



## September 2022 Quarterly Activities Report

### Highlights:

- Infill and extensional drilling confirms a shallow high grade gold system, significant results received during the quarter include
  - 10m @ 29.16g/t Au from 6m, including 1m @ 250.00g/t Au from 11m
  - 3m @ 26.62g/t Au from 34m, including 1m @ 54.64g/t Au from 35m
  - 3m @ 10.36g/t Au from 61m, including 1m @ 20.12g/t Au from 62
  - 2m @ 15.06g/t Au from 20m, including 1m @ 27.50g/t Au from 20m
  - 3m @ 7.07g/t Au from 54m, including 1m @ 12.03g/t Au from 54m
- Auger soil sampling has defined several new target areas
- Assay results from the recent RC drilling remain pending compilation and validation

Redcastle Resources Ltd (**Redcastle** or **Company**) is pleased to present its Quarterly Report for the period ending 30 September 2022. The Company continued with an active quarter of infill and extensional RC drilling programs at the Company's flagship Redcastle Gold Project.

Results released during the quarter from the Company's second RC drilling program returned numerous high grade gold intercepts (See table 1) with the program designed to test the strike extensions of the high grade, shallow results encountered during the Company's maiden RC drill programme at two targets. For further information concerning the Company's maiden programme, see the ASX announcement dated 16 May, 2022. Holes were drilled on a nominal 20m by 40m pattern with maximum depths of approximately 80m. In total results from 22 holes for an advance of 1,382m were reported upon. Generally, the drilling encountered similar rock types to the previous programme, with minor shallow old workings also intersected.

During the quarter the Company successfully completed its third RC drill program. A total of 41 RC drill holes for the advance of 2,774 metres was completed. The program was designed to follow up and significantly extend coverage at Redcastle Reef to a strike length of 700 metres, whilst testing the Queen Alexandra prospect at depth and infill along the strike of the historic workings. Assay results from the program remain pending compilation and validation by the company's consultant geologist with results expected to be announced shortly.

Executive Director Trevor Dixon said: "The Redcastle gold system is emerging as a significant high-grade opportunity from results received thus far, we await further confirmation from the drilling carried out over the quarter".



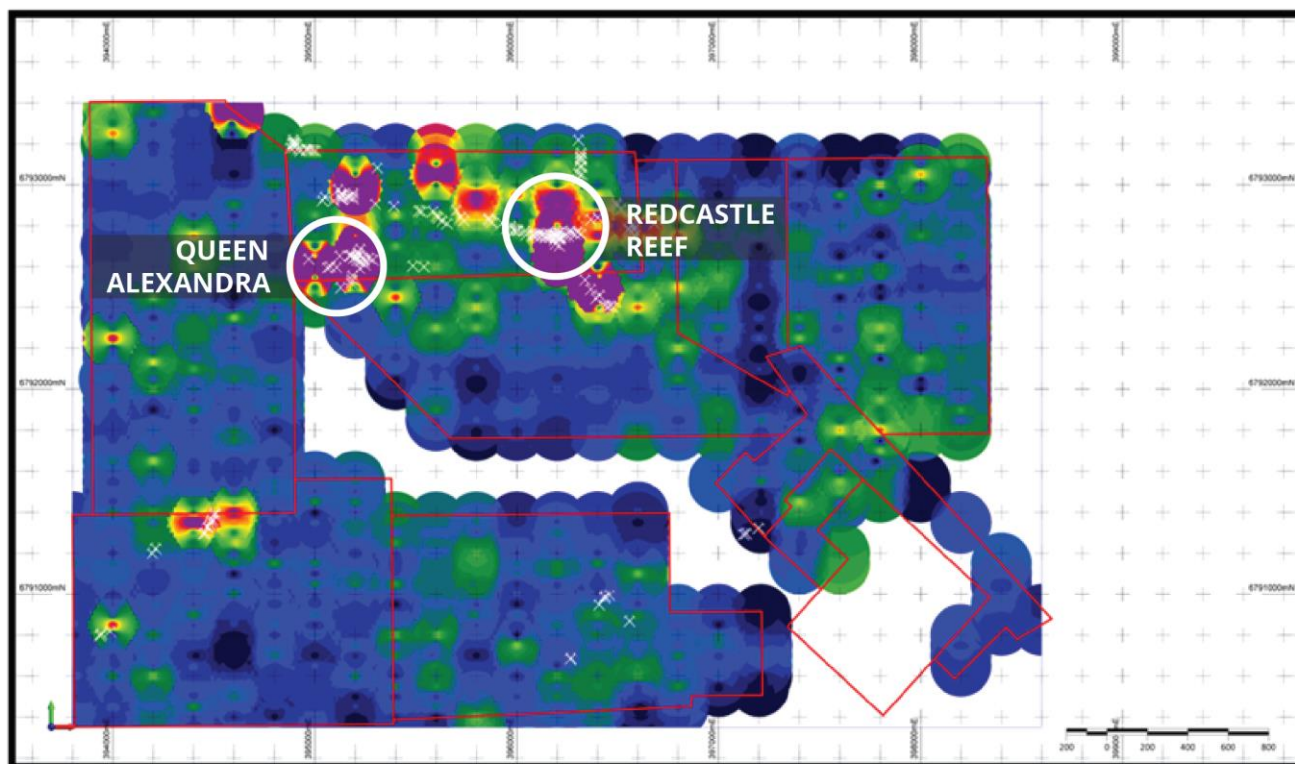
**Table 1 Significant (+1g/t Au) Drilling Results for the Quarter**

Hole	From	To	m	g/t Au
RRC093	54	57	3	7.07
Including	54	55	1	12.03
RRC094	20	21	1	1.09
and	34	37	3	26.62
including	35	36	1	54.64
RRC095	9	10	1	1.38
and	79	80	1	3.08
and	83	88	5	3.86
RRC096	8	9	1	1.96
RRC097	16	17	1	3.16
and	61	64	3	10.36
including	62	63	1	20.12
RRC099	20	22	2	15.06
Including	20	21	1	27.50
and	70	71	1	1.86
RRC100	24	28	4	1.58
RRC101	32	36	4	1.82
RRC103	13	14	1	2.13
RRC105	6	16	10	29.16
including	11	12	1	250.00
RRC106	26	27	1	1.50
RRC108	14	16	2	2.06

Note that RRC101 is a 4m composite sample.

During the quarter a comprehensive broad spaced auger geochemical sampling program across the bulk of the project area returned results defining extensive gold anomalism within the Redcastle Mining Centre tenement M39/318 highlighting a gold in soils anomaly some 1.7km in length, with parallel features becoming apparent as a result. Several discrete targets are observed in the South West and North West of the project area on tenements P39/5814 and P39/5815 with broad based animalism in the Eastern and North Eastern area within P39/5573. (See Figure 1 and ASX release dated 15<sup>th</sup> August 2022)

Plans for an infill soils program is now underway. The program will focus on new target areas and assist with future air core drilling plans.



**Figure 1: Contoured values from Gold in auger sampling and location of known workings (white hammer and pick symbols). Note black is less than 1ppb Au, purple is +50ppb Au.**

## COMPETENT PERSON

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr. Matthew Sullivan, a Competent Person and consultant of the company who is a Member of The Australasian Institute of Mining and Metallurgy. Mr. Matthew Sullivan has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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. Sullivan consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears.' The Company is not aware of any new information or data that materially affects the information included in the above.

## CORPORATE

### CASH POSITION

At the end of the quarter, the Company had cash reserves of approximately \$3.007 million. The Appendix 5B report attached to this report contains the Company's cash flow statement for the quarter.



*This announcement has been approved for release to ASX by the Board of Redcastle Resources Ltd*

The Company provides the following information pursuant to ASX Listing Rule requirements:

**ASX Listing Rule 5.3.1**

Exploration and Evaluation expenditure during the quarter was \$72k. This was mainly spent on the RC drilling program and geochemical sampling program.

**ASX Listing Rule 5.3.2**

There were no substantive mining production and development activities during the quarter.

**ASX Listing Rule 5.3.3**

The following table sets out the tenement information reported as required by ASX Listing Rule 5.3.3.

The Tenements cover a prospective area (1,088ha) surrounding the locality of the historical Redcastle Mining Centre within the Mt Morgans District of the Mt Margaret Mineral Field of WA approximately 60km east of Leonora and 60km west of Laverton in the North Eastern Goldfields.

Tenement Id	Status	Area (ha)	Expiry Date
M 39/318	Live	106	15/09/2036
P 39/5184	Live	54	15/12/2019
M 39/1140	Pending	54	-
P 39/5307	Live	155	05/02/2022
M39/1155	Pending	155	-
M39/1149	Pending	58	-
P 39/5568	Live	151	17/04/2024
P 39/5573	Live	123	18/04/2024
P 39/5814	Live	197	07/02/2026
P 39/5815	Live	172	07/02/2026
P 39/5858	Live	57	01/07/2022
P 39/6185	Live	15	30/06/2025

- The mining tenement interests acquired during the quarter and their location**  
See table above.
- Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter**  
Not applicable.
- Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter**  
Not applicable.

**ASX Listing Rule 5.3.5**

The following table sets out the information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates:



Related Party	Amount	Description
Directors	\$53,383	Director Fees
Director Related Entities	\$20,000	Consulting Fees
Mirador Corporate	\$17,850	Company Secretarial and Financial Management Fees

#### ASX Listing Rule 5.3.4

The table below illustrates the expenditure comparison against the 'use of funds table' in the Prospectus dated 21 September 2021.

Allocation of Funds	Use of Funds for 24 Months (20.12.21)	Use of Funds Pro-Rata to 30.09.22	Actuals (20.12.21 to 30.09.22)	Variance	Note
Opening Cash	352,574	-	214,808	137,767	1
Proceeds from the Offer	4,500,000	-	4,500,000	-	-
<b>Total</b>	<b>4,852,574</b>	<b>-</b>	<b>4,714,808</b>	<b>137,767</b>	
Project Exploration	2,221,000	864,060	973,491	(109,431)	2
Administrative Costs	1,000,000	389,041	576,647	(187,605)	3
Working Capital	1,091,574	424,667	-	424,667	4
Expenses of the Offer	540,000	540,000	571,460	(31,460)	5
<b>Total</b>	<b>4,852,574</b>	<b>2,217,769</b>	<b>2,121,598</b>	<b>96,171</b>	

#### Note 1

Actual Opening Cash represents existing cash held by the Company on 20 December 2021. The variance is due to the expenses of the Offer (ASX, ASIC, legal, independent geologist report, and audit investigating accounting fees) paid before the capital raising.

#### Note 2

Project Exploration includes the expenditures from the listing date 20 December 2021 to 30 September 2022, approximately 284 days, against the proposed use of funds which has been budgeted over a 2 year period according to the Prospectus.



Project Exploration details are as follows:

Use of Funds	Maximum Subscription (\$)	Actual amount spent (\$) in the quarter ended 30 September 2022	Actual amount spent (A\$) year to date
Wages/Salaries/Contractors	300,000	28,118	156,115
Data compilation	70,000		-
Geological/Geophysical interpretation	40,000		-
Soil Geochemical Survey	100,000		22,582
Follow up RAB/AC drilling	185,000		-
Follow up RC drilling	550,000	289,425	637,262
Assays	120,000	57,278	73,931
Metallurgical test work	10,000		-
Field supplies and support	25,000	7,041	7,696
Tenement costs	100,000	5,654	62,605
Equipment and consumables	40,000	6,375	13,300
Heritage and Environment	15,000	-	-
Administration costs	25,000	-	-
Rehabilitation costs	50,000	-	-
Additional Project Acquisitions	500,000	-	-
Contingency	91,000	-	-
<b>Total</b>	<b>2,221,000</b>	<b>393,891</b>	<b>973,491</b>

Note 3

There is no material variance from expectation on Administration Costs.

Note 4

According to the Prospectus, working capital provides for additional capital to be used for additional exploration following the planned exploration programs or grant of additional tenements applied for by the Company and investment in new mineral exploration projects not yet identified by the Directors, including due diligence costs incurred in consideration of such projects. s. The Company has not incurred or allocated any such costs to this category.

Note 5

The cost of the Offer exceeded budgeted expenditures mainly due to additional legal fees.

## Appendix 5B

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

Name of entity

Redcastle Resources Limited

ABN

57 096 781 716

Quarter ended ("current quarter")

30 September 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	-	-
	(e) administration and corporate costs	(148)	(148)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	3	3
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>(145)</b>	<b>(145)</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	(72)	(72)
	(e) investments	-	-
	(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
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>(72)</b>	<b>(72)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
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	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</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	3,224	3,224
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(145)	(145)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(72)	(72)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	<b>Cash and cash equivalents at end of period</b>	<b>3,007</b>	<b>3,007</b>

<b>5. 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	3,007	3,224
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,007</b>	<b>3,224</b>

<b>6. 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	(91)
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	

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

<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.		
	N/A		

<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)	(145)
8.2	Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(72)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(217)
8.4	Cash and cash equivalents at quarter end (item 4.6)	3,007
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	3,007
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>14</b>
	<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

*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: 31 October 2022

Authorised by: The Board of Redcastle Resources Limited  
(Name of body or officer authorising release – see note 4)

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.