

## Quarterly Report | 30 September 2023

**Widespread clay-hosted REE mineralisation intersected in the Company's first expansive AC program at Karloning in WA, significantly expanding the scale of the high-grade rare earth discovery**

### Highlights of the Quarter

- Excellent results received from inaugural 80-hole air-core (AC) drill program at the Karloning REE Project in WA.
- Hole KGAC054 intersected exceptional mineralisation through the clays and into saprock material, returning a standout intercept of **29m at 5,915ppm TREYO from 12m, including 4m grading 12,366ppm (1.2%) from 24m\***.
- Widespread enriched clay-hosted REE's intersected, with assays including\*:
  - **20m grading 1,554ppm TREYO from 8m, including: 4m grading 2,014ppm TREYO from 18m** (KGAC057)
  - **14m grading 1,423ppm TREYO from 12m, including: 2m grading 1,931ppm TREYO from 16m** (KGAC058)
  - **10m grading 1,812ppm TREYO from 8m, including: 2m grading 2,194ppm TREYO from 16m** (KGAC060)
  - **10m grading 1,540ppm TREYO from 14m** (KGAC016)
  - **12m grading 1,337ppm TREYO from 6m, including: 2m grading 2,156ppm TREYO from 8m** (KGAC009)
- Significantly, up to 24% of the mineralisation is contained in the high-value REE's which are critical in the supply chain for manufacturing magnets (MREO) for electric motors. This includes Neodymium (Nd), Praseodymium (Pr), Dysprosium (Dy) and Terbium (Tb) (MREO = Magnet Rare Earth Oxides).
- **The results highlight the potential scale of the project given that only ~6% of Codrus' total land position has been drill tested to date.**
- Two additional tenements pegged (pending), following the outstanding results received from the Company's maiden Reverse Circulation (RC) drill program.
- Farm-in agreement entered into with Fleet Street Holdings, which holds ground directly to the north-east of the highly enriched clay-hosted REE's discovered recently.
- Drill permitting progressing at the Bull Run Gold Project, Oregon, USA.
- Cash position of \$2.0 million to underpin follow-up air-core (AC) drilling at Karloning in the coming quarter.

(\*2m samples reported, down hole width reported)

### ASX ANNOUNCEMENT

25 October 2023

#### Directors

**Andrew Radonjic**  
Non-Executive Chairman

**Shannan Bamforth**  
Managing Director

**Jamie Byrde**  
Non-Executive Director  
& Company Secretary

### Investment Highlights

| ASX Code        | CDR        |
|-----------------|------------|
| Issued Capital  | 87,250,004 |
| Share Price     | \$0.067    |
| Market Cap.     | \$5.2M     |
| Cash (Sept '23) | \$2.0M     |

### Contact

Level 2, 16 Altona Street  
West Perth WA 6005

ASX: CDR

[codrusminerals.com.au](http://codrusminerals.com.au)



[@CodrusMinerals](https://twitter.com/CodrusMinerals)



[Codrus Minerals](https://www.linkedin.com/company/codrus-minerals)

Codrus Minerals Limited (**ASX:CDR**, “**Codrus**”, or the “**Company**”) is pleased to report on activities undertaken across its diversified gold, copper and critical minerals exploration portfolio in Australia and the USA during the September 2023 Quarter.

During the quarter, Codrus completed its inaugural air-core drilling program at the **Karloning Rare Earth Element (REE) Project**, located in Western Australia’s Wheatbelt (refer Figure 1). The drilling program has intersected multiple zones of enriched clay-hosted REE mineralisation across large areas of the tenement that was targeted by the program, confirming the potential of the Karloning Project as an outstanding REE growth opportunity.

The opportunity to identify further mineralisation in the recently enlarged tenement holding is significant, with only 6% of the Company’s overall tenure position tested to date.

In November 2022, Codrus entered into a farm-in and joint venture agreement with Talgomine Minerals Pty Ltd (Talgomine) to earn up to a 90% interest in the Karloning Project, which is located in Western Australia’s Wheatbelt region.

The Company has also pegged additional tenements in the region in its own right and entered into an additional farm in agreement with Fleet Street Holdings Pty Ltd (Fleet Street) adjacent to this (see Figure 2 and ASX announcement “Codrus Secures Large-Scale Niobium-Rich REE Project in WA”, 23rd November 2022, and “Codrus increase Landholding at Karloning REE Project 16-fold” 2nd August 2023).

At the Red Gate Gold Project in WA, the Company’s exploration team continued a program of exploration targeting based on the mapping completed across under-explored portions of the tenement last year.

Results from a soil sampling program at the Silver Swan South Project in WA were received and will be used to assist in future drill targeting.

The Company continues its efforts at our Bull Run Gold Project in Oregon, USA, to progress drill permitting ahead of its planned maiden drill program, with continued discussions with regulators.



Figure 1. Location of the Karloning REE-Niobium Project in Western Australia’s Wheatbelt.

## Karloning Rare Earth Project, Western Australia

The Karloning Project can be easily accessed by sealed roads via the Wheatbelt town of Mukinbudin. The geology within the tenements (E70/5339 and E70/6306) comprises mainly medium-to-coarse grained biotite granite and adamellite with a large quartz-microcline pegmatite, known as the Karloning Pegmatite.

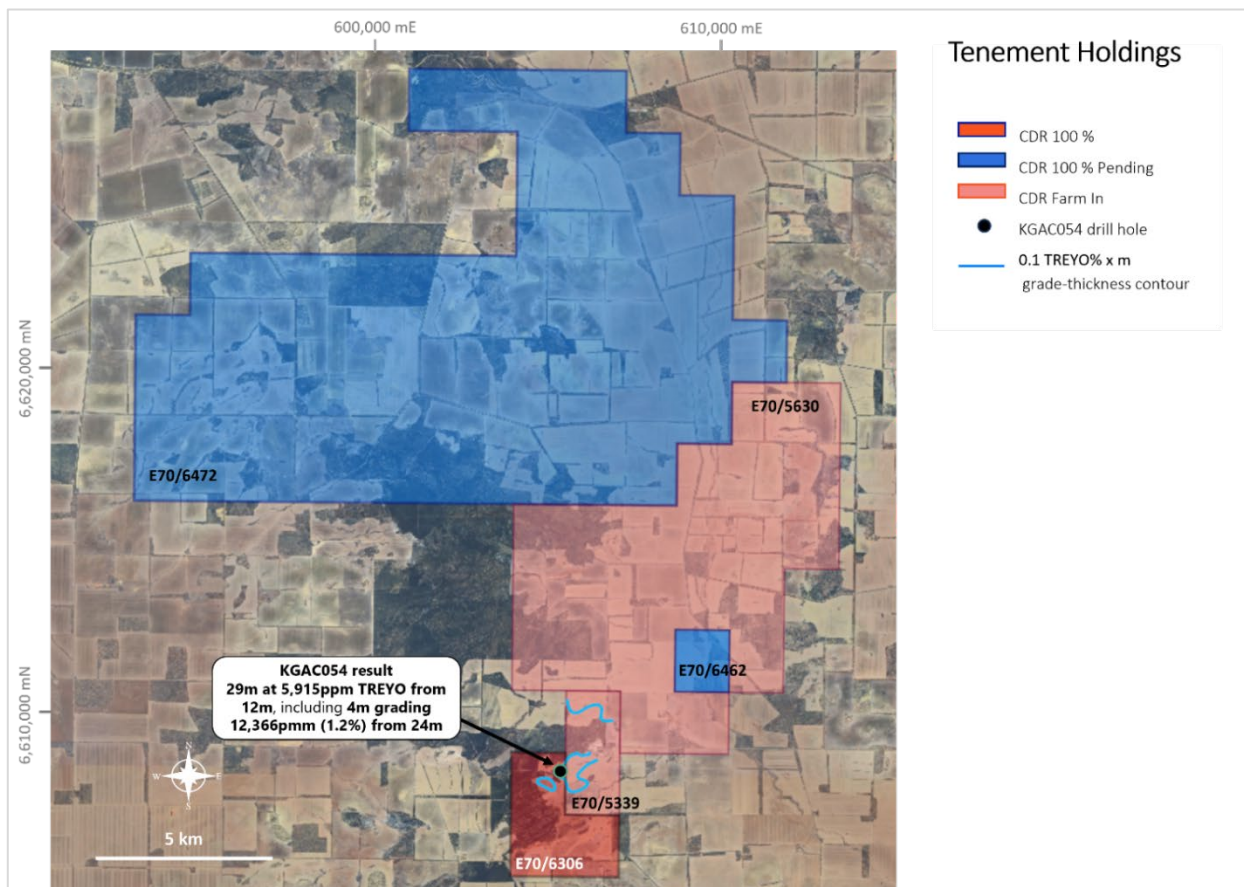


Figure 2. Karloning Project location showing the location of existing E70/5339 (Talgomine Joint Venture CDR earning in) and E70/6306 (100% CDR), where the AC drilling program was focused. The new Fleet Street Farm-In tenement E70/5630 and the new 100% CDR applications E70/6472, E70/6462 are also shown.

Tertiary lateritic duricrusts skirt the granite outcrops and are eroded by the Quaternary paleo drainages forming broad sheetwash areas consisting of sands, clays and silts.

Mapping by the Geological Survey of Western Australia (1:250,000 Perth map sheet) shows a strike extent of ~1.5km for the Karloning Pegmatite.

There are also broader zones of lower grade REE mineralisation in the widespread alkaline granite investigated to date.

### Drilling

The AC drill program comprised 80 holes for 1,308m of drilling. The holes were drilled to a depth of up to 54m in places with an average hole depth of 16m. The drilling was designed to test for the presence of shallow clay-hosted mineralisation on E70/5339 and E70/6306, to the north and the south of the previous Reverse Circulation (RC) drilling that was completed earlier in the year.

The drill spacing was nominally conducted at ~200m to 400m across the project with some holes drilled at 100m centres closer to the maiden RC drilling completed earlier this year. The drilling was designed to give the Company a clearer understanding of the depth of clay formation and distribution of clay-hosted REE's across the immediate landholding (see Figure 3 and ASX announcement "Exploration Drilling Hits 29m @ 5,919ppm TREYO at Karloning ", 19<sup>th</sup> September 2023).

Drilling was completed to the north and south of granite with pegmatite outcrops (including the quarry), with all holes drilled into areas interpreted to potentially contain clay and saprolite zones in weathered granite with pegmatite veins.

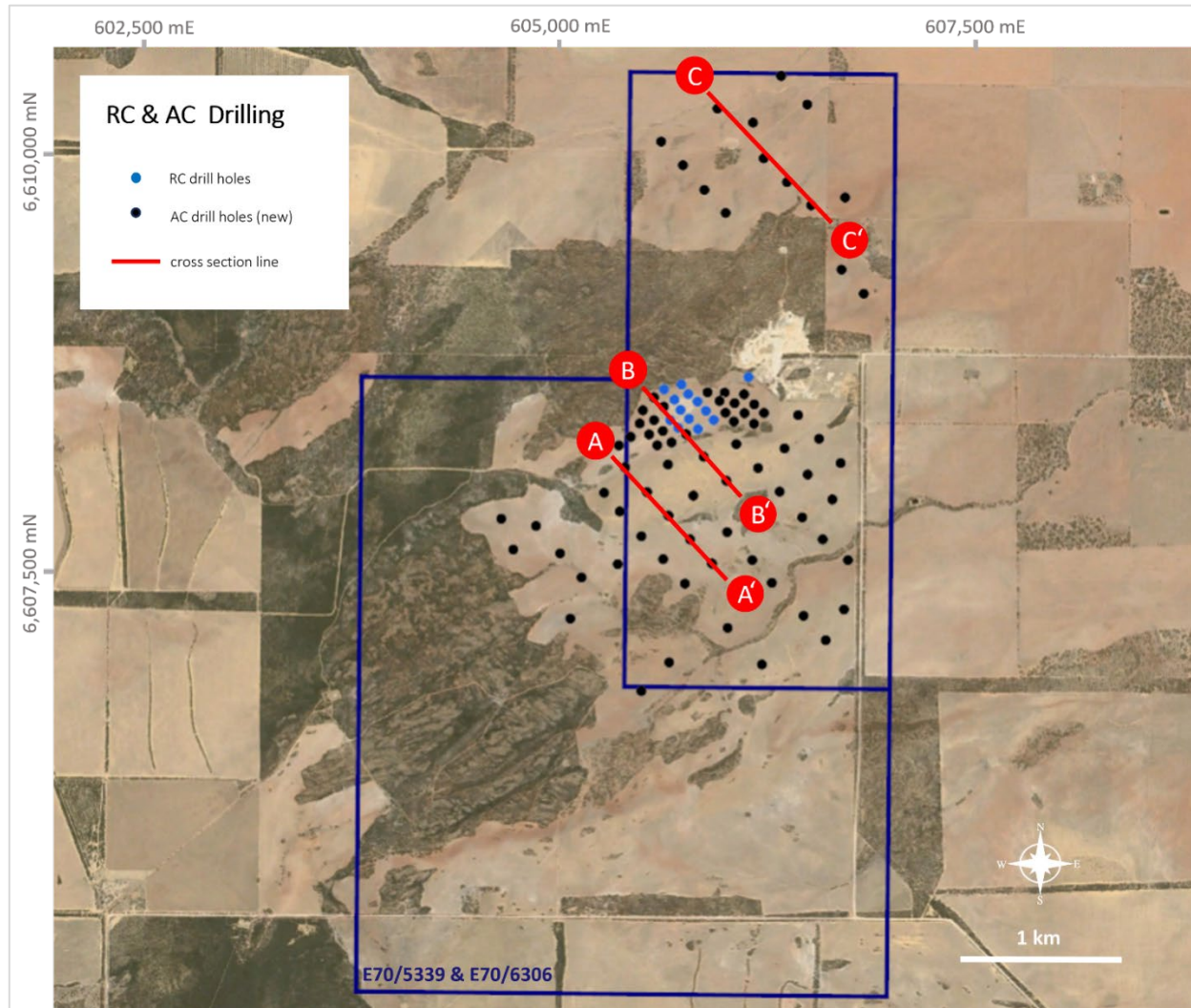


Figure 3. Air-core drilling completed in the program over the tenements current at the time of the drill program.

The enriched clay mineralisation ranges in thickness with the thickest zones in the AC drilling being 24m (note all samples are 6m or 2m composite samples) (see Figures 4, 5, 6) and notably has significant enrichment in the high-value REEs used in the manufacture of high-strength permanent magnets – namely praseodymium, neodymium, terbium and dysprosium (MREO). Significantly, of the 80 holes drilled, 42 returned significant intersections, a very promising result (a result of greater 800ppm, where a cut-off grade of 800ppm TREYO was applied and a maximum of 4m of internal dilution included is deemed significant).



The Company is also optimistic to see clay-hosted mineralisation developed to the north of the quarry in the first holes drilled in this area.

Best intersections include:

- 20m grading 1,554ppm TREYO from 8m, including 4m grading 2,014ppm TREYO from 18m (KGAC057),
- 14m grading 1,423ppm TREYO from 12m, including 2m grading 1,931ppm TREYO from 16m (KGAC058),
- 10m grading 1,812ppm TREYO from 8m, including 2m grading 2,194ppm TREYO from 16m (KGAC060),
- 10m grading 1,540ppm TREYO from 14m (KGAC016),
- 12m grading 1,337ppm TREYO from 6m, including 2m grading 2,156ppm TREYO from 8m (KGAC009).

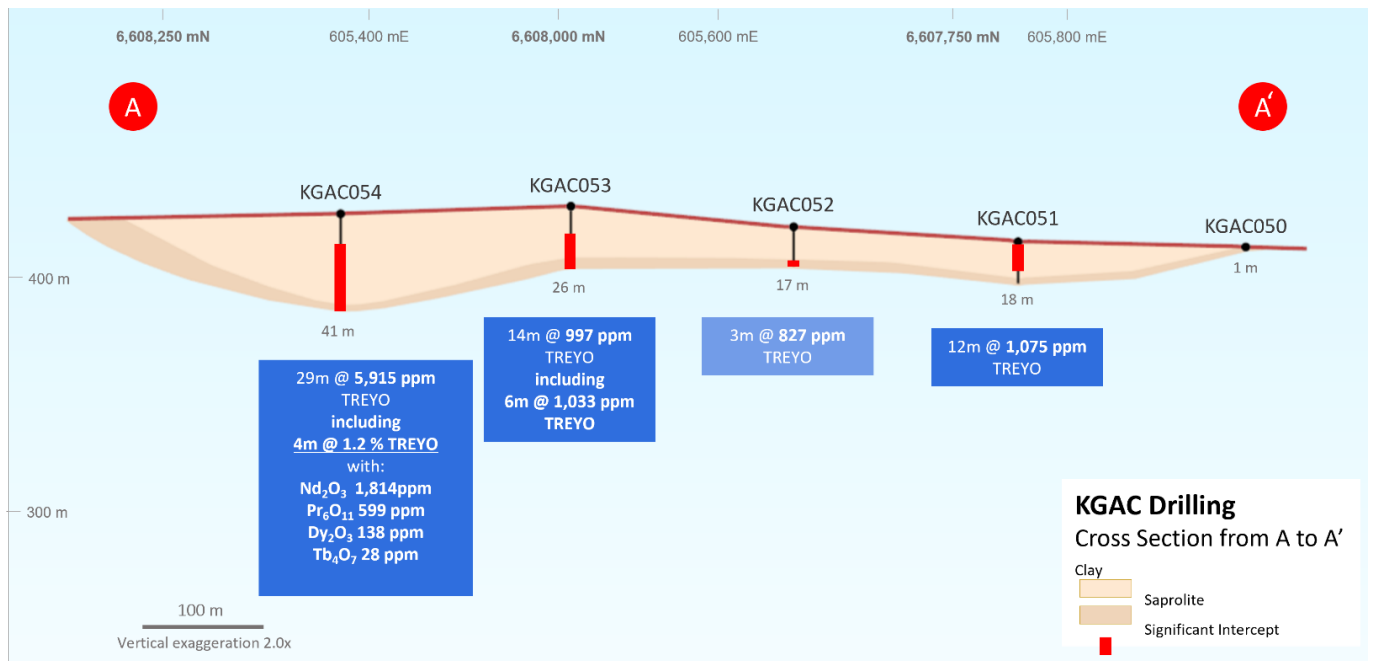


Figure 4. Cross section (A - A') of drilling at the Karloning REE Project

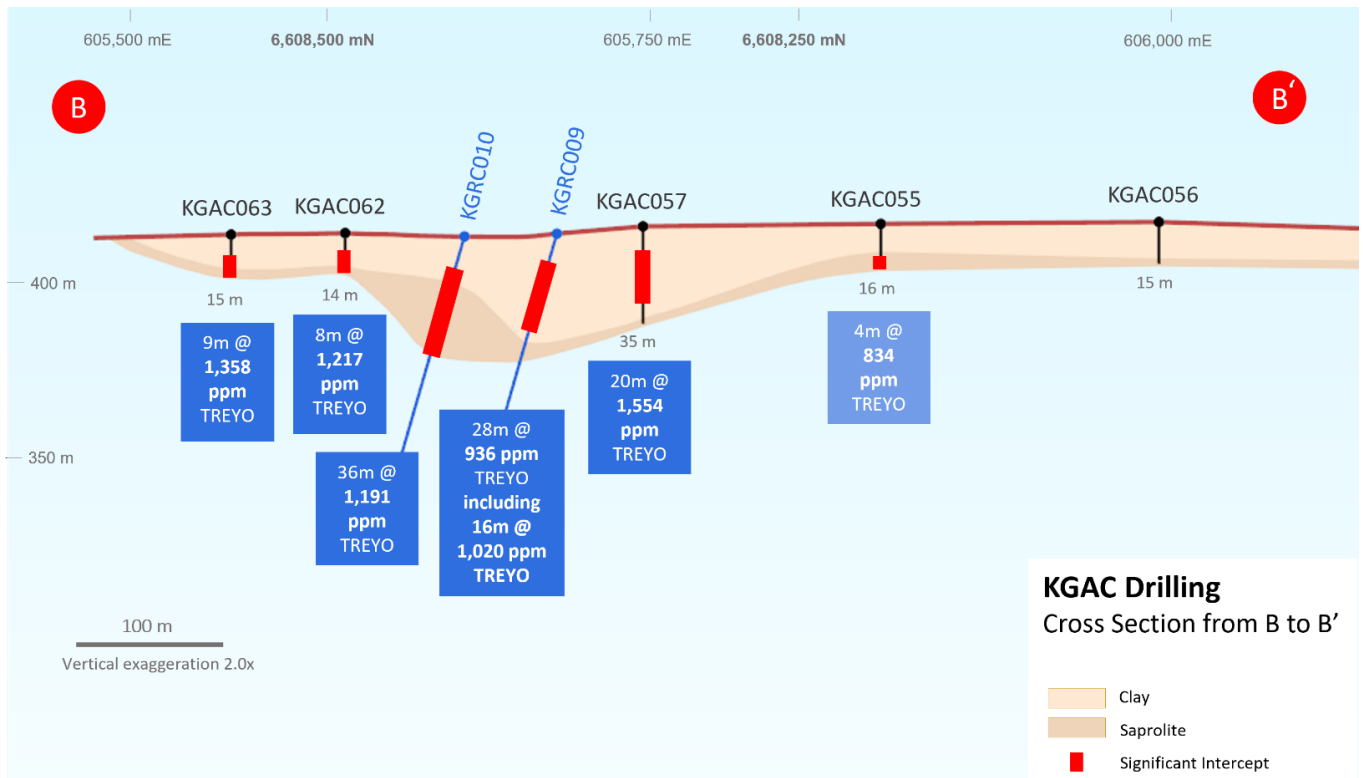


Figure 5. Cross section (B - B') of drilling at the Karloning REE Project

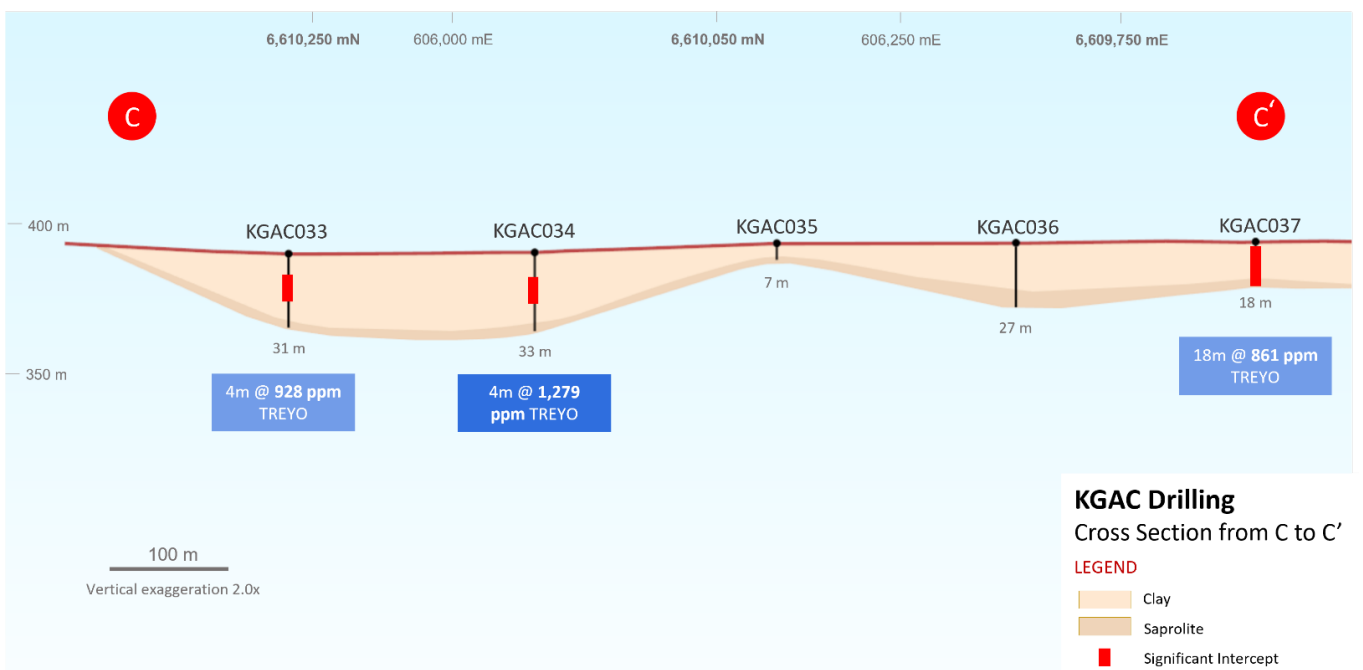


Figure 6. Cross section (C - C') of drilling at the Karloning REE Project

Hole KGAC054 intersected a high-grade zone of mineralisation, 29m at 5,915ppm TREYO, that extended from the clays into the saprock, with a cohesive zone of higher-grade mineralization seen where the clays are developed to a greater depth (see Figures 7, 8).

As exploration progresses across the project, including the remaining 94% of the tenure (when granted), it is envisaged that additional zones of high-grade mineralization will be encountered surrounded by zones of more moderate grade where the weathering has developed thicker zones of the clay host unit.

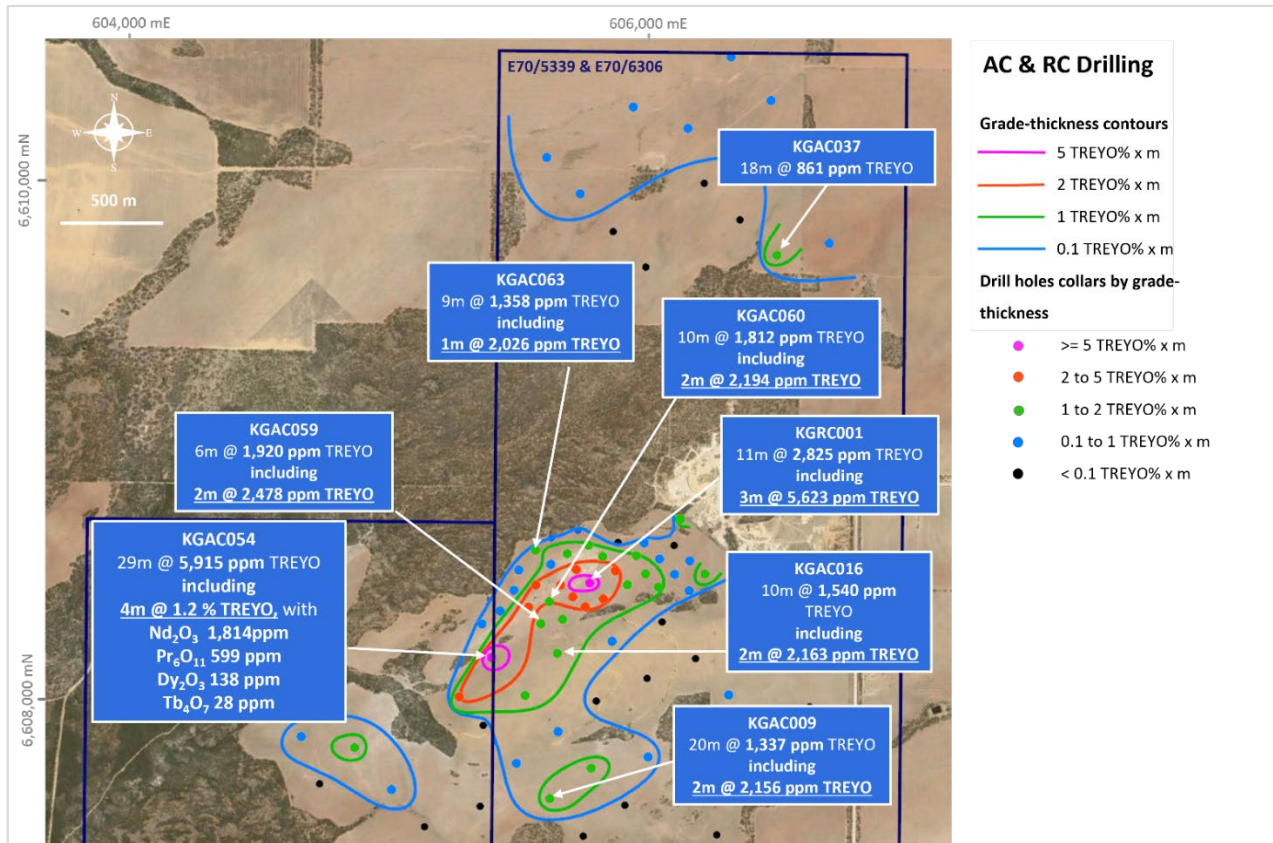


Figure 7. Collar plan coloured by grade x thickness of REE development.

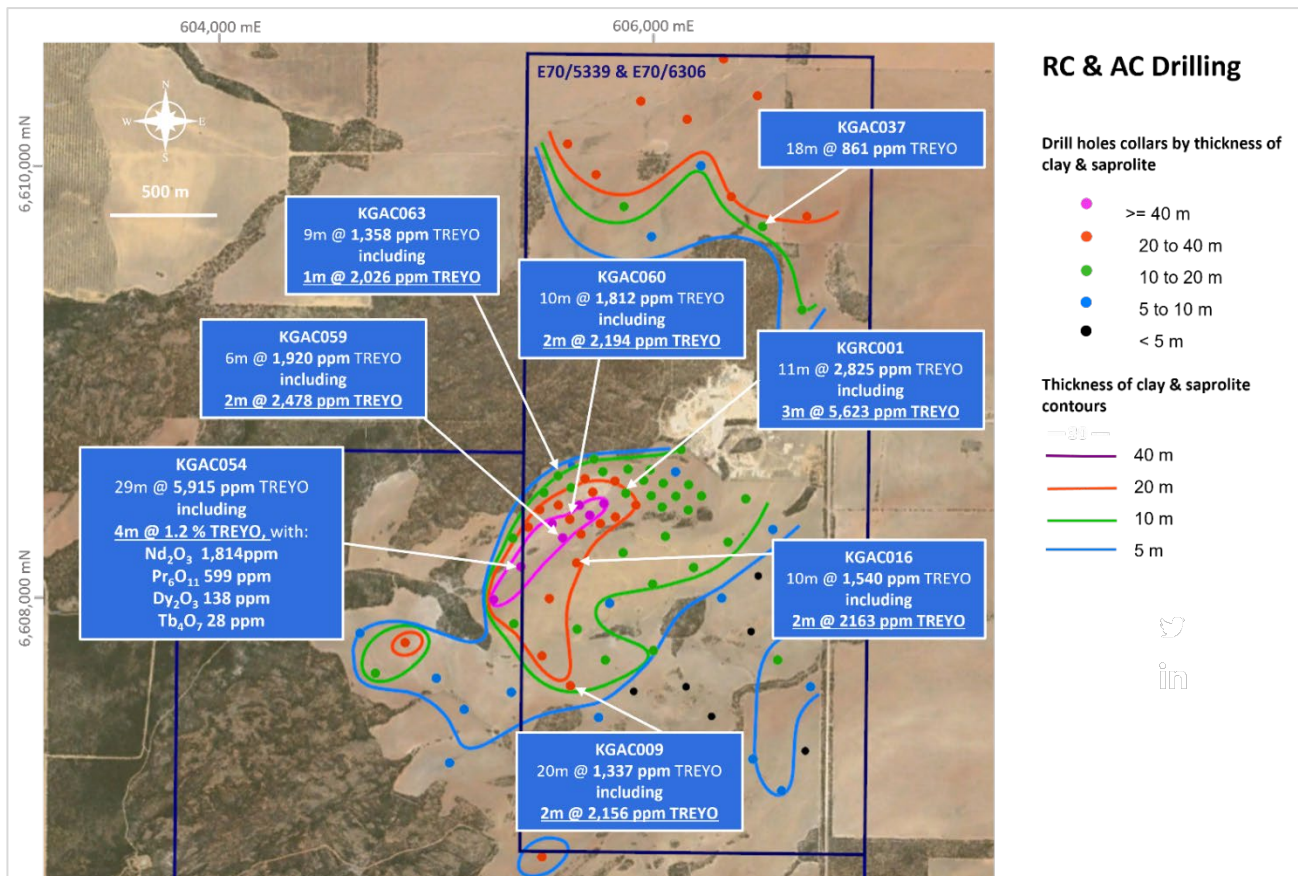


Figure 8. Collar plan coloured by depth of clay development over granite and pegmatite basement.

The REE mineralised clay zone sits above an exceedingly uniformly REE-enriched basement of granite and pegmatite veins. Examples of this broad and extensive REE enrichment include:

- KGRC003 – 138m grading 709ppm TREYO from 16m to EOH;
- KGRC004 – 144m grading 713ppm TREYO from 4m to EOH;
- KGRC005 – 154m grading 678ppm TREYO from 0m to EOH; and
- KRRC013 – 240m grading 676ppm TREYO from 4m to EOH.

The extensive REE enrichment in the basement granitoids at Karloning is considered to be a key constituent for the development of the high grade clay-hosted REE mineralisation, and the extent of the basement enrichment is very encouraging.

### **Planned Work Program**

Following the outstanding results returned from this drilling program, additional air-core drilling on the newly acquired tenure is being planned. Land access agreements are being sought and statutory approvals will be applied for to enable this program to commence. A review of available geophysical techniques to model the depth of clay zone development will also be undertaken.





## Middle Creek Gold Project, Western Australia

The **Middle Creek Gold Project** is located 10km east of Nullagine in the Pilbara mining district of Western Australia (refer Figure 9).

During the quarter, the Company continued a program of evaluation and drill targeting based on the program of work completed last year where a total of 11 trenches were excavated (refer Figure 10) to allow detailed mapping and sampling to be undertaken in areas where multiple gold anomalies were identified from previous soil and rock chip sampling.

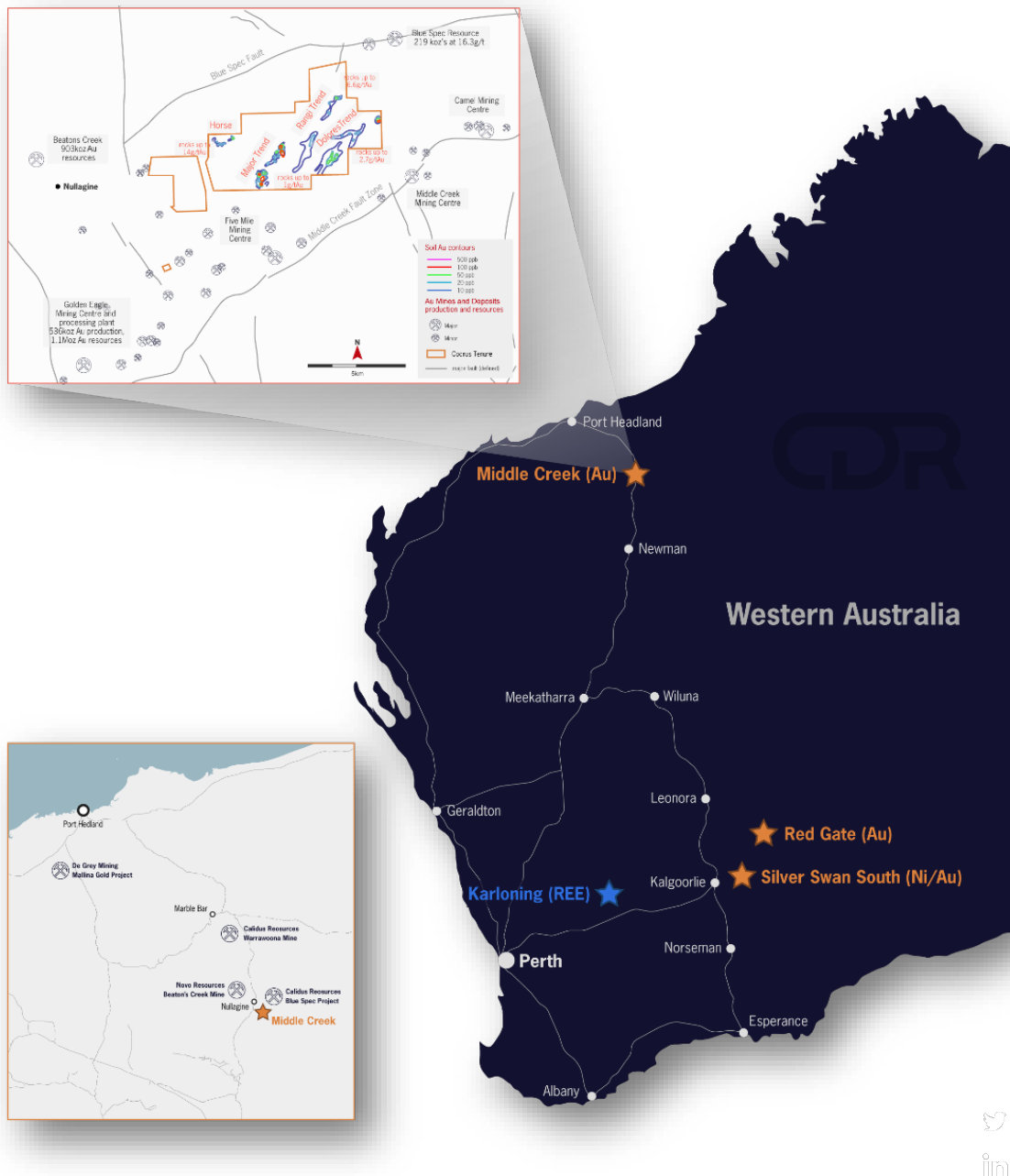


Figure 9. Middle Creek Project location in the Pilbara District of Western Australia.

The results of the trenching have confirmed the presence of significant widths of gold mineralisation, enhancing the Company's understanding of the mineralising hydrothermal system in general and the controls of the gold mineralisation over the lease area.

Results from the trenches included:

- MCTR001 - 4m at 0.27 g/t Au from 28m (along trench)
- MCTR001 - 4m at 0.44g/t Au from 72m (along trench)
- **MCTR003 - 8m at 0.93g/t Au from 20m (along trench)**
- **MCTR004 - 11m at 0.66g/t Au from 17m (along trench)**
- **MCTR005 - 11m at 0.49g/t Au from 4m (along trench)**
- MCTR005 - 1m at 0.26g/t Au from 26m (along trench)
- **MCTR006 - 25m at 0.80g/t Au from 8m (along trench), incl:**
  - **9m at 1.86g/t Au from 24m (along trench)**
- MCTR007 - 4m at 0.28g/t Au from 28m (along trench)
- **MCTR007 - 3m at 0.67g/t Au from 37m (along trench)**
- MCTR007 - 1m at 0.46g/t Au from 50m (along trench)
- MCTR008 - 4m at 0.21g/t Au from 4m (along trench)
- MCTR008 - 2m at 0.33g/t Au from 62 (along trench)

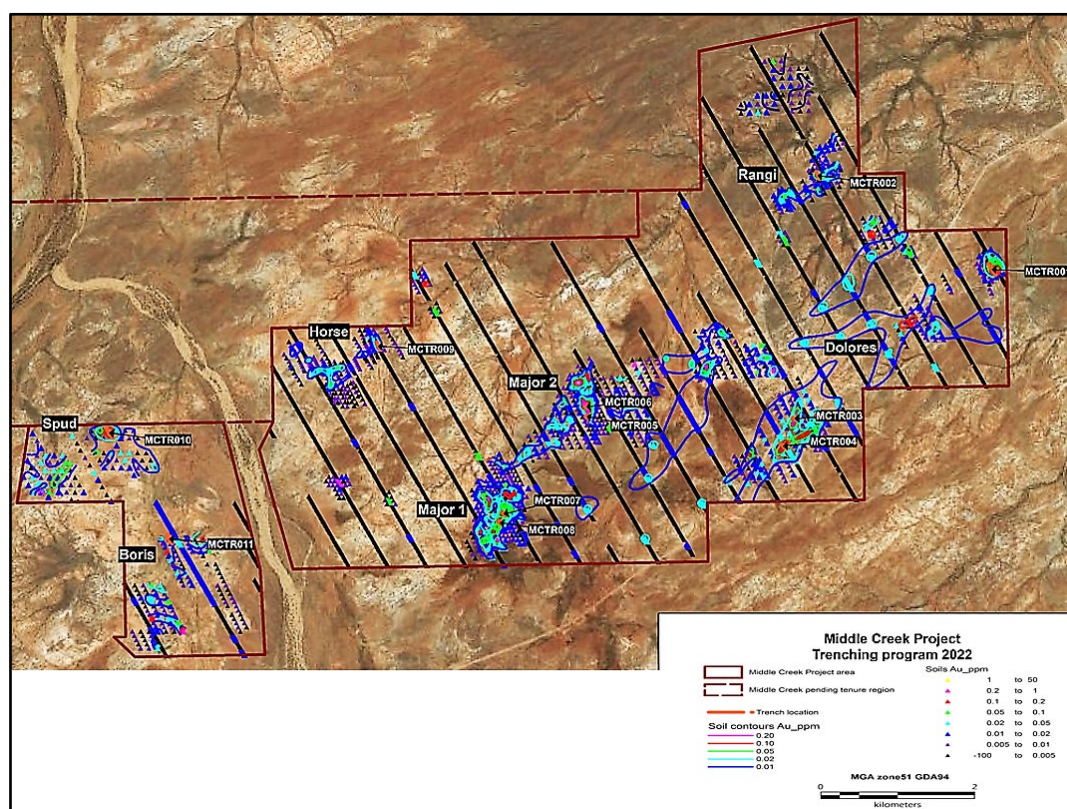


Figure 10. Middle Creek Project showing trenches gold-in-soil contours and anomalies.

## Planned Work Program

The Company will visit the Middle Creek site in the coming quarter to do additional mapping and soil sampling on recently granted tenure in the district.

## Red Gate Gold Project, Western Australia

The **Red Gate Gold Project** (100% interest) is located approximately 140km north of Kalgoorlie and comprises granted Exploration Licences covering a total area of 85.8km<sup>2</sup> (refer Figure 11).

The RC drilling program completed during the June Quarter 2022 field programme revealed the extent of the mineralisation (a strike length of more than 800m of continuous mineralisation) and the opportunity that this holds for the district.

This program of mapping and sampling was undertaken on areas that have had no historical drilling and focused on the south-western and very northern areas of the tenement. The mapping and sampling program will help determine future work programs.

Further drilling at Porphyry East, North and West is being evaluated.

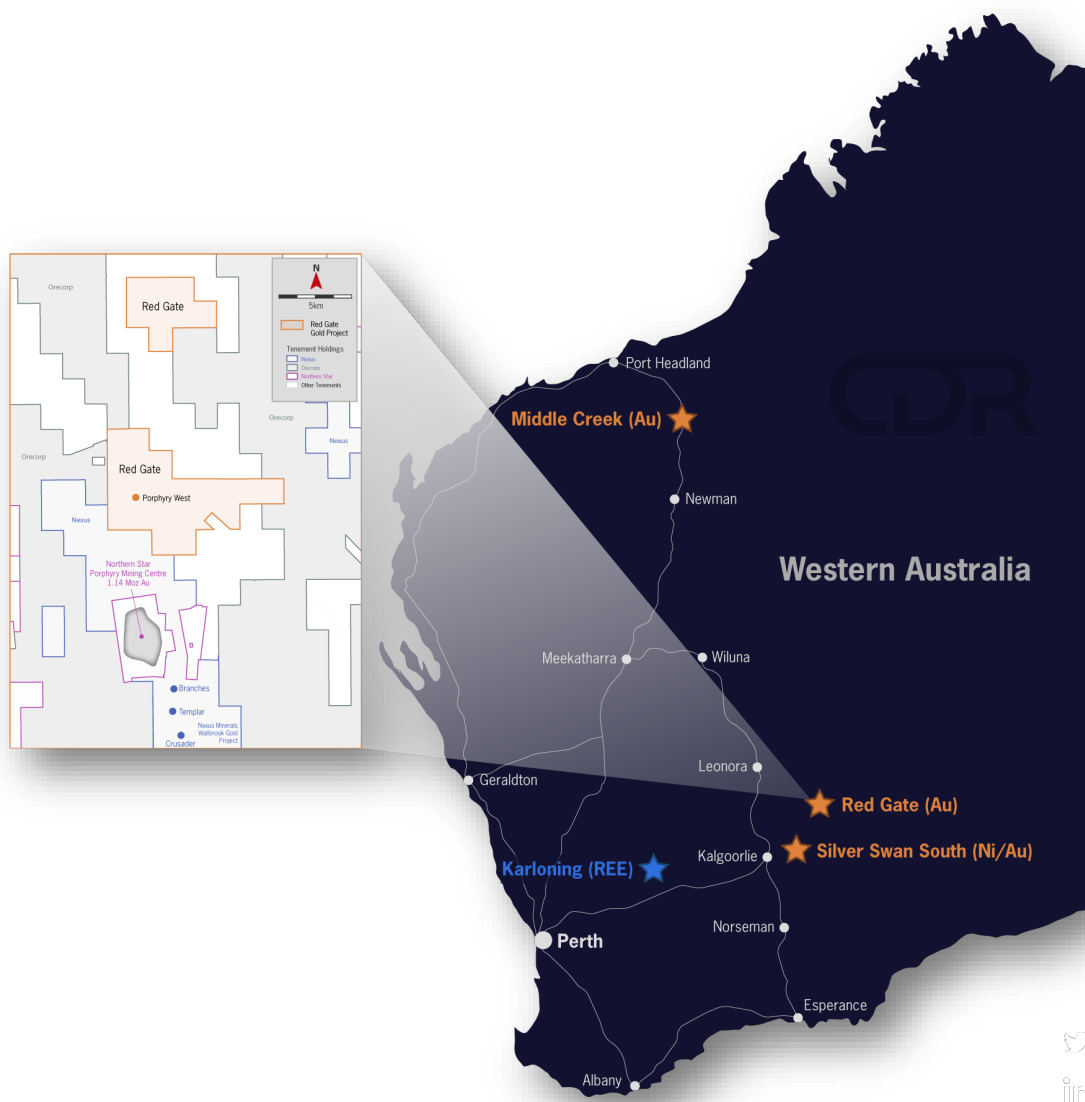


Figure 11. The Red Gate Project tenements and prospects on interpreted geology.

## Silver Swan South Gold-Nickel Project, Western Australia

The **Silver Swan South Gold-Nickel Project** (100% interest) is located approximately 40km north-east of Kalgoorlie and comprises granted tenements covering a total area of 45.2km<sup>2</sup>.

The Silver Swan South Project is located approximately 10km north-east of the Kanowna Belle Gold Mine, operated by Northern Star Resources Limited (refer Figure 12), and lies along the interpreted structural trend of the Fitzroy Fault (the primary control on mineralisation at Kanowna Belle).

The Project has had historical exploration by numerous previous tenement holders, including Blackstone Minerals. Historical work that supports gold and nickel exploration targeting at the project includes rotary air blast (RAB), air-core (AC) and RC drilling and several airborne and ground geophysical surveys.



Figure 12. Silver Swan South Project location.

During the quarter, results were received for the soil sampling program completed over the Project last quarter to complement the updated structural interpretation which has been constructed using drone magnetic survey data.

The program consisted of 435 samples collected and submitted for analysis using the Labwest Ultrafine methodology (a method that is used to see through cover). The results from this program are currently being assessed within the context of our current understanding and will be used to inform the targeting for any future drilling programs.



## Bull Run Gold Project, Oregon, USA

The Bull Run Gold Project is located in Baker County, eastern Oregon, USA, approximately 5 miles south of the town of Unity (refer Figure 13).

The Bull Run Project consists of 102 claims, of which the Company holds a 100% legal and beneficial interest in 91 claims and is party to the Record Mine Option Agreement covering a further 11 claims (refer Figure 14).



Figure 13. Location of the Bull Run Project in Oregon USA.

The Bull Run Gold Project, which sits in the Ironside Mountain Inlier, is prospective for gold and copper and has been mined intermittently since approximately 1929 for narrow high-grade gold (Record Gold Mine).

The Project has had little modern exploration, with the most recent drilling comprising just three holes completed in the 1980's.

The Project hosts both gold and base metal mineralisation in north-east trending en-echelon veins, stockwork-type vein filling and disseminations between major veins within older equigranular biotite-quartz diorite and later felsic porphyritic intrusions. Low-grade mineralisation is also observed within the serpentinite.



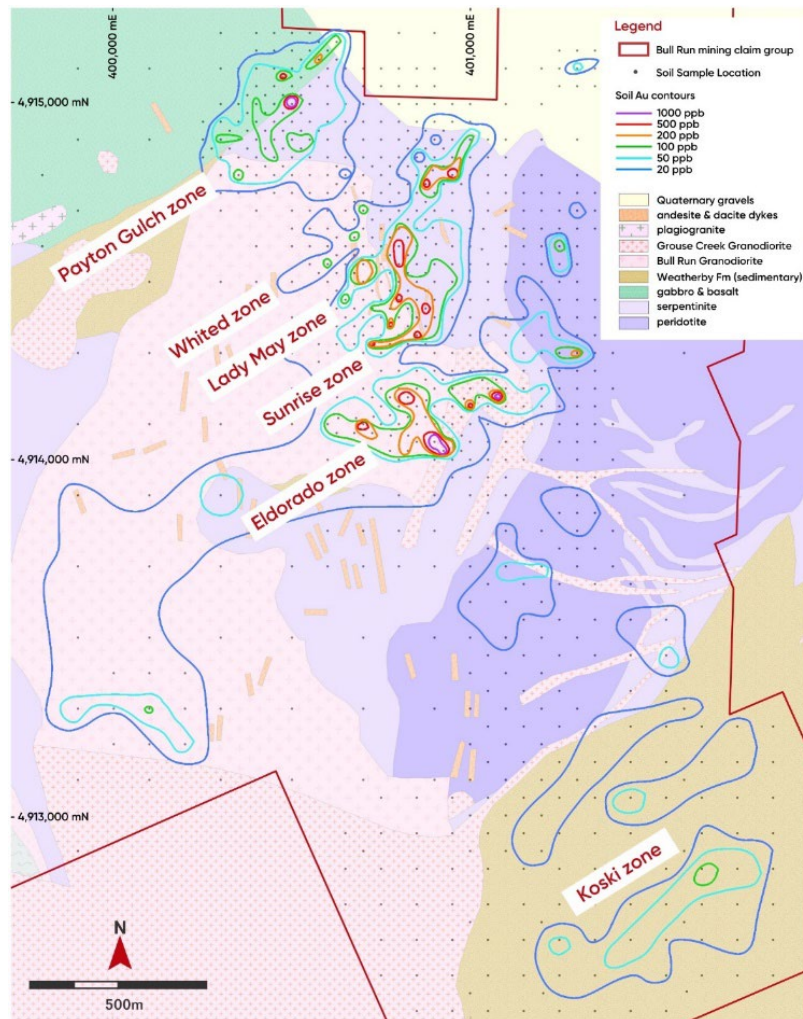


Figure 14. The Bull Run Project tenements and prospects on interpreted geology.

The Company has identified the presence of disseminated pyrite and chalcopyrite mineralisation which may be amenable to pole-dipole Induced Polarisation geophysics.

To test this, Dias Geophysical were contracted to conduct a low-noise deep 3D DCIP (Direct Current resistivity and Induced Polarisation) survey over an area of 5.75km<sup>2</sup> (refer Figure 15).

Datasets have been a key input to refining the placement of drill holes for the planned upcoming drilling. In addition, some key areas have had drone magnetics flown over them to assist in identifying structural controls.

Advanced drill permitting continued with the US Forest Service with good progress being made, and will continue with a dedicated consultant in-country supporting the Company's permitting applications. The second phase of approvals with the Oregon Department of Geology and Mineral Industries is being initiated.



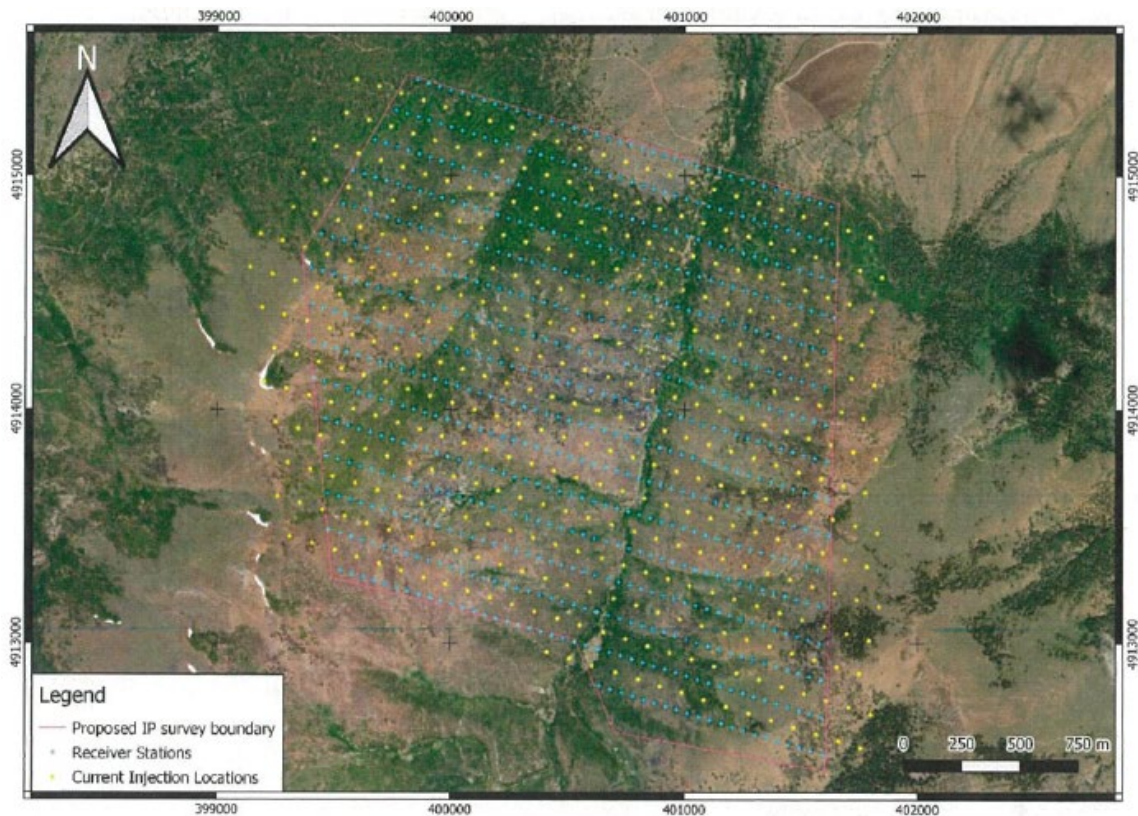


Figure 15. Location and configuration of the 3D DCIP survey. Cyan dots are receiver stations and yellow dots are current injection stations.

## Corporate

The Company finished the quarter with \$2.0 million cash at hand.

## Compliance

For the purpose of Listing Rule 5.3.1, details of the Company's group exploration activities for the Quarter, including any material developments or material changes in those activities, and a summary of the expenditure of \$0.5m incurred on those activities is detailed above and below.

For the purpose of Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities during the Quarter by the Company.

Pursuant to Listing Rule 5.3.5, \$121,000 of payments were made to related parties or their associates (refer to Item 6.1 of Appendix 5B) consisting of:

- Directors' fees, salaries and superannuation of \$108,000; and
- Reimbursement of expenses including office recharges such as rent and shared service charges of \$13,000 to related entities of which the directors directly do not receive a financial benefit and are on an arm's length basis.



**This announcement was authorised for release by the Managing Director on behalf of the Board of Codrus Minerals.**

**ENDS**

**Investor Inquiries:**

Shannan Bamforth, Managing Director  
Codrus Minerals

**Media Inquiries:**

Nicholas Read  
Read Corporate  
Phone: +61 8 9388 1474

**About Codrus Minerals Limited**

Codrus Minerals recently secured an exciting new growth and diversification opportunity in the rare earths sector after entering into a farm-in and joint venture agreement with Talgomine Minerals Pty Ltd to earn up to a 90% interest in the Karloning Rare Earth Element (REE) Project, located in Western Australia's Wheatbelt. In addition to our REE project, Codrus has a portfolio of exciting projects in Western Australia (WA) and Oregon, United States of America (USA). All of our Australian assets are located in close proximity to existing operating mines and the Bull Run Project in the USA is located in a rich historic gold producing area. Codrus currently has four projects in WA, comprising 31 tenements with a total landholding of approximately 243km<sup>2</sup>. The Karloning REE Project in the Wheatbelt, the Silver Swan South and Red Gate Projects are in the Eastern Goldfields, whilst the Middle Creek Project is located in the Eastern Pilbara. The tenements are prospective for rare earth elements and potential economic gold mineralisation, with Silver Swan South also being prospective for Nickel. In the USA, the company holds a 100% legal and beneficial interest for 79 claims and is party to an 'Option Agreement', which covers a further 11 claims in Baker County in Eastern Oregon. In total the claims cover approximately 7km<sup>2</sup> in the Ironside Mountain Inlier. The Bull Run project is prospective for gold and has been mined intermittently since approximately 1929.





## Competent Persons Statement

The information in this report that relates to Exploration Results and Exploration Targets is based on information compiled by Mr. Shannan Bamforth who is a Member of the Australasian Institute of Mining and Metallurgy. Mr. Bamforth is a permanent employee of Codrus Minerals and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Bamforth consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Information in this announcement that relates to previous exploration results for the Projects is extracted from the following ASX announcements:

- *"Exploration Drilling Hits 29m @ 5,919ppm TREYO at Karloning" 19<sup>th</sup> September 2023*
- *"Codrus increase Landholding at Karloning REE Project 16-fold" 2<sup>nd</sup> August 2023*
- *"Codrus confirms Karloning clay hosted REE discovery", 9<sup>th</sup> June 2023*
- *"High-grade clay REE mineralisation identified at Karloning", 5<sup>th</sup> May 2023*
- *"Drilling commences at niobium-rich Karloning REE Project", 12 April 2023*
- *Half-Year Accounts / 31 December 2022, 7 March 2023*
- *"Exploration Update" / Karloning REE Project, WA, 27 February 2023*
- *Quarterly Activities / Appendix 5B Cash Flow Report, 25 January 2023*
- *"Codrus Confirms High Grades at Niobium-Rich REE Project" 9<sup>th</sup> December 2022*
- *"Codrus Secures Large Scale Niobium Rich REE Project in WA" 23<sup>rd</sup> November 2022*
- *"Multiple Gold Zones Discovered at Middle Creek Project, WA" 28<sup>th</sup> July 2022*
- *"Drilling Identifies Widespread Gold at Red Gate Gold Project" 21<sup>st</sup> July 2022*
- *"Drilling Identifies Widespread Gold at Red Gate Gold Project" 21<sup>st</sup> July 2022*
- *"3000m RC Drilling Program commences at Red Gate Gold Project" 18<sup>th</sup> May 2022*
- *"Codrus Expands Middle Creek Project - Exploration Commences" 8<sup>th</sup> April 2022*
- *"Codrus Identifies Additional Broad Gold Zones at Red Gate" 9<sup>th</sup> March 2022*
- *"High Grade Drill Results at Red Gate Gold Project" 14<sup>th</sup> Feb 2022*
- *"Exploration Ramps Up at Bull Run Project, USA" 17<sup>th</sup> January 2022*
- *"RC Drilling Commenced at Red Gate Project" 4<sup>th</sup> November 2021*
- *"Silver Swan South Drilling Update" 13<sup>th</sup> October 2021*
- *"Codrus Minerals Limited Prospectus" 21<sup>st</sup> June 2021*

The above announcements are available to view on the Company's website at [codrusminerals.com.au](http://codrusminerals.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant original market announcements. The Company confirms that the information and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

## Exploration and Resource Targets

Any discussion in relation to the potential quantity and grade of Exploration and Resource Targets is only conceptual in nature. While Codrus is continuing exploration programs aimed at reporting additional JORC compliant Mineral Resources, there has been insufficient exploration to define mineral resources and it is uncertain if further exploration will result in the determination of maiden JORC compliant Mineral Resources.

## Forward-Looking Statements

This announcement may contain certain forward-looking statements and projections, including statements regarding the Company's plans, forecasts, and projections with respect to its mineral properties and programmes. Although the forward-looking statements contained in this release reflect management's current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, such forward looking statements/projections are estimates for discussion purposes only and should not be relied upon. They are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors many of which are beyond the control of the Company. The forward looking statements/projections are inherently uncertain and may therefore differ materially from results ultimately achieved. For example, there can be no assurance that Codrus will be able to confirm the presence of Mineral Resources or Ore Reserves, that Codrus' plans for development of its mineral properties will proceed, that any mineralisation will prove to be economic, or that a mine will be successfully developed on any of Codrus' mineral properties. The performance of Codrus may be influenced by a number of factors which are outside the control of the Company, its directors, staff or contractors. The Company does not make any representations and provides no warranties concerning the accuracy of the projections, and disclaims any obligation to update or revise any forward looking statements/projects based on new information, future events or otherwise except to the extent required by applicable laws.

## Appendix One | Tenements

### Mining Tenements (and Mining Claims) held at the end of September 2023 quarter

| Project                | Location          | Tenement                  | Interest at September 2023 |
|------------------------|-------------------|---------------------------|----------------------------|
| Bull Run (Record Mine) | Oregon, USA       | OR152073, OR152074        | 0% <sup>1</sup>            |
|                        | Oregon, USA       | OR152076, OR152077        | 0% <sup>1</sup>            |
|                        | Oregon, USA       | OR152078, OR152627        | 0% <sup>1</sup>            |
|                        | Oregon, USA       | OR17242 – OR17246         | 0% <sup>1</sup>            |
|                        | Oregon, USA       | OR176469 – OR176514       | 100%                       |
|                        | Oregon, USA       | OR178405 – OR178437       | 100%                       |
|                        | Oregon, USA       | OR105272173 – OR105272184 | 100%                       |
| Silver Swan South      | Western Australia | P27/2191 – P27/2196       | 100%                       |
|                        | Western Australia | E27/545                   | 100%                       |
| Red Gate               | Western Australia | E31/1096                  | 100%                       |
| Middle Creek           | Western Australia | P46/1900 - P46/1912       | 95%                        |
|                        | Western Australia | P46/1914 - P46/1920       | 95%                        |
|                        | Western Australia | P46/1924                  | 100%                       |
|                        | Western Australia | P46/2091 – P46/2095       | 100%                       |
|                        | Western Australia | E46/1428, E46/1431        | 100%                       |
|                        | Western Australia | P46/2046 – P46/2052       | 100%                       |
| Waladdi Soak           | Western Australia | E27/682                   | Under application          |
| Koonkoobing Hill       | Western Australia | E70/6306                  | 100%                       |
| Karloning              | Western Australia | E70/5339                  | 100% <sup>2</sup>          |
| Karloning Northeast    | Western Australia | E70/6462                  | Under application          |
| Wialki                 | Western Australia | E70/6472                  | Under application          |
| Danberrin Hill South   | Western Australia | E70/6348                  | 100%                       |

<sup>1</sup> Lode mining claims held under an option agreement with Young and Mount View Farms

<sup>2</sup> Codrus has rights to earn up to 90% of the Karloning Rare Earth Element (REE) Project.

### Mining Tenements acquired and disposed during the quarter

| Project                          | Location | Tenement | Interest at beginning of quarter | Interest at end of the quarter |
|----------------------------------|----------|----------|----------------------------------|--------------------------------|
| <b>Mining Tenements Acquired</b> |          |          |                                  |                                |
| Nil                              |          |          |                                  |                                |
| <b>Mining Tenements Disposed</b> |          |          |                                  |                                |
| Nil                              |          |          |                                  |                                |

### Beneficial percentage interests in joint venture agreements at the end of the quarter

| Project | Location | Tenement | Interest at beginning of quarter | Interest at end of the quarter |
|---------|----------|----------|----------------------------------|--------------------------------|
| Nil     |          |          |                                  |                                |

### Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed during the quarter

| Project                             | Location | Tenement | Interest at beginning of quarter | Interest at end of the quarter |
|-------------------------------------|----------|----------|----------------------------------|--------------------------------|
| Mining tenements relinquished - Nil |          |          |                                  |                                |
| Mining tenements acquired - Nil     |          |          |                                  |                                |



## Appendix 5B

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

Name of entity

Codrus Minerals Limited

ABN

17 600 818 157

Quarter ended ("current quarter")

30 September 2023

| Consolidated statement of cash flows |   | Current quarter<br>\$A'000 | Year to date (3<br>months)<br>\$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| <b>1.</b>                            | <b>Cash flows from operating activities</b>           |                            |                                       |
| 1.1                                  | Receipts from customers                               | -                          | -                                     |
| 1.2                                  | Payments for  |                            |                                       |
|                                      | (a) exploration & evaluation                          | (383)                      | (383)                                 |
|                                      | (b) development                                       | -                          | -                                     |
|                                      | (c) production  | -                          | -                                     |
|                                      | (d) staff costs                                       | (95)                       | (95)                                  |
|                                      | (e) administration and corporate costs                | (104)                      | (104)                                 |
| 1.3                                  | Dividends received (see note 3)                       | -                          | -                                     |
| 1.4                                  | Interest received                                     | -                          | -                                     |
| 1.5                                  | Interest and other costs of finance paid              | 12                         | 12                                    |
| 1.6                                  | Income taxes paid                                     | -                          | -                                     |
| 1.7                                  | Government grants and tax incentives                  | -                          | -                                     |
| 1.8                                  | Other (provide details if material)                   | -                          | -                                     |
| <b>1.9</b>                           | <b>Net cash from / (used in) operating activities</b> | <b>(570)</b>               | <b>(570)</b>                          |

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



| <b>Consolidated statement of cash flows</b> |   | <b>Current quarter<br/>\$A'000</b> | <b>Year to date (3<br/>months)<br/>\$A'000</b> |
|---|---|------------------------------------|--|
| 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)                   | -                                  | -  |
| <b>2.6</b>                                  | <b>Net cash from / (used in) investing activities</b> | <b>-</b>                           | <b>-</b>                                       |

|             |   |            |            |
|-------------|---|------------|------------|
| <b>3.</b>   | <b>Cash flows from financing activities</b>   |            |            |
| 3.1         | Proceeds from issues of equity securities (excluding convertible debt securities)       | 917        | 917        |
| 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 | (72)       | (72)       |
| 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)   | -          | -          |
| <b>3.10</b> | <b>Net cash from / (used in) financing activities</b>                                   | <b>845</b> | <b>845</b> |

|           |  |       |       |
|-----------|--|-------|-------|
| <b>4.</b> | <b>Net increase / (decrease) in cash and cash equivalents for the period</b> |       |       |
| 4.1       | Cash and cash equivalents at beginning of period                             | 1,728 | 1,728 |
| 4.2       | Net cash from / (used in) operating activities (item 1.9 above)              | (570) | (570) |
| 4.3       | Net cash from / (used in) investing activities (item 2.6 above)              | -     | -     |
| 4.4       | Net cash from / (used in) financing activities (item 3.10 above)             | 845   | 845   |

| <b>Consolidated statement of cash flows</b> |   | <b>Current quarter<br/>\$A'000</b> | <b>Year to date (3<br/>months)<br/>\$A'000</b> |
|---|---|------------------------------------|--|
| 4.5   | Effect of movement in exchange rates on cash held | -                                  | -  |
| <b>4.6</b>                                  | <b>Cash and cash equivalents at end of period</b> | <b>2,003</b>                       | <b>2,003</b>                                   |

| <b>5.</b>  | <b>Reconciliation of cash and cash equivalents</b><br>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | <b>Current quarter<br/>\$A'000</b> | <b>Previous quarter<br/>\$A'000</b> |
|------------|---|------------------------------------|-------------------------------------|
| 5.1        | Bank balances   | 2,003                              | 1,728                               |
| 5.2        | Call deposits   | -                                  | -                                   |
| 5.3        | Bank overdrafts   | -                                  | -                                   |
| 5.4        | Other (Security Deposits)   | -                                  | -                                   |
| <b>5.5</b> | <b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>  | <b>2,003</b>                       | <b>1,728</b>                        |

| <b>6.</b>   | <b>Payments to related parties of the entity and their associates</b>                   | <b>Current quarter<br/>\$A'000</b> |
|---|---|------------------------------------|
| 6.1   | Aggregate amount of payments to related parties and their associates included in item 1 | 121                                |
| 6.2   | Aggregate amount of payments to related parties and their associates included in item 2 | -                                  |
| <i>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.</i> |   |                                    |

|           |   |   |  |
|-----------|---|---|--|
| <b>7.</b> | <b>Financing facilities</b><br><i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i><br><i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>  | <b>Total facility<br/>amount at quarter<br/>end<br/>\$A'000</b> | <b>Amount drawn at<br/>quarter end<br/>\$A'000</b> |
| 7.1       | Loan facilities   | -   | -  |
| 7.2       | Credit standby arrangements   | -   | -  |
| 7.3       | Other (please specify)  | -   | -  |
| 7.4       | <b>Total financing facilities</b>   | -   | -  |
| 7.5       | <b>Unused financing facilities available at quarter end</b>   |   | -  |
| 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. |   |  |
|           |   |   |  |

|           |  |                |
|-----------|--|----------------|
| <b>8.</b> | <b>Estimated cash available for future operating activities</b>  | <b>\$A'000</b> |
| 8.1       | Net cash from / (used in) operating activities (item 1.9)  | (570)          |
| 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)   | (570)          |
| 8.4       | Cash and cash equivalents at quarter end (item 4.6)  | 2,003          |
| 8.5       | Unused finance facilities available at quarter end (item 7.5)  | -              |
| 8.6       | Total available funding (item 8.4 + item 8.5)  | 2,003          |
| 8.7       | <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b><br><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> | 3.51           |
| 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?<br><div style="border: 1px solid black; padding: 5px; margin-top: 5px;">Answer: N/A</div>  |                |
|           | 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?<br><div style="border: 1px solid black; padding: 5px; margin-top: 5px;">Answer: N/A</div>     |                |
|           | 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?<br><div style="border: 1px solid black; padding: 5px; margin-top: 5px;">Answer: N/A</div>  |                |
|           | <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.

25 October 2023

Date: .....

Jamie Byrde

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.