

31 March 2022

Quarterly Activities Report

QUARTERLY HIGHLIGHTS

- The focus for the quarter was on advancing Lindian’s world class bauxite portfolio in Guinea working to define the optimal export solution and progress due diligence with interested parties.
- Bauxite mining, project development and export operations are ongoing in Guinea.
- Post quarter end, the Malawi Supreme Court of Appeal has scheduled an appeal hearing for 26 May 2022 in relation to an exclusive Option Agreement for the Kangankunde Rare Earths Project in Malawi. Lindian maintains a willingness to work towards an out-of-court settlement based on sensible commercial terms with respect to the Project and continues to engage with the parties in this regard.

Lindian Resources Limited (ASX:LIN) (“Lindian” or “the Company”) is pleased to report on its activities during the March 2022 quarter.

Lindian’s focus for the quarter has been advancing its portfolio of world-class bauxite projects in Guinea and seeking a resolution with respect to the Kangankunde Rare Earths Project in Malawi.

GUINEA BAUXITE PORTFOLIO

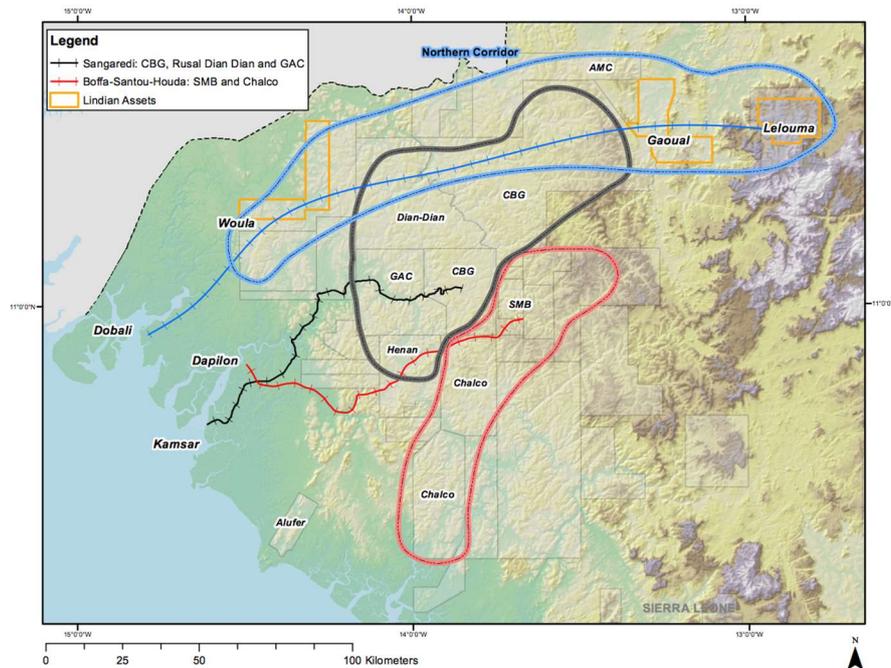
As previously advised, bauxite mining, project development and export operations, are ongoing in Guinea despite changes to the country’s leadership. There is considerable third party interest in Lindian’s bauxite assets.

Specifically, the focus for the Company during the quarter has been on:

- Continuation of discussions with respect to infrastructure sharing agreements for rail, road and port allocations outside of its ‘Northern Corridor’ development strategy.
- Advancing negotiations and responding to due diligence requests with interested parties on development of the Northern Corridor rail and port infrastructure.

DISCUSSIONS WITH GOVERNMENT OF GUINEA

Lindian’s 75%-owned infrastructure subsidiary Terminal Logistics & Holdings Pte Ltd (“TLH”) continues to advance the Memorandum of Understanding (“MOU-G”) regarding the potential exploration and joint development of the Port of Dobali and the associated logistics corridor (the “Northern Corridor”) in Guinea.



INFRASTRUCTURE SHARING NEGOTIATIONS

Negotiations were advanced regarding the utilisation of existing road, rail and port infrastructure. Lindian’s longer term strategy is to develop the “Northern Corridor” to unlock the full potential of the portfolio, but as an interim step Lindian is exploring the opportunity to take advantage of the significant infrastructure developed in Guinea over the past 10 years to facilitate low capital, near term production.

EXPLORATION EXPENSE

The \$0.141m of exploration and evaluation outflows during the quarter (refer item 2.1 (d) of Appendix 5B), was predominantly comprised of expenses relating to the Gaoual, Lelouma, and Woula Bauxite projects in Guinea. No expenditure was incurred on development or production activities during the quarter.

CORPORATE

At the end of the quarter, the Company held \$0.342m in cash.

Following shareholder approval at a General Meeting of Shareholders held on 28 March 2022, 10,000,000 fully paid ordinary shares were issued at a deemed issue price of \$0.03 per share to Kabunga Holdings Pty Ltd (“KHPL”) in repayment of the principal outstanding on the \$300,000 term loan facility entered into between the Company and KHPL in October 2021. KHPL is an entity controlled by Lindian Chairman, Mr Asimwe Kabunga.

As at the end of the quarter, the Company was debt free. Subsequent to the end of the quarter, on 21 April 2022 4,277,500 fully paid ordinary shares were issued following exercise of 4,277,500 unquoted options exercisable at \$0.02 each which expire on 20 November 2022, raising \$85,550.

KANGANKUNDE RARE EARTHS PROJECT, MALAWI¹

Post quarter end, Lindian was notified that the Malawi Supreme Court of Appeal has scheduled an appeal hearing for 26th May 2022 in relation to an Exclusive Option Agreement for the Kangankunde Rare Earths Project in Malawi (the “Kangankunde Project”) and a dispute against Michael Saner (since deceased) and Rift Valley Resource Developments Limited, regarding the Kangankunde Project.

As previously advised, Lindian maintains a willingness to work towards an out-of-court settlement based on sensible commercial terms with respect to the Kangankunde Project and continues to engage with the parties in this regard.

LUSHOTO AND PARE BAUXITE PROJECTS, TANZANIA

The Lushoto and Pare bauxite projects are subject to a Farm-In and Joint Venture Agreement pursuant to which Lindian has earned a 51% Stage 1 interest in East Africa Bauxite Limited. No meaningful work has been undertaken on the Tanzanian projects during the Quarter although applications for Licence 12227/2017 at the Lushoto Project and Licence 14099/2019 at the Pare Project have been withdrawn.

RELATED PARTY TRANSACTIONS

During the quarter, Lindian paid \$0.010m in relation to Non-Executive Directors fees.

FORWARD LOOKING STATEMENTS

All statement other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Lindian Resources Limited (Lindian) are forward looking statements. When used in this presentation, forward looking statements can be identified by words such as “may”, “could”, “believes”, “estimates”, “targets”, “expects” or “intends” and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as of the date of this announcement, are expected to take place. Such forward looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are outside the control of the company, its directors and management that could cause Lindian’s actual results to differ materially from the results expressed or anticipated in these statements. Lindian cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward looking statements. Lindian does not undertake to update or revise forward looking statements, or to publish prospective financial information in the future regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange requirements.

This ASX announcement was authorised for release by the Lindian Board.

For further information, please contact:

Asimwe Kabunga (Chairman)

Phone: +61 8 6557 8838

Email: info@lindianresources.com.au

¹ 19 April 2022 - Malawi Court of Appeal Hearing on Kangankunde Rare Earths Project scheduled for next month

MINERAL RESOURCE STATEMENTS

A summary of the JORC resources contained within the assets in the Lindian Bauxite portfolio is shown in Table 1 below.

| | Resources (Mt) | Al ₂ O ₃ (%) | SiO ₂ (%) | Category | Cut-off (Al ₂ O ₃ %) |
|--|-------------------|---------------------------------------|-------------------------|---|---|
| Lelouma Project (75% Owned by Lindian) | | | | | |
| High Grade Resources | 398 | 48.1 | 2.0 | Measured + Indicated | >45 |
| Total Lelouma Resources | 900 | 45.0 | 2.1 | Measured, Indicated & Inferred | >40 |
| Gaoual Project (75% Owned by Lindian) | | | | | |
| High Grade Resources | 83.8 | 51.2 | 11.0% | Indicated | >45 |
| Total Gaoual Resources | 101.5 | 49.8 | 11.5% | Indicated | >40 |
| Woula Project (61% Owned by Lindian) | | | | | |
| High Grade Resources | 19.0 | 41.7 | 3.2% | Inferred | >40 |
| Total Woula Resources | 64.0 | 38.7 | 3.1% | Inferred | >34 |

Table 1: Lindian Bauxite Projects – Mineral Resource Estimate (JORC 2012) Summary²

The location of the different assets within Lindian’s bauxite portfolio is shown in Figure 1 below. The Company is focussed on short term and long-term options to achieve maximum, value for stakeholders from the Woula, Gaoual and Lelouma Projects.

Lindian has identified the “Northern Corridor” as the last high quality bauxite province in Guinea to be mined and developing this corridor would link the high quality Lindian assets together with the proposed deep-water port located at Dobali. This infrastructure development is a key aspect of the Company’s longer-term strategy.

² Refer ASX releases dated 15 July 2020 (Gaoual Project), 23 September (Woula Project) and 22 October 2020 (Lelouma Project)

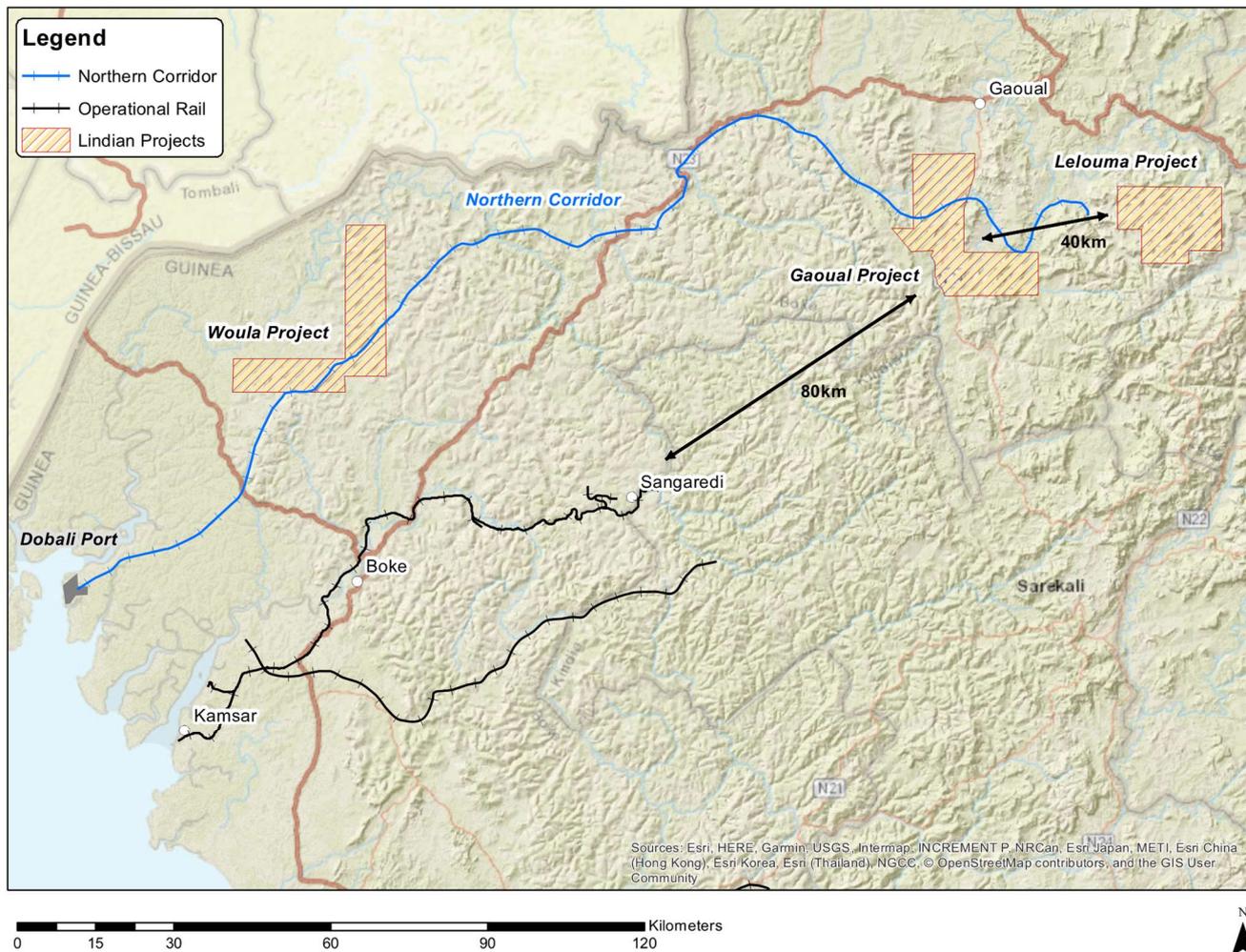


Figure 1: Lindian Bauxite Projects

Committed to expediting the Northern Corridor strategy, Lindian announced the execution of a Memorandum of Understanding with the reputable construction company China Railway Seventh Group Co. Ltd³ and, separately, Lindian’s 75% owned infrastructure subsidiary Terminal Logistics & Holdings Pte Ltd entered into a Memorandum of Understanding with the Guinean Government regarding the Northern Corridor development.

³ Refer ASX releases dated 27 January 2021 (China Railway Seventh Group Co. Ltd MoU)

COMPETENT PERSONS' STATEMENTS – GAOUAL

The information in this announcement that relates to exploration results is based on information compiled or reviewed by Mr Mark Gifford, an independent Geological expert consulting to Lindian Resources Limited. Mr Mark Gifford is a Fellow of the Australian Institute of Mining and Metallurgy 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 in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Gifford consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

COMPETENT PERSONS' STATEMENTS – WOULA AND LELOUMA

The information in this announcement that relates to Mineral Resources is based on information reviewed and compiled by Mr Mark Campodonic or Mr Ben Lepley. They take responsibility for any contained information presented in relation to the Mineral Resource estimates.

Mr Campodonic is a Member with Chartered Professional Status (Geology) of the Australian Institute of Mining and Metallurgy ("MAusIMM(CP)"). Mr Campodonic is a full-time employee of SRK and is the Competent Person for the Woula Bauxite Project Mineral Resource estimate. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Campodonic consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Mr Ben Lepley is a Chartered Geologist ("CGeol") of the Geological Society of London. Mr Lepley is a full-time employee of SRK and is the Competent Person for the Lelouma Project Mineral Resource estimate. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Lepley consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Interests in Mining Tenements

| <i>Project</i> | <i>Country</i> | <i>Licence Number</i> | <i>Status</i> | <i>Licence Type</i> | <i>Lindian Beneficial Interest</i> |
|------------------------------------|-----------------|-----------------------|--------------------|-----------------------|------------------------------------|
| <i>Gaoual Project ¹</i> | <i>Guinea</i> | <i>2019/3942</i> | <i>Granted</i> | <i>Prospecting</i> | <i>75%</i> |
| <i>Lelouma Project</i> | <i>Guinea</i> | <i>2020/2562</i> | <i>Granted</i> | <i>Prospecting</i> | <i>75%</i> |
| <i>Woula Project</i> | <i>Guinea</i> | <i>2020/2351</i> | <i>Granted</i> | <i>Prospecting</i> | <i>61% (Up to 75%)</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>11176/2018</i> | <i>Granted</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>11177/2018</i> | <i>Granted</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>11178/2018</i> | <i>Granted</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>11262/2019</i> | <i>Granted</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>12194/2017</i> | <i>Application</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Lushoto Project</i> | <i>Tanzania</i> | <i>12195/2017</i> | <i>Application</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Pare Project</i> | <i>Tanzania</i> | <i>11263/2019</i> | <i>Granted</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Pare Project</i> | <i>Tanzania</i> | <i>14098/2019</i> | <i>Application</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Pare Project</i> | <i>Tanzania</i> | <i>14100/2019</i> | <i>Application</i> | <i>Prospecting</i> | <i>51%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>10918/2016</i> | <i>Granted</i> | <i>Prospecting</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2241CWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2237GWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>002240</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2238CWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2242CWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2243CWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |
| <i>Uyowa Project ³</i> | <i>Tanzania</i> | <i>2239CWZ</i> | <i>Granted</i> | <i>Primary Mining</i> | <i>100%</i> |

1. *Lindian Resources interest in this license is subject to completion occurring under an option agreement. Refer to the ASX announcement dated 10 April 2019 for full details of the consideration payable under the option agreement.*
2. *Hapa Gold Limited is a 100% owned subsidiary of Lindian Resources Limited.*
3. *License held on trust for Lindian Resources pursuant to a Declaration of Trust with Leticia Kabunga.*

Appendix 5B

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

Name of entity

LINDIAN RESOURCES LIMITED

ABN

53 090 772 222

Quarter ended ("current quarter")

31 March 2022

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|----------------------------|---------------------------------------|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for | | |
| (a) exploration & evaluation | - | - |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | 10 | (143) |
| (e) administration and corporate costs | (396) | (820) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | - | - |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Government grants and tax incentives | - | - |
| 1.8 Other (provide details if material) | - | - |
| 1.9 Net cash from / (used in) operating activities | (386) | (964) |

| | | |
|--|-------|-------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) tenements | - | - |
| (c) property, plant and equipment | - | (1) |
| (d) exploration & evaluation | (141) | (355) |
| (e) investments | - | - |
| (f) other non-current assets | - | - |

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 (9 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 (provide details if material) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (141) | (356) |

| | | | |
|-------------|---|-----------|--------------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 60 | 780 |
| 3.2 | Proceeds from issue of convertible debt securities | - | - |
| 3.3 | Proceeds from exercise of options | - | 80 |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | - | - |
| 3.5 | Proceeds from borrowings | - | 300 ⁽¹⁾ |
| 3.6 | Repayment of borrowings | - | - |
| 3.7 | Transaction costs related to loans and borrowings | - | - |
| 3.8 | Dividends paid | - | - |
| 3.9 | Other (provide details if material) | - | - |
| 3.10 | Net cash from / (used in) financing activities | 60 | 1,160 |

(1) In the March quarter the borrowings were repaid by way of issue of ordinary shares

| | | | |
|-----------|--|-------|-------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 809 | 501 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (386) | (963) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (141) | (356) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 60 | 1,160 |

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 (9 months) \$A'000 |
|---|---|------------------------------------|--|
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 342 | 342 |

| 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 | 342 | 809 |
| 5.2 | Call deposits | - | - |
| 5.3 | Bank overdrafts | - | - |
| 5.4 | Other (provide details) | - | - |
| 5.5 | Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 342 | 809 |

| 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 | 10 |
| 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> | | |
| 6.1 | Chairman Fees and Consulting Fees and Non-Executive Directors Fees | |

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

| 7. Financing facilities | Total facility amount at quarter end \$A'000 | Amount drawn at quarter end \$A'000 |
|---|---|--|
| <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> | | |
| 7.1 Loan facilities | - | - |
| 7.2 Credit standby arrangements | - | - |
| 7.3 Other (please specify) | - | - |
| 7.4 Total financing facilities | - | - |
| 7.5 Unused financing facilities available at quarter end | | - |
| 7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well. | | |

| 8. Estimated cash available for future operating activities | \$A'000 |
|---|----------------|
| 8.1 Net cash from / (used in) operating activities (item 1.9) | (386) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (141) |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (527) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 342 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 Total available funding (item 8.4 + item 8.5) | 342 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 0.65 |
| <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: The Company anticipates the net operating cashflows to remain at the current level for the next quarter. | |

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

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:

Subsequent to the end of the quarter, on 21 April 2022 4,277,500 fully paid ordinary shares were issued following exercise of 4,277,500 unquoted options exercisable at \$0.02 each which expire on 20 November 2022, raising \$85,550.

The Company is evaluating funding options for working capital which may be equity, debt or a combination of the two. Based on previous raisings the Company expects this to be successful.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: The Company considers that it will have sufficient capital to continue its operations and meet its objectives.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

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

Date: 29 April 2022

Authorised by: The Board of Lindian 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.
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.