

Quarterly Activities Report

For the period ended 30 June 2022

- Granting of E45/5978 consolidated Accelerate's position within the highly prospective 33km Woodie Woodie North Manganese corridor in the East Pilbara region of Western Australia.
- Phase One maiden drilling program at Woodie Woodie North commenced.
- An initial seven priority drill targets within the 33km corridor being tested.
- Historical metallurgical results from E45/5978 (Barramine) indicate manganese ore can be upgraded to 48% Mn, yielding a premium manganese concentrate.
- Recent surface sample results from Braeside West indicate Direct Ship Ore (DSO) potential with an average lump and fine grade of 41.4% Mn and 13.6% Fe
- Accelerate and Vytas Resources deliver maiden resource for Tambellup Kaolin Project in the south-west of Western Australia.

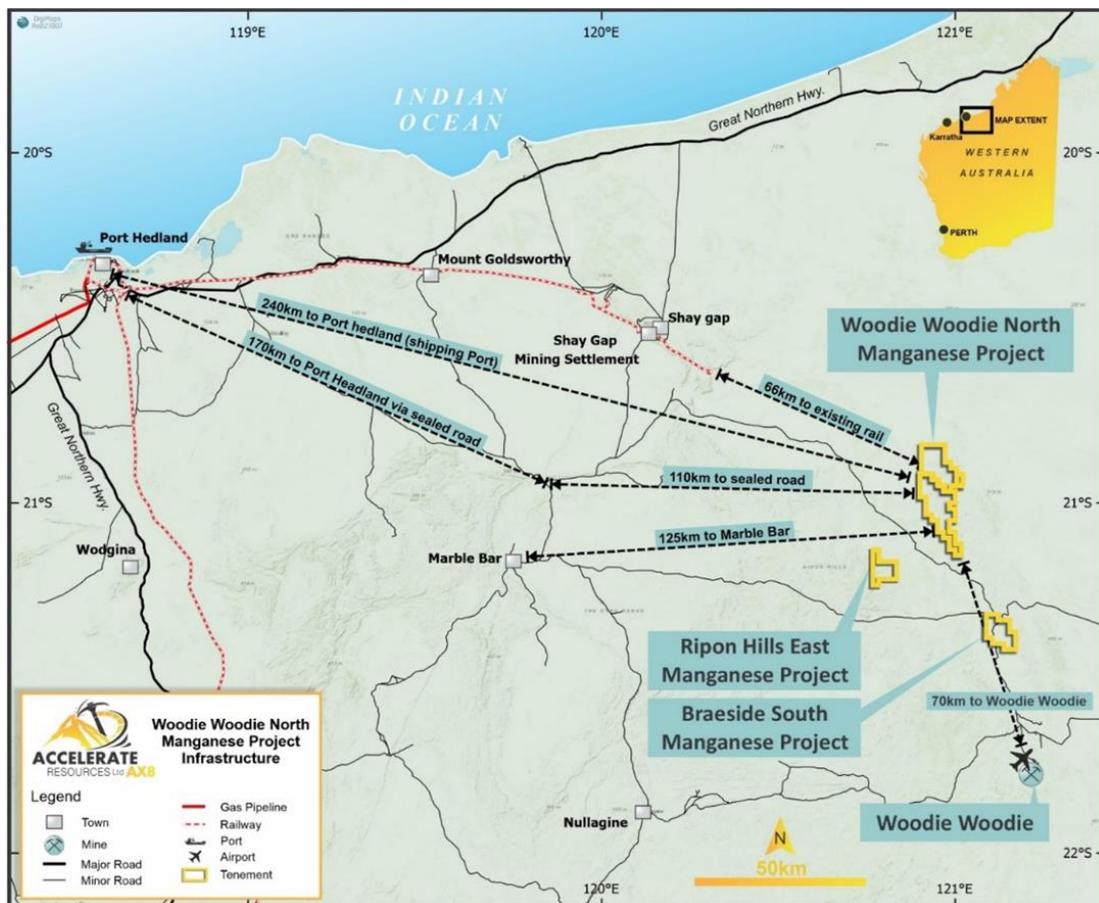


Figure 1: Location of the Woodie Woodie North Manganese Project

Woodie Woodie North Manganese Project (“Woodie Woodie North”)

During the June 2022 quarter, Accelerate Resources Limited (**ASX:AX8**) (“**AX8**” or the “**Company**”) announced the granting of its Barramine tenement consolidating its position within the highly prospective **Woodie Woodie North Manganese Corridor** in the East Pilbara region of Western Australia.

The **Woodie Woodie North Manganese Project** is situated 120km east of Marble Bar, 250km from Port Hedland, and approximately 70km north of the Woodie Woodie Manganese Mine. The project consists of two granted Exploration licenses (E45/5978 & E45/5854) covering 240km² of highly prospective manganese host rocks within the **Woodie Woodie North Manganese Corridor** (Figure 1).

Both Exploration licenses are close to major road, rail and port infrastructure and have undergone considerable historical exploration activities, including geological mapping, rock chip sampling, VTEM geophysics and drilling.

Exploration License E45/5978 (Barramine) has been the subject of considerable historic drilling activity that identified multiple prospective areas with several targets containing sufficient drilling to potentially support a JORC12 compliant Inferred Mineral Resource classification.

For more details please refer to [ASX Announcement 20 April 2022](#)

Since the end of the Quarter, the Company has commenced its Phase One maiden manganese drilling program at **Woodie Woodie North** with drill targets identified from extensive historical data review and confirmation by recent field work, including mapping, surface sampling and interpretation of high-resolution imagery.

A total of seven priority drill targets have been identified with four of these (Area 1, Area 3, Area 4 and Area 42) to be drilled during the planned Phase One drilling campaign comprising 3,000m to 4,000m of RC drilling (Figure 2).

E45/5978 – (Barramine) Project Area 1, Area 3 and Area 4

The objective of Area 1 drilling within the Barramine Project is to follow-up on known hydrothermal mineralisation along a major N-S trending structure as well as mineralisation along the contact between dolomite and chert breccia.

Multiple target areas have been identified and historically drilled in Areas 3 and 4. The aim of the current drilling is to follow-up and extend the mineralisation along strike of host structures as well as investigate mineralisation along the dolomite/breccia contact.

The drill results from these areas will be used for the development of a JORC12 compliant Mineral Resource Estimate.

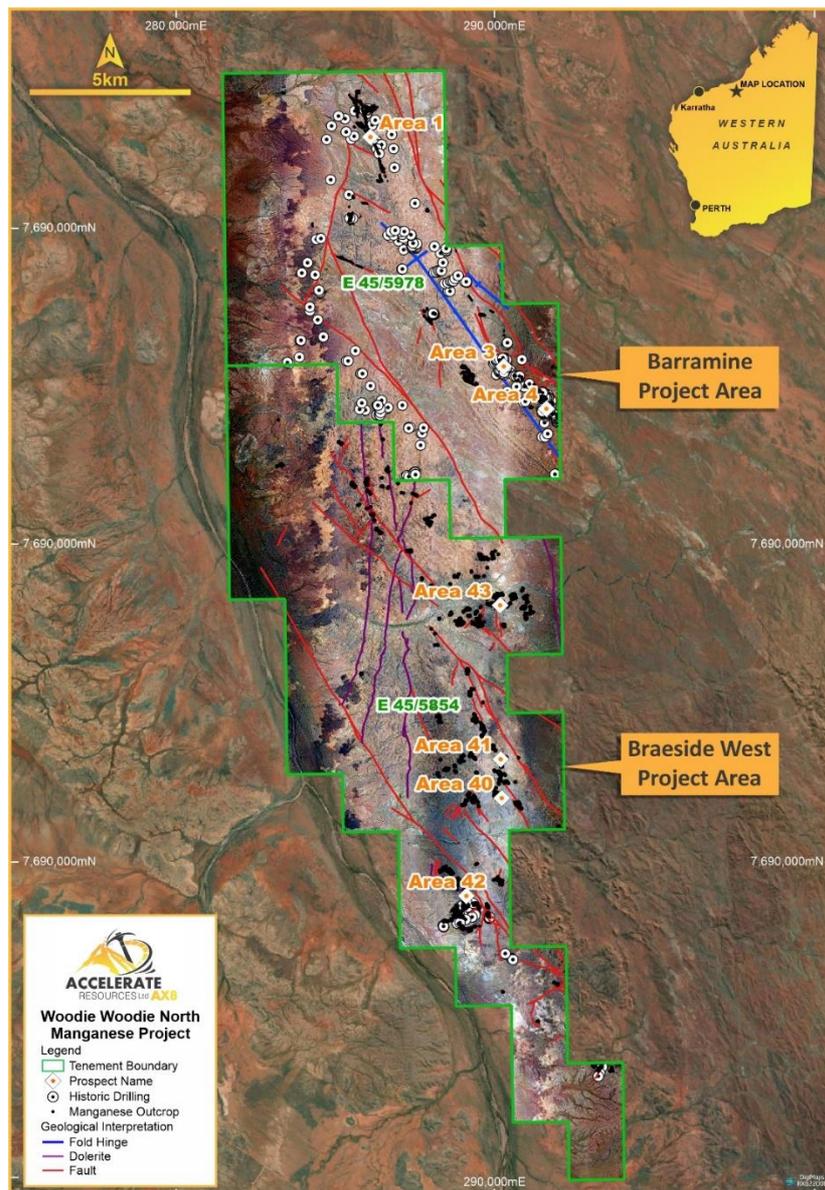


Figure 2: Exploration target areas, including areas of manganese outcrop

E45/5854 – (Braeside West) Project Area 42

At Braeside West, drilling aims to follow-up near surface manganese outcrop and historical drill intersections to define extensions of known manganese mineralisation along strike and at depth. Drilling will also verify some historical intercepts through twin holes.

For more details please refer to [ASX Announcement 12 July 2022](#).

Beneficiation Test Work – Barramine

During the Quarter, the Company presented the results of historical beneficiation test work from E45/5978 – (Barramine). The beneficiation test work was completed by Nagrom Laboratories between September and December 2010. Shaw River

Manganese initially released these results on 4 January 2011 (ASX: SRR). The test work results were reviewed and reinterpreted by Accelerate.

The results of the test work were encouraging, demonstrating manganese product grades up to **48% Mn**. The test work further indicated that an industry standard low cost, conventional gravity separation processes may be employed to produce economic grade manganese and deliver a premium product to market. The tests were preliminary in nature and form the baseline for product optimising in future programs.

For more details please refer to [ASX Announcement 25 May 2022](#).

Beneficiation Test Work – Braeside West

Post June quarter, the Company announced positive results from baseline metallurgical test work on a bulk surface sample (~150kg) from the Braeside West prospect within the Woodie Woodie North Manganese Project.

Multiple surface grab samples were collected over an area of approximately 4 hectares and composited into a single bulk sample representing outcropping surface manganese.

Outcropping manganese occurs as “pods” up to tens of metres in area on surface (Figure 1 and 2).

The results are very encouraging, demonstrating a DSO (Direct Ship Ore) Lump quality product with grades up to 40.9% Mn and 13.8% Fe.

The tests were preliminary in nature and form the baseline for product optimisation in future metallurgical programs.

For more details please refer to [ASX Announcement 27 July 2022](#).

Comet Gold Project, WA

The Comet Gold Project is situated in the Murchison Goldfield approximately 115km south-southwest of Meekatharra and 20km southeast of Cue in Western Australia. The project covers part of the Meekatharra to Mount Magnet Greenstone Belt, located at the southern end of the Tuckabianna Shear Zone.

Compilation and analysis of historical RAB and RC drilling data has identified several gold targets and anomalous gold trends within the Comet Project area, including extensions to the north and east of the Comet Gold Mine and along the Antarctica gold trend in the eastern part of the license area.

During the Quarter, the Company continued to advance the heritage survey to cover several high priority drilling targets.

The Company plans to conduct a targeted geochemical survey over previously identified areas, as well as a shallow Air Core drilling program to test for conceptual “blind” mineralisation running parallel and along strike to known gold mineralisation.

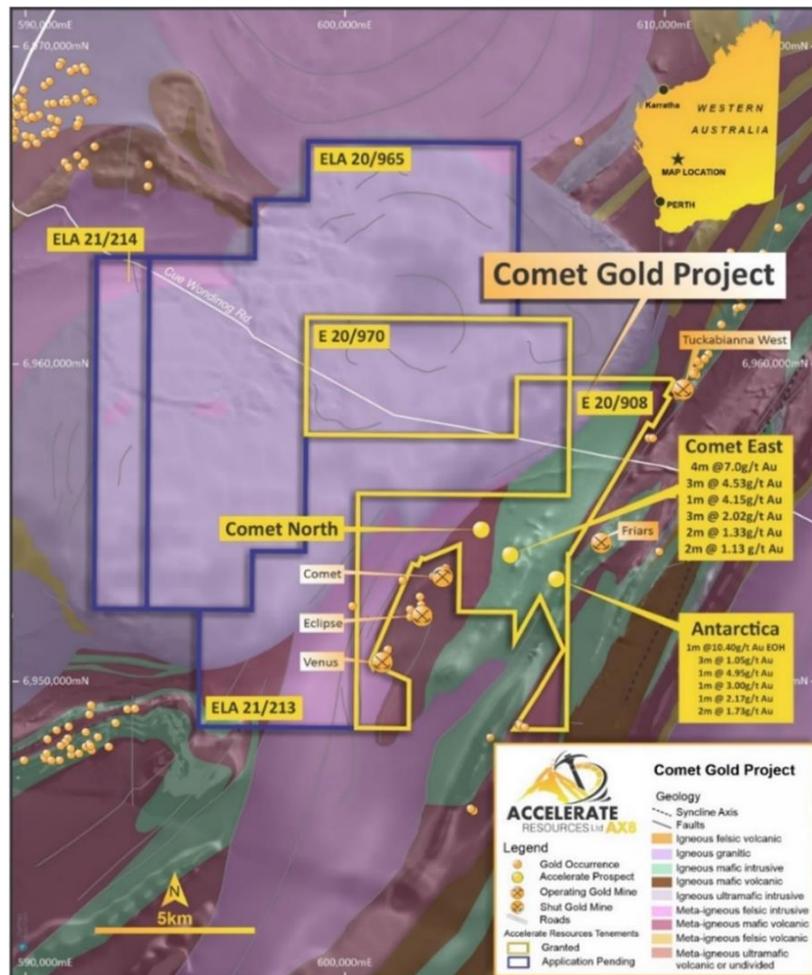


Figure 3: Comet Gold Project Location

Following a review of all the available historic data within the Comet Gold package in 2020, several gold targets and anomalous gold trends within the Comet project area were identified with historic RAB and RC drilling returning significant results. These results included extensions to the north and east of the Comet gold mine, extensions to the Antarctica gold trend in the eastern part of the licence and wide-spaced shallow drilling at Comet East that intersected significant gold mineralisation, including **4m at 7.08 g/t gold** from 27m (PRB305), and **3m at 4.53 g/t gold** from 60m (PRC269)⁽¹⁾ ([See ASX announcement dated 14 July 2020](#)).

During September 2020, Accelerate undertook the first phase of RC drilling (17 holes for 1,212m; 20CORC001 - 017) at the Comet Gold Project, returning highly encouraging assay results from shallow drilling at the Comet East prospect

Significant drill results included:

- 20CORC002 9m @ 3.89 g/t gold from 34m

- 20CORC003 6m @ 1.11 g/t gold from 30m
- 20CORC006 3m @ 2.23 g/t gold from 27m

([See ASX announcement dated 2 November 2020](#)).

Follow-up RC drilling was completed in late December 2020. An additional 10 RC holes for 702m (20CORC018 – 027) were drilled to infill section drill hole spacing to 40m along 160m of strike along the shallow dipping Comet East mineralised structure.

Targeted gold positions were successfully drilled with all holes confirming significant gold intersections including: ([See ASX announcement dated 18 January 2021](#)).

- 20CORC019 6m @ 2.29 g/t gold from 44m, including
 - 1m @ 4.54 g/t from 45m, and
 - 1m @ 3.46 g/t from 47m
- 20CORC024 6m @ 1.45 g/t gold from 50m
- 20CORC021 1m @ 4.74 g/t gold from 62m
- 20CORC022 3m @ 3.10 g/t gold from 13m, including:
 - 1m @ 6.35 g/t from 13m
- 20CORC024 1m @ 4.96 g/t gold from 50m

Pilbara Lithium Project, WA

During the quarter, initial desktop geological mapping over all three exploration licenses east and south of Marble Bar in the East Pilbara was completed. A detailed desktop assessment of all historic data was also completed with priority target areas identified for future exploration activities.

The three exploration license applications are located 200km east of Port Hedland and 30km east and southeast of Marble Bar in the East Pilbara region of Western Australia and cover approximately 369km² of prospective geology.

Applications E45/6057 (~146km²) and E45/6058 (~103km²) cover the central eastern section of the Mt Edgar Batholith; a prominent granitic intrusion with north and northeast trending lineaments and structures identified from Geological Survey data.

Application E45/6056 (120km²) covers the northeast section of the Corunna Downs Batholith where possible widespread fractionation is evidenced by multiple structures trending north, northwest and northeast. These crustal weaknesses host multiple quartz veins as well as dolerite and aplite dykes with proximal pegmatite veins that may be prospective for lithium.

Both areas are underexplored for lithium mineralisation, with only limited historic diamond drilling, as well as tin and tantalite exploration activity.

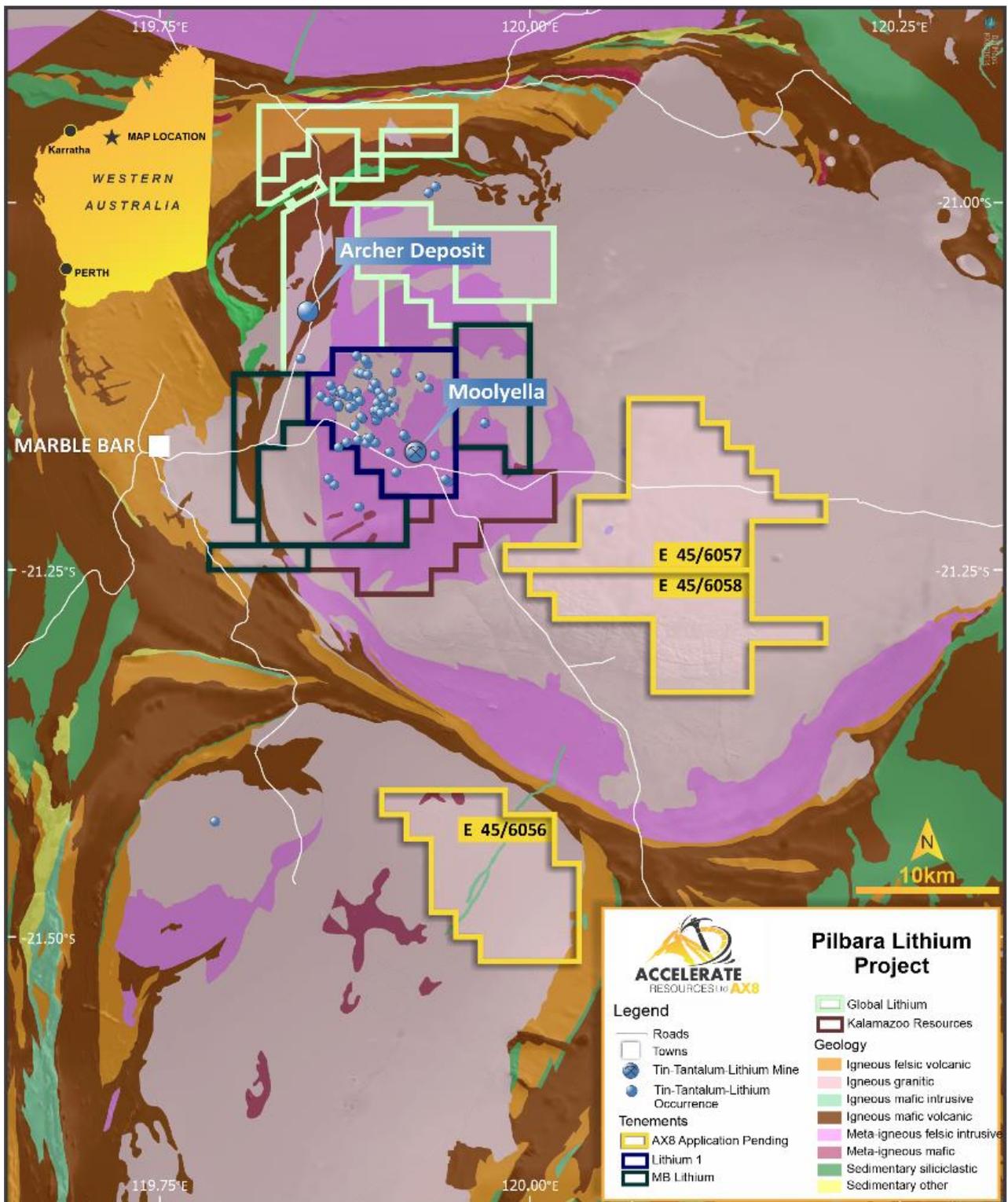


Figure 3. Project Location Map –Pilbara Lithium Project

Tambellup Kaolin Project

In 2021, Accelerate executed a binding agreement with Vytas Resources Pty Ltd ("Vytas") to develop a new technology material company focused on the Company's Tambellup Project and Vytas' silica assets to leverage the opportunity of supplying

High Purity Alumina (HPA), HPQ and HPS for energy production (hydrogen production and solar panels), energy storage (batteries), and other industrial applications. ([See announcement dated 2 September 2021](#))

During the June 2022 quarter, Accelerate and Vytas announced a maiden Inferred Mineral Resource Estimate (MRE) of approximately 12.5Mt of Kaolinised Granite, with an Al₂O₃ content of 36.6% and an ISO brightness of 84.8 for the Company's Tambellup Kaolin Project (Tambellup), located in southwest Western Australia.

For more details please refer to [ASX Announcement 9 May 2022](#).

With both the Tambellup Project and the Midwest Silica Sand Project being advanced, Vytas aims to list on the ASX in 2022.

Option Period with Stunalara Metals Limited (“Stunalara”) Extended

The Company progressed a Variation Agreement with Stunalara (Operations) Pty Ltd for the purpose of extending the Option period for a further 12 months. It is expected that execution of this agreement will be completed early next quarter.

The Company's Mt Read Project is located on the Cape Sorell Peninsula, south of Macquarie Harbour and approximately 48km south of the town of Strahan in western Tasmania. The project comprises one exploration license with a total area of 224km².

In June 2021, the Company announced that it had entered into a Heads of Agreement, granting an option to unlisted company Stunalara Metals Limited (“Stunalara”) to acquire 100% of the legal and beneficial interest in the Company's Mt Read Project in Tasmania. ([See announcement dated 4 June 2021](#))

Equity Position in TSX-V Listed Exploration Company Currie Rose Resources

The Company holds 8,333,333 ordinary shares in TSX Listed Exploration Company Currie Rose Resources INC.

As announced by the Company on 28 October 2021, Currie Rose advised that it has entered into an agreement with Chalice Mining Limited and Liantown Resources Limited to acquire 100% of two advanced Vanadium assets in North Queensland.

Like manganese, vanadium is a key and strategic metal for the battery and broader electrification sector. With this transaction, there is ongoing potential for Accelerate and Currie Rose to explore synergies within the rapidly developing renewables and battery space.

Information Required by Listing Rules

Listing Rule 5.3.1

During the June 2022 Quarter, the Company spent \$270,000 on project evaluation and exploration activities.

Listing Rule 5.3.5

During the June 2022 Quarter, the Company made payments to related parties of \$117,000 for Director fees.

—ENDS—

This announcement has been produced by the Company's published continuous disclosure policy and approved by the Board.

For further information, please contact

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Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Accelerate Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on various factors.

Competent Person Statement

Information in this release that relates to historical results and future exploration work was prepared by Adriaan du Toit, who is a member of the Australian Institute of Mining and Metallurgy (AusIMM) and is currently an independent consultant to AX8. Mr du Toit is the Director and Principal Geologist of AEMCO Pty Ltd. He has over 30 years of exploration and mining experience in various mineral deposits and styles. Mr du Toit was the exploration manager for Shaw River Manganese (ASX: SRR delisted) and explored the Barramine project from May 2010 to November 2012. Mr du Toit has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined by the 2012 JORC Edition. The information from Mr du Toit was prepared under the JORC Code 2012 Edition. Mr du Toit consents to the inclusion in this release of the matters based on this information in the form and context it appears.

Appendix

In accordance with Listing Rule 5.3.3. Accelerate provides the following information in relation to its mining tenements.

1. The mining tenements held at the end of the quarter and their location:

Project	Tenement Number	Status	Location	Beneficial Percentage Interest
Comet	E20/908	Granted	Western Australia	100%
Comet	E20/970	Granted	Western Australia	100%
Comet	E21/213	Granted	Western Australia	100%
Comet	E21/214	Granted	Western Australia	100%
Comet	E20/965	Granted	Western Australia	100%
Comet	E20/999	Application	Western Australia	100%
Comet	E20/1000	Application	Western Australia	100%
Wooleen Project	E59/2628	Application	Western Australia	100%
Wooleen Project	E59/2629	Application	Western Australia	100%
Wooleen Project	E59/2630	Application	Western Australia	100%
Wooleen Project	E59/2632	Application	Western Australia	100%
Wooleen Project	E59/2646	Application	Western Australia	100%
Pilbara Lithium	E45/6056	Application	Western Australia	100%
Pilbara Lithium	E45/6057	Application	Western Australia	100%
Pilbara Lithium	E45/6058	Application	Western Australia	100%
Pilbara Lithium	E45/6207	Application	Western Australia	100%
Pilbara Manganese	E45/5854	Granted	Western Australia	100% Mn and Iron Right
Pilbara Manganese	E45/5088	Granted	Western Australia	100% Mn and Iron Right
Pilbara Manganese	E45/6100	Application	Western Australia	100%
Tambellup	E70/4969	Granted	Western Australia	Under an Option Agreement to sell 100% Interest
Tambellup	E70/5319	Granted	Western Australia	Under an Option Agreement to sell 100% Interest
Mt Read	EL 6/2013	Granted	Tasmania	Under an Option Agreement to sell 100% Interest

2. Mining tenements acquired during the quarter and their location:

Project	Tenement Number	Status	Location	Comment
Woodie Woodie North	E45/5978	Granted	Western Australia	100%
Woodie Woodie North	E45/5979	Application	Western Australia	100%

3. Mining tenements disposed of during the quarter and their location:

Project	Tenement Number	Status	Location	Comment
-	-	-	-	-

Appendix 5B

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

Name of entity

ACCELERATE RESOURCES LIMITED (ASX CODE: AX8)

ABN

33 617 821 771

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 (if expensed)	-	(79)
(b) development	-	-
(c) production costs	-	-
(d) staff cost	(116)	(323)
(e) administration and corporate costs	(77)	(426)
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	-	14
1.9 Net cash from / (used in) operating activities	(193)	(814)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	(55)
(b) tenements	-	(64)
(c) property, plant and equipment	(5)	(9)
(d) exploration & evaluation (if capitalised)	(270)	(650)
(e) investments	-	(250)
(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 (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	17
	(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 ¹	-	-
2.6	Net cash from / (used in) investing activities	(275)	(1,011)

¹Mt Monger Minerals Options Extension

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	3,100
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	-	(199)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – share placement funds held on trust	-	-
3.10	Net cash from / (used in) financing activities	-	2,901

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,782	1,238
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(193)	(814)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(275)	(1,011)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	2,901

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 (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 (See Note below)	2,314	2,314

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	2,314	2,782
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)	2,314	2,782

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter
\$A'000**

117

-

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

7. Financing facilities

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.

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.

**Total facility
amount at quarter
end
\$A'000**

**Amount drawn at
quarter end
\$A'000**

-

-

-

-

-

-

-

-

-

-

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(193)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	(275)
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(468)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	2,314
8.5 Unused finance facilities available at quarter end (Item 7.5/7.6 notes)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	2,314
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	4.9

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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

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

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

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: 29 July 2022

Authorised by: By the Board

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(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.