

## Quarterly Report – December 2021

Kuniko Limited (“Kuniko” or “the Company”) is pleased to present its Quarterly Report for the period ending 31 December 2021.

### Highlights:

- Integration of geochemical sampling and airborne geophysics programs at Kuniko’s brownfield battery metal projects, combined with advanced analysis, results in several drill targets identified at its Skuterud Cobalt Project.
- Geological studies during the quarter assisted ranking and prioritisation of projects, leading to increased priority of the Undal – Nyberget Copper Project due to high potential prospectivity.
- Inspection of available historical drill core inventory for the Ertelien deposit at Ringerike Nickel-Copper-Cobalt Project results in a planned program to review the historical NI43-101 compliant resource estimation made in 2009.
- Significant engagement with stakeholders and innovators aimed at cultivating long-term partnerships which support Kuniko’s net zero-carbon goals and the development of its battery metals projects in Norway.
- Well capitalised and focused on project development and growth opportunities.

### Antony Beckmand, CEO, commented:

“Following the field exploration activities of Q3’21, continued progress was made on Kuniko’s projects in Q4’21 with the integration and evaluation of the newly acquired geochemical and geophysical data sets.

Our efforts highlighted the significant potential of our Skuterud Cobalt Project, where firm action is now underway to commence a maiden drill program over three prospects, while results from the Undal-Nyberget Copper Project were very encouraging and further study of the area has led to this being a priority target for CY22. Further, inspection of historical drill available for the historic Ertelien Nickel mine has provided an opportunity to revisit the previously defined resource for the area.

The work completed across 2H’21 has provided a solid foundation for the preparation of targeted exploration plans for the year ahead. With clear objectives for progress across all our historic battery metals resources projects, the Kuniko team is focussed and enthusiastically hard at work.”

### Highlights

Developing **Copper, Nickel, Cobalt, and other battery metals** projects in Europe, for Europe

**Ethical Sourcing** ensured.

100% commitment to target a net **ZERO CARBON** footprint.

Operations in Norway, where 98% of electricity comes from **RENEWABLE** sources.

### Corporate Directory

Kuniko Limited  
ACN 619 314 055

Chief Executive Officer  
Antony Beckmand

Chairperson  
Gavin Rezos

Non-Executive Director  
Brendan Borg

Non-Executive Director  
Maja McGuire

Non-Executive Director  
Birgit Liodden

Company Secretary  
Joel Ives



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## **Exploration & Development**

### **Skuterud Cobalt Project**

The Skuterud Cobalt Project comprises 10 exploration licenses with an area of 52.12km<sup>2</sup>, located in central-southern Norway, due west of Oslo (Refer: Figure 1). The project is prospective for meta-sedimentary hosted cobalt, copper and gold mineralisation. The historically significant Skuterud Cobalt Mine is found in the centre of the project area, and is thought to represent one of the world's oldest mined cobalt deposits. It was successfully mined for cobalt from 1773 – 1898, and at the time was both the world's largest cobalt producer and the largest company in Norway (Reference: Hornemann, H. H. 1936. Report on the Co mines at Modum, collected from different sources).

The exploration licenses also include the main host ore zone ("Fahlband") at Skuterud, containing the richest cobalt deposits. The Fahlband comprises quartzites and schists in a 9 kilometre-long trend, along with historical mine workings, which geochemical work has identified as the main host lithology. There are also other cobalt enrichments which indicate that the conditions that produced the deposits at Skuterud are not unique and that there might be further prospectivity in the wider area.

A geochemical rock and soil sampling program was completed at the Skuterud Cobalt Project in August 2021 (Refer ASX releases: 15 Sep. 2021 and 06 Dec. 2021). In addition, an airborne geophysics program was also completed over the project area during September 2021 (Refer ASX release: 8 Nov. 2021). A detailed assessment of the geochemical data was initiated within the Dec.'21 quarter, applying multivariate and trace element data interpretation techniques to enable Kuniko's technical team to delineate drilling targets. Results of the interpretive analytical work have since been disclosed (Refer ASX release: 20 Jan. 2022), with several drill targets identified, supported by the integration of the geophysical data with soil sampling and historic data.

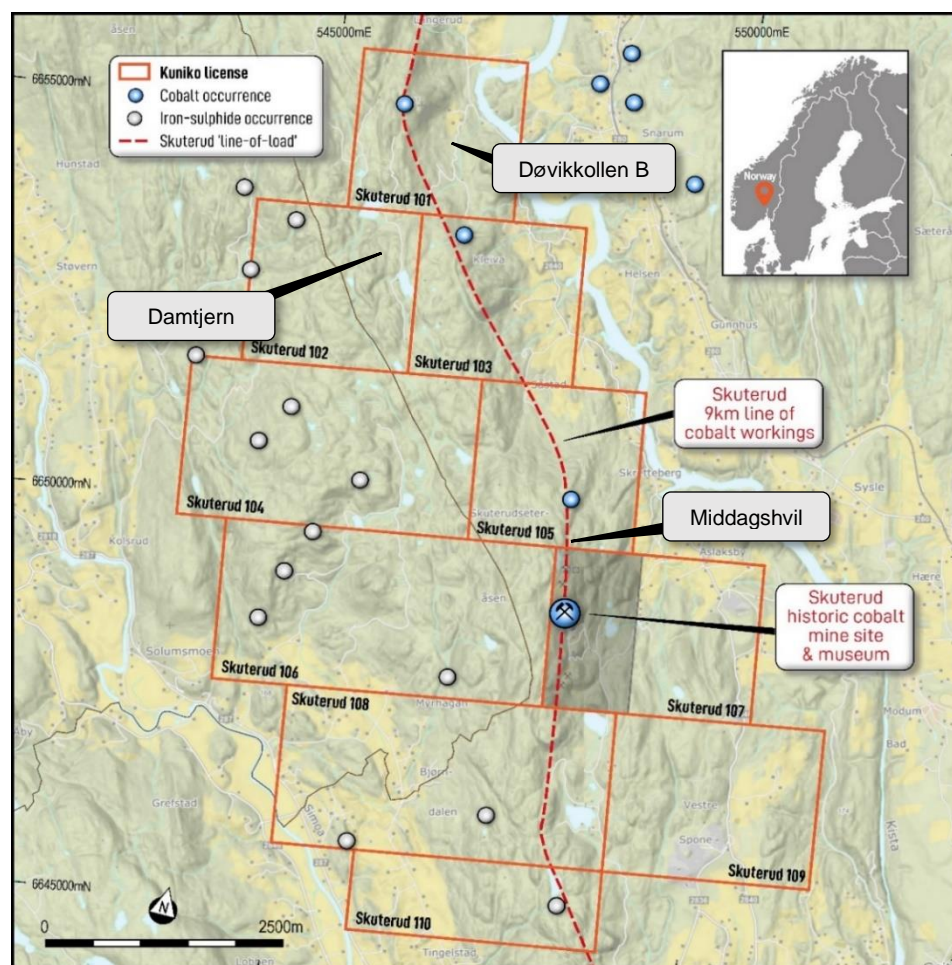
Preparations for a maiden drilling campaign at Skuterud are progressing with a program defined to test three prospects within the Skuterud licence area. The scope includes plans to drill 7 holes with a total estimated meterage of 2,800 m. All targets feature conductivity responses at depth. Two of the targets are located within the 'fahlband' trend at Middagshvile and Døvikollen B, where historic mining has occurred and/or a Co-Cu mineralisation signature is present in soils. The third prospect, Damtjern, is a new area, defined by a favourable conductivity response.

In addition to the drilling campaign, two further geochemical rock and soil sampling programs are planned for CY22, commencing in Q2'22. The sampling will focus around the Fahlband zone as well as six targets in the exploration license area that have not been previously sampled. The combined drilling and geochemical data will enable analysis and evaluation of the Skuterud project in detail across Q3'22, leading to a project decision on further development activities in Q4'22.

**Figure 1:**

Location of Skuterud Cobalt Project and granted exploration licenses.

Coordinate system:  
WGS 1984 UTM 32N.



### Vangrøfta Copper Project

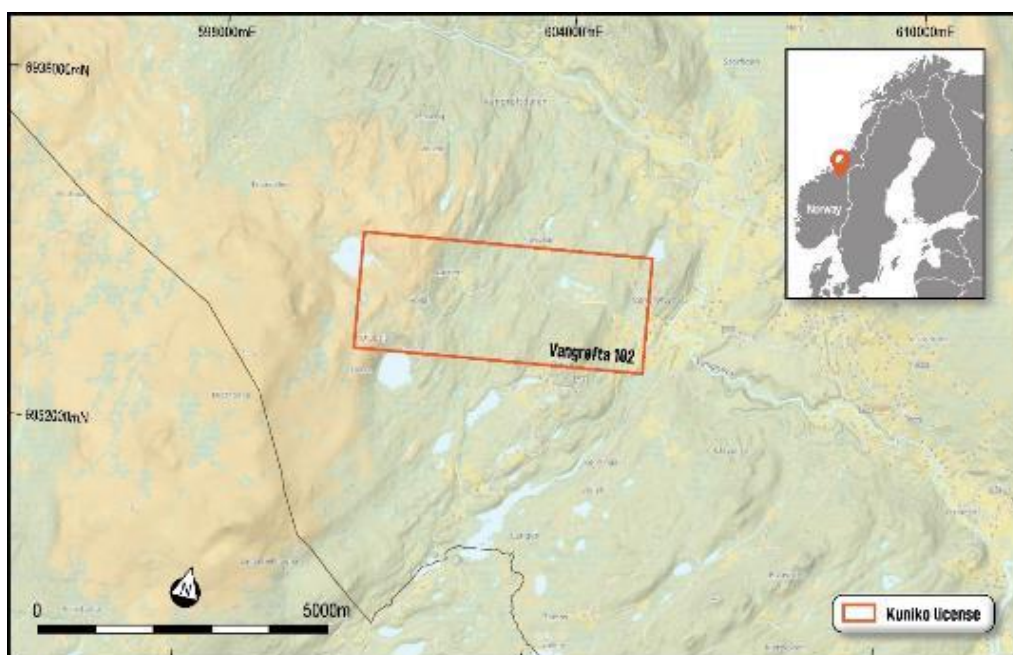
The Vangrøfta Project is located in central Norway, south-east of Trondheim (Refer: Figure 2), and consists of 10km<sup>2</sup> of exploration tenure in one exploration license hosting the historical Fredrick IV mine, from which 30 years of small-scale production was undertaken up until 1908. More recent rock chip samples reported rock chip results up to 16.75% copper, 3.33 g/t gold and 0.216% cobalt from historical mine workings and dumps at the project (Refer ASX: VUL announcement: 16 Oct. 2018).

A geochemical sampling program was completed in September 2021, along with geological mapping of the area. In the Dec.'21 quarter, work commenced on capturing available geological data and preparing a geological model. Assay results are currently being evaluated and updated in the geological models, however current data suggests limited prospective upside potential in the license (Refer ASX release: 24 Jan. 2022). At present, no additional activity is included in the CY22 exploration plans. However, subject to further evaluation of the project, Kuniko remains ready to undertake further exploration within the 2022 field season.

**Figure 2:**

Location of Vangrøfta Copper Project and granted exploration licenses.

Coordinate system:  
WGS1984 UTM 32N



### Undal - Nyberget Copper Project

The Undal and Nyberget exploration licenses are in the Norwegian Caledonides, in Trøndelag county (Refer: Figure 3). This part of Norway is known for its historically important copper, zinc and lead production. There has been minimal modern exploration of the Undal and Nyberget mineralization occurrences since the 1980s. Historically, the Undal deposit area had an intermittent exploration and production history with five periods of mining between 1668 and 1997. About 279 thousand tons of [assumed total] ore with grades of 1.15 % copper, 1.86 % zinc and 43.2 % iron were produced from the now disused, underground Undal Mine, until 1971 (Reference: Geological Survey of Norway (NGU) Ore Database fact sheet for Deposit Area 1635 - 017 (Undal)).

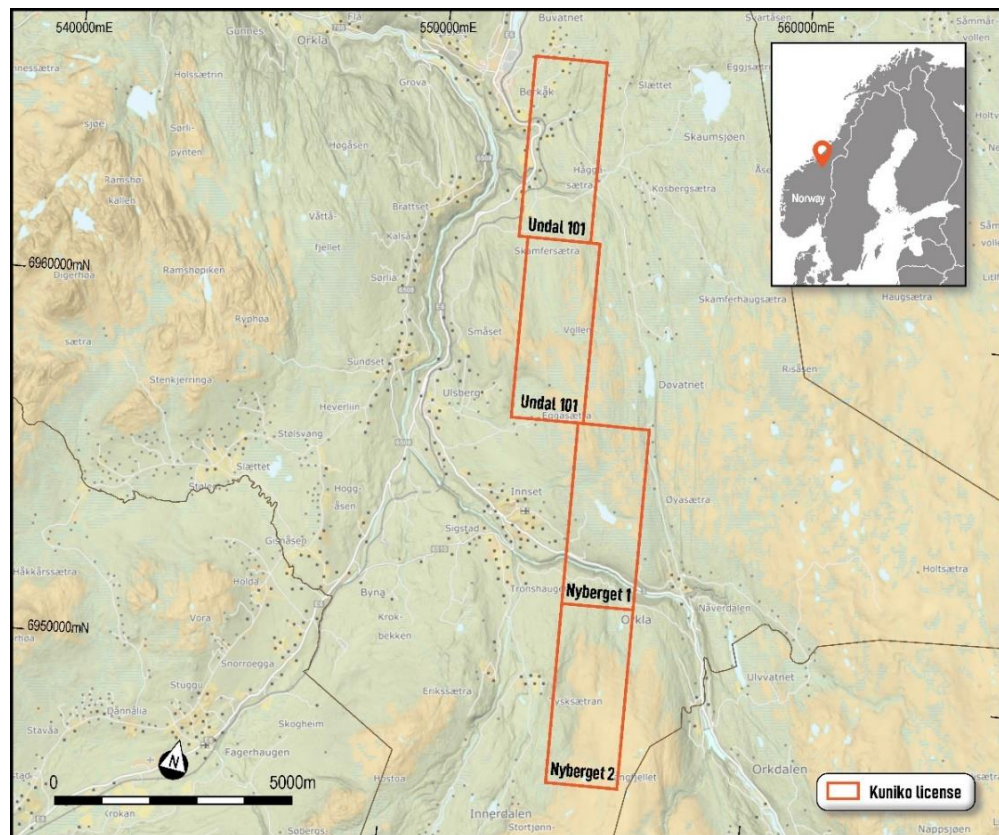
In September 2021, Kuniko completed a comprehensive airborne geophysical survey and subsequently in the Dec.'21 quarter disclosed the evaluation and interpretation of the data captured by EMerald Geomodelling ("Emerald") (Refer ASX release: 08 Nov. 21). The geophysics at the Undal-Nyberget project identified numerous favourable responses, indicating the licenses are highly prospective and consequently will be given priority for exploration activity in CY22. Further analysis of the conductivity survey at Undal is being carried out to better understand the nature of the earlier observed conductors, however the magnetic data clearly showed a good correspondence with geological indicators and further field work will focus on assessing targets derived from magnetic/stratigraphic/lithological ranking with sampling programs. High level structural studies confirmed the prospectivity, specifically in the southern two licences and thus CY22 exploration activity will focus here whilst specialist geophysical analysis is undertaken. A reconnaissance site visit is planned for Q2'22, to be followed up with a targeted sampling program across Q3'22.



**Figure 3:**

Location of Undal - Nyberget Copper Project and granted exploration licenses.

Coordinate system:  
WGS 1984 UTM 32N



### Ringerike Project Copper-Nickel- Cobalt

In September 2021, Kuniko acquired the Ringerike Project which comprises 31 exploration licenses (including Ringerike, Modum and Krødsherad exploration licenses) covering 360.72 km<sup>2</sup>, and is located approximately 15 km northeast of the Company's Skuterud Cobalt-copper project (Refer: Figure 4). Ringerike is prospective for nickel, copper, cobalt and platinum group elements.

Previous exploration completed by Blackstone Ventures Inc. ("Blackstone") in 2006- 2008 nearby the historical Ertelien Nickel Mine targeted nickel-copper massive sulphides. Blackstone's drilling programme previously formed the basis of a NI43-101 compliant resource estimation of the Ertelien deposit in 2009 (non-JORC). Reference: \_ Technical report on resource estimates for the Ertelien, Stormyra and Dalen deposits, Southern Norway, Reddick Consulting Inc., Feb. 11, 2009). Kuniko notes that this historical resource estimate was prepared by the former owner of the ground, Blackstone, and has not been prepared in accordance with the JORC Code. The Company has not completed its own verification of the historical resource estimate at this stage. This historical resource estimate is currently under review by Kuniko and the Company will update the market in due course should the Company be in a position to release its own mineral resource estimate.

During Nov.'21, Kuniko's geologists attended the historic drill core facilities of the Geological Survey of Norway ("NGU"), located at Løkken Verk, south of Trondheim. The facility hosts the National Drill Core and Sample Centre ("NBPS"), a modern facility and archive for ~600,000 m<sup>2</sup> of geological samples and drill core from projects across Norway. Available core includes historic Blackstone core drilled during 2006 - 2008.

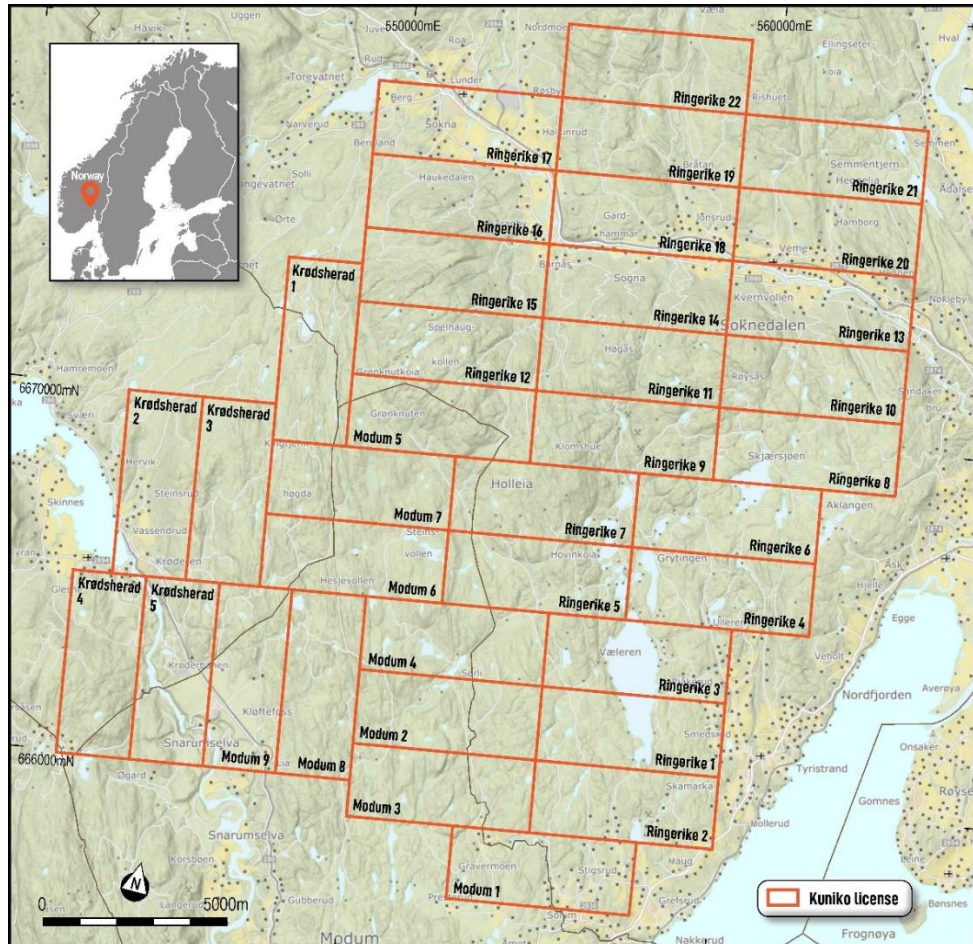
Kuniko intends to undertake a work program to re-evaluate the brownfield Ertelien mine site, which will include data collection, core logging of historic drill core, data interrogation and geological

modelling, analysis and evaluation. Activities are planned to commence during Q1'22 and form the basis for future activities, to be considered within Q2'22. In addition, a stream sediment sampling program is planned in Q3'22 with the objective of assessing the prospectivity of all license blocks.

**Figure 4:**

Location of Ringerike Copper-Nickel-Cobalt Project and granted exploration licenses.

Coordinate System:  
WGS 1984 UTM 32N.



**Figure 5:**

Image of NGU's Core Storage Facility in Løkken Verk, Norway showing historic Ertelien core from Kuniko's Ringerike Copper-Nickel-Cobalt Project.





**Figure 6:**

Image of Kuniko's geologists inspecting historic drill core from Kuniko's battery metals projects at NGU's Core Storage Facility in Løkken Verk, Norway.



## Environmental, Social & Governance

Kuniko has been established with the recognition that environmental, social and governance (ESG) impacts are an inextricable element of our business. Consequently, Kuniko is committed to sustainable, low carbon and ethical mining practices where our current and future activities will strive to align with United Nations goals for sustainable development.

During the Dec.'21 quarter, Kuniko engaged with numerous stakeholders and innovation collaborators across a broad spectrum of sectors including business, innovation, research, academia, and government organisations (refer ASX release: 17 Jan.'22) as highlighted in Table 1 below:

Organisation	Overview
Beyonder	<ul style="list-style-type: none"> <li>Li-Cu battery cell technology for energy storage, using renewable energy.</li> <li>Potential for collaboration on offtake and fuel cells for future operational energy requirements.</li> </ul>
TECO 2030	<ul style="list-style-type: none"> <li>Innovative engineering company with maritime focus, developing and producing hydrogen fuel cells. Fuel cell applications include heavy industry – project with Implenla aims at a zero emission construction site.</li> <li>Potential for collaboration on fuel cell application to OEM mine mobile fleet; fuel cells for operational energy requirements; and application of zero carbon drilling and construction to Kuniko's activities.</li> </ul>
LKAB	<ul style="list-style-type: none"> <li>Swedish iron ore miner, largest in Europe, government owned targetting net zero by 2045. ReeMAP project focusses on chemical engineering for extraction of minerals from tailings waste.</li> <li>Potential application of waste tailings management to future feasibility studies/operations</li> </ul>
EIT InnoEnergy Scandinavia	<ul style="list-style-type: none"> <li>Catalyst for energy transition, connecting industry, innovation, investors, academia, entrepreneurs.</li> <li>Potential supporter and connector to industry and innovation across the sustainable energy platform.</li> </ul>
Nordic Innovation	<ul style="list-style-type: none"> <li>Organization under the Nordic Council of Ministers aiming to make the Nordics a pioneering region for sustainable growth by promoting entrepreneurship, innovation and competitiveness in Nordic businesses.</li> </ul>
Universities of Trondheim, Tromsø and Oslo	<ul style="list-style-type: none"> <li>Leading geoscience universities in Norway</li> <li>Collaboration with academic partners aimed at advancing geological knowledge of Kuniko's projects while providing students and reserachers education opportunities.</li> </ul>
SINTEF	<ul style="list-style-type: none"> <li>One of Europe's largest independent research organisations providing contracted R&amp;D services. Access to multiple skills and research on industry, climate and environment, energy, and minerals, collaborating closely with academia, NGU and government.</li> </ul>
Geological Survey of Norway (NGU)	<ul style="list-style-type: none"> <li>An agency under the Ministry of Trade, Industry and Fisheries and custodians of the National Drill Core and Sample Centre (NBPS) in Løkken.</li> <li>Core storage contains ~4,500 metres of Skuterud drill core and ~50,000 meters of Ertelien core (Ringerike).</li> </ul>
Direktoratet for Mineralforvaltning (DMF)	<ul style="list-style-type: none"> <li>Agency for administration and extraction of mineral resources; reporting to Ministry of Trade, Industry &amp; Fisheries (NFD).</li> </ul>
LO	<ul style="list-style-type: none"> <li>Norwegian Confederation of Trade Unions. Largest and most influential organization of labour unions in Norway.</li> <li>Key stakeholder for Kuniko's activities and development.</li> </ul>

**Table 1: Summary Stakeholder Engagement Register**



## Corporate

### Cash Holdings

The Company has A\$5.8 million of cash on hand as at 31 December 2021 (A\$7.1m as at 30 September 2021).

### Securities on Issue

Fully Paid Ordinary Shares	Performance Rights	Options
56,480,499	1,800,000	1,125,000

Fully paid ordinary shares include 15,008,435 shares escrowed till 23/08/2023.

Performance Rights on issue comprise of:

- **Class A** – 400,000, vesting on Kuniko achieving a volume weighted average price (VWAP) of \$0.30 or more over 20 consecutive trading days.
- **Class B** – 400,000 vesting on Kuniko achieving a VWAP of \$0.40 or more over 20 consecutive trading days, expiring 4 years from issue.
- **Class C** – 400,000 vesting on Kuniko achieving a VWAP of \$0.50 or more over 20 consecutive trading days, expiring 4 years from issue.
- **Class D** – 200,000 – vesting on 12 months from listing on ASX (subject to continuous service by the holder), expiring 4 years from issue.
- **Class E** – 200,000 – vesting on 24 months from listing on ASX (subject to continuous service by the holder).
- **Class F** – 200,000 – vesting on 36 months from listing on ASX (subject to continuous service by the holder).

Options on issue have an exercise price of A\$0.40 and an expiry of 23/08/2024.

On 24 September 2021, the Company announced that in accordance with the terms of the issue of Performance Rights outlined in the Company's Prospectus dated 11 June 2021, 4,500,000 Performance Rights have vested.

On 1 October 2021 the Company issued 2,400,000 shares and on 6 October 2021 a further 900,000 shares in relation to the vested Performance Rights.

### Borrowings

As at 31 December 2021, the Company has an insurance funding agreement with Attest Finance Pty Ltd for A\$8k, at a flat rate of 4.24%, unsecured and maturing on 25/02/2022.

Additionally, the Company has an outstanding loan balance with Vulcan Energy Resources Limited of A\$594k. The loan is unsecured, interest free and is payable on request.

## Expenditure

### Comparison to IPO Prospectus

In accordance with Listing Rule 5.3.4, as the December 2021 quarter was in a period covered by a 'Use of Funds' statement in the IPO Prospectus, below is a comparison of the Company's actual expenditure to 31 December 2021 compared with the estimated expenditure in the 'Use of Funds' statement:

Use of Funds under Prospectus dated 11 June 2021	Expenditure allocated under Prospectus (2 year period) A\$'000	Actual Expenditure to date 31-Dec-21 <sup>1</sup> A\$'000
Review of historic mining and exploration	45	54
Data Integration, mineralisation models, target generation	45	18
Field studies - mapping/sampling	165	156
Geophysics	1,600	1,199
Geochemical Surveys	940	260
Drill Targeting	60	-
Exploration Drilling	1,300	-
Costs of the Offers	440	450
Corporate administration costs and unallocated working capital	3,292	715
<b>Totals</b>	<b>7,884</b>	<b>2,852</b>

<sup>1</sup>The Company incurred cash outflows before 1 July 2021 which have been added to this table to more accurately reflect the use of funds in relation to the IPO Prospectus.

The Company notes that as at 31 December 2021 there are no material variances in the used of funds to the Use of Funds statement in the IPO Prospectus.

### Exploration Expenditure

Exploration and Evaluation expenditure during the quarter was A\$914k. Expenditure included desktop studies, geological modelling, airborne geophysics, geochemical surveys and laboratory analysis.

### Related Party Transactions

During the quarter ended 31 December 2021, payments to related parties amounted to A\$60k, comprising of non-executive director fees and superannuation.

### **Program for Next Quarter**

The Company intends to focus its efforts and attention on:

- Permitting, contract and logistics preparations for drilling activity at Skuterud Cobalt Project
- Evaluating the potential for downhole geophysics at pre-existing bore holes at Skuterud aimed at enhancing drill targeting.
- Data collection of Ertelien nickel geology from the Ringerike Copper-Nickel- Cobalt Project.
- Evaluation of assay results from Vangrofta Copper Project
- Completion of advanced analysis of geophysics data set
- Reconnaissance site visit to Feoy Nickel Project
- Data collection, analysis and evaluation of Romsas Nickel Project
- Advanced preparations for field activities commencing Q2'22
- Appointment of an in-house exploration team;
- Audit CO2 impacts of exploration activities to date
- Implementing ESG reporting systems;
- Evaluation of potential strategic growth opportunities.



## Mineral Interests

Exploration licenses granted by the Norwegian Directorate of Mining with the Commissioner of Mines at Svalbard

\* On 22 December 2021, Exploration Licenses held 100% by Kuniko Ltd were transferred to Kuniko Norge AS (wholly owned subsidiary of Kuniko Limited).

Project	Exploration License	Registration Number	Holder	Status	Date Granted	Area (km²)	Interest % 30-Sep-21	Interest % 31-Dec-21
Undal	Undal 101	1059/2018	Kuniko Norge AS *	Granted	5-Jul-18	10.00	100%	100%
Undal	Undal 102	1058/2018	Kuniko Norge AS *	Granted	5-Jul-18	10.00	100%	100%
Nyberget	Nyberget 101	1056/2018	Kuniko Norge AS *	Granted	5-Jul-18	10.00	100%	100%
Nyberget	Nyberget 102	1057/2018	Kuniko Norge AS *	Granted	5-Jul-18	10.00	100%	100%
Vangrøfta	Vangrøfta 102	1161/2018	Kuniko Norge AS *	Granted	27-Aug-18	10.00	100%	100%
Skuterud	Skuterud 101	0285/2020	Kuniko Norge AS *	Granted	19-Oct-20	4.01	100%	100%
Skuterud	Skuterud 102	0286/2020	Kuniko Norge AS *	Granted	19-Oct-20	4.01	100%	100%
Skuterud	Skuterud 103	0287/2020	Kuniko Norge AS *	Granted	19-Oct-20	4.01	100%	100%
Skuterud	Skuterud 104	0288/2020	Kuniko Norge AS *	Granted	19-Oct-20	7.01	100%	100%
Skuterud	Skuterud 105	0289/2020	Kuniko Norge AS *	Granted	19-Oct-20	4.01	100%	100%
Skuterud	Skuterud 106	0290/2020	Kuniko Norge AS *	Granted	19-Oct-20	8.02	100%	100%
Skuterud	Skuterud 107	0291/2020	Kuniko Norge AS *	Granted	19-Oct-20	5.01	100%	100%
Skuterud	Skuterud 108	0292/2020	Kuniko Norge AS *	Granted	19-Oct-20	8.02	100%	100%
Skuterud	Skuterud 109	0293/2020	Kuniko Norge AS *	Granted	19-Oct-20	5.01	100%	100%
Skuterud	Skuterud 110	0294/2020	Kuniko Norge AS *	Granted	19-Oct-20	3.01	100%	100%
Romsås	Romsås 101	0298/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 102	0299/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 103	0300/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 104	0301/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 106	0302/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 106	0303/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 107	0304/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 108	0305/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Romsås	Romsås 109	0306/2020	Kuniko Norge AS *	Granted	26-Oct-20	10.00	100%	100%
Feøy	Feøy 101	0307/2020	Kuniko Norge AS *	Granted	27-Oct-20	9.00	100%	100%
Feøy	Feøy 102	0308/2020	Kuniko Norge AS *	Granted	27-Oct-20	9.00	100%	100%
Feøy	Feøy 103	0309/2020	Kuniko Norge AS *	Granted	27-Oct-20	10.00	100%	100%
Feøy	Feøy 104	0310/2020	Kuniko Norge AS *	Granted	27-Oct-20	9.00	100%	100%
Feøy	Feøy 105	0311/2020	Kuniko Norge AS *	Granted	27-Oct-20	10.00	100%	100%
Feøy	Feøy 106	0312/2020	Kuniko Norge AS *	Granted	27-Oct-20	10.00	100%	100%
Feøy	Feøy 107	0313/2020	Kuniko Norge AS *	Granted	27-Oct-20	6.25	100%	100%
Feøy	Feøy 108	0314/2020	Kuniko Norge AS *	Granted	27-Oct-20	7.50	100%	100%

Project	Exploration License	Registration Number	Holder	Status	Date Granted	Area (km²)	Interest % 30-Sep-21	Interest % 31-Dec-21
Nord-Helgeland	Glomfjord 1	0461/2021	Kuniko Norge AS	Granted	28-Sep-21	6.00	100%	100%
Nord-Helgeland	Glomfjord 2	0462/2021	Kuniko Norge AS	Granted	28-Sep-21	10.00	100%	100%
Nord-Helgeland	Glomfjord 3	0463/2021	Kuniko Norge AS	Granted	28-Sep-21	7.50	100%	100%
Nord-Helgeland	Glomfjord 4	0464/2021	Kuniko Norge AS	Granted	28-Sep-21	8.75	100%	100%
Nord-Helgeland	Glomfjord 5	0465/2021	Kuniko Norge AS	Granted	28-Sep-21	10.00	100%	100%
Nord-Helgeland	Glomfjord 6	0466/2021	Kuniko Norge AS	Granted	28-Sep-21	8.75	100%	100%
Nord-Helgeland	Glomfjord 7	0467/2021	Kuniko Norge AS	Granted	28-Sep-21	3.50	100%	100%
Nord-Helgeland	Meløya 1	0458/2021	Kuniko Norge AS	Granted	28-Sep-21	10.00	100%	100%
Nord-Helgeland	Meløya 2	0459/2021	Kuniko Norge AS	Granted	28-Sep-21	7.50	100%	100%
Nord-Helgeland	Meløya 3	0460/2021	Kuniko Norge AS	Granted	28-Sep-21	8.75	100%	100%
Nord-Helgeland	Rundtinget 1	0468/2021	Kuniko Norge AS	Granted	30-Sep-21	8.00	100%	100%
Nord-Helgeland	Rundtinget 2	0471/2021	Kuniko Norge AS	Granted	30-Sep-21	10.00	100%	100%
Nord-Helgeland	Rundtinget 3	0472/2021	Kuniko Norge AS	Granted	30-Sep-21	5.00	100%	100%
Nord-Helgeland	Rundtinget 4	0473/2021	Kuniko Norge AS	Granted	30-Sep-21	9.00	100%	100%
Nord-Helgeland	Rundtinget 5	0474/2021	Kuniko Norge AS	Granted	30-Sep-21	9.00	100%	100%
Nord-Helgeland	Rundtinget 6	0475/2021	Kuniko Norge AS	Granted	30-Sep-21	6.00	100%	100%
Nord-Helgeland	Rundtinget 7	0476/2021	Kuniko Norge AS	Granted	30-Sep-21	8.00	100%	100%
Nord-Helgeland	Rundtinget 8	0477/2021	Kuniko Norge AS	Granted	30-Sep-21	8.00	100%	100%
Nord-Helgeland	Rundtinget 9	0478/2021	Kuniko Norge AS	Granted	30-Sep-21	4.00	100%	100%
Nord-Helgeland	Rundtinget 10	0469/2021	Kuniko Norge AS	Granted	30-Sep-21	10.00	100%	100%
Nord-Helgeland	Rundtinget 11	0470/2021	Kuniko Norge AS	Granted	30-Sep-21	8.75	100%	100%

Project	Exploration License	Registration Number	Holder	Status	Date Granted	Area (km <sup>2</sup> )	Interest % 30-Sep-21	Interest % 31-Dec-21
Ringerike	Ringerike 1	0435/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 2	0446/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 3	0450/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 4	0451/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 5	0452/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 6	0453/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 7	0454/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 8	0455/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 9	0456/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 10	0436/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 11	0437/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 12	0438/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 13	0439/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 14	0440/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 15	0441/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 16	0442/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 17	0443/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 18	0444/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 19	0445/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 20	0447/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 21	0448/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Ringerike 22	0449/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 1	0426/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 2	0427/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 3	0428/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 4	0429/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 5	0430/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 6	0431/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 7	0432/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 8	0433/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Modum 9	0434/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Krødsherad 1	0421/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Krødsherad 2	0422/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Krødsherad 3	0423/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Krødsherad 4	0424/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%
Ringerike	Krødsherad 5	0425/2021	Kuniko Norge AS	Granted	24-Sep-21	10.02	100%	100%



## **About Kuniko**

Kuniko is focused on the development of copper, nickel, and cobalt projects in Scandinavia and has expanded its interests to include prospects for both battery and technology metals. Kuniko has a strict mandate to maintain net zero carbon footprint throughout exploration, development, and production of its projects.

In the event a mineable resource is discovered, and relevant permits granted, Kuniko is committed to sustainable, low carbon and ethical mining practices which embrace United Nations sustainable development goals. Kuniko activities now and in future will target sustainable practices extending to both life on land and life below water, which includes responsible disposal of waste rock away from fjords. Kuniko understands its activities will need to align with the interests of conservation, protected areas, cultural heritage, and indigenous peoples, amongst others.

Kuniko's licence portfolio consists of the five (5) separate project areas.

- The South-west and South-east Norway exploration licenses are Ni-Cu-Co projects in the historically important Feøy and Romsås mining districts respectively.
- The South-central Norway cobalt exploration licenses are prospective for Co-Cu-Au, part of the historically important Skuterud mining district of central-southern Norway, previously the largest cobalt mining area in the world.
- The South-central Norway copper exploration licenses comprise of the Undal Cu-Zn-Co project and Vangrøfta Cu-Co-Au projects, located in the Trøndelag region of central Norway.
- The South-central Norway tenements comprising Ringerike, Krødsherad and Modum are prospective for Ni-Cu-Co-Au-PGE.
- The North-west Norway exploration licenses in the Nord-Helgeland region comprise Glomfjord, Meløya and Rundtinget, which contain identified LCT pegmatites and additional pegmatites of unknown composition.

## **Competent Persons Statement**

Information in this report relating to Exploration Results is based on information reviewed by Dr Benedikt Steiner, who is a Chartered Geologist with the Geological Society of London and the European Federation of Geologists. Dr Steiner is an independent consultant of Kuniko Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Steiner consents to the inclusion of the data in the form and context in which it appears.

## **Forward Looking Statements**

Certain information in this document refers to the intentions of Kuniko, however these are not intended to be forecasts, forward looking statements or statements about the future matters for the purposes of the Corporations Act or any other applicable law. Statements regarding plans with respect to Kuniko's projects are forward looking statements and can generally be identified by the use of words such as 'project', 'foresee', 'plan', 'expect', 'aim', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'should', 'will' or similar expressions. There can be no assurance that the Kuniko's plans for its projects will proceed as expected and there can be no assurance of future events which are subject to risk, uncertainties and other actions that may cause Kuniko's actual results, performance or achievements to differ from those referred to in this document. While the information contained in this document has been prepared in good faith, there can be given no assurance or guarantee that the occurrence of these events referred to in the document will occur as contemplated. Accordingly, to the maximum extent permitted by law, Kuniko and any of its affiliates and their directors, officers, employees, agents and advisors disclaim any liability whether direct or indirect, express or limited, contractual, tortious,

statutory or otherwise, in respect of, the accuracy, reliability or completeness of the information in this document, or likelihood of fulfilment of any forward-looking statement or any event or results expressed or implied in any forward-looking statement; and do not make any representation or warranty, express or implied, as to the accuracy, reliability or completeness of the information in this document, or likelihood of fulfilment of any forward-looking statement or any event or results expressed or implied in any forward-looking statement; and disclaim all responsibility and liability for these forward-looking statements (including, without limitation, liability for negligence).

**Enquiries**

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**Authorisation**

This announcement has been authorised by the Board of Directors of Kuniko Limited.

## Appendix 5B

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

Name of entity

Kuniko Ltd

ABN

99 619 314 055

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>Cash flows from operating activities</b>		-	-
1.1	Receipts from customers	-	-
1.2	Payments for	(10)	(10)
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(176)	(240)
	(e) administration and corporate costs	(305)	(583)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	(1)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	<b>Net cash from / (used in) operating activities</b>	<b>(491)</b>	<b>(834)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(914)	(1,456)
	(e) investments	-	(5)
	(f) other non-current assets	-	-



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

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 (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(914)</b>	<b>(1,461)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	7,886
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	-	(154)
3.5	Proceeds from borrowings	-	300
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)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>8,032</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	7,169	27
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(491)	(834)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(914)	(1,461)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	8,032
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>5,764</b>	<b>5,764</b>

<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts		<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	5,714	7,169
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Bank Guarantee)	50	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>5,764</b>	<b>7,169</b>

<b>Payments to related parties of the entity and their associates</b>		<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	60
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>		

<b>Financing facilities</b> <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>		<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	50	-
7.3	Other (please specify)	602	602
7.4	<b>Total financing facilities</b>	<b>652</b>	<b>602</b>
7.5	<b>Unused financing facilities available at quarter end</b>		-
7.6	<p>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> <p>Credit card facility with the bank of \$50k, cash backed by guarantee.</p> <p>Insurance Funding agreement with Attest Finance Pty Ltd of \$8k, flat rate of 4.23%, unsecured and maturing on 25/02/2022.</p> <p>Loan owing to Vulcan Energy Resources Ltd of \$594k, which is interest free, unsecured and is payable on request.</p>		

Estimated cash available for future operating activities		\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(491)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(914)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,405)
8.4	Cash and cash equivalents at quarter end (item 4.6)	5,764
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	5,764
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.1
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.		
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		
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

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Date: 31 January 2022

Authorised by: the Board of Directors.  
(Name of body or officer authorising release – see note 4)

## Notes

- 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

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

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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.