

29 April 2022

## QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING 31 March 2022

### HIGHLIGHTS

- Finalisation of Environmental Assessment (EA) Application for the Crown Mountain Hard Coking Coal Project ('Project'). Completion of the EA Application involved incorporation of feedback from key Indigenous Nations, interim review by Regulators and peer review
- Key components of Final EA Application submitted to Provincial and Federal Regulators for Concordance Review in March 2022
- Final full EA Application to be formally submitted to the Impact Assessment Agency of Canada (IAAC)
- Extensive ongoing engagement with key Indigenous Nations in relation to the EA and Project development plans
- Further development of ESG strategy for the Project has been incorporated into the EA Application including consideration of pathways to reduce Scope 1 and 2 GHG emissions, opportunities for accelerated rehabilitation and ongoing progress of studies to identify offsets and remediation opportunities for wildlife, fish habitat and vegetation in the Elk Valley region
- Milestone progress of the EA and stakeholder engagement supports the International Energy Agency's assessment that the Crown Mountain Hard Coking Coal Project is the most advanced steelmaking coal development project in Canada
- Continued positive outlook for seaborne steelmaking coal markets resulting in unprecedented record high price levels during the quarter due to reduced production in key supplier markets and lack of advanced greenfield projects
- Receipt of proceeds of Share Placement and Share Purchase Plan which raised \$3.14M (before costs) to enable continued progression of development of the Project and administration and corporate costs to late 2022
- During the quarter, Jameson progressed identification and assessment of potential opportunities that have been sufficiently progressed up the value curve in steelmaking coal in developed countries, with an initial focus on Canada and Australia. Discussion with parties in relation to some of these assets is ongoing.

### OVERVIEW

The principal focus of Jameson Resources Limited ("Jameson" or "the Company") during the reporting period was to continue advancing towards environmental approvals and permitting, for development of the Crown Mountain Hard Coking Coal Project ("Crown Mountain" or the "Project").

An independent, growth oriented steelmaking coal developer focused on delivering sustainable outcomes

The Company's two projects are located in British Columbia, Canada which are shown in *Figure 1 Location Plan* below.



*Figure 1 – Project Location Plan*

## SAFETY PERFORMANCE

During the March quarter and for the year to date, there have been no recordable injuries at Jameson's projects and licences. The 12-month rolling Total Recordable Injury Frequency Rate ("TRIFR") and Lost Time Injury Frequency Rate ("LTIFR") at the end of the March-2022 quarter was 0 and 0 respectively.

## PROJECT SUMMARY

### 1. CROWN MOUNTAIN HARD COKING COAL PROJECT ELK VALLEY COAL FIELD, BRITISH COLUMBIA

The Crown Mountain Hard Coking Coal Project is a potential low-cost, high-quality, open cut steelmaking coal mine located adjacent to two existing hard coking coal mines within the Elk Valley in British Columbia. A Bankable Feasibility Study ("BFS") completed in July 2020 confirmed that Crown Mountain represents a compelling high quality hard coking coal development opportunity with a competitive operating and capital cost structure and access to existing common user rail and port infrastructure.

The Project is 90% owned by Jameson's Canadian Subsidiary, NWP Coal Canada Ltd ("NWP") that is 77.8% owned by Jameson and 22.2% by Bathurst Resources Limited (ASX:BRL).

## ENVIRONMENTAL ASSESSMENT

The Project is currently in the final stages of the evaluation phase, which includes submitting an EA Application and progressing further optimisation of the 2020 BFS.

The Crown Mountain EA Application team, coordinated by Dillon Consulting (Vancouver), is a joint effort of several specialised environmental consultants. The team has developed the EA Application to meet the comprehensive requirements detailed in Application Information Requirements issued by the British Columbia Environmental Assessment Office (EAO) and the EIS Guidelines issued by the Impact Assessment Agency of Canada (IAAC).

The key milestones this quarter were:

- Finalisation of drafting of the EA Application to incorporate preliminary feedback from Regulators and peer review
- Further close engagement with various First Nations groups and review and comment by those groups on the draft EA Chapters
- Ongoing engagement with local communities and other key stakeholders
- Submission of key components of the EA Application to Regulators for Concordance Review

Following incorporation of comments from the Concordance Review, the final full EA Application is to be formally submitted to IAAC. In parallel with finalisation of the EA Application, the British Columbia project assessment process has transitioned to the 2018 Environmental Assessment Act. Under the provisions of the 2018 process, the AIR has no expiry date

Jameson believes the location and scale of the Project provide a unique opportunity for the development of a premium steelmaking coal project with a substantially reduced environmental impact than that of historical and current coal production in Canada and other key producer locations. Jameson has sought to design the Project to maximise the opportunity for accelerated rehabilitation and utilise best practice environmental design and management such that any adverse environmental impacts are eliminated, mitigated or offset.

## CROWN MOUNTAIN HARD COKING COAL PROJECT SCHEDULE

The EA Application is now subject to a Completeness Review by IAAC prior to the commencement of a public comment period and technical review by Regulators, First Nations groups and other key stakeholders. The duration of the assessment and review process is dependent upon the extent of any subsequent Information Requests and ongoing engagement with stakeholders. Jameson will provide regular updates to keep shareholders informed about the progress of EA Application review.

Jameson is committed to being an ESG Leader among steelmaking coal developers and that commitment includes ensuring a thorough transparent assessment process and deep engagement with Regulators and stakeholders. Following submission of the EA Application, Jameson will undertake extensive engagement with Indigenous Nations groups, municipal, regional, Provincial and Federal Government representatives, regional community, and recreational groups to confirm the substantial benefits of the Project and the strategy to ensure that any possible adverse environmental impacts are eliminated or mitigated.

The major milestone of finalising the comprehensive EA Application for submission supports the International Energy Agency's assessment that Crown Mountain is the most advanced steelmaking coal development project in Canada. This recognition highlights the attractive fundamentals of the Project in a market with limited quality greenfield projects available for development to meet continued high demand for premium steelmaking coal in seaborne markets.

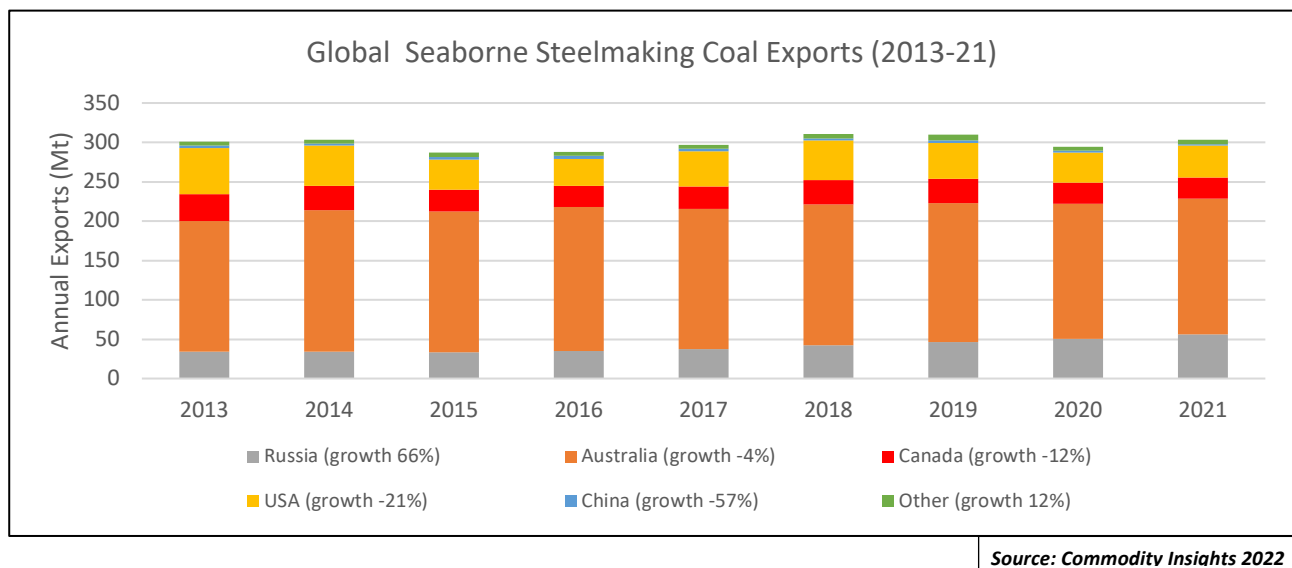
## 2. DUNLEVY PROJECT – NORTH EAST BRITISH COLUMBIA

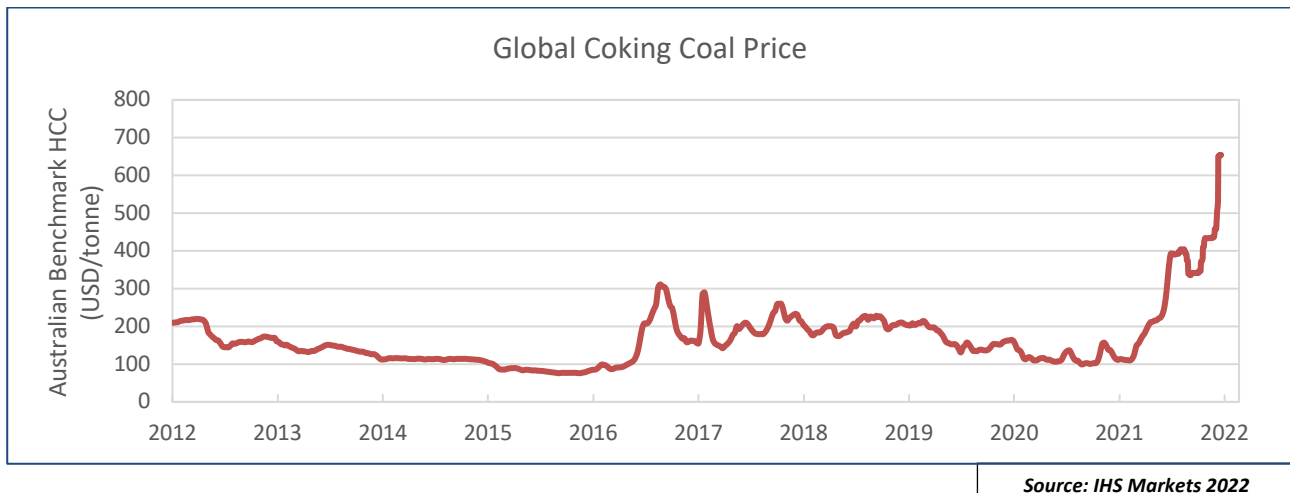
No activity occurred at Dunlevy for the quarter and this represents a future opportunity for Jameson. Annual rental fees were paid in December 2021. Dunlevy is not part of NWP and remains 100% owned by Jameson.

## MARKET UPDATE – STEELMAKING COAL

Constrained supply and strong demand from economic stimulus have propelled steelmaking coal prices to unprecedented record levels during the quarter. Declining production from Australian, US and Canadian steelmaking coal operations has been compounded by risks to Russian output (10-15% of global market). Demand has been supported by infrastructure led post-COVID fiscal stimulus across the major western economies.

Since 2013, there has been limited growth in seaborne trade of steelmaking coal due to declining production from existing mines and limited progress of greenfield development. The only producer to experience production growth in that period was Russia and that supply is now under material uncertainty due formal and informal sanctions by steelmakers in Japan, Korea, Taiwan and Europe.





Demand has been supported by infrastructure led post-COVID fiscal stimulus across the major western economies. The lack of supply and lack of advanced greenfield projects has led to sustained outlook for steelmaking coal with analysts' long term price forecasts of up to USD200/tonne compared with the benchmark price of USD165/tonne used in the July 2020 BFS.

### **CORPORATE – CAPITAL RAISE**

During the quarter, Jameson completed the capital raising that commenced in late 2021 which raised a total of \$3.14 million (before costs). In January 2022:

- A Share Purchase Plan (SPP), which provided the opportunity to all shareholders to participate in the company's capital raising, was finalised raising a further \$285,000 in addition to the \$2.75M raised in a placement in Nov 2021, and
- Both the Company's Chair, Nicole Hollows, and Managing Director, Michael Gray, subscribed for equity in the Share Placement following required shareholder approval which was granted at the Company's Annual General Meeting on 14 January 2022.

The funds raised from the Placement and SPP will primarily be used for:

- continued progression of the Crown Mountain Environmental Assessment Application through Application Review
- further optimisation works to improve project economics and seek opportunities to de-risk project development
- engagement with key target Asian steelmaking customers;
- continued engagement with project financiers, and
- NWP Coal Canada Limited's administration, project management and corporate overheads and Jameson Resources' corporate costs.

Following the Placement and SPP, JAL has 348.2 million fully paid ordinary shares on issue. As outlined in the Appendix 5B for the quarter, at 31 Mar 2022 the company has cash at bank of A\$2.6 million in cash and equivalents, and no debt.

During the quarter Jameson and Bathurst Resources Limited ("BRL") contributed to furthering the Crown Mountain Hard Coking Coal Project in proportion to their common shareholding in NWP, being 80% and 20% respectively. Jameson and BRL are continuing to fund the Project up until the receipt of permits and Final Investment Decision, in proportion to common equity shareholdings.

The quantum of funding required for Crown Mountain before the Tranche Two Option is exercised or expires, will depend upon the timing of spend and may result in alternate timing to production should this funding not be available.

As outlined in the Appendix 5B for the quarter ending 31 Mar 2022 (section 6.1), during the quarter approximately \$120k in payments were made to related parties and/or their associates including director fees, gross salaries and superannuation.

The announcement is authorised for release to the market by the Board of Jameson Resources Limited.

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### **About Jameson Resources Limited**

Jameson Resources Limited (ASX:JAL) is a junior resources company focused on the acquisition, exploration and development of strategic coal projects in western Canada. The Company has an 77.8% equity interest in NWP Coal Canada Limited ("NWP") which holds a 90% interest in the Crown Mountain Coal Project, and a 100% direct interest in the Dunlevy coal project located in British Columbia. Jameson's tenement portfolio in British Columbia is positioned in coalfields adjacent to existing mines responsible for the majority of Canada's steelmaking coal exports and are close to railways connecting to export facilities.

To learn more, please contact the Company at +61 8 9200 4473, or visit:  
[www.jamesonresources.com.au](http://www.jamesonresources.com.au)

An independent, growth oriented steelmaking coal developer focused on delivering sustainable outcomes

### **About Bathurst Resources Limited**

In July 2018, a subsidiary of Bathurst Resources Limited (ASX:BRL) acquired an 8% interest in NWP, with option to increase that interest to 50% subject to certain milestones and additional payments. Bathurst exercised the Tranche One Option in September 2019 and now holds a 20% interest in NWP with an additional 2.2% held as Class B Preference shares.

Bathurst is the largest coal company operating in New Zealand with over 2.2 million tonnes per annum of coal under management. More than 70% of the coal sold is used for steel making, both domestically and for export to Asian coke makers and steel mills. The remainder is sold to domestic users in the agricultural and energy sectors. Bathurst is focussed on low cost, sustainable mining with a strong focus on the local communities and environmental management.

## **Forward Looking Statements**

This announcement contains “forward-looking statements”. Such forward-looking statements include, without limitation: estimates of future earnings, the sensitivity of earnings to commodity prices and foreign exchange rate movements; estimates of future production and sales; estimates of future cash flows, the sensitivity of cash flows to commodity prices and foreign exchange rate movements; statements regarding future debt repayments; estimates of future capital expenditures; estimates of resources and statements regarding future exploration results; and where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to commodity price volatility, currency fluctuations, increased production costs and variances in resource or reserve rates from those assumed in the company’s plans, as well as political and operational risks in the countries and states in which we operate or sell product to, and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other filings. The Company does not undertake any obligation to release publicly any revisions to any “forward looking statement” to reflect events or circumstances after the date of this release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

## **Schedule of Mineral Tenements**

Jameson Resources Limited provides details of the Company’s consolidated interests in mineral tenements/licenses at the end of the quarter in accordance with Listing Rule 5.3.3 and their relevant percentage change in ownership ending 30 June 2020, which reflects Jameson’s 77.8% interest in NWP Coal Canada Limited which holds a 90% interest and 100% interest in various licences that form part of the Crown Mountain Hard Coking Coal Project, and a 100% direct interest in the Dunlevy Coal Project located in British Columbia.

Project	Tenement	JAL ownership %	Interest at beginning of Quarter	Acquired/ Disposed	Interest at end of Quarter
Crown Mountain – North Block	418150	77.8%	90%	-	90%
Crown Mountain – South Block	418151	77.8%	90%	-	90%
Crown Mountain – West Crown	418152	77.8%	90%	-	90%
Crown Mountain – Southern Extension	418153	77.8%	90%	-	90%
Crown Mountain – Crown East	418154	77.8%	90%	-	90%
Crown Mountain – Northwest Extension	418966	77.8%	100%	-	100%
Crown Mountain – Northern Extension	419273	77.8%	100%	-	100%
Crown Mountain – Grave Creek	419272	77.8%	100%	-	100%
Crown Mountain – Alexander Creek	419274	77.8%	100%	-	100%
Crown Mountain – Grave Creek West	419275	77.8%	100%	-	100%
Dunlevy	418441	100%	100%	-	100%
Dunlevy	418442	100%	100%	-	100%