

Quarterly Activities Report

For the period ended 30 September 2022

Geopacific Resources Ltd ('Geopacific' or 'the Company'; ASX: GPR) is pleased to provide an update on its activities and cashflow for the quarter ended 30 September 2022.

Highlights

- The Company continues to advance a number work programs to progress the Woodlark Gold Project ('Woodlark' or the 'Project') and optimise its future development pathway. These include:
 - an ongoing drill campaign aimed at growing the existing Mineral Resource;
 - progressing studies, in association with leading mining consultants AMC, to assess the implications of the potential Mineral Resource growth on the design and economics of a future project development; and
 - ongoing Strategic Review to assess alternative options to maximise shareholder value, including potential corporate and asset-level transactions.
- The drilling campaign continued during the quarter with several significant high-grade intercepts from Resource Extension Drilling at Busai and Kulumadau¹.
- Encouraging results from the Mining Lease Exploration program highlighting the potential of the Talpos and Watou targets².
- Geopacific remains committed to engagement with the local communities on Woodlark Island and the village relocation works and other important community initiatives continued.
- The Company held \$12.4m of cash at 30 September 2022, no debt and \$21.1m long lead equipment items at materials cost³.

Post Quarter End

- Initial results were received from the deeper Resource Extension Drilling with significant intercepts in multiple holes below the existing pit shell at Busai including:
 - BUSDDH007: **9 metres at 1.65g/t Au** from 131m and **6 metres at 300g/t Au** from 143m.
- Results continue to highlight the opportunity for resource growth at depth⁴.

Chief Executive Officer, Tim Richards commented

"We continued to progress our exploration and project review work during the quarter. Ongoing drilling continues to highlight the potential at Woodlark Island and the results of the resource extension and the Mining Lease exploration campaign has captured a significant amount of new data, improving our knowledge of the broader geological trends on the island. The Company remains on track to deliver the Mineral Resource update by the end of 2022."

¹ Refer to ASX release on 28 July 2022 "Watou and Talpos RC drilling – reinforces Mining Lease and regional exploration potential".

² Refer to ASX release on 28 July 2022 "Watou and Talpos RC drilling – reinforces Mining Lease and regional exploration potential".

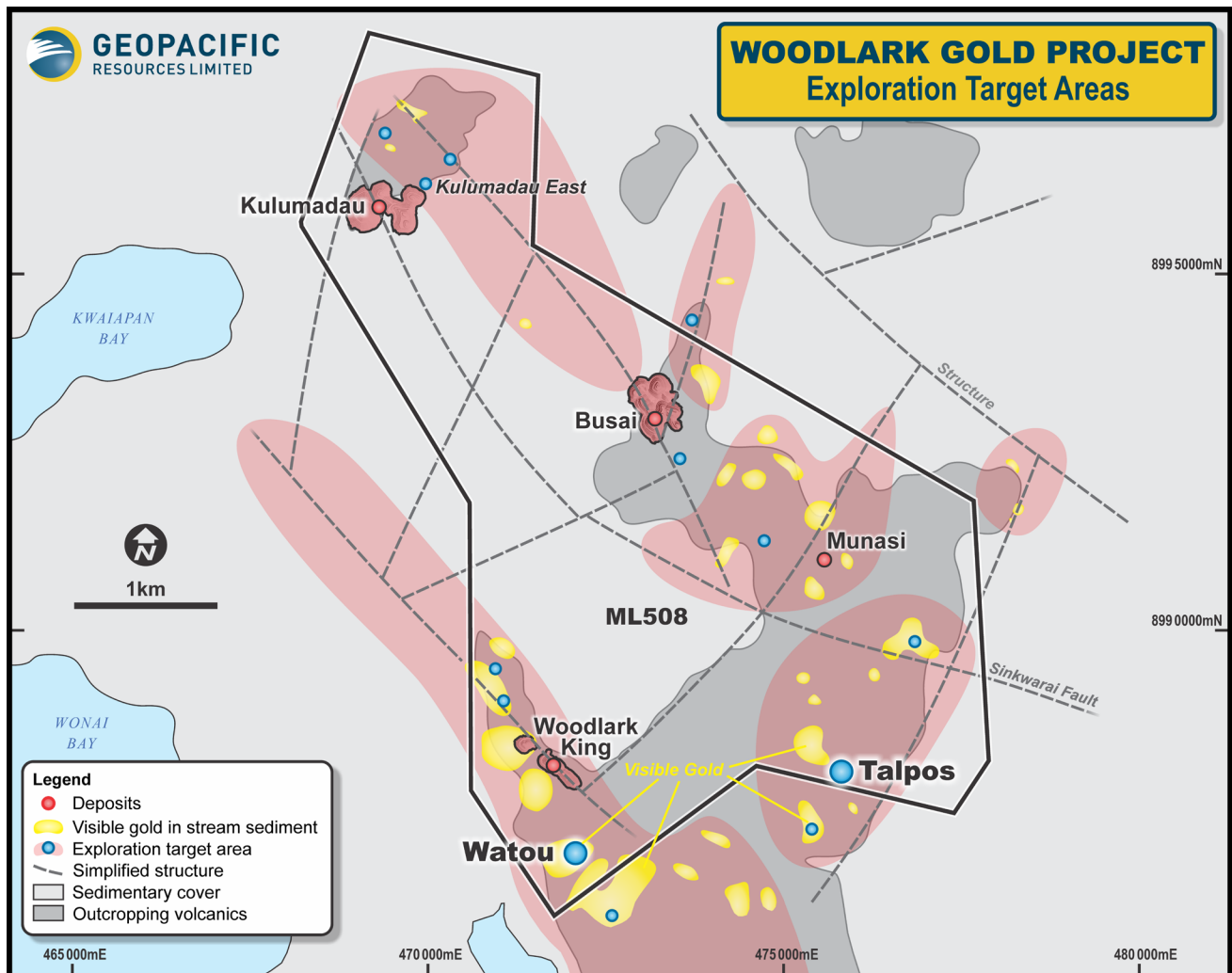
³ Assets held for sale valued on materials cost paid to suppliers in respect of the Woodlark long lead equipment assets up to 30 September 2022. Should the assets be subject to sale, any amounts realised may be below the materials cost.

⁴ Refer to ASX release on 7 October 2022 "Woodlark drilling program delivers 6m x 300g/t at Busai".

EXPLORATION ACTIVITIES

During the quarter the Company continued to receive positive results from its Mining Lease exploration program and the ongoing resource extension drilling campaign at the Project.

Figure 1: Mining Lease exploration target areas



Resource Extension Drilling

Resource extension drilling at Kulumadau and Busai continued during the quarter, with 10,273m of RC and diamond drilling completed. The diamond drill rig was mobilised to site in July 2022 to complete deeper drilling to assess extensions below the existing pits. The diamond drill rig was initially focussed on resource extension drilling at the Busai deposit where 11 holes were completed, enhancing the understanding of the orebody and increasing the drill density at depth.

Encouraging intercepts from the assays received during the quarter include:

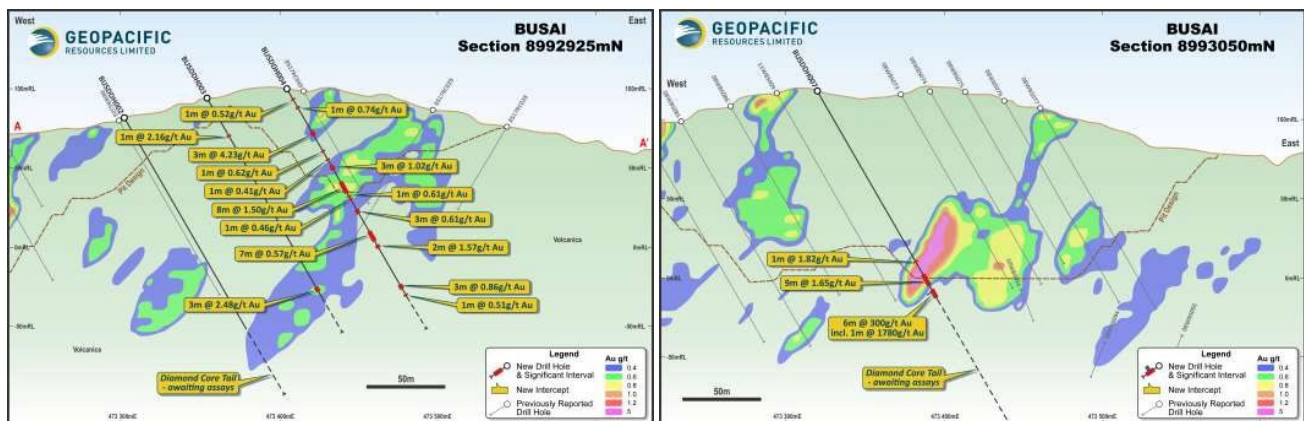
Kulumadau⁵:

- KURC21021: **19 metres at 2.17g/t Au** from 54 metres, **5 metres at 1.80g/t Au** from 96 metres, **6 metres at 2.54g/t Au** from 107 metres and 10 metres at 1.1g/t Au from 129 metres;
- KURC21022: **15 metres at 0.99g/t Au** from 116 metres; and
- KURC21023: **16 metres at 1.03g/t Au** from 128 metres.

Busai⁶:

- BUSDDH007: **9 metres at 1.65g/t Au** from 131 metres and **6 metres at 300g/t Au** from 143 metres;
- BUSDDH011: **3 metres at 12.6g/t Au** from 124 metres; and
- BUSDDH004: **3 metres at 4.23g/t Au** from 28 metres and **8 metres at 1.5g/t Au** from 65 metres.

Figure 2: Section view of Busai drilling



Resource extension drill results to date support the Company's view that mineralisation extends at depth below the existing pit shells. With the current round of drilling at Busai now complete, the program will focus on RC drilling the lateral and down dip extensions at Kulumadau.

Results from this drilling will provide data for the planned Mineral Resource update, scheduled for release during Q4 2022.

⁵ Refer to ASX release on 7 October 2022 "Woodlark drilling program delivers 6m x 300g/t at Busai".

⁶ Refer to ASX release on 7 October 2022 "Woodlark drilling program delivers 6m x 300g/t at Busai".

Mining Lease Exploration

The initial phase of the exploration drilling program across the Mining Lease aimed at assessing high priority targets including Kulumadau East, Talpos and Watou has been completed.

Numerous positive results were received from the drill holes at the Talpos and Watou targets including⁷:

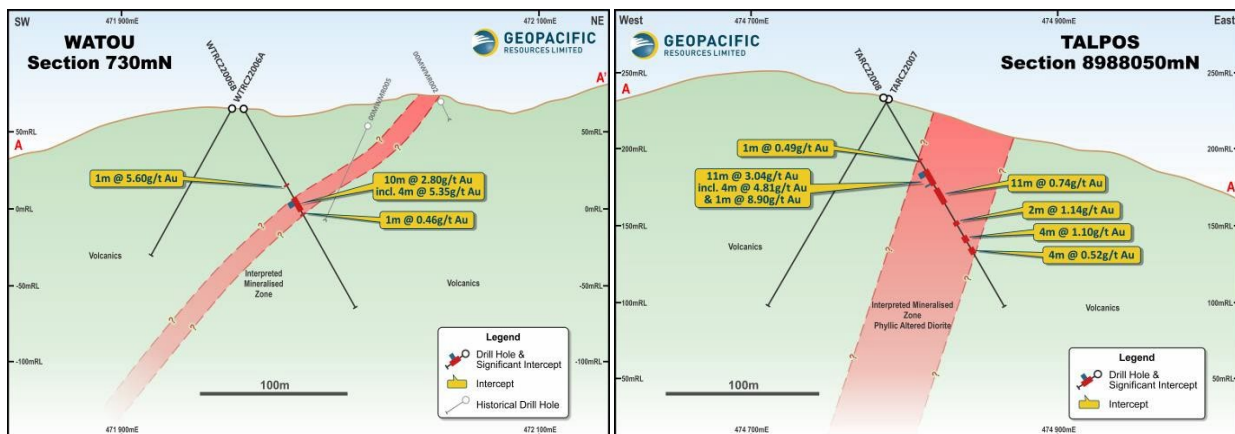
Talpos

- TARC22008: **11 metres at 3.04g/t Au** from 49 metres, and **11 metres at 0.74g/t Au** from 63 metres; and
- TARC22003: **3 metres at 2.66g/t Au** from 32 metres.

Watou

- WTRC22006B: **10 metres at 2.80g/t Au** from 68 metres, including **4 metres at 5.35g/t Au** from 69 metres;
- WTRC22009: **7 metres at 1.58g/t Au** from 124 metres;
- WTRC22002A: **8 metres at 1.94g/t Au** from 53 metres; and
- WTRC22007: **16 metres at 0.7g/t Au** from 57 metres.

Figure 3: Watou and Talpos Cross Sections



The results from this drilling reinforce the potential for growth of the resource outside of the currently defined deposits at Kulumadau, Busai, Woodlark King and Munasi. The Company will develop the next phase of the Mining Lease exploration program following finalisation of the Mineral Resource update.

⁷ Refer to ASX release on 28 July 2022 "Watou and Talpos RC drilling – reinforces Mining Lease and regional exploration potential".

PROJECT DEVELOPMENT RE-EVALUATION AND PLANNING ACTIVITIES

Industry leading mining consultants, AMC, progressed “trade-off” studies to define the optimal project configuration for a future development of the Project, assessing:

- the optimal processing plant throughput for any increase in the Mineral Resource, including the potential to benefit from new economies of scale; and
- the optimal plant and infrastructure configuration, mining fleet and materials handling configuration to support any revised throughput.

AMC’s studies are running concurrently with the ongoing resource extension drilling campaign, with a scheduled completion date in Q4 2022. The re-evaluation activities include considering capital and operating cost outcomes in the current global inflationary environment.

ONGOING STRATEGIC REVIEW

As previously announced, following the receipt of a number of unsolicited approaches from credible third-parties, the Board continues to assess the merits of a corporate or asset-level transaction as an alternative to advancing the Project on a standalone basis.

SUSTAINABILITY

Occupational Health and Safety

During the quarter there were no lost time injuries recorded. The Company continues to work with the local community and Provincial Health Authority to provide broader health awareness and vaccinations.

Community and Social Responsibility

Geopacific remains committed to providing support to its local communities. As previously announced, the Company is continuing with its community relocation activities, as well as maintaining its support of other important community programs, including education facilities and health care services.

Works associated with the community relocation program were paused following cessation of the previous contractor, but have recently resumed, remaining overall 65% complete at the end of the quarter.

CORPORATE AND FINANCIAL SUMMARY

During the quarter, Michael Brook and Richard Clayton joined the Geopacific board as independent non-executive directors and Hansjoerg Plaggemars joined as a representative of the Company's major shareholder Deutsche Balaton / Delphi / Sparta Group.

Total payments of A\$564k were made to related parties and their associates during the quarter in relation to:

- Payment of directors' remuneration \$40k;
- Amounts paid to FTI Consulting for the provision of Non-Executive Chairman services \$109k; and
- Amounts paid to FTI Consulting for the provision of advisory services \$415k.

Details of the appointment of FTI Consulting were included in the Company's ASX announcement dated 14 January 2022 titled "*Appointment of New Chairman*".

The work performed included a detailed diagnostic review, strategy recommendations and assistance with implementation of the workstreams required to restructure the business, corporate and material commercial arrangements following the suspension of development and construction of the Woodlark Gold Project.

Financial

As at 30 September 2022, the Company had the following share structure and cash balance:

As at 30 September 2022	
Cash Balance	\$12.4m
Long Lead Equipment Items Materials Cost ⁸	\$21.1m
Ordinary Fully Paid Ordinary Shares	519,246,646
Options	10,574,633
Share Appreciation Rights	2,430,722

⁸ Based on materials cost paid to suppliers in respect of the Woodlark long lead equipment items up to 30 September 2022. Should the assets be subject to sale, any amounts realised may be below the materials cost.

The Woodlark Project

The Woodlark Project has a 1.6Moz gold resource with significant exploration upside located in Milne Bay Province, Papua New Guinea. A summary of the Mineral Resource⁹ is detailed in the table below:

Mineral Resource (>0.4g/t lower cut)			
Category	Tonnes (Mt)	Grade (g/t)	Ounces ('000)
Measured	21.24	1.10	754
Indicated	18.94	0.98	597
Inferred	6.80	1.00	222
Total	47.04	1.04	1,573

As reported above, the Company continued its drilling campaign during this quarter, which is aimed at growing the Mineral Resource and is scheduled to deliver a Mineral Resource update by 31 December 2022.

This announcement was authorised by the Board of Geopacific.

For further information, please visit www.geopacific.com.au or contact Mr Tim Richards, CEO.

Company details	Board & Management	Projects
Geopacific Resources Limited ACN 003 208 393 ASX Code: GPR info@geopacific.com.au http://www.geopacific.com.au T +61 8 6143 1820 HEAD OFFICE Level 1, 278 Stirling Highway Claremont WA 6010. PO Box 439, Claremont WA 6910.	Andrew Bantock Non-Executive Chairman Richard Clayton Non-Executive Director Hansjoerg Plaggemars Non-Executive Director Michael Brook Non-Executive Director Tim Richards Chief Executive Officer Matthew Smith CFO and Company Secretary	PAPUA NEW GUINEA Woodlark Island Gold

⁹ Mineral Resource estimates contained in the announcement to the ASX made on 12 March 2018 headed "Robust Woodlark Gold Project PFS Supports Development".

Competent Person's Statement

The information in this announcement that relates to exploration results is based on information compiled by or under the supervision of Jeffrey Moncrieff, a Competent Person who is a Member of The Australasian Institute of Mining. Mr Moncrieff 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 in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Moncrieff consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

Schedule of Tenements

Mining tenements held by Geopacific Resources Limited and its subsidiaries at the end of the quarter, including tenements acquired and disposed of during the quarter:

Country	Location	Tenement	Interest
Papua New Guinea	Woodlark Island	EL 1172	100%
Papua New Guinea	Woodlark Island	EL 1279	100%
Papua New Guinea	Woodlark Island	EL 1465	100%
Papua New Guinea	Woodlark Island	LMP 89	100%
Papua New Guinea	Woodlark Island	LMP 90	100%
Papua New Guinea	Woodlark Island	LMP 91	100%
Papua New Guinea	Woodlark Island	LMP 92	100%
Papua New Guinea	Woodlark Island	LMP 93	100%
Papua New Guinea	Woodlark Island	ME 85	100%
Papua New Guinea	Woodlark Island	ME105	100%
Papua New Guinea	Woodlark Island	ME111	100%
Papua New Guinea	Woodlark Island	ML 508	100%

Appendix 5B

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

Name of entity

Geopacific Resources Limited

ABN

57 003 208 393

Quarter ended ("current quarter")

30 September 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(363)	(1,525)
	(e) administration and corporate costs	(1,657)	(3,392)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	3	3
1.5	Interest and other costs of finance refunded / (paid)	123	(799)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (redundancy costs)	-	(417)
1.8	Other (contract close-out)	-	(5,500)
1.9	Net cash from / (used in) operating activities	(1,894)	(11,630)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment *	(871)	(5,101)
	(d) exploration & evaluation	(2,114)	(3,177)
	(e) investments	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
	(f) other non-current assets (including mine development) **	(3,313)	(26,277)
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)	-	-
2.6	Net cash from / (used in) investing activities	(6,298)	(34,555)

* Payments for property, plant and equipment during the quarter include payments for long lead items and construction activities where the Company had committed to expenditure prior to Project suspension.

** Payments for other non-current assets during the quarter relate mainly to the resource drilling and community relocation programs.

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	(312)
3.8	Dividends paid	-	-
3.9	Other (termination fees of loan facilities)	-	(8,293)
3.10	Other (principal portion of leases)	(53)	(178)
3.10	Net cash from / (used in) financing activities	(53)	(8,783)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	20,567	67,470
4.2	Net cash (used in) operating activities (item 1.9 above)	(1,894)	(11,630)
4.3	Net cash (used in) investing activities (item 2.6 above)	(6,298)	(34,555)
4.4	Net cash (used in) / from financing activities (item 3.10 above)	(53)	(8,783)
4.5	Effect of movement in exchange rates on cash held	89	(91)
4.6	Cash and cash equivalents at end of period	12,411	12,411

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	12,411	20,567
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)	12,411	20,567

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	564
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p> <p>Item 6.1 consists of:</p> <ul style="list-style-type: none"> - Payment of directors' remuneration \$40k; - Amounts paid to FTI Consulting for the provision of Non-Executive Chairman services \$109k; and - Amounts paid to FTI Consulting for the provision of advisory services \$415k. <p>Details of the appointment of FTI Consulting are included in the Company's ASX announcement dated 14 January 2022 titled "Appointment of New Chairman".</p> <p>The work performed included a detailed diagnostic review, strategy recommendations and assistance with implementation of the workstreams required to restructure the business, corporate and material commercial arrangements following the suspension of development and construction of the Woodlark Gold Project.</p>	

7. Financing facilities <i>Note: the term “facility” includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A’000	Amount drawn at quarter end \$A’000
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.		
N/A		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,894)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(2,114)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(4,008)
8.4 Cash and cash equivalents at quarter end (item 4.6)	12,411
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	12,411
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.1
<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: N/A	
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: N/A	
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: N/A	
<i>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.</i>	

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: 27 October 2022

Authorised by: The Board of Directors

(Name of body or officer authorising release – see note 4)

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

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.