

30 April 2025

ASX ANNOUNCEMENT

QUARTERLY ACTIVITIES REPORT

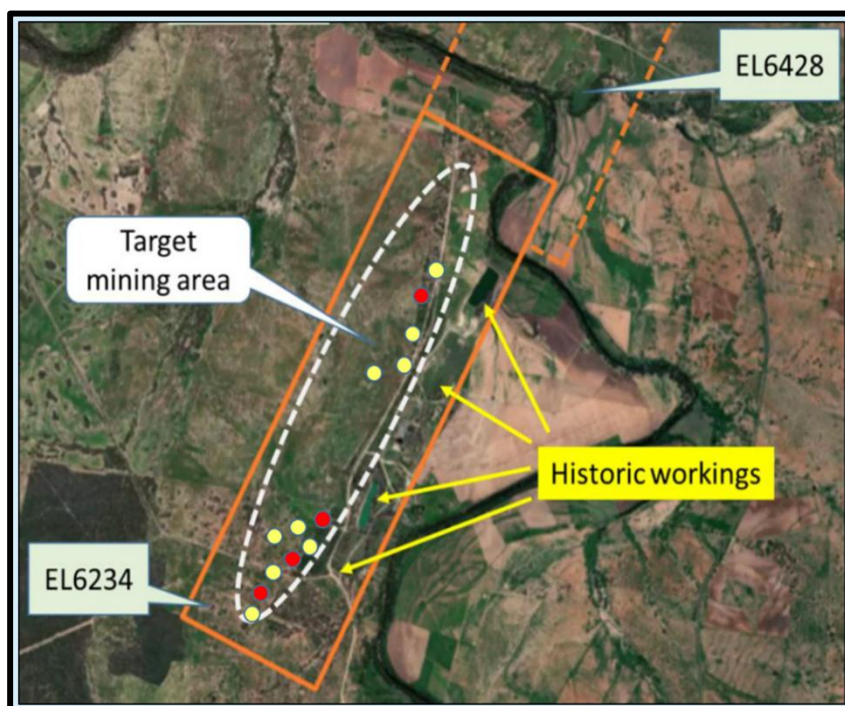
Period ending 31 March 2025

Clara Resources Limited (ASX: C7A) ("Clara", "the Company", "C7A") presents its Activities Report for the quarter ending 31 March 2025.

Ashford Coking Coal Project – Clara 100%

The Company is finalising preparations for the planned Resource and Quality Drilling Program on EL6234:

- Ecological assessments and cultural heritage sweeps are complete
- Assessable Prospecting Operations for Exploration (NSW Government permit) has been submitted
- Work scopes, technical specifications, and drilling contract documentation are complete



The program will comprise 4 x cored holes and 9 x chip holes and is anticipated to provide sufficient information to:

- Upgrade the JORC resource to Measured & Indicated

- Verify depth, thickness & structure of coal seams
- Improve coal quality data, including coking properties and washability

This information will be used as inputs for the pre-feasibility study and specifically refinement of the mining plan and sequence, enhancement of the coal preparation study and process design options, and improving accuracy of costing models. It is anticipated the field work will commence in Q2-2025.

Capital Management

ANREO and Placement

On 17/12/24 the Company announced an accelerated non-renounceable pro-rata entitlement offer (ANREO) to raise up to approximately \$1.7 million. In conjunction with the Entitlement Offer, Clara also announced a placement to new and existing institutional investors to raise approximately \$0.42 million.

Under the ANREO, eligible shareholders were entitled to subscribe for 1 New Share for every 1 fully paid, ordinary share they hold in the Company, at a price of \$0.006 per share.

On 21/2/25 the Company announced the closure of the retail component of the Entitlement Offer, raising \$73,000. Together with the institutional component of the Entitlement Offer the total amount raised under the Placement and Entitlement Offer is \$1.245 million.

At the time of writing Clara continues to seek commitments to place Shortfall Shares with institutional & HNW investors and will advise of the outcome of that process in due course, which could include a new capital raise program.

Director Loans

On 30th May 2024 Clara announced the establishment of a short-term A\$1.1m Bridging Loan to allow for payment obligations to Savannah Goldfields Ltd pursuant to Clara's purchase of the remaining 60% of the NSW based Ashford Coal Project, a transaction that was completed on 17th July 2024. Using proceeds from the capital raises (see above), all external party principal and capitalised interest amounts were repaid in cash or equity conversion. Loan extension variation agreements were made with Directors Willson, Fitzgerald and Westerhuis to extend the term of their loans, on the following terms.

Loan Amounts	Director Willson \$108,000 Director Fitzgerald \$89,000 Director Westerhuis \$85,000
Term	12 months
Interest	12% p/a, paid monthly

Notices of Meeting and Director Resignations

On 17/1/25 and 21/1/25 Clara received notices pursuant to Section 203D and Section 249D of the Corporations Act respectively from Mr Peter Fitzgerald, Ms Helen Fitzgerald and Mr Alber Alloo as joint shareholders of the Company as trustees of Tawny Tussock Trust (and who are associates of C7A Director Alex Fitzgerald) holding more than 5% of ordinary shares. The notices declared the Groups' intention to request a general meeting and to put forward resolutions to remove Mr Brian Moller and Mr Nicholas Mather as Directors.

Mr Moller resigned on 8/3/25 and Mr Mather resigned on 11/3/25.

General Meeting

On 5/2/24 the Company issued a Notice of Meeting to seek shareholder approval on the following resolutions:

1 & 2	Withdrawn
3	Ratification of previous share issue (Placement Shares)
4	Approval to issue 9,201,085 shares to Mr Peter Westerhuis (a Director of the Company) in lieu of salary
5	Approval to issue 3,054,950 shares to Mr Richard Willson (a Director of the Company) under the ANREO shortfall
6	Approval to issue 3,046,834 shares to Mr Peter Westerhuis (a Director of the Company) under the ANREO shortfall
7	Approval to issue 7,301,771 shares to Mr Peter Fitzgerald, Ms Helen Fitzgerald and Mr Albert Alloo ATF Tawny Tussock Trust (a related party of Alex Fitzgerald, a Director of the Company) under the ANREO shortfall
8	Approval of Directors' Fee Share Plan

The General Meeting was conducted on 11/3/24, with all resolutions put to the meeting approved by shareholders.

Board Composition and Remuneration

On 14/3/25 the Company advised a trimmed down board composition going forward:

Mr Richard Willson - Non-Executive Chairman

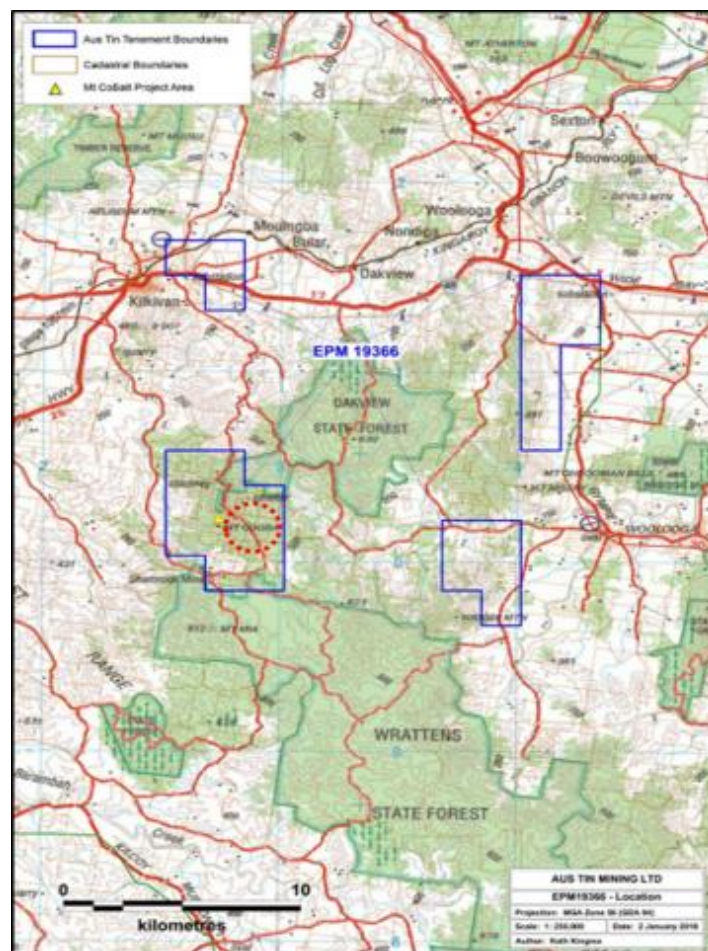
Mr Alex Fitzgerald - Non-Executive Director

Mr Peter Westerhuis - Managing Director and CEO

The Board determined that for the stage of development, the size and skill set of the board are appropriate, noting this will be continuously reviewed as the Company develops the Ashford project. With cost management a key focus the Directors also resolved to reduce Board remuneration, including enabling Directors to receive shares in lieu of cash.

Kildanga Nickel/Cobalt (Qld) – Clara 100%

The Company continues to compile historical geological data extending to all exploration permit areas to create a regional reconciliation. The work includes establishing regional borehole and geochemical databases, completing a geophysical review and creating a new geological model. This will be used to determine the work needed, including costed additional exploration, to identify a mineralized resource of sufficient size from which a conceptual economic mine plan may be developed. The ore is considered potentially suitable for crushing, milling and flotation to produce concentrate. The Company is considering all options with respect to Kildanga, including potential divestment.



Corporate

1. ASX Listing Rule 5.3.5:

Payment to related parties of the Company and their associates during the quarter was \$32,000.

2. ASX Listing Rule 5.3.1:

Exploration and Evaluation Expenditure during the Quarter was \$47,000, which related to land holder engagement and cultural clearances.

3. ASX Listing Rule 5.3.2:

The Company confirms that there was no mine production and development activities for the Quarter.

4. ASX Listing Rule 5.3.3:

In accordance with Listing Rule 5.3.3, Clara provides the following Information concerning its exploration licences:

Exploration Licences held at 31 December 2024	Location	% Interest	Grant Date	Expiry Date
EPM 19366	QLD (Kilkivan)	100%	08.07.22	09.08.25
EL 6234	NSW (Ashford)	100%	19.04.04	19.04.26
EL 6428	NSW (Ashford)	100%	07.06.05	07.06.25

At the time of writing renewal applications for EL6428 and EPM19366 were submitted.

This ASX announcement has been approved by Clara Resources' Board of Directors.

For further information regarding this release or about Clara Resources in general please contact the undersigned below.

Peter Westerhuis

MD & CEO

Clara Resources Aust Limited

07 3303 0192

Duncan Gordon (Investor Relations)

Executive Director

Cerberus Advisory

+ 61 404 006 444

Principal ASX Announcements during the March 2025 Quarter

6/1/25	Change of Director's interest notice
7/1/25	Ceasing to be a substantial holder
8/1/25	Becoming a substantial holder
13/1/25	Rights Issue closing date extended
13/1/25	Proposed issue of securities
16/1/25	Ceasing to be a substantial holder
17/1/25	Notice pursuant to S203D
21/1/25	Notice pursuant to S249D
23/1/25	Application for quotation of securities
28/1/25	Rights Issue further extension
28/1/25	Proposed issue of securities
30/1/25	Ashford drilling program update
30/1/25	Top 20 shareholders
3/2/25	Change of Director's interest notice
5/2/25	Notice of EGM
21/2/25	Close of retail entitlement offer
28/2/25	Change of Director's interest notice
10/3/25	Director resignation
11/3/25	Director resignation
11/3/25	Results of EGM
12/3/25	Half Year accounts
14/3/25	Board composition
17/3/25	Cessation of securities
26/3/25	Change of Director's interest notice x 2

Appendix 5B

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

Name of entity

Clara Resources Australia Limited

ABN

84 122 957 322

Quarter ended ("current quarter")

March 2025

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			
1.2 Payments for			
(a) exploration & evaluation			
(b) development			
(c) production			
(d) staff costs			
(e) administration and corporate costs		(168)	(825)
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)			
1.9 Net cash from / (used in) operating activities		(168)	(825)

2. Cash flows from investing activities			
2.1 Payments to acquire or for:			
(a) entities			
(b) tenements			
(c) property, plant and equipment		-	(33)
(d) exploration & evaluation		(63)	(248)
(e) investments		-	(3,448)
(f) other non-current assets			

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		
	(c) property, plant and equipment		
	(d) investments	150	4,444
	(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)		
2.6	Net cash from / (used in) investing activities	88	716

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	250	1,477
3.2	Proceeds from issue of convertible debt securities	(72)	(172)
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	(40)	(678)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)	(24)	(192)
3.10	Net cash from / (used in) financing activities	114	435

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	300	9
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(168)	(825)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	88	716
4.4	Net cash from / (used in) financing activities (item 3.10 above)	114	435

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	334	334

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	334	300
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)	334	300

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	32
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>		

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	290	290
7.2	Credit standby arrangements		
7.3	Other (please specify)		
7.4	Total financing facilities	290	290
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. Loan from related parties, unsecured, 12% interest paid monthly, maturing 12 months		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(186)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(63)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(230)
8.4	Cash and cash equivalents at quarter end (item 4.6)	334
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	334
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.5
	<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: Yes, however once funding has been secured, Clara will commence drilling at the Ashford Coal Project.	
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: Yes, Clara is actively engaged with the capital market to raise funds to support the company's activities and drilling at Ashford Coal Project.	
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, refer 8.8.2	
	<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 April 2025.....

Authorised by:By the Board.....
(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.