

Quarterly Activities Report for the period ending March 31, 2023

Key Highlights

- Entered into a conditional sale and purchase agreement to acquire 80% interest in the Schryburt Lake Rare Earth and Niobium Project in northern Ontario, Canada
- Schryburt is located in the highly prospective Superior Province which hosts many worldclass rare earth deposits
- The Schryburt Lake carbonatite is a 4.5 km diameter pipe with historical drill assays of **up to 5.65% REO** over 1.5m from near surface with very few shallow drill holes and very limited rare earth element sampling that is open in all directions
- Receipt of all assays for the completion of 2,375m maiden RC drill program at Biloela Project in the March Quarter
- Assays at the Biloela copper project confirm mineralisation of **> 0.3 % copper** and **0.1 g/t gold** at Flanagan's prospect **over 1km of strike** and up to **3.9 % copper** and **6 g/t gold**
- A new review at the Biloela Copper Project of soil geochemistry indicates important metal ratios that support an untested central intrusion-related target at depth
- A new 3D magnetic inversion completed on the Biloela Copper Project indicates a very large magnetic anomaly that starts from 150m below surface and **extends to 1050m depth** that is interpreted to represent a high priority intrusion-related drill target
- Mineralisation intersected at the Biloela copper project is interpreted to represent an extensive copper-gold vein system along the flank of large, deep intrusive target likely to be the source of drilled mineralisation
- Cash balance of \$2.68 million

Bindi Metals Limited (**ASX: BIM**, "**Bindi**" or the "**Company**") is pleased to deliver this March Quarter Activities report to shareholders. Bindi Metals is focused on the conditional sale and purchase agreement to acquire an 80% interest in the Schryburt Lake REE-Nb Project in northern Ontario, Canada and the it existing Biloela Copper Project in Queensland, Australia.

Bindi Metals Executive Director, Henry Renou said,

“The March Quarter has been very busy with the announcement of Bindi entering into a conditional sale and purchase agreement for the Schryburt Lake REE Project. This is in addition to receiving all final assays for drilling at the Biloela Copper Project and releasing these exceptional results. The new intrusion-related drill targets at Biloela are highly encouraging and work is underway on refining these drill targets.

We are very excited about the exploration programs underway at the Biloela Copper Project and the potential of the Schryburt Lake Rare Earth Project. We have strategy in place to diversify into critical metals and focus exploration on the projected huge demand for copper and rare earths with the global clean energy transition”.

Operations

Schryburt Lake Rare Earth and Niobium Project

On 27 March 2023, Bindi announced that it had entered into the conditional sale and purchase agreement to acquire 80% interest in the Schryburt Lake REE-Nb Project in northern Ontario, Canada. The Project is made up of 318 contiguous single cell Mining Claims covering a total area of approximately 62.4 km². It is located approximately 128 km north of Pickle Lake in northern Ontario.

The Schryburt Lake Project is located within the highly prospective Western Superior Province region that is also home to major advanced REE projects including Hecla-Kilmer (TSX: VVR), Clay-Howells (TSX: LL) and Montviel (TSX: GMA). The Ontario Geological Survey in the 2021-22 Exploration Review has recommended Schryburt Lake as a high prospective rare earth and niobium hosting carbonatite.

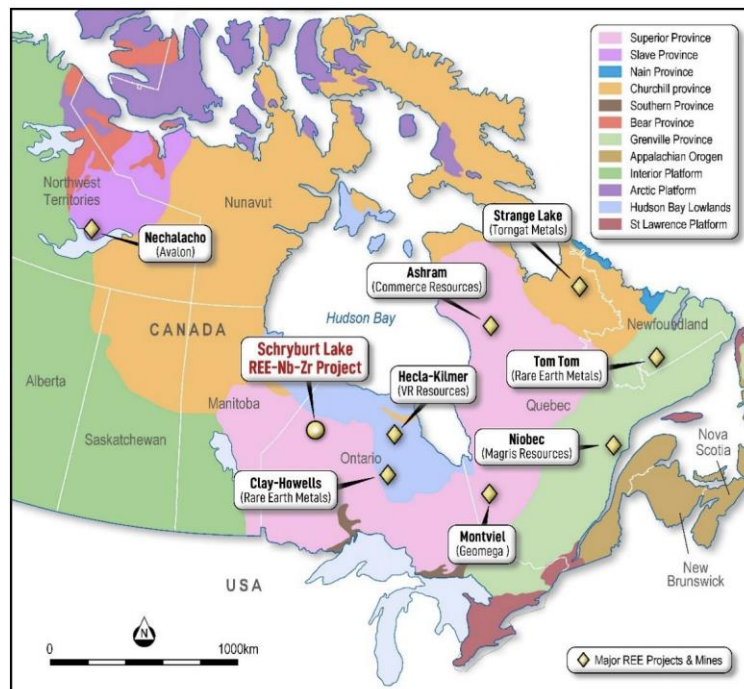


Figure 1. Location of the Schryburt Lake Project and major REE projects and mines in Superior Province of Ontario, Canada

A review of the historical data highlighted six widely spaced vertical RC holes, drilled in the 1970s, (see Figure 2) to a maximum of 61m depth. These were assayed mostly for phosphate with very limited, discontinuous sampling for some REE. Several trenches were sampled for niobium mineralisation with no assays for REE in the 1960s. A ground magnetics survey was also completed at this time. There has been little to no exploration conducted since.

Four of the six shallow drill holes intersected ore grade rare earth mineralisation >0.1% REO over a wide area. The review also identified several, highly encouraging zones of high-grade rare earth and niobium mineralisation, with phosphate credits, that has **never been followed up** including:

- SC-3: 1.5m @ **5.65% REO** from 3m that is open in all directions
- SC-1: 13.7 to 48.8m (**35.1m** of discontinuous sampling) @ **0.27 to 0.35% REO** with 5.7 to 19.6% P₂O₅ and a **very high NdPr** ratio of **34%** that is open in all directions
- Trench 28: **7.6m @ 0.3 % Nb₂O₅** including **2.5m @ 0.4 % Nb₂O₅** that is open in all directions
- Grab samples of up to **1.82% Nb₂O₅**.

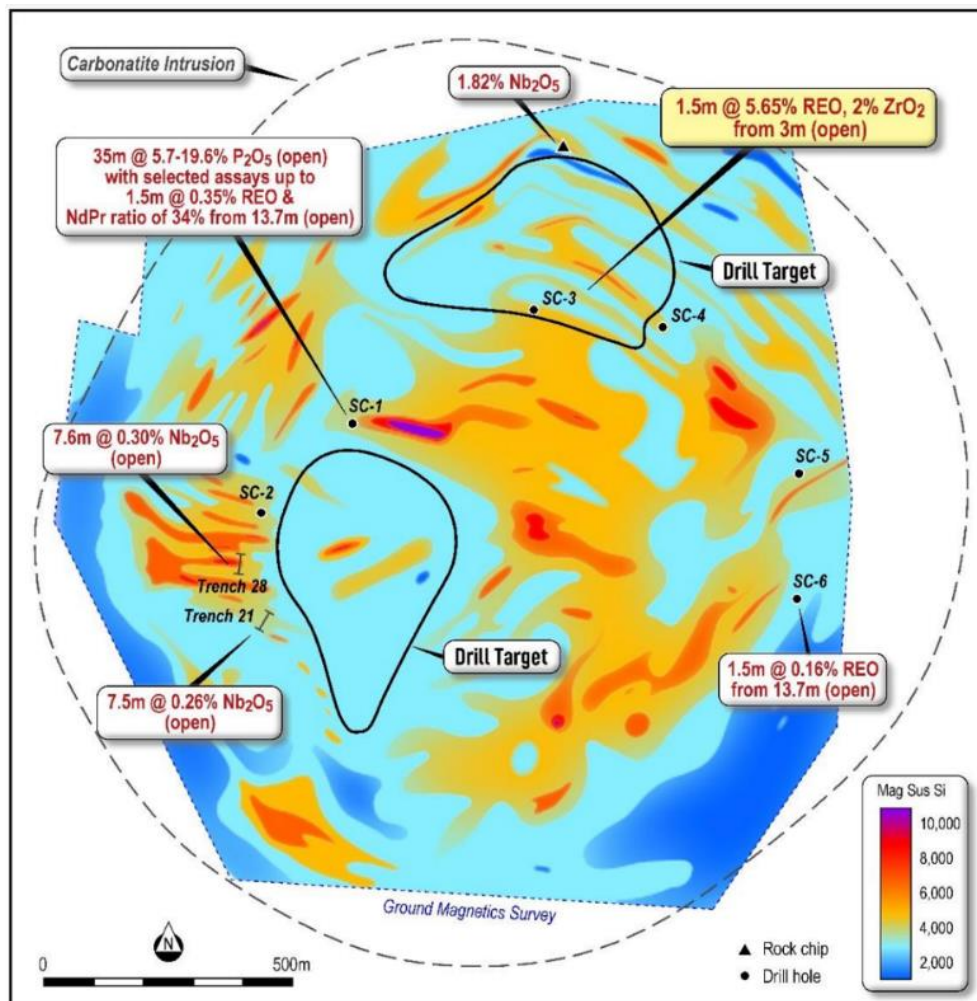


Figure 2. Schryburt Lake ground magnetics profile and historical exploration results. NB contours on ground magnetics have been digitised from historical reports

Sale and Purchase Agreement

The Company has entered into a conditional sale and purchase agreement (“SPA”) to acquire 80% of the Schryburt Lake Project (the “Project”) in northern Ontario, Canada, which holds legal and beneficial interest in the Mineral Titles and Mining Claims (“Sale Interest”).

The Mineral Titles are owned by the Vendors who are not related parties or associates of the Company.

Pursuant to the SPA, the Company has paid an exclusivity fee of \$60,000 to the Vendors during the quarter. The Vendors will grant exclusivity over the Project to the Company during the Exclusivity Period, which lasts until completion of the SPA or its termination. Subsequent to the quarter end, the Company announced that it has secured a 28-day extension to the due diligence period in order to finalise and complete due diligence on the Schryburt Lake Project. The extended completion date is scheduled for no later than 13 May 2023.

In consideration for the acquisition of the Sale Interest, the Company will issue to the Vendors the following aggregate Consideration Securities within five business days of the Completion Date:

- 2,000,000 fully paid ordinary shares at a deemed issue price based on 5 trading days volume weighted average price of BIM shares at the Completion Date.
- 2,000,000 Performance Rights in two equal classes. Each Performance Right will convert into 1 Share per Performance Right subject to satisfaction of the relevant performance hurdle:
 - Class A: The Company announcing achievement of a drilling intersection of >10m at 1% (or greater) contained total rare earth oxide (**TREO**) or equivalent in relation to the Project area within 2 years from the date of issue of the Performance Rights.
 - Class B: The Company announcing the determination of an Inferred Resource (as defined in the JORC Code 2012) of greater than 10,000t contained TREO or equivalent in relation to the Project area within 5 years of the date of issue of the Performance Rights.

Refer to ASX announcement dated 27 March 2023 for full details of the proposed Schryburt Lake Project acquisition.

Drilling Program at Biloela Completed

During the quarter, Bindi received all assays for the maiden 2022 RC drill program at the Biloela Copper Project (refer to ASX announcement dated 23 January 2023). Twenty RC holes were completed for 2,375m on the project at the Flanagan’s and Great Blackall prospects. Drill results has identified a major copper-gold trend at Flanagan’s prospect over **1 km with > 0.3% copper and 0.1 g/t gold** and zones of high-grade copper-gold including:

- 2m @ **2.0 % Cu, 3.0 g/t Au**, 3.7 g/t Ag from 21m including 1m @ **3.5% Cu, 6.0 g/t Au**, 6.9 g/t Ag in BIM011
- 1m @ 0.2 % Cu, **5.1 g.t Au**, 1.7 g/t Ag from 96m also in BIM011

- 2m @ 0.3% Cu, 2.3 g/t Au, 3.1 g/t Ag from 15m including 1m @ 0.1 % Cu, **4.6 g/t Au**, 5.8 g/t Ag in BIM016
- **4m @ 1.1 % Cu**, 0.3 g/t Au, 6.0 g/t Ag from 9m including 1m @ **3.9 % Cu**, 1.2 g/t Au, 22.9 g/t Ag in BIM010

A review of the downhole geochemistry, soil data and magnetic inversion model has identified a new, large untested drill target at depth and is a likely source metals drilling in this program (Figure 4).

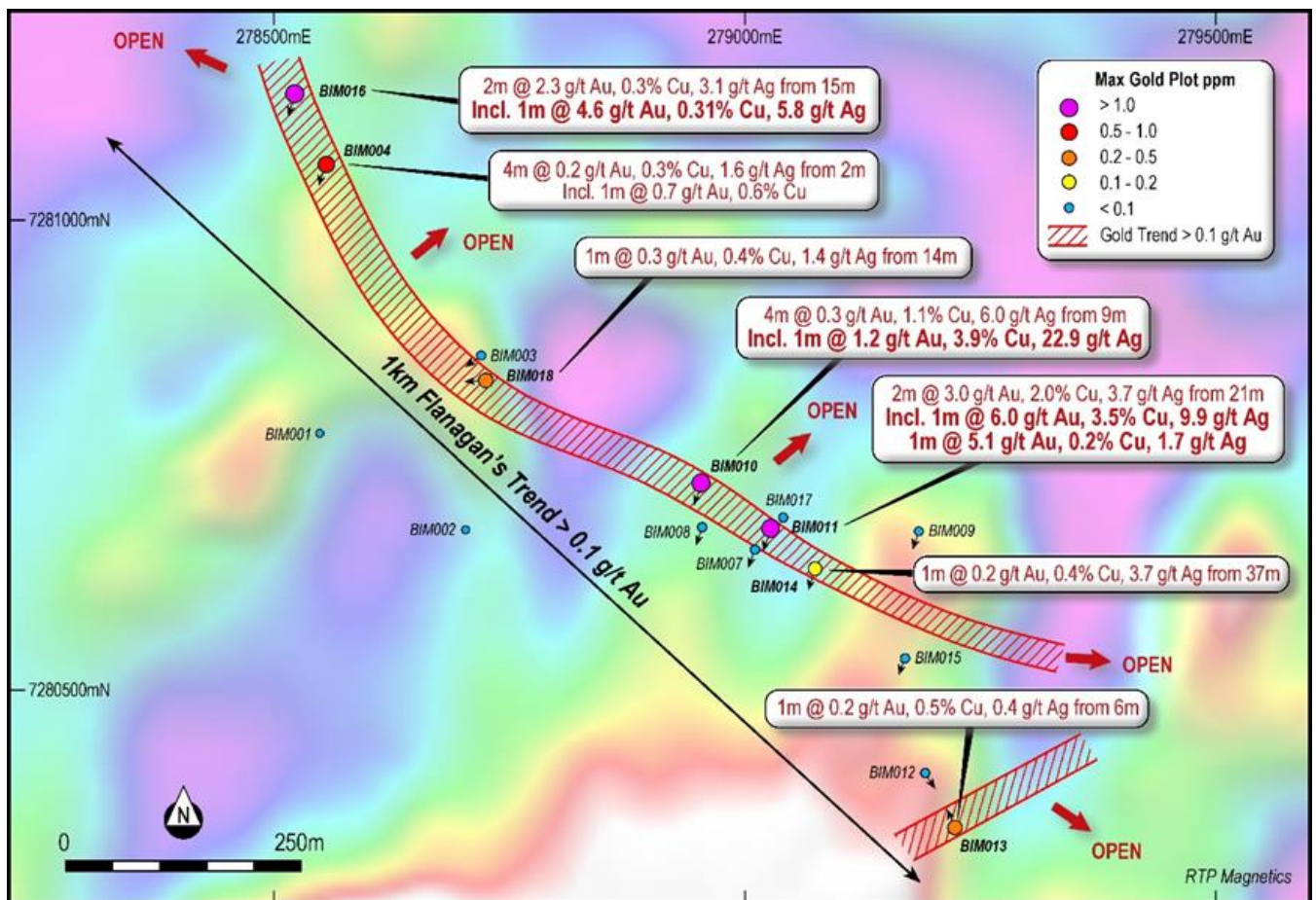


Figure 3. Airborne magnetic map showing highlight drill intersections at Flanagan's prospect

New Intrusion-Related Drill Target

Bindi has identified a major bulk tonnage intrusion-related target with many similarities to major copper deposits in Chile and Argentina and the results have been summarised in Table 1 (refer to ASX announcement dated 23 January 2023).

Exploration Tool	Rationale	Results
3D Inversion	<ul style="list-style-type: none"> Large intrusion-related deposits are characterised by very large magnetite-pyrite haloes like Bajo del la Alumbreira copper deposit in Argentina 	<ul style="list-style-type: none"> Very large 1050 long x 850 wide magnetic body ~150m from surface
Downhole Sr/Y vs Y Ratios	<ul style="list-style-type: none"> High Sr/Y ratios indicate the prospective intrusion is a copper-fertile system for large intrusion related deposits like the world-class copper-gold Los Pelambres deposit in Chile and El Indio gold deposit both in Chile 	<ul style="list-style-type: none"> Very good correlation for high Sr/Y ratios (fertile intrusion) and the 3D modelled magnetic anomaly There is a strong trend of samples that plot in the adakite field with a high ratio of Sr/Y in selected drill samples There is a strong zone of samples that plot in the same field as the Los Pelambres and El Indio deposits from Biloela This is very encouraging and potentially indicative of outer alteration zones of a potential large intrusion-related copper-gold system
Soil Geochemistry Ti/Li Ratios	<ul style="list-style-type: none"> Commonly used as important alteration index indicator for large the world-class deposits Chlorite chemistry and in particular Ti/Li ratios are a highly effective tool targeting intrusive-related copper systems such as the giant El Teniente copper deposit in Chile (see Figure 5) 	<ul style="list-style-type: none"> A prominent bullseye Ti/Li anomaly is situated over highly anomalous copper in soils and is coincident with a modelled magnetic high anomaly The anomaly indicates this is a potential zone for an intrusive-related type of mineralisation and remains untested by drilling (see Figure 5)

Table 1. Summary results of the new targeting working at the Biloela Copper Project

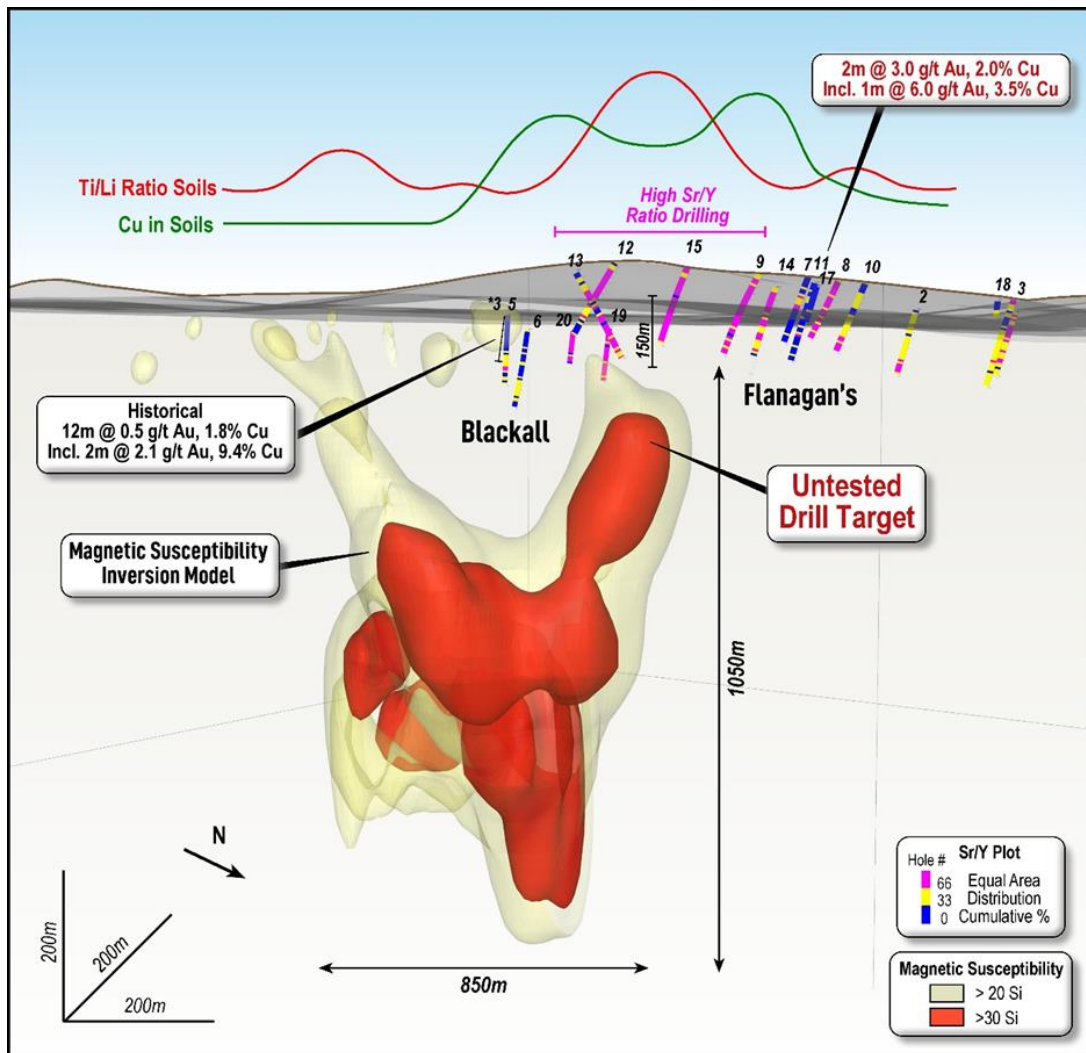


Figure 4. Magnetic inversion model and intrusion-related drill targets. Note the soil line graph is to demonstrate the location of anomalies and not represent a fixed value graph. The section for these soils is shown on Figure 3 as well as the field of view for the 3D model

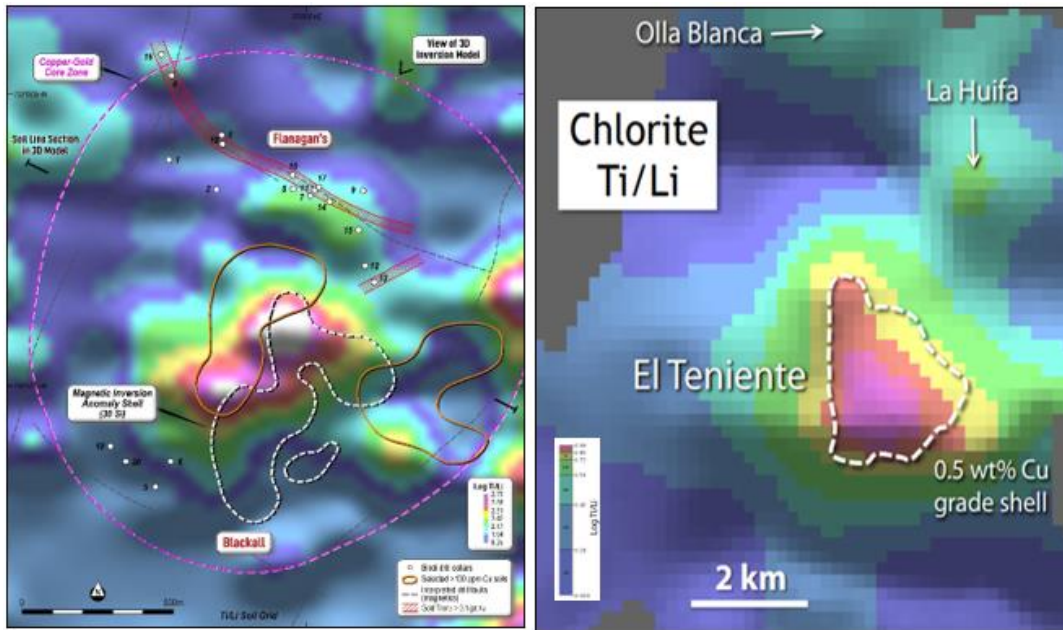


Figure 5. Soil Log Ti/Li ratios at Biloela (left) and El Teniente (right)

The new targeting work supports the interpretation that a new and exciting high priority intrusion-related drill target occurs at depth. This new drill target is likely to be the source of the peripheral, shallow vein-style mineralisation at Flanagan's Prospect.

Corporate

Cash balance as at 31 March 2023 was \$2.68 million.

Financial and Related Party Payments

The Company's Quarterly Cashflow Report (Appendix 5B) follows this Activity Report. Pursuant to ASX Listing Rule 5.3.5, the total amount paid to related parties of the Company and their associates, as per item 6.1 of the Appendix 5B was \$43K and includes payments to directors for fees and consulting costs paid during the quarter.

Use of Funds

In line with obligations under ASX Listing Rule 5.3.4, the Company provides the following information in respect to its Use of Funds Statement set out in its Prospectus dated 5 April 2022 and its actual expenditure since ASX admission on 28 June 2022.

Expenditure	Funds allocated under Prospectus	Actual 1 Jul 2022 to 31 Mar 2023	Variance
Exploration	\$2,492,000	\$1,344,126	\$-1,147,874
Administration and Corporate Costs	\$800,00	\$159,300	-\$640,700
Working Capital	\$1,200,348	\$65,609	-\$1,134,739
Costs of the Offer	\$524,703	\$502,158	-\$22,545
Total	\$5,017,051	\$2,071,193	\$2,945,858

- The variance is due to timing difference of the Prospectus forecast over a 2 year period versus 9 months' actual spend. All expenditure was materially as expected. 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.

-ENDS -

This announcement has been authorised for release to the market by the Board of Bindi Metals Limited.

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About Bindi Metals Limited

Bindi Metals is focused on the acquisition, exploration and development of mineral exploration assets which have the potential to deliver growth to shareholders with the key Company asset initially being the Biloela Project, located in the Yarrol province, 30km southwest of Biloela and 90km southwest of the Port of Gladstone, Queensland. The Biloela Project includes the Flannigans and Great Blackall Projects which are highly prospective for copper and gold discoveries.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled under the supervision of Henry Renou, the Executive Director and Exploration Manager of Bindi Metals Limited. Mr Renou is a member of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.” Mr Renou consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

MARCH 2023 QUARTER – ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (2012 JORC Code). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

23 January 2023	Extensive Mineralisation and Large Scale Target at Biloela
27 March 2023	Acquisition of Canadian REE Project

These announcements are available for viewing on the Company’s website at www.bindimetals.com.au. Bindi confirms that it is not aware of any new information or data that materially affects the information included in any original ASX announcement.

Appendix 1 – Tenement information as required by ASX Listing Rule 5.3.3

Country	Location	Project	Tenement	Change in Holding (%)	Current Interest (%)
Australia	QLD	Biloela	EPM27478	-	100%

Appendix 5B

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

Name of entity

Bindi Metals Limited

ABN

52 650 470 947

Quarter ended ("current quarter")

31 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	(280)	(1,344)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(16)	(380)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	5	16
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)	-	-
1.9 Net cash from / (used in) operating activities	(291)	(1,708)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(5)
(d) exploration & evaluation	(60)	(60)
(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	(60)	(65)

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	-	(288)*
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	-	(288)

*IPO related capital raising costs relating to Company's listing on the ASX on 28 June 2022.

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,034	4,744
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(291)	(1,708)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(60)	(65)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	(288)

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	2,683	2,683

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	1,683	1,034
5.2	Call deposits	1,000	2,000
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)	2,683	3,034

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	43
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.

The amounts reported at item 6.1 relate to payments to directors including non-executive fees, consulting fees and superannuation paid during the quarter.

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.	N/A	

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(291)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(60)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(351)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,683
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,683
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	7.64
<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: 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?	
Answer: 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?	
Answer: N/A	
<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.

Date: 28 April 2023

Authorised by: By the Board of Bindi Metals 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.