

24 March 2023

## Bayrock Resources - Clarification Announcement

QX Resources Limited (**ASX:QXR** or **the Company**) refers to the ASX announcement dated 16 March 2023, titled 'Strategic Investment with Battery Minerals focused Bayrock Resources Limited'. The Company advises that it is still in confidential discussions with Bayrock Resources Limited (**Bayrock**) in relation to QXR underwriting a rights entitlement issue by Bayrock (**Rights Issue**) (**Underwriting**).

Additionally, the Company advises that the \$585,000 in secured loans provided to Bayrock accrue interest at 15% per annum and are secured by share mortgages within the Bayrock group (**Secured Loan**). It is the intention that the Secured Loan will be repaid out of the proceeds of the Rights Issue.

The Company refers to its December cashflow report and advises that the ~\$397,000 in section 2.3 of the Appendix 5B consists of:

- \$375,000 in secured loans to Bayrock (forming part of the \$585,000); and
- \$22,366 in payments made to creditors under the loan funding to Zamia Resources Limited (the 30% holder of the Queensland gold projects)

Authorised by the Board of QX Resources Limited.

Daniel Smith  
Company Secretary  
QX Resources Limited