NIMY RESOURCES
Essential Nickel

ASX ANNOUNCEMENT

December 2022 Quarterly Activity Report

Key Points

- **Focus of the quarter was the interpretation of assay results, geophysical interpretations and expansion of the exploration strategy into 2023**

- **Moving Loop EM reinterpretation completed**
    - 5 EM conductor model plates targeting massive nickel sulphide mineralisation have been generated at 3 prospects
    - Soil sampling and drilling has confirmed anomalous nickel at or proximal to all 3 prospects
    - Total of 17 anomolies identied, including X anomolies

- **Highlights of the diamond drill assays returned.**
    - Assays from **NRDD004** return **448.48 metres of nickel mineralsiation** at 0.15%, 0.01% cobalt and magnesium oxide at 27.28%
    - Assays from **NRDD006** return **91 metres of nickel mineralisation** at 0.14%, 0.01% cobalt and magnesium oxide at 22.74%
    - Nickel sulphide bearing komatiite confirmed to end of both drill holes
    - Large homegenous body of nickel sulphide mineralistion indicative of a substantial nickel system
    - **NRDD003** encountered felsic pegmatitic rocks within a **substantial potassic alteration zone (388-447m)**
    - Potassic alteration zone contains elevated K_2O, Ba, Rb, Al, Be, Cs, Tl and Pb values.

- **Rare earth element exploration commenced over identified Carbonatite target, geophysics confirms pipe structure intact to depth of at least 1.5kms**

- **Surface geochemical sampling across tenements continued to identify further exploration targets**

- **Planning and approvals for the 2023 exploration campaign, submission of POWS and heritage approvals**

- **Cash at bank of $0.81M as of 31 December 2022**

RELEASE DATE
31 January 2023

COMPANY DETAILS
ASX:NIM

Registered Office
254 Adelaide Tce,
Perth, WA, 6000

Website
www.nimy.com.au

Contact
info@nimy.com.au

CAPITAL STRUCTURE
Shares on Issue – 114.3m
Options Issue – 16.45m

Moving Loop (MLEM) Anomaly Review

During the period Nimy Resources commissioned Perth-based geophysics consultancy Resource Potentials to analyse data from its first pass moving loop electromagnetic (MLEM) survey completed as part of the exploration strategy across a large area of ultramafic rocks containing nickel (values up to 1.05% (1m) against high background nickel).

The recent 400m line-spaced in-loop configuration MLEM data are affected by IP effects due to polarisable clays in the regolith, which produce late-time negative responses in the Z component MLEM receiver, and which may mask the EM response of bedrock conductors. The late-time anomalies identified have potential to represent bedrock conductors.

To date (analyses ongoing) three prospect areas have been prioritised and EM conductor plates modelled. The prospects are supported by drilling and soil geochemical anomalies along strike, indicating ultramafic rocks containing nickel.

The Dease Gossan Prospect (Figure 1)

- Contains 3 modelled EM conductor model plates.
- The results of drilling (up to 1m @ 1.05% nickel) and surface mapping (1.1km of gossan outcropping) reported previously (ASX:NIM Significant Nickel Assays at Dease Gossan; 18/10/2022).
- The three model plates follow the shape of the outcropping gossan found at surface and begin at ~180m below surface.
- The nickel sulphide pentlandite was observed at RL180m in drill hole NRDD005 which passed between plates 2 and 3.

The North Lake Prospect (Figure 1)

- Contains 1 modelled EM conductor model plate.
- No drilling proximal, although NRRC0014 drilled north along strike (2.9kms) recorded anomalous nickel in hole (up 0.6% Ni over 1m).
- Soil sampling has been completed along a single line across the EM anomaly, with pXRF data recording a nickel anomaly in soil near both the EM conductor model plate and the interpreted ultramafic. Samples have been submitted for ultrafine assay (Labwest).
- EM conductor model plate associated with a discrete magnetic anomaly high.

The North Tip Prospect (Figure 1)

- Contains 1 modelled EM conductor model plate.
- Located 3.5km along strike from the North Lake prospect.
- 600m north along strike from NRRC0014 (up 0.6% Ni over 1m)
- Soil sampling being carried out.

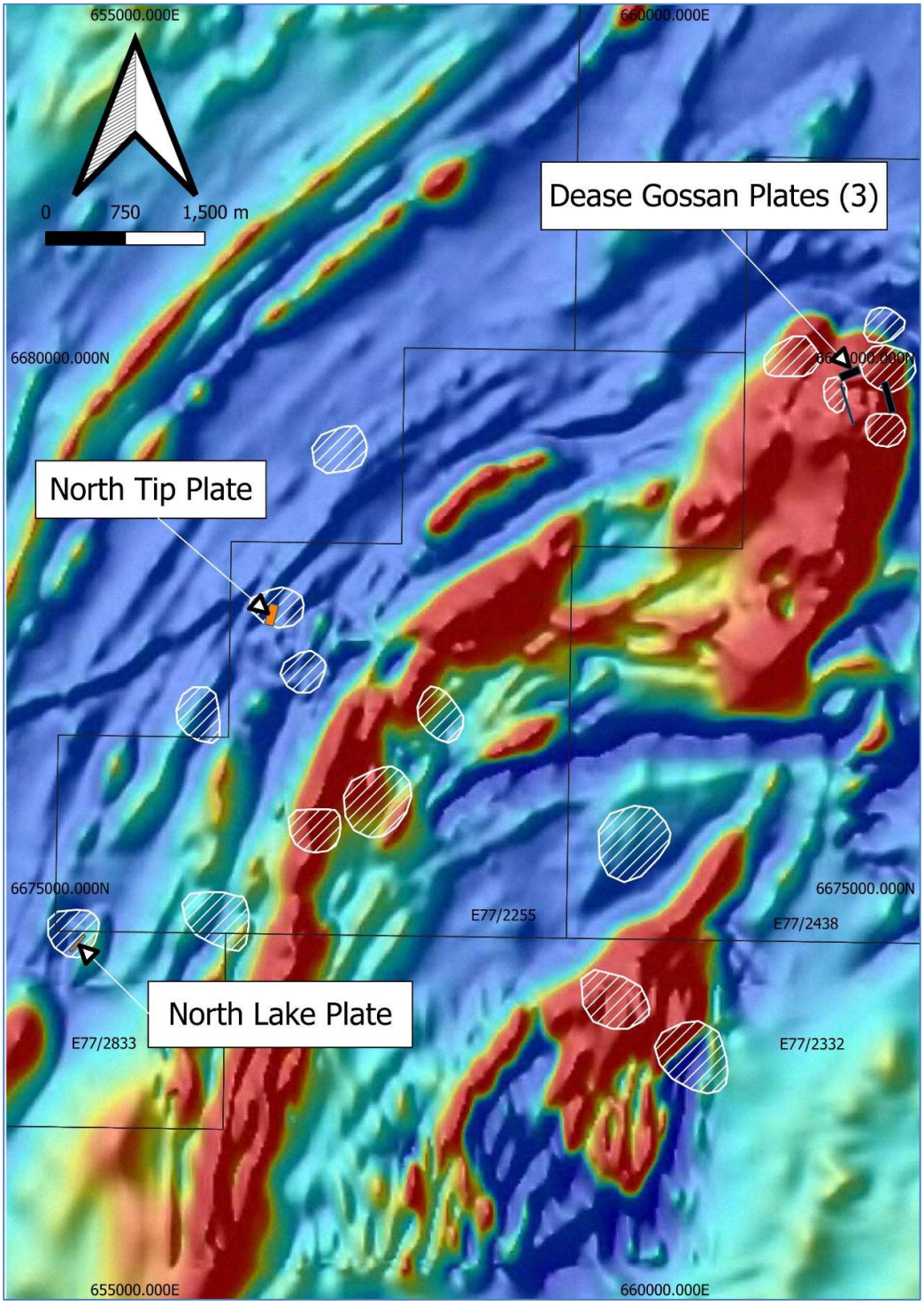

Figure 1 - Location of modelled EM conductor model plates over a colour magnetic image, white hash polygons represent MLEM X component anomalies.

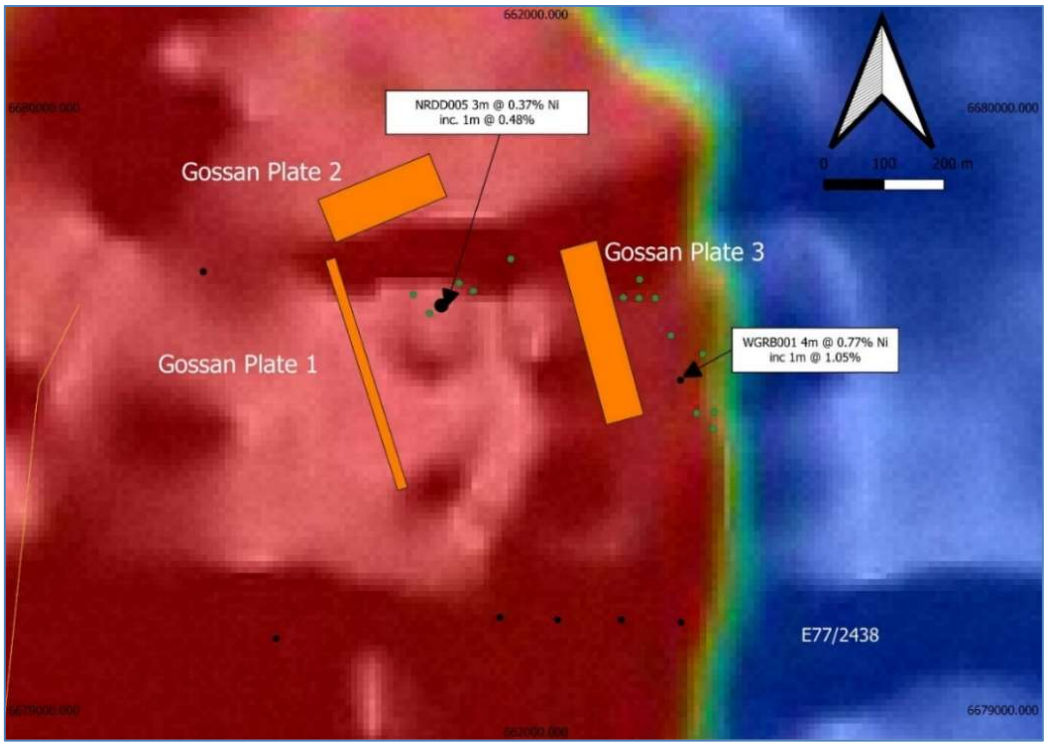

Figure 2 - Cross section of conductor model plates and unconstrained magnetic 3D inversion iso-surfaces relative to diamond hole NRDD005.

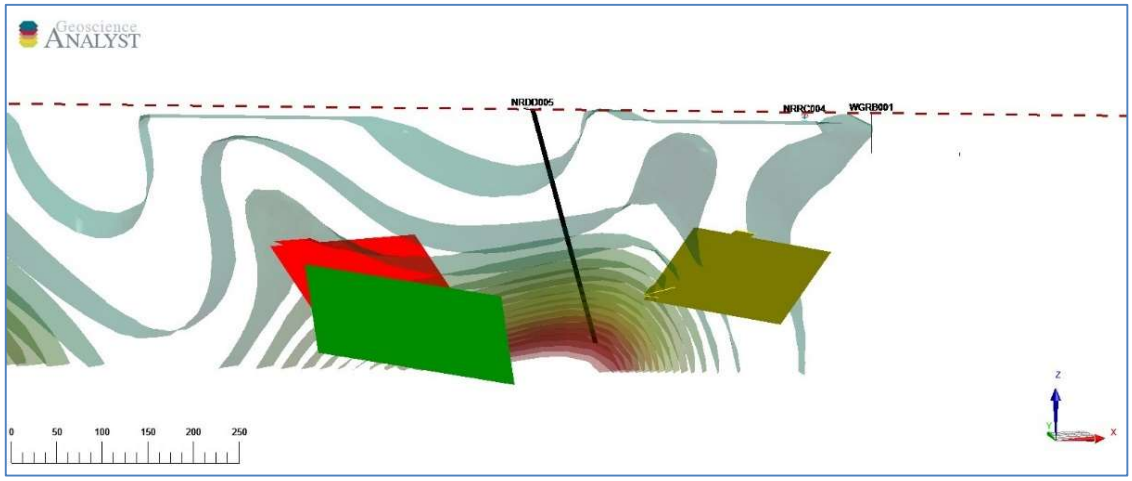

Figure 3 - Position of conductor model plates relative to NRDD005, mapped areas of outcropping gossan (green dots), and existing drillholes (black dots) over a colour magnetic image

Returned Diamond Drill Hole Assays

During the period this final diamond drill hole assays were returned from the 2022 exploration campaign, these results were interpreted and reported.

Diamond hole NRDD004 (see Table 1) has returned anomalous nickel assays with the hole finishing at 871m in nickel mineralisation from 384 metres. Significant copper was also returned at regular intervals down the hole. Full detail of significant intersects can be seen within Table 3.

- Best Ni-Cu interval 2m @ 0.13% Ni, 0.21% Cu, 104ppm Co and 27.69% MgO (438 – 440m)
- Longest Ni interval 123.84m @ 0.16% Ni, 98ppm Co and 27.25% MgO 747 -870.84m end of hole.

Diamond hole NRDD006 (see Table 1) is interpreted to have drilled down the contact intersecting significant nickel intermittently down the hole until 454 metres whereby the hole continues to 571 metres (end of hole) in nickel mineralisation. There is significant copper accompanying nickel from 512 -515 metres. Full detail of significant intersects can be seen within Table 4.

- Best Ni Cu interval 1m @ 0.10% Ni, 0.10% Cu, 71ppm Co and 19% MgO (512 - 513m)
- Longest Ni interval 59m @ 0.15% Ni, 98ppm Co and 25% MgO 512 -571m end of hole

Diamond hole NRDD003 was collared off strike to the east of NRDD004 (see Table 1).

The hole consists of felsic pegmatite, however, encountered a 59m wide strong potassic alteration zone with elevated potassium, barium, rubidium, aluminium, beryllium caesium, thallium, and lead values. The significance of this zone is being worked through with sections of the core to undergo petrographic analyses.

Holes NRDD004 and NRDD006 confirm the significant strike length and depth (open at 871m) of the mineralised komatiite flow. The Dease prospect has 4 diamond holes informing structural interpretation, lithology, geochemical results with MLEM analysis that indicate we have a very significant sized mineralised komatiite flow with the possibility of higher-grade nickel sulphide traps within.

The immediate plan for the Dease prospect is focused on the upcoming MLEM and drill program at the Dease gossan (ASX release 18/10/22 Significant Nickel Assays at Dease Gossan).

Hole Identifier	MGA Collar Coordinates					
	Easting	Northing	Elevation (m)	EOH Depth (m)	Dip	Bearing
NRDD003	662558	6678087	431	511	-60°	290°
NRDD004	661440	6678494	425	871	-60°	305°
NRDD005	661892	6679685	431	316	-60°	41°
NRDD006	660986	6678890	431	571	-60°	305°

Table 1 - Diamond collar details

							INTERSECTION										
HOLE ID	EAST	NORTH	RL	Dip	Azi	EOH (m)	From (m)	To (m)	Width (m)	K_2O %	Ba ppm	Rb ppm	Al %	Be ppm	Cs ppm	Tl ppm	Pb ppm
NRDD003	662558	6678087	425	-60°	305°	510.8	388	447	59	8.65	3574	507	10.36	3.44	5.12	2.36	41.75

(in hole no dilution allowed)

Table 2 - NRDD003 Diamond Drill (DD) significant intercepts

							INTERSECTION									
HOLE ID	EAST	NORTH	RL	Dip	Azi	EOH (m)	From (m)	To (m)	Width (m)	Ni %	Cr %	MgO %	Cu ppm	Co ppm	S ppm	Ni:Cr
NRDD004	661440	6678494	425	-60°	305°	870.84	384	393	9	0.14	0.18	26	88	100	539	0.80
							412	447	35	0.15	0.14	28	182	103	612	1.04
						Including	**438**	**440**	**2**	**0.13**	**0.12**	**28**	**2135**	**104**	**1700**	**1.11**
							454.46	516.4	61.94	0.15	0.15	28	80	105	200	1.05
							518.3	604	85.7	0.15	0.14	26	91	96	600	1.01
							612	743	131	0.15	0.15	28	51	102	400	1.00
							747	870.84	123.84	0.16	0.16	27	69	98	460	0.95
Total									448.48	0.15	0.15	27	45	100	452	0.99

(in hole allowing for maximum 2 metre dilution)

Table 3 - NRDD004 Diamond Drill (DD) significant intercepts

							INTERSECTION									
HOLE ID	EAST	NORTH	RL	Dip	Azi	EOH (m)	From (m)	To (m)	Width (m)	Ni %	Cr %	MgO %	Cu ppm	Co ppm	S ppm	Ni:Cr
NRDD006	660986	6678890	431	-60°	305°	570.8	66.8	77.4	10.6	0.13	0.12	14	37	83	0	1.08
							147	152	5	0.11	0.16	20	1	78	0	0.69
							369	372	3	0.13	0.12	22	1	73	0	1.11
							432	440	8	0.12	0.18	21	93	83	300	0.68
							492	498	6	0.10	0.13	18	3	70	383	0.80
							512	570.8	58.8	0.15	0.18	25	95	98	113	0.83
						Including	**512**	**515**	**3**	**0.12**	**0.15**	**21**	**603**	**79**	**1233**	**0.79**
						Including	**512**	**513**	**1**	**0.10**	**0.12**	**19**	**1026**	**71**	**1200**	**0.85**
						Including	**541**	**551**	**10**	**0.17**	**0.17**	**28**	**60**	**104**	**0**	**1.00**
						Including	**561**	**571**	**9.8**	**0.17**	**0.19**	**28**	**49**	**100**	**0**	**0.90**
Total									91.4	0.14	0.17	22.74	74	91	124	0.84

(in hole allowing for maximum 2 metre dilution)

Table 4 - NRDD006 Diamond Drill (DD) significant intercepts

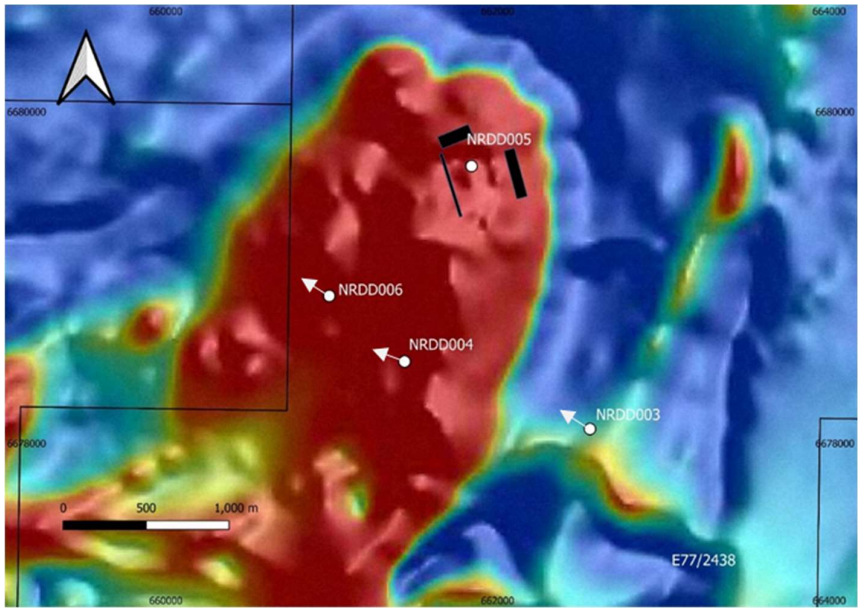

Figure 4 - NRDD003, NRDD004, NRDD005 collar positions over magnetics relative to NRDD005 and EM plates (black rectangles)

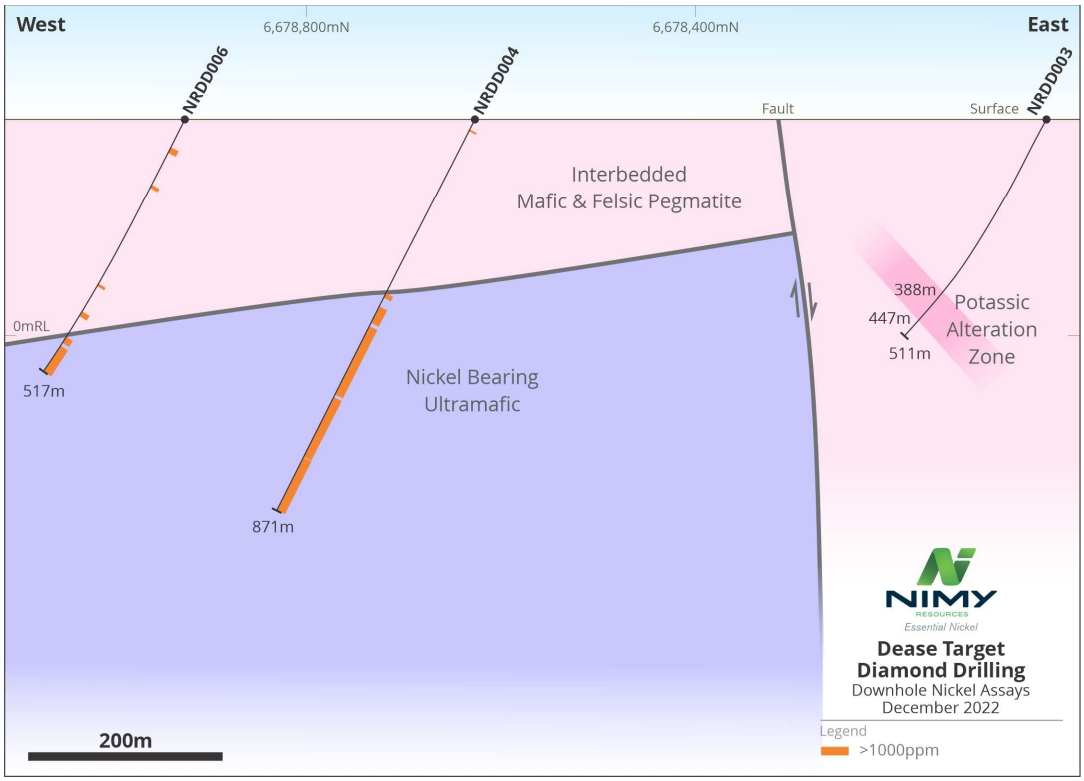

Figure 5 - Drill hole cross-sections nickel at >1000ppm (0.10%) and potassic alteration zone encountered in hole NRDD003

Figure 9 - Drill hole cross-sections nickel at >1000ppm (0.10%) and potassic alteration zone encountered in hole NRDD003

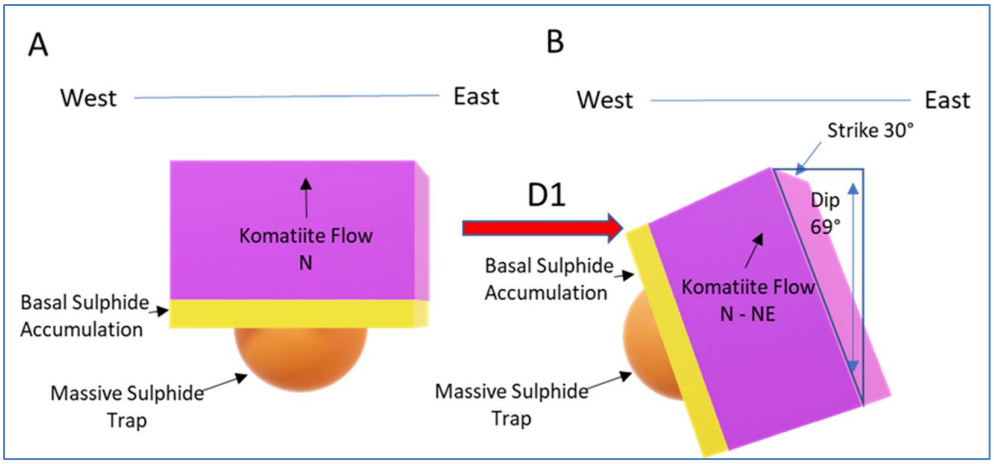

Figure 6 - Structural model of Mons Project komatiites D1 and interpreted position of basal trap nickel sulphide enrichment note 69° dip

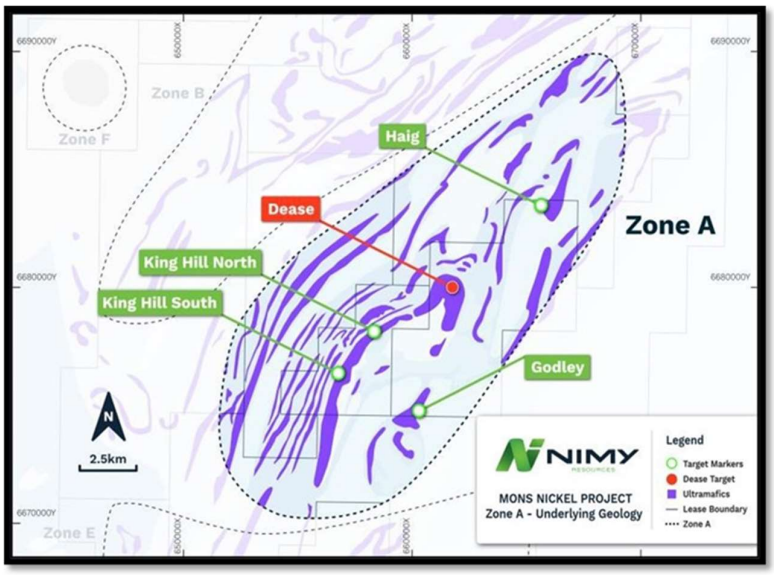

Figure 7 - Mons Nickel Project – Zone A Exploration Zones including the Dease Prospect

Carbonatite Exploration Commenced

The Nimy Resources Mons Project tenement E77/2683 contains a caldera shaped geophysical feature (see Figures 8,9 and 13) interpreted in 2015 by AngloGold Ashanti Australia (WAMEX report A108135 Pindabunna Project 2015-2016) as a potential carbonatite intrusion. AngloGold Ashanti noted the potential carbonatite could be host to rare-earth or other economic minerals, but it was not tested as rare earth elements were not a target commodity for the company.

Carbonatites are rare igneous rocks (commonly intrusive) and can contain deposits of rare earth elements (REE) amongst a suite of other minerals such as niobium and phosphate. The Nimy Resources Mons Project carbonatite presents geophysically as similar to the Mt Weld carbonatite, a world class producer of REEs. Geophysics (see Figures 8 and 9) indicate a magnetic low presenting as a core (possibly a dike) within a circular magnetic high. There are no other interpreted magnetic anomalies high or low in the vicinity.

Nimy Resources was granted the exploration tenement licence (E77/2683) in March 2021 and following extensive historical research have visited the site to conduct drone arial photography followed by the now completed initial soil sampling program.

Twenty one samples have been submitted for assay. The samples were collected on a west to east bearing across the centre of the carbonatite prospect. This will enable a first pass look at the surface geochemistry and inform future work. A more comprehensive soil sampling program is in process.

The area is heavily wooded and has little outcropping hence the use of a drone (see Figure 11 and 12) to assist in locating any outcropping present. Outcropping shown is a siliceous hard caprock of brecciated quartz in a clay matrix.

There has been a significant focus on the increased demand for rare earths specifically around the part to be played in achieving net zero carbon emissions through the provision of clean energy technologies. The carbonatite prospect exploration strategy will be accelerated to meet the opportunity presented with the discovery of critical rare earth elements.

The immediate work plan includes further soil sampling and a reverse circulation test drill hole to 300m.

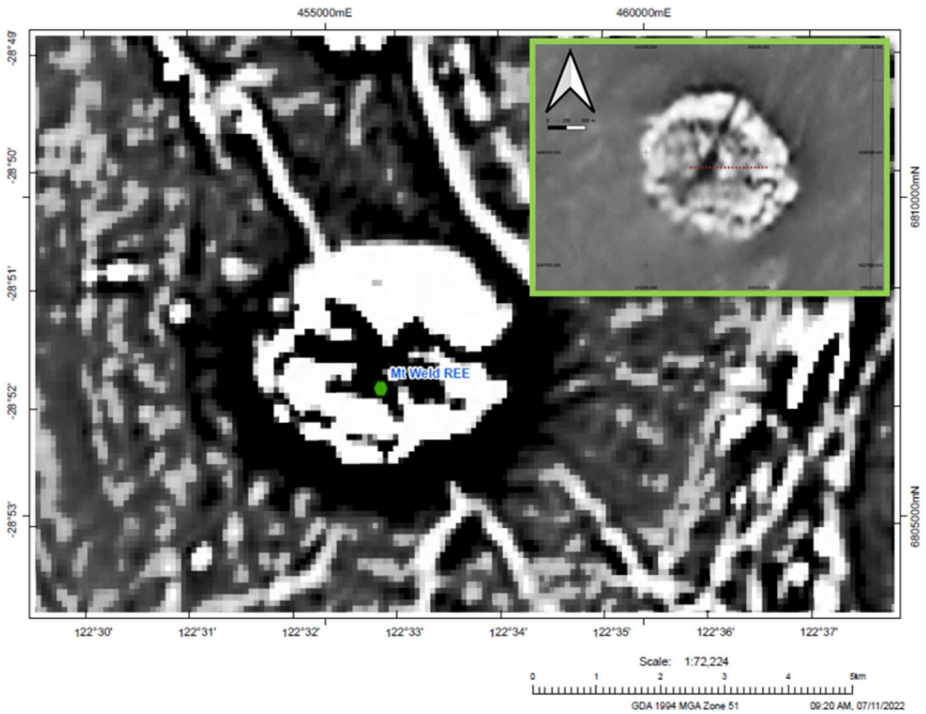

Figure 8 - Air borne magnetics 1DV geophysical comparison of Mt Weld carbonatite to Mons carbonatite (inset) scale Mt Weld approx. 4km width EW, 3.5km length NS, Mons Carbonatite approx. 2.4km width EW, 2.1km length NS

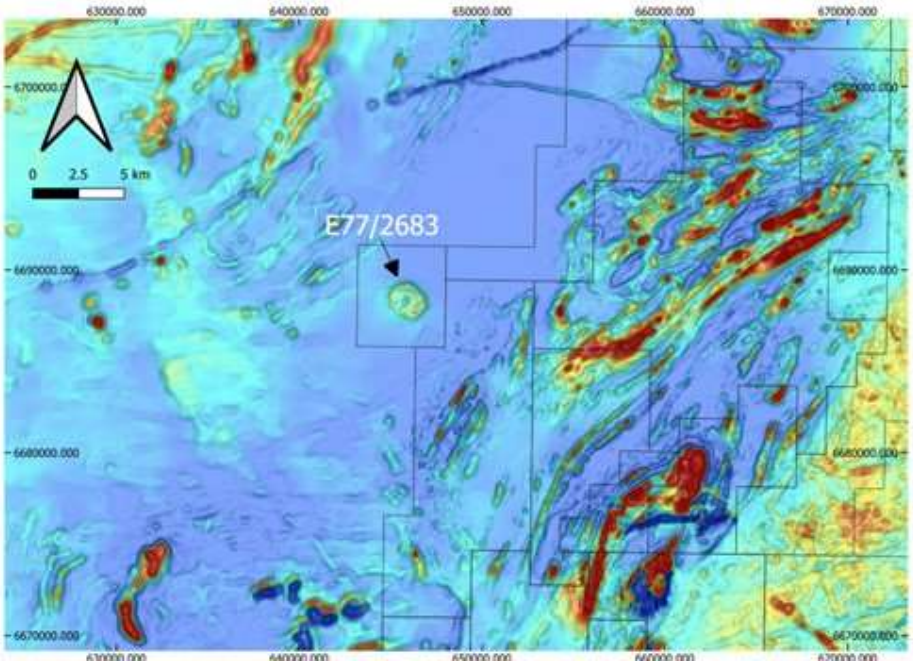

Figure 9 - The Mons carbonatite prospect located within E77/2683 on air borne magnetic survey

Figure 10 - Rock chip of outcropping from Figure 5 silicified caprock of fine brecciated quartz in a clay matrix

Figure 11 - Drone footage showing outcropping approx. middle of Mons carbonatite prospect

Figure 12 - Outcropping along eastern edge of Mons carbonatite prospect

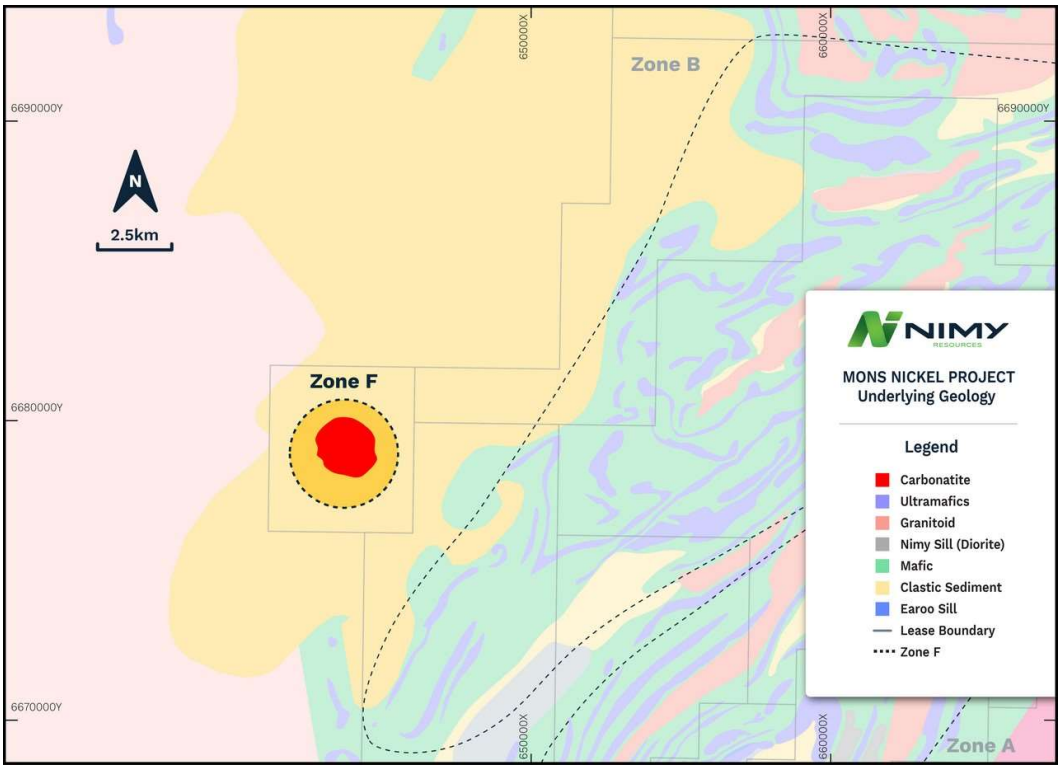

Figure 13 - Mons Project – Exploration Zone F including the carbonatite prospect

Carbonatite Geophysics – Modelling to 1.5km depth

Follow up geophysical modelling at tenement E77/2683 carbonatite indicates that the pipe like structure continues vertically to at least 1.5kms (model limit).

The intact structural integrity could indicate a much later emplacement than the surrounding granites and the Karroun Hill greenstone belt to the east.

The hypothesis is made compared to the Mt Weld carbonatite dated at 2020ma surrounded by basalts and rhyolite lava flows inferred age 2960-2650ma. There is very little geochronological data available for the Mons Project area. The granites have an inferred age of 3010-2600ma using the Forrestania greenstone belt as a reference point (along strike to the south), which has an inferred age of 3131ma-2700ma (greenstone) and 3010ma – 2600ma (granites).

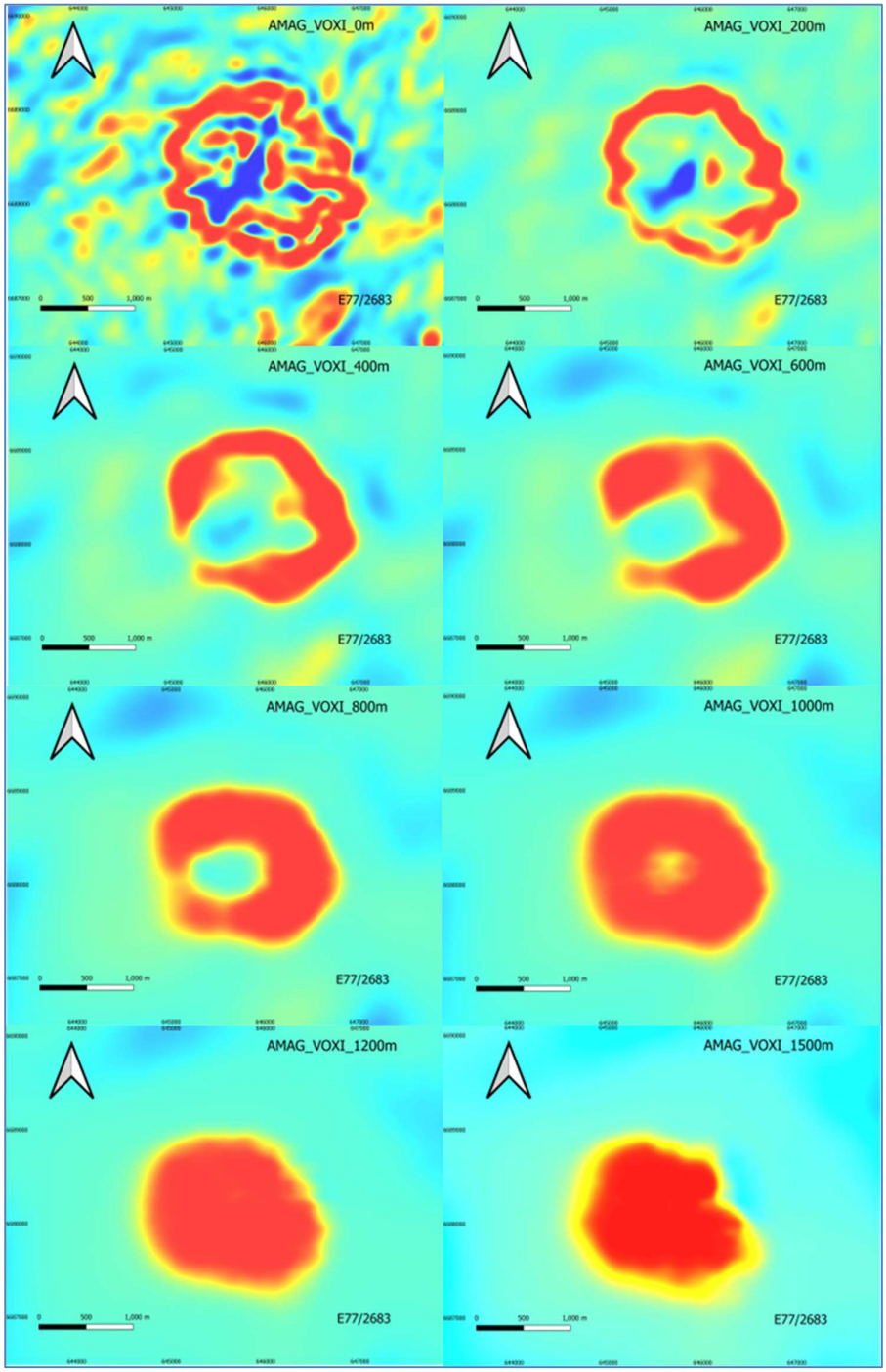

Figure 14 - VOXI aeromagnetic inversion model depth slices (0-1500m) at 200m intervals

Corporate

Annual General Meeting

The Company held its Annual General Meeting on 22 November 2022 with all resolutions, including resolution 1 dealing with the adoption of the remuneration report contained in the 2022 Annual Report, carried.

Nimy Resources ASX Announcements

The following key announcements were made during the last quarter and up to the date of this activities report:

24 January 2023	Drill for Equity Agreement with Raglan Drilling
23 December 2022	Substantial Nickel Sulphide Mineralisation Continues at Mons
19 December 2022	Carbonatite Pipe Structure Intact to 1.5km
17 November 2022	EM Plates modelled Targeting Nickel Sulphides
9 November 2023	Carbonatite prospect targeted for Rare Earth Elements
18 October 2022	Significant Nickel Assays at Dease Gossan

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

Related party payments included in the Quarterly cashflow report

In accordance with the ASX Listing Rules, the Company will also lodge its cash flow report for the quarter ending 31 December 2022 today. Included in those cashflows are payments to related parties and their associates as follows:

a. Payment of $116k in Director Fees (including superannuation as applicable) to a related entity of Mr Hampson, a related entity of Mr Lill & a related entity of Mr Price; and
b. Payment of $68k for monthly management services and monthly rental charges to a related entity of Mr Hampson.

The Company had a closing cash balance of $814k.

Exploration and Evaluation Expenditures

The Company spent $335k on exploration and evaluation work in the quarter, which comprised $83k for sample testing and analysis, $68k for rents, rates, $15k for hiring mine equipment and $169k for other related tenement costs.

The Company also confirms that there was no mine production and development activities for the quarter.

NIMY RESOURCES
Essential Nickel

Use of Funds

Pursuant to ASX Listing Rule 5.3.4, the Company provides the following update between its actual expenditure incurred and the proposed use of funds as announced to the ASX on 18 November 2021:

	Use of Funds for 24 Months AUD$ (22.11.21)	Use of Funds Pro-Rata to AUD$ 31.12.22*	Actuals (22.11.21 to 31.12.22) $AUD	Variance AUD$	Note
Geochem and geophysical	489,000	270,625	495,815	225,190	1
Drilling and assay costs	1,980,476	1,096,044	2,385,170	1,289,126	2
Technical expert and studies	448,828	248,392	384,524	136,131	3
Tenement and site access costs	515,573	285,331	385,478	100,147	4
Working capital	1,622,550	897,959	1,007,056	109,097	5
Costs of the Offer	703,610	703,610	590,417	-113,193	6
Administration costs	688,463	381,012	870,970	489,957	7
Total	6,448,500	3,882,974	6,119,430	2,236,456	

Table 5 – Comparison of actual expenditure to the Use of Funds statement in the Prospectus dated 6 October 2021

*Pro-rata adjustment of 55.34% (13 of 24 months) applied to expenditure items in the Use of Funds budget.

Note 1

Includes Moving Loop electromagnetic surveys (MLEM) conducted in December 2021 and during the Q1 FY2023 as well as geological consulting services provided by Fergus Jockel Geological Services.

Note 2

The Company completed two diamond drill holes at the Godley target and one diamond drill hole at the Dease prospect. The Company has completed the initial diamond drilling campaign at the Mons Project during Q1 FY2023 and undertook further assay work during the current quarter.

Note 3

Includes several analysis and sampling mineral samples services rendered mainly by Bureau Veritas Minerals, Intertek Genalysis and Petricore Solutions.

Note 4

The tenement and site access costs incurred as the Company setup an exploration camp prior to starting exploration activities. The difference is mainly attributable to timing of the pro-rata budget and actual expenditures.

Note 5

Working capital includes the acquisition of two vehicles and three caravans for approx. $181k and other field equipment, in addition to payments made to Directors.

Note 6

Part of the cost of the offer was allocated to administration cost to align with relevant accounting standards which disallowed allocation of certain costs to this category. This treatment aligns with the audited annual reported figures.

Note 7

Difference due to timing of pro-rata budget compared to actual activities, including a number of expenses initially incurred which should even out over time. The total also includes approx. $72k in relation to listing on the German Stock Exchange, approx. $105k in advertising fees, approx. $72k in relation to consulting fees for tenement management and fieldwork and approx. $220k IPO related expenses.

Tenement Schedule

The Mons Project tenement package consists of 12 granted tenements and 4 pending tenements. All tenements are located in Western Australia.

The following information is provided pursuant to ASX Listing Rule 5.3.3 for the quarter:

Tenement	Commence	Expiry	Area (Blocks)	Approx. Area Ha	Locality	Status
E77/2255	10-Mar-15	9-Mar-25	7	1,960	Mount Jackson	Approved
E77/2332	4-Jul-16	3-Jul-26	32	8,960	Mount Jackson	Approved
E77/2438	9-Oct-17	8-Oct-22	16	4,480	Mount Jackson	Approved
E77/2683	29-Mar-21	28-Mar-26	9	2,520	Mount Jackson / Karroun Hill	Approved
E77/2714	15-Apr-21	14-Apr-26	75	21,000	Mount Jackson West	Approved
E77/2741	7-Jul-21	6-Jul-26	41	11,480	Mount Jackson / Karroun Hill	Approved
E77/2810	20-Jan-22	19-Jan-27	66	18,480	Karroun Hill NR East	Approved
E77/2811	20-Jan-22	19-Jan-27	37	10,360	Karroun Hill NR East	Approved
E77/2812	20-Jan-22	19-Jan-27	135	37,800	Karroun Hill NR East	Approved
E77/2813	28-Jan-22	27-Jan-27	112	31,360	Karroun Hill NR East	Approved
E77/2818	28-Jan-22	27-Jan-27	20	5,600	Karroun Hill NR East	Approved
E77/2833	28-Jan-22	27-Jan-27	20	5,600	Mount Jackson	Approved
E77/3015	N/A	N/A	51	14,280	Mount Jackson	Pending
E77/2938	N/A	N/A	146	40,880	Kawana	Pending
E77/2936	N/A	N/A	70	19,600	Menzies	Pending
E77/2937	N/A	N/A	30	36,400	Kawana North	Pending

Table 6 - Nimy Resources Tenement Schedule

This announcement has been approved for release by the Board

Company Information
Nimy Resources Limited
Christian Price
Executive Director
info@nimyresources.com.au
(08) 9261 4600

Investor & Media Information
Read Corporate
Paul Armstrong
info@readcorporate.com.au
(08) 9388 1474

COMPETENT PERSON'S STATEMENT

The information contained in this report that pertain to Exploration Results, is based upon information compiled by Mr Fergus Jockel, a full-time employee of Fergus Jockel Geological Services Pty Ltd. Mr Jockel is a Member of the Australasian Institute of Mining and Metallurgy (1987) and has sufficient experience in the activity which he is undertaking to qualify as a Competent Person as defined in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Jockel consents to the inclusion in the report of the matters based upon his information in the form and context in which it appears.

FORWARD LOOKING STATEMENT

This report contains forward looking statements concerning the projects owned by Nimy Resources Limited. Statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements are based on management's beliefs, opinions and estimates as of the dates the forward looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

About Nimy Resources and the Mons Nickel Project

Nimy Resources is an emerging exploration company, with the vision to responsibly discover and develop an economic nickel-sulphide project in a Tier 1 jurisdiction, Western Australia.

Nimy Resources has prioritised the development of the Mons Project, a district scale land holding consisting of 16 tenements, an area over 2,546 sqkm along an 80km north/south strike.
Mons is located 140km north - northwest of Southern Cross and covers the Karroun Hill Nickel district on the northern end of the world-famous Forrestania nickel belt. Mons features a very similar geological setting to the southern end of the Forrestania nickel belt and the Kambalda nickel belts.

The project is situated within a large scale fertile "Kambalda-Style" and "Mt Keith-Style" Komatiite sequences within the Archean Murchison Domain of the Youanmi Terrane of the Yilgarn Craton. The location of the Mons Project tenement holding relative to the regional.

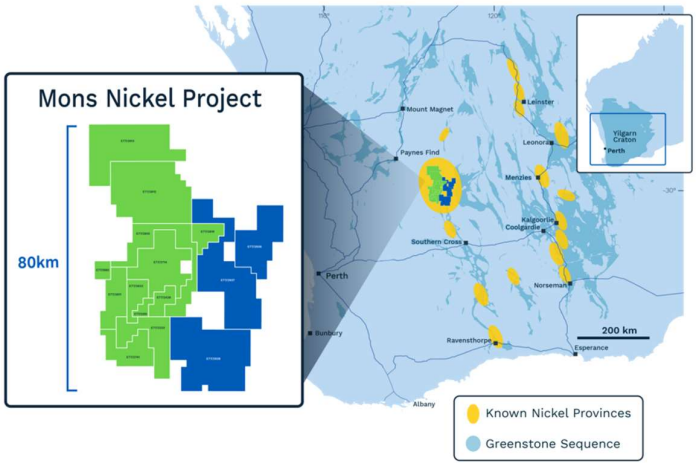

Figure 15 - Location plans of Nimy's Mons Project exploration tenements

Appendix 5B

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

Name of entity	
Nimy Resources Limited	
ABN	**Quarter ended ("current quarter")**
82 155 855 986	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 (if expensed)	(335)	(1,286)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(179)	(354)
	(e) administration and corporate costs	(213)	(410)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	(3)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(727)**	**(2,053)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation (if capitalised)	-	-
	(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	(14)	(14)
	(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**	**(14)**	**(14)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1
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**	**-**	**1**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	1,555	2,880
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(727)	(2,053)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(14)	(14)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	1

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**	**814**	**814**

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	814	1,555
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)**	**814**	**1,555**

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	185
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.

7.	**Financing facilities** *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.*	**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)	(727)
8.2	Capitalised exploration & evaluation (Item 2.1(d))	-
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(727)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	814
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	814
8.7	**Estimated quarters of funding available (Item 8.6 divided by Item 8.3)**	**1.12**

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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 completed its initial drilling program which has involved deeper diamond holes. Its next exploration activities will be less cashflow intensive.

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 is always considering its capital requirements and retains the ability to raise capital as required. The Company also announced on 24 January 2023 that it entered into an agreement to settle up to $1m of drilling costs via the issue of shares from its available placement capacity, at its discretion.

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: The Company will be able to continue normal business operations. The Company has reduced its discretionary expenditure until such stage as it finalises its fund raising options.

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: By the Board of Nimy 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.