

QUARTERLY ACTIVITIES REPORT

MARCH 2023



Directors

Non-Executive Chairman

Mark Chadwick

Managing Director

Shane Volk

Non-Executive Director

Tim Hronsky

Company Secretary

Shane Volk

Issued Capital (ASX: DUN, DUNO)

Ordinary Shares: 68,888,907

ASX Quoted: 47,444,250

Escrow: 21,444,657

Listed Options: 28,421,447

Unlisted Options: 15,500,000



Highlights

- **Central exploration target diamond drill hole 6**
- **Matilda South reverse circulation (RC) drilling program**
- **Commencement of Northwest Soil Sampling Program**
- **Grant of Exploration Licence E 63/2059 “Triton”**

Dundas Minerals Limited (ASX: DUN) (“Dundas Minerals” or “the Company”) is actively exploring for nickel, copper and gold in the prospective Albany-Fraser Orogen, Western Australia.

EXPLORATION OVERVIEW

The quarter that ended on 31 March 2023, was another active period of exploration for Dundas Minerals. In early February 2023, the final drill hole of the six-hole diamond drilling program was completed at the Company’s Central exploration target. Shortly thereafter a four-hole reverse circulation (RC) drilling program commenced at the Matilda South prospect, which was completed in early March 2023. Subsequently in April 2023, the Company commenced a soil sampling program in the northwest area of its namesake Dundas project tenements.

Diamond drill hole 6 – Central exploration target

At the Company’s Central exploration target, diamond drill hole 6 (23CEDD006 or Hole 6) was completed at 667.9 metres during February 2023. The drill hole was 50% co-funding (to a maximum of \$210,000) under round 26 of the Western Australian Government Exploration Incentive Scheme (EIS).

Hole 6 was drilled as planned and successfully intersected the centre of a very low resistivity audiomagnetotellurics (AMT) model anomaly (Figure 1). The geology logged for the hole was similar to the geology logged for diamond drill hole 1 at Central (see ASX announcement dated 2 December 2022). The AMT anomaly intersected by Hole 6 is concluded to be sourced from a subvertical zone of thin massive sulphides (pyrrhotite and pyrite) and graphite, which was interpreted to be a shear zone.

The drill core from Hole 6 was transported to Kalgoorlie, Western Australia for cutting and sample preparation during February 2023. Samples from selective sections of the drill core were submitted for assay during March 2023, and one half of the entire drill core has now been lodged with the Western Australian Government’s Drill Core Library in Kalgoorlie, as is required under the EIS co-funding agreement.

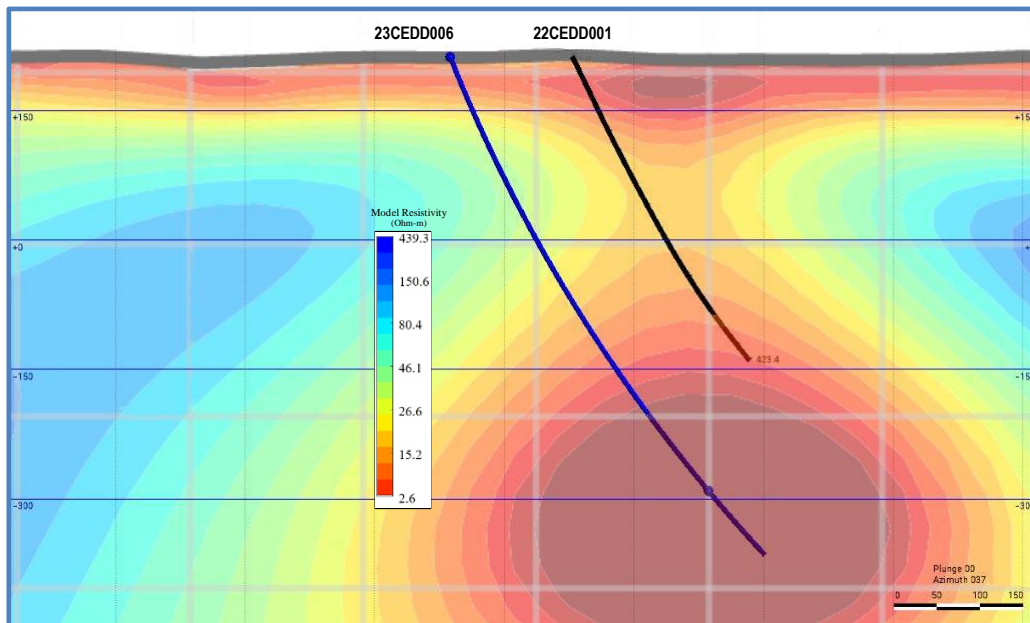


Figure 1: AMT model image (line 12250) showing the trace of Hole 6 (23CEDD006), compared to the trace of Hole 1 (22CEDD001).

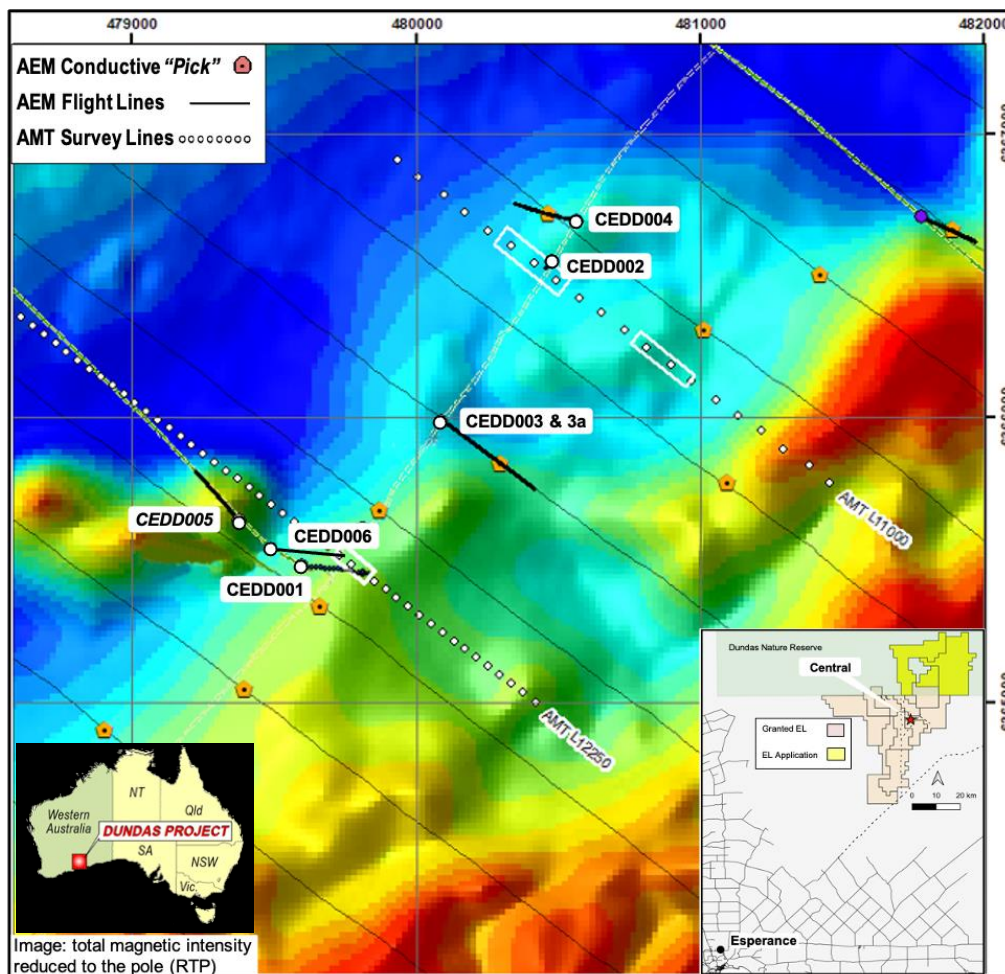


Figure 2: Drill hole locations, Central exploration target

Matilda South: Completion of a four-hole reverse circulation drilling program

During the March 2023 quarter, a four-hole reverse circulation (RC) drilling program at the Company's Matilda South prospect was completed. A total of 1,381 metres was drilled, with the deepest hole (23MSRC002a) to a final depth of 425 metres.

The Matilda South exploration target comprises a large gravity anomaly (interpreted as a mafic intrusion), with magnetic anomalies marginal to the interpreted intrusion (Figure 3). Visual inspection of drill chips returned from the drilling program confirmed the predicted geophysical models, with logged intercepts of mafic rock types. The extent of any mineralisation will be determined from assay results. Samples from the drill holes were submitted to the Intertek Genalysis laboratory in Perth, Western Australia, results from assays for all drill holes are expected during the current quarter.

The Matilda South drilling program was 50% co-funded by the Western Australian Government to a maximum of \$180,000, under round 25 of its EIS.

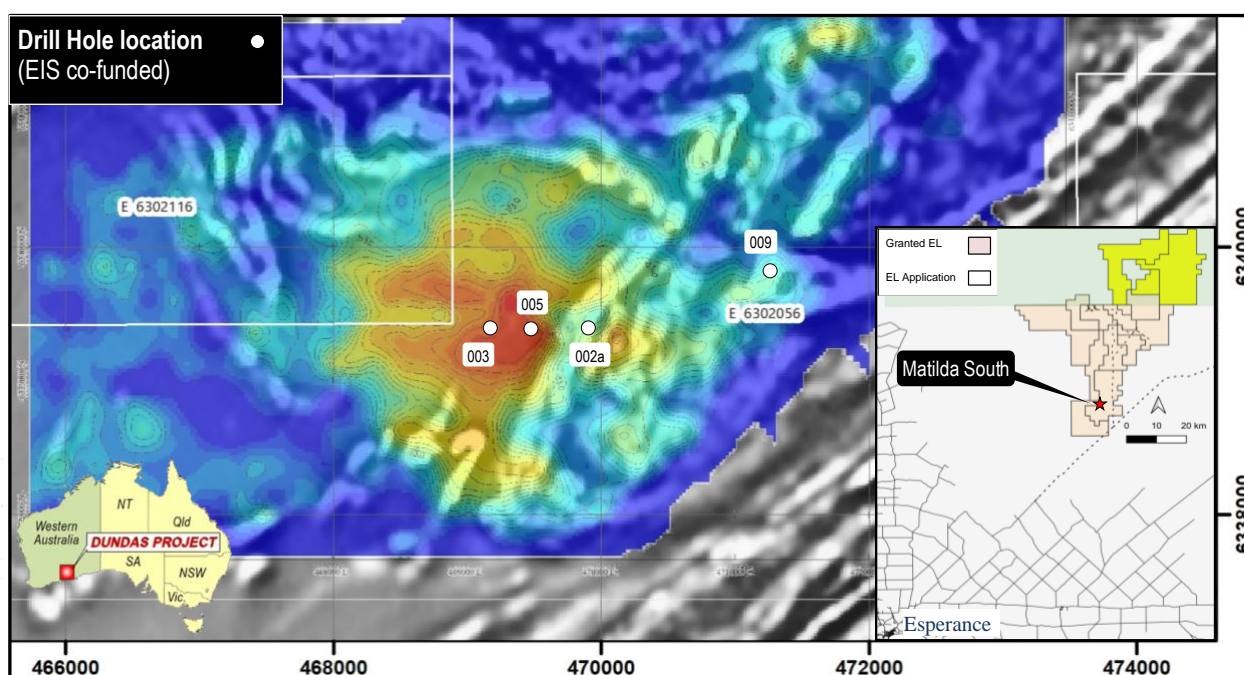


Figure 3: Matilda South actual drill hole locations on a Bouguer gravity anomaly image (colour). The background is a grey-scale second vertical derivative magnetic image.

Commencement of northwest soil sampling program

During the first week of April 2023, the Company commenced a soil sampling program in the northwest section of its Dundas project tenements. The sampling program (Figure 4) has been designed to cover an area of two combined gravity and magnetic anomalies that trend northwest-southeast over a considerable strike length (Areas 1 and 2), plus a combined gravity and magnetic anomaly trending northeast-southwest (Area 3). The anomalies are interpreted as possible mafic and/or ultramafic rocks, a possible host for gold, copper, or nickel mineralisation.

The gravity data that supports the program design was acquired by the Company in 2022 (refer June 2022 quarterly report), and the detailed magnetics data was acquired in February 2022. A SkyTEM electromagnetic (EM) survey was also flown across these areas in 2021, prior to the Company listing on the ASX.

The soil sampling program is planned on 400 metre line spacings, except in Area 2 which is at an 800 metre spacing, because there is some historical soil sample data that was collected by a previous explorer. Sample points are spaced at 100m along each line and a total of ~550 sample points are planned. It is estimated that the program will take until the end of April 2023 to complete. Assay results can be expected 6 to 8 weeks after program completion.

Except for a limited part of Area 2, Dundas Minerals is not aware of any prior on-ground exploration work having been undertaken in these portions of its project tenements. This makes this program an important next step in assessing the prospectivity of the areas covered by the program.

An objective of the program is to identify areas within the sample grids where assays from samples return elevated levels of minerals such as nickel, copper, or gold, as this may be indicative of a deeper mineral deposit. Positive soil sampling results may result in follow-up exploration programs, such as drilling to test the underlying bedrock.

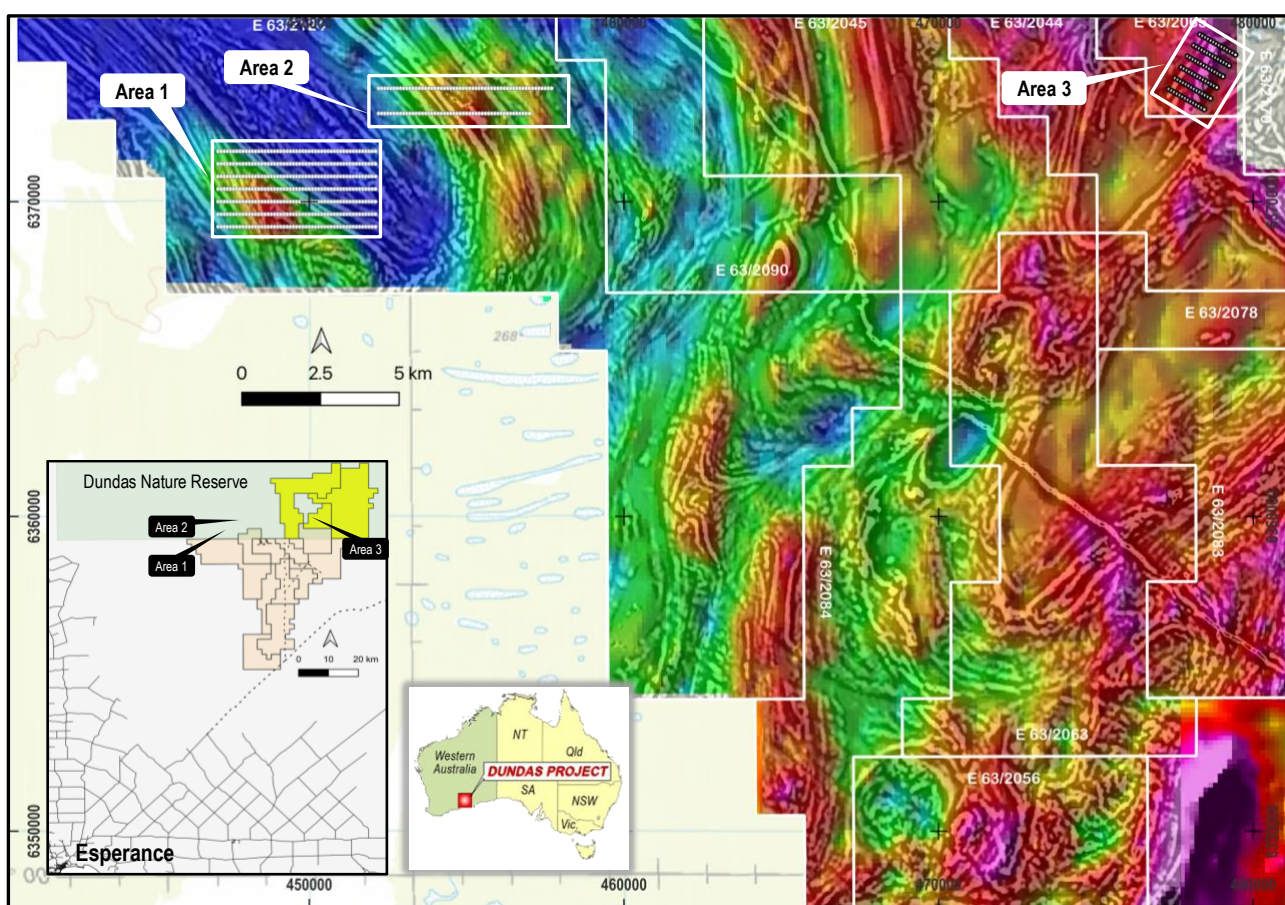


Figure 4: Bouguer residual gravity image (colour) over grey-scale magnetic image (second virtual derivative), with soil sample survey points (white dots) within the survey target areas.

Grant of Exploration Licence E 63/2059 (“Triton”)

Also in April 2023, Dundas Minerals was advised by the Western Australian Department of Mines, Industry Regulation and Safety (DMIRS) of the grant of Exploration Licence E 63/2059 “Triton”. The licence is situated some 100 km south of Norseman and 70 km north of Esperance, in Western Australia (Figure 5).

Application for the Triton licence was made in August 2020, prior to the Company listing on the ASX. The area covered by the licence has been subject to historical gold exploration, most recently by Triton Gold Limited (renamed Triton Minerals Limited) (2008-2013), which returned positive gold results.

Most of the recent exploration activities consisted of shallow air-core drilling, with some limited deeper reverse circulation drill holes. The Company is of the view that deeper drilling, along with geophysics and geochemistry is required to better understand the geological setting and mineralisation that was identified on the tenement. The licence area almost exclusively sits over freehold farming land, and access agreements will be required prior to conducting any on-ground exploration.

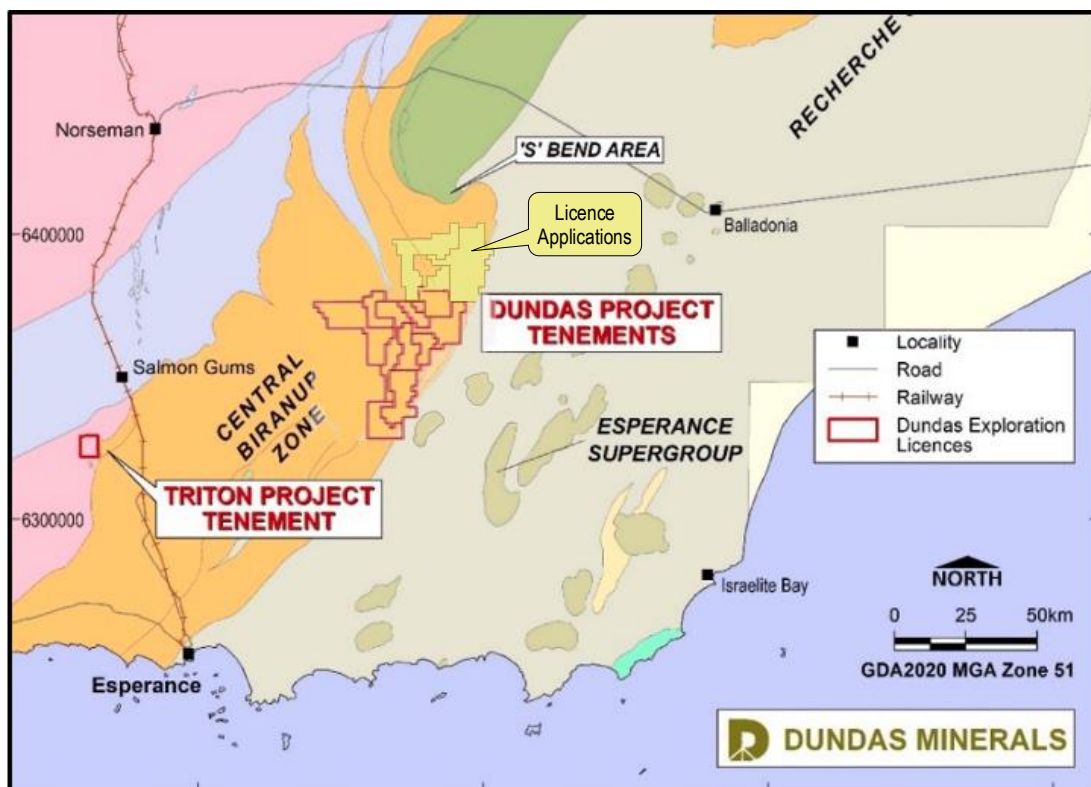


Figure 5: Location of Triton project (E 63/2059) relative to Dundas project granted Exploration Licences (red outline) and Exploration Licence applications (yellow).

Corporate

In January 2023, Dundas Minerals was pleased to announce that it had entered into a \$4.0 million at-the-market (ATM) funding facility (refer ASX Announcement date 6 January 2023 for complete details of the facility). The ATM facility provides a flexible option that the Company is able to utilise to provide additional funds for its current and future exploration programs, and for working capital.

Utilisation of the facility is at the sole discretion of Dundas Minerals, which retains full control of all material aspects of the facility. Importantly, if the Company decides to employ the facility, on any such occasion it has absolute discretion to set the number of the 3 million collateral shares used and will set a minimum price (floor price). The Company may at any time buy back the collateral shares, for no consideration, subject to shareholder approval. Any buy-back of some, or all of the collateral shares would reduce shareholder dilution.

There is absolutely no requirement for Dundas Minerals to utilise the ATM facility and the Company may terminate the ATM at any time without incurring termination costs. Importantly, there are no restrictions that prevent Dundas Minerals from raising capital through other methods whilst the ATM is in place.

3 million collateral shares in relation to the facility were issued by the Company in January 2023, in a single tranche using the Company's existing placement capacity. The costs of the ATM comprise a once only establishment fee of 0.625% of the facility amount, payable when (and if) the Company first utilises the facility, plus a seven percent fee is payable on gross utilisation proceeds.

On 28 February 2023, the Company lodged its half-year report and financial statements with ASX.

Related Party Transactions

In accordance with the requirements of ASX Listing Rule 5.3.5, the payments that were made to, or an associate of, a related party of the entity that have been included in the Appendix 5B for the quarter are: managing director remuneration and non-executive director fees (item 6.1).

ASX Listing Rule 5.3.2

For the purpose of ASX Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities by the Company or its subsidiaries during the quarter.

Use of Funds

Pursuant to ASX List Rule 5.3.4, a comparison between the use of funds statement in the Company's IPO Prospectus date 17 September 2021, and actual expenditure to 31 March 2023 is shown in the table below.

Category	Prospectus Amount	Actual at 31-03-23	Variance
Exploration at the Dundas Project	\$3,986,000	\$4,392,745	(\$406,745)
Exploration at Triton	\$70,000	\$0	\$70,000 ¹
Expenses of the Offer	\$670,000	\$662,154	\$7,846
Administration costs	\$998,000	\$768,708	\$229,292
Working capital	\$631,000	\$254,897	\$376,103
Total	\$6,355,000	\$6,078,504	\$276,496

Notes:

1. The tenement that comprises the Triton project was not granted until April 2023.

Tenement Summary

Pursuant to ASX Listing Rule 5.3.3, the Company did not acquire or dispose of any mineral tenements during the quarter. The Company's interests in mineral tenements as at the end of the quarter covered by this report is shown in the table below.

Holder	Tenement ID	Status	Percent Held	Location
Dundas Minerals Limited	E 63/2044	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2045	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2056	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2059	Application	100%	Western Australia
Golden Camel Mining Pty Ltd	E 63/2063	Granted	100%#	Western Australia
Dundas Minerals Limited	E 63/2065	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2078	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2083	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2084	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2090	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2116	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2124	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2170	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2287	Application	100%	Western Australia
Dundas Minerals Limited	E 63/2288	Application	100%	Western Australia
Dundas Minerals Limited	E 63/2297	Application	100%	Western Australia

The Company holds an exclusive right to acquire a 100% interest in Exploration Licence E63/2063 from Golden Camel Mining Pty Ltd, which it currently intends to exercise, and is obliged to maintain the tenement in good standing until it exercises or relinquishes its right. The right may be exercised at any time following the 1st anniversary of the tenement grant date.

Capital Structure (31 March 2023)

Description	Number
Fully Paid Ordinary Shares (ASX quoted: DUN)	47,444,250
Fully Paid Ordinary Shares (not quoted on ASX, subject to ESCROW)	21,444,657
Total Fully Paid Ordinary Shares	68,888,907
ASX quoted options (ASX: DUNO) exercise price \$0.30, expiry 25-Feb-24	28,421,881
Unlisted options exercise price \$0.25, expiry 1-July-2024	2,000,000
Unlisted options exercise price \$0.30, expiry 1-July-2024	2,000,000
Unlisted options exercise price \$0.30, expiry 3-Nov-2024	3,000,000
Unlisted options exercise price \$0.25, expiry 1-July-2026	2,500,000
Unlisted options exercise price \$0.30, expiry 1-July-2026	2,500,000
Unlisted options exercise price \$0.25, expiry 10-Nov-2026	1,000,000
Unlisted options exercise price \$0.30, expiry 10 Nov-2026	1,000,000
Unlisted options exercise price \$0.50, expiry 25-Feb-24	1,500,000
Total Unlisted Options	15,500,000



ABN 14 640 432 819



<https://www.linkedin.com/company/dundas-minerals>



<https://twitter.com/DundasMinerals>



<https://www.facebook.com/Dundas-Minerals-100594365764204>

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Subiaco, WA 6008

admin@dundasminerals.com
www.dundasminerals.com

Financial and Corporate

The Company ended the quarter with \$2.2 million in cash.

Refer to the attached Appendix 5B for an overview of the Company's use of cash during the quarter.

Authorised by: Shane Volk (Managing Director and Company Secretary)

About Dundas:	Dundas Minerals Limited (ASX: DUN) is a battery-minerals and gold focussed exploration company exploring in the highly prospective southern Albany-Fraser Orogen, Western Australia. Dundas Minerals holds 12 contiguous exploration licences (either granted or under application) covering an area of 1,845km ² . All licences are 100% owned by Dundas and are located within unallocated Crown Land. The Albany-Fraser Orogen hosts the world-class Tropicana gold mine (AngloGold Ashanti ASX: AGG / Regis Resources ASX: RRL) and the Nova nickel mine (Independence Group ASX: IGO). The Dundas granted tenements are located ~120km southwest of Nova, have not been subject to modern exploration and are deemed prospective for battery materials (nickel, copper and rare earths), and gold. Dundas Minerals listed on the ASX on 10 November 2021.
Capital Structure:	Ordinary shares on issue (DUN): 68,888,907; ASX Listed Options (DUNO): 28,421,447 (Ex: \$0.30, Exp 25-02-2024) Unlisted Options: 1,500,000 (Exp. 25-02-24 Ex. \$0.50); 3,000,000 (Exp. 3-11-24 Ex. \$0.30); 4,000,000 (Exp. 1-7-24 Ex. \$0.25 & \$0.30); 5,000,000 (Exp. 1-7-26 Ex. \$0.25 & \$0.30); 2,000,000 (Exp. 10-11-26 Ex. \$0.25 & \$0.30)

COMPETENT PERSONS STATEMENTS

The information in this announcement that relates to exploration at the Company's Central exploration target is extracted from the ASX Announcements titled "*Exploration Update - Central*" published on 13 February 2023. The report is available to view on the Company's web site: www.dundasminerals.com. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX Announcement. The Company confirms that the form and context in which the Competent Person's findings are presented in this report, have not been materially modified from the original market announcement.

The information in this announcement that relates to the Matilda South reverse circulation drilling program is extracted from the report titled "*Matilda South Reverse Circulation Drilling Program Completed*" published on 10 March 2023. The report is available to view on the Company's web site: www.dundasminerals.com. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX Announcement. The Company confirms that the form and context in which the Competent Person's findings are presented in this report, have not been materially modified from the original market announcement.

DISCLAIMERS AND FORWARD-LOOKING STATEMENTS

This announcement contains forward looking statements. Forward looking statements are often, but not always, identified by the use of words such as "seek", "target", "anticipate", "forecast", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions.

The forward-looking statements in this announcement are based on current expectations, estimates, forecasts and projections about Dundas and the industry in which it operates. They do, however, relate to future matters and are subject to various inherent risks and uncertainties. Actual events or results may differ materially from the events or results expressed or implied by any forward-looking statements. The past performance of Dundas is no guarantee of future performance.

None of Dundas' directors, officers, employees, agents or contractors makes any representation or warranty (either express or implied) as to the accuracy or likelihood of fulfilment of any forward-looking statement, or any events or results expressed or implied in any forward-looking statement, except to the extent required by law. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

Appendix 5B

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

Name of entity

Dundas Minerals Limited

ABN

14 640 432 819

Quarter ended ("current quarter")

March 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 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	(84)	(221)
(e) administration and corporate costs	(121)	(267)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	25	32
1.5 Interest and other costs of finance paid	(1)	(1)
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	(181)	(457)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	4	(102)
(d) exploration & evaluation	(927)	(2,761)
(e) investments	-	-
(f) other non-current assets	-	-

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 (9 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	(923)	(2,863)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,580
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	501
3.4	Transaction costs related to issues of equity securities or convertible debt securities	6	(93)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(3)	(9)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other	-	-
3.10	Net cash from / (used in) financing activities	3	1,979

4.	Net increase / (decrease) in cash and cash equivalents for the period	(440)	(1,341)
4.1	Cash and cash equivalents at beginning of period	3,316	3,556
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(181)	(457)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(923)	(2,863)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3	1,979

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 (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,215	2,215

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	465	866
5.2	Call deposits	1,750	2,250
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)	2,215	3,116

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	(88)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
	Repayment of shareholder loans and accrued interest (included in item 3.6)	-

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.

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

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 (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)	181
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	923
8.3 Total relevant outgoings (item 8.1 + item 8.2)	1,104
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,215
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,215
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.01
<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:	
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:	
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:	
<i>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.</i>	

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.

21 APRIL 2023

Date:

SHANE VOLK – Managing Director & Company Secretary

Authorised by:
 (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.