

# ASX ANNOUNCEMENT

01 August 2022

ASX: BEZ

**BESRA**

**GOLD INC**

## Amended June 2022 Quarter Reports

Besra Gold Inc (ASX: BEZ) refers to the June 2022 quarter Activities and Cashflow Reports released on 29 July 2022 and notes the Bau exploration, evaluation, development and staff costs of \$3,844 as disclosed in the Use of Funds table in the corporate section of the June 2022 quarter Activities Report included payments for:

- i) exploration and evaluation expenditure of \$2,903 classified at 2.1(d) of the Appendix 5B,
- ii) staff costs of \$279 classified at 1.2(d) of the Appendix 5B and
- iii) Indodrill and SGS agreements of \$662 classified at 3.9 of the Appendix 5b.

The following table reconciles the Use of Funds applying the same format as the December 2021 and March 2022 quarterly reports to the Prospectus. This table is included in the **attached** Amended Quarterly Activities Report

Use of Funds	Prospectus Estimates (\$'000)	Actual June (\$'000)
Bau exploration, evaluation and development	5,213	2,903
Indodrill and SGS settlement agreements (included within Bau exploration, evaluation and development for the Prospectus)	541	662
Administration and general working capital (including staff costs for the Prospectus)	1,105	1,071
Loan agreement and creditor settlement payments (included in the above line item in the Prospectus)	1,448	1,646
Transaction costs associated with the Listing	1,693	1,737
Net borrowings repaid	-	382
SPSA Variation costs of financing	-	400
<b>Total uses</b>	<b>10,000</b>	<b>8,801</b>

Clarification is also provided the estimated quarters of funding available at item 8.7 in the Cashflow Report is less than 1 quarter (0.96). An amended Cashflow Report is **appended** to this ASX Announcement.

There have been no other changes.

Mr Andrew Worland, Chairman has authorised this announcement to be lodged with the ASX.

Eryn Kestel  
Company Secretary  
Email: [company.secretary@besra.com](mailto:company.secretary@besra.com)

**ASX:** BEZ  
**ARBN:** 141 335 686

**E:** [hq@besra.com](mailto:hq@besra.com)  
**T:** +61 89 429 8888  
**W:** [www.besra.com](http://www.besra.com)

**A:** 45 Ventnor Ave, Perth  
Western Australia, 6005

## AMENDED JUNE 2022 QUARTERLY ACTIVITY REPORT

### HIGHLIGHTS

- Jugan drilling phase, comprising 17 fully cored diamond drill holes totalling 2022m, successfully completed.
- Drilling results have surpassed historical drilling and confirmed that Jugan represents a stand-alone development opportunity, indicating:
  - Higher grades than historical global averages;
  - Lateral (dip) continuity of the main mineralised body; and
  - Larger surface outcrop footprint of mineralisation.
- Revision of Resource modelling will be undertaken following receipt of all assay results, Jugan currently hosting:
  - A Measured + Indicated Resource<sup>1</sup> of 870,000oz at 1.5 g/t Au;
  - An Inferred Resource<sup>1</sup> of 90,000oz at 1.6 g/t Au; and
  - An additional Exploration Target of 2.0 – 3.2 Moz<sup>2,3</sup> at 1.8 - 2.5 g/t Au.
- Environmental Impact Assessment covering Jugan Project and further flotation studies of Jugan bulk samples currently in progress.
- Besra completed 15 fully cored diamond drill holes, totalling 1047m, at its Bekajang Project.
- Multi-target drilling program at Bekajang already identified two new deeper, potential higher grade, targets:
  - Deeply weathered karstic profiles; and
  - Higher grade gold endowment associated with predicted sub-vertical hydrothermal conduit.

---

**Besra's CEO, Dr Ray Shaw commented:** *"Drilling results have elevated Jugan as having stand-alone development potential, and various activities are underway to address critical path issues to development. At the same time, visual inspection of deeper Bekajang core has been very encouraging, raising the possibilities of new resource opportunities, including penetrated lithologies in two areas reminiscent of the nearby highly productive former Tai Parit and BGY mines."*

---

<sup>1</sup> Refer Prospectus dated 8 July 2021 in Section 3.11 and Attachment G.

<sup>2</sup> Jugan Exploration Target ranges between 2.0 – 3.2 million Oz based on a range of grades of 1.82 – 2.50 Au g/t, refer Prospectus dated 8 July 2021.

<sup>3</sup> The potential quantity and grade of the Exploration Targets is conceptual in nature; there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration work will result in the estimation of a Mineral Resource.

The Board of Besra Gold Inc (ASX: BEZ) (“**Besra**” or “**Company**”) is pleased to provide this Activities Report for the quarter ending 30 June 2022.

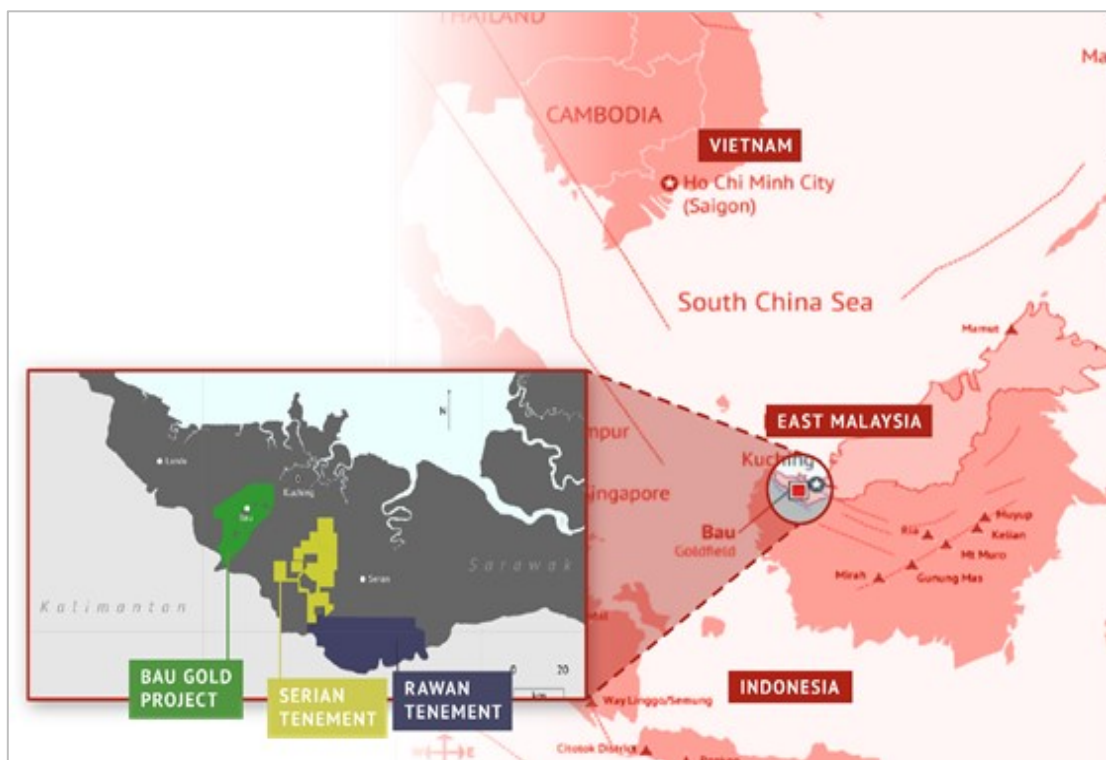
## **BACKGROUND**

### **Overview of Bau Gold Project**

The Bau Gold Project is located 30km - 40km from Kuching, the capital city of the State of Sarawak, Malaysia, on the island of Borneo (Figure 1). Bau township is located approximately 6km to the SW of Jugan (Figure 2).

Besra controls, directly and indirectly, a 97.8% interest (92.8% on an equity adjusted basis) of the Bau Gold Project. This project lies at the western end of an arcuate metalliferous belt extending through the island of Borneo. In Kalimantan, the Indonesian jurisdiction portion of Borneo Island, this belt is associated with significant gold mining areas including Kelian (7 Moz) and Mt Muro (3 Moz).

The Bau Gold Project is defined by a gold bearing mineralisation system covering approximately an 8 km x 15 km corridor, centred on the township of Bau. Within this corridor the Company has identified total Resources of 72.6Mt @ 1.4 g/t for 3.3Moz of gold, involving a number of discrete deposits (Table 1) together with an Exploration Target ranging between 4.9 Moz and 9.3 Moz<sup>4, 5</sup>(on a 100% basis). The Bau Gold Project is well serviced by first class infrastructure including ready access to deep water ports, international airport, grid power, communications, and a multitude of service providers.



**Figure 1:** Location of Bau Gold Project. Inset shows tenement interests within Sarawak.

<sup>4</sup> Refer Prospectus dated 8 July 2021, Section 3.11 and Attachment G.

<sup>5</sup> Jugan Exploration Target ranges between 2.0 – 3.2 million Oz based on a range of grades of 1.82 – 2.50 Au g/t. The potential quantity and grade of the Exploration Targets is conceptual in nature; there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration work will result in the estimation of a Mineral Resource

Table 1 - JORC 2012 Compliant Resources for the Bau Gold Field Project.

DEPOSIT	Measured			Indicated			Total Measured & Indicated			Inferred		
	Tonnes (Mt)	g/t Au	Contained Au (koz)	Tonnes (Mt)	g/t Au	Contained Au (koz)	Tonnes (Mt)	g/t Au	Contained Au (koz)	Tonnes (Mt)	g/t Au	Contained Au (koz)
Pejiru										25.8	1.2	997.8
Jugan Hill	3.4	1.5	166.9	14.5	1.5	703.6	17.9	1.5	870.5	1.8	1.6	89.8
Sirenggok										8.3	1.1	306.8
Bekajang				1.9	2	120.4	1.9	2	120.4	10.6	1.5	524.1
Taiton				1.5	2.8	134.5	1.5	2.8	134.5	3.4	1.8	192.9
Say Seng										1.4	1.6	70.9
<b>Total</b>	<b>3.4</b>	<b>1.5</b>	<b>166.9</b>	<b>17.9</b>	<b>1.7</b>	<b>958.5</b>	<b>21.3</b>	<b>1.6</b>	<b>1,125.40</b>	<b>51.3</b>	<b>1.3</b>	<b>2,181.60</b>

### Jugan Project



**Figure 2:** Location of the Jugan & Bekajang drilling activities (highlighted within red boxes) on the Bau Gold Field corridor, approximately 30km from Sarawak's capital, Kuching (refer inset).

The Jugan Project is located approximately 6 km NE of Bau township (Figure 2). Contained within the Pedawan Formation, the mineralisation is shallowest across a local topographic high – Jugan Hill.



Previous drilling has formed the basis of the current JORC Resource at Jugan which comprises:

- Measured + Indicated Resource of 870,000 Oz<sup>1</sup> at 1.5 g/t Au;
- Inferred Resource of 90,000 Oz<sup>1</sup> at 1.6 g/t Au; and
- Additional Exploration Target<sup>6, 7</sup> of 2.0 – 3.2 Moz at 1.8 – 2.5 g/t Au.

Previous drilling also revealed the bulk of mineralisation to be bound between two thrust faults; the hanging and footwall thrusts, vertically separated by between 40m – 100m. To the northeast this thrust-bound sheet rolls over to form a steeply plunging limb, its contained mineralisation remaining open at depth, beyond the current limit of drilling - circa 300m, sub-surface.

### **2021-2022 Drilling Program – Jugan Project**

The Jugan component of Besra's 2021-2022 drilling program commenced in early November 2021. During the June Quarter, approximately 1,083m of fully cored drilling was undertaken to complete a total of 17 drill holes totalling 2,022m. Most drill holes were designed with dual objectives; provide additional infill drilling control at shallower depths and step-out or reconnaissance to provide additional geological control beyond the existing Resource envelope, at depth or along strike.

The total 17-hole program is shown in Figure 3 and drill hole details are tabulated in Table 2.

Hole ID	Project	Easting	Northing	Elevation	Declin.	Azimuth	Depth
JUDDH-82	Jugan	411330	160185	20	-90		62.9
JUDDH-83	Jugan	411360	160200	29	-90		55.1
JUDDH-84	Jugan	411315	160230	34	-90		80.1
JUDDH-85	Jugan	411390	160187	25	-90		55.5
JUDDH-86	Jugan	411435	160170	20	-90		59.1
JUDDH-87	Jugan	411360	160220	29	-50	335	79.2
JUDDH-88	Jugan	411500	160220	35	-50	45	117.4
JUDDH-89	Jugan	411400	160250	30	-50	45	234.3
JUDDH-90	Jugan	411465	160275	25	-50	45	183.4
JUDDH-91	Jugan	411450	160238	32	-90		102.60
JUDDH-92	Jugan	411450	160220	40	-90		100.60
JUDDH-93	Jugan	411510	160160	26	-90		48.30
JUDDH-94	Jugan	411285	160244	33	-90		250
JUDDH-95	Jugan	411538	160221	20	-90		90
JUDDH-96	Jugan	411315	160276	34	-90		117.4
JUDDH-97	Jugan	411292	160307	22	-75	135	275
JUDDH-98	Jugan	411498	160256	30	-90		111

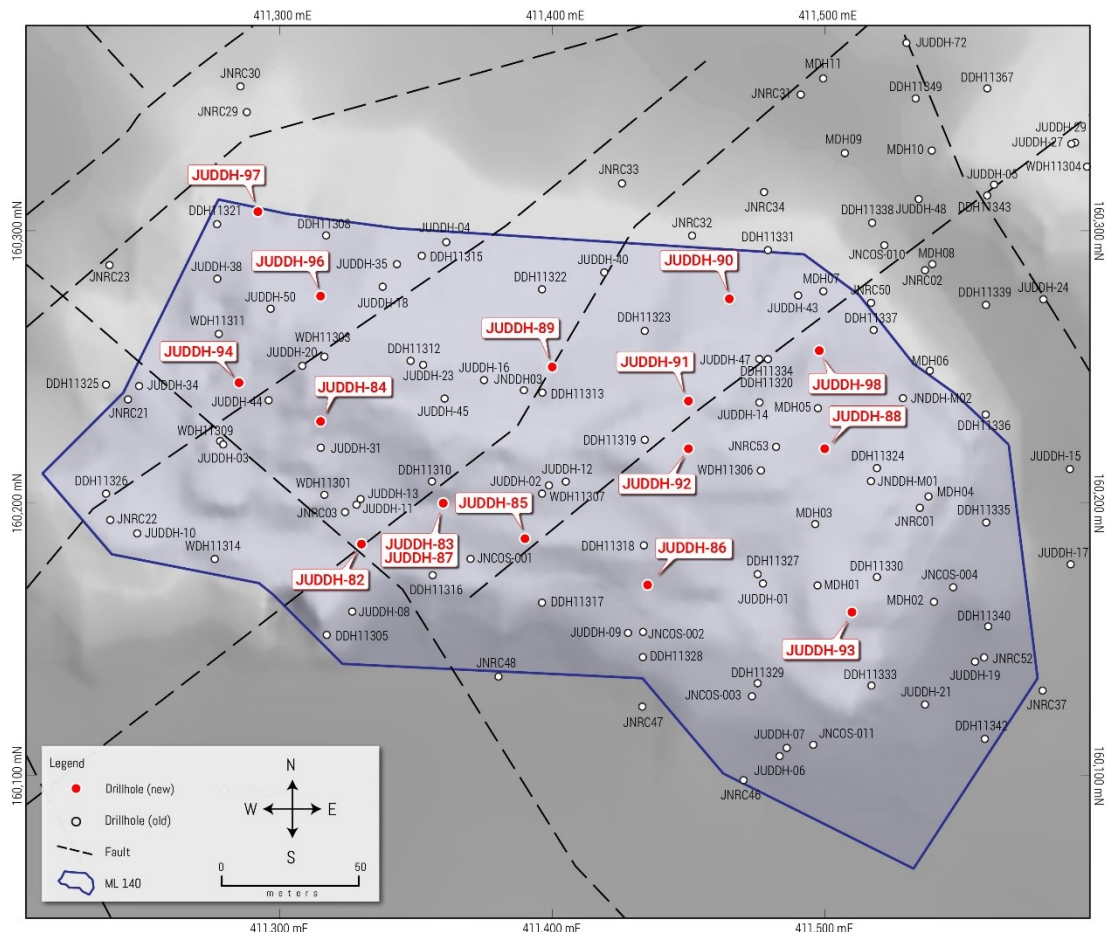
**Table 2: Jugan Project diamond drill hole specifications**

<sup>6</sup> Jugan Exploration Target ranges between 4.9 Moz – 9.3 Moz based on a range of grades of 1.82 – 2.50 Au g/t.

<sup>7</sup> The potential quantity and grade of the Exploration Targets is conceptual in nature; there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration work will result in the estimation of a Mineral Resource.

## Assaying

During the June 2022 Quarter assay results were received from SGS for a further two batches of core samples (drill holes JUDDH-89 to 94, inclusive). These were released to the market on May 22, 2022 and June 23, 2022. Assay results for samples of the remaining drill holes (JUDDH-95, and 97, 98) shipped to SGS's laboratories at Pt Klang during the Quarter are pending.



**Figure 3:** Locations of Jugan 2021-2022 drilling program, relative to historical drilling within the Jugan Prospect.

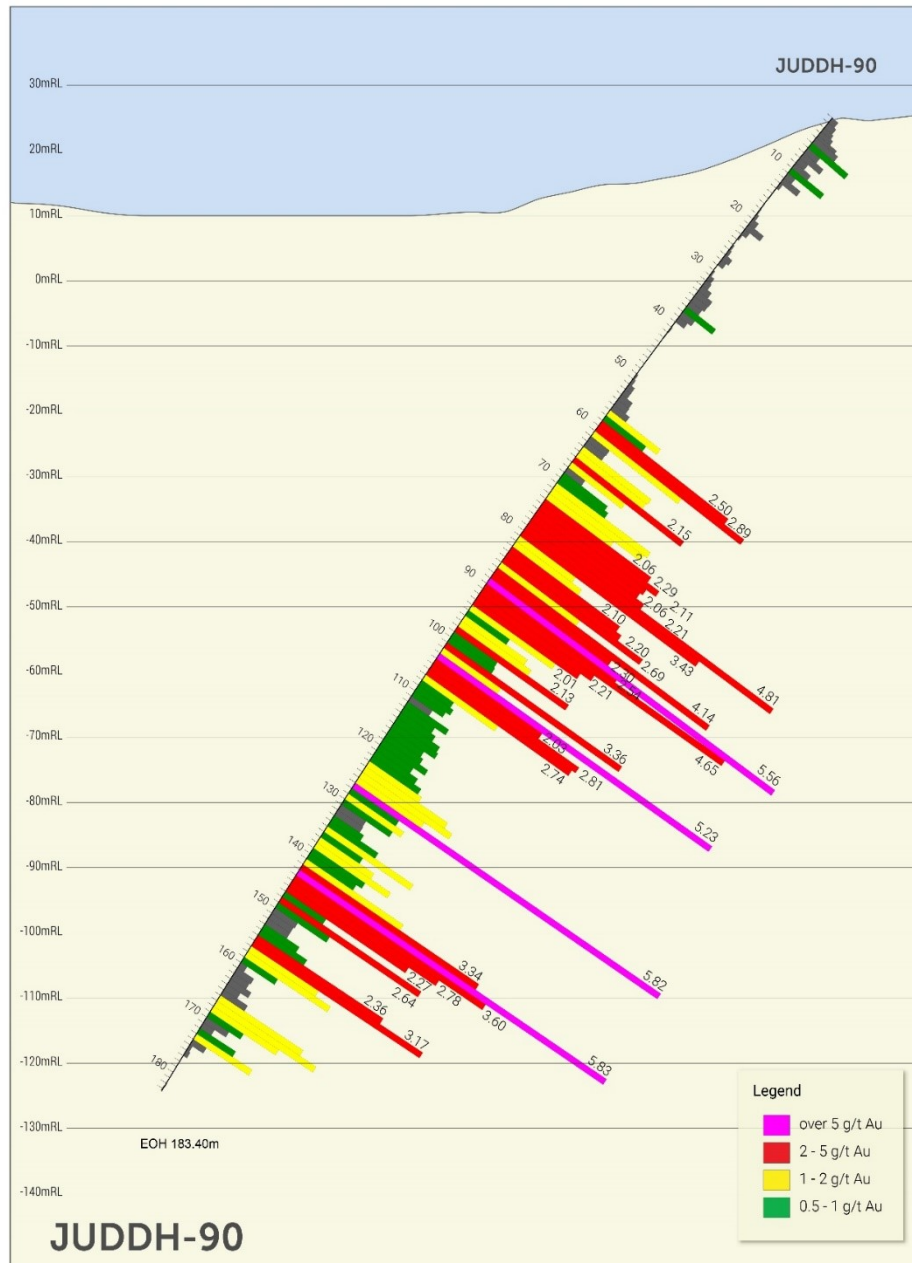
Significant intercepts disclosed to the market during the June Quarter are:

- **JUDDH-89: 64m @ 1.90 g/t Au** from 145m to 209m; and **19m @ 1.50 g/t Au** from 72 to 91m;
- **JUDDH-90: 67m @ 1.76 g/t Au** from 64m to 131m; and **17m @ 1.90 g/t Au** from 133m to 150m.
- **JUDDH-91: 63m @ 1.9 g/t Au** from 19m to 82m; including **11m @ 3.5 g/t** from 41m to 52m.
- **JUDDH-92: 36m @ 1.2 g/t Au** from 33m to 69m; and **7m @ 1.2 g/t Au** from 15m to 22m.
- **JUDDH-93: 26m @ 1.7 g/t Au** from 4m to 30m; and



it difficult to ascertain the lateral continuity of mineralisation, particularly in the northeast direction where the main body of mineralisation rapidly plunges.

JUDDH-90 & -94 were deeper holes designed to investigate the potential multiple stacked shear zones that

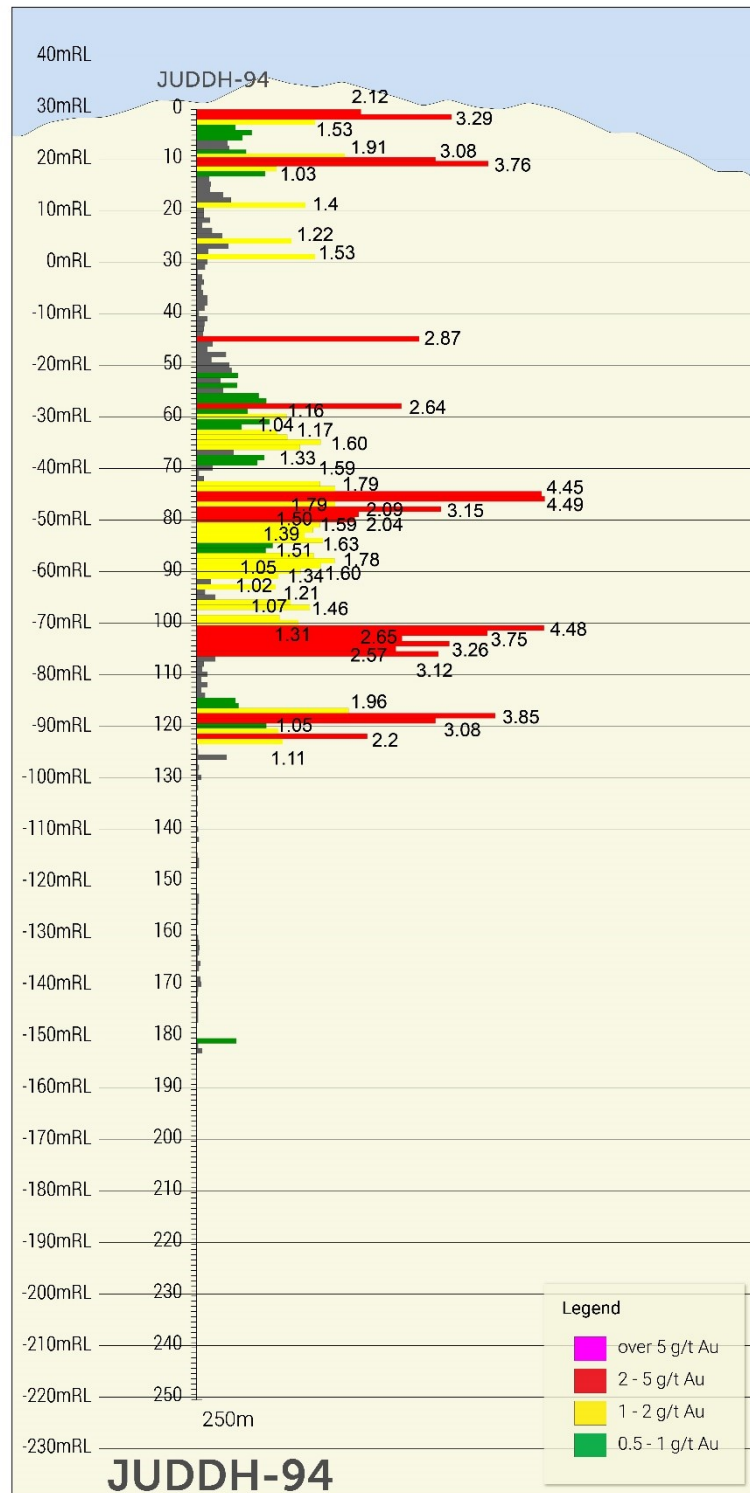


**Figure 5:** JUDDH-90, showing intercepted mineralisation grade and thicknesses based on nominal 1m sample widths. Note that the intercepted thicknesses are not true thicknesses because of the inclined trajectory of the drill core.

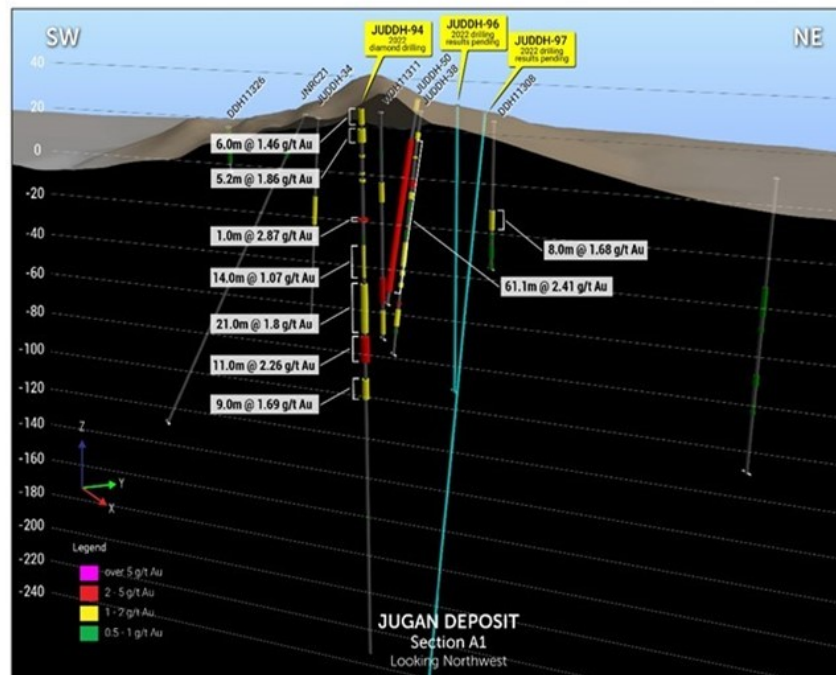
may be associated with deeper mineralisation, below the main Jugan footwall thrust. JUDDH-94 was drilled to a depth of 250m and although it intercepted 66m of mineralisation, all of this was located above the interpreted footwall thrust. The drilling results confirm that Jugan mineralisation abruptly terminates, coincident with the main footwall thrust. As such it represents an important boundary from a resource estimation standpoint. A post-drill revision of the Jugan Resource, to more precisely delineate this thrust, and



its overlying counterpoint – the hanging wall thrust – together with the correlation of zones of high goldmineralisation commenced during the June Quarter.



**Figure 6:** JUDDH-94, showing intercepted mineralisation grades based on nominal 1m sample widths. JUDDH-94 intercepted substantial mineralisation, totally more than 66m including 11m @ 2.3 g/t.



**Figure 7:** Showing the location of JUDDH-94 relative to historical drilling. JUDDH-94 intercepted substantial mineralisation, totalling more than 66m- including 11m @ 2.3 g/t. Together with JUDDH-90, JUDDH-94 this is the first deep drilling in this area to investigate potential mineralisation.



**Figure 8:** Core recovered from JUDDH-88 for portion of the interval 82m-88m @5.98 g/t Au, proximal to the interpreted footwall thrust.







**Figure 10:** Chemsain Kontract personnel undertaking hydrogeological monitoring as part of the Jugan EIA.

### **Bekajang Project**

During the June 2022 Quarter drilling commenced on the Bekajang Project, following completion of drilling at Jugan. Bekajang is located 5km south of Jugan, and approximately 1km from Bau township (Figure 1). The initial program involved the drilling of 12 shallow fully cored holes (BKDDH-12 to -23) targeting extensions of the Bekajang Resource envelope. As defined by previous drilling, this Bekajang Mineral Resource has been estimated as:

- An Indicated Resource of 120,400 oz @ 2.02 g/t Au<sup>1</sup>,
- An Inferred Resource of 524,100 oz @ 1.53 g/t Au<sup>1</sup>; and
- An additional Exploration Target of 0.50 Moz – 0.80 Moz<sup>8,9</sup> at 2.0 - 3.0 g/t Au.

Subsequently additional holes (BKDDH-24 – 30) were included to pursue deeper and higher-grade opportunities which were not targetted during historical, mainly RC, drilling.

The Bekajang Project lies in close proximity and along trend from two historical mines (Figure 3). The Bukit Young Gold Pit (BGY Pit) was mined until September 1992, prior to the redevelopment of the Tai Parit prospect, and according to Bukit Young mine records it had produced some 440,926 tonnes at a recovered grade of 4.51 g/t Au. The nearby Tai Parit mine has a reported production of some 700,000 oz of gold, which included approximately 213,000 oz @ 7 g/t produced by Bukit Young Gold mine Sdn Bhd (BGY) between 1991 and 1997 (Besra Gold Inc., 2013).

### **2021-2022 Drilling Program - Bekajang**

The current drilling program for Bekajang is shown on Figure 12 and in Table 2. At the end of the June Quarter a total of 1047m of fully cored drilling had been completed involving 16 drill holes (BKDDH-12 to -27), with core samples for BKDDH-12 to -15 despatched for assaying.

The gold at Bekajang is associated mainly with pyrite and arsenopyrite sulphides, traditionally associated with hydrothermal alteration associated with the shale-limestone contact. However, core drilling has enabled the current program to already identify two previously unpursued targets, one involving highly altered clay dominated lithologies potentially being associated with non-refractory gold. The other, a highly altered zone within the Bau Limestone, lying substantially deeper than the traditional share-limestone boundary is associated with gold mineralisation within the Bekajang area.

<sup>8</sup> The Bekajang Exploration Target ranges between 8 – 9 million tonnes based on a range of grades of 2 - 3 g/t Au.

<sup>9</sup> The potential quantity and grade of the Exploration Targets is conceptual in nature; there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration work will result in the estimation of a Mineral Resource.

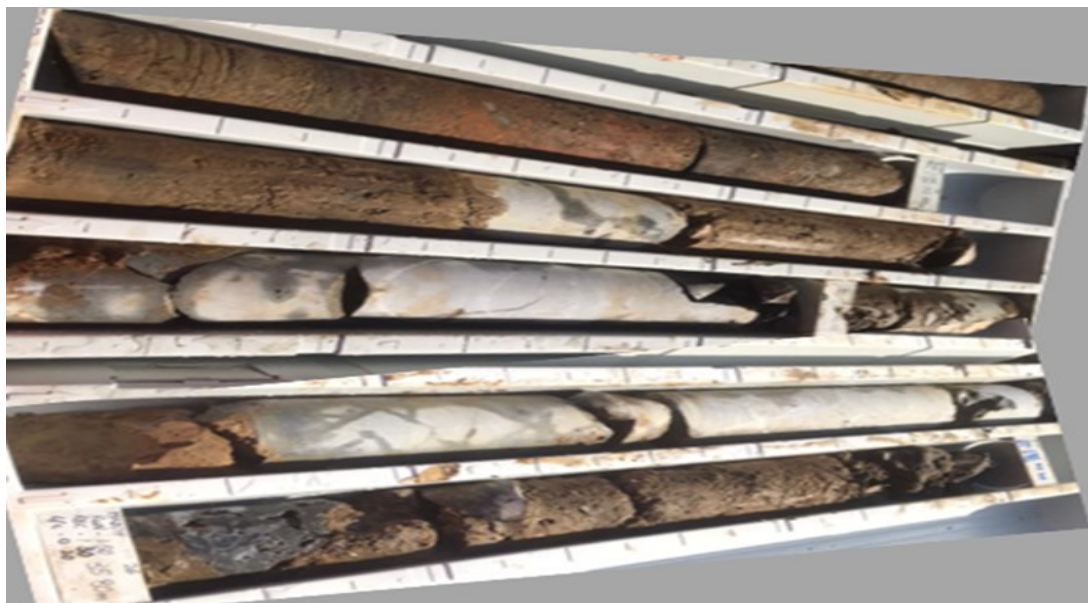


**Shale – Limestone Contact Mineralisation:** The initial phase of drilling, BKDDH-12 to -23 targeted extensions of mineralisation associated the contact boundary between overlying shales and mudstones of the Pedawan Formation and the underlying Bau Limestone. Along the northern side of the tailings dam this boundary typically ranges between 5m and 35m depth. Ground conditions in this area are difficult, due to historic back-fill and presence of karstic cavities. Although no assay results have been received, as at the date of this Report, this drilling has provided the first comprehensive core coverage, the majority of historical holes being reverse circulation, providing only cuttings samples. Strong hydrothermal alteration textures have been observed to extend below the target mineralisation zone a pattern consistent in a number of holes suggestive of the nearby presence of a deep seated subvertical palaeo-conduit and potential target for a new, possibly high-grade mineralisation target (Figure 13).

**Deep Weathering Karst Infill – targeting non-refractory gold**

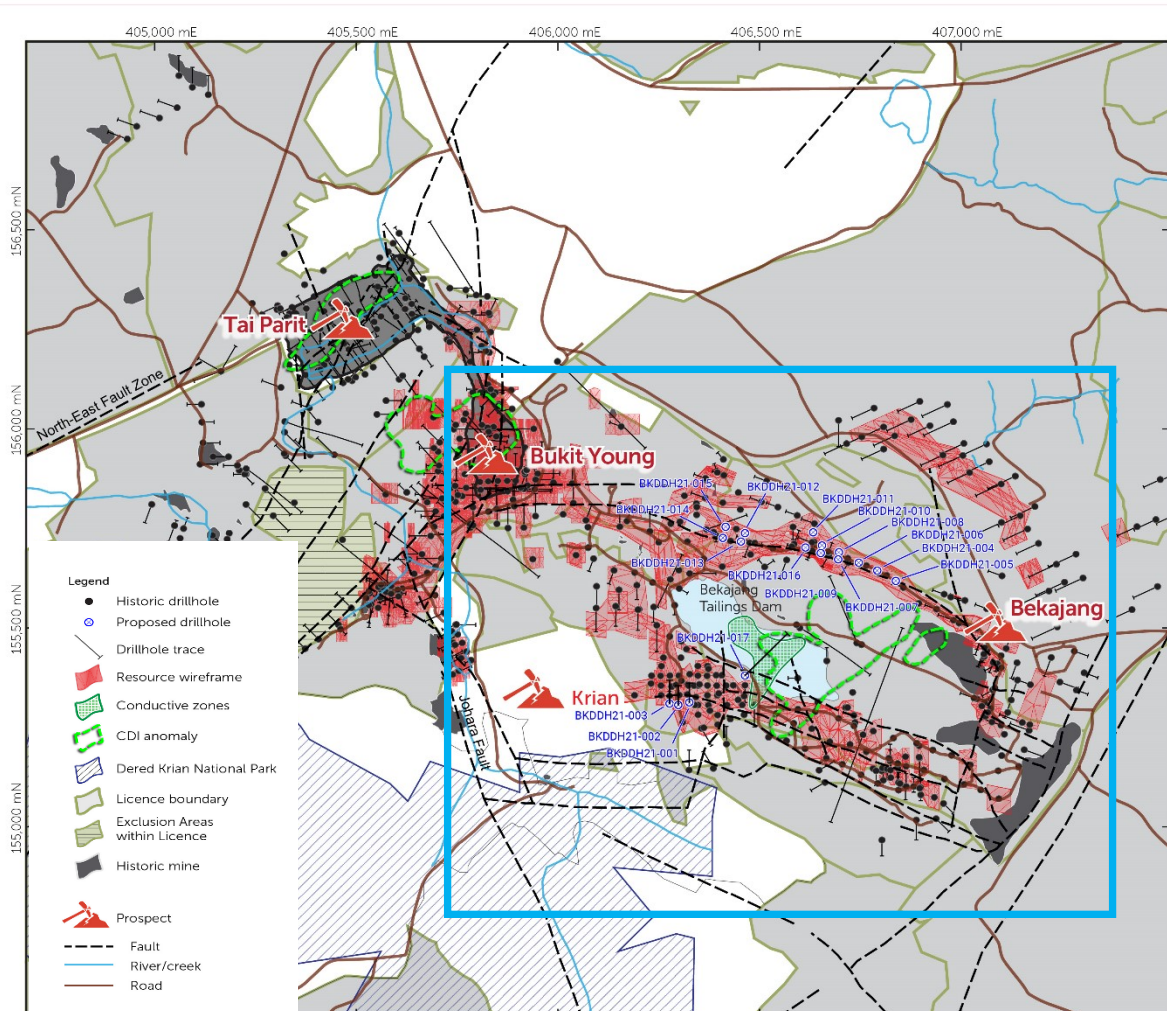
Drill holes BKDDH-24, -25 & -26 were drilled to approximately 100m depth to investigate the extent of heavily altered clay dominated karstic infill within the Bau Limestone (Figure 11) near the intersection of two fault trends. Again, the presence of this alteration texture was difficult to identify in previous RC drilling campaigns, however, this infill was associated with higher grade gold mineralisation at the BGY and Tai Parit mines. Importantly, in those mines that style of mineralisation is oxidised, and non-refractory, lending itself to more conventional leaching processes.

Visual inspection of the recovered core from BKDDH-24, -25 & -26 shows weathered clay mineralisation extending down to depths of up to 80 m. Because of the extent of weathering and potential masking of the presence of any sulphide mineralisation by the clay minerals, samples for these three holes will be fast tracked for assaying. If grades reminiscent of those encountered at the former Tai Parit mine are confirmed then this area will represent a previously unknown, and potentially significant new target for high-grade non-refractory mineralisation.



**Figure 11: Portion of core retrieved at BKDDH-26 showing the highly altered clay dominated mineralisation within voids between competent intervals of Bau Limestone.**

As shown on Figure 12 these three drill holes are located near a north-northeast structural offset identified on the geophysical coverage. This is the orientation of the Krian and Tai Parit faults which are implicated in controlling mineralisation at both the Tai Parit and BGY Pit mines. Extensive karst development in this area may reflect initial dissolution of limestone by migrating acidic hydrothermal fluids containing sulphides, especially along faults which promoted dilation and/or induced secondary permeability including veining and brecciation.



**Figure 12: Location of the Bekajang Prospect.** Current drilling program is shown in blue annotation. Both the Tai Parit and Bukit Young mines lie within approximately 1 km along trend to the northwest. The blue rectangle illustrates the boundary of EM airborne anomaly map shown highlighted in Figure 14. The Resource wireframes are shown in puce.

### Sub-Vertical Conduits – targeting deeper, higher grade gold zones.

Surface mapping confirms that there is a conspicuous west-northwest structural grain through Bekajang and extending along strike through the former mine sites of the Tai Parit and BGY Pit. The widespread occurrence of mineralisation along shallow shale/limestone contact and the orientation of the resource envelope on the northern side of the tailings dam is highly suggestive that this mineralisation is sourced from a sub-vertical conduit system likely fault related and likewise trending west-northwest. The initial drilling results, coupled with a review of the historical drilling suggest a narrow linear conduit which could be characterised by deep

rooted body of mineralisation as a cast in the former conduit, which enabled upwelling hydrothermal fluids to provide sulphide endowment along the shallow Pedawan-Bau, shale – limestone, contact.



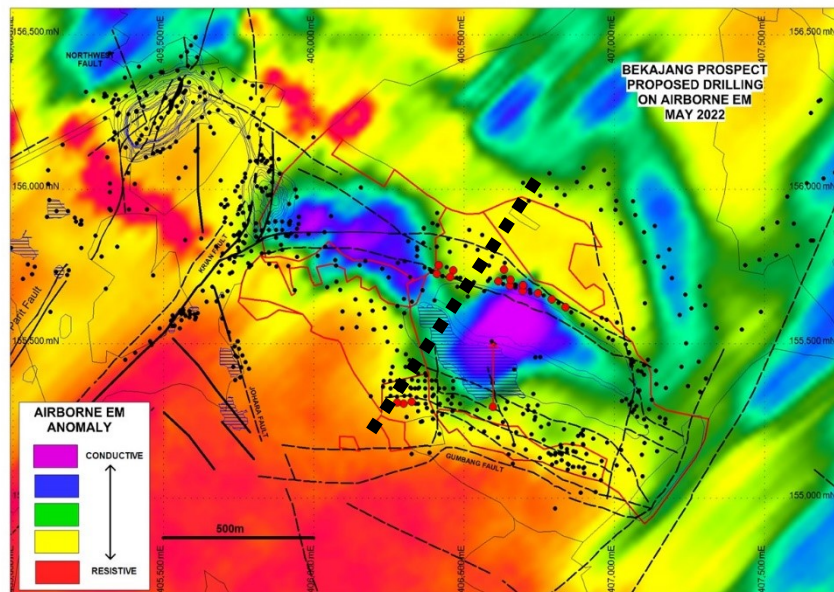
**Figure 13:** Section BKDDH-26, illustrating the intensely hydrothermally altered Bau Limestone, typical of textures endowed with higher grade gold mineralisation along trend at the former Tai Parit and BGY mines.

The fully cored drill holes of the current program are providing the first reliable data-set along this trend. Results to date indicate zones of far deeper hydrothermal alteration (Figure 13) consistent with the sub-vertical conduit proposal. As a result, drilling of additional deep drill holes during the coming Quarter are intended to delineate the presence and geometry of this feature. During June 2022, BKDDH-27 was partially completed and the texture of the underlying Bau limestone is in places highly silicified and brecciated, reminiscent of higher-grade gold endowment found in the Tai Parit and Taiton areas.

Figure 14 shows an airborne EM (450 Hz channel) anomaly map, with colour stretch, draped over the concessions and drill collar locations. The red/orange colours reflect high resistivity rock units whereas the blue/purple colours reflect low resistivity (high conductivity) rock units.

This EM coverage reveals a distinctive central conductive zone at depth to be located beneath Bekajang, offset in a right-lateral sense across a northeast trending broad lineation, which coincidentally is mirrored by an offset in the overlying Resource wireframes. This association suggests the lineation may be implicated in controlling Bekajang mineralisation. The trend may be the locus for preferential sub-vertical migration pathways, allowing metal charged hydrothermal fluids, sourced from underlying intrusives, to penetrate the overlying host rock sequences, enabling endowment along the shale and limestone contact boundaries at shallow depth. This north-northeast cross trend lies parallel to the Krian and Tai Parit fault trends which, to the immediate west, are locally associated with mineralisation at Tai Parit and the Bukit Young pits. Deep exploration holes are planned in the future with the objective of intersecting the northwest trend and the conductivity anomalies in order to establish their mineralisation potential.





**Figure 14:** Showing airborne EM survey across the Bekajang Prospect, illustrating the strong central conductivity anomaly beneath the shallow Bekajang Resources. Dashed line shows a conspicuous offset in the anomaly and is mirrored in overlying resource wireframes.

Hole ID	Project	Easting	Northing	Elevation	Declin.	Azimuth	Depth
BKDDH-12	Bekajang	406415	155751	43.00	-90	0	60.40
BKDDH-13	Bekajang	406454	155713	44.00	-90	0	60.00
BKDDH-14	Bekajang	406403	155730	50.00	-90	0	24.20
BKDDH-14A	Bekajang	406402	155731	47.00	-90	0	54.50
BKDDH-15	Bekajang	406466	155736	67.00	-90	0	50.00
BKDDH-16	Bekajang	406632	155740	43.00	-90	0	62.3
BKDDH-17	Bekajang	406839	155617	47.00	-90	0	52.20
BKDDH-18	Bekajang	406613	155702	36.00	-90	0	50.10
BKDDH-19	Bekajang	406785	155642	48.00	-90	0	50.40
BKDDH-20	Bekajang	406672	155697	41.00	-90	0	24.30
BKDDH-20A	Bekajang	406672	155697	41.00	-90	0	21.00
BKDDH-21	Bekajang	406715	155672	29.00	-90	0	27.30
BKDDH-22	Bekajang	406746	155664	30.00	-90	0	50.5
BKDDH-23	Bekajang	406652	155688	30.00	-90	0	50.1
BKDDH-24	Bekajang	406301	155307	50.00	-60	360	110.8
BKDDH-25	Bekajang	406277	155310	62.00	-60	360	121.9
BKDDH-26	Bekajang	406326	155313	43	-60	360	100.10



During the June 2022 Quarter, approximately 1,083m of fully cored drilling was completed, all of which with the exception of 64m drilled at Jugan, was undertaken within the Bekajang area.

### ***Assaying***

During the June 2022 Quarter assay results for the for batches three and four (for Jugan drill holes JUDDH-89 to 94, inclusive) were received and released to the market. Assay results for core samples for JUDDH-95, and 97, 98 shipped to SGS's laboratories at Pt Klang during the Quarter are pending. Since the end of the Quarter core samples have been despatched for the initial Bekajang drilling - BKDDH-13 to 27, with samples for BKDDH-23, 24, 26, & 27 fast-tracked for analysis.

### ***Stakeholder Relations***

During the June Quarter a meeting was held with leaders of the Pisa kampong, which occupies a major portion of the Pejiru region. Discussions were cordial and included future intensions of Besra to undertake work within its concessions in that area.

In June 2022 Besra was able to present to a meeting of the JMG, the federal government body, equivalent of the Department of Mineral Geology, which was meeting in Kuching. Besra was pleased that JMG representatives, including the Deputy Director of JMG, accepted an invitation to visit its Bau facilities where presentations were provided on current drilling program, Bau prospectivity and the protocols used for Quality Assurance and Quality Control of core sample handling, processing, and assaying in order to meet the international requirements of both NI 43-101 and JORC 2012 requirements.

## ***ACTIVITY OUTLOOK FOR THE NEXT QUARTER***

### ***Jugan Prospect***

Review of the geological model will continue with results for the outstanding drilling results to be incorporated into a revision of the geological model for the main body of Jugan mineralisation.

Ground water studies and continued progress of the EIA at Jugan are expected to continue and be completed or nearly completed during the September Quarter.

Flotation results for bulk samples at Jugan are anticipated during the September Quarter from HZJ.

### ***Bekajang Prospect***

Because of the substantial backlog of drilling results, including results which will be critical for designing future drilling priorities, it has been decided to temporarily cease drilling from the end of July. This will enable results to be assessed once assays are received and planning of a future drilling program to be planned with an appropriate budget based around future capital raisings.

## Corporate

On 30 June 2022, the Company held cash reserves of \$1.199 million and no debt.

Securities on issue on 30 June 2022 were:

Quoted Securities	Number
Chess Depository Interests 1:1	171,849,960
Unquoted Securities	Number
Fully paid Ordinary Shares Escrowed	122,280,569
Options expiring 08-October-2025 Restricted	7,142,275
Options expiring 08-October-2026	7,250,000
Class A Performance Rights Restricted	2,600,000
Class B Performance Rights Restricted	3,650,000
Common Shares	4,818,622

## Additional ASX Listing Rule Disclosures

ASX Listing Rule 5.3.1 - payments for direct exploration expenditure during the quarter totalled \$1.053 million. Details of the exploration activities undertaken during the June 2022 quarter are as noted in this Activities Report.

ASX Listing Rule 5.3.2 - the Company confirms there were no mining production and development activities undertaken during the June 2022 quarter.

ASX Listing Rule 5.3.3 – there were no changes to Besra’s interests in the Bau Gold Project at 30 June 2022.

ASX Listing Rule 5.3.4 - Besra provides the following information with respect to its actual expenditure as of 30 June 2022 versus its “use of funds” statement as set out in its Prospectus and its actual expenditure since ASX admission.<sup>10</sup>

Use of Funds	Prospectus Estimates (\$'000)	Actual (12 months ended 30 June 2022) (\$'000)
Bau exploration, evaluation and development	5,213	2,903
Indodrill and SGS agreements (included within Bau exploration, evaluation, and development for the Prospectus)	541	662
Administration and general working capital (including staff costs for the Prospectus)	1,105	1,071
Loan agreement and creditor settlement payments (included in the above line item in the Prospectus)	1,448	1,646
Transaction costs associated with the Listing	1,693	1,737
Net borrowings repaid	-	382
SPSA Variation costs of financing	-	400
<b>Total uses</b>	<b>10,000</b>	<b>8,801</b>

Activities at the Bau Gold Project continued during the June 2022 Quarter focused on the Bekajang and Jugan Prospects. This included progress on an EIA for the Jugan Prospect.

Besra’s business operations will slow over the coming six months and, in this period expects to be able to secure additional funding to progress the exploration and development of the Bau Gold Project.

<sup>10</sup> Forecast expenditure classifications used in the Prospectus may differ from the classifications used in the Appendix 5B.

ASX Listing Rule 5.3.5 - payments to related parties during the Quarter as outlined in sections 6.1 and 6.2 of the Appendix 5B consisted of the following:

- Non-executive director fees included in staff costs for services provided during the quarter totalled \$59,000 are included in 1(d) of Appendix 5B.
- Executive director fees for services provided during the quarter and capitalised to exploration and evaluation costs totalled \$41,000 are included in 2.1(d) of Appendix 5B.
- As outlined in the Company's Prospectus, certain directors had accrued director fees for the financial years up to and including 30 June 2021 and through to 30 September 2021. Amounts totalling \$62,000 were paid during the quarter in part settlement of amounts due and are included in outlays at 3.9 of Appendix 5B. In addition, as outlined in section 9.7 of the Prospectus, amounts due on working capital loans to certain directors were repaid during the quarter and included at 3.9 of Appendix 5B.

This ASX release was authorised by the Audit Committee of Besra Gold

**For further information:**

**Australasia**

Ray Shaw  
Chief Executive Officer  
Email: [ray.shaw@besra.com](mailto:ray.shaw@besra.com)

**North America**

James Hamilton  
Investor Relations Services  
Mobile: +1 416 471 4494  
Email: [jim@besra.com](mailto:jim@besra.com)

**Competent Person's Statement**

The information in this Announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr. Kevin J. Wright, a Competent Person who is a Fellow of the Institute of Materials, Minerals and Mining (FIMMM), a Chartered Engineer (C.Eng), and a Chartered Environmentalist (C.Env). Mr. Wright is a consultant to Besra. Mr. Wright 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 JORC Code (2012 Edition) of the Australasian Code for Reporting of Exploration Results, and a Qualified Person as defined in National Instrument 43-101 Standards of Disclosure for Mineral Projects of the Canadian Securities Administrators.

Kevin J. Wright consents to the inclusion in this Announcement of the matters based on his information in the form and context that it appears.

**Disclaimer**

This Announcement contains certain forward-looking statements and forecasts concerning future activities, including potential delineation of resources. Such statements are not a guarantee of future performance and involve unknown risks and uncertainties, as well as other factors which are beyond the control of Besra Gold Inc. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending upon a variety of factors. Nothing in this Announcement should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities.

This Announcement has been prepared in accordance with the requirements of Australian securities laws and the requirements of the Australian Securities Exchange (ASX) and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.

Unless otherwise indicated, all mineral resource estimates and Exploration Targets included or incorporated by reference in this Announcement have been, and will be, prepared in accordance with the JORC classification system of the Australasian Institute of Mining and Metallurgy and Australian Institute of Geoscientists.

**Disclosure**

The Pejiru Sector lies within MC/KD/01/1994 which has been pending renewal for a number of years. As outlined in the Malaysian Solicitor's Report on Title (Attachment G) of the Replacement Prospectus of Besra dated 8 July 2021, until a decision is made, the intention of section 48(9) of the Minerals Ordinance is to enable mining activities to continue on a pre-existing licence, in those prior lands of MC/KD/01/1994, until a determination of the renewal is made.

The information in this announcement is based on the following publicly available announcements previously lodged on the SEDAR platform which are available on <https://www.sedar.com/DisplayCompanyDocuments.do?lang=EN&issuerNo=00001815>**Error!**

**Hyperlink reference not valid.** or on Besra's website.

<sup>1</sup> Besra Gold Inc Bau Gold Project Sarawak Malaysia Exploration Target Inventory. Lodged SEDAR Platform Feb 26, 2021.

<sup>2</sup> Besra Bau Project – Mineral Resource and Ore Reserve Updated to JORC 2012 Compliance. Lodged SEDAR Platform Nov 22, 2018.



***Besra** (*Accipiter virgatus*), also called the besra sparrowhawk, occurs throughout southern and eastern Asia. It is a medium sized raptor with short broad wings and a long tail making it very adept at manoeuvring within its environment and an efficient predator.*



## AMENDED Appendix 5B

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

Name of entity

Besra Gold Inc.

ABN

141 335 686

Quarter ended ("current quarter")

30 June 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(84)	(279)
	(e) administration and corporate costs	(207)	(792)
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)	-	-
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(291)</b>	<b>(1,071)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(961)	(2,903)
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(961)</b>	<b>(2,903)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	10,043
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	-	(1,737)
3.5	Proceeds from borrowings	-	421
3.6	Repayment of borrowings	-	(688)
3.7	Transaction costs related to loans and borrowings	(56)	(128)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)		
	- Indodrill and SGS agreement payments	(90)	(662)
	- Loan agreement and creditor settlement payments	(257)	(1,646)
	- SPSA Variation costs of financing	-	(400)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>(403)</b>	<b>5,203</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	2,854	16
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(291)	(1,071)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(961)	(2,903)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(403)	5,203
4.5	Effect of movement in exchange rates on cash held	-	(46)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>1,199</b>	<b>1,199</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	1,199	2,854
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – 'restricted cash' that became available for use upon admission to ASX	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,199</b>	<b>2,854</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	65
6.2	Aggregate amount of payments to related parties and their associates included in item 2	52

*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.*

6.1 – Non-Executive director fees included in staff costs for services provided during the quarter totalled \$53,000.

6.2 – Executive director fees for services provided during the quarter and capitalised to exploration and evaluation costs totalled \$41,000.

As outlined in the Company's Prospectus, certain directors had accrued directors' fees for the financial years up to and including 30 June 2021 and through to 30 September 2021. Amounts totalling \$62,000 were paid during the quarter in part settlement of amounts due and are included in outlays at 3.9. In addition, as outlined in section 9.7 of the Prospectus amounts due on working capital loans to certain directors were repaid during the quarter and included at 3.9.

<b>7.</b>	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	<b>Total financing facilities</b>	-	-
7.5	<b>Unused financing facilities available at quarter end</b>		-
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.		

<b>8.</b>	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(291)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(961)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,252)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,199
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,199
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.96
	<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?	
	<p>Answer:</p> <p>Activities at the Bau Gold Project for the September and December 2022 quarters will be significantly lower than the previous three quarters as the Company awaits drilling results and undertakes desktop studies of those results. Corporate administration costs will also be reduced.</p>	
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?	
	<p>Answer:</p> <p>Yes, the Company is reducing overhead costs and is holding a number of confidential discussions with third parties interested in providing financial support to Besra and the Bau Gold Project. .</p>	



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:

Yes, Besra's business operations will slow over the coming six months and in this period expects to be able to secure additional funding to progress the exploration and development of the Bau Gold Project.

*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: 01 August 2022

Authorised by: By the Audit Committee of Besra Gold Inc

## 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.