

# Quarterly Activities Report for September 2023

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## Highlights

- Finalised the acquisition of the Sundown Lithium project in James Bay, Québec, Canada.
- Completed target generation and commenced inaugural field work to test pegmatite targets at the Sundown Lithium project.
- pXRF readings on historical Carb Lake drill core confirms anomalous REE carbonatite.
- Inaugural field work concluded at the Carb Lake REE project in the Red Lake District of Ontario, Canada.
- Addition of the Lyons REE and base metal project to the portfolio, a large landholding in the highly prospective Gascoyne Region, WA.

Cazaly Resources Limited (ASX: CAZ, "Cazaly" or the "Company") is pleased to submit this activities report for the September 2023 quarter, in which the Company further increased its exposure to the battery and critical minerals markets with exploration activities progressing on its two highly prospective projects located in Canada.

## **PROJECTS – CANADA**

### **SUNDOWN LITHIUM PROJECT**

During the quarter Cazaly executed the final agreement terms with 1Minerals Corp to acquire up to 100% of the Sundown lithium project; planned exploration activities; prioritised areas for first pass rock chip sampling; and mobilised a team to execute the inaugural exploration field campaign.

The Sundown lithium project lies in the world-class James Bay Lithium Province, host to several advanced lithium projects and new lithium discoveries in Canada and comprises 510 mining claims covering pegmatite outcrops spanning over 260km<sup>2</sup> (Figures 1 & 2).

The large tenement holding is strategically positioned between Allkem's (ASX:AKE) James Bay deposit with a lithium resource of 110.2Mt @ 1.30% Li<sub>2</sub>O and Patriot Battery Metals (ASX:PMT) Corvette lithium discovery with a lithium resource of 109.2Mt at 1.42% Li<sub>2</sub>O within a 214km<sup>2</sup> land package.

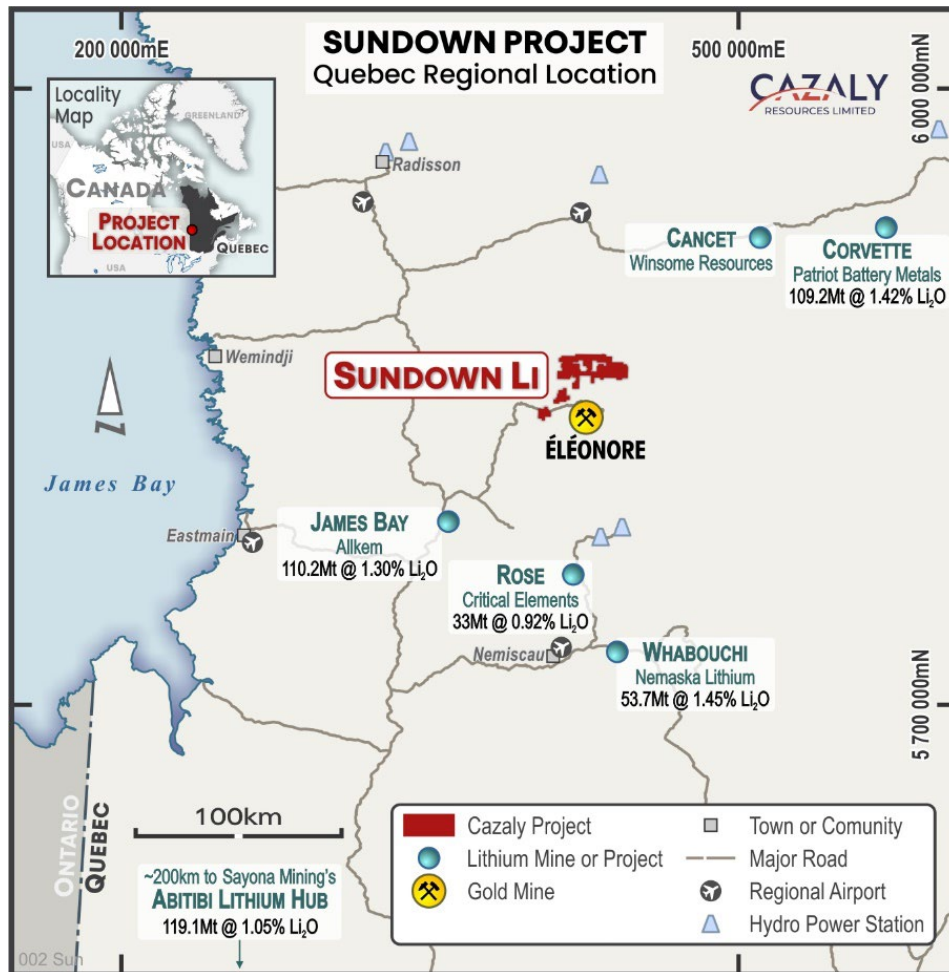


Figure 1. Location of the Sundown Lithium Project and various lithium resources in the James Bay District.

Further recent success in the region includes Critical Elements' Rose deposit (33Mt @ 0.92%  $\text{Li}_2\text{O}$ ), Nemaska's Whabouchi deposit (53.7Mt @ 1.45%  $\text{Li}_2\text{O}$ ) and Winsome Resources' (ASX:WRI) Cancet exploration target with 15-25Mt @ 1-2%  $\text{Li}_2\text{O}$ .

As announced on 7 August 2023, after the completion of due diligence, the Company moved to a 25% holding in the Sundown lithium project after paying C\$350,000 and issuing 19,065,535 CAZ shares (issued on 11 August 2023).

Target ranking of potential pegmatites was based on satellite imagery, geological observations of pegmatite occurrences made by the geologists of the Québec Ministry of Natural Resources and Forestry (MERN), elevated levels of lithium in lake bottom sediment samples, and proximity to the Gladman Suite, a new lithium prospective zone identified by MERN geologists in 2022. The Gladman Suite is characterised by the presence of numerous E-W trending pegmatitic granite dykes and the presence of tourmaline, garnet and muscovite in these rocks indicates a hyper aluminous composition suitable for the development of lithium mineralisation.

Priority target areas have been defined in order to focus initial efforts for rock chip sampling among the +200 observed pegmatites on the property. The priority areas include clusters of potential outcropping pegmatites with several exposures up to 1.5km in length. Four target areas (Figure 2) have been prioritised for sampling during the initial field exploration

program. For further technical details on target generation and a full list of all outcropping pegmatites refer to Cazaly's ASX announcements dated 31 May 2023 and 15 August 2023.

### Cautionary Statement

*Reported outcropping pegmatite occurrences does not equate to lithium mineralisation. The Company is encouraged by the geology identified, however no quantitative or qualitative work has been completed by the company to assess the mineralisation potential at this stage. The initial fieldwork proposed by the Company will include rock chip sampling and assaying of outcrops identified as pegmatites to determine their mineralisation potential to report results under JORC Code 2012.*

Initial helicopter supported exploration has commenced. Surface rock chip samples will be collected from high priority targeted areas and reconnaissance scouting and sampling across other areas of prospective outcrop on the property will be undertaken. The results of this initial fieldwork will be critical for fact-checking existing datasets and optimising future targeting techniques.

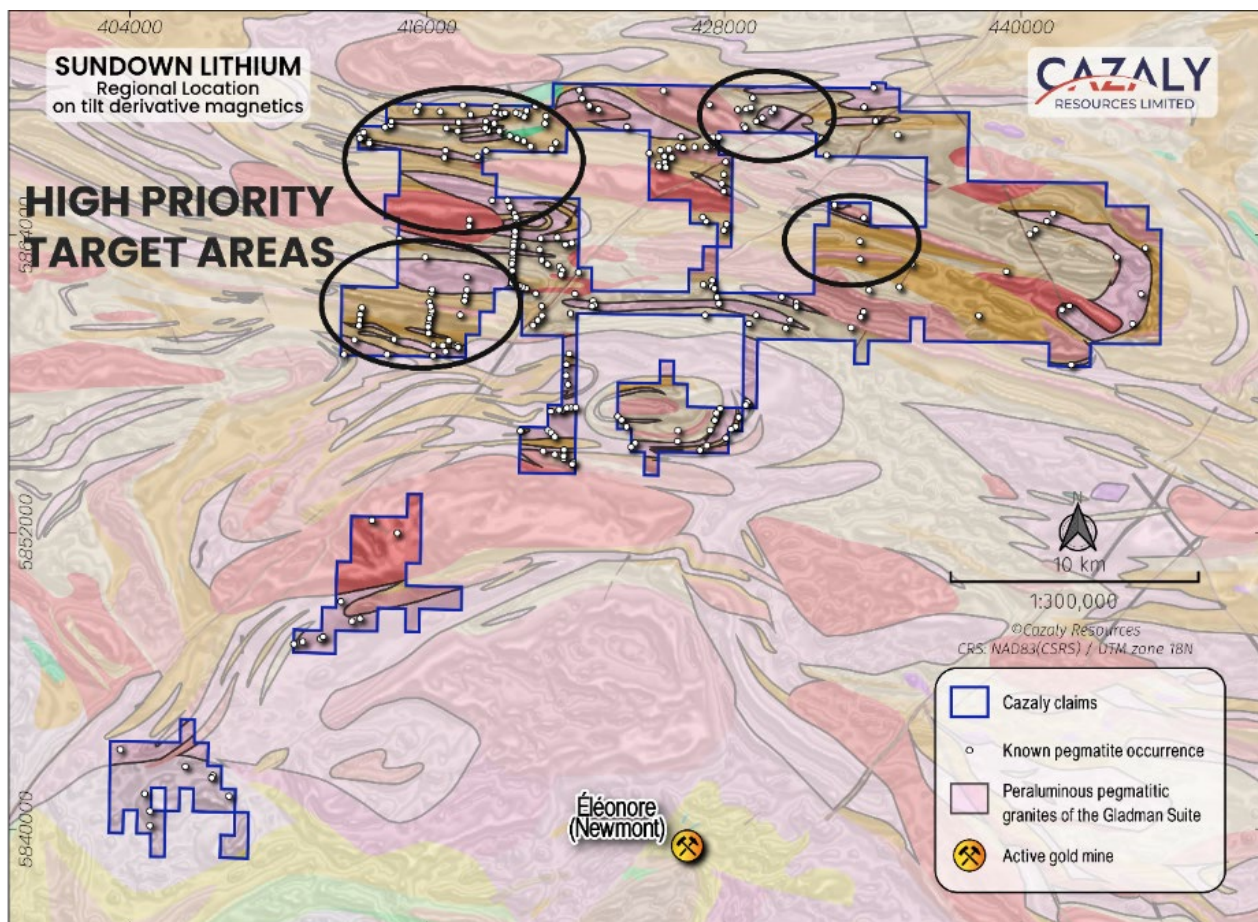


Figure 2. Logged pegmatite locations and priority target areas for initial rock chip sampling.



## Project Geology

The project lies within the Opinaca Subprovince in the centre of the Archaean Superior Province in the heart of Eeyou Istchee James Bay territory, which is host to significant lithium resources (Figure 1). The geology of the project area consists of paragneiss and migmatites of the Laguiche Complex that have been disrupted by multiple intrusions consisting of granodiorite, pegmatitic granite and tonalite. These intrusions are peraluminous and type S and, with increasing fractionation, are favourable for the development of Lithium-Caesium-Tantalum (LCT) pegmatites. Some small ultramafic intrusions are also present on the edge of the Opinaca Subprovince.

For further technical disclosures and references please refer to Cazaly announcements dated 31 May 2023, 1 June 2023, 7 August 2023, 15 August 2023, and 4 September 2023.

## CARB LAKE CARBONATITE – RARE EARTH ELEMENTS PROJECT

Cazaly acquired 100% of the Carb Lake REE project during the June quarter 2023 and initial activities focused on acquiring historical data and gaining access to remaining historical drill core samples for testing.

The Carb Lake REE project is located in the Red Lake District of Ontario, Canada (Figure 3), a well-known mining province comprising 93 mineral claims covering a very large +3km diameter carbonatite complex.

During the current quarter detailed aeromagnetic data was purchased and processed, the results of a handheld pXRF program on the remaining drill core were reported, and the initial field reconnaissance exploration program was completed.

The 2011 Aeromagnetic survey data purchased by the Company has provided excellent detailed imagery across the bulk of the carbonatite. The carbonatite shows multiple magnetic circular features within the complex that extends beyond the detailed surveyed area of 3.2km x 3.7km (Figure 4). While the Carb Lake carbonatite complex is in the very early exploration phase, the size of the intrusive complex is compelling, to illustrate this see Table 1 for the size of several carbonatites from around the world.



Figure 3. Location of the Carb Lake REE project, Ontario, Canada.

Table 1. Carbonatite size comparison with other REE carbonatite complexes.

Carbonatite Complex	Location	Diameter (km)	Stage
Araxa	Brazil	5	Producing
Carb Lake	Canada	+3	Exploration
Mount Weld	Australia	3	Producing
Pachpadra	Australia	Ellipse 3x1	Exploration
Nechalacho	Canada	2	Producing
Kangankunde	Malawi	0.8	Development

### Cautionary Statement

The table above is presented to illustrate only the size of carbonatite complexes around the world. It should not be considered a comparison of company or project, a number of the projects in the table above are in development or production. The Carb Lake carbonatite is in the early exploration stage and there is no certainty that further exploration work will result in determination of an economic mineral resource.

Very little historical exploration has been completed on the Carb Lake carbonatite. Four diamond holes (DD001-DD004, Figure 4) were drilled at Carb Lake in 1967 for a total of 564m. The drill core provided data for geochemical studies, completed by the Ontario Department of Mines, Geological Survey in the late 1960s and early 1970s, with much of the diamond core consumed for these studies. The best results reported were from DD004, drilled into the centre of the carbonatite complex in an area of low magnetic intensity (Figure 4), with two samples reporting **>5% Ce and >1% La**. One sample reported a value of **7.1% Nb**.

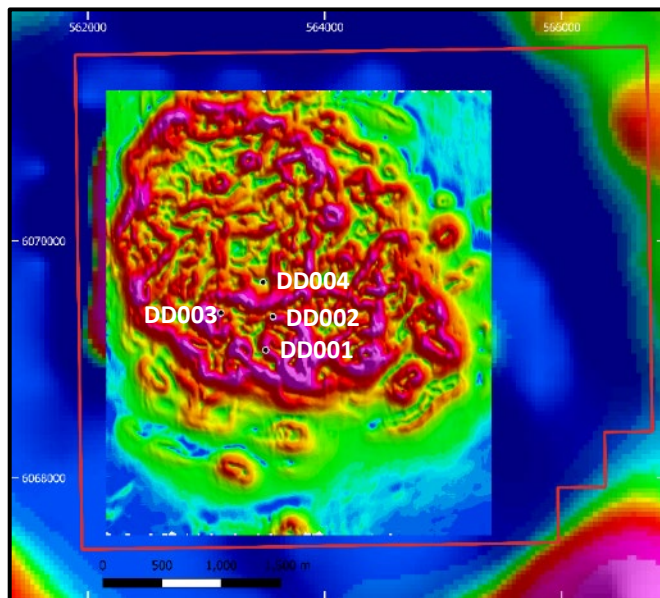


Figure 4. Horizontal gradient magnetics of the Carb Lake REE carbonatite complex, detailed 2011 survey over regional magnetics.

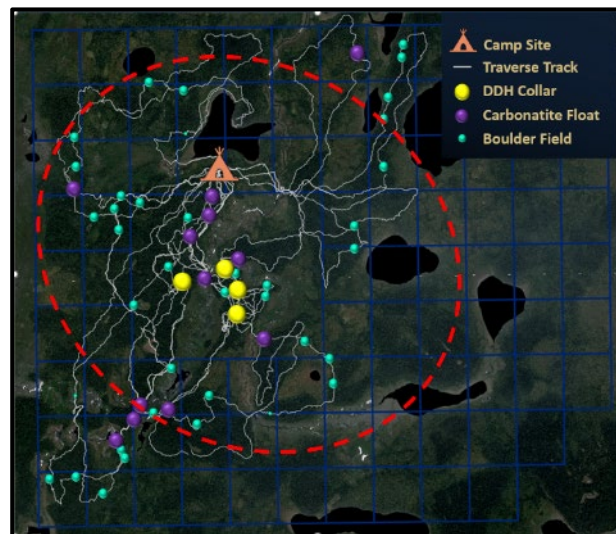
The limited drill core remaining intact and currently available for non-invasive work was re-logged and tested using a pXRF, a portable gamma-ray spectrometer and a magnetic susceptibility metre. The pXRF program consisted of multiple readings on the remaining historical drill core, mostly drill holes 001 and 002. The results validate the potential for the Carb Lake carbonatite to host economic REE and Nb mineralisation. The best pXRF results include **Nb 0.6%; La 3.36%; Ce 4.34%; Pr 0.42%; Nd 1.49%**.

### **Cautionary Statement**

*The historical exploration results reported have been sourced from public reports and are not reported in accordance with the JORC Code. The historical information is an accurate representation of the available data for project that has been sourced to date. The pXRF exploration results reported herein have been collected by the Company on historical core samples and are not equivalent to analytical laboratory results. The use of spot pXRF readings only provides an indication of the potential order of magnitude of analytical laboratory assay results. The downhole location of pXRF results collected cannot be relied upon for actual location due to the incomplete nature of the remaining historical drill core.*

Following the positive results of the pXRF program the Company executed a reconnaissance field expedition whereby traverses were completed over the carbonatite from southwest to northeast for a total of 102km (Figure 5).

Twelve (12) potential carbonatite samples were collected and have been submitted to ALS for analysis of REEs and a multielement litho chemical suite (see announcement 22 September 2023 for JORC Table). This initial field program will provide essential information for planning future exploration activities.



*Figure 5. Traverses completed and observations of locations of samples collected during reconnaissance field work. Red dash = approx carbonatite outline.*

### **Project Geology**

The project area is located in north-western Ontario, 10km from the Manitoba border. The Project hosts a mid-Proterozoic aged carbonatite which intruded a suite of tonalites within the Northern Superior Superterrane which represents the northernmost exposure of Archaean Rocks in Ontario. The project is located between two major tectonic terrane boundaries along the North Kenyon Fault, a significant crustal scale fault providing ideal plumbing for mantle derived magma to intrude through to the upper crust.

For further details on the Carb Lake REE project refer to ASX: CAZ Announcements 3 May 2023, 14 June 2023, 31 July 2023, 22 August 2023, and 22 September 2023.

## **PROJECTS - AUSTRALIA**

### **LYONS REE PROJECT**

On 2 August 2023, the Company announced that it had secured over 1,000km<sup>2</sup> of tenure within the emerging REE district of the Gascoyne Province in Western Australia.

The tenure consists of a total of six tenements, that together form the Lyons Project a very prospective package of ground in the Bangemall Basin (Figure 6). Four tenements were



targeted and pegged by Cazaly around the Lyons River Fault and Talga Fault, with two of the four tenements now granted.

The remaining two granted tenements along the Lyons River Fault (E09/2671 and E52/4040), consolidate the Lyons Project via an exclusive binding option agreement to acquire up to 100% with private company Murchison REE Pty Ltd (**Murchison**). The terms of the agreement are detailed in the announcement dated 2 August 2023.

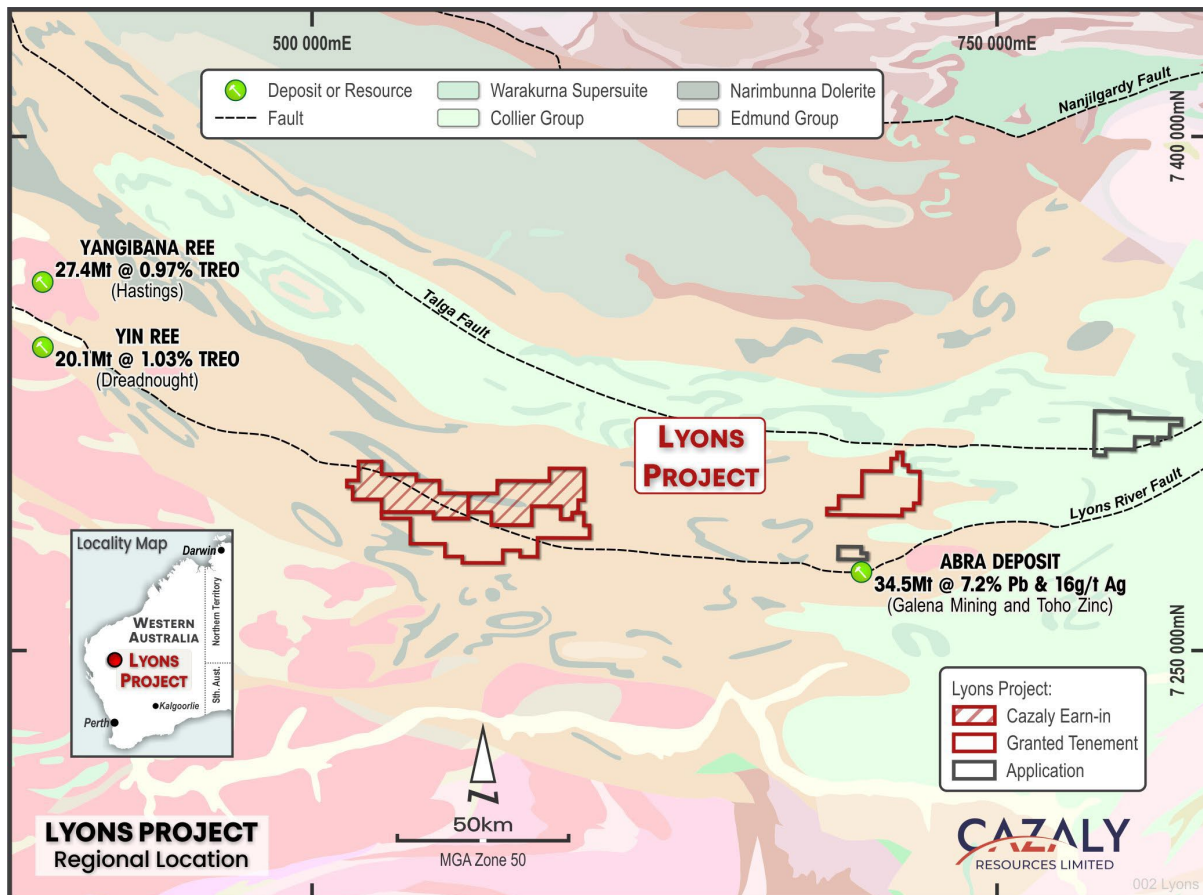


Figure 6. Lyons REE and base metal project location within the Gascoyne Province.

The Lyons River Fault and Talga Fault represent major crustal sutures in the central part of the Gascoyne Province which provided a suitable plumbing system for the transportation of mineralised fluids. The Yangibana (Hastings Technology Metals Ltd) and Yin (Dreadnought Resources Ltd) REE deposits are located along cross cutting ferrocarnatites structures adjacent to the Lyons River Fault. The Abra base metal deposit is associated with splays off the Lyons River Fault.

The Edmund Group consists of a package of Proterozoic sediments within the Gascoyne Province. The sediments are mostly siliciclastic and carbonate sediments deformed and metamorphosed during multiple orogenic events, that gave rise to significant magmatic activity resulting in the emplacement of gabbroic to granitic stocks and carbonatite intrusions across the district. Dreadnought Resources have previously reported multiple mineralised carbonatites within the Edmund Group in close proximity to the Lyons River Fault (DRE announcement dated 25 July 2023).

The Gascoyne region is highly prospective for rare earth elements (REE) as well as base metals. Hastings Technology Metals Ltd (ASX: HAS) and Dreadnought Resources Ltd (ASX: DRE) REE projects are located approximately 100 km northwest from Cazaly's tenement package along the Lyons River Fault (Figure 6).

HAS is currently advancing construction of Yangibana which will produce a Mixed Rare Earth Carbonate (MREC) rich in Neodymium (Nd) and Praseodymium (Pr). The project has an NPV of \$466 million, a 15-year mine life and current JORC resource of 27.4Mt @ 0.97% Total Rare Earths Oxides (TREO) (ASX:HAS announcement 5 May 2021). Yangibana is under construction and development with first production planned for 2024 (ASX:HAS announcement 7 June 2022).

DRE recently announced an updated resource for Yin Rare Earth Element (REE) Ironstone Complex of 20.06Mt grading at 1.03% TREO. The resource covered only 4km, or ~10%, of the 43km long Yin REE Ironstone Complex (DRE announcement 5 July 2023).

In addition, the Gascoyne region hosts the Abra Base Metals Mine, a lead-silver joint venture mining operation (60%: Galena Mining Ltd and 40%: Toho Zinc Co., Ltd) which lies adjacent to the Lyons Project tenement package. The Abra Mine, which has a JORC resource of 34.5Mt grading at 7.2% lead and 16g/t silver, produced first concentrate (ASX:GIA announcement dated 13 January 2023) and achieved its first concentrate shipment (ASX:GIA announcement dated 27 March 2023) from the port of Geraldton earlier this year.

Initial field reconnaissance was completed during the September '23 quarter and further work is planned to target potential splay structures originating from the Lyons River Fault.

## **HALLS CREEK COPPER PROJECT**

Cazaly continues to explore corporate opportunities to advance its assets at Halls Creek. Field activities during the September '23 quarter included rehabilitation of ground disturbance from the previous resource drilling campaign.

Halls Creek Copper, Zinc and Silver project (CAZ 100%) is situated 25km southwest of Halls Creek and covers part of the Halls Creek Mobile Zone which is highly prospective for a range of commodities including copper, gold and nickel. The project includes the Mount Angelo North volcanogenic massive sulphide (VMS) copper-zinc-silver deposit and the Bommie porphyry copper deposit (Figure 7).

During the previous quarter, In June '23, Cazaly received positive scoping study results from AuKing Mining Limited's Koongie Park copper-zinc project which included mineralisation from the Company's 100%-owned Halls Creek and Bommie copper deposits<sup>1</sup>(Figure 7). In late 2022, Cazaly executed a Memorandum of Understanding (MoU) with AuKing to include the Halls Creek project into the study.

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<sup>1</sup> See ASX Announcement dated: 1 June 2023



The AuKing study assesses four deposits, including the mineral resources at the Company's Mt Angelo North (1.72Mt @ 1.4% Cu, 1.4% Zn and 12.3g/t Ag) and Bommie (MRE: 95.6Mt @ 0.27% Cu) deposits.

The AuKing scoping study confirms the potential for a financially robust, globally competitive operation with life-of-mine of 11 years with an estimated total production of 110kt Cu, 38kt Zn and 355koz Ag.

The strong project economics and financial returns produced a pre-tax NPV<sub>8%</sub> of approximately A\$176.9M and a 39.7% IRR. The estimated payback period is 2.45 years after incurring pre-production Capex of A\$134M.

The full scoping study results are included in Cazaly's ASX announcement titled: "AuKing Completes Scoping Study on Halls Creek Copper Project" dated 1 June 2023.

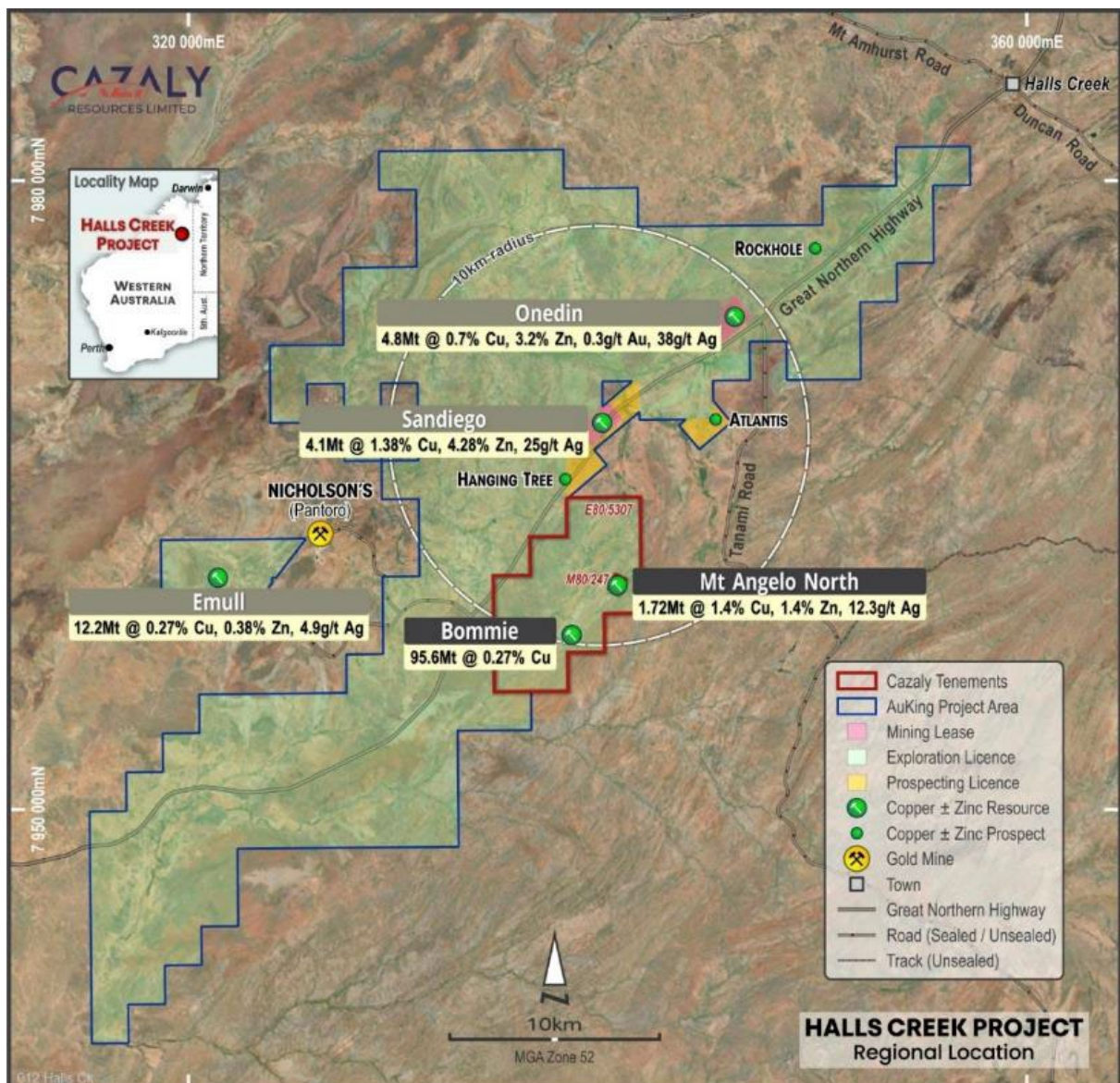


Figure 7. Cazaly's Halls Creek Mt Angelo North and Bommie copper resources relative to AuKing's project area.

## ASHBURTON BASIN RARE EARTH ELEMENTS, GOLD AND BASE METALS PROJECT

Cazaly's Ashburton project spans 2,450km<sup>2</sup> in the Ashburton Basin, in the Pilbara region of Western Australia (Figure 8). The Ashburton Basin forms the northern part of the Capricorn Orogen, a ~1,000km long, 500km wide region of variably deformed metamorphosed igneous and sedimentary rocks located between the Yilgarn and Pilbara cratons.

The Ashburton project covers major regional structures considered to be highly prospective for gold, base metals and REE mineralisation. The project area presents an excellent opportunity for discovery of large mineralised systems along the major regional scale structures, which to date have seen very little modern exploration.

While activities focused on Canadian projects during the September quarter, exploration activities were limited at the Ashburton project. During the previous June'23 quarter, the Company planned follow up surface sampling across the REE trend where previous helicopter supported surface sampling returned samples with anomalous TREO above 0.5% (refer Cazaly ASX Announcement dated 14 February 2023). This second phase of sampling will include close spaced surface rockchip sampling and geological mapping to provide more information on the style, width, and distribution of the REE mineralisation.

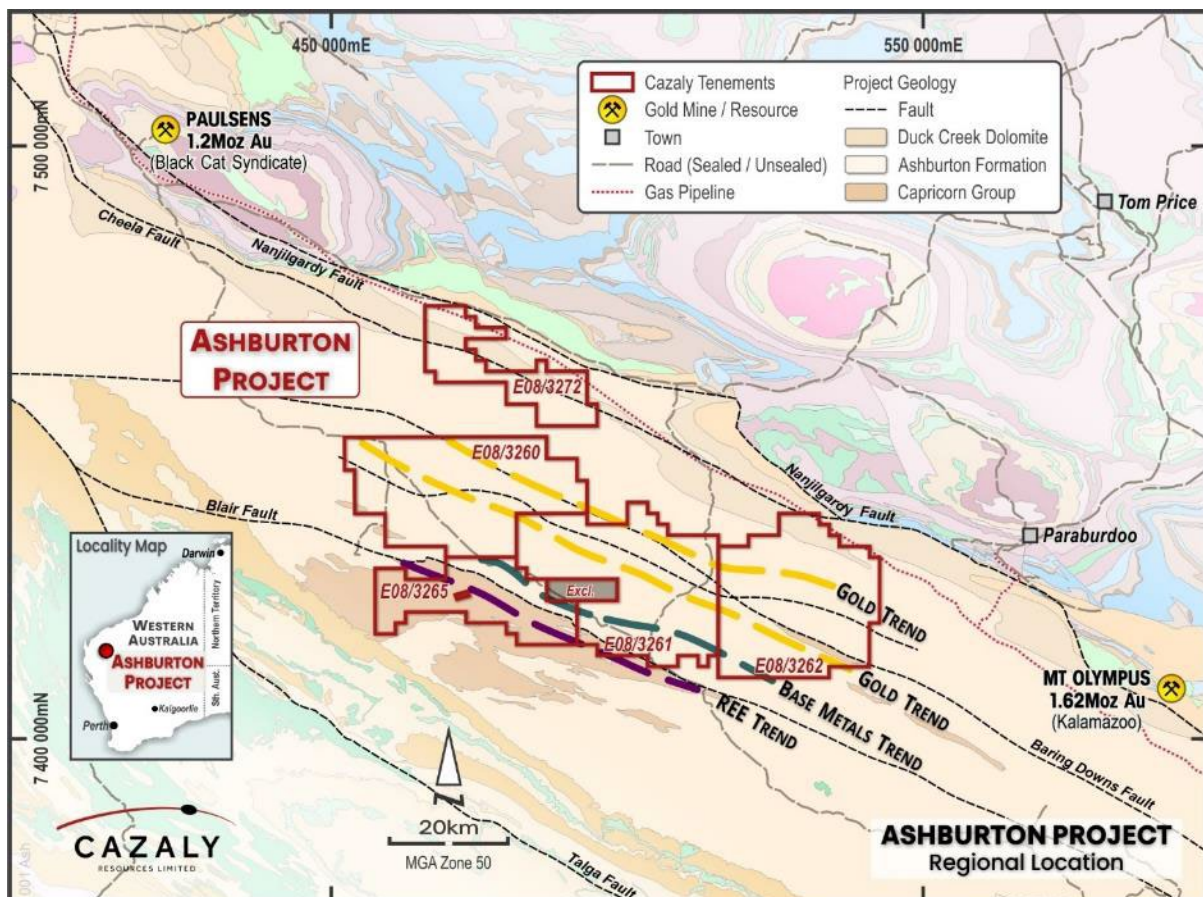


Figure 8. Location of the Ashburton project with regional scale mineralised trends with +1Moz gold deposits along strike.



## **PROJECTS – NAMIBIA**

### **ABENAB RARE EARTH ELEMENTS & BASE METALS PROJECT (95%)**

The application for a new exploration licence (EPL 9110 – Abenab North) remains pending approval. The project is located in the northern region of Namibia (Figure 9) through its 95% owned local subsidiary company Philco One Hundred and Seventy-Three (Proprietary) Limited (“Philco”). The Abenab North project application has no competing applications and covers an area of approximately 790 km<sup>2</sup>. The project is considered to be highly prospective for base metals and Rare Earth Element (REE) mineralisation as evidenced from the results of previous but limited exploration.



Figure 9. Location of Namibian Critical Mineral Projects.

The project lies in the Otavi Mountain Land region of northern Namibia located approximately 450km by road from the capital of Windhoek in an area comprising the towns of Tsumeb and Grootfontein. The region is a significant well mineralised base metals province with historic production from several mines including Tsumeb, Kombat, Abenab and the Berg Aukas mines. Tsumeb is a world-famous Cu-Pb-Zn-Ag-Ge-Cd mine renowned for its wealth of rare and unusual minerals and was mined from 1897 to 1996.

### **KAOKO LITHIUM PROJECT (CAZ 95%)**

The Kaoko lithium project is located in northern Namibia, approximately 800km by road from the capital of Windhoek and approximately 750km from the port of Walvis Bay (Figure 9). The area has excellent infrastructure, with the Project only 50km from Opuwo, the regional capital, which has an airport and well-maintained bitumen roads. In addition, the Project has access to the 320MW Ruacana hydroelectric power station, and transmission lines that run through both the western and eastern parts of the Project.

A large lithium in soil anomaly at the *Ohevanga* Prospect measures 12km x 10km. The anomaly was defined with broadly spaced surface samples collected across a 1km grid and has recently been followed up with infill surface sampling to better define and confirm the target. For further technical details please refer to the ASX announcement dated 24 March 2023. An application for a two-year licence extension is pending.



## **JOINT VENTURE PROJECTS**

### **Mt Venn (CAZ 20%)**

A heritage survey was successfully completed at the *Mount Venn JV project* managed by Woomera Mining Ltd (WML 80% CAZ 20%). WML intend to drill four EM conductors at the Mt Cornell prospect at the end of the March quarter 2024.

The Mt Venn Gold project is located 125km northeast of Laverton in the North-eastern Goldfields Region of Western Australia and covers approximately 400km<sup>2</sup> of prospective greenstone sequence. The project area lies within the Mount Venn-Yamarna-Dorothy Hills greenstone belt which is the most easterly major N-S striking greenstone belt of the Yilgarn Craton.

The belt is considered highly prospective for gold and nickel and is positioned along the western limb of the Yamarna Greenstone Belt that hosts Gold Road's and Gold Fields' 6Moz Gruyere Gold Mine. Together, the Yilgarn greenstone belts account for 30% of the world's gold reserves, most of Australia's nickel production and other base metal and rare earth deposits.

The project is subject to an unincorporated joint venture between the operators Woomera Mining Limited (Woomera, ASX:WML) (80%) and Cazaly (20%). Cazaly is free carried to pre-feasibility study stage.

### **McKenzie Springs Joint (CAZ 30%)**

No on-ground exploration activities were conducted at the *McKenzie Springs JV project* managed by Fin Resources Ltd (FIN 70% CAZ 30%). During the December quarter a field assessment will be completed prior to finalising plans for a soil sampling program over the Springs Creek intrusive complex. The gridded soils program will be designed to identify new drill targets for nickel, copper, graphite and other base/precious metals. Core Geophysics have been engaged to re-evaluate the geophysical survey data on the Project.

Sammy Resources Pty Ltd (a wholly owned subsidiary of Cazaly) is in joint venture with Fin Resources Ltd (ASX:FIN) over exploration licence E80/4808, the McKenzie Springs Project, located in the Kimberley region of Western Australia. The project lies south along strike from the Savannah nickel-copper-cobalt mine owned by Panoramic Resources Ltd (ASX:PAN).

## **ROYALTY PROJECTS**

Mineral Resources Limited (ASX: MIN) continued production activities at the Parker Range Iron Ore Mine. Cazaly, as the royalty holder, is entitled to receive A\$0.50/tonne of iron ore produced from the mine, once the first 10 million tonnes of production have been reached.

Following the sale of the Hamersley iron ore project, the Company holds 15,000,000 shares in Equinox Resources Limited (ASX:EQN) and retains a royalty interest of US\$0.30/tonne in the project. The project is located in the heart of the Pilbara iron ore province and currently has a total Mineral Resource estimate of **343.2 Mt at 54.5% Fe** (*reported in compliance with JORC Code 2012 - refer to Pathfinder's ASX Announcement dated 24 January 2020*).

Equinox continues to advance feasibility studies to progress the development planning of the Project.

**CORPORATE**

**Appendix 5B Summary**

For the quarter ending 30 September 2023, the Company's net cash investing outgoings were \$605k. This included \$951k of direct costs associated with field exploration activities including geological reconnaissance field trips, data acquisition, geochemical surface sampling and assaying, and other activities as reported in the Projects section above. Payments to related parties and their associates include directors' fees of \$60k apportioned to corporate activities (per item 6.1), and \$78k apportioned to exploration activities (per item 6.2). As of 30 September 2023, the Company had \$2.8M in cash (per item 4.6).

**The Company had cash and investments of approximately \$5.4 million at 30 September 2023.**

The Cazaly Board authorises the release of this September '23 Quarterly Activities Report and Appendix 5B dated 31 October 2023.

**ENDS**

**For and on behalf of the Cazaly Board**

*For further information please contact:*

Tara French (Managing Director) / Mike Robbins (Company Secretary)

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**Previously Reported Information**

*The information in this report that relates to Resource Estimates, Exploration targets and Exploration results is extracted from previous company announcements to the ASX, all are available to view on <https://www.cazalyresources.com.au>. For the purposes of ASX Listing Rule 5.23 the Company confirms that it is not aware of any new Exploration information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.*

### **Competent Persons Statement**

*The information contained herein that relates to Exploration Results is based upon information compiled or reviewed by Ms Tara French and Mr Don Horn, who are employees of the Company. Ms Tara French and Mr Horn are both Members of the Australasian Institute of Geoscientists and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Tara French and Mr Horn both consent to the inclusion of their names in the matters based on the information in the form and context in which it appears.*

*<sup>(1)</sup> The information in this report that relates to the Mount Angelo North Mineral Resource is based on information compiled by Ms Vanessa O'Toole Principle Consultant of Honey Mining and Resources Pty Ltd, a Competent Person, who is a Member of The Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Ms Vanessa O'Toole consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.*

*<sup>(2)</sup> The information in this report that relates to the Bommie porphyry copper mineral resource estimation is based on work completed by Mr. Stephen Hyland, a Competent Person and Fellow of the AusIMM. Mr. Hyland is Principal Consultant Geologist with Hyland Geological and Mining Consultants (HGMC), who is a Fellow of the Australian Institute of Mining and Metallurgy and holds relevant qualifications and experience as a qualified person for public reporting according to the JORC Code in Australia. Mr Hyland is also a Qualified Person under the rules and requirements of the Canadian Reporting Instrument NI43-101. Mr Hyland consents to the inclusion in this report of the information in the form and context in which it appears.*

### **Forward Looking Statement**

*This ASX announcement may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Cazaly's planned exploration program(s) and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements. Although Cazaly Resources believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.*



## INTERESTS IN MINING TENEMENTS

### AUSTRALIA

Managed by the Company:

Tenement	Project Name	Entity	% Interest
E 08/3260	Ashburton	Cazaly	100
E 08/3261	Ashburton	Cazaly	100
E 08/3262	Ashburton	Cazaly	100
E 08/3265	Ashburton	Cazaly	100
E 08/3272	Ashburton	Cazaly	100
E 28/3275 *	Kurnalpi	Sammy	100
E 38/3864 *	Mt Venn	Sammy	100
E 38/3865 *	Mt Venn	Sammy	100
E 38/3904 *	Virginia Range	Cazaly	100
E 45/6385 *	Marble Bar	Sammy	100
E 45/6717 *	Yandi	Sammy	100
E 45/6719 *	Yandi	Sammy	100
E 45/6721 *	Yandi	Sammy	100
E 47/4979 *	West Pilbara	Sammy	100
E 09/2671	Lyons	Sammy	50
E 09/2941 *	Lyons	Sammy	100
E 52/4040	Lyons	Sammy	50
E 52/4120 *	Lyons-Bangemall	Sammy	100
E 52/4212	Lyons	Sammy	100
E 52/4233 *	Lyons-Bangemall	Sammy	100
E 52/4234	Lyons-Bangemall	Sammy	100
E 80/5307	Halls Creek	Cazaly	100
M 80/0247	Mt Angelo	Cazaly	100

\*applications

Joint Venture Tenements not Managed by the Company:

Tenement	Project Name	Entity	% Interest
E 80/4808	McKenzie Springs	Sammy	30
E 38/3111	Mt Venn	Cazaly	20
E 38/3150	Mt Venn	Cazaly	20
E 38/3581	Mt Venn	Cazaly	20
E 09/2346	Errabiddy	Sammy	20
E 31/1019	Yilgangi	Cazaly	10
E 31/1020	Yilgangi	Cazaly	10
M 31/0427	Yilgangi	Cazaly	10

### NAMIBIA

Tenement	Project Name	Entity	% Interest
EPL 6667**	Kaoko	Kunene North	95
EPL 9110 *	Abenab North	Kunene North	95

\*application

\*\*renewal pending

# **CANADA**

Claim Nos.	Project Name	Entity	% Interest
688637	Carb Lake	Mulga Minerals	100
688626	Carb Lake	Mulga Minerals	100
688571-688624	Carb Lake	Mulga Minerals	100
688532-688568	Carb Lake	Mulga Minerals	100

Claim Nos.	Project Name	Entity	% Interest
CDC2692045	Sundown	Mulga Minerals	25
CDC2692770 - CDC2692787	Sundown	Mulga Minerals	25
CDC2692815 - CDC2692823	Sundown	Mulga Minerals	25
CDC2692844 - CDC2692848	Sundown	Mulga Minerals	25
CDC2692852 - CDC2692856	Sundown	Mulga Minerals	25
CDC2692859 - CDC2692877	Sundown	Mulga Minerals	25
CDC2692879 - CDC2692895	Sundown	Mulga Minerals	25
CDC2694070 - CDC2694105	Sundown	Mulga Minerals	25
CDC2694124 - CDC2694125	Sundown	Mulga Minerals	25
CDC2694127 - CDC2694159	Sundown	Mulga Minerals	25
CDC2694805 - CDC2694810	Sundown	Mulga Minerals	25
CDC2702917 - CDC2706250	Sundown	Mulga Minerals	25
CDC2706265 - CDC2706281	Sundown	Mulga Minerals	25
CDC2706322 - CDC2706338	Sundown	Mulga Minerals	25
CDC2706489 - CDC2706503	Sundown	Mulga Minerals	25
CDC2712582 - CDC2712583	Sundown	Mulga Minerals	25
CDC2712591 - CDC2712594	Sundown	Mulga Minerals	25
CDC2714462 - CDC2714465	Sundown	Mulga Minerals	25
CDC2715879 - CDC2715880	Sundown	Mulga Minerals	25
CDC2719108 - CDC2719124	Sundown	Mulga Minerals	25
CDC2723400 - CDC2723414	Sundown	Mulga Minerals	25
CDC2728079 - CDC2728094	Sundown	Mulga Minerals	25
CDC2745317	Sundown	Mulga Minerals	25
CDC2745988 - CDC2746004	Sundown	Mulga Minerals	25
CDC2755227 - CDC2755282	Sundown	Mulga Minerals	25
CDC2755296 - CDC2755311	Sundown	Mulga Minerals	25
CDC2755573 - CDC2755584	Sundown	Mulga Minerals	25
CDC2756049 - CDC2756082	Sundown	Mulga Minerals	25
CDC2757063 - CDC2757095	Sundown	Mulga Minerals	25
CDC2757211 - CDC2757221	Sundown	Mulga Minerals	25
CDC2757594	Sundown	Mulga Minerals	25
CDC2757683	Sundown	Mulga Minerals	25
CDC2758850 - CDC2758982	Sundown	Mulga Minerals	25
CDC2759016 - CDC2759021	Sundown	Mulga Minerals	25
CDC2760330 - CDC2760335	Sundown	Mulga Minerals	25
CDC2706279 (a)	Sundown	Mulga Minerals	25
CDC2706328 (a)	Sundown	Mulga Minerals	25
CDC2706497 (a)	Sundown	Mulga Minerals	25
CDC2706498 (a)	Sundown	Mulga Minerals	25
CDC2712593 (a)	Sundown	Mulga Minerals	25
CDC2692860 (b)	Sundown	Mulga Minerals	25
CDC2692873 (b)	Sundown	Mulga Minerals	25
CDC2694129 (b)	Sundown	Mulga Minerals	25

502 Mining Claims are held 75% by IMinerals Corp ; 5 Mining Claims are held 75% by I254704 B.C. LTD (a) 3 Mining Claims are held 75% by ILife Holdings Ltd (b)

## Appendix 5B

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

Name of entity

CAZALY RESOURCES LIMITED

ABN

23 101 049 334

Quarter ended ("current quarter")

30 September 2023

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	2	2
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(52)	(52)
	(e) administration and corporate costs	(349)	(349)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	37	37
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(363)</b>	<b>(363)</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	(951)	(951)
	(e) investments	(222)	(222)
	(f) other non-current assets	-	-



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	568	568
	(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>(605)</b>	<b>(605)</b>
<b>3.</b>	<b>Cash flows from financing activities</b>		
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 – Return of Capital	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</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	3,793	3,793
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(363)	(363)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(605)	(605)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	<b>Cash and cash equivalents at end of period</b>	<b>2,825</b>	<b>2,825</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> 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 \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	322	234
5.2	Call deposits	2,503	3,559
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,825</b>	<b>3,793</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	60
6.2	Aggregate amount of payments to related parties and their associates included in item 2	78
<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> Includes fees, salaries and super paid to Managing Director, Executive Director and Non-Executive Directors		

<b>7.</b>	<b>Financing facilities</b> <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>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$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. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(363)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(951)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,314)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,825
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,825
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	2.1
<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: NA	
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: NA	
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: NA	
<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 October 2023

Authorised by: **The Board of Cazaly Resources Limited**

**Mike Robbins (Company Secretary)**

(Name of body or officer authorising release – see note 4)



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

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**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.