

31 October 2023

Quarterly Activities Report

For the period ending
30 September 2023

Highlights

Salazar REE Project (WA):

- Newmont and O'Connor JORC Mineral Resource Estimates by AMC Consultants completed for REE's, titanium oxide and alumina:
 - **Rare earths** - JORC (2012) Total Mineral Resource **190Mt of 1172 ppm TREO**. Includes:
 - Newmont deposit - Mineral Resource 83 Mt of 1117 ppm TREO (Indicated + Inferred Resource)
 - includes 39 Mt of 1216 ppm TREO upgraded to Indicated Mineral Resource
 - O'Connor deposit - Inferred Mineral Resource of 107 Mt of 1216 ppm TREO
 - **Titanium dioxide** - Inferred Mineral Resource (JORC 2012) **29 Mt of 5.0% TiO₂** *Included both within and outside of Newmont TREO Mineral Resource*
 - **Alumina** - Inferred Mineral Resource (JORC 2012) **4 Mt at 29.6% Al₂O₃** potentially suitable to be upgraded to a high-grade high purity alumina (HPA) feedstock. *Included both within and outside of Newmont TREO Mineral Resource*
- ANSTO has been further optimizing leaching kinetics at Newmont Deposit
- Ongoing beneficiation testwork is being carried out at the University of Newcastle and Nagrom
- Four tenements west of the Newmont REE Deposit acquired from Dundas Minerals. Include potential extensions to the Newmont Deposit

Hermit Hill Lithium Project (NT):

- Hermit Hill Lithium Project in the Northern Territory is prospective for lithium in pegmatites
- Preliminary fieldwork at Hermit Hill carried out and follow up planned for Q4

Nevada Lithium (USA):

- West Cobar's claims areas are located within the world class Nevada lithium district of the USA in the vicinity of major lithium claystone deposits
- Planned RC drilling of 11 holes to test the claystone horizons for large scale claystone hosted lithium mineralisation to commence imminently
- Drilling approvals from the Bureau of Land Management (BLM) obtained

Bulla Park (NSW):

- Diamond drilling to test combined geological and aeromagnetic target commenced and was completed in late October with drill contractors DDH1

Summary

West Cobar Metals Limited (ASX:WC1) ("West Cobar" or "the Company") is pleased to provide an update on progress made during the Quarter ended 30 September 2023 at the company's flagship REE project at Newmont WA, and its REE, lithium and copper exploration activities in Australia and the USA.

West Cobar is advancing the Newmont REE-TiO₂-Alumina deposit by increasing the resource base, expanding its ground holding and developing feasible extraction process flowsheets for the various commodities through ongoing metallurgical testwork, with a view to development.

At the same time the company is exploring for lithium in the Northern Territory and Nevada USA, and copper in NSW.

Salazar Project**(E63/1469, E63/1496, E69/3982, E63/2056, E63/2083, E63/2078 and E63/2063)**

The Salazar Project lies within the Esperance district and all the tenements are located on non-agricultural undeveloped state land approximately 120km north-east of the township of Esperance (Figure 1).

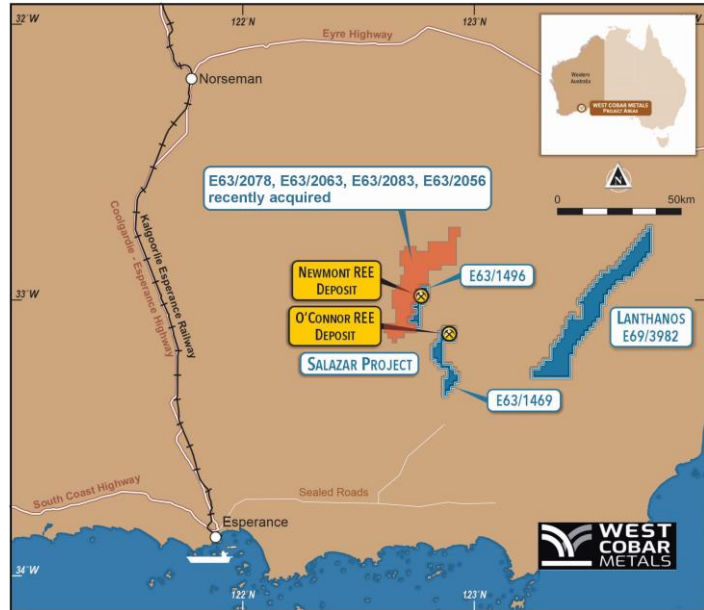


Figure 1: Location of the Salazar REE project and tenements, and ground acquired from Dundas Minerals Ltd

Tenement acquisition¹

West Cobar added to its Salazar REE Project groundholding by acquiring from Dundas Minerals Limited (ASX: DUN) tenements contiguous to West Cobar's Salazar REE Project, E63/2056, E63/2083, E63/2078 and E63/2063, totaling 451km² – increasing the Salazar Project's landholding to a total of 1,171km². The additional groundholding features the same host terrane as Salazar's Newmont deposit and is similarly prospective for heavy magnet rare earth and titanium dioxide mineralisation. Salazar's Newmont REE deposit could extend into the newly acquired E63/2056 tenement, following the tightly folded shear zone structure seen on the aeromagnetics to the south-west (Figure 3).

West Cobar acquired the four tenements from Dundas Minerals Limited for a consideration of \$20k cash plus five million fully paid ordinary shares (escrowed for 2 years), subject to shareholder approval at the Company's upcoming Annual General Meeting.

Dundas will retain the nickel, copper and gold rights for the three northern tenements (E63/2078, E63/2083 and E63/2063) for a period of 24 months. These rights will pass to West Cobar if Dundas has not conducted, or had success with, exploration activities targeting those minerals within that period.

¹ West Cobar ASX announcement dated 25 September 2023, titled "Additional Strategic REE Tenements acquired next to Salazar".

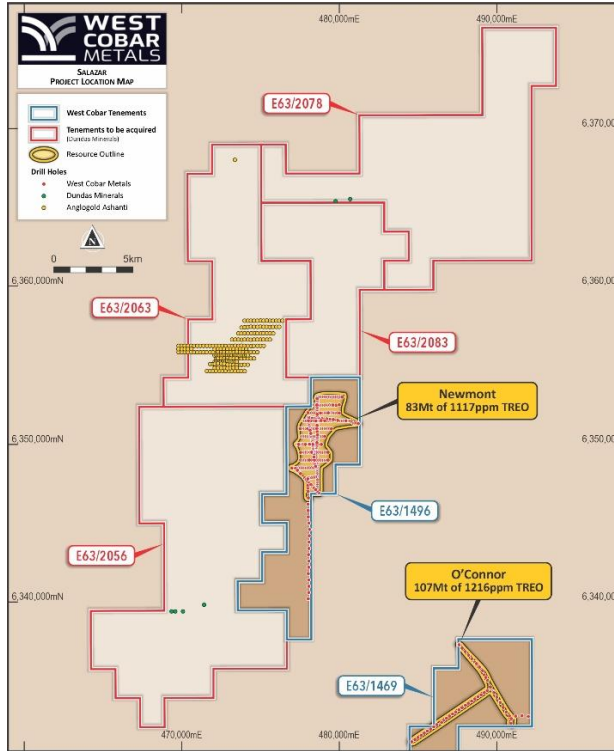


Figure 2: Tenements to be acquired from Dundas Minerals

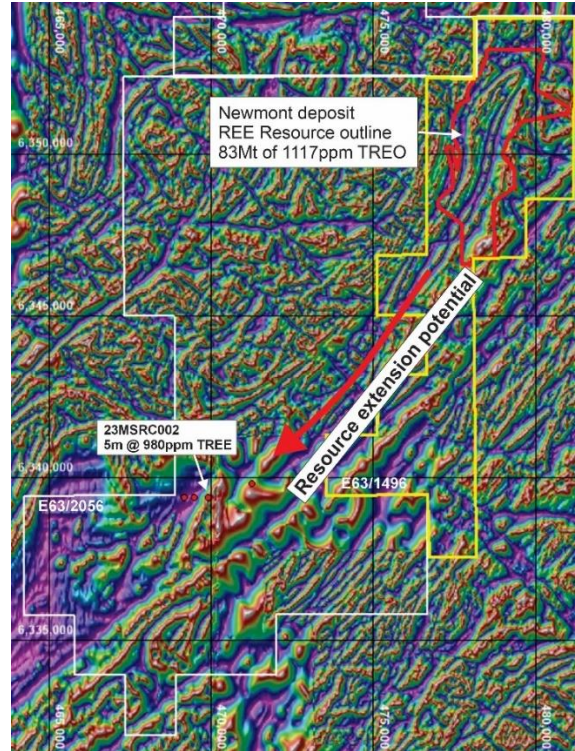


Figure 3: Detail of E63/2056. Processed TMI RTP aeromagnetic image, shows potential of Newmont REE mineralisation to extend to south-west along tightly folded shear structure

Mineral Resource Estimation

AMC Consultants were engaged to update the Mineral Resource estimate of the Newmont and O'Connor deposits following the results of the phase 1 AC drill program.²

Newmont

Estimates at 600ppm TREO cut-off are presented below.

Cut-off (TREO ppm)	Category	Tonnes (Mt)	TREO ³ (ppm)	Magnet Rare Earths			
				Pr ₆ O ₁₁ ppm	Nd ₂ O ₃ ppm	Dy ₂ O ₃ ppm	Tb ₄ O ₇ ppm
600	Indicated	39	1216	51	206	36	6.1
	Inferred	44	1029	46	180	29	5.1

² West Cobar ASX announcement dated 9 August 2023, titled "Salazar Clay-REE Resource Quadruples".

³ TREO = La₂O₃ + CeO₂ + Pr₆O₁₁ + Nd₂O₃ + Sm₂O₃ + Eu₂O₃ + Gd₂O₃ + Tb₄O₇ + Dy₂O₃ + Ho₂O₃ + Er₂O₃ + Tm₂O₃ + Yb₂O₃ + Lu₂O₃ + Y₂O₃

	TOTAL	83	1117	48	192	33	5.6
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Table 1: Newmont Deposit Indicated and Inferred Mineral Resource estimated by AMC Consultants in accordance with the JORC Code (2012).

Most of the REE basket price value is derived from the ‘magnet’ rare earths: neodymium, praseodymium, dysprosium and terbium oxides, which together comprise about 25% of the total TREO content at Newmont. The heavy magnet rare earths dysprosium and terbium are relatively high compared to other clay hosted rare earth deposits. Deleterious radioactive elements uranium and thorium are at low levels and testwork indicates that they are not concentrated during the leach process.

There remains significant further potential to extend REE resources at both Newmont and O’Connor, with additional exploration potential at Lanthanos E69/3982 (576km²) and in the newly acquired tenements from Dundas Minerals Limited (451km²).

The Newmont deposit comprises Mineral Resources of **titanium dioxide and alumina** in addition to the rare earths.⁴

Included both within, and outside, the Newmont REE Mineral Resource is a **Mineral Resource (JORC Code 2012) of 29 Mt of 5.0% titanium dioxide (2 % Ti cut-off)**. A high titanium content in the REE mineralised saprolite (see Figures 4 and 5) occurs largely over ilmenite (FeTiO₃) rich amphibolite bedrock. The titanium Mineral Resource Estimate is divided into two parts - blocks within the 600ppm TREO Mineral Resource and blocks outside the Resource, see Table 2.

Metallurgical testwork has shown that a concentrate of Ti minerals and REE can be produced by SLON concentration (magnetic concentration of fine material) from within the titanium dioxide Mineral Resource.

Cut-off Ti %	Category	Saprolite Zone	Mt	Ti %	TiO ₂ %	TREO ppm	Fe %	FeO %
2	Inferred	TREO >=600	20	3.1	5.2	1,183	8.9	11.4
	Inferred	TREO <600	9	2.8	4.7	428	10.2	13.1
	Total		29	3.0	5.0	942	9.3	12.0

Note: Saprolite 20 Mt >=600ppm TREO is contained within the current Newmont Mineral Resource estimate. Saprolite 9 Mt <600ppm TREO is additional to the current Newmont MRE

Table 2: Newmont Deposit, Inferred TiO₂ Mineral Resource¹ in accordance with the JORC Code (2012).

Additionally, AMC has estimated a **Mineral Resource (JORC Code 2012) of 4 Mt of 29.6 % Al₂O₃ (alumina)** potentially upgradeable for HPA feedstock, also included within, and outside, the

⁴ West Cobar ASX announcement dated 27 September 2023, titled “Significant Co-product Resources add value to Newmont REE”.

Newmont REE Mineral Resource. Metallurgical testwork shows that feedstock for HPA can be produced from kaolinitic material within the alumina Mineral Resource.

Cut-off Al (%)	Category	Saprolite Zone	Mt	Al %	Al ₂ O ₃ %	TREO ppm	Fe %	K %	Si %
15	Inferred	TREO>=600	2	15.6	29.5	909	4.22	0.25	20.1
	Inferred	TREO<600	2	15.7	29.6	276	2.84	0.21	22.6
	Total		4	15.6	29.6	657	3.67	0.23	21.1

Note: Saprolite 2 Mt >=600ppm TREO is contained within the current Newmont Mineral Resource estimate. Saprolite 2 Mt <600ppm TREO is additional to the current Newmont MRE

Table 3: Newmont Deposit, Inferred Al₂O₃ (alumina) Mineral Resource¹ in accordance with the JORC Code (2012).

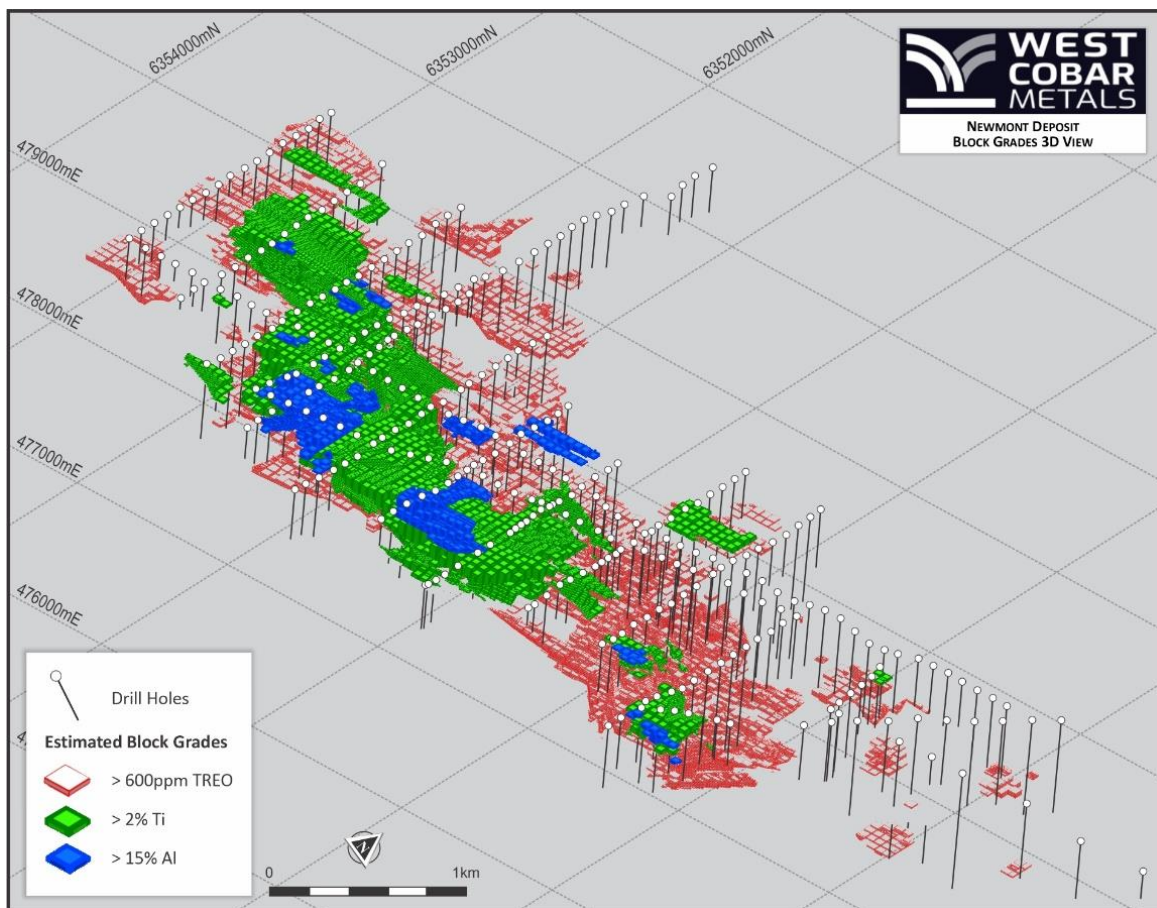


Figure 4: Newmont blocks >600ppm TREO, >15%Al and >2%Ti and air core drill hole traces. Looking NE, map grid = 1km x 1km

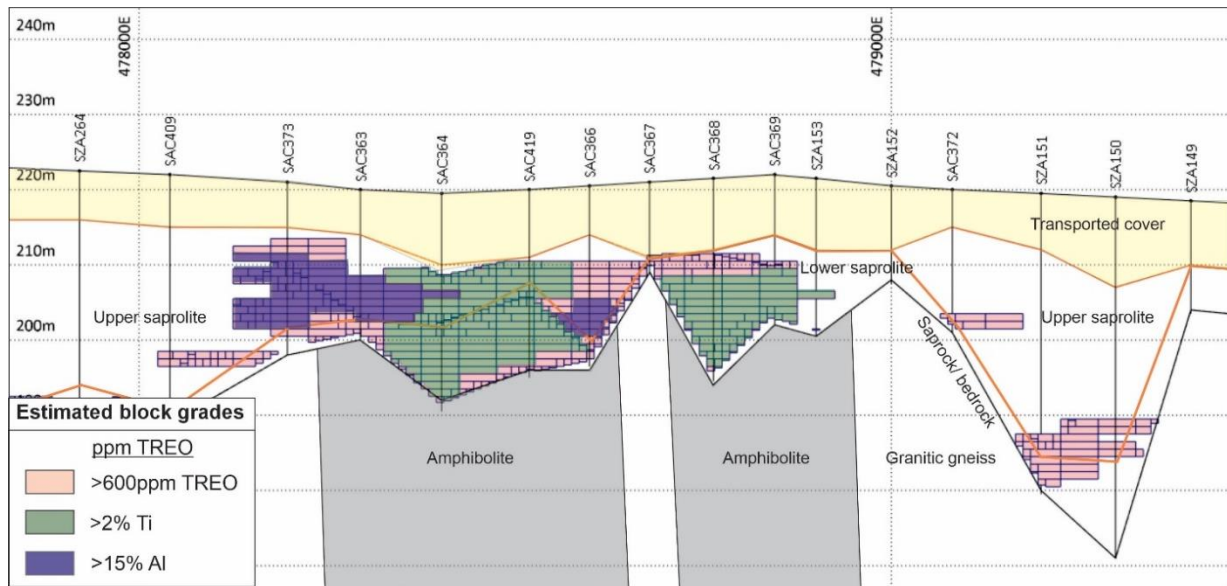


Figure 5: Newmont deposit, section 6351500N, looking north, x10 Vertical exaggeration, blocks >600ppm TREO, >15%Al and >2%Ti

Gallium

Subsequent to the MRE, examination of historical drilling at the Salazar REE project has identified significant intersections of gallium (Ga) from near surface and lying within the Indicated + Inferred Mineral Resource at the Newmont REE Deposit⁵, including:

- NSA119 **18m @ 44 g/t Ga** from 4m (includes 3m @ 62 g/t Ga)
- NSA106 **5m @ 40 g/t Ga** from 11m
- SRC001 **32m @ 34 g/t Ga** from 4m
- SRC003 **8m @ 31 g/t Ga** from 8m

O'Connor

AMC Consultants have also estimated a maiden Inferred Resource at O'Connor based on 24 historical air core drill holes and 30 air core holes drilled recently during phase 1. Inferred Reserves are limited conservatively to 250 m away from the drill lines. Figure 6, which shows a VTEM image that reflects the extent of more conductive, thicker saprolitic clays, indicates that the REE clay resource is likely to be far bigger.

⁵ West Cobar ASX announcement dated 14 August 2023, titled "Gallium identified at Newmont REE Deposit".

Cut-off (TREO ppm)	Status	Tonnes (Mt)	TREO ⁶ (ppm)	Magnet Rare Earths			
				Pr ₆ O ₁₁ ppm	Nd ₂ O ₃ ppm	Dy ₂ O ₃ ppm	Tb ₄ O ₇ ppm
600	Inferred	107	1216	61	195	11	2.3

Table 3: O'Connor deposit - Inferred Mineral Resource estimated by AMC Consultants in accordance with the JORC Code (2012).

Compared to the Newmont deposit, the O'Connor deposit is higher in praseodymium and lower in dysprosium and terbium, reflecting the underlying granitic origin of the REE's within the saprolite at O'Connor.

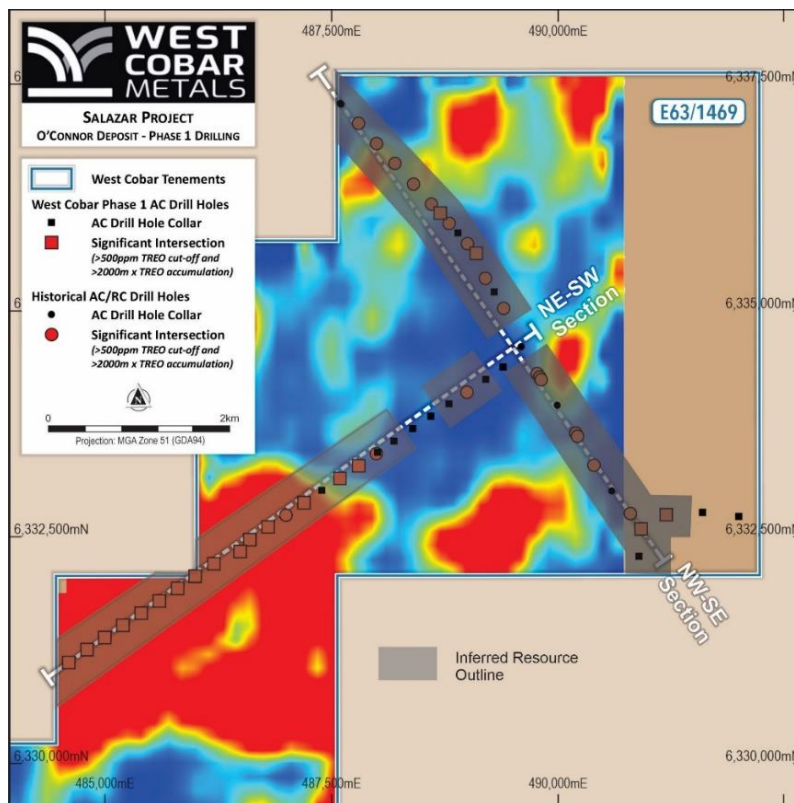


Figure 6: Block model extents, air core collars, and showing section lines O'Connor, over VTEM image, -45m level slice.

⁶ TREO = La₂O₃ + CeO₂ + Pr₆O₁₁ + Nd₂O₃ + Sm₂O₃ + Eu₂O₃ + Gd₂O₃ + Tb₄O₇ + Dy₂O₃ + Ho₂O₃ + Er₂O₃ + Tm₂O₃ + Yb₂O₃ + Lu₂O₃ + Y₂O₃

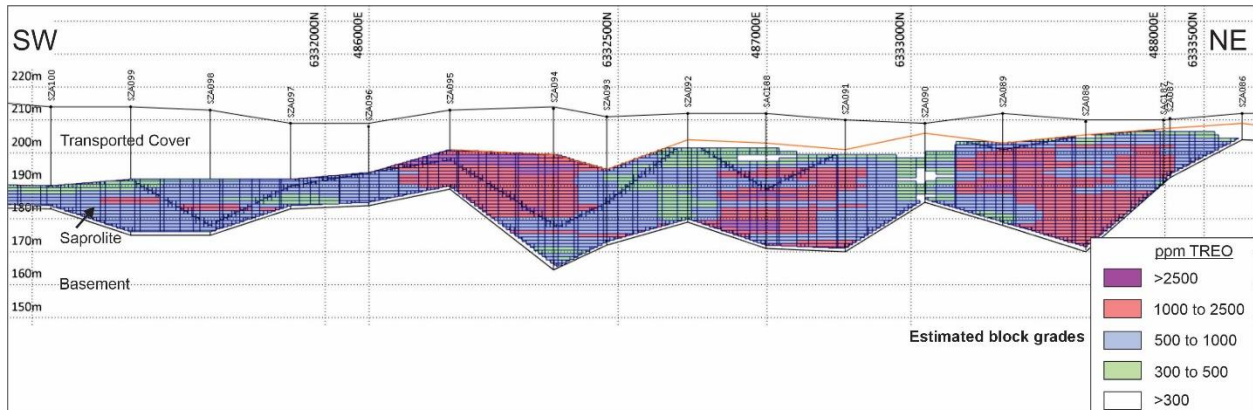


Figure 7: O'Connor Deposit, NE-SW section, looking north-west, x10 Vertical exaggeration, block grades

Metallurgical Testwork and Beneficiation Studies⁷

Over the past eight years, Salazar Minerals has commissioned Nagrom, Amdel, CSIRO Hydrometallurgy and TSW Analytical to conduct several programs of REE metallurgical testwork on Newmont mineralised samples collected in aircore drilling.

The Australian Nuclear Science and Technology Organisation (ANSTO) is currently completing leach testwork (phases 1 and 2, on samples from Newmont to optimise REE recovery, acid strength and consumption, screen size, temperature and leach duration.

Also, beneficiation testwork on representative ore samples from the Newmont deposit is underway through the ARC Centre of Excellence for Enabling Eco-Efficient Beneficiation of Minerals at the University of Newcastle.

Testwork is planned on the magnetic separation from ilmenite in high titanium content material.

These metallurgical programs will run over the course of 2023.

For further information on the Salazar Project refer to ASX Announcements of 8 September 2022, 31 October 2022, 7 November 2022, 5 December 2022, 19 December 2022, 24 January 2023, 1 March 2023, 30 March 2023, 12 April 2023, 3 May 2023, 29 May 2023, 24 July 2023, 9 August 2023, 14 August 2023, 25 September 2023 and 27 September 2023.

⁷ West Cobar ASX announcement dated 24 July 2023, titled "Excellent Rare Earth Metallurgical Recoveries at Salazar".

Hermit Hill Lithium (NT)

The Hermit Hill project area of 667km² (EL 33208) is located in the Litchfield Province, roughly 100km south-southwest of Core Lithium's Finnis Lithium Project and Lithium Plus Minerals' Lei lithium prospect, and 30km west of Ragusa Minerals' Tank Hill lithium discovery.

The licence area covers a portion of the relatively unexplored western part of the Pine Creek Inlier.

The current field activities include geological mapping and rock chip sampling to evaluate the licence and with the aim of identifying targets for drilling.

Nevada Lithium Project (USA)

West Cobar has staked 242 mining claims near Tonopah in Nevada, USA.⁸ Situated within the world class Nevada lithium district, the Nevada Lithium Project tenure consists of the Montezuma Well and Big Smoky Valley claims areas which are prospective for large-scale sediment-hosted lithium claystone deposits hosted by the Siebert Formation.

West Cobar's claims lie in the Silver Peak-TLC zone, which hosts the single biggest US lithium producer - Albemarle's Silver Peak lithium-in-brines operation, and some of the largest US lithium in claystone resources (Figure 8).

- Montezuma Well Prospect consists of 59 claims and is located 2km west of American Lithium Corporation's TLC deposit and 4km north of American Battery Technology's recently announced Tonopah Flats discovery.
- Big Smoky Valley Prospect consists of 183 claims and is located 30km south-west of the TLC deposit, 30km north-east of Ioneer's Rhyolite Ridge deposit and 20km north of Silver Peak.

Permitting applications for the planned drilling with the Bureau of Land Management (BLM) have been approved.

RC drilling of 11 holes to test the claystone horizons for lithium mineralisation on both tenement areas is scheduled to commence imminently.

⁸ West Cobar ASX announcement dated 24 March 2023, titled "Prime Lithium ground staked in Nevada".

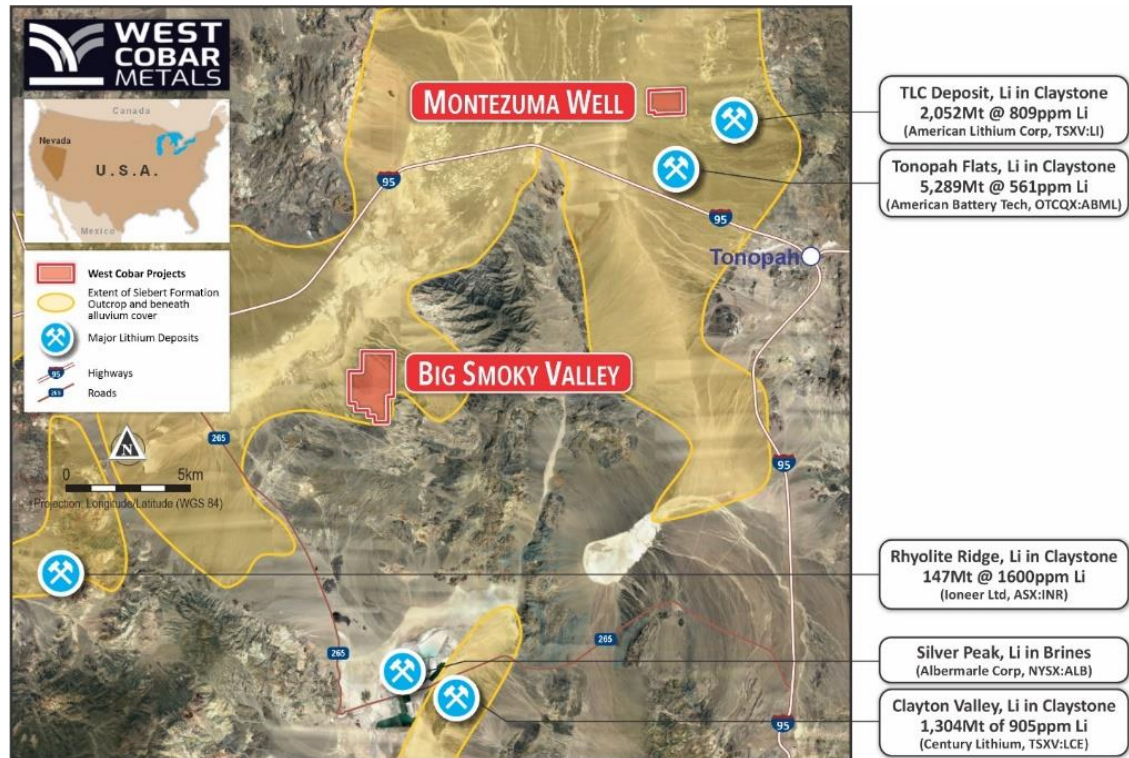


Figure 8 – Location of West Cobar’s claims and major discovered lithium deposits in the Tonopah district of southern Nevada ^{9,10,11,12,13}

On 26 June 2023, the Company explained that it was investigating a claim by Nedeel LLC, Kryptonite LLC and GF Global LLC that the Company had breached a confidentiality agreement entered with those parties. A settlement of the matter has been concluded subsequent to the end of the quarter.

Porphyry North Project (WA)

An assessment of the lithium, gold and base metal potential of the three licences (EL’s 31/910, 31/942 and 39/1978) was completed and field checking carried out.

The focus of future exploration will be for gold and VMS mineralisation that will require close spaced AC or RC drilling to test geophysical and geologically modelled targets.

⁹ American Lithium, December 2022, Measured + Indicated Mineral Resources

¹⁰ <https://americanlithiumcorp.com/tlc-lithium-project/#mineralization> (as of February 2023)

¹¹ American Battery Technology, press release, 28 February 2023

¹² Ioneer Ltd, Investor Presentation, release to ASX, 14 February 2023

¹³ 43-101 Technical Report, Cypress Development, Clayton Valley Project, August 2020 (amended March 2021)

Cobar West Projects (NSW)

Bulla Park Project (ELs 8642, 9195, 9260 and 9281)

Diamond drilling was completed at the Company's 100%-owned Bulla Park Copper Project in the Cobar Basin during October.

A revised model suggests that the widespread copper mineralisation identified at Bulla Park to date is reflecting a "halo" around a higher-grade pipe or stockwork system similar to other deposits in the Cobar Basin.

Interpretation of detailed low-level aeromagnetics commissioned recently by the Company has defined specific drill targets that could relate to these higher grade copper mineralised zones.

The zone targeted for copper mineralisation was observed from 121m to 319m. The core will now be logged in detail, split with a core saw and despatched for assay.

Cawkers Well Project (ELs 9197 and 9278)

As announced to the ASX on 17 March 2023, West Cobar pursued a mediation-arbitration process with landholders as set out in the arbitration framework within the Mining Act 1992 (NSW).

During the quarter, the Board evaluated its options going forward and decided a better use of the Company's funds was to allocate them to higher priority projects.

Accordingly, the Company has withdrawn from the mediation-arbitration process and the majority of the Cawkers Well tenement areas are in the process of being surrendered.

Nantilla Project (EL 9179)

West Cobar is engaged in negotiations for an access agreement with the landholder at the Nantilla Project.

Corporate

Financial & Related Party Payments

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The Company's consolidated cash at hand was \$1.3M as at 30 September 2023 with no debt.

The total amount paid to related parties of the Company and their associates, as per item 6.1 of the Appendix 5B was \$90k for director and consulting fees.

The total amount paid to related parties of the Company and their associates, as per item 6.2 of the Appendix 5B, was \$54k for consulting fees.

Use of funds

In line with obligations under ASX Listing Rule 5.3.4, the Company provides the following information with respect to its Use of Funds Statement set out in its Prospectus dated 6 August 2021 and its actual expenditure since ASX admission on 1 October 2021.

Expenditure	Funds allocated under Prospectus (\$'000)	Actual 1 Oct 2021 to 30 Sept 2023 (\$'000)	Variance (\$'000)	Note
Exploration ¹	(3,211)	(1,791)	1,420	1
Corporate Administration	(1,328)	(1,319)	9	1
Working Capital	(371)	(431)	(60)	2
Costs of offer	(590)	(463)	127	3
Total	(5,500)	(4,004)	1,496	
Funds raised post IPO (net)	-	2,112	2,112	4
Exploration - Salazar	-	(2,025)	(2,025)	4
Corporate Admin - Salazar	-	(320)	(320)	4
Existing cash reserves			41	
Closing cash balance			1,304	

¹ For the purposes of the Use of Funds the Company has grouped Exploration

Notes:

¹ Exploration on the Cobar West projects was limited this quarter with the focus on the Salazar project. Cawkers Well and Nantilla prospects remain underspent due to delays caused by ongoing negotiations with landholders for access, refer to ASX announcement dated 6 September 2023. The Administration spend is materially as expected.

² The working capital spend relates to acquisition costs (Salazar Minerals Pty Ltd and Lanthanos Resources Pty Limited) and costs involved with the mining claims in Nevada.

³ Expenses of the Offer paid prior to 1 October 2021 were \$153k giving a total of \$616k. Actual expenses of the Offer are materially consistent with the use of funds budget.

⁴ The Company completed a Placement during the December 2022 quarter, of 15,033,664 fully paid ordinary shares at an issue price of \$0.15 per share to raise net proceeds of \$2,112k. As announced on 11 November 2022, the Placement proceeds will primarily be used for resource expansion, exploration and continuing metallurgical testwork at the company's flagship Salazar REE project.

-ENDS-

This ASX announcement has been approved by the Board of West Cobar Metals Limited.

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Forward looking statement

Certain information in this document refers to the intentions of West Cobar, but these are not intended to be forecasts, forward looking statements or statements about the future matters for the purposes of the Corporations Act or any other applicable law. The occurrence of the events in the future are subject to risk, uncertainties and other actions that may cause West Cobar's actual results, performance or achievements to differ from those referred to in this document. Accordingly, West Cobar and its affiliates and their directors, officers, employees and agents do not give any assurance or guarantee that the occurrence of these events referred to in the document will actually occur as contemplated.

Statements contained in this document, including but not limited to those regarding the possible or assumed future costs, performance, dividends, returns, revenue, exchange rates, potential growth of West Cobar, industry growth or other projections and any estimated company earnings are or may be forward looking statements. Forward-looking statements can generally be identified by the use of words such as 'project', 'foresee', 'plan', 'expect', 'aim', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'should', 'will' or similar expressions. These statements relate to future events and expectations and as such involve known and unknown risks and significant uncertainties, many of which are outside the control of West Cobar. Actual results, performance, actions and developments of West Cobar may differ materially from those expressed or implied by the forward-looking statements in this document.

Such forward-looking statements speak only as of the date of this document. There can be no assurance that actual outcomes will not differ materially from these statements. To the maximum extent permitted by law, West Cobar and any of its affiliates and their directors, officers, employees, agents, associates and advisers:

- disclaim any obligations or undertaking to release any updates or revisions to the information to reflect any change in expectations or assumptions;
- do not make any representation or warranty, express or implied, as to the accuracy, reliability or completeness of the information in this document, or likelihood of fulfilment of any forward-looking statement or any event or results expressed or implied in any forward-looking statement; and
- disclaim all responsibility and liability for these forward-looking statements (including, without limitation, liability for negligence).

Competent Person Statement and JORC Information

The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the 'JORC Code') sets out minimum standards, recommendations and guidelines for Public Reporting in Australasia of Exploration Results, Mineral Resources and Ore Reserves.

The Information contained in this announcement is an accurate representation of the available data and studies for West Cobar's projects.

The information contained in this announcement that relates to the exploration information at West Cobar's projects fairly reflects information compiled by Mr David Pascoe, who is Head of Exploration and Technical Services at West Cobar Metals Limited and a Member of the Australian Institute of Geoscientists. Mr Pascoe has sufficient experience which is relevant to the styles of mineralisation and types 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 Pascoe consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the Ore Resources provided by the Competent Persons in the announcements to the ASX of 9 August 2023 and 27 September 2023 and that all material assumptions and technical parameters underpinning the Ore Resources, continue to apply and have not materially changed.

Appendix 1 – Tenement Information

Project	State/ Country	Tenement	Tenure type	Change in Interest	WC1 Current Interest
Bulla Park	NSW	EL 8642	Exploration Licence	-	100%
		EL 9195	Exploration Licence	-	100%
		EL 9260	Exploration Licence	-	100%
		EL 9281	Exploration Licence	-	100%
Cawkers Well	NSW	EL 9197	Exploration Licence	-	100%
		EL 9278	Exploration Licence	-	100%
Nantilla	NSW	EL 9179	Exploration Licence	-	100%
Newmont	WA	E63/1469	Exploration Licence	-	100%
O'Connor	WA	E63/1496	Exploration Licence	-	100%
Lanthanos	WA	E69/3982	Exploration Licence	-	100%
Newmont West	WA	E63/2056	Exploration Licence	+100%	100%
Newmont West	WA	E63/2083	Exploration Licence	+100%	100%
Newmont West	WA	E63/2078	Exploration Licence	+100%	100%
Newmont West	WA	E63/2063	Exploration Licence	+100%	100%
Porphyry North	WA	E31/910-I	Exploration Licence	-	100%
Porphyry North	WA	E31/942-I	Exploration Licence	-	100%
Porphyry North	WA	E39/1978	Exploration Licence	-	100%
Hermit Hill	NT	EL 33208	Exploration Licence	-	100%
Montezuma Well	Nevada, US	NV 1058 19910-19968	Registered claims	-	100%
Big Smoky Valley	Nevada, US	NV 1058 20148-20330	Registered claims	-	100%

Appendix 5B

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

Name of entity

West Cobar Metals Limited

ABN

26 649 994 669

Quarter ended ("current quarter")

30 September 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(301)	(301)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	10	10
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes (paid) / refunded	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(291)	(291)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(732)	(732)
(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 (3 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	(732)	(732)
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	-	-
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	-	-
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,327	2,327
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(291)	(291)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(732)	(732)

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 (3 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,304	1,304

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	454	2,327
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Term Deposit – 30 days maturity)	850	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,304	2,327

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	90
6.2	Aggregate amount of payments to related parties and their associates included in item 2	54
<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>		

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.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(291)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(732)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,023)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,304
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,304
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.3
<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: As the Company is an exploration company and not generating any revenue it is expected that it will continue to have negative operating cash flows for the time being. The Company had unusually large expenditure this quarter due to final invoices associated with the completion of a significant Salazar assay campaign earlier in the year.	
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: The Company successfully raised \$2.3M in November 2022 and is confident it will be able to continue to raise as required upon satisfactory exploration results. The Company is also expecting a R&D refund of \$0.6M in the December 2023 quarter. In addition, the Company has put in place a number of initiatives to reduce costs going forward on lower priority projects (for example Cawkers Well as per ASX announcement on 6 September 2023).	

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

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: The Company believes that it is able to continue its current operations and business objectives for the reasons outlined in questions 8.8.1 and 8.8.2.

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 October 2023

Authorised by: By the Board
(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.