

Activities Report for the Quarter Ended 31 December 2022

ASX code : REC

Board

Simon Andrew
Non-Executive Chairman

Felicity Repacholi-Muir
Executive Director

Amanda Burgess
Non-Executive Director

Projects
Brandy Hill South Project
Bohemia Project
Tampia East Project

Issued Capital
45.56M shares on issue
9.112M unlisted options

Market Capitalisation
\$5.923 million

Enterprise Value
\$5.15 million

Cash at Bank (Dec 31)
\$0.774 million

Recharge Metals Limited
ABN 75 644 571 826

Level 8, 216 St Georges Tce
Perth, WA 6000

T: (08) 9481 0389
E: info@rechargemetals.com.au
W: rechargemetals.com.au

HIGHLIGHTS

- Extensive field program at Brandy Hill South concluded for the year.
- Completion of diamond drilling program – designed to test high-order conductors identified from DHTM surveying of earlier drillholes.
- Assays from the RC pre-collars received, multiple zones of shallow copper intersected.
 - 30m @ 0.50% Cu from 90m
- Copper mineralisation defined over a strike length of 500m.
- Mineralisation remains open along strike and at depth.
- Technical review in progress to guide exploration strategy going forward.

Recharge Metals Limited (ASX: REC) (“**Recharge**” or the “**Company**”) is pleased to report on corporate and exploration activities during the December 2022 Quarter.

BRANDY HILL SOUTH PROJECT

During the quarter, the Company completed a diamond drilling program and received the assay results from the Reverse Circulation (RC) pre-collars pertaining to these drillholes.

The Brandy Hill South Project located within the Archaean Gullewa Greenstone Belt in Western Australia. The Project is located approximately 50km northeast of the townsite of Morawa and approximately 25km south of Silverlake Resources Limited’s Deflector Operation.

Assay Results

The Company completed eight (8) RC pre-collar holes for a total of 873.5m during August that were completed in preparation for subsequent diamond tail drilling.

The drillholes were designed to test conductors modelled from the downhole transient electromagnetic (DHTM) surveying of previously completed drillholes.

During the quarter, Recharge received the assay results from the pre-collar samples. Results were reported in the ASX Release dated 21st

November 2022. The holes were not designed to deliver any significant results, however five of the holes produced significant results, including:

- BHRCD030 30m @ 0.50% Cu & 5.64 g/t Ag from 90m
including 6m @ 1.42% Cu, 1.24% Ni & 18 g/t Ag from 91m
- BHRC031 9m @ 0.31% Cu & 1.8 g/t Ag from 84m
- BHRC032 2m @ 0.51% Cu from 85m
1m @ 0.58% Cu from 94m
15m @ 3.48 g/t Ag from 85m
- BHRCD033 26m @ 0.31% Ni and 1.5 g/t Ag from 93m
including 8m @ 0.31% Cu from 95 m
- BHRCD034 31m @ 0.27% Ni from 69m
including 7m @ 4.68 g/t Ag from 78m

Refer to Table 1 for details of all significant intercepts.

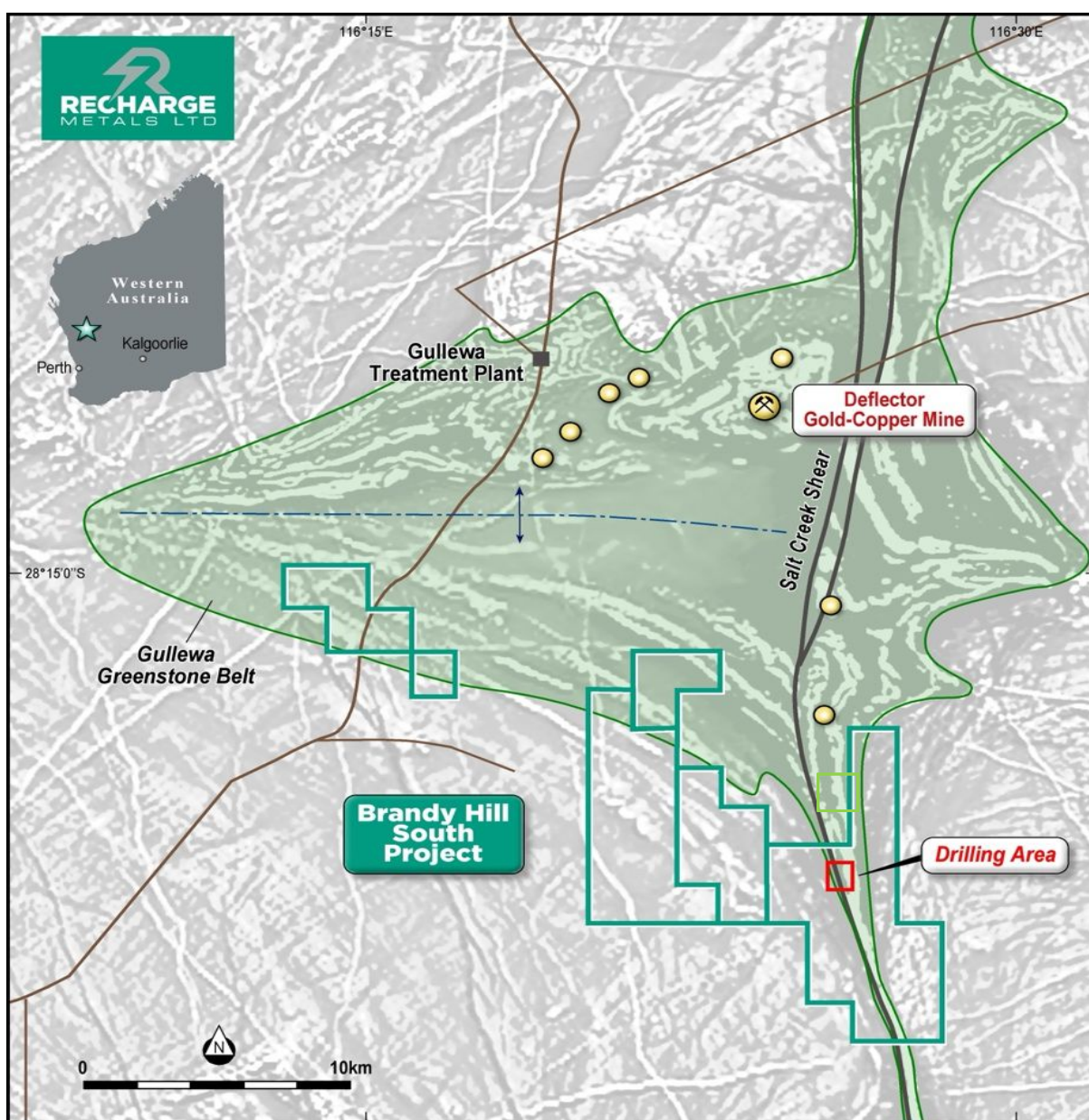


Figure 1. Location of the Brandy Hill South Project illustrating the main focus area to date

Table 1: Significant Drill Intercepts Reported in the Quarter

Hole ID	East	North	RL	Dip	Azi	EOH (m)	From (m)	To (m)	Intersection Width (m)	Cu %	Ni %	Ag g/t
BHRCD027	443800	6805684	275	-60	90	450.5	0	120	NSA			
							120	450.5	Results Announced 30/01/2023			
BHRCD028	443773	6805546	275	-60	90	393.3	0	100	NSA			
							120	393.3	Results Announced 30/01/2023			
BHRCD029	444002	6805701	275	-60	90	411.5	0	120	NSA			
							120	411.5	Results Announced 30/01/2023			
BHRCD030	444000	6805648	275	-60	90	424.5	90	120	30	0.5	0.35	5.65
						including	91	98	7	1.26	1.13	16.2
						and	110	111	1	0.2	0.23	1.8
							120	424.5	Results Announced 30/01/2023			
BHRC031	444097	6805597	275	-60	90	100	84	96	12	0.28	0.01	1.68
						including	84	93	9	0.32	0	1.82
BHRC032	444051	6805598	275	-60	90	100	85	100	15	0.21	0.04	3.25
						including	85	87	2	0.51	0.01	13.9
						and	94	95	1	0.57	0.07	6.7
BHRC033	444000	6805598	275	-60	90	120	95	103	8	0.31	0.39	2.49
							112	113	1	0.31	0.25	1.3
BHRCD034	444078	6805230	275	-60	90	376.6	69	100	31	0.03	0.23	1.11
						including	75	85	10	0.05	0.27	3.38
							100	376.6	Results Announced 30/01/2023			

Note: Weighted averages for Brandy Hill South mineralisation were calculated using variable parameters, refer ASX Release dated 22 November 2022

Diamond Drilling Program

Diamond drilling at the Brandy Hill South Prospect commenced during September and was completed during the quarter. The diamond drilling program comprised a total of five diamond drillholes for 1,497.29m of core.

All holes intercepted a mafic-ultramafic complex, intruded by felsic porphyry, including extensive zones of massive, semi-massive to disseminated sulphides.

Drillholes BHRCD027 and BHRCD028 were collared to the west of the Salt Creek Shear Zone and were designed to test the conductor modelled from earlier drillhole BHD026. The zones of sulphide mineralisation within BHRCD027 broadly coincided with the location of the position of the high-order conductor (~7,000 siemens) BHD026-3. The Company reported visual observations from the two diamond drillholes (refer to ASX Release dated 14th October 2022).

Drillholes BHRCD029 and BHRCD030 were designed to test the modelled DHTM conductor referred to as BHD026-2. The zones of sulphides broadly coincided with the location of the modelled position of the high-order conductor (~2,400 siemens). The Company reported visual observations from the two diamond drillholes (refer to ASX Release dated 24th October 2022).

BHRCD034 was the most southern hole completed to date along the Salt Creek Shear and was designed to target a DHTEM conductor modelled from earlier drillhole BHRC017. Intense zones of sulphide mineralisation broadly coincided with the projected location of the modelled conductor BHD017A. The Company reported visual observations from BHRCD034 (refer to ASX Release dated 22nd November 2022).

Results from the diamond drilling were received subsequent to the end of the quarter, refer ASX Release dated 30th January 2023.

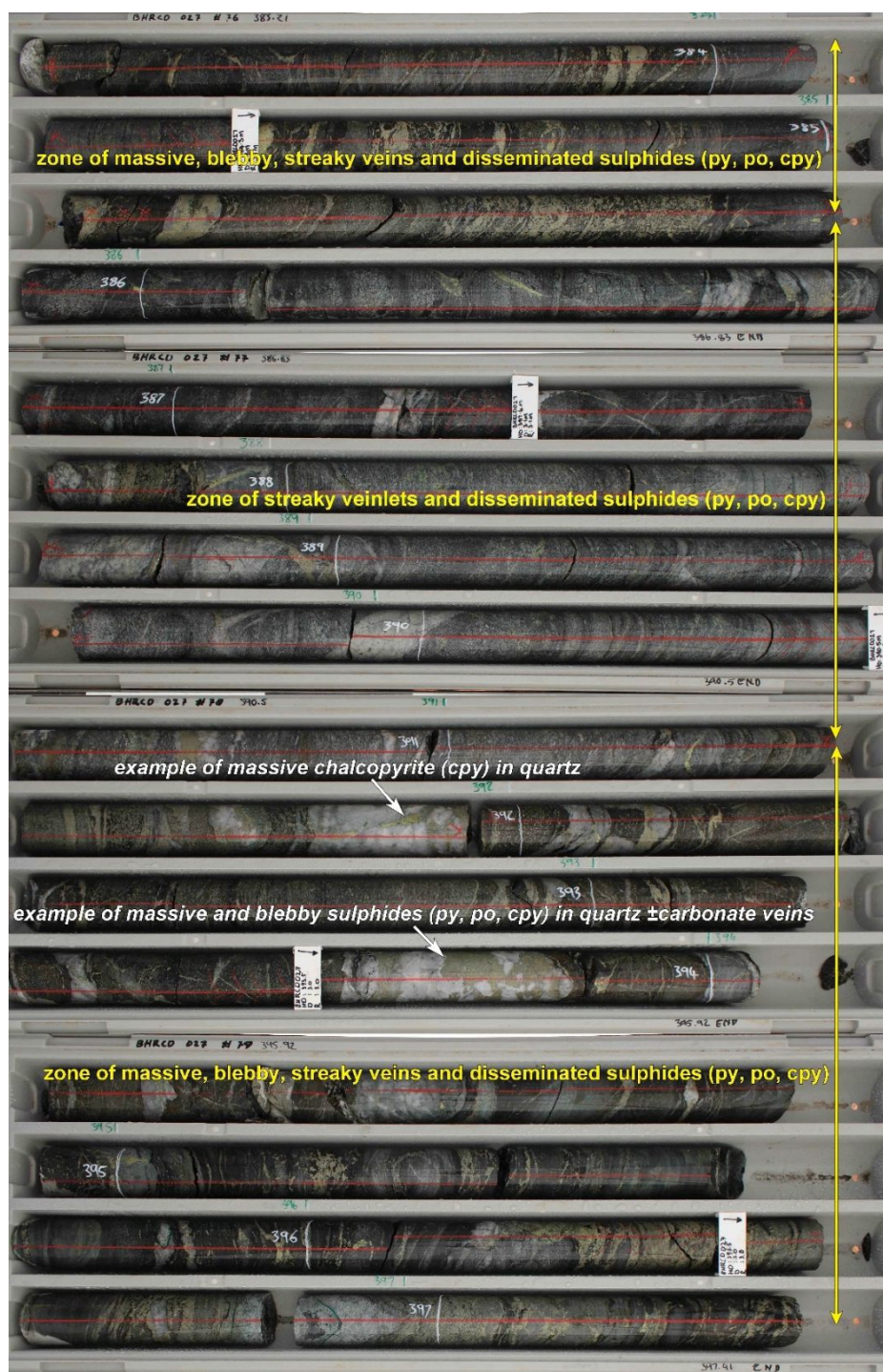


Figure 2. Drill core from drillhole BHRCD027, 383.21m to 395.5m, showing the sulphide intersections which correlated with modelled conductor BHD026-3

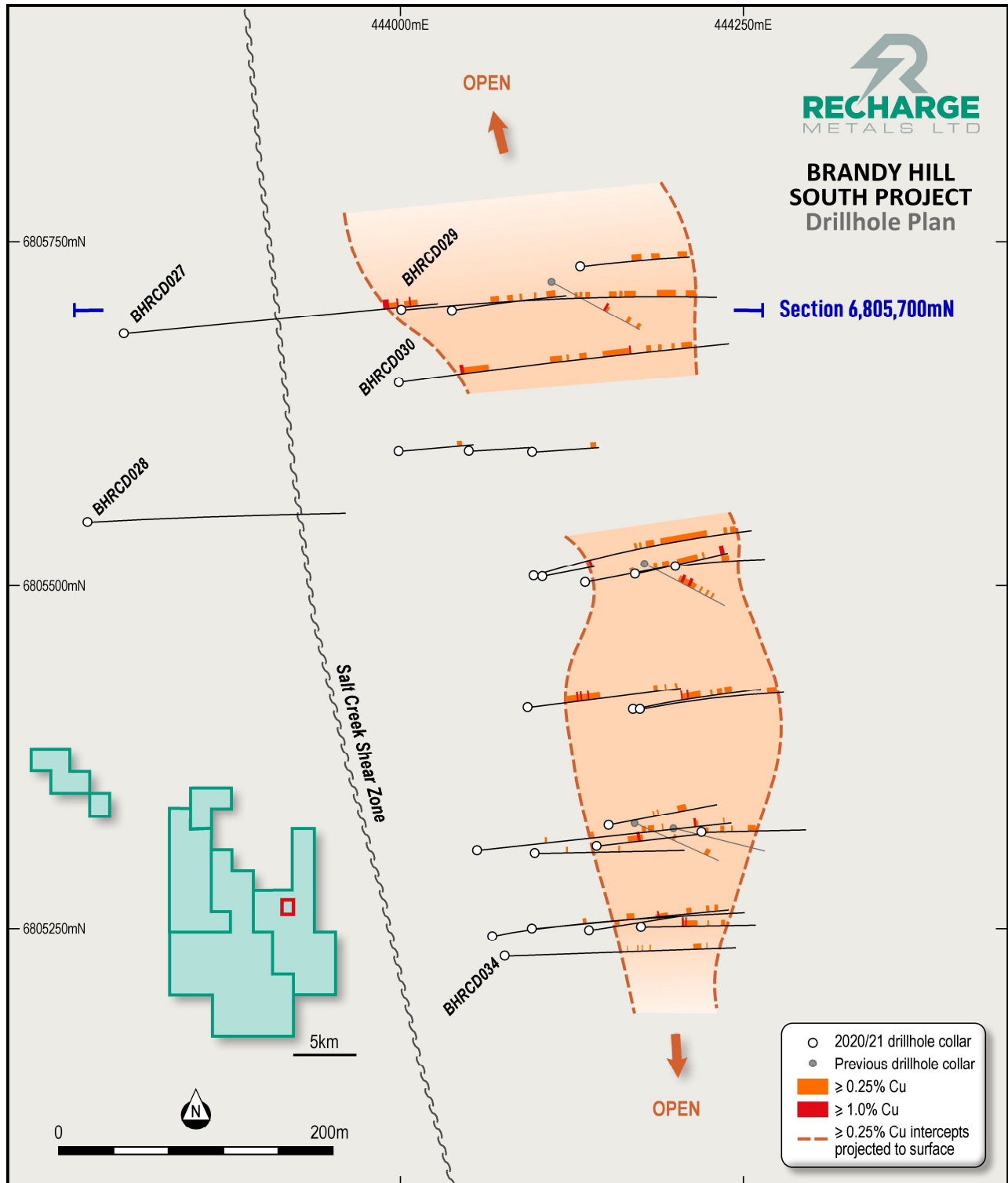


Figure 3. Brandy Hill South Prospect drillhole plan

TAMPIA EAST PROJECT

The Tampia East Project lies within the Western Gneiss Terrane of the southwest Yilgarn Province, WA and consists of a single Exploration Licence, namely E 70/5747.

Field programs including mapping and surface geochemistry sampling programs are currently being planned for the Tampia East Project.

BOHEMIA PROJECT

The Bohemia Project comprises three granted exploration licences (E 80/5574, E 80/5575 and E 80/5576), which collectively cover 181 Blocks (~570km²) in the Lennard Shelf, Kimberley Region, WA.

Negotiations with the native title owners of the land for heritage protection agreements resulted in two heritage protection agreements being executed in March 2022. Negotiations with the native title owners of the land for the remaining heritage protection agreement progressed during the quarter. Exploration Licences E 80/5574 and E 80/5575 were granted on the 21st November 2022.

NEAR TERM WORK PLANS

Brandy Hill South Project

A leading industry consultant has been engaged to undertake a high-level and independent review of the copper potential of the Brandy Hill South Project. The initial review of the existing drill data, petrography, micro XRF and PXRF has supported the potential for the Brandy Hill South Prospect to represent a porphyry copper system. In line with this, it is anticipated that an Induced Polarisation (IP) survey may be useful to detect further disseminated sulphide mineralisation, which has been successfully employed at similar projects.

The independent review will guide Recharge's exploration strategy and the Company looks forward to updating shareholders with results of the review as it becomes available.

CORPORATE

Financial

Recharge currently has approximately \$0.677 million to fund further exploration. After the rapid acceleration of exploration activities following the IPO, and payment of all the capital raising expenses, cash on hand as at 31 December 2022 was \$790,027.

Related party payments for the Quarter, as outlined in the Appendix 5B at section 6.1, total \$101,695 and includes amounts paid to directors including director's fees and statutory superannuation.

Exploration and Evaluation Expenditure capitalised during the quarter ended 31 December 2022 was \$1,249,864.

Capital Structure as at 31 December 2022

Description	Number
Fully paid ordinary shares	45,562,501
Unlisted options exercisable at \$0.25 on or before 13 February 2024	3,000,000
Unlisted options exercisable at \$0.25 on or before 7 October 2024	5,712,000
Unlisted options exercisable at \$0.25 on or before 7 July 2024	400,000

Prospectus – Proposed Use of Funds¹

In accordance with ASX Listing Rule 5.3.4 or 5.4.4, the Company provides the following comparison of its actual expenditure since the date of listing on 11 October 2021 on the individual items in the “use of funds” statement in its Prospectus dated 10 August 2021.

Expenditure	Funds allocated under Prospectus	Actual to 31 Dec 2022	Variance
Exploration	\$2,560,000	\$2,835,265	\$275,265
Working capital	\$1,956,289	\$967,096	(\$989,193)
Vendor under Hyden Tenement	\$5,528	\$5,528	-
Stamp Duty	\$128,307	53,952	(\$74,355)
Costs of offer	\$600,083	\$656,124	\$56,041
Future acquisition costs	\$200,000	-	(\$200,000)
Total	\$5,450,207	\$4,517,965	(\$932,242)

1. The Use of Funds table is a statement of current intentions, investors should note that the allocation of funds set out in the table may change depending on a number of factors including the results of exploration, outcome of development activities, regulatory developments and market and general economic conditions.

Board and Management Changes

During the quarter the Managing Director, Mr Brett Wallace announced he will step down as Managing Director at the end of February 2023 and further announced his resignation from the Board effective 23 January 2023.

Non-Executive Director, Ms Felicity Repacholi-Muir was appointed as interim Executive Director 29 November 2022 whilst a comprehensive search commences for a new Board Member / Managing Director.

Ms Repacholi-Muir is a broad-based professional geologist with 20 years’ experience as a geologist, manager and consultant within the field of mineral exploration and resource development. She is experienced in conducting due diligence and project evaluation for venture capital business development and has a wide range of experience in mineral commodities and has been part of the exploration team responsible for the discovery and delineation of several economic deposits. Felicity was a founding Non-Executive Director of Whitestar Resources Ltd (ASX:WSR) and is currently Non-Executive Director of Widgie Nickel Ltd (ASX:WIN).

On 23 January 2023 Ms Amanda Burgess was appointed to the board effective immediately. Amanda has been the Company Secretary since 9 June 2020.

Ms Burgess is an accounting and company secretary professional with over 30 years' experience. She graduated from University of WA with a Bachelor of Economics degree and is a member of CPA Australia (CPA). She specialises in corporate compliance, statutory reporting and financial accounting. Ms Burgess currently holds CFO and Company Secretary positions with various Australian companies and is currently Company Secretary for ASX listed companies Mamba Exploration Limited (ASX:M24) and Nico Resources Limited (ASX: NC1).

Tenement Summary

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 31 December 2022. The Company and its subsidiaries did not enter into any farm-in or farm-out agreements during the quarter.

During the Quarter, the Company applied for exploration licence E59/2773, which remains ungranted. In addition, exploration licences E80/5574 and E80/5575 were granted during the period.

Tenement	Status	Location	Interest
Brandy Hill South Project			
E59/2181	Granted	Yalgoo	100%
E59/2560	Granted	Yalgoo	100%
E59/2587	Granted	Yalgoo	100%
E59/2588	Granted	Yalgoo	100%
E59/2636	Granted	Yalgoo	100%
E59/2647	Granted	Yalgoo	100%
E59/2773	Application	Yalgoo	100%
P59/2182	Granted	Yalgoo	100%
Tampia East Project			
E70/5747	Granted	Narembeen	100%
Bohemia Downs Project			
E80/5574	Granted	Kimberley	100%
E80/5575	Granted	Kimberley	100%
E80/5576	Granted	Kimberley	100%

This announcement has been authorised for release by the board.

For further details, please contact:

Ms Felicity Repacholi-Muir

Executive Director

info@rechargemetals.com.au

Mr Alex Cowie

Media & Investor Relations

alexc@nwrcommunications.com.au

Competent Person Statement

The information in this announcement that relates to Exploration Results is based on information compiled or reviewed by Ms Felicity Repacholi-Muir, a Competent Person who is a Director of the Company. Ms Repacholi-Muir is a Member of the Australian Institute of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Repacholi-Muir consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

Compliance Statement

The information in this report that relates to Exploration Results for the Brandy Hill South Project is extracted from the ASX Announcements listed below which are available on the ASX website (ASX code: REC) and the Company website www.rechargemetals.com.au

Date	Announcement title
14 th October 2022	Significant Zones of Sulphides intercepted in Diamond drilling at Brandy Hill South
24 th October 2022	Further Significant Sulphide Intercepts in Diamond drilling at Brandy Hill South
22 nd November 2022	Assays Confirm Additional Mineralisation at Brandy Hill South

Forward Looking Statements

Some statements in this announcement regarding estimates or future events are forward-looking statements. Forward-looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “scheduled”, “intends”, “anticipates”, “believes”, “potential”, “could”, “nominal”, “conceptual” and similar expressions. Forward-looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Statements regarding plans with respect to the Company’s mineral properties may also contain forward looking statements.

Forward-looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward-looking statements may be affected by a range of variables that could cause actual results to differ from estimated results expressed or implied by such forward-looking statements. These risks and uncertainties include but are not limited to liabilities inherent in exploration and development activities, geological, mining, processing and technical problems, the inability to obtain exploration and mine licenses, permits and other regulatory approvals required in connection with operations, competition for among other things, capital, undeveloped lands and skilled personnel; incorrect assessments of prospectivity and the value of acquisitions; the inability to identify further mineralisation at the Company’s tenements, changes in commodity prices and exchange rates; currency and interest rate fluctuations; various events which could disrupt exploration and development activities, operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions; the demand for and availability of transportation services; the ability to secure adequate financing and management's ability to anticipate and manage the foregoing factors and risks and various other risks. There can be no assurance that forward-looking statements will prove to be correct.

Appendix 5B

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

Name of entity

Recharge Metals Limited

ABN

13 647 703 839

Quarter ended ("current quarter")

31 Dec 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	(99)	(198)
	(e) administration and corporate costs	(128)	(283)
1.3	Dividends received (see note 3)		
1.4	Interest received	3	6
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) BAS GST Refund	64	345
1.9	Net cash from / (used in) operating activities	(160)	(130)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	(3)	(32)
	(d) exploration & evaluation	(1,250)	(1,399)
	(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	(1,253)	(1,431)

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		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,203	2,351
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(160)	(130)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,253)	(1,431)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	790	790

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	757	2,170
5.2	Call deposits	33	33
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)	790	2,203

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	99
6.2	Aggregate amount of payments to related parties and their associates included in item 2	3
<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>		

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.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(160)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,250)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,410)
8.4	Cash and cash equivalents at quarter end (item 4.6)	790
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	790
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	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: The company had a significant expenditure on exploration this quarter and is not expected to expend this amount this coming quarter		
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: The company will raise capital in the next six months and is confident it will be successful in raise the capital required.		

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, for the reasons provided above at 1 and 2. The Company is continuing with essential exploration expenditure and is assessing opportunities to maximise the value of the Company's assets and will raise capital to continue the exploration plan.

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 January 2023

Authorised by: **The Board of Recharge Metals Limited**

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.