



QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2021

STRONG CONSTRUCTION PROGRESS AT COBURN MINERAL SANDS PROJECT, WA

Strandline on track to deliver critical minerals into buoyant mineral sands market next year

COBURN MINERAL SANDS PROJECT, WESTERN AUSTRALIA

- **Strong construction progress ensures Strandline's world-scale Coburn project is on budget and on time for first production of heavy mineral concentrate (HMC) in the December quarter 2022**
- **Coburn project construction is now 28% complete. Key milestones in the quarter included:**
 - All major construction contracts now awarded representing ~93% of project scope (in terms of value)
 - Significant bulk earthworks and road clearing, cut-to-fill, sub-base and base course works progressed as a priority to enable installation of above-ground infrastructure to proceed
 - Site accommodation village commissioned for first 100 rooms; Subsequent to the end of the quarter, progressive transition of workforce from the pioneer camp began
 - Hybrid power station, dozer mining units, processing plant and bore field works all advancing on-time, with all major mechanical equipment ordered, design reviews held and fabrication underway
 - Mining services contract executed with experienced mineral sands mining contractor, MSCS
 - Strong assay results received from infill drilling conducted over the first 2-year mining area; Results bode well for an upgrade of Ore Reserves and mine plan prior to first production next year
- **Financial close achieved, with lenders enabling Strandline to proceed with first drawdown of the debt facilities underpinning Coburn development through to production**
- **Favourable finance structure comprising combination of long-tenor debt provided by NAIF (A\$150m) and a US\$60m Bond Issue, together with the Company's strong cash position**
- **Mineral sands market continues to strengthen with current mineral sands spot pricing being substantially higher than the assumptions contained in the Coburn DFS**

FUNGONI AND TAJIRI MINERAL SANDS PROJECTS, TANZANIA

- **Advanced government framework agreement, strategic partner discussions and planning for development of its portfolio of high-growth mineral sands assets in Tanzania**

CORPORATE

- **Cash of A\$71.2m as at 30 Sept 2021; ~A\$230m Coburn loan facilities available for utilisation**
- **Zero drawdown from Coburn loan facilities to date**
- **No lost-time injuries or reportable environmental incidents were recorded during the quarter**



Strandline Resources (ASX: STA) is pleased to report on a quarter of strong progress at its 100%-owned Coburn mineral sands project located in Western Australia. The construction schedule has first production of HMC planned for the December quarter of 2022.

COBURN MINERAL SANDS PROJECT

The Coburn project is one of the largest new mineral sands development projects in the world, underpinned by an attractive high-value product suite, conventional design and low-cost operation.

Coburn is situated close to key port, road and services infrastructure of Geraldton and the dominant mineral sands market of Asia.

Construction at Coburn is advancing in line with budget and schedule, ensuring Strandline is on track to be Australia's next major mineral sands producer. At end of the quarter, the project construction phase was estimated to be 28% complete.

Coburn's development capital of A\$338m is secured, meaning that the project is fully funded through to production. The finance structure comprises a combination of long-tenor debt provided by the Northern Australian Infrastructure Facility (NAIF) (up to A\$150m), a US\$60m Bond tranche and cash provided by the Company.

As announced on 01 Oct-2021, the Company reached Financial Close after satisfying over 100 Conditions Precedent items including updated independent due-diligence reports and certifications relating to the technical, financial, legal, marketing, project performance and environmental and social aspects of the project. The Company is now able to proceed with first drawdown on the debt facilities on schedule.

**FINANCIAL CLOSE ACHIEVED.
STRATEGIC LONG-TERM
SUPPORT FROM THE
AUSTRALIAN GOVERNMENT**



Construction highlights for the quarter include:

- All major construction contracts awarded representing ~93% of project scope (in terms of value)
- Civil bulk earthworks construction continued to be the primary focus on site; significant clearing, cut-to-fill, sub-base and base course construction advanced to enable installation of infrastructure to proceed
- Site accommodation village commissioned for first 100 rooms with progressive transition of workforce from the pioneer camp to occur through Oct-2021
- Established construction offices, laydown areas and miscellaneous infrastructure across site
- Installation of environmental monitoring bores and deep production bores progressed strongly
- Mobilisation of processing plant EPC contractor commenced
- Hybrid power station, dozer mining units, and processing plant works all progressing on-time, with all major mechanical equipment ordered and design reviews and fabrication underway
- Advanced a range of environmental and heritage monitoring activities including surveys relating to water, dust, flora and fauna

Assay results were received from infill drilling conducted over the first 2-year mining area (refer ASX announcement dated 28 Sept-2021). Drilling returned significant mineral sands intersections, as well as validated broad, continuous and often shallow zones of mineralization. Results bode well for a Mineral Resource upgrade and further optimisation of the first 2-year mine plan; Ore Reserves are expected to be updated prior to first production next year.

The Company has secured six major binding offtake contracts covering 100% of Coburn's forecast mineral sands production, estimated at ~US\$140m per annum (A\$200m at AUD: USD 0.70), based on the pricing structures contained in the agreements and commodity price forecast assumptions contained in the Coburn updated DFS (see ASX release dated 4 June 2020).

The offtake contracts are with some of the world's largest mineral sands consumers, with approximately 80% of production to be sold to major American and European customers and the balance sold into Asia. Securing

the offtake contracts well in advance of production further de-risks the project, provides certainty in revenue streams and maximises returns to shareholders.

Subsequent to the quarter, Strandline executed the key mining services contract with experienced mineral sands mining contractor Mine Site Construction Services (**MSCS**). The scope of the mining agreement includes conventional open pit dry mining of ore at a rate of 23.4Mtpa, overburden removal, pit backfill and land recontouring and general mining-related earthworks. The contract mining term is expected to cover the first seven years of production and provides a safe, reliable and efficient mining solution for Coburn.

MSCS's experience in bulk materials handling and mining, including large dozer push operations in mining sands applications, means it is well credentialed to meet Coburn's mining requirements. The terms of the mining contract are in accordance with the mine plan, methodologies, pricing and overall operating cost assumptions contained in the Coburn Definitive Feasibility Study (**DFS**), released in June 2020.

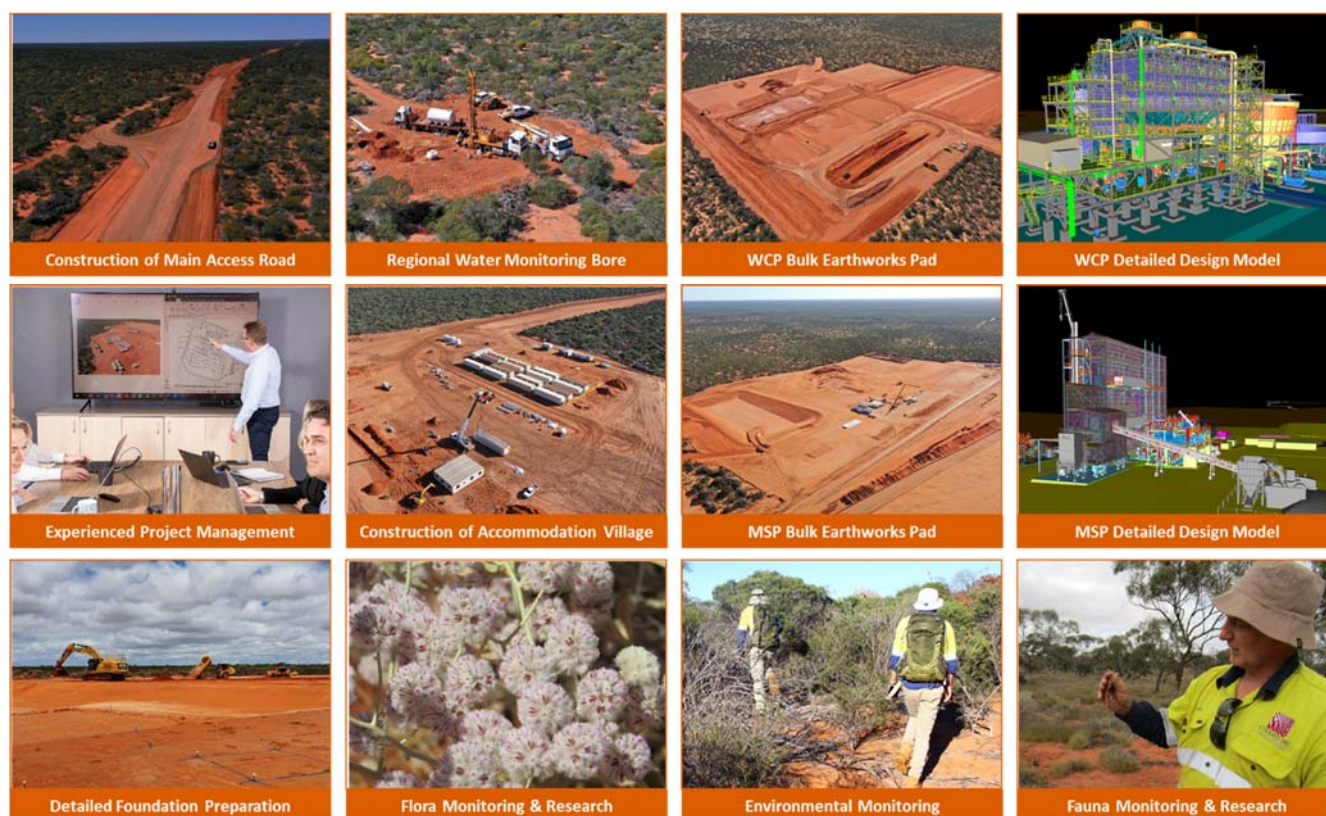


Figure 1 Coburn photos and images taken during the September-2021 Quarter

The Coburn mine life currently sees mining continue until 2045 (based on mining the initial 22.5-year JORC compliant Ore Reserves), with the potential to extend to 2060 (total 37.5 years mine life) by converting Mineral Resources which exist immediately north and along strike of existing Ore Reserves.

The Coburn project is set to capitalise on its robust margins, the strengthening minerals sands commodity pricing outlook, its tier-1 location, and the growing demand for critical minerals as outlined by the DFS, including:

- Pre-tax NPV of A\$705m (AUD:USD 0.70, 8% DCF discount rate)
- High margin revenue-to-operating cost (C1) ratio of 2.4
- Projected revenue for the initial 22.5 years of Ore Reserves of A\$4.4b
- Average annual EBITDA of A\$104m and +50% EBITDA margin
- Fully-funded to production and cash flow by a combination of a 15-year A\$150m NAIF loan alongside a 5-year US\$60m Bond Issue and equity proceeds
- Binding offtakes secured for 100% of Coburn's initial production with top-tier customers

Table 1 Coburn updated DFS and Scoping Study Extension Case Financial Evaluation

Category	Updated DFS – Final Product Case (Jun-20)	Scoping Study Extension Case integrated with updated DFS (Jun-20)
Mine Life	22.5yrs	37.5yrs
Tonnes Mined	523Mt	876.8Mt
Throughput	23.4Mtpa	23.4Mtpa
Capital Expenditure (Pre-production)	A\$260M	A\$260M
Revenue	A\$4.37B	A\$7.94B
Total Opex (C1)	A\$1.80B	A\$3.00B
Total All-in Sustaining Costs (AISC)	A\$2.08B	A\$3.50B
Revenue-to-operating cost (C1) ratio (RC)	2.4	2.6
NPV (pre-tax, real, no debt, 8% discount Rate)	A\$705M	A\$825M
EBITDA	A\$2.35B	A\$4.54B
Avg. annual EBITDA	A\$104M	A\$121M

For more information on the Coburn mineral sands project, refer to the ASX Announcement dated 10 June 2020 for details of the material assumptions underpinning the production target and financial results for the Coburn Project DFS, Ore Reserve and Mine Life Extension Case Scoping Study. The Company confirms that all material assumptions and technical parameters underpinning Resource Estimates, Production Targets and Project Feasibility Studies, continue to apply and have not materially changed.



Figure 2 Widespread Construction is Advancing at Strandline's 100%-owned Coburn Project in Shark Bay, WA

TANZANIA MINERAL SANDS GROWTH PROJECTS

During the quarter, the company progressed its strategy to unlock the significant value in its portfolio of mineral sands assets in Tanzania, including the high-margin Fungoni project and the emerging Tajiri project.

Like the Coburn project, Strandline's Tanzanian projects are designed to produce high-quality critical minerals of zircon, titanium and monazite containing rare earths. With falling supply of mineral sands and increasing commodity prices, Strandline's growth pipeline leaves it well placed to capitalise on this opportunity.

The Company continued engagement with the Government of the Republic of Tanzania (GNT) to finalise a Framework Agreement (FWA). The FWA is pivotal because it outlines the key joint venture ownership and operating terms for development of the advanced Fungoni project near Dar es Salaam and the Company's other emerging mineral sands assets along the Tanzanian coastline.

During the quarter, Her Excellency the President of the United Republic of Tanzania Samia Suluhu Hassan completed a mini cabinet reshuffle, including the appointment of the new Attorney General (Dr Eliezer Feleshi) on 13 Sept-2021, which resulted in rescheduling of activities relating to finalising the FWA with the GNT. The parties are now aiming to close out the documentation through the December quarter 2021.

Fungoni Mineral Sands Project - Tanzania

Fungoni is Strandline's 100%-owned, high-margin "starter" project in Tanzania, situated 25km from the port of Dar es Salaam. The Fungoni project is based on conventional open pit dry mining and process beneficiation to produce premium quality zircon sand, chloride ilmenite, rutile and monazite containing rare earths. Fungoni's mineral assemblage is exceptionally rich and the orebody starts from surface with mining predicated on progressive backfill of the mining void and full rehabilitation.

Development of Fungoni in the near-term is expected to pave the way for a succession of major mineral sands projects along the coastline of Tanzania, including the large-scale Tajiri project in northern Tanzania.

The Fungoni DFS demonstrates strong financial metrics including project pre-tax NPV10 of US\$48.7m (real, no debt), an IRR of 61% and LOM EBITDA of US\$115m (avg annual US\$18.5m), based on TZMI price forecasts. The mining license and environmental certificate have been granted by the Tanzanian authorities and there are a host of socio-economic benefits recognised with the project.

FUNGONI DFS SHOWS HIGH-MARGIN REVENUE-COST RATIO OF x2.8, PRE-TAX IRR of 61% & NPV¹⁰ OF US\$48.7M

Investment sentiment in Tanzania is improving with the Presidential appointment of Her Excellency Samia Suluhu Hassan earlier this year and the recent leadership appointments mentioned above.

Once the FWA is finalised with the GNT, the Company plans to accelerate its commercialisation strategy for its Tanzania assets.

For more information on the Fungoni mineral sands project, refer to the ASX Announcement dated 06 October 2017 (Original DFS) and subsequent update on 01 November 2018 (Updated DFS) for details of the material assumptions underpinning the production target and financial results. The Company confirms that all material assumptions and technical parameters underpinning Resource Estimates, Production Targets and Project Feasibility Studies, continue to apply and have not materially changed.

Tajiri Mineral Sands Project – Tanzania

The Tajiri project comprises a series of higher-grade mineral sands deposits stretching along 30kms of coastline in northern Tanzania, near the port city of Tanga. Strandline released the results of the Engineering Scoping Study in the December quarter 2020 which shows that Tajiri will generate strong financial returns over a long life:

- Project pre-tax NPV of US\$205m (pre-debt, real, 10% discount rate)
- Project pre-tax IRR of 36%, with a high-margin revenue-to-operating cost (C1) ratio of 2.4
- JORC-compliant Mineral Resources of 268Mt @ 3.3% Total Heavy Mineral forms the basis of the Study

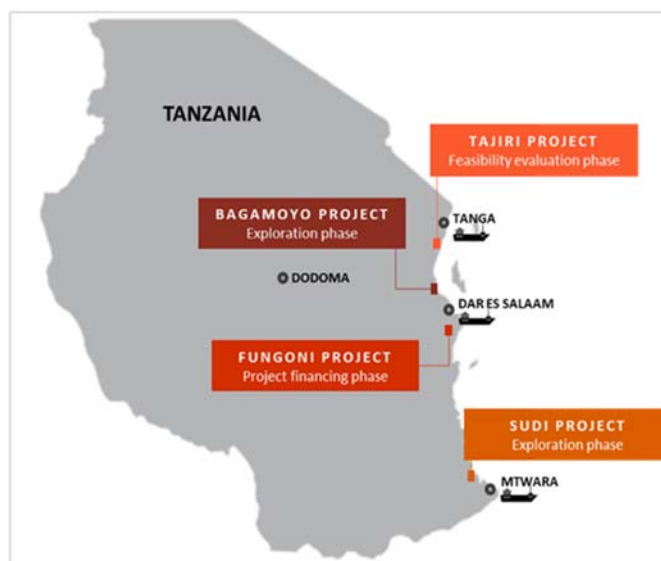


Figure 3 Tanzania Growth Projects Provide Optionality, Scalability and Diversity

- Conventional mineral sands processing technology capable of producing a high-value product suite of ilmenite, HiTi (rutile-leucocoxene), zircon, monazite and garnet concentrates
- 18-month design and construct duration to achieve first ore to process plant
- Development capital of US\$125m to establish an open-pit mining and processing operation
- Opportunities to grow and optimise Production Targets, further increasing financial returns
- Tajiri benefits from its proximity to existing infrastructure and supports a range of key regional development initiatives in north-east Tanzania

**TAJIRI SCOPING STUDY
CONFIRMS PRE-TAX NPV¹⁰ OF
US\$205M & IRR OF 36%,
UNDERPINNED BY +23 YEAR
PRODUCTION TARGETS**

The Company is progressing the next phase of Tajiri project evaluation and permitting, including recently submitting an updated environmental and social impact assessment application with regulators, as well as reviewing external funding options.

For more information on the material assumptions underpinning Tajiri's production target and financial results, refer to the ASX Announcement dated 7 October 2020. Strandline confirms that all material assumptions and technical parameters underpinning Resource Estimates, Production Targets and Engineering Scoping Studies continue to apply and have not materially changed. Refer to the Cautionary Statement in Annexure E.

Bagamoyo Mineral Sands Project - Tanzania

The Bagamoyo tenements are located approximately 40km north of Dar es Salaam and close to the proposed Bagamoyo port development in Tanzania. Limited exploration and evaluation activity took place during the quarter. The Company has estimated a maiden Exploration Target at Bagamoyo comprising 78 to 156Mt at 3% to 4.5% THM (ref ASX release 17 September 2018).

A further drill program will be required to test the veracity of the Exploration Target. Refer to the Cautionary Statement in Annexure E.

CORPORATE

Cash & Investments

The Company's consolidated cash was A\$71.2m as at 30 September 2021 (30 June 2021: A\$110.6m).

The majority of expenditure during the quarter was incurred on the Coburn project on site construction including bulk earthworks, accommodation village commissioning, installation of environmental monitoring and production bores along with miscellaneous infrastructure. The Company received a research and development rebate of \$0.47m from the Australian Government in relation to the 2019-20 financial year. Full details of cash flows for the quarter are set out in the attached Appendix 5B.

At the end of the quarter, Strandline held 3.45m shares in Torrens Mining Limited (Torrens) which was acquired as part consideration from the sale of the Mt Gunson Project in 2016 (now referred to as the Elizabeth Creek Project by Torrens) (refer ASX Announcement 22 March 2016).

Payments during the quarter to related parties included in the Appendix 5B were A\$22k of fees paid to MPH Lawyers, being a Director related entity and A\$205k for Directors' remuneration.

Equity

During the quarter the Company issued 4,216,953 fully paid ordinary shares through the vesting of 2,957,860 Performance Rights under the Long Term Incentive Plan and 1,259,093 fully paid ordinary shares issued in accordance with the Short Term Incentive Plan.

At the end of the quarter, the Company had 1,120,399,502 fully paid ordinary shares on issue, 8,367,636 unlisted Performance Rights and 10,500,000 unlisted options.

Table 2 Strandline Securities

Class of securities	Number
Fully paid ordinary shares	1,120,399,502
Unlisted performance rights expiring 15/08/22	6,141,695
Unlisted performance rights expiring 15/08/23	2,225,941
Unlisted Options – expiring 28/11/2021 and exercisable at \$0.18 per option or 40% above the average 60 day VWAP share price at the time of grant, whichever is higher	3,500,000
Unlisted Options – expiring 28/11/2022 and exercisable at \$0.22 per option or 60% above the average 60 day VWAP share price at the time of grant, whichever is higher	3,500,000
Unlisted Options – expiring 28/11/2023 and exercisable at \$0.26 per option or 80% above the average 60 day VWAP share price at the time of grant, whichever is higher	3,500,000

Loan Facilities

On 1 October 2021, the Coburn Resources Pty Ltd (an 100%-owned subsidiary of Strandline) reached Financial Close for the Coburn project debt facilities (totaling ~A\$230m) and is now able to proceed to first drawdown on schedule (which is expected on or around Dec-2021).

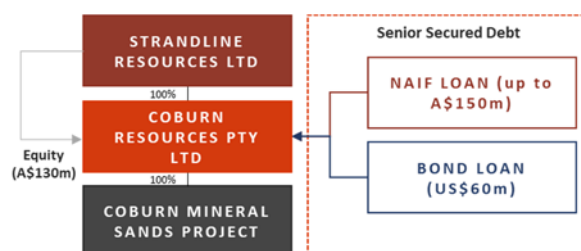


Figure 4 Coburn Project Funding Structure

Annual Report and Annual General Meeting

The Strandline Annual Report for the financial year ending 30 June 2021 was released on 23 September 2021 and the Annual General Meeting will be held at the London House Conference Room, Ground Floor, 216 St Georges Terrace, Perth, Western Australia, on Tuesday, 30 November 2021 at 10.00am (AWST).

Mineral Sands Market

Demand for high grade titanium feedstock (chloride ilmenite and rutile) and zircon sand products to be produced from Strandline’s Coburn project continued to strengthen during the quarter, with existing producers reporting further price increases.

Demand is driven by recoveries in most end-use industrial sectors and regions which, when combined with limited supply options and low inventories, has resulted in a tight market dynamic and significant upward pressure on pricing.

Strandline utilises independent market intelligence data and mineral sands commodity forecasting from TZ Minerals International Pty Ltd (TZMI) (refer www.tzmi.com) for financial modelling. Current commodity spot pricing and medium-term price projections are substantially higher than the assumptions contained in the Coburn DFS (released in Jun-2020) which, if realised, has the potential to materially increase Strandline’s financial outlook.

Health, Safety and Sustainability

The Company had no lost time injuries or reportable environmental incidents recorded during the quarter (or in the past, at Coburn).

Strandline continues to closely monitor the COVID-19 pandemic and its impacts on the Company’s business, people and stakeholders. The Company has managed to maintain continuity across all its operational and strategic workstreams without any major disruption and will continue to follow the guidance of recognised health authorities and the WA Government. To date no employees of Strandline are known to have contracted COVID-19.

The Company released its inaugural Sustainability Report on 18 October 2021. The report summarises Strandline’s approach to sustainability and outlines its short-to-medium term focus areas.



SUSTAINABILITY REPORT 2021
ENRICHING EVERYDAY LIFE

Figure 5 Strandline’s Inaugural Sustainability Report

Tenement Holdings

A detailed listing of tenement holdings is included in Annexure A.

This announcement is authorised for release by the Strandline Resources Board of Directors.

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ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging producer of heavy mineral sands with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance in the sector.

Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include the world-scale Coburn Project in WA, currently under construction, and the exciting Tanzanian growth projects Fungoni and Tajiri.



Figure 6 Strandline's Global Mineral Sands Exploration and Development Projects

ANNEXURE A – MINING TENEMENTS HELD AS AT 30 SEPTEMBER 2021

	Name/Location	Interest
Tanzania		
Mineral Sands Projects		
PL 9969/2014	Sudi JV	100%
SML 00603/2020 (<i>Application</i>)	Tajiri	100%
PL 10265/2014	Bagamoyo	100%
ML 580/2018	Fungoni	100%
PL 7754/2012	Fungoni	100%
PL 11442/2020	Pangani	100%
PL 11030/2017	Fungoni West	100%
PL 10978/2016	Fungoni South	100%
PL 11076/2017	Bagamoyo	100%
PL 11131/2017	Sudi Central JV	100%
PL 11270/2019	Kitunda RIO JV	100%
PL 11267/2019	Rushungi South	100%
PL 11266/2019	Sudi East RIO JV	100%
PL 11412/2020	Temeke&Mkuranga	100%
PL 11413/2020	Temeke	100%
PL 11376/2019	Sakaura (South of Tajiri)	100%
PL 11443/2020	Mwasonga	100%
PL 11441/2020	Sharifu	100%
PL 11689/2021	Tanga - Pangani	100%
Australia		
Coburn Mineral Sands Project		
E09/939	Shark Bay District, Western Australia	100%
L09/21	Shark Bay District, Western Australia	100%
L09/43	Shark Bay District, Western Australia	100%
M09/102	Shark Bay District, Western Australia	100%
M09/103	Shark Bay District, Western Australia	100%
M09/104	Shark Bay District, Western Australia	100%
M09/105	Shark Bay District, Western Australia	100%
M09/106	Shark Bay District, Western Australia	100%
M09/111	Shark Bay District, Western Australia	100%
M09/112	Shark Bay District, Western Australia	100%
R09/02	Shark Bay District, Western Australia	100%
R09/03	Shark Bay District, Western Australia	100%
R09/2355 (<i>Pending</i>)	Shark Bay District, Western Australia	100%
R09/4 (<i>Pending</i>)	Shark Bay District, Western Australia	100%
L09/99 (<i>Pending</i>)	Shark Bay District, Western Australia	100%

There were no tenements surrendered during the quarter and no farm-in or farm-out agreements entered into or held during the quarter.

ANNEXURE B – MINERAL RESOURCE DATA

The Company's mineral resource estimates and ore reserves are summarised in the tables below.

Coburn Mineral Sands Project – Western Australia

Table A Coburn Project JORC 2012 Global Mineral Resources – Amy South and Amy North

Resource Category	Ore ⁽¹⁾			Valuable HM Grade (In-Situ) ⁽²⁾					
	Material (Mt)	In situ THM (Mt)	THM (%)	Ilmenite (%)	Rutile (%)	Zircon (%)	Leucoxene (%)	Slimes (%)	Oversize (%)
Measured	119	1.5	1.3	45	5	24	6	3	6
Indicated	607	7.7	1.3	48	7	22	5	3	3
Inferred	880	10.4	1.2	49	7	21	4	3	1
Total	1606	19.6	1.2	48	7	22	5	3	2

Table B Coburn Project JORC 2012 Ore Reserve Statement April 2019

ORE RESERVES SUMMARY FOR COBURN PROJECT				
Deposit	Reserve Category	Ore	Heavy Mineral	
		(Mt)	In Situ HM (Mt)	THM (%)
Coburn - Amy South	Proved	106	1.16	1.10
Coburn - Amy South	Probable	417	4.66	1.12
	Total¹	523	5.83	1.11

Notes:

- Total may deviate from the arithmetic sum due to rounding

Fungoni Mineral Sands Project - Tanzania

Table C Mineral Resource Statement for Fungoni at May 2017

MINERAL RESOURCE SUMMARY FOR FUNGONI PROJECT										
Summary of Mineral Resources ⁽¹⁾					VHM assemblage ⁽²⁾					
Deposit	Mineral Resource Category	Tonnage	In situ HM	THM	Ilmenite	Rutile	Zircon	Leucoxene	Slimes	Oversize
		(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
FUNGONI	Measured	8.77	0.4	4.3	43.3	4.3	18.3	1.0	19	7.0
FUNGONI	Indicated	12.97	0.2	1.8	36.7	4.3	14.6	1.4	24	7.0
	Total⁽³⁾	21.74	0.6	2.8	40.7	4.3	16.9	1.2	22	7.0

Notes:

- Mineral Resources reported at a cut-off grade of 1.0% THM
- Valuable Mineral assemblage is reported as a percentage of in situ THM content
- Appropriate rounding applied

Refer ASX announcement 2 May 2017 for full details of the Fungoni Mineral Resource Estimate. Mineral Resources were converted to Ore Reserves in accordance with the JORC Code 2012 Edition based on the pit designs, recognising the level of confidence in the Mineral Resource Estimation, and reflecting modifying factors.

Refer ASX announcement 6 October 2017 for full details of the Fungoni Ore Reserve statement.

Table D Ore Reserve Statement for Fungoni Project at October 2017

ORE RESERVES SUMMARY FOR FUNGONI PROJECT						
Deposit	Reserve Category	Ore	Slimes		Heavy Mineral	
		(Mt)	(Mt)	(%)	In Situ HM (kt)	THM (%)
FUNGONI	Proved	6.9	1.2	18	341	4.9
FUNGONI	Probable	5.4	1.0	19	138	2.6
	Total*	12.3	2.3	19	480	3.9

*Note totals may deviate from the arithmetic sum due to rounding.

Tajiri Mineral Sands Project - Tanzania

Table E Tanga South (Tajiri) Project Mineral Resource Estimate (July 2019)

Summary of Mineral Resources (1)								THM Assemblage (2)				
Deposit	THM % cut-off	Mineral Resource Category	Tonnage	Insitu HM	THM	SLIMES	OS	Ilmenite	Zircon	Rutile	Leucoxene	Garnet
			(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
T3	1.70%	Measured	19	0.6	3.4	37	6	64	4	7	0	5
TC	1.70%	Measured	55	1.9	3.5	23	10	42	2	5	0	38
		Total	74	2.5	3.4	27	9	48	3	5	0	30
Tajiri T1	1.50%	Indicated	36	1.3	3.7	34	4	71	6	10	0	3
Tajiri North	1.70%	Indicated	60	1.7	2.8	47	4	75	4	6	1	1
T2	1.70%	Indicated	17	0.5	2.8	32	11	58	4	7	0	18
T3	1.70%	Indicated	3	0.1	2.8	39	4	66	5	8	1	4
T4	1.70%	Indicated	14	0.4	3.0	24	6	61	4	8	0	12
TC	1.70%	Indicated	35	1.4	4.1	27	9	46	3	6	0	36
		Total	165	5.4	3.3	36	6	64	4	7	0	13
Vumbi	1.70%	Inferred	29	0.9	3.0	30	12	64	4	7	1	2
		Total	29	0.9	3.0	30	12	64	4	7	1	2
		Grand Total	268	8.8	3.3	33	7	59	4	7	0	17

Notes:

- 1 Mineral Resources reported at various THM cut-offs
- 2 Mineral Assemblage is reported as a percentage of insitu THM content
- 3 Appropriate rounding applied

Refer to ASX announcement dated 09 July 2019 for full details of the Mineral Resource estimate for the Tajiri Project and ASX Announcement dated 07 October 2020.

ANNEXURE C – MINERAL SANDS COMPETENT PERSON'S STATEMENTS

The information in this report that relates to Exploration Results is based on, and fairly represents, information and supporting documentation prepared by Mr Brendan Cummins, Chief Geologist and employee of Strandline. Mr Cummins is a member of the Australian Institute of Geoscientists and he has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Cummins consents to the inclusion in this release of the matters based on the information in the form and context in which they appear. Mr Cummins is a shareholder of Strandline Resources.

Tanga South (Tajiri) Mineral Resources

The information in this report that relates to Mineral Resources for Tanga South (Tajiri) is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australasian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the drill database, geological model interpretation and completed the site inspection. Mr Jones is the Competent Person for the resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

Tanga South (Tajiri) Scoping Study Production Targets (No ore reserves declared)

The information in this report that relates to the production targets considered within the Scoping Study is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC Consultants Pty Ltd.

Mr Jones has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the production targets are drawn from contributions provided by various sources as stated in the Tanga South (Tajiri) Resource announcement dated 09 July 2019.

Fungoni Mineral Resources

The information in this report that relates to Mineral Resources for Fungoni is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and

Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australasian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the drill database, geological model interpretation and completed the site inspection. Mr Jones is the Competent Person for the mineral resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

Fungoni Ore Reserves

The information in this report that relates to the Fungoni Ore Reserves are based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC. Mr Jones has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the Ore Reserve estimate are drawn from contributions provided by various sources. Significant contributors to this report are identified in Table 5 (ASX 6/10/2017) together with their area of contribution.

Coburn Mineral Resources

The information in this report that relates to Mineral Resources is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australasian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the provision of the drill database, and completed the site inspection. Mr Jones is the Competent Person for the data integration and resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

Coburn Ore Reserves

The information in this report that relates to the Coburn Ore Reserves is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC. Mr Jones has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the Ore Reserve estimate are drawn from contributions provided by various sources. Significant contributors to this report are identified in Table 5 (ASX announcement 16/04/2019) together with their area of contribution.

ANNEXURE D – FORWARD LOOKING STATEMENTS

This report contains certain forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside of the control of Strandline. These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay, approvals and cost estimates. Actual values, results or events may be materially different to those contained in this announcement. Given these uncertainties, readers are cautioned not to place reliance on forward looking statements. Any forward looking statements in this announcement reflect the views of Strandline only at the date of this announcement. Subject to any continuing obligations under applicable laws and ASX Listing Rules, Strandline does not undertake any obligation to update or revise any information or any of the forward-looking statements in this announcement to reflect changes in events, conditions or circumstances on which any forward looking statements is based.

ANNEXURE E – CAUTIONARY STATEMENTS

Tajiri Scoping Study Cautionary Statement

The Tajiri project Scoping Study is a preliminary technical and economic study of the potential viability of developing the project's mine and associated infrastructure. The Scoping Study is based on lower level technical and preliminary economic assessments and is insufficient to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage, or certainty that the conclusions of the Scoping Study will be realised.

Approximately 90% of the total Mineral Resources for the Tajiri Project and approximately 91% of the total ore scheduled for mining in the Scoping Study for the 23.4 years is underpinned by Measured and Indicated Resources. Approximately 10% of the total Resources for the Tajiri Project and approximately 9% of the total ore scheduled for mining in the Scoping Study for the 23.4 years is underpinned by Inferred Resources in the remaining 2 years. There is a lower level of geological confidence associated with Inferred Resources and there is no certainty that further exploration work will result in the determination of further Measured or Indicated Mineral Resources or that the Production Target or preliminary economic assessment will be realised.

The Scoping Study is based on the material assumptions outlined elsewhere in this announcement. While the Company considers all the material assumptions to be based on reasonable grounds, there is no certainty that they will prove to be correct or that the range of outcomes indicated by the Scoping Study will be achieved.

To achieve the potential mine development outcomes indicated in the Scoping Study, initial funding in the order of US\$125m will likely be required. Investors should note that there is no certainty that the Company will be able to raise funding when needed, however the Company has concluded it has a reasonable basis for providing the forward-looking statements included in this announcement and believes that it has a "reasonable basis" to expect it will be able to fund the development of the Project.

It is also possible that such funding may only be available on terms that may be dilutive to, or otherwise affect the value of the Company's existing shares. It is also possible that the Company could pursue other strategies to provide alternative funding options including project finance. Given the uncertainties involved, investors should not make any investment decisions based solely on the results of the Scoping Study.

Bagamoyo Exploration Target Cautionary Statement

Strandline would caution the reader that the potential quantity and grade of the combined Exploration Target is conceptual in nature and there has been insufficient exploration to define a JORC compliant Mineral Resource. It is also uncertain if further exploration and resource development work will result in the determination of a Mineral Resource.

Coburn Scoping Study Production Targets (No ore reserves declared)

The information in this report that relates to the Mine Extension Case Scoping Study is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC Consultants Pty Ltd. Mr Jones has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the production targets are drawn from contributions provided by various sources as stated in the Coburn Ore Reserve announcement dated 16 April 2019.

Appendix 5B

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

Name of entity

Strandline Resourced Limited

ABN

32 090 603 642

Quarter ended ("current quarter")

September 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for	-	-
(a) exploration & evaluation	(381)	(381)
(b) development	-	-
(c) production	-	-
(d) staff costs	(377)	(377)
(e) administration and corporate costs	(857)	(857)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	23	23
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	473	473
1.8 Other (GST)	(2,613)	(2,613)
1.9 Net cash from / (used in) operating activities	(3,732)	(3,732)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(10)	(10)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets – Mine properties in development	(42,024)	(42,024)

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 (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(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 (Available for Sale Investments)	-	-
2.6	Net cash from / (used in) investing activities	(42,034)	(42,034)
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 (Bond Escrow Returned)	6,054	6,054
3.10	Net cash from / (used in) financing activities	6,054	6,054
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	110,602	110,602
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,732)	(3,732)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(42,034)	(42,034)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	6,054	6,054

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 (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	332	332
4.6	Cash and cash equivalents at end of period	71,222	71,222

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	71,164	110,602
5.2	Call deposits	58	-
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)	71,222	110,602

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	227
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 <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 – NAIF ²	150,000	0
7.2 Credit standby arrangements	0	0
7.3 Other – Bond ¹	83,264	(2,688)
7.4 Total financing facilities	233,264	(2,688)
7.5 Unused financing facilities available at quarter end		230,576
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.		
<p>¹ <u>Bond Facility – US\$60m</u></p> <ul style="list-style-type: none"> • 5 year tenor with a maturity date of 20 March 2026 • No amortisation until March 2024, then quarterly amortisation of USD 4.25 million from 20 March 2024 to 20 June 2025, then amortisation of USD 2.25 million at 20 September 2025 and 20 December 2025. 50% bullet at the Maturity Date • Strandline may buy back the debt on-market at any time or redeem the bonds early (subject to make whole payments and call premia depending on the time of the prepayment) • Conditions precedent to drawdown are customary for a loan facility of this nature, aligning with the NAIF loan facility, including but not limited to, completion of security documentation, Strandline contributing project equity and satisfaction of cost to complete test for each draw down • Financial covenants are customary for a loan facility of this nature, aligning with the NAIF loan facility, comprising a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio and minimum unrestricted cash balance requirement • To be listed on Oslo Børs, or other regulated markets within 12 months • Governing law is Norwegian law for Bond terms and Australian law for security package • Comprehensive senior security package over assets and rights of Coburn project, pari passu with the NAIF loan facility • US\$60m (A\$83.3m at AUD:USD 0.7206 as at 30 September 2021) <p>² <u>NAIF Facility – A\$150m</u></p> <ul style="list-style-type: none"> • Up to 15 year tenor with no principal repayments until the earlier of March 2028 or 3 months after the Bond or any Bond refinancing is repaid. Thereafter, quarterly principal repayments continue for a period of 7 years and 9 months. Additional sweep of a portion of available excess cashflow will also apply under certain circumstances. • First NAIF Loan Tranche: Up to A\$130 million towards the construction of Coburn's core mine process and non-process infrastructure • Second NAIF Loan Tranche: Up to A\$20 million for a potential future northern access road linking the project more directly to the Denham community in Shark Bay (subject to feasibility assessment, permitting and approvals) • Comprehensive senior security package over assets and rights of Coburn project, pari passu with the Bond financing 		

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

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(3,732)
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)	(3,732)
8.4 Cash and cash equivalents at quarter end (item 4.6)	71,222
8.5 Unused finance facilities available at quarter end (item 7.5)	230,576
8.6 Total available funding (item 8.4 + item 8.5)	301,798
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	81
<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: N/A	
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: N/A	
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: N/A	
<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: 27 October 2021

Authorised by: the Board of Strandline Resources 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.

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