QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING 30 JUNE 2023

STRANDLINE CONTINUES ITS TRANSITION TO MAJOR MINERAL SANDS PRODUCER WITH RAMP UP OF ITS 100%-OWNED COBURN PROJECT IN WA

HIGHLIGHTS

Coburn Mineral Sands Project - Western Australia

- **Coburn commissioning progressing with regular shipments**; measures being implemented to increase production, focusing on improving equipment and plant availability, mine planning and tailings deposition
- **Seventh shipment of Heavy Mineral Concentrate (HMC) sold** subsequent to end of the quarter; a total of ~65,000t shipped and ~A$69m of sales revenue since commencing production in November 2022
- **Wet Concentration Plant (WCP) continues to operate in accordance with key process design parameters** in terms of mineral recoveries and heavy mineral grade of the HMC product
- **HMC average realised** price of ~A$1,050/t CIF for shipments sold, higher than DFS 2020 assumptions
- **Commissioning of downstream Mineral Separation Plant (MSP) is ramping up** following completion of refinements to MSP dust extraction system and other circuits; Ilmenite now being produced and stockpiled
- **Scoping study advancing on the potential to expand Coburn** throughput by up to 50 per cent
- **Ramp-up plans in place to continue trajectory towards nameplate production rates**

Mineral Sands Projects – Tanzania

- Following the re-issuance of its suite of Prospecting Licences and improving regulatory sentiment in Tanzania, **Strandline accelerated works to finalise Fungoni land access, compensation and resettlement**
- Advanced the application process for the Tajiri Special Mining License (SML) to **final review stage by the Tanzania Government Cabinet Secretariat**
- **Nyati is a joint venture entity** between Strandline (84%) and the Government of Tanzania (16%)
- Nyati's first project set for development is the Fungoni mineral sands project near Dar es Salaam, followed by the large scale Tajiri mineral sands project near the port of Tanga

Corporate

- **Consolidated Cash of A$41.3m** as at 30 June 2023
- **No lost time injuries to date.** Total Recordable Injury Frequency Rate of 3.3 per million hours worked
- Post quarter-end, **Strandline appointed highly experienced operations executive Jozsef Patarica as CEO**, bolstering Strandline's management ranks as it ramps up Coburn and positions for next phase of growth

Strandline Managing Director Luke Graham said: "Commissioning and ramp-up of the world-scale Coburn mine and production facilities continued during the quarter, with regular shipments of HMC product and steady cashflow generation.

"Some commissioning issues were encountered, and measures are being implemented to overcome these. The Company has rectified many of these issues and is confident that production rates will rise towards nameplate performance levels as commissioning progresses."

"Strandline has strong growth project optionality and made positive progress during the quarter on key government approvals and land access compensation arrangements at the Tajiri and Fungoni projects respectively, while also studying the potential to increase Coburn's throughput by up to 50 per cent, which would enable us to leverage existing infrastructure and grow cashflow significantly."

Strandline Resources (**ASX: STA**) (**Strandline** or the **Company**) is pleased to provide an update on its activities and cashflow for the quarter ended 30 June 2023.

COBURN MINERAL SANDS PROJECT, WA

Strandline's 100% owned Coburn Mineral Sands Project is a strategic long-life asset situated in the Tier-1 mining jurisdiction of Western Australia. The project is underpinned by an attractive high-value product suite comprising critical minerals of zircon, titanium and monazite rare earths.

The Company achieved commercial production of HMC product from the wet concentrator on 18 November 2022 and construction and handover of downstream MSP was completed in late March 2023. The MSP is designed to separate the HMC into valuable critical minerals of zircon, titanium (rutile and ilmenite), as well as a zircon in concentrate product (**ZIC**) containing monazite rare earths.

***Figure 1** Coburn Project location map*

During the quarter, the Company completed its sixth shipment of HMC and exported a total of ~57,000t of HMC since commencing production. Shipments of HMC to the end of the quarter generated total revenue of ~A$60 million, providing working capital for the Company as it continues to ramp up operations at Coburn.

Subsequent to quarter end, the Company completed a seventh shipment of HMC of ~7,800 tonnes, valued at ~A$9.1 million CIF. This shipment was scheduled for June 2023, but was delayed by the shipping carrier for reasons outside of Strandline's control.

Ore mined for the quarter was 3,161,378 tonnes (31 March 2023: 3,359,399 tonnes) and the average heavy mineral (HM) grade of ore mined was 0.99% (31 March 2023: 1.04%). Total HMC production for the quarter was 26,134 tonnes (wet) (31 March 2023: 29,855 tonnes).

During June, mining transitioned into the newly developed East Pit B with sand waste (tailings) being deposited into previously mined void (East Pit A) as part of the mine backfill and rehabilitation process. Production rates were constrained during the quarter, due primarily to low availability of the Dozer Mining Units and mining plant and equipment. These availability issues are being managed with the respective contracting partners and measures are being put in place.

The transition to in-pit disposal of sand waste during the quarter impacted mining activities due to deposition and capacity constraints caused by lower density in tails stream and increased water mounding within the pit (compared to original assumptions), and additional infrastructure being required. Other notable production downtime events related to site wide power supply and network communications interruptions, pre-mature failure of pump mechanical seals, instrument failures and operator errors - many of which have been rectified or have programs in place to resolve.

As part of the production ramp up process, the key focus remains on improving equipment and plant availability, enhancing mine and tails deposition planning and increasing mineral recoveries in final product streams at the MSP.

Late in the quarter, the Company implemented modifications to the MSP dust extraction system and several other downstream circuits, which resulted in a notable improvement to mineral separation efficiencies. The MSP is now successfully producing a chloride ilmenite product, which is being stockpiled for a future shipment. The technical focus has transitioned to the premium zircon and rutile final product streams.

While the commissioning of the MSP progresses, the Company expects to continue shipping HMC or ZIC product at an approximate rate of one shipment per month (pending ship charter availability and production rates).

Work continued on the Coburn scoping study targeting expansion of Coburn's HMC production rate by up to 50%, with results to be released later this year.

Preliminary investigations highlight the potential strong capital and operating cost efficiencies of scaling up Coburn, further enhancing Coburn's financial outlook and competitive market position. The study is targeting to increase total HMC production to +320,000 tonnes per annum for over 30 years of Production Targets. A fourth Dozer Mining Unit and additional WCP modules are being contemplated for the expansion.

With Coburn construction complete, and operations ramping up, the Company continues to focus on managing the various risk factors associated with the operation of the project. This includes HSEC risks, inclement weather, contractor performance, technical commissioning and ramp-up risks, commodity price and foreign exchange rate fluctuations, cost inflation, contractual disputes and litigation risks.

Figure 2 *Coburn Project WCP*

Figure 3 *Coburn Project MSP*

TANZANIA MINERAL SANDS GROWTH PROJECTS

Strandline owns multiple major mineral sands growth projects along the highly prospective coastline of Tanzania, including the Fungoni and Tajiri projects, and a series of exploration tenure. This provides project optionality and strategic value given the exploration and development potential in the country.

Following the execution of a Framework Agreement between the Strandline and the Government of Tanzania, a joint venture entity was established named Nyati Mineral Sands Ltd (**Nyati**). Strandline is the operator of Nyati and owns 84%, with the Government obtaining a 16% non-dilutable free-carried interest in accordance with Tanzanian law.

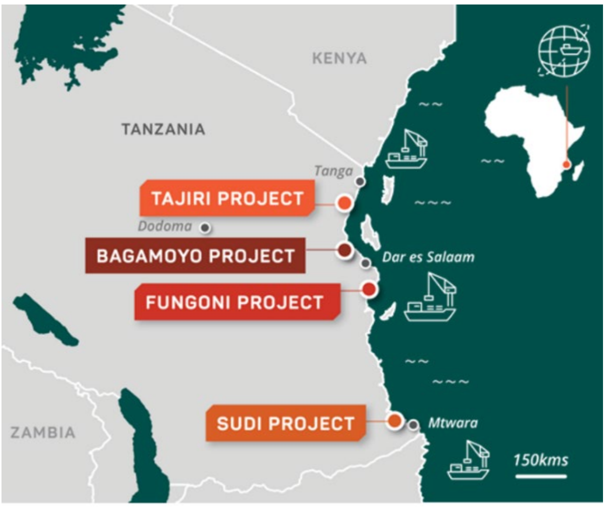

Figure 4 *Tanzanian Project Location Map*

The Framework Agreement outlines the key joint venture ownership and operating terms for the development of the Fungoni mineral sands project near the port of Dar es Salaam and the Company's other emerging Tanzanian mineral sands assets, including the titanium dominated, large-scale Tajiri project.

Prospecting licenses covering or adjoining Strandline's full suite of projects (seventeen licenses in total), including Fungoni, Tajiri, Bagamoyo and Sudi mineral sands projects, were transferred to Nyati in the March quarter 2023. As part of this process, the tenure term and conditions of the tenements were refreshed allowing the Company to progress its next phase of project planning and commercialisation initiatives.

This includes, commencing the implementation of the Fungoni project Resettlement Action Plan with Project Affected People (**PAP**) to secure land access for potential future development of the project.

Figure 5 *Fungoni Project with outcropping mineralisation*

Standard compensation and resettlement agreements were finalised and signed by a significant portion of PAP during the quarter, with substantive payments commencing in July 2023. The total estimated amount of compensation for Fungoni is US$8.5m, which is based on a conventional compensation package in accordance with Tanzanian law and approved by the Chief Government Valuer. The resettlement of PAP and preparing the site for potential development is expected to occur during this financial year.

During the quarter, the Company also progressed discussions with potential strategic investment partners (including options for joint venture and offtake partners) relating to Nyati's portfolio of Tanzanian projects. These discussions are expected to continue as the Company continues to refine its commercialisation plans.

Importantly, the government of Tanzania advanced the review and approval process for the Tajiri project Special Mining License (**SML**). Strandline understands that the SML has reached the final review stage by the Tanzania Government's Cabinet Secretariat.

CORPORATE

Cash & Investments

The Company's consolidated cash was A$41.3m as at 30 June 2023 (31 March 2023: A$50.5m). This included the drawdown of the NAB Working Capital Facility of A$15m, following the delay in the seventh HMC shipment in June 2023 and build-up of product stockpiles.

Commissioning of the Coburn Project continued during the quarter with cashflow generated from HMC sales being used to fund working capital and build up stockpiles during the commissioning phase of the MSP.

Receipts for the quarter included:

- Two HMC shipments in April and May totalling 21,550 tonnes for A$23.8m (31 March 2023: A$38.7m).
- The third HMC-ZIC shipment of 7,800 tonnes valued at A$9.1m was received in the first week of July.

Material costs for quarter included:

- A$22.3m in operating costs for production
- A$1.2m of sustaining capital expenditure
- A$4.8m for interest payment on debt facilities
- A$14.2m of commissioning and short-term capital expenditure which consists of:
  - A$4.5m for the remaining project construction capital expenditure packages
  - A$6.6m for primarily additional bulk earthworks and field pipe and pumping infrastructure relating to the transition to in-pit disposition of sand tailings (from the initial off-path storage facility)
  - A$2.9m for stores inventory build-up for additional spare parts
  - A$0.2m of production control drilling relating to year 3-5 of the mine plan

Full details of cash flows for the quarter are set out in the attached Appendix 5B.

At the end of the quarter, Strandline held 0.79m shares in Coda Minerals Limited valued at A$0.2m. Payments during the quarter to related parties included in the Appendix 5B were A$3k of fees paid to MPH Lawyers, being a Director related entity and A$264k for Directors' remuneration.

Loan Facilities

In acccordance with the Coburn project development plan, Coburn Resources Pty Ltd (a 100%-owned subsidiary of Strandline) has drawn down ~A$210m of loan funds, being A$130m under the NAIF facility and US$60m under the Bond Facility (refer to Appendix 5B for further details).

The Bond facility is scheduled to be repaid first (with scheduled repayments commencing from March 2024), followed by the NAIF Facility with schedule repayments commencing from March 2028).

In addition, as part of the original Coburn project finance structure, a A$15m working capital tranche has been put in place with NAB, to stand alongside the NAIF and Bond facilities. The Working Capital Facility was drawn down as at 30 June 2023.

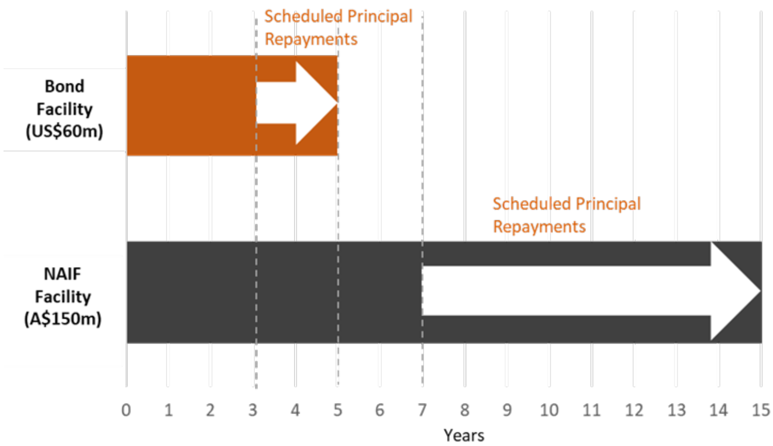

Figure 6 *Coburn Project Loan Amortisation Schedule*

Equity

There was no movement in Equity during the quarter and a summary of securities on hand is provided below.

Table 1 *Strandline Securities at the end of the Quarter*

Class of securities	Number
Fully paid ordinary shares	1,252,888,665
Unlisted performance rights expiring 15/08/23	4,163,266
Unlisted performance rights expiring 15/08/24	6,055,252
Unlisted performance rights expiring 15/08/25	6,401,236
Unlisted Options – expiring 28/11/2023 and exercisable at $0.26 per option	2,500,000
Unlisted Options – expiring 30/11/2023 and exercisable at $0.30 per option	3,000,000

Mineral Sands Market

Strandline sold two shipments of HMC product to its offtake customer in China during the quarter. The HMC product contains valuable minerals of zircon, titanium (ilmenite and rutile) and monazite rare earths. These products are used in everyday life, with demand primarily driven by urbanisation, rising living standards, global growth, and an extensive array of industrial applications, including global electrification and renewable energy.

During the quarter, the demand for mineral sands in China trended slightly lower (compared to the previous quarter), held back by an ongoing softness in China's property market and industrial sectors impacting demand for zircon and titanium feedstocks. Consumers in China currently appear less willing to hold or build inventory citing the broader macro-economic uncertainties.

Despite this uncertainty pricing has been relatively resilent, albiet the underlying commodity pricing trending slightly lower in Strandline's most recent HMC shipment. Still, the Company has achieved an average HMC basket price of ~A$1,050/t CIF for shipments sold to date (seven shipments in total), with the realised price being higher than assumptions contained within the original Coburn DFS 2020.

Health, Safety and Sustainability

There were no lost time injuries during the quarter, and with no lost time injuries in the past, Strandline has a lost time injury frequency rate (LTIFR) of 0.0 per million hours worked. The Company's Total Recordable Injury Frequency Rate (TRIFR) is 3.3 per million hours worked (31 March 2023: 3.3 per million hours worked).

Tenement Holdings

A detailed listing of tenement holdings is included in Annexure A.

This announcement is authorised for release by the Strandline Resources Board of Directors.

For further information contact:
Luke Graham
CEO and Managing Director
Strandline Resources Limited
+61 8 9226 3130
enquiries@strandline.com.au

Media and broker enquiries:
Paul Armstrong
Read Corporate
+61 8 9388 1474
paul@readcorporate.com.au

FORWARD LOOKING STATEMENTS

This announcement contains certain forward looking statements and comments about future events, including statements about Strandline's expectations about the financial and operating performance of its business. Forward looking statements can generally be identified by the use of forward looking words including (without limitation) words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target" and other similar expressions within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements. Forward looking statements involve inherent risks and uncertainties, both general and specific, and there is a risk that such predictions, forecasts, projections and other forward looking statements will not be achieved.

A number of important factors could cause Strandline's actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward looking statements, including (without limitation) the Australian and global economic environment and capital market conditions, with many of these factors being beyond Strandline's control. Forward looking statements are provided as a general guide only and should not be relied on as an indication or guarantee of future performance.

Forward looking statements involve known and unknown risks, uncertainty and other factors, many of which are outside the control of Strandline. The forward-looking statements are based on information available to the Company as at the date of this announcement. Circumstances may change and the contents of this announcement may become out-dated as a result. As such, you are cautioned not to place any reliance on any forward looking statement.

ABOUT STRANDLINE

Strandline Resources Limited (ASX: STA) is an emerging producer of critical minerals with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance in the sector. Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include the world-scale Coburn Project in WA, currently under construction, and the exciting Tanzanian growth projects Fungoni and Tajiri.

Figure 7 *Strandline's Global Mineral Sands Exploration and Development Projects*

ANNEXURE A – MINING TENEMENTS HELD AS AT THE END OF THE JUNE 2023 QUARTER

Location	Name	Interest
Australia	**Coburn Mineral Sands Project**	
E09/939	Shark Bay District, Western Australia	100%
L09/21	Shark Bay District, Western Australia	100%
L09/43	Shark Bay District, Western Australia	100%
M09/102	Shark Bay District, Western Australia	100%
M09/103	Shark Bay District, Western Australia	100%
M09/104	Shark Bay District, Western Australia	100%
M09/105	Shark Bay District, Western Australia	100%
M09/106	Shark Bay District, Western Australia	100%
M09/111	Shark Bay District, Western Australia	100%
M09/112	Shark Bay District, Western Australia	100%
R09/02	Shark Bay District, Western Australia	100%
R09/03	Shark Bay District, Western Australia	100%
R09/4	Shark Bay District, Western Australia	100%
E09/2355 (Pending)	Shark Bay District, Western Australia	100%
L09/99	Shark Bay District, Western Australia	100%
L09/101	Shark Bay District, Western Australia	100%
E09/2644 (Pending)	Shark Bay District, Western Australia	100%
E09/2645 (Pending)	Shark Bay District, Western Australia	100%
P09/500 (Pending)	Shark Bay District, Western Australia	100%
P09/501 (Pending)	Shark Bay District, Western Australia	100%

There were no tenements surrendered during the quarter and no farm-in or farm-out agreements entered into or held during the quarter for the tenements located in Australia

Location	Name	Interest
Tanzania	**Mineral Sands Projects**	
ML 678/2022	Fungoni	84%
PL 12218/2023	Fungoni	84%
PL 12211/2023	Sudi	84%
PL 12217/2023	Bagamoyo	84%
PL 12218/2023	Pangani	84%
PL 12222/2023	Fungoni West	84%
PL 12220/2023	Fungoni South	84%
PL 12212/2023	Bagamoyo	84%
PL 12221/2023	Sudi Central	84%
PL 12219/2023	Kitunda RIO	84%
PL 12207/2023	Rushungi South	84%
PL 12206/2023	Sudi East RIO	84%
PL 12213/2023	Temeke & Mkuranga	84%
PL 12214/2023	Temeke	84%
PL 12208/2023	Sakaura (South of Tajiri)	84%
PL 12216/2023	Mwasonga	84%
PL 12215/2023	Sharifu	84%
PL 12210/2023	Tanga- Pangani	84%
SML 00607/2022 (application)	Tajiri	84%

In accordance with the Framework Agreement executed between Strandline and the Government of Tanzania, the Fungoni tenement (ML 580/2018) was granted to Nyati Mineral Sands Ltd and new tenement grants were completed for the remaining PL Tanzanian tenements. There were no farm-in or farm-out agreements entered into or held during the quarter for the tenements located in Tanzania.

Appendix 5B

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

Name of entity	
Strandline Resourced Limited	
ABN	Quarter ended ("current quarter")
32 090 603 642	June 2023

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12-months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	23,776	60,769
1.2	Payments for		
	(a) exploration & evaluation	(512)	(803)
	(b) development	(22,268)	(51,264)
	(c) production	-	-
	(d) staff costs	(1,964)	(5,435)
	(e) administration and corporate costs	(1,763)	(3,977)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	283	862
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	1,281
1.8	Other (GST)	(13)	2,594
1.9	**Net cash from / (used in) operating activities**	**(2,461)**	**4,027**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant, and equipment	(133)	(231)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets – Mine properties in development	(20,205)	(121,535)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12-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 (Available for Sale Investments)	-	-
2.6	**Net cash from / (used in) investing activities**	**(20,338)**	**(121,766)**

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	-	1,810
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	15,000	39,157
3.6	Repayment of borrowings	(1,495)	(1,495)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (FX movement)	-	1
3.10	**Net cash from / (used in) financing activities**	**13,505**	**39,473**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	50,467	119,645
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,461)	4,027
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(20,338)	(121,766)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	13,505	39,473

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (12-months) $A'000**
4.5	Effect of movement in exchange rates on cash held	128	(78)
4.6	**Cash and cash equivalents at end of period**	**41,301**	**41,301**

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	21,243	30,409
5.2	Call deposits	20,058	20,058
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)**	**41,301**	**50,467**

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	264
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 - Bond Facility[1]	90,498	(90,498)
	Loan facilities – NAIF Facility[2]	150,000	(130,000)
	Loan Facilities – Working Capital Facility[3]	15,000	(15,000)
7.2	Credit standby arrangements	-	-
7.3	Other	-	-
7.4	**Total financing facilities**	**255,498**	**(235,498)**

7.5	**Unused financing facilities available at quarter end** *(refer to Section NAIF Facility details in Section 7.6)*	20,000

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.

[1] Bond Facility – US$60m

- 5 year tenor with a maturity date of 20 March 2026
- No amortisation until March 2024, then quarterly amortisation of USD 4.25 million from 20 March 2024 to 20 June 2025, then amortisation of USD 2.25 million at 20 September 2025 and 20 December 2025. 50% bullet at the Maturity Date
- Strandline may buy back the debt on-market at any time or redeem the bonds early (subject to make whole payments and call premia depending on the time of the prepayment)
- Conditions precedent to drawdown are customary for a loan facility of this nature, aligning with the NAIF loan facility, including but not limited to, completion of security documentation, Strandline contributing project equity and satisfaction of cost to complete test for each draw down
- Financial covenants are customary for a loan facility of this nature, aligning with the NAIF loan facility, comprising a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio and minimum unrestricted cash balance requirement.
- Listed on Oslo Børs, or other regulated markets within 12 months
- Governing law is Norwegian law for Bond terms and Australian law for security package
- Comprehensive senior security package over assets and rights of Coburn project, Pari Passu with the NAIF and NAB loan facility
- US$60m (A$90,498 at AUD: USD 0.6630 as at 30 June 2023)

[2] NAIF Facility – A$150m

- Up to 15 year tenor with no principal repayments until the earlier of March 2028 or 3 months after the Bond or any Bond refinancing is repaid. Thereafter, quarterly principal repayments continue for a period of 7 years and 9 months. Additional sweep of a portion of available excess cashflow will also apply under certain circumstances.
- First NAIF Loan Tranche: Up to A$130 million towards the construction of Coburn's core mine process and non-process infrastructure
- Second NAIF Loan Tranche: Up to A$20 million Up to A$20 million split in two potential uses, A$15m for a potential future northern access road linking the project more directly to the Denham community in Shark Bay (subject to feasibility assessment, permitting and approvals), and A$5m for upgrade of the Coburn site aerodrome.
- Comprehensive senior security package over assets and rights of Coburn project, Pari passu with the Bond and NAB facility

[3] NAB Working Capital Facility - $15m

- 12 month revolving facility for Coburn project operations
- Comprehensive senior security package over assets and rights of Coburn project, Pari passu with the NAIF and Bond financing

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(2,461)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,461)
8.4	Cash and cash equivalents at quarter end (item 4.6)	41,301
8.5	Unused finance facilities available at quarter end (item 7.5)	20,000
8.6	Total available funding (item 8.4 + item 8.5)	**61,301**
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	25

Note: if the entity has reported positive relevant outgoings (i.e. 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.

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: Not Applicable

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: Not Applicable

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: Not Applicable

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 July 2023

Authorised by: the Board of Strandline 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 – e.g. 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.