



**EASTERN
METALS**

ASX Announcement

ASX:EMS

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ASX:EMS

ACN 643 902 943

CAPITAL STRUCTURE

Share Price: A\$0.01

Cash: A\$276K

Debt: Nil

Ordinary Shares: 139.4M

Market Cap: \$1.4M

Enterprise Value: \$1.1M

Options:

2.3M (3years/30c)

20.3M (3years/10c)

10.0M (3years/6c)

BOARD OF DIRECTORS

Ian White

Independent Non-
Executive Chairman

Mark Dugmore

Independent Non-
Executive Director

Greg Starr

Independent Non-
Executive Director

COMPANY SECRETARY & CHIEF FINANCIAL OFFICER

Ian Morgan

CONTACT

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31 July 2025

JUNE 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 30 June 2025.

Eastern Metals entered the June Quarter focussed on completing the initial capital raising and advancing the Raptor Resources transaction. The Company will continue to update shareholders as key milestones are achieved.

CORPORATE ACTIVITIES OVERVIEW

- Completion of Initial Placement to raise A\$250,000
- Progress on the proposed acquisition of Raptor Resources Limited
- Sale of Thomson Project net smelter royalty for A\$220,000

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 in the March 2025 Quarter. No further activities have been 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 June 2025 Quarter.

CAPITAL RAISING

On 24 April 2025, Eastern Metals announced that it had secured firm commitments for an Initial Placement to raise A\$250,000 (before costs) through the issue of 25 million ordinary shares at A\$0.01 per share. Each share carried one free attaching unlisted option exercisable at A\$0.015, expiring three years from the date of issue.

Proceeds were allocated to transaction-related expenses, general working capital, and placement costs.

The Company also confirmed its intention to conduct a Subsequent Placement, subject to shareholder approvals, to raise A\$3 to A\$4 million before costs through the issue of 300 to 400 million shares at the same price, each with an attaching option on the same terms. Funds were earmarked for exploration, costs of the proposed corporate transaction, and working capital.

On 11 July 2025, Eastern Metals updated the market, confirming revised capital raising terms to raise a minimum of A\$4 million and a maximum of A\$5 million (before costs) via a placement at A\$0.02 per share to sophisticated and professional investors.

PROPOSED TRANSACTION – RAPTOR RESOURCES LIMITED

Eastern Metals entered a non-binding term sheet on 24 April 2025 to acquire 100% of Raptor Resources Limited (RRL; ACN 142 901 442), an unlisted copper exploration company. The proposed consideration was valued at A\$5.5 million in EMS equity securities, comprising:

- 100 million EMS shares on completion (A\$2 million)
- 175 million performance rights (A\$3.5 million), converting into EMS shares upon achieving specified copper resource and project milestones

Completion of the acquisition is subject to due diligence, shareholder and regulatory approvals, execution of binding agreements, ASX waivers, and EMS re-compliance with Chapters 1 and 2 of the ASX Listing Rules.

On 11 July 2025, EMS advised that the transaction was advancing under a revised structure, now contemplating either a takeover bid or a scheme of arrangement, reflecting RRL's public company status. EMS and RRL also agreed to a binding exclusivity regime, expiring on 15 August 2025, unless extended.

SALE OF THOMSON PROJECT NET SMELTER ROYALTY

On 5 May 2025, Eastern Metals signed a binding Heads of Agreement to sell its 1.5% net smelter royalty (NSR) over the Thomson Project to Red Hill Minerals Ltd (ASX: RHI) for A\$220,000 cash plus GST.

The royalty had originally been granted to EMS as part of the company's sale of the Thomson Project to Legacy Minerals Holdings Ltd (ASX: LGM) in June 2024. The sale represented a full divestment of EMS's remaining interest in the project.

FINANCIAL OVERVIEW

Cash position

Eastern Metals held cash reserves at the end of the Quarter of approximately \$276,000.

During the Quarter, Eastern Metals' cash expenditure for exploration and evaluation totalled approximately \$18,000. Full details of exploration activity during the Quarter are included in this Quarterly Activities Report. There were no substantive mining production and development activities during the Quarter.

Shareholder Information

As at 30 June 2025, the Company had 541 shareholders and 139,426,245 ordinary fully paid shares on issue, with the top 20 shareholders holding 49% of the total issued capital.

Payments to Related Parties of the Entity and their Associates

During the quarter ending 30 June 2025, there were no payments to related parties and their associates. Directors' fees payable at 30 June 2025 totalled \$117,000.

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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TENEMENT INTERESTS

Eastern Metals' tenement holding as of 31 July 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	Renewal lodged ¹
EL24253	Mount Skinner, Northern Territory	75.14%	Mithril ²	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
EL9565	Black Range, New South Wales	100%	Company	Current

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

¹ A renewal application for EL32027 was lodged with the NT Department of Mining & Energy on 23 July 2025. This licence remains current and in good standing until the application is assessed and approved by the regulator.

² Tenement held by Mithril Resources Limited (ASX:MTH) (Mithril) pursuant to a Joint Venture Agreement originally executed in 2009 between Mithril Resources Ltd, Mega Hindmarsh Pty Ltd and Bowgan; Eastern Metals holds 75.14%.

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")

30 June 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities	-	-
1.1	Receipts from customers	-	-
1.2	Payments for	(18)	(1,147)
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(52)	(373)
	(e) administration and corporate costs	(163)	(466)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	6
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	62
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(233)	(1,918)
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 (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	200
	(c) property, plant and equipment	-	22
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
	Other (provide details if material) –		
2.5	Sale of Royalties \$220,000, Security bond refund \$30,000)	220	250
2.6	Net cash from / (used in) investing activities	220	462

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	250	725
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	(10)	(39)
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	240	686

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	49	1,046
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(233)	(1,918)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	220	462

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 (12 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	240	686
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	276	276

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	276	49
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)	276	49

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 30 June 2025 totalled \$117,072 (31 March 2025 \$74,446).

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.</i> <i>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)	(233)
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)	(233)
8.4	Cash and cash equivalents at quarter end (item 4.6)	276
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	276
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3) <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>	1.18
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?	
	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?	
	Yes. As announced on 14 July 2025 Eastern Metals intends to undertake a capital raising of a minimum of \$4,000,000 and a maximum of \$5,000,000, before costs, conditional on the receipt of all necessary shareholder approvals, including pursuant to Listing Rule 7.1. EMS's preparations for the capital raising are well advanced and there are no reasons at this stage to expect that the capital raising will not be successful.	

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?

Yes. As announced on 24 April 2025 and 14 July 2025, Eastern Metals has entered into a non-binding commercial terms sheet to acquire all of the issued capital in unlisted public copper exploration company, Raptor Resources Limited (ACN 142 901 442) The acquisition remains subject to several conditions, including due diligence, regulatory approvals, binding documentation and approval by shareholders.

On completion, EMS expects to continue its operations as a minerals exploration company.

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: 31 July 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