



**EASTERN
METALS**

ASX Announcement

ASX:EMS

Level 8, 210 George Street
Sydney NSW 2000

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info@easternmetals.com.au

ASX:EMS

ACN 643 902 943

CAPITAL STRUCTURE

Share Price: A\$0.01

Cash: A\$49K

Debt: Nil

Ordinary Shares: 113.7M

Market Cap: A\$1.14M

Enterprise Value: A\$1.1M

Options:

2.0M (3years/30c)

20.3M (3years/10c)

10.0M (3years/6c)

BOARD OF DIRECTORS

Ian White

Non-Executive Chairman

Mark Dugmore

Independent Non-
Executive Director

Greg Starr

Independent Non-
Executive Director

CHIEF EXECUTIVE OFFICER

Ley Kingdom

COMPANY SECRETARY & CHIEF FINANCIAL OFFICER

Ian Morgan

CONTACT

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30 April 2025

MARCH 2025 QUARTERLY ACTIVITIES REPORT

Eastern Metals Limited (**ASX:EMS**) ("**Eastern Metals**" or "the **Company**") is pleased to present its Quarterly Report for the period ending 31 March 2025.

EXPLORATION UPDATE

COBAR PROJECT, EL6321 Browns Reef, NSW

Browns Reef (EL6321) is an 'advanced exploration project' located 5km west of Lake Cargelligo in the southern Cobar Basin, NSW. Eastern Metals completed rehabilitation at the drill sites at Kelpie Hill, Windmill Dam and the Evergreen prospects. No further activities were conducted.

ARUNTA PROJECT, NT

The Arunta Project, which is located in the Northern Territory east of the Stuart Highway between Alice Springs and Tennant Creek near the township of Barrow Creek, comprises two groups of tenements, 'Neutral Junction' in the north and 'Adnera Hill' to the south.

No exploration activities were conducted at the Arunta Project during the March Quarter.

CORPORATE

Changes to the Board of Directors

During the Quarter, Eastern Metals appointed Mr Ian White, a Non-Executive Director since 2022, as the Company's Non-Executive Chairman effective 11 February 2025. Mr White's appointment followed the retirement of Dr Jason Berton from the Board, also effective 11 February 2025.

On 10 February 2025, the Board appointed Mr Gregory Starr as an Independent Non-Executive Director to fill the vacancy being left by Dr Berton. As required by the Company's Constitution and the Listing Rules, Mr Starr's appointment is effective until the Company's next annual general meeting when he will be eligible for election by shareholders.

FINANCIAL OVERVIEW

Cash position

Eastern Metals held cash reserves at the end of the Quarter of approximately \$49,000.

During the Quarter, Eastern Metals' cash expenditure for exploration and evaluation totalled approximately \$56,000, mainly for site rehabilitation and maintaining tenement tenure.

Further details of exploration activity during the Quarter are included in this Quarterly Activities 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 ending 31 March 2025, there were no payments to related parties and their associates. Directors' fees payable at 31 March 2025 totalled \$74,446 (31 December 2024 \$32,541).

SHAREHOLDER INFORMATION

As at 31 March 2025, the Company had 540 shareholders and 113,676,245 ordinary fully paid shares on issue, with the top 20 shareholders holding 48% of the total issued capital.

MATERIAL MATTERS SUBSEQUENT TO THE END OF THE QUARTER

Chief Executive Officer Resignation

As announced on 3 April 2025, Ley Kingdom resigned as the Company's Chief Executive Officer with effect from Friday 2 May 2025.

Initial Placement

As announced on 24 April 2025, Eastern Metals has received firm commitments pursuant to an initial placement ('Initial Placement') from sophisticated and professional investors to raise A\$250,000 (before costs) through the issue of 25,000,000 fully paid ordinary shares in the capital of the Company ('EMS Shares') at an issue price of A\$0.01 per EMS Share ('Offer Price').

Subject to approval by the Company's shareholders for the purpose of ASX Listing Rule 7.1, Eastern Metals will also issue one (1) attaching unlisted option ('New Options') for no additional consideration for every new EMS Share issued pursuant to the Initial Placement. The New Options will each be exercisable at A\$0.015 and have an expiry date three (3) years from the date of issue.

Subsequent Placement

Eastern Metals also intends to undertake a subsequent placement ('Subsequent Placement'). The final quantum and pricing of the Subsequent Placement is yet-to-be determined, however, at this stage is envisaged to be to raise a minimum of A\$3,000,000 and a maximum of A\$4,000,000 (before costs) through the issue of between 300,000,000 EMS Shares (on a minimum subscription basis) and 400,000,000 EMS Shares (on a maximum subscription basis) at the Offer Price.

Pursuant to the Subsequent Placement, Eastern Metals intends to issue, on the same terms and conditions as under the Initial Placement, one (1) New Option (for no additional consideration) for every new EMS Share issued pursuant to the Subsequent Placement.

The Subsequent Placement and issue of New Options will be conditional on the receipt of all necessary shareholder approvals, including pursuant to Listing Rule 7.1.

Proposed Transaction

Eastern Metals has entered into a non-binding commercial terms sheet ('Term Sheet') to acquire all of the issued capital in unlisted public copper exploration company, Raptor Resources Limited (ACN 142 901 442) ('RRL') which remains subject to several conditions, including due diligence, regulatory approvals, binding documentation ('Binding Documentation') being agreed and approval by the Company's shareholders. ('Proposed Transaction').

Voluntary Suspension

On 24 April 2025, Eastern Metals applied for voluntary suspension to the trading of its EMS Shares, which was implemented by the ASX. Eastern Metals anticipates that it will remain suspended until it re-complies with Chapters 1 and 2 of the ASX Listing Rules.

FORWARD-LOOKING STATEMENTS

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning the Company's planned activities, including mining and exploration programs, and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements. In addition, summaries of Exploration Results and estimates of Mineral Resources and Ore Reserves could also be forward looking statements.

Although Eastern Metals believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

PREVIOUSLY REPORTED INFORMATION

Certain information in this announcement references previously reported announcements. The announcements are available to view on the Company's website (www.easternmetals.com.au) and on the ASX website (www.asx.com.au). Other than the information set out in this announcement, 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.

CONTACTS

For more information, please contact:

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Chairman

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TENEMENT INTERESTS

Eastern Metals' tenement holding as of 31 March 2025.

Tenure	Location	Company's Interest	Holder	Status
EL23186	Home of Bullion, Northern Territory	100%	Company	Current
EL28615	Donkey Creek, Northern Territory	100%	Company	Current
EL32027	Barrow Creek, Northern Territory	100%	Company	Current
EL24253	Mount Skinner, Northern Territory	75.14%	Mithril ¹	Renewal lodged ²
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
EL9565	Black Range, New South Wales	100%	Company	Current

There were no tenements acquired or divested during the March Quarter.

¹ 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.

² A renewal application for EL24253 was lodged with the NT Department of Mining & Energy on 6 April 2025. This licence remains current and in good standing until the application is assessed and approved by the regulator.

MINERAL RESOURCES HOLDINGS

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

HOME OF BULLION RESOURCE ESTIMATE³

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 ⁴	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
Total			3,100	3.7	2.9	1.7	2.0	35	1.1	0.17	0.02
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
Total			3,100	3.7	2.9	1.7	2.0	35	1.1	0.17	0.02
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
Total			3,100	3.7	2.9	1.7	2.0	35	1.1	0.17	0.02

³ See the Company's ASX announcements 8 March 2023 and 10 March 2023 for further details.

⁴ LGFW means low grade footwall unit.

APPENDIX A

MATERIAL FACTORS CONTRIBUTING TO COPPER EQUIVALENT VALUES

Metal	Prices	Units	Recoveries
Cu	8,900	US\$/t	0.9
Zn	3,300	US\$/t	0.6
Ag	26	US\$/troy oz	0.8
Au	1,850	US\$/troy oz	0.8
Pb	2,500	US\$/t	0.6
Co	57,300	US\$/t	0.6

- All lodes have been reported at 0.5% Cu equivalent (CuEq)⁶.
- CuEq, as well as the six estimated elements, are reported. CuEq has been calculated from the block estimates on a block-by-block basis.
- Copper equivalent is calculated as follows:

$$\text{CuEq} = \text{Cu} + (\text{Zn} \times 0.25) + (\text{Ag} \times 83.49) + (\text{Au} \times 5904) + (\text{Pb} \times 0.19) + (\text{Co} \times 4.29)$$
(all elements in ppm).
- This calculation is based on the following assumed metal prices and recoveries, which were provided by Eastern Metals Ltd.
- A cut-off grade of 0.5% CuEq is consistent with other comparable copper deposits and can be demonstrated to be break even for base processing costs at approximately US\$45/t ore.

$$\text{Cut-off (\%)} = \text{processing cost} / (\text{recovery} \times \text{price [per \% unit]})$$
For example, $0.5 = 45 / (0.9 \times 100)$.
- It is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.

Appendix 5B

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

Name of entity

Eastern Metals Limited

ABN

29 643 902 943

Quarter ended ("current quarter")

31 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	(56)	(1,129)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(113)	(321)
	(e) administration and corporate costs	(22)	(303)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	6
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	31	62
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(159)	(1,685)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	(3)
	(c) property, plant and equipment	-	(7)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(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	-	200
	(c) property, plant and equipment	22	22
	(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) – security bond refund	30	30
2.6	Net cash from / (used in) investing activities	52	242

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	475
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	-	(29)
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)	-	-
3.10	Net cash from / (used in) financing activities	-	446

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	156	1,046
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(159)	(1,685)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	52	242
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	446

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	49	49

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	49	156
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)	49	156

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 ¹	-
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>		

¹ Directors' fees payable at 31 March 2025 totalled \$74,446 (31 December 2024 \$32,541).

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

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	-	-
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.		
	Not applicable.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(159)
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)	(159)
8.4	Cash and cash equivalents at quarter end (item 4.6)	49
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	49
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.31
	<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.	

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, as announced on 24 April 2025:

Initial Placement

Eastern Metals has received firm commitments pursuant to an initial placement ('Initial Placement') from sophisticated and professional investors to raise A\$250,000 (before costs) through the issue of 25,000,000 fully paid ordinary shares in the capital of the Company ('EMS Shares') at an issue price of A\$0.01 per EMS Share ('Offer Price').

Subject to approval by the Company's shareholders for the purpose of ASX Listing Rule 7.1, Eastern Metals will also issue one (1) attaching unlisted option ('New Options') for no additional consideration for every new EMS Share issued pursuant to the Initial Placement. The New Options will each be exercisable at A\$0.015 and have an expiry date three (3) years from the date of issue.

Subsequent Placement

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Pursuant to the Subsequent Placement, Eastern Metals intends to issue, on the same terms and conditions as under the Initial Placement, one (1) New Option (for no additional consideration) for every new EMS Share issued pursuant to the Subsequent Placement.

The Subsequent Placement and issue of New Options will be conditional on the receipt of all necessary shareholder approvals, including pursuant to Listing Rule 7.1.

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: No, as announced on 24 April 2025:

Proposed Transaction

Eastern Metals has entered into a non-binding commercial terms sheet ('Term Sheet') to acquire all of the issued capital in unlisted public copper exploration company, Raptor Resources Limited (ACN 142 901 442) ('RRL') which remains subject to several conditions, including due diligence, regulatory approvals, binding documentation ('Binding Documentation') being agreed and approval by the Company's shareholders. ('Proposed Transaction').

Voluntary Suspension

On 24 April 2025, Eastern Metals applied for voluntary suspension to the trading of its EMS Shares, which was implemented by the ASX. Eastern Metals anticipates that it will remain suspended until it re-complies with Chapters 1 and 2 of the ASX Listing Rules.

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: 30 April 2025

Authorised by: Company Disclosure Officers²
(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.

² In accordance with its Disclosure and Communications Policy which is available on the Company's website www.easternmetals.com.au