

ASX ANNOUNCEMENT

28 July 2022

ABOUT CALIDUS RESOURCES

Calidus Resources is an ASX listed gold company that is ramping up the 1.7Moz Warrawoona Gold Project in the East Pilbara district of Western Australia.

DIRECTORS AND MANAGEMENT

Mr Mark Connelly
NON-EXECUTIVE CHAIRMAN

Mr David Reeves
MANAGING DIRECTOR

Mr John Ciganek
NON-EXECUTIVE DIRECTOR

Ms Kate George
NON-EXECUTIVE DIRECTOR

Mr Paul Brennan
PROJECT DEVELOPMENT

Mr Richard Hill
CHIEF FINANCIAL OFFICER

Ms Julia Beckett
COMPANY SECRETARY

calidus.com.au

ASX: CAI

✉ info@calidus.com.au

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West Perth WA 6005
AUSTRALIA

June Quarterly Report

Calidus transitioning to steady state production after delivering Warrawoona on time and on budget to become Australia's newest gold producer

HIGHLIGHTS

OPERATIONS

- First gold pour completed in May 2022 with a total of 8,916 ounces poured in the quarter with an additional 1,192 ounces of gold in circuit
- Warrawoona Gold Plant successfully commissioned and ramping up to nameplate production of 2.4Mtpa, with up to 2.8Mtpa tested and no major bottlenecks identified
- Gold produced to date reconciling with Resource Model and Grade Control Model
- LNG storage vessels delivered to site, with transition to gas fired electricity in the September quarter expected to reduce operating costs
- No lost time injuries recorded to date
- Positive operating cashflow for the month of June

BLUE SPEC EXPANSION

- Strong drill results including 52m @ 1.4g/t Au from 22m and 10m @ 1.95g/t Au from 81m highlight open-pit potential at Blue Spec East, outside of the resource being used in the Blue Spec Feasibility Study
- Blue Spec Feasibility Study ongoing and expected to be released in the September quarter

PIRRA LITHIUM

- Pirra Lithium's maiden drill program commenced at the Spear Hill lithium project, where pegmatites are defined over 4.3km and rock-chip samples yielded grades up to 2.35% Li₂O and 808ppm Ta

CORPORATE

- Cash and cash equivalents of \$20.0 million at end of the quarter
- \$110 million Project Loan Facility with Macquarie Bank fully drawn during the quarter
- First debt repayment of A\$3 million made in June 22 reduced bank debt to \$107 million

WARRAWOONA GOLD PROJECT

Calidus Resources (ASX: CAI) was pleased to announce that it had poured the first gold at its Warrawoona Gold Project (WGP) in WA during the June 2022 Quarter, making Calidus Australia's newest gold producer. At quarter-end, project construction is completed with no lost time injuries recorded to date. During the quarter, \$5.9 million was incurred on the WGP (inclusive of development capital and capitalised gold sales and production costs).

WGP is forecast to produce on average 90,000ozs per annum. However, this has the potential to increase to 130,000ozs per annum when the nearby Blue Spec deposit is developed. Blue Spec has a JORC Resource of 415,000t at 16.3gpt for 219,000oz and is now the subject of a Definitive Feasibility Study (DFS) which is due in the September quarter of 2022.¹



Figure 1: Gold Bars from Warrawoona Gold Project

PROJECT HIGHLIGHTS FOR THE JUNE QUARTER INCLUDED:

- Processing plant commissioning completed
- Milling rates progressed during the quarter and will reach nameplate of 2.4Mtpa early in the September quarter
- Process Plant tested at up to 2.8Mtpa, with no major bottlenecks identified
- Mining has progressed with 20,000 BCM per day movement achieved, versus an average requirement of 18,500 BCM per day
- New excavator and additional manning mobilised to ensure BCM movement is maintained
- LNG storage vessels delivered to site with transition to gas fired electricity expected in late July
- Total of 323,267t of low grade ore, commissioning ore and ROM ore milled
- Total of 8,916ozs of gold poured with an additional 1,192ozs of gold in circuit
- Total of A\$22.0 million received from gold sales from the sale of 8,201oz with an average realised gold price of A\$2,687 per ounce
- Gold produced to date reconciling with Resource Model and Grade Control Model
- First debt repayment of A\$3 million made to Macquarie Bank as scheduled
- Cash and cash equivalents of A\$20.0 million at 30 June 2022 (unaudited)

¹ Refer to ASX announcements dated 29 September 2020, 23 March 2021, 9 September 2021 and 2 June 2022. The Company confirms that it is not aware of any information or data that materially affects the information included in the market announcements, and that all material assumptions and technical parameters underpinning the estimates continue to apply.



Figure 2: Warrawoona Gold Project

OPERATIONAL PERFORMANCE IN JUNE QUARTER

Warrawoona Production	Units	Apr-22	May-22	Jun-22	June-22 Qtr
Ore mined	bcm	37,680	45,670	62,141	145,491
Waste Mined	bcm	222,608	293,219	380,346	896,173
Strip ratio	ratio	5.9	6.4	6.1	6.2
Ore mined	t	82,897	107,642	161,727	352,266
Ore milled	t	30,723	131,637	160,907	323,267
Grade	g/t	0.77	0.9	1.1	0.99
Recovery	%	97.4	98.2	98.6	98.36
Ounces Poured	oz	0	3,451	5,465	8,916
Gold Sales					
Total Gold Sold	oz	0	2,232	5,969	8,201
Average Realised Sales Price	A\$/oz	0	2,686	2,687	2,687
Total Gold Revenue	A\$ M	0	6.0	16.0	22.0

PIRRA LITHIUM

During the quarter Calidus announced that it had commenced the maiden drill program at the Pilbara lithium Pty Ltd's (**Pirra Lithium**) Spear Hill discovery located in the Pilbara region of Western Australia. Pirra Lithium is owned equally by Calidus and Haoma Mining NL. The shareholders of Pirra Lithium plan to commence a demerger process and IPO later this year. Further details will be provided as and when they become available.

The initial scout drilling program comprised of 20 holes for approximately 1,673m, on a 1km portion of the 4.3km of strike length of outcropping lithium bearing pegmatites already mapped.

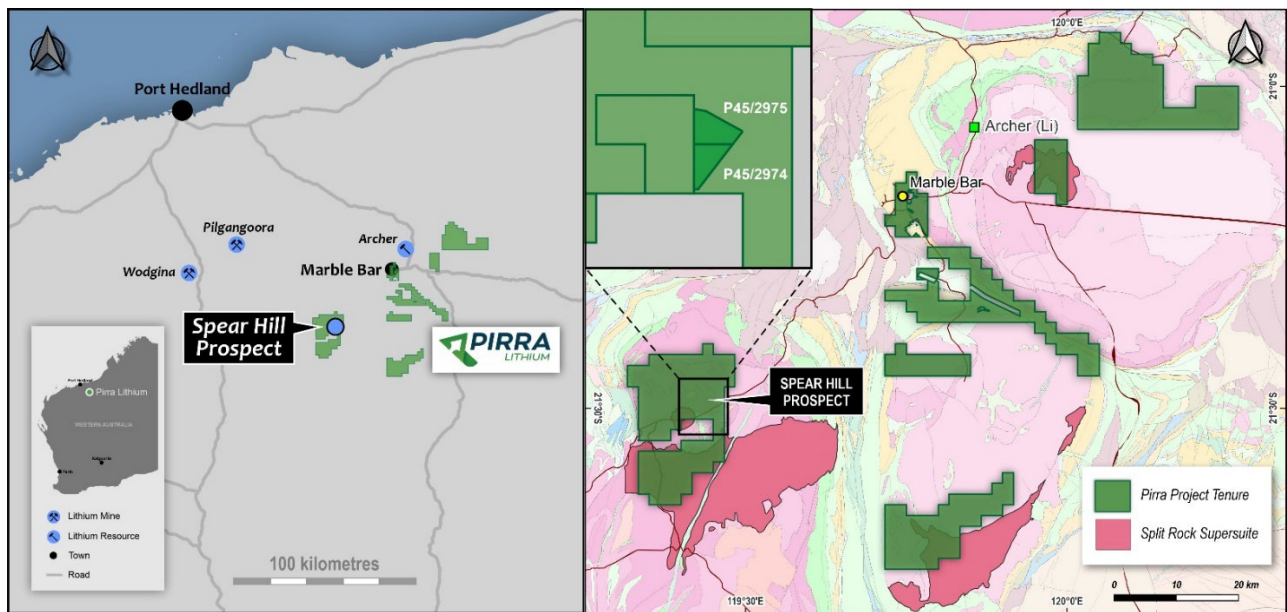


Figure 3: Location of the Spear Hill area and tenement holdings and lithium rights of Pirra Lithium on a background of GSWA's 1:500,000 state bedrock geology and linear structures layers.

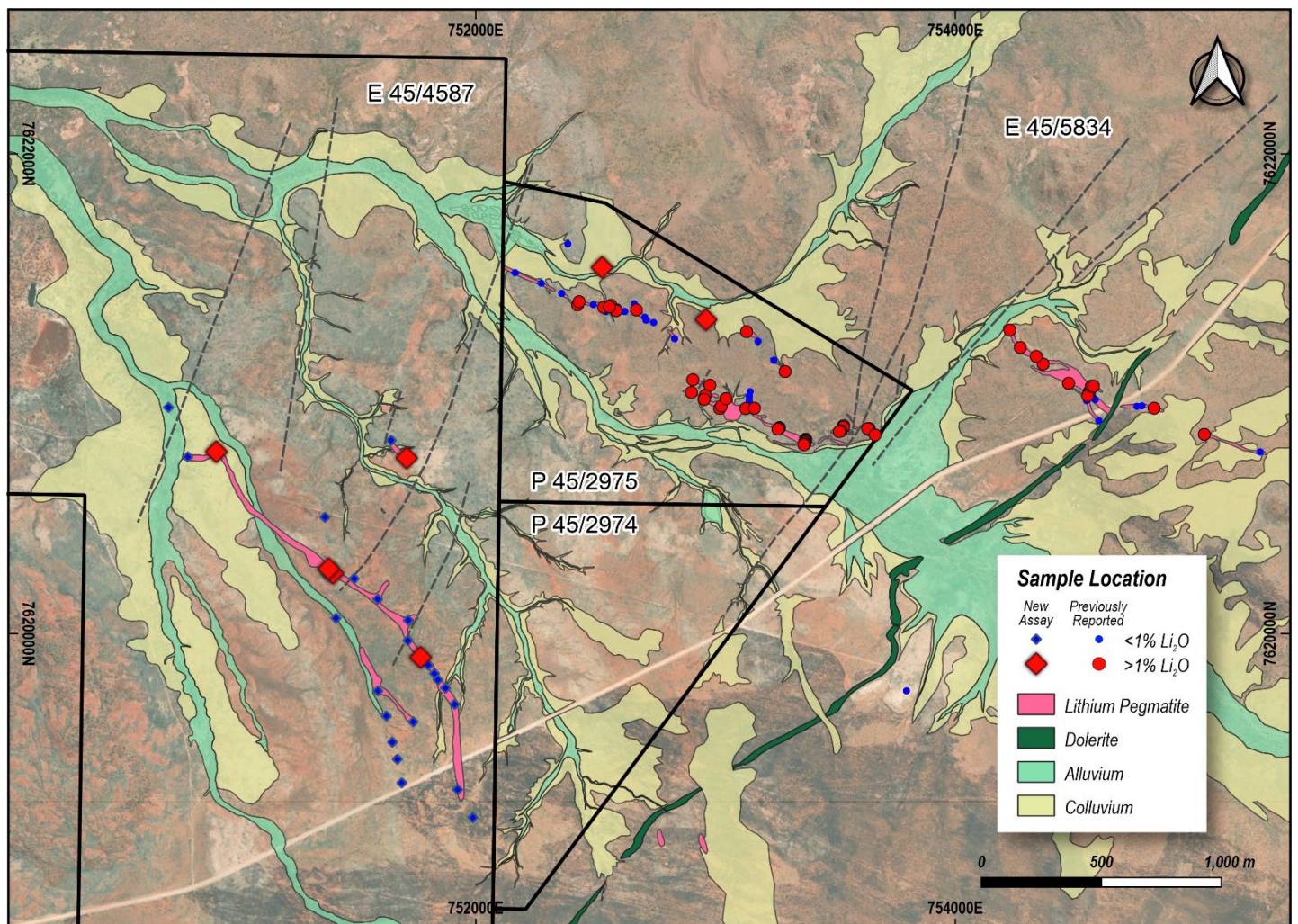


Figure 4: Mapped distribution of the lithium pegmatites.

STRONG REGIONAL DRILLING RESULTS

Calidus announced highly promising results along strike from the Blue Spec Resource and from the Marble Bar Goldfield in the June quarter.

Highlights included:

- Gold intercepts at Blue Spec East highlight potential for an open-pit operation
- Results include 52m @ 1.4g/t Au from 22m in 22BSRC010, 20m @ 1.41g/t Au from 44m in 22BSRC009, and 10m @ 1.95g/t Au from 81m in 22BSRC018
- These results are outside of the Blue Spec Resource being used in the current Feasibility Study
- At the Marble Bar Goldfield, 25km from Warrawoona, drilling has confirmed the down-dip extension of the Marble Bar quartz reef with high-grade intercepts including 2m @ 8.03g/t Au from 22m in 21MBRC005, 2m @ 6.75g/t Au from 48m in 21MBRC002 and 2m @ 4.53g/t Au from 85m in 21MBRC007
- These results demonstrate the presence of shallow high-grade gold down dip from the old workings, showing potential for Marble Bar to provide ore to Warrawoona

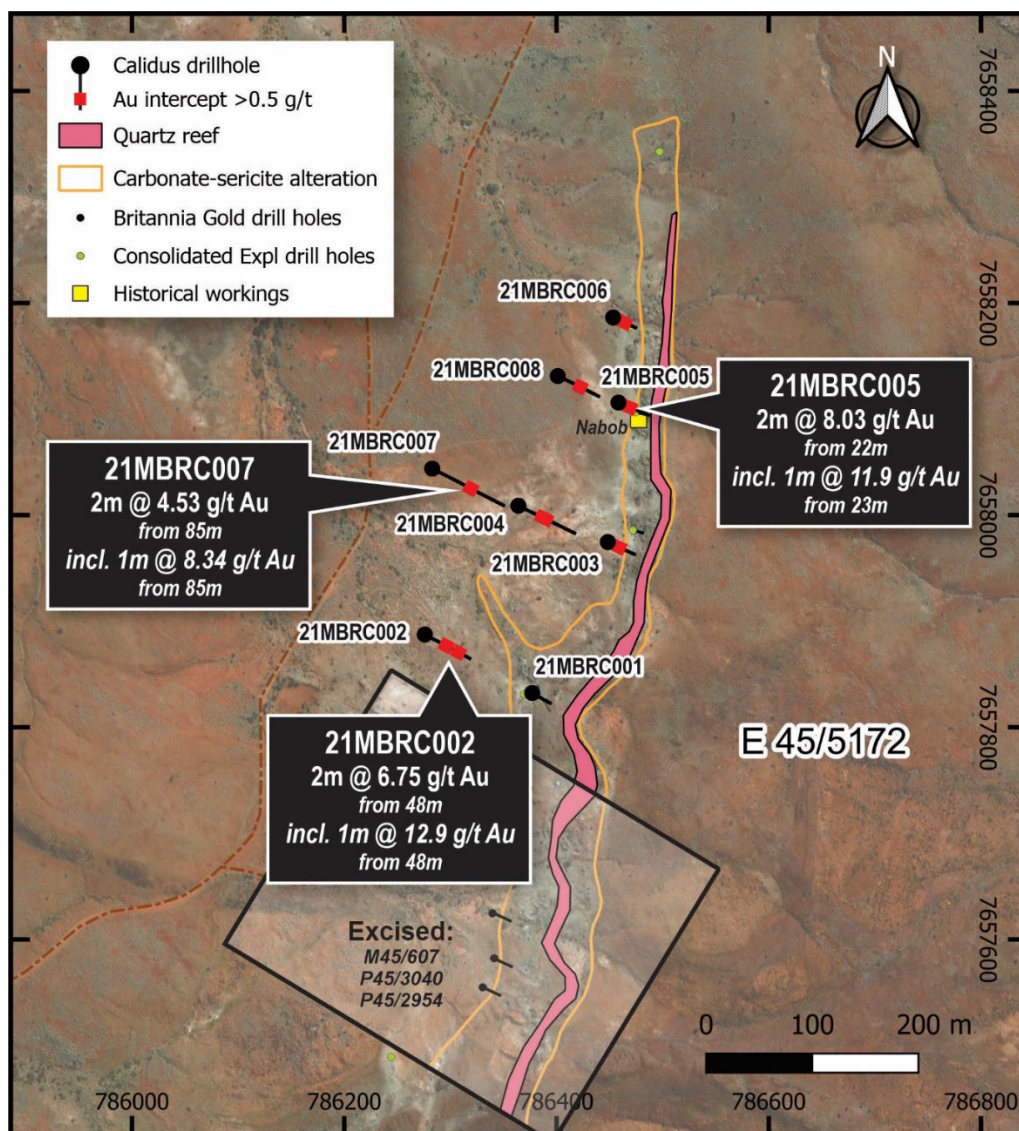


Figure 5: Map of E45/5172 showing the location of recently drilled RC holes and significant intercepts.

BLUE SPEC FEASIBILITY STUDY UPDATE

During the quarter Calidus announced that the Blue Spec Feasibility Study is well advanced and is expected to be released in the September Quarter. Covid-related delays have impacted various aspects of the study, including laboratory test work and availability of technical consultants.

Metallurgy test work and mining studies (including Geotechnical) are largely completed. The processing route has been finalised, however Calidus is still awaiting key input costs being the Capex/Opex of the Sulphide Float Plant and underground mining costs which are being prepared on a non-binding request for proposal from specialist Underground Mining Contractors.

The Blue Spec Feasibility Study contemplates a new underground mine targeting existing resources below the historic Blue Spec and Gold Spec underground workings.

CORPORATE

Resignation of Non-Executive Director

Calidus announced the resignation of Mr Keith Coughlan as Non-Executive Director on 13 May 2022.

Cash Position

At the end of the Quarter, Calidus and its subsidiaries held \$18.1 million of cash, \$1.9 million of gold on hand and \$200k in listed investments.

Project Loan Facility

The remaining \$4.5 million of the Project Loan Facilities with Macquarie Bank totalling \$110 million were drawn during the quarter. The first debt repayment of \$3 million was made in June 22 reducing Project Loan Facilities to \$107 million at quarter end.

Outstanding hedge facilities totalled 156,799 ounces with an average forward price of A\$2,392/ oz for delivery from September 2022 to September 2025.

Summary of Cashflows for the Quarter

As outlined in the attached Appendix 5B, during the quarter the Company spent approximately:

- \$872k on exploration and evaluation activities
- \$5,922k on development activities (inclusive of development capital and capitalised gold sales and production costs)
- \$189k in payments to related parties and their associates for director salaries, rent, superannuation and other related costs
- \$229k on administration and corporate costs

Investor Presentations

Managing Director, David Reeves, presented at the following conferences:

- RRS 2022 Gold Coast Conference on 8 June 2022;
- Australian Gold Conference on 15 June 2022;
- Noosa Mining Investor Conference on 21 July 2022; and
- Conducted various roadshows through Perth, Melbourne and Sydney during the quarter.

– END –

ASX Announcements referred to in this announcement:

- 29 September 2020 - “Feasibility paves the way for construction of Warrawoona”
- 23 March 2021 - “Blue Spec Project set to significantly increase production”
- 6 April 2022 – “Warrawoona Gold Project Commissioning Update”
- 6 April 2022 – “Investor Presentation”
- 26 April 2022 – “Calidus commences ore processing at Warrawoona”
- 6 May 2022 – Calidus Pours First Gold at Warrawoona”
- 11 May 2022 – High-grade lithium pegmatite doubled to 2.5km strike
- 13 May 2022 – “Results of General Meeting and Director Resignation”
- 17 May 2022 – “Commissioning of Process Plant Successfully Completed”
- 27 May 2022 – “Maiden drill program commences at Spear Hill Lithium Project”
- 2 June 2022 – “Strong drill results show potential of open pit at Blue Spec”
- 6 June 2022 – “Spear Hill emerges as significant lithium discovery”
- 8 June 2022 – “Investor Presentations”
- 14 June 2022 – “Australian Gold Conference Presentation”
- 4 July 2022 – “Warrawoona Transitioning to Steady State Production”
- 21 July 2022 – “Noosa Mining Investor Conference Presentation”

Disclaimer

References in this announcement may have been made to certain ASX announcements, which in turn may have included exploration results and Minerals Resources. For full details, please refer to the said announcement on the said date. The Company is not aware of any new information or data that materially affects this information. Other than as specified in this announcement and mentioned announcements, the Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcement(s), and in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original announcement.

Competent Person Statements

The information in the announcement dated 8 November 2021 that relates to exploration results is based on and fairly represents information compiled by Ben Playford, a competent person who is a member of the AIG. Mr Playford is employed by Calidus Resources Limited and holds shares in the Company. Mr Playford has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Playford consents to the inclusion in this announcement of the matters based on his work in the form and context in which it appears.

The information in the announcement dated 1 December 2021 that relates to exploration results is based on and fairly represents information compiled by Dr Steve Sheppard, a competent person who is a member of the AIG (Member #5290). Steve is employed by Calidus Resources Limited and holds shares in the Company. Steve has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Steve consents to the inclusion in this announcement of the matters based on his work in the form and context in which it appears.

The information in the announcement dated 1 December 2021 that relates to the geophysical data and interpretation is based on and fairly represents information reviewed by Karen Gilgallon a competent person who is a member of the AIG. Karen Gilgallon is employed by Southern Geoscience Consultants. Karen has sufficient experience that is relevant to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Karen consents to the inclusion in this announcement of the matters based on her review of the work in the form and context in which it appears.

Forward Looking Statements

This announcement includes certain “forward looking statements”. All statements, other than statements of historical fact, are forward looking statements that involve risks and uncertainties. There can be no assurances that such statements will prove accurate, and actual results and future events could differ materially from those anticipated in such statements. Such information contained herein represents management’s best judgement as of the date hereof based on information currently available. The Company does not assume any obligation to update forward looking statements.

For the purpose of ASX Listing Rule 15.5, the Board has authorised for this announcement to be released.

For further information please contact:

Dave Reeves
Managing Director



info@calidus.com.au

CALIDUS RESOURCES & SUBSIDAIRIES

RESOURCES AND RESERVES TABLE

Mineral Resource Estimate

Deposit	Cut-Off	Measured			Indicated			Inferred			Total		
	(g/t)	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz
Klondyke Open Pit	0.3	2.3	0.98	72	29.0	0.90	844	8.3	0.81	217	39.6	0.89	1,133
Klondyke Underground	1.5				1.0	2.87	89	1.8	3.31	162	2.7	2.83	250
Copenhagen	0.5				0.2	5.58	34	0.1	2.65	9	0.3	4.54	43
Coronation	0.5							0.5	2.19	34	0.5	2.19	34
Fieldings Gully	0.5				0.3	1.80	16	0.3	1.87	20	0.6	1.84	36
Blue Spec	3.0				0.1	29.1	79	0.2	12.20	92	0.3	16.70	171
Gold Spec	3.0				0.1	12.4	27	0.0	21.60	21	0.1	15.20	48
Total		2.3	0.98	72	30.6	1.10	1,088	11.3	1.60	555	44.1	1.21	1,714

Reserves

Deposit	Cut-Off	Proven			Probable			Total		
	(g/t)	Mt	Au (g/t)	koz	Mt	Au (g/t)	koz	Mt	Au (g/t)	koz
Klondyke Open Pit	0.33-0.36	2.1	1.0	66	10.0	1.0	335	12.1	1.0	401
Klondyke Underground	1.2				1.9	2.1	120	1.9	2.1	120
St George Open Pit	0.36-0.39				0.2	1.2	9	0.2	1.2	9
Copenhagen Open Pit	1.88				0.1	5.5	17	0.1	5.5	17
Total		2.1	1.0	66	12.3	1.2	481	14.3	1.2	547

CALIDUS RESOURCES & SUBSIDAIRIES TENEMENT SCHEDULE				
Tenement ID	Holder	Size (ha)	Renewal	Ownership/ Interest
Granted				
E45/3381	Keras (Pilbara) Gold Pty Ltd	7,802.45	16/03/2023	100%
E45/3615	Keras (Pilbara) Gold Pty Ltd	1,594.62	22/11/2022	100%
E45/4236	Keras (Pilbara) Gold Pty Ltd	956.69	19/10/2024	100%
E45/4555	Keras (Pilbara) Gold Pty Ltd	1,915.22	1/03/2027	100%
E45/4622	Keras (Pilbara) Gold Pty Ltd	4,216.80	4/05/2027	100%
E45/4666	Keras (Pilbara) Gold Pty Ltd	3,162.14	23/11/2026	100%
E45/4843	Keras (Pilbara) Gold Pty Ltd	940.95	2/07/2022	100%
E45/4856	Keras (Pilbara) Gold Pty Ltd	1,594.27	20/05/2023	100%
E45/4857	Keras (Pilbara) Gold Pty Ltd	1,275.37	20/05/2023	100%
E45/4905	Keras (Pilbara) Gold Pty Ltd	638.00	29/11/2022	100%
E45/4906	Keras (Pilbara) Gold Pty Ltd	319.00	29/11/2022	100%
E45/4934	Keras (Pilbara) Gold Pty Ltd	1,595.08	22/01/2023	100%
E45/5172	Keras (Pilbara) Gold Pty Ltd	4,291.17	30/05/2024	100%
E45/5747	Keras (Pilbara) Gold Pty Ltd	3,826.11	15/12/2026	100%
E45/5748	Keras (Pilbara) Gold Pty Ltd	5,111.83	15/12/2026	100%
M45/0240	Keras (Pilbara) Gold Pty Ltd	6.07	17/11/2028	100%
M45/0521	Keras (Pilbara) Gold Pty Ltd	18.11	10/03/2034	100%
M45/0547	Keras (Pilbara) Gold Pty Ltd	17.72	2/05/2035	100%
M45/0552	Keras (Pilbara) Gold Pty Ltd	9.71	18/01/2035	100%
M45/0668	Keras (Pilbara) Gold Pty Ltd	242.05	28/12/2037	100%
M45/0669	Keras (Pilbara) Gold Pty Ltd	101.95	28/12/2037	100%
M45/0670	Keras (Pilbara) Gold Pty Ltd	113.10	29/12/2037	100%
M45/0671	Keras (Pilbara) Gold Pty Ltd	118.65	29/11/2037	100%
M45/0672	Keras (Pilbara) Gold Pty Ltd	116.20	1/08/2037	100%
M45/0679	Keras (Pilbara) Gold Pty Ltd	121.30	8/04/2038	100%
M45/0682	Keras (Pilbara) Gold Pty Ltd	235.95	17/04/2038	100%
M45/1290	Keras (Pilbara) Gold Pty Ltd	149.83	11/02/2042	100%
M46/0115	Keras (Pilbara) Gold Pty Ltd	931.40	3/02/2033	100%
M46/0244	Keras (Pilbara) Gold Pty Ltd	18.47	28/11/2042	100%
P46/1972	Keras (Pilbara) Gold Pty Ltd	194.57	15/12/2025	100%
G45/0345	Keras (Pilbara) Gold Pty Ltd	439.05	11/05/2041	100%
G45/0347	Keras (Pilbara) Gold Pty Ltd	2.22	3/01/2042	100%
G45/0348	Keras (Pilbara) Gold Pty Ltd	36.34	21/02/2042	100%
G45/0349	Keras (Pilbara) Gold Pty Ltd	26.45	3/01/2042	100%
L45/0523	Keras (Pilbara) Gold Pty Ltd	172.54	18/09/2040	100%
L45/0527	Keras (Pilbara) Gold Pty Ltd	251.51	23/02/2042	100%
L45/0564	Keras (Pilbara) Gold Pty Ltd	60.19	24/11/2041	100%
L45/0565	Keras (Pilbara) Gold Pty Ltd	6.62	25/11/2041	100%
L45/0566	Keras (Pilbara) Gold Pty Ltd	8.88	24/11/2041	100%

Tenement ID	Holder	Size (ha)	Renewal	Ownership/ Interest
Granted cont...				
L45/0567	Keras (Pilbara) Gold Pty Ltd	1.96	17/12/2041	100%
L45/0573	Keras (Pilbara) Gold Pty Ltd	11.03	4/01/2042	100%
L45/0584	Keras (Pilbara) Gold Pty Ltd	66.43	20/04/2042	100%
L45/0585	Keras (Pilbara) Gold Pty Ltd	115.27	6/04/2042	100%
L45/0586	Keras (Pilbara) Gold Pty Ltd	56.36	22/02/2042	100%
L45/0587	Keras (Pilbara) Gold Pty Ltd	72.91	6/04/2042	100%
L45/0588	Keras (Pilbara) Gold Pty Ltd	101.83	3/03/2042	100%
L45/0590	Keras (Pilbara) Gold Pty Ltd	105.45	22/02/2042	100%
L45/0591	Keras (Pilbara) Gold Pty Ltd	57.61	28/03/2042	100%
L45/0592	Keras (Pilbara) Gold Pty Ltd	86.06	22/02/2042	100%
L45/0593	Keras (Pilbara) Gold Pty Ltd	20.65	4/01/2042	100%
L45/0613	Keras (Pilbara) Gold Pty Ltd	6.97	10/06/2042	100%
L45/0649	Keras (Pilbara) Gold Pty Ltd	33.97	3/05/2043	100%
Applications				
E45/6104	Keras (Pilbara) Gold Pty Ltd	1,913.23	APPLICATION	100%
E45/6105	Keras (Pilbara) Gold Pty Ltd	956.44	APPLICATION	100%
E46/1421	Keras (Pilbara) Gold Pty Ltd	16,551.70	APPLICATION	100%
Joint Venture				
E45/5706	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	1,276.75	9/01/2027	70%
E46/1026	Gondwana Resources Limited	3,797.33	9/05/2026	Earning 51%
L46/0022	Beatons Creek Gold Pty Ltd	60.00	16/08/2025	
L46/0024	Beatons Creek Gold Pty Ltd	8.50	17/01/2026	

Appendix 5B

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

Name of entity

Calidus Resources Limited (ASX:CAI)

ABN

98 006 640 553

Quarter ended ("current quarter")

30 June 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development*	(5,922)	(79,929)
	(c) production	-	-
	(d) staff costs	(612)	(2,088)
	(e) administration and corporate costs	(229)	(1,206)
1.3	Dividends received (see note 3)		
1.4	Interest received	4	16
1.5	Interest and other costs of finance paid	(837)	(4,356)
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	(7,596)	(87,563)

*Includes development capital as well as capitalisation of gold sales and production costs prior to declaration of commercial production.

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(872)	(3,673)
	(e) investments	-	-
	(f) other non-current assets*	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(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	(872)	(3,673)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	150	263
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	4,500	85,000
3.6	Repayment of borrowings	(3,000)	(3,000)
3.7	Transaction costs related to loans and borrowings	(40)	(208)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	1,610	82,055

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	24,994	27,317
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(7,596)	(87,563)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(872)	(3,673)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,610	82,055

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	18,136	18,136

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	18,136	24,993
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)	18,136	24,993

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	189
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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.

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	107,000	107,000
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	107,000	107,000
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.		
	Project loan facility with Macquarie Bank Limited, competitive interest rate margin above BBSY (pre-completion and post-completion), final maturity date of 30 June 2025. Security is provided via a fixed and floating charge over the assets of Keras (Pilbara) Gold Pty Ltd (a wholly owned subsidiary).		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(7,596)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(872)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(8,468)
8.4	Cash and cash equivalents at quarter end (item 4.6)	18,136
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	18,136
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.1
	<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:	
	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:	

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:

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: 28 July 2022

Authorised by: The Board

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.