX shareholders will hold approximately 72% and 28% of the Merged Group respectively.

The independent board committee of PNX, comprising Graham Ascough, James Fox and Hans-Jörg Schmidt (each an "Independent PNX Director"), unanimously recommends the Scheme to PNX shareholders and recommends that all PNX shareholders vote in favour of the Scheme at the Scheme Meeting, in the absence of a superior proposal, and subject to the Independent Expert concluding in the Independent Expert's Report (and continuing to conclude) that the Scheme is in the best interests of PNX shareholders.

PNX shareholders do not need to take any action at this time.

PNX will seek Court approval to convene a meeting of PNX shareholders to approve the Scheme ("Scheme Meeting") in the coming months. PNX shareholders will receive notice of the Scheme Meeting and a thorough explanatory statement of details of the proposed Scheme, the basis for the Independent PNX Directors' recommendation and the Independent Expert's report ("Scheme Booklet") in advance of the Scheme Meeting.

A detailed timetable for the Scheme will be included in the Scheme Booklet.

Safety and Environment

There were no reportable safety or environmental incidents during the quarter.

Exploration

Uranium

The Pine Creek region is noted as one of the world's largest and richest uranium provinces, containing the Alligator River (Ranger, Jabiluka deposits), Rum Jungle and South Alligator Valley (Coronation Hill, El Sherana deposits) uranium fields (Figure 1).

The Thunderball deposit, where PNX previously reported significant historic drill results, including 15.0 m @ 1.35% U₃O₈ from 210.0 m in RHCD005 (refer ASX release 8 February 2024), is located approximately 200 km southeast of Darwin (Figure 1), and was discovered by Thundelarra Exploration Ltd ("Thundelarra") during concerted uranium exploration in the Hayes Creek area between 2008 and 2011. Numerous additional uranium prospects were identified at the time, and a pre-JORC 2012 mineral resource was estimated at Thunderball ("2011 MRE", refer Thundelarra ASX 7 February 2011).

PNX engaged SRK Consulting Ltd ("SRK") to complete a gap analysis of the Thunderball datasets, including information available at the time of the 2011 MRE, and more recent data and studies. The main goals of the analysis were to provide recommendations to:

- Rectify any gaps limiting the extent to which Mineral Resources can be reported under the 2012 version of the JORC Code;

- Improve confidence in any future MRE; and
- Increase the size of the resource, particularly of high-grade domains.

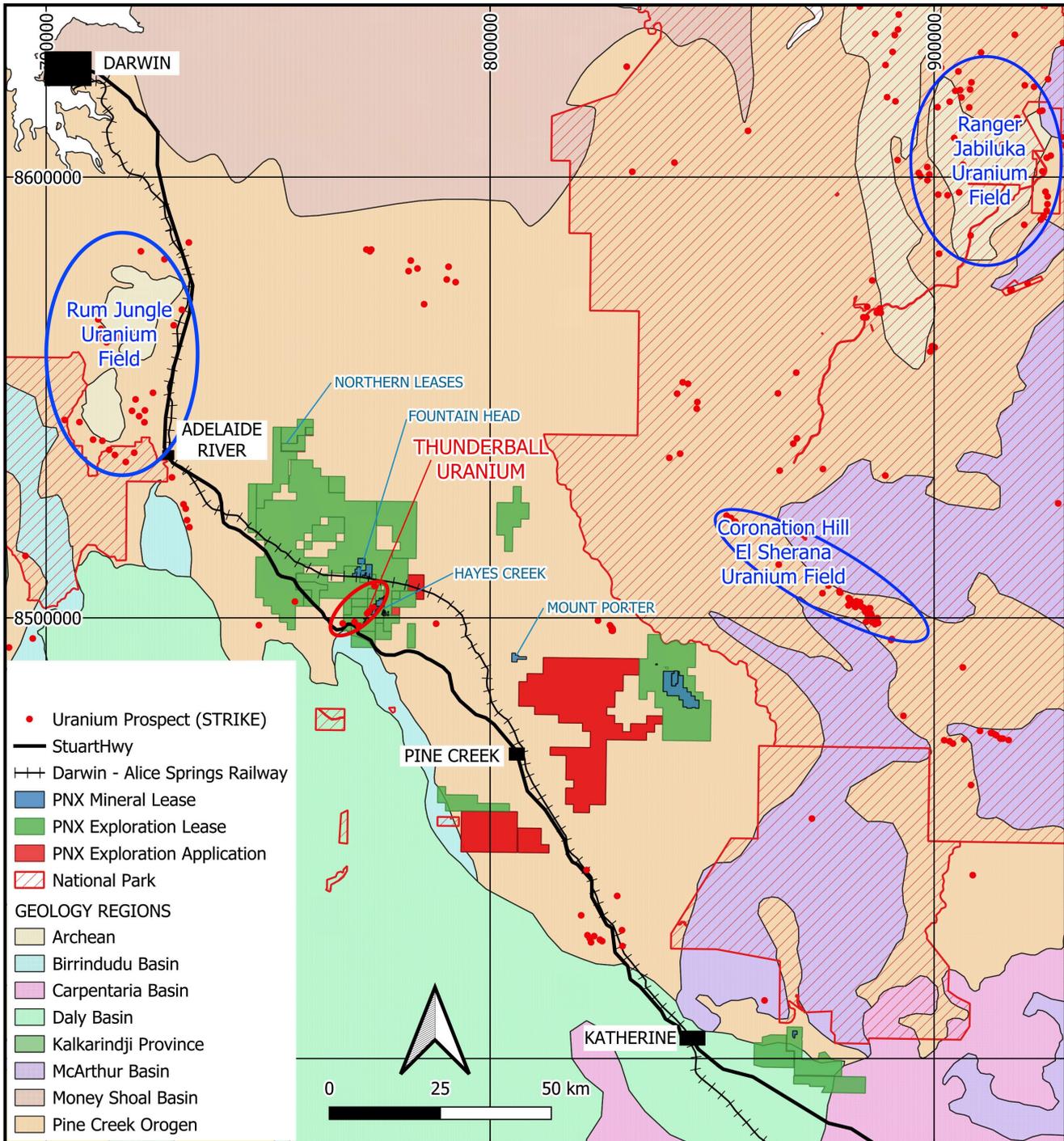


Figure 1: Location of PNX tenure and PNX's main projects, plus uranium prospects and main uranium fields. Background: regional geology (STRIKE Northern Territory Geological Survey).

Key outcomes of the Gap Analysis include:

- Potential extensions to high-grade zones identified with proposed new drilling to be guided by improved understanding of high-grade structural controls
- Vein-style geological model recommended to domain and increase U₃O₈ grade in future resource estimations
- Confirmation downhole gamma logging (eU₃O₈) can be used in conjunction with assays to better increase dataset quality and quantity

Drill planning at Thunderball is well advanced, and includes addressing the recommendations by SRK to improve confidence and rectify gaps in the historic mineral resource to allow reporting under the 2012 JORC code (refer ASX release 15 March 2024).

New uranium targets have been identified through assessment of uranium intensity data from existing airborne radiometric surveys, coupled with geochemical datasets, and will be assessed in the field. Sampling and geological mapping will also occur at nearby advanced prospects, such as Moonraker, Thunderball Extended, and Goldeneye, to develop immediate drill targets (Figure 2).

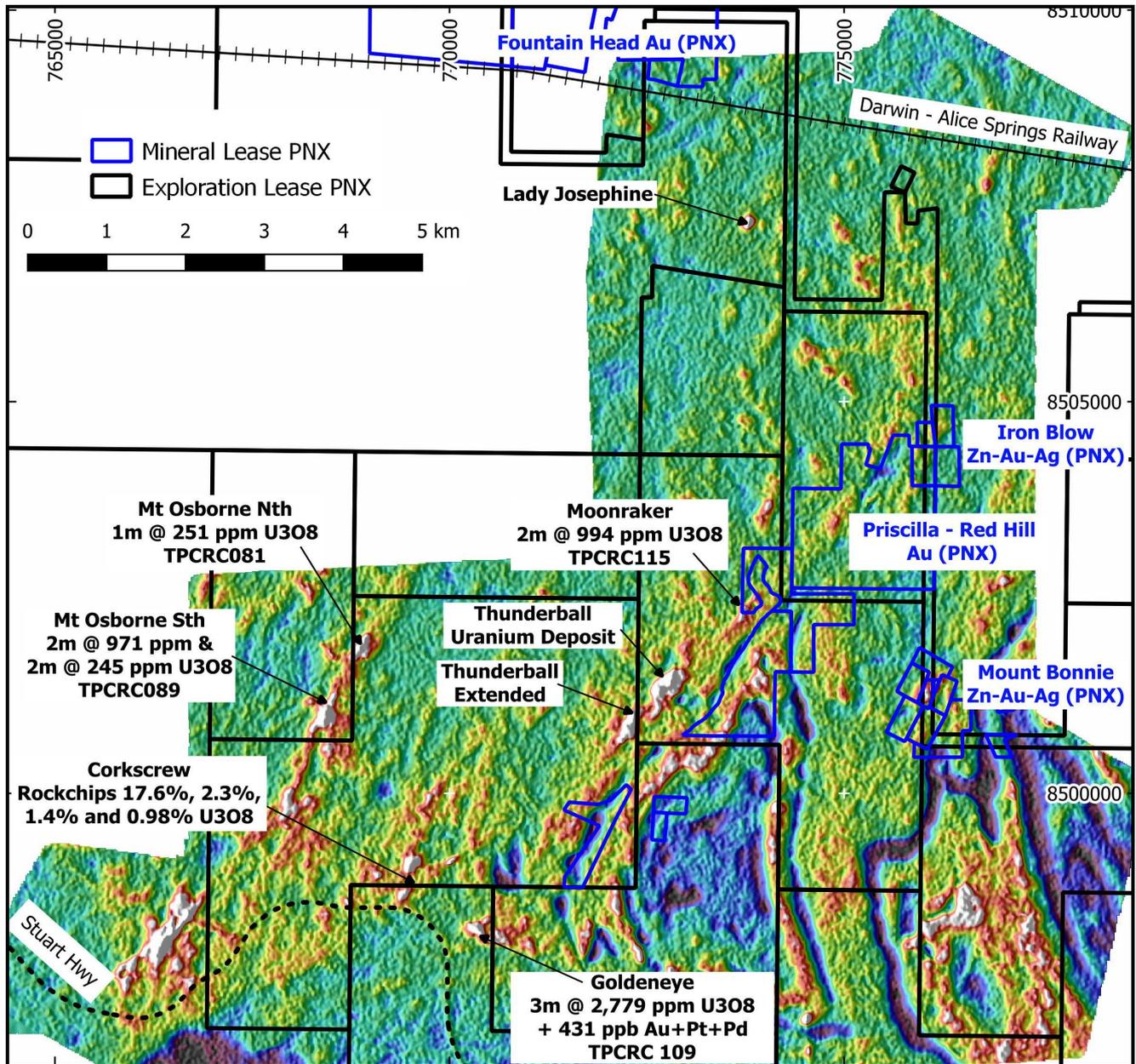


Figure 2: Location of Thunderball uranium deposit and uranium prospects identified by Thundelarra between 2008 and 2011 in relation to PNX’s existing Fountain Head gold and Hayes Creek zinc-gold-silver projects. Background is uranium intensity map (heat map with hot colours indicating stronger uranium signal) collected from airborne survey by Thundelarra in 2009.

Northern Leases

The 2023 exploration program on the Northern Leases was successful in identifying two new gold corridors including the discovery of the C6 high-grade gold gossan at surface, and a significant mineralised footprint (>10 g/t gold) in outcrop traced over ~3 km N-S extent (Figure 3).

The initial RC drilling and aircore drilling at C6 and Bartons has not yet identified the source of high-grade gold values observed at surface, however several areas of elevated gold were intersected that require further assessment.

Summary C6 Drilling Results

Results reported below include assays from RC drilling at the C6 Prospect, reconnaissance aircore drilling along the C6 and Bartons gold corridors and trenching at the Bartons Prospect completed in the December Quarter (ASX Announcement 25th January, 2024 – Northern Leases Gold Exploration, Burnside, NT).

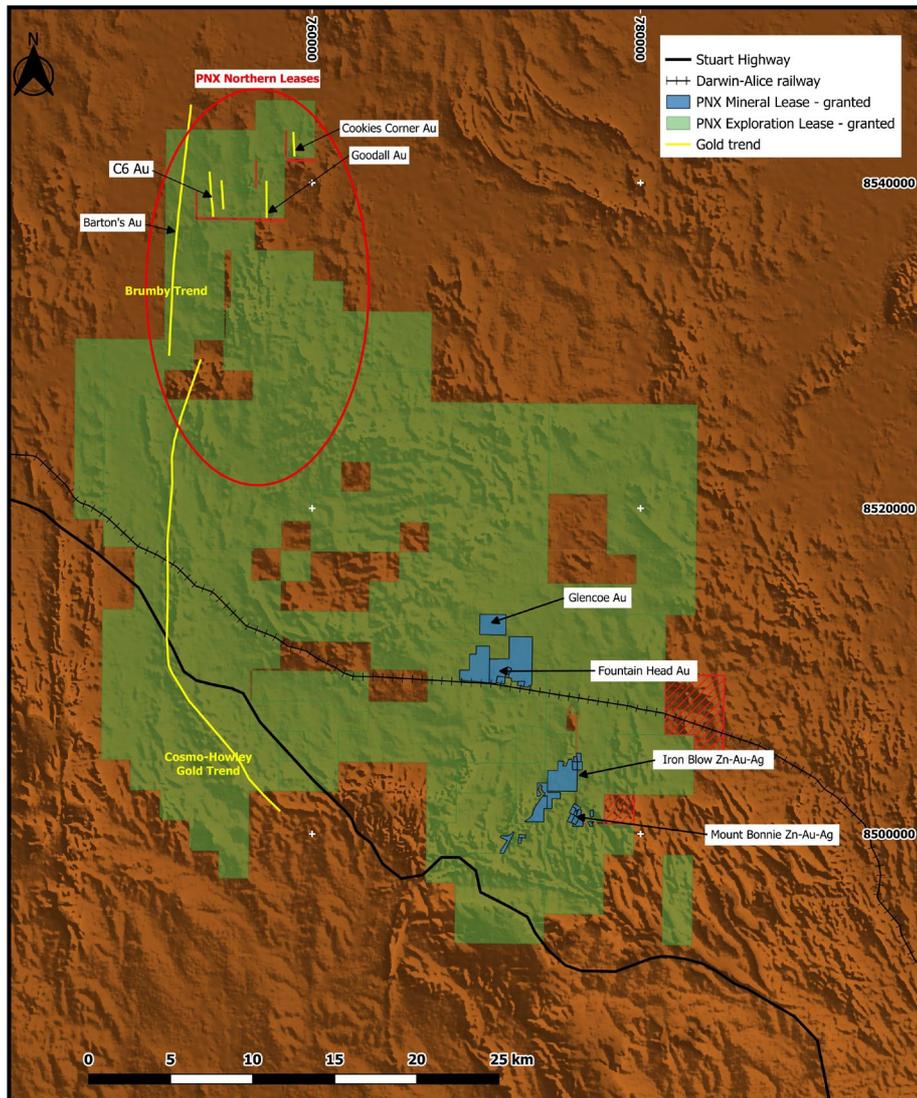


Figure 3: Location of the Northern Leases and main prospects within PNX's Burnside exploration project.

C6 Prospect – RC Drilling

The C6 gold-rich surface gossan, where multiple rock-chip samples exceeding 100 g/t gold were returned (refer ASX releases 31 May 2023, 20 July 2023, and 29 August 2023), is interpreted to be the weathered remnants of massive sulphide veins.

A limited program of 7 RC drill holes for 990 m was completed to test the bedrock beneath the main C6 gossan. Importantly, drilling to date has only tested a small portion (~250 m) of the extensive C6 corridor and further work is warranted. Significant RC drill intercepts include (refer ASX release 25 January 2024):

- 2 m @ 1.02 g/t Au from 26.0 m and 2 m @ 1.05 g/t Au from 33.0 m in C6RC002, and
- 1 m @ 1.51 g/t Au from 34.0 m in C6RC006.

Gold is associated with sulphide-bearing intervals, though the high-grades observed at surface and in the trenches were not replicated. Assessment of the results is ongoing to further understand the relationship between the high gold grades observed at surface and the relatively narrow intervals of lower grade gold mineralisation observed in drilling.

C6 Prospect – Aircore Drilling

Widespread surface samples exceeding 10 g/t gold indicate that the gold mineralisation at C6 extends over an approximate 3 km strike, with numerous areas requiring further assessment and testing (refer ASX release 18 October 2023).

Reconnaissance aircore drilling tested part of this corridor with 97 drillholes covering an approximate 1,050 m-long, 390 m-wide zone.

The majority of holes intersected quartz veins containing of pyrite, arsenopyrite and chlorite. Anomalous gold results from aircore drilling include (refer ASX Release 25 January 2024):

- 1 m @ 0.51 g/t Au from 8.0 m in C6AC014,
- 1 m @ 0.57 g/t Au from 1.0 m in C6AC025,
- 8 m @ 0.49 g/t Au from 8.0 m in C6AC068,
- 2 m @ 1.62 g/t Au from 22.0 m in C6AC070,
- 2 m @ 1.86 g/t Au from 16.0 m in C6AC086, and
- 2 m @ 0.96 g/t Au from surface and 4 m @ 1.60 g/t Au from 22.0 m in C6AC088.

Bartons Prospect – Trenching and Aircore Drilling

At Bartons, two costeans (surface trenches) were excavated where high-grade gold was returned from surface samples collected by PNX and historic drilling. The geology in the trenches is complex with numerous faults dissecting the area and quartz veins having variable geometries, including vertical and flat. Results in the costeans (reported horizontally West-East) included (refer ASX release 25 January 2024):

- 5.5 m at 4.89 g/t Au from 69.0 m, including;
 - 1 m at 19.0 g/t Au from 70.0 m, and
- 1 m at 27.4 g/t Au from 93.0 m in Costean 2.

Along the immediate Bartons gold corridor, 37 aircore drillholes covering an approximate 900 m-long, 200 m-wide area (nominal 200 m line-spacing; 40 m collar-spacing) were complete with no material gold grades intersected.

A drone magnetic survey was flown over the majority of PNX's Northern Leases during the December quarter. The results, received this quarter indicate that the survey has delineated important geological features, such as folds and faults, and will provide a very useful base map for future exploration. Full interpretation is ongoing.

Project Development – Fountain Head

Fountain Head and Hayes Creek development update

The field team continues to collect field data to inform environmental studies at the Fountain Head gold and Hayes Creek gold-silver-zinc projects. The Fountain Head Environmental Impact Assessment was approved by the NT's Minister for Environment, Climate Change and Water Security in 2023 (refer PNX ASX 17 February 2023).

Subsequent to environmental approval, PNX submitted a Mining Management Plan ("MMP") to the Department of Industry, Tourism and Trade ("DITT") to permit the development at Fountain Head, with approval pending.

In March 2024, PNX submitted an amended MMP to DITT to permit mining at their Mt Porter gold deposit. PNX is working diligently to get these development projects approved, permitted, and underway.

Corporate

Cash on hand at 31 March 2024 was \$0.58 million.

The Quarterly Cashflow Report (Appendix 5B) for the period ending 30 March 2024 provides an overview of the Company's financial activities. Exploration and evaluation expenditure for the reporting period was \$465k Corporate and other expenditure amounted to \$273k. Payments to related parties and their associates during the quarter and shown in section 6 of the Appendix 5B to this quarterly activities report were \$71k. These payments are related to salaries, superannuation and fees paid to directors during the quarter.

Interim Funding Arrangements

Subsequent to the end of the quarter PNX and KIN entered into an unsecured term loan agreement pursuant to which KIN is to provide PNX with up to A\$1.5 million to assist with PNX's transaction costs and working capital during the transaction implementation. The material terms of the interim funding arrangements are provided in ASX announcement 15 April 2024. The A\$1,500,000 is to be provided in three tranches over the term of the transaction, and the first tranche of A\$500,000 has been drawn.

Amendments to the Mt Porter and Moline Agreements

After the end of the quarter, PNX reached an agreement with the vendor, Ausgold Trading Pty Ltd (**Ausgold**) and existing Royalty Holders of the Mt Porter gold project, and the purchaser of the Moline project, Sovereign Metallurgical Pty Ltd (a subsidiary of Ausgold) (**Sovereign**) to accelerate the completion of the Mt Porter acquisition and the sale of Moline (ASX announcement 12 April 2024).

Re-negotiation of the existing agreements occurred to enable Mt Porter Completion and title transfer to take place, and to remove any future contingent payments to the vendor, Ausgold, that included up to \$2 million in cash or PNX shares on reaching certain milestones related to mineral resource increases and commencement of mining.

PNX now holds Mt Porter 100%, free from any contingent milestone payments. Mt Porter hosts a Mineral Resource Estimate of 681,000t @ 2.2g/t Au for 48,200 oz Au with strong exploration upside (refer PNX ASX Announcement 28 September 2022).

Under the new agreements:

- PNX issued pre-existing Mt Porter Royalty Holders to issue 115 million fully-paid PNX shares to those Royalty Holders at Completion, so as to discharge an outstanding debt owing by Ausgold and facilitate the removal of caveats held by those Royalty Holders;
- PNX is no longer required to issue any PNX shares to Ausgold to allow for Mt Porter Completion, including the 200 million completion shares, or provide any of the deferred consideration (\$2 million worth of shares or cash on achievement of certain milestones);
- Sovereign's residual payment obligations to acquire the Moline project from PNX has been reduced by \$510,000

Silver Stream Conversion

On 26 April 2024, The Company issued 474,590,036 fully paid ordinary shares in the Company following the termination of certain rights and obligations of the Company and the holders of silver streaming rights over the Fountain Head Project. Please see the PNX ASX releases dated 8 June 2016 and 4 September 2017 for further details regarding the background to the silver streaming agreements.

Planned Activities March 2024 Quarter

- Advance Scheme including preparation of the Scheme Booklet that will provide a thorough explanatory statement of details of the proposed Scheme, the basis for the Independent PNX Directors' recommendation and the Independent Expert's report
- Field work to further evaluate and prioritise drilling targets at the Thunderball deposit and nearby uranium prospects

For further information please visit the Company's website www.pnxmetals.com.au or contact:

Graham Ascough

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TENEMENTS
Northern Territory – Mineral leases

Tenement	Name	Holder	Area Hectare
ML30512	Mt Bonnie	PNX Metals Ltd 100%	6.4
ML30589	Mt Bonnie		31.6
MLN1033	Mt Bonnie		4.8
MLN1039	Mt Bonnie		1.2
MLN214	Iron Blow		6.3
MLN341	Iron Blow		14.9
MLN342	Mt Bonnie		13.7
MLN343	Iron Blow		14.9
MLN346	Mt Bonnie		16.0
MLN349	Iron Blow		15.0
MLN405	Mt Bonnie		12.0
MLN459	Mt Bonnie		15.0
MLN811	Mt Bonnie		8.1
MLN816	Mt Bonnie		8.1
Total Hayes Creek			168.0 ha
MLN794	Fishers-1	PNX Metals Ltd 100%	8.1
MLN795	Fishers-2		8.1
ML30936	Good Shepherd		106.0
Total Golden Dyke			122.2 ha
ML31124	Fountain Head	PNX Metals Ltd 100%	33.5
MLN1020	Fountain Head		12.0
MLN4	Fountain Head		529.9
MLN1034	Fountain Head		304.2
Total Fountain Head			879.6 ha
ML29679	Glencoe	PNX Metals Ltd 100%	199.0
Total Glencoe			199.0 ha
ML23839 ##	Mt Porter ##	Ausgold Trading Pty Ltd 100%	364.7
Total Mt Porter			364.7 ha
ML24173 +	Moline +	PNX Metals Ltd 100%	3126.0
MLN1059 +	Moline +		418.7
MLN41 +	Mt Evelyn +		8.9
Total Moline			3,553.6 ha
Total Mineral Leases			4,922.4 ha

On 27 September 2022, PNX agreed to acquire ML23839 (Mt Porter) from Ausgold Trading Pty Ltd. (Refer ASX 28 September 2022). Completion of this transaction has occurred after 31 March 2024 (Refer ASX 12 April 2024).

TENEMENTS			
Northern Territory – Exploration Licences			
EL28616 *	Moline *	PNX Metals Ltd 100%	262.5 km ²
EL31099	Bridge Creek		60.2 km ²
EL31893	Ringwood Station		23.4 km ²
EL32489	J25 Anomaly		20.0 km ²
EL33217	Stray Creek		46.0 km ²
EL33479	Burnside Granite		33.4 km ²
Total Exploration Licences			445.5km²

* On 28 February 2022, PNX Metals Limited agreed to divest the Moline project (tenements ML24173, MLN1059, MLN41 & EL28616) in the Northern Territory to Sovereign Metallurgical Pty Ltd. (Refer ASX 1 March 2022 & 14 April 2023). Completion of this transaction has been accelerated (refer ASX 12 April 2024).

Northern Territory – Farm-in Tenements

Tenement	Name	Holder	(Area sq km)
Burnside Project *			
EL10012	Mt Ringwood	PNX Metals Ltd 90%, NTMO 10%	14.9
EL10347	Golden Dyke		10.0
EL23431	Thunderball		13.4
EL23536	Brocks Creek		70.4
EL23540	Jenkins		16.7
EL23541	Cosmo North		3.3
EL24018	Hayes Creek		23.4
EL24051	Margaret River		86.9
EL24058	Yam Creek		3.3
EL24351	McCallum Creek		13.4
EL24405	Yam Creek		4.1
EL24409	Brocks Creek South		22.1
EL24715	Mt Masson		56.8
EL25295	Margaret Diggings		10.0
EL33713 ^{&}	Burnside		591.8
EL9608	Mt Bonnie	10.0	
Chessman Project *			
Tenement	Name		
EL25054	Maud	PNX Metals Ltd 90%, NTMO 10%	64.0
EL28902	Maud		104.5
ML30293	Chessman		1.1
Rocklands Project #			
EL10120 #	Rocklands 1	PNX Metals Ltd – earned-in 100%	6.68
EL25120 #	Rocklands 2		10.02
EL27363 #	Rocklands 4		6.68
EL25379 #	Rocklands 7		6.68
EL23509 #	Rocklands 8		20.00
ML29933 ^	Rocklands 3	PNX Metals Ltd – earned-in 80%, David Trow 20%	3.54
ML29937 ^	Rocklands 5		0.85
Total Exploration Licences			1,174.55

* PNX Metals Ltd has earned a 90% interest under a farm-in agreement with NT Mining Operations Pty Ltd (Agnico Eagle Australia) (NTMO)

PNX Metals Ltd has earned a 100% interest in the Hardrock Rights under a farm-in agreement with Rockland Resources Pty Ltd (Rockland) and Oz Uranium Pty Ltd Holdings Pty Ltd (Oz).

^ PNX Metals Ltd has earned a 80% interest in the Hardrock Rights under a farm-in agreement with Rockland Resources Pty Ltd (Rockland) and Oz Uranium Pty Ltd Holdings Pty Ltd (Oz). A 20% interest is held by David Trow.

& EL33713 replaces EL25748, EL33502 and EL33503, which were merged effective 16/01/2024.

Northern Territory - Licence Applications

Exploration Licence Applications			
EL33476	Salt Trough Creek	PNX Metals Ltd – 100%	10 Blocks; 32.38 km ²
EL33477	Harriet Creek		146 Blocks; 487.03 km ²
EL33478	Copperfield Creek		35 Blocks; 116.64 km ²
EL33480	Horners Creek		5 Blocks; 16.70 km ²
EL33536	Mt Ringwood Gap	PNX Metals Ltd 90%, NTMO 10%	5-part Blocks = 1.81 km ²
EL33718	Mount Bonnie East		1 Block; 3.34 km ²
Total Exploration Licence Applications			657.90 km ²

Appendix 5B

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

Name of entity

PNX METALS LTD

ABN

67 127 446 271

Quarter ended ("current quarter")

31 MARCH 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	49	49
1.2 Payments for		
(a) exploration & evaluation	(5)	(5)
(b) development		
(c) production		
(d) staff costs	(145)	(481)
(e) administration and corporate costs	(184)	(795)
1.3 Dividends received (see note 3)		
1.4 Interest received	12	55
1.5 Interest and other costs of finance paid	-	(5)
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(273)	(1,182)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) tenements		
(c) property, plant and equipment		
(d) exploration & evaluation	(465)	(1,482)
(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 (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements	100	600
	(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)	-	(36)
2.6	Net cash from / (used in) investing activities	(365)	(918)
3.	Cash flows from financing activities		
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)	(5)	(43)
3.10	Net cash from / (used in) financing activities	(5)	(43)
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,224	2,725
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(273)	(1,183)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(365)	(918)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(5)	(43)

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 (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	581	581

5.	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	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	581	1,224
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	581	1,224

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
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	
<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>		

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<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 Total financing facilities		
7.5 Unused financing facilities available at quarter end		
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. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(274)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(465)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(739)
8.4 Cash and cash equivalents at quarter end (item 4.6)	581
8.5 Unused finance facilities available at quarter end (item 7.5)	
8.6 Total available funding (item 8.4 + item 8.5)	581
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1
<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:	
The entity expects that the company will continue to have the current level of net operating expenses.	
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 entity announced on 15 April 2024 that it had agreed to merge with Kin Mining (ASX announcement "Kin Mining and PNX Metals Merger"). As part of the agreement Kin Mining has agreed to provide the entity with \$1.5 million of interim funding to assist with transaction costs and working capital.	

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

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: Yes, the company is confident it can continue its operations. As outlined in 8.8.2, the company has secured interim funding from Kin Mining to fund working capital during the transaction implementation.

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.

30 April 2024

Date:

Authorised by: The Board of Directors of PNX Metals Limited

 (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.