



Quarterly Report



FOR THE QUARTER ENDED

31 December 2022

Matador Mining Ltd and Controlled Entities

ABN 45 612 912 393

Matador Mining Limited (ASX: MZZ; OTCQX: MZZMF; FSE: MA3) (“Matador” or the “Company”) is pleased to provide its Quarterly Activities Report for the quarter ended 31 December 2022. All dollar amounts are Australian dollars unless stated otherwise.

Matador is exploring in Newfoundland, Canada, on 120 kilometres of continuous strike along the proven, yet under-explored multi-million-ounce regional-scale Cape Ray Shear Zone (“CRSZ”). Additionally, the Company holds tenements over a 27-kilometre continuous strike at its Hermitage property located on the Hermitage Flexure.

The Company holds a JORC 2012 Mineral Resource (reported in May 2020) of an estimated 837,000 ounces of gold grading 2 g/t with over 96% of the resource located less than 200 metres from surface.

Highlights

Corporate

- Announced and completed a strategic private placement of \$3.6 million by B2Gold Corp (**TSX: BTO / NYSE: BTG**).
- Exited the quarter with \$9 million in cash on-hand following completion of December 2022 quarter drill program.
- Announced change to the Company’s financial year-end date from 30 June to 31 December, to align with the calendar year.
- Held Annual General Meeting on 28 November 2022, with all resolutions fully supported and passed.

Exploration

- 2022 exploration program confirms potential for new gold system at the large, underexplored Malachite target area through diamond drilling, prospecting, rock chip and till sampling.
- Inaugural Malachite diamond drilling commenced in October 2022 and completed in mid-November 2022 with 1,740 metres of drilling over eleven drill holes. Initial drilling was focused on three priority areas within the 60 square-kilometre Malachite area.
- Post quarter end, anomalous gold mineralisation identified from four out of the eleven drill holes with intercepts including:
 - 1.72 g/t Au over one metre from 34 metres
 - 1.21 g/t Au over one metre from 74 metres
 - 0.73 g/t Au over one metre from 80 metres
 - 0.50 g/t Au over one metre from 112 metres

- Announced assay results from Malachite (Canadian) summer prospecting and sampling program including high-grade rock chip samples that included:
 - 15,300 ppb Au (15.3 g/t), 74.4 g/t Ag and >1% Cu (boulder)
 - 7,470 ppb Au (7.5 g/t) (float sample)
 - 4,890 ppb Au (4.9 g/t) (boulder)
 - 3,800 ppb Au (3.8 g/t) and 1,830 ppb (1.8 g/t) and 1,490 (1.4 g/t) (In-situ samples)
- Assays from the Malachite rock chip program confirm and extend large multi-element pathfinder anomalies with peak values of 74.4 g/t Ag, 8,508 ppm As, >1% Cu, 2,077 ppm Pb, 53.7 ppm Bi, 37.2 ppm Sb and 101 ppm Mo.



Figure 1: Location map of Matador tenements in south-west Newfoundland

Corporate Overview

Following a change in strategy mid-2022 to focus on Greenfield targets along its extensive tenement package, the Company continued to advance its exploration program including the completion of the inaugural drill program for Malachite, a large, vastly underexplored area on the prolific CRSZ. Additionally, the Company conducted a comprehensive prospecting program along the CRSZ, focused on Malachite, its two neighbouring target areas at Grandy’s and Bunker Hill and inaugural work at the Hermitage Project.

In early October 2022, the Company announced a private, non-brokered \$3.6 million strategic investment by B2Gold. As part of the transaction, B2Gold agreed to subscribe for and purchase 31,010,290 fully paid ordinary shares (“Share”) at a price of \$0.1162 per share

for aggregate gross proceeds of \$3,602,682, representing approximately 9.9% of Matador's outstanding Shares (on an undiluted basis).

In accordance with Matador's listing requirements under ASX Listing Rule 7.1 and 7.1A, B2Gold's strategic investment was structured in two tranches with the second tranche requiring Shareholders' approval by resolution at Matador's Annual General Meeting ("AGM") which was held on 28 November 2022. This resolution was passed by shareholders at the meeting and placement was subsequently completed. The breakdown of B2Gold's strategic investment is as follows:

Tranche		Shares	Proceeds (approx.)
Tranche #1 – Within available placement capacity	Listing Rule 7.1	3,834,320	\$2.09 million
	Listing Rule 7.1A	14,165,680	
Tranche #2 – Required Shareholder approval		13,010,290	\$1.51 million

In December 2022, the Company announced the decision to change its financial year-end date from 30 June to 31 December in accordance with section 323D(2A) of the Corporations Act 2001 (Cth). The change in fiscal year to align with the calendar year provides the Company with better alignment of exploration activities with financial budgeting and reporting including timing of year-end financial audit. Further, the Company is a recipient of Canadian exploration financing programs such as flow-through share financing that aligns with the Canadian taxation calendar year. Previously, the Company's financial year commenced on 1 July and ended on 30 June.

The change in the financial year requires the Company to, in respect of the transitional financial year:

- Lodge an annual report, including the Financial Statements, by 31 March 2023, and
- Hold an Annual General Meeting by 31 May 2023.

The Company will advise the actual date of the Annual General Meeting in due course.

Financial Overview

Cash

As at 31 December 2022, the Company had a cash balance of approximately \$9 million. This follows the completion of exploration drilling in November 2022. This is a slight increase

to the previous quarter's cash balance of \$8.8 million. The increase in cash is a result of the cash inflows related to B2Gold's private placement, partially offset by an increase in exploration expenditures related to the diamond drilling program in October and November 2022.

Share Capital

As at 31 December 2022, the Company had 315,210,834 ordinary fully paid shares on issue.

As at 31 December 2022, there were approximately 10.1 million options outstanding.

Payments to Related Parties

During the quarter, the Company made payments to related parties of \$193,000 which were made to directors' fees and the salary of the Managing Director.

Stakeholder Engagement

Following the events of Post-Tropical Storm Fiona, which caused severe damage across Atlantic Canada including host Newfoundland communities of Channel-Port aux Basques, Isle aux Morts, Margaree and Burnt Islands in late September 2022, the Company engaged with key stakeholders within impacted host communities to better understand the direct impacts and align community needs with direct and indirect assistance. The Company subsequently provided to the extent it could.

Matador employees worked in the communities offering support and assistance in the recovery efforts. The Company made financial contributions to these impacted communities, provided needed supplies and continued to provide hands-on support. In November 2022, the Company hosted a Port aux Basques community event for community children and their families.

The Company will continue to support the recovery efforts through additional monetary and in-kind support.

Exploration Activities

Malachite Regional Field Mapping

The Malachite area is situated in the centre of Matador’s 120-kilometre-long Cape Ray Gold Project and, specifically, on the largest structural bend along this multi-million-ounce corridor which also hosts Marathon Gold’s (TSX: MOZ) 5.1 Moz Au Valentine Lake Mineral Resource (approximately 80 kilometres along strike to the north-east) and Matador’s 837 koz Au Mineral Resource. The area is geologically complex, with a complex array of interpreted faults and shear zones splaying off the CRSZ and wrapping around and deflecting past multiple intrusions and other prospective host rocks.

A substantial geological mapping, prospecting and rock chip sampling program (Figure 2) was completed in the Canadian summer of 2022, resulting in an updated geology map interpretation (Figure 3). The mapping and prospecting covered 22 kilometres of strike from Grandy’s in the south-west to Malachite in the north-east. The areas included historically unexplored stratigraphic units to the north and south of the CRSZ.

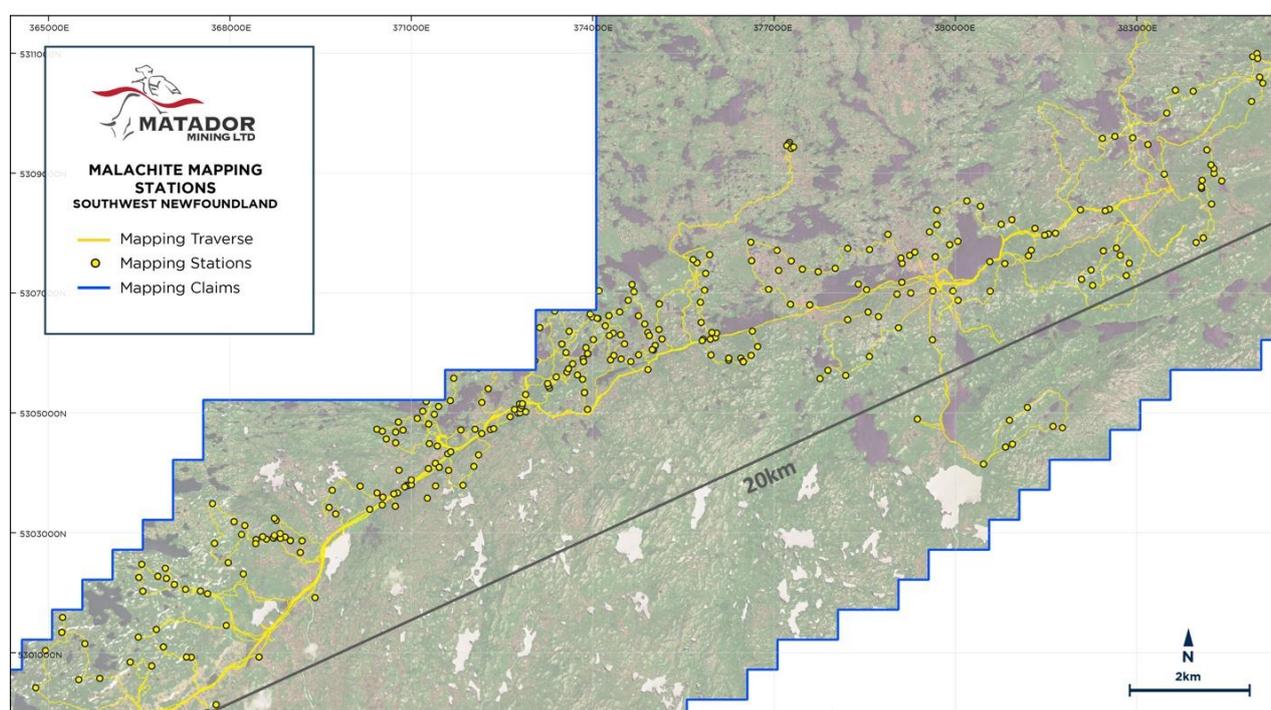


Figure 2: Malachite mapping traverses (yellow tracks) and prospecting localities

The results of the work completed have increased the Company’s understanding of the geological structures, and potentially gold-bearing second and third-order faults splaying off a major structural bend along the multi-million-ounce CRSZ. This work has led to the development of the most comprehensive and detailed geological interpretation of the area to date, reinforcing the Company’s confidence in the Malachite area to be able to host significant gold mineralisation.

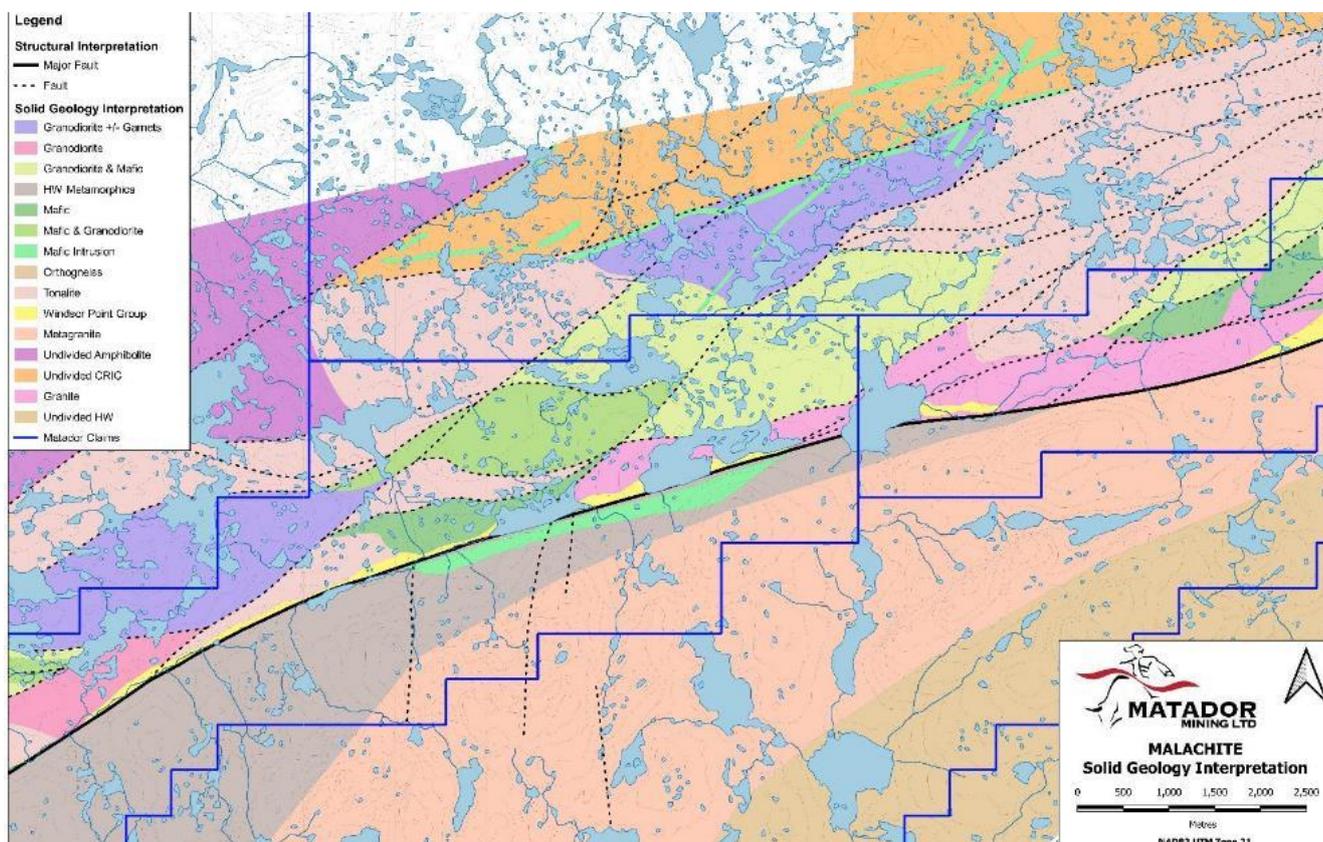


Figure 3: Updated solid geology interpretation based on integration of 2022 mapping constraints with Matador's high resolution 2021 heli-magnetic dataset

Inaugural Malachite Drilling Results

In October 2022, the Company announced the commencement of inaugural drilling at Malachite. The Canadian autumn drill program was helicopter-supported and originally designed to deliver 3,000 metres of diamond drilling across three distinct focus areas at Malachite. Due to weather and logistical constraints, the Company completed 1,740 metres of the planned drilling in total at the three focus areas (Figure 4).

These diamond drill holes were the first-ever in the vast Malachite area and results announced post quarter end have confirmed the presence of gold in the system.

Drilling was designed to confirm the presence of gold mineralisation in major faults and second and third order structures identified previously through interpretation of the Company's high-resolution magnetic data, and prospecting, mapping and sampling program. A significant hydrothermal system with associated veining, gold and anomalous pathfinder geochemistry has been identified, further highlighting the prospectivity of the vast and underexplored Malachite target area.

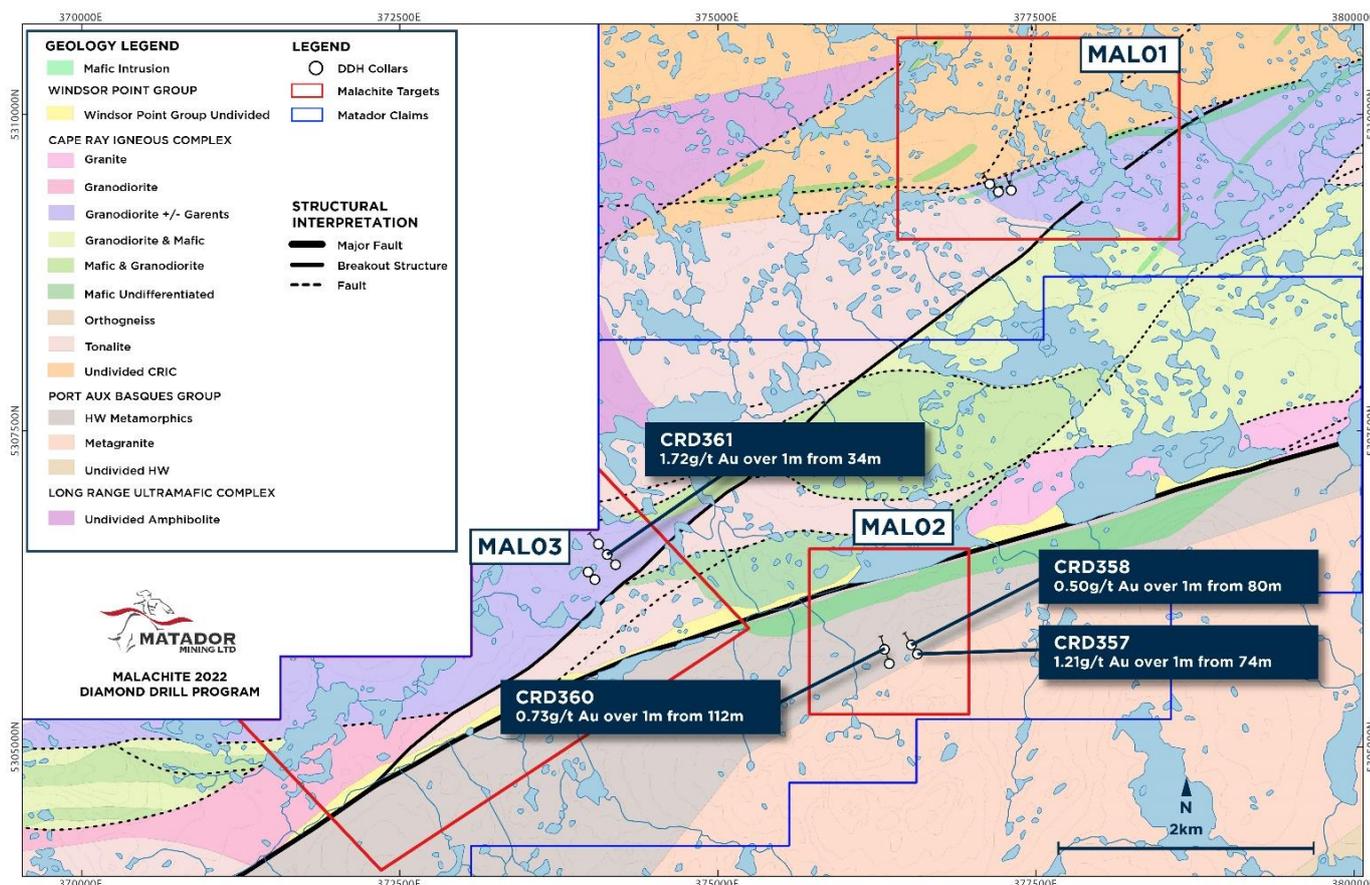


Figure 4: Overview of the Malachite 2022 drill program and key intercepts

MAL03 Focus Area

The MAL03 focus area is located on the largest second order fault splay off the main bend in the CRSZ (Figure 4). The target area is at approximately 1,400 x 1,000 metres and is defined by coherent gold grain anomalism (>10 grains/sample) and the largest and strongest arsenic anomaly identified to date at Malachite. The arsenic anomaly remains open to the south-west, and is coincident with copper, lead and antimony anomalism. Arsenic is a key pathfinder for gold in the district and peak arsenic values at MAL03 are >400 ppm in an area where background arsenic values are <5 ppm.

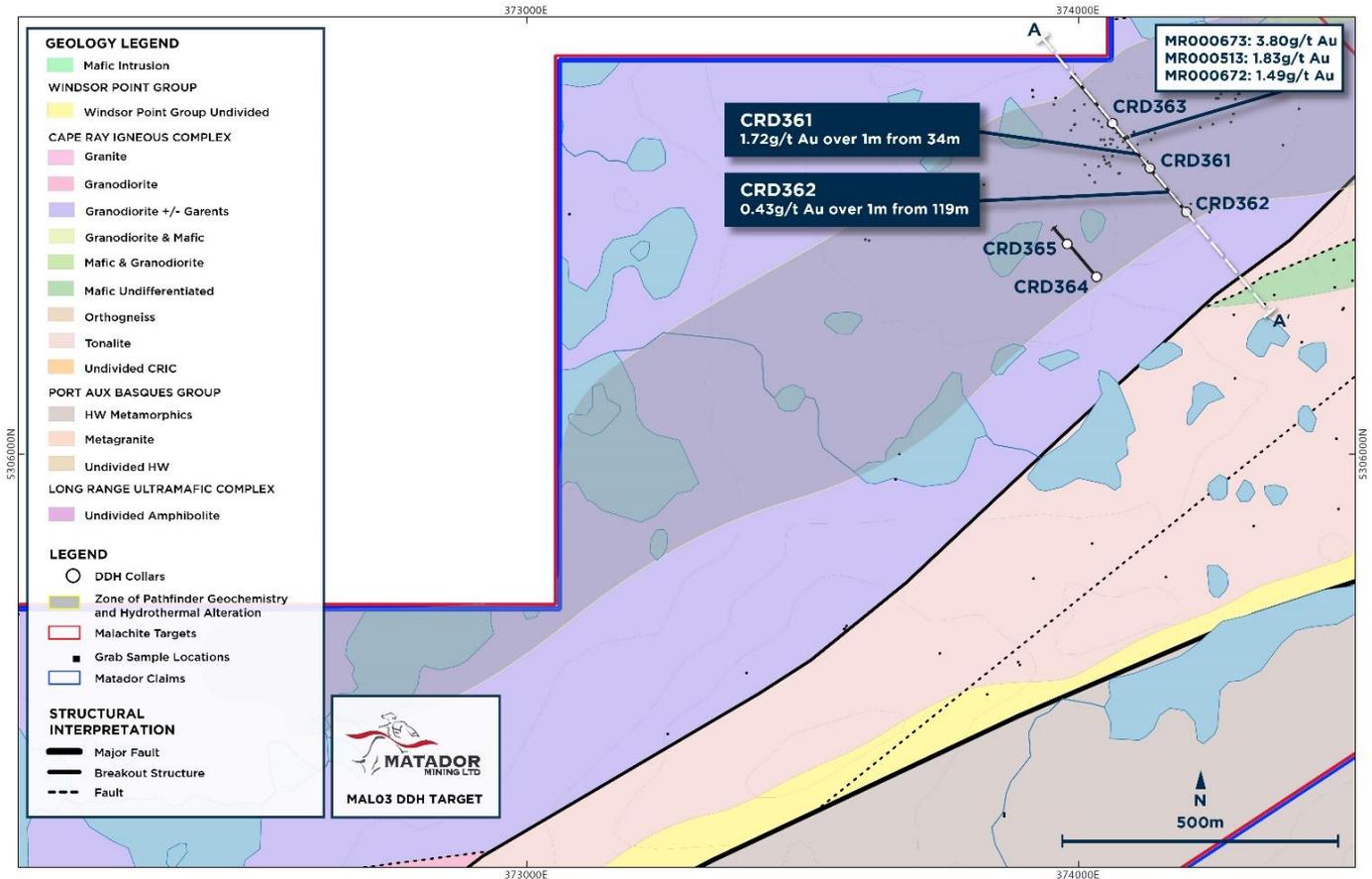


Figure 5: Overview of the MAL03 focus area and key intercepts

The Company completed five diamond drillholes at MAL03, totaling 644 metres. Drilling in this area confirmed basement gold mineralisation related to the anomalous rock samples collected in mid-2022 (Figure 5) and the presence of significant hydrothermal alteration associated with increased veining, anomalous pathfinder geochemistry and gold.

Drilling in this area was curtailed due to inclement weather, however, the Company expects additional exploration activity in this area for 2023. Key intercepts from the MAL03 target include:

- CRD361: 1.72 g/t Au, 6.27 g/t Ag, 0.1 % Cu, 0.2 % Pb, 0.39 % As over one metre from 34 metres
- CRD362: 0.43 g/t Au, 2.2 % As over one metre from 119 metres

MAL03 will continue to be a key area of focus for the Company in 2023.

MAL02 Focus Area

The MAL02 focus area is situated 2.5 kilometres to the southeast of the MAL03 focus area and located south of the CRSZ in the structural hanging wall (Figure 4). It consists of the largest gold-in-till geochemical anomaly from the 2021 till survey, highlighted by a cluster of

eleven anomalous gold grain samples. The drill target is also defined by the most coherent gold in till anomaly identified to-date in the Malachite area (>1,000 x 700 metres) with coincident arsenic, bismuth (+/- copper, molybdenum, zinc) pathfinder element anomalies. The peak till gold grain sample from this survey was reported as 336 grains (191 pristine) equivalent to 1.9 g/t Au, indicating highly anomalous gold in till and relative proximity to the source of gold.

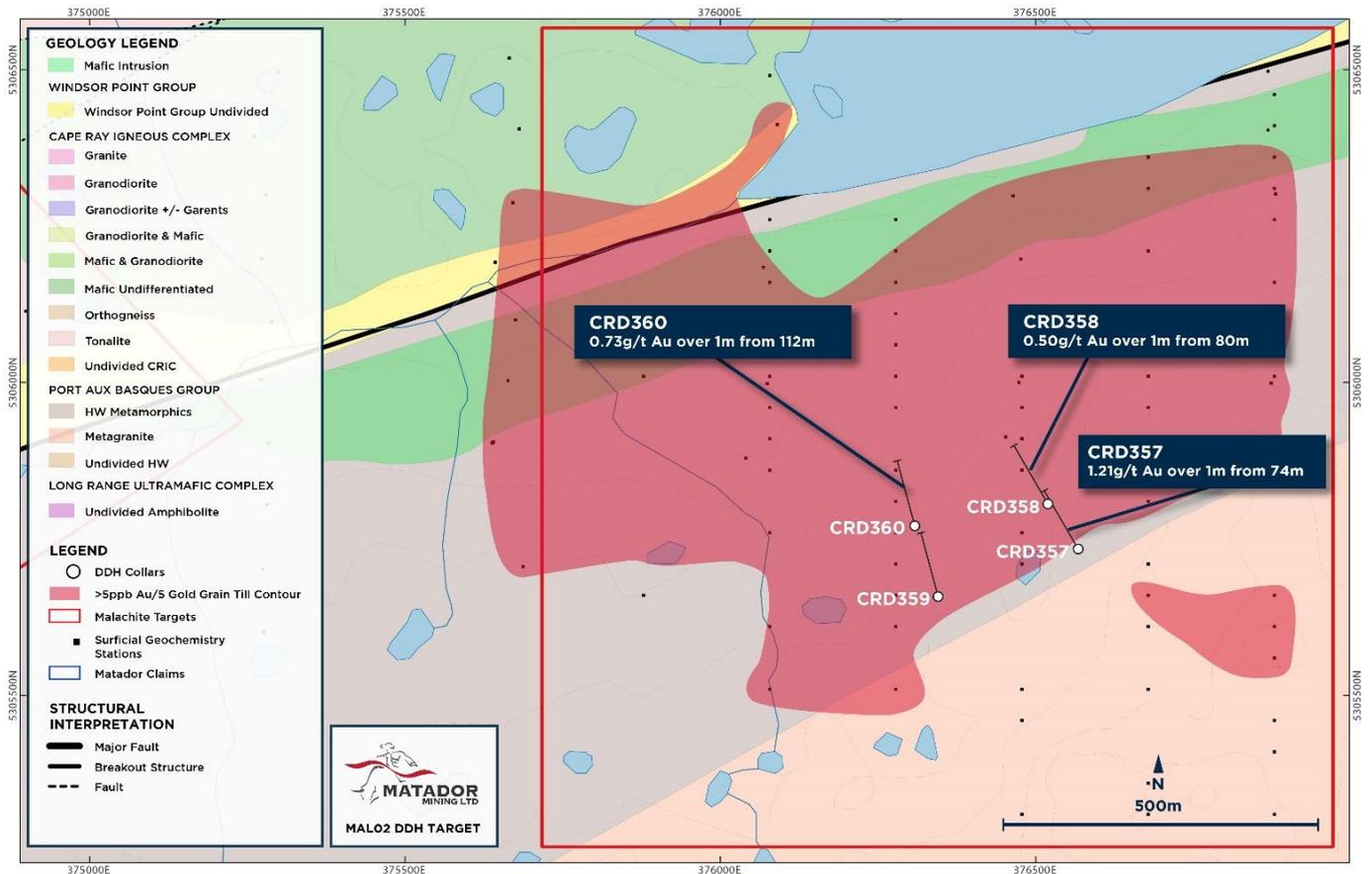


Figure 6: Overview of the MAL02 focus area and key intercepts

Targeting of the MAL02 area is complex due to the sheer size of the anomaly and lack of any outcrop to help map the gold-bearing hydrothermal system. All four reconnaissance drill holes at MAL02 (Figure 6) did however intersect anomalous gold in bedrock:

- CRD357: 1.21 g/t Au over one metre from 117 metres
- CRD358: 0.50 g/t Au over one metre from 80 metres
- CRD360: 0.73 g/t Au over one metre from 112 metres

The anomalous gold is hosted within discrete one-centimetre-wide quartz-carbonate veins, often associated with visible chalcopyrite. Discrete alteration selvages surround these veins, and the mineralisation is observed to be hosted in a fractured, veined, and previously unidentified granite. These small veins intersected at depth do not explain the sizeable

geochemical anomaly. Follow-up exploration activities are planned at MAL02 for 2023 to identify the primary source of the large surface geochemistry anomaly.

MAL01 Focus Area

The MAL01 focus area, approximately three kilometres north of the CRSZ, is the site of the best gold grain sample collected across the Malachite survey area (1,201 gold grains 97% pristine - 1.93 g/t Au). It lies six kilometres to the northeast of the MAL03 focus area on the same breakout structure in the footwall to the CRSZ (Figure 4).

In total, there are nine highly anomalous gold grain samples (>10 grains) in the immediate drill target area which is also coincident with a major east-north-east trending structure identified in the detailed magnetics but buried under shallow till cover, and a 1,400 x 600 metre arsenic geochemical anomaly that is open to the west.

The Company drilled three holes at MAL01 totaling 389 metres. None of the holes intersected anomalous gold or pathfinder elements, meaning the highly anomalous gold in till anomaly remains unexplained by the limited first pass drilling. The drilling results did visually present discrete zones of intense hydrothermal alteration, and the lithology here is correlated to the lithology at MAL03, meaning both occupy the same structural position on the prospective breakout structure and are hosted in units demonstrated to host basement gold mineralisation at MAL03.

Prospecting Results

During the field program, the Company collected approximately 340 surface rock chip and float samples, along with more detailed gold and multi-element assays from the infill till and basement sampling program (Figure 7).

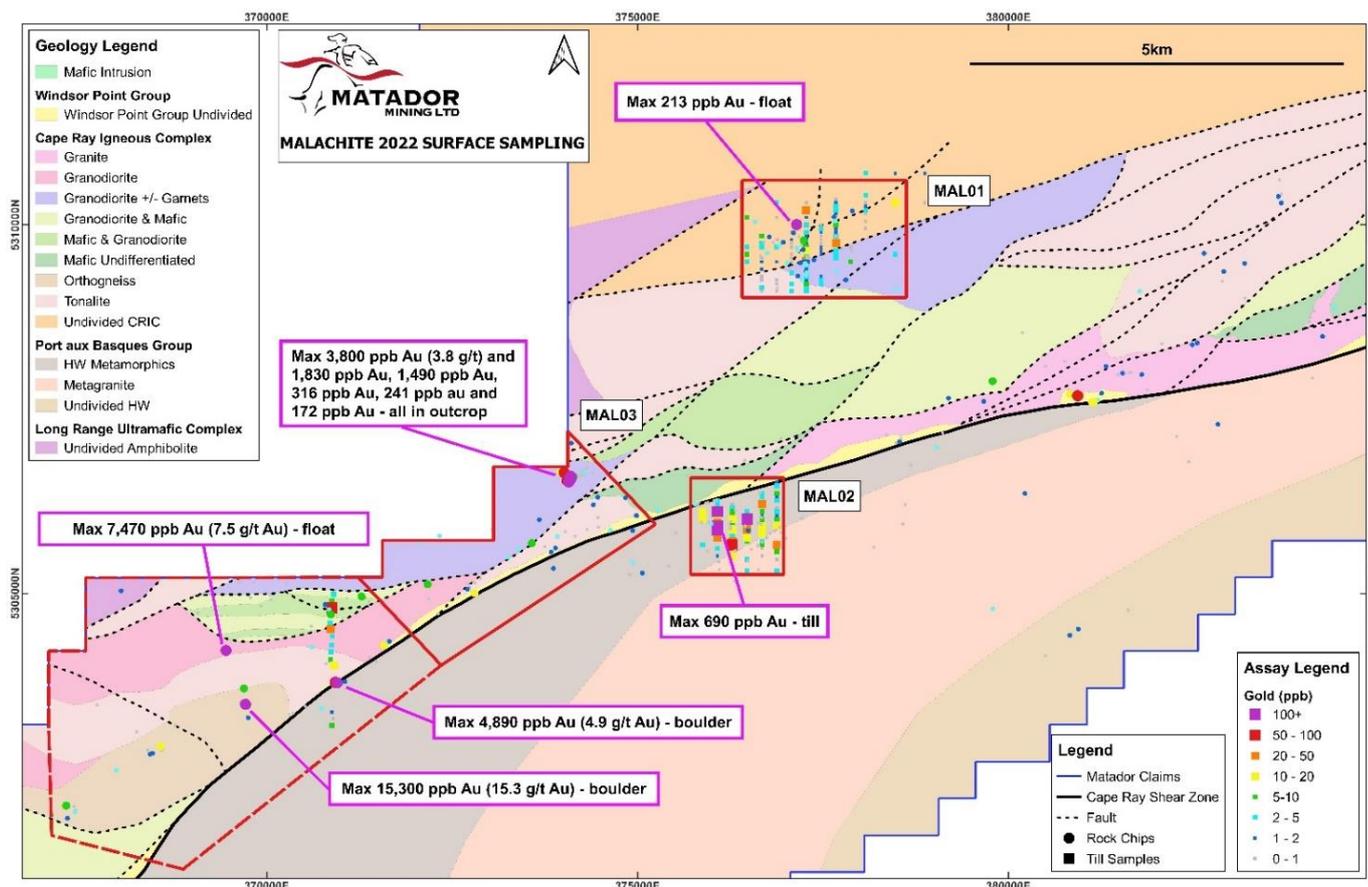


Figure 7: Malachite 2022 gold in rock chip and till samples (see Appendix 1 for integrated 2022 & 2021 data including maps of pathfinder-element data)

Prospecting at MAL03 confirmed a large area with abundant outcropping quartz veining coincident with a significant second order fault splaying off the main bend in the CRSZ. Three in-situ rock chips from an extensive outcropping vein array in the heart of the MAL03 target returned assays of 3,800 ppb Au (3.8 g/t Au), 1,830 ppb Au (1.8 g/t Au) and 1,490 ppb Au (1.5 g/t Au) (Figure 2). MAL03 presents a large structural target within a two-kilometre-long multi-element pathfinder geochemical anomaly in till and rock chips which remains open to the south-west.

Initial results from MAL03 surface prospecting demonstrate continuation of gold and pathfinder geochemistry anomalism for at least an additional two kilometres to the southwest with early prospecting results indicating potential for even further extension of mineralisation to the southwest, linking MAL03 with the Grandy's target area located six kilometres southwest.

At MAL02, peak gold in till values of 690 ppb Au and coincident silver-arsenic-bismuth-antimony-tungsten pathfinder geochemistry signatures. Gold grain counts up to 336 grains correlate with an 800-metre-long target area.

At the MAL01 focus area, rock chip assays returned a peak value of 213 ppb Au from a float sample in the same area. The target structure identified from the magnetics at MAL01 is buried under till cover with no outcrop.

Two mineralised boulders containing 15,300 ppb Au (15.3 g/t), 74.4 g/t Ag and >1% Cu and 4,890 ppb Au (4.9 g/t) respectively, and a quartz vein float sample grading 7,470 ppb Au (7.5 g/t) were identified through prospecting in this area, which is located outside of the 2021 till and gold grain Malachite survey area.

Environmental Impact Statement Update

In June 2022, the Company requested, and subsequently received, a three-year extension for the Environmental Impact Statement (“EIS”) process from the Impact Assessment Agency of Canada (“IAAC”) to allow for substantive completion of the EIS document along with provisions for information requests and stakeholder comments.

The Company is planning to re-register the Project with the Provincial Government, however, the works associated with the EIS will be suspended given the change in corporate strategy to Greenfield discovery. The Company will preserve optionality to resume the EIS process at a later date.

Tenement Interests

There was no material change to the Company’s tenement interests during the quarter. Table 1 below shows the Company’s tenement interests as at 31 December 2022.

Table 1. Tenement interests as at 31 December 2022 ⁽⁵⁾

Holder	Licence No.	Project	No. of Claims	Area (km2)	Comments
Cape Ray Mining Limited	025560M	Cape Ray	20	5.00	
Cape Ray Mining Limited	025855M	Cape Ray	32	8.00	Royalty (d)
Cape Ray Mining Limited	025856M	Cape Ray	11	2.75	Royalty (d)
Cape Ray Mining Limited	025857M	Cape Ray	5	1.25	Royalty (d)
Cape Ray Mining Limited	025858M	Cape Ray	30	7.50	Royalty (d)
Cape Ray Mining Limited	026125M	Cape Ray	190	47.50	
Cape Ray Mining Limited	030881M	Cape Ray	255	63.75	
Cape Ray Mining Limited	030884M	Cape Ray	255	63.75	
Cape Ray Mining Limited	030889M	Cape Ray	50	12.50	
Cape Ray Mining Limited	030890M	Cape Ray	118	29.50	
Cape Ray Mining Limited	030893M	Cape Ray	107	26.75	
Cape Ray Mining Limited	030996M	Cape Ray	205	51.25	
Cape Ray Mining Limited	030997M	Cape Ray	60	15.00	Royalty (d)
Cape Ray Mining Limited	031557M	Cape Ray	154	38.5	

Holder	Licence No.	Project	No. of Claims	Area (km2)	Comments
Cape Ray Mining Limited	031558M	Cape Ray	96	24	
Cape Ray Mining Limited	031559M	Cape Ray	32	8	
Cape Ray Mining Limited	031562M	Cape Ray	37	9.25	
Cape Ray Mining Limited	032060M	Cape Ray	81	20.25	Royalties (a) (b) (c)
Cape Ray Mining Limited	032061M	Cape Ray	76	19	Royalties (a) (b) (c)
Cape Ray Mining Limited	032062M	Cape Ray	72	18	Royalties (a) (b) (c)
Matador Canada Pty Ltd.	032764M	Hermitage	256	64	Pegged 20 May 2021
Matador Canada Pty Ltd.	032770M	Hermitage	252	63	Pegged 20 May 2021
Matador Canada Pty Ltd.	032818M	Hermitage	95	23.75	Pegged 22 May 2021
Matador Canada Pty Ltd.	032940M	Cape Ray	255	63.75	Pegged 28 May 2021
Matador Canada Pty Ltd.	032941M	Cape Ray	256	64	Pegged 28 May 2021
Matador Canada Pty Ltd.	033080M	Cape Ray	190	47.5	Pegged 14 June 2021
Matador Canada Pty Ltd.	033083M	Cape Ray	256	64	Pegged 14 June 2021
Matador Canada Pty Ltd.	033085M	Cape Ray	256	64	Pegged 14 June 2021
Matador Canada Pty Ltd.	033110M	Hermitage	183	45.75	Pegged 18 June 2021
Cape Ray Mining Limited	034316M	Cape Ray	247	61.79	Pegged 10 March 2022
	Total		4132	1033	

⁽⁵⁾ The most proximate Aboriginal community to the Project site is the Miawpukek community in Bay d'Espoir, formerly known as "Conne River". It is approximately 230 kilometres to the east of the Project site. It is not known at this time if the Project site is proximate to any traditional territories, archaeological sites, lands or resources currently being used for traditional purposes by Indigenous Peoples. This information will be acquired as part of future environmental baseline studies.

The Crown holds all surface rights in the Project area. None of the property or adjacent areas are encumbered in any way. The area is not in an environmentally or archeologically sensitive zone and there are no aboriginal land claims or entitlements in this region of the province.

There has been no commercial production at the property as of the time of this report.

Royalty Schedule legend:

- 1.75% net smelter returns royalty (NSR) held by Alexander J. Turpin pursuant to the terms of an agreement dated 25 June 2002, as amended 27 February 2003 and 11 April 2008. The agreement between Alexander J. Turpin, Cornerstone Resources Inc. and Cornerstone Capital Resources Inc., of which 1.0% NSR can be repurchased or \$1,000,000 reducing such royalty to a 0.75% NSR. The agreement which royalty applies to Licences 14479M, 17072M, 9338M, 9339M and 9340M covering 229 claims, all as described in the foregoing agreements.
- 0.25% net smelter returns royalty (NSR) held by Cornerstone Capital Resources Inc. and Cornerstone Resources Inc. (collectively the "Royalty Holder") pursuant to the terms of an agreement dated 19 December 2012, as amended 26 June 2013, between the Royalty Holders and Benton, which royalty applies to Licence 017072M, as described in the foregoing agreement.
- Sliding scale net smelter returns royalty (NSR) held by Tenacity Gold Mining Company Ltd. pursuant to the terms of an agreement dated 7 October 2013 with Benton Resources Inc.:
 - 3% NSR when the quarterly average gold price is less than US\$2,000 per ounce (no buy-down right);
 - 4% NSR when the quarterly average gold price is equal to or greater than US\$3,000 per ounce with the right to buy-down the royalty from 5% to 4% for CAD \$500,000; On Licences 7833M, 8273M, 9839M and 9939M as described in Schedule C of the foregoing agreement.
- 1.0% net smelter returns royalty (NSR) held by Benton Resources Inc pursuant to the terms of the sale agreement between Benton and Matador of which 0.5% NSR can be repurchased for \$1,000,000 reducing such royalty to a 0.5% NSR. The agreement which the royalty applies to covers licences 025854M, 025855M, 025858M, 025856M and 025857M covering 131 claims.

Table 2. Mineral Resource Estimate – May 2020

Cape Ray Gold Project Summary Mineral Resource																	
Deposit	Cut-off	RL	Indicated					Inferred					Total				
			Tonnes (Mt)	Au (g/t)	Ag (g/t)	Contained Au (Koz)	Contained Ag (Koz)	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Contained Au (Koz)	Contained Ag (Koz)	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Contained Au (Koz)	Contained Ag (Koz)
Z4/41	0.5	>100mRL	2.1	2.83	8	191	545	1.3	1.48	6	61	236	3.4	2.32	7	252	781
	2	<100mRL	0.2	3.10	11	23	77	0.2	2.90	9	17	56	0.4	3.01	10	40	133
Z51	0.5	>200mRL	0.8	4.25	9	103	211	0.0	1.43	5	1	3	0.8	4.18	9	104	214
	2	<200mRL	0.2	4.41	11	32	77	0.1	2.59	3	12	15	0.4	3.71	8	43	92
HZ	0.5	All	0.2	1.11	1	8	8	0.0	0.90	1	0	0	0.2	1.11	1	8	8
PW	0.25	All	-	-	-	-	-	2.2	1.12	4	80	257	2.2	1.12	4	80	257
IAM	0.5	All	-	-	-	-	-	0.8	2.39	2	60	60	0.8	2.39	2	60	60
Big Pond	0.5	All	-	-	-	-	-	0.1	5.30	3	19	12	0.1	5.30	3	19	12
WGH	0.25	All	-	-	-	-	-	4.7	1.55	10	232	1,455	4.7	1.55	10	232	1,455
Total			3.5	3.15	8	356	918	9.4	1.60	7	481	2,094	12.9	2.02	7	837	3,012

Note: Figures have been rounded and rounding errors may apply. Contained metal figures do not take metallurgical recovery into account. Reported cut-offs from Zones 51, 4/41 cover both open-pit resources scenario (0.5g/t Au cut off) and underground scenario (2g/t Au cut off). 2020 resource updates for Zones 4/41, 51, WGH and PW use 2.8t/m³ density.

- All Mineral Resources are completed in accordance with the JORC Code 2012 Edition.
- All figures are rounded to reflect appropriate levels of confidence. Apparent differences may occur due to rounding.

- *Cut-off grade assumptions approximately reflect a US \$1,550 per ounce gold price as per the Cape Ray Scoping Study.*
- *Open Pit Mineral Resources are reported at various cut-off grades to reflect assumed Reasonable Prospects of Eventual Economic Extraction as derived from the Cape Ray Scoping Study: Z4/41 - 0.50 g/t Au cut-off above 100mRL; Z51 – 0.5 g/t Au cut-off above 200mRL; HZ, IAM and WGH all reported at 0.5 g/t Au cut-off with no constraint; Big Pond and PW reported at 0.25 g/t Au cut-off with no constraint.*
- *Underground Mineral Resources are reported at a 2.0 g/t Au cut-off grade to reflect assumed Reasonable Prospects of Eventual Economic Extraction as derived from the Cape Ray Scoping Study: Z4/41 – 2.0 g/t Au cut-off below 100mRL; Z51 – 2.0 g/t Au cut-off below 200mRL.*

This Quarterly Activities Report has been authorised for release by the Company's Board of Directors.

To learn more about the Company, please visit www.matadormining.com.au, or contact:

Sam Pazuki – Managing Director & CEO

Phone: +1 416 915 3178

Email: info@matadormining.com.au

Alex Cowie – Investor Relations

Phone: +61 412 952 610

Email: alexc@nwrcommunications.com.au

Reference to Previous ASX Announcements

In relation to the exploration results included in this announcement, the dates of which are referenced, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.

In relation to the Mineral Resource estimate announced on 6 May 2020 (see Table 2), Matador confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimate in the announcement of 6 May 2020 continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

In relation to the results of the Scoping Study which were announced on 6 May 2020, Matador confirms that all material assumptions underpinning the production target and forecast financial information included in that announcement continue to apply and have not materially changed.

Other

Matador acknowledges the financial support of the Junior Exploration Assistance Program, Department of Industry, Energy and Technology, Provincial Government of Newfoundland and Labrador, Canada.

Appendix 5B

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

Name of entity

Matador Mining Limited

ABN

45 612 912 393

Quarter ended ("current quarter")

31 December 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 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	(247)	(618)
(e) administration and corporate costs	(409)	(783)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (Business development activities)	(57)	(99)
1.9 Net cash from / (used in) operating activities	(713)	(1,499)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(162)
(d) exploration & evaluation	(1,875)	(2,865)
(e) investments	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(1,875)	(3,027)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	3,564	11,424
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	-	(384)
3.5	Proceeds from borrowings	-	149
3.6	Repayment of borrowings	(16)	(16)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Funds received in advanced for shares yet to be issued)	-	-
3.10	Net cash from / (used in) financing activities	3,548	11,173

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	8,803	3,105
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(713)	(1,499)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,875)	(3,027)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,548	11,173
4.5	Effect of movement in exchange rates on cash held	(743)	(732)
4.6	Cash and cash equivalents at end of period	9,020	9,020

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	9,020	8,803
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)	9,020	8,803

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	193
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Payments to Directors for Director fees

7.	Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (Motor vehicle financing)	135	135
7.4	Total financing facilities	135	135
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.		
	The group has a facility with the Royal Bank of Canada for motor vehicle financing. The facility is secured by the underlying assets being financed, with a fixed interest rate of 4.49% and monthly repayments until August 2026.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(713)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,875)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,588)
8.4	Cash and cash equivalents at quarter end (item 4.6)	9,020
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	9,020
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.5
	<i>Note: if the entity has reported positive relevant outgoings (e.g., 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?	
	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?	
	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?

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: 30 January 2023

Authorised by: The Board
(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 – e.g., 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.