

## ASX RELEASE

31 October 2023

ASX Code: GIB

## QUARTERLY REPORT

Period Ending 30 September 2023



# GIBB RIVER

DIAMONDS

### Quarterly Highlights

#### Ellendale Diamond Project, WA

**GIB 100%**

- The Company's aim at Ellendale is to re-establish diamond production and to maximise the value of that production.
- The Company is currently working on compiling a JORC Resource for the Main Lights stockpile at the former Ellendale 9 mine. It is anticipated this resource will be reported in November 2023.
- Mr Richards and Exploration Manager Michael Denny visited Ellendale in August to further evaluate the site for the proposed mining operations and to assess variables for the Lights Stockpile JORC Resource.
- Mr Richards attended a successful meeting with the Bunuba Dawangarri Aboriginal Corporation (BDAC) in Fitzroy Crossing on 19 September to progress the grant of the mining leases. GIB is optimistic these leases will be granted within an appropriate commercial timeframe.
- During the quarter, GIB signed a contract with Animal Plant Mineral Pty Ltd (APM) to provide environmental services and studies to the Ellendale Project.

#### Edjudina Gold Project, WA

**GIB 100%**

- During and subsequent to the quarter, GIB has worked on statistical data comparisons and comparative density studies from five shallow aircore holes (for 192 metres), drilled during the last quarter. This data is useful to assist in the resource modelling and geostatistics for the Neta Prospect and the final resource model.
- It is anticipated a JORC resource for the Neta Prospect will be reported in November 2023.

#### Corporate — Listed Shareholdings & Cash Position

- On 7 July 2023, Burgundy Diamond Mines re-listed on the ASX and since that time to the date of this report, GIB has sold on-market 6,545,622 BDM shares at an average price of \$0.241 for \$1,578,361. GIB currently has 2,454,378 BDM shares remaining. Further sales will be considered by the Board.
- GIB also holds 3 million shares in Accelerate Resources Limited (ASX: 'AX8') which is currently enjoying investor interest related to a Pilbara lithium project acquisition. AX8 recently traded as high as 4.1cents.
- The Company has 2.01 million dollars cash at the end of the quarter and ASX Listed investments to the value of \$515,428 (as of close of market 30/10/23).

## **1.0 Ellendale Diamond Project**

**GIB 100%**

Gibb River Diamonds Limited ('GIB' or the 'Company') owns the Ellendale Diamond Project in the Kimberley Region of Western Australia. The Ellendale Project has been one of the world's largest diamond producers in the past, with previous operators reporting a combined market capitalisation of over \$690 million in 2006 on leases now held by GIB.

The Company is currently working on compiling a JORC Resource for the Main Lights stockpile which is situated at the former Ellendale 9 (E9) mine. It is anticipated this resource will be reported in November 2023.

Mr Richards and Exploration Manager Michael Denny visited Ellendale in August to further evaluate the E9 site for the proposed mining operations and to evaluate variables for the Lights Stockpile JORC Resource and a proposed site for a treatment plant location and possible in-pit tailings disposal (Figures 1 & 2).

After GIB re-assumed control of the Ellendale Project on 20 March 2023 (from Burgundy Diamonds Limited), the following work-program milestones were identified with the aim of re-establishing diamond production at Ellendale. These various Company objectives and their current status are summarised below:

### **1.1 Grant of Ellendale Mining Leases**

The Ellendale mining lease applications M04/465, M04/466 and M04/467 cover the main portions of the historic workings at E4 and E9, together with the highly prospective E12 alluvials, the grant of these leases is a pre-requisite for mining to be re-established at Ellendale.

The grant of these leases was significantly progressed during the quarter through negotiations with the Native Title Party and included Mr Richards attending a successful meeting with the Bunuba Dawangarri Aboriginal Corporation (BDAC) in Fitzroy Crossing on 19 September to negotiate the grant of the leases. GIB is optimistic these leases will be granted within an appropriate commercial timeframe.

The GIB application with the National Native Title Tribunal (NNTT) for a Future Act Determination for the grant of the mining leases, as reported in the last quarterly report, is still live before the tribunal and is pending the results of the negotiations. It is the Company's first preference to reach a negotiated settlement with the BDAC, and a resulting consent determination through the NNTT if possible.

### **1.2 Resource Studies at E9 Main Lights Stockpile**

Resource studies on the Main Lights stockpile at E9 progressed during and subsequent to the September quarter and a JORC resource covering the Main Lights stockpile is planned to be released in November 2023.

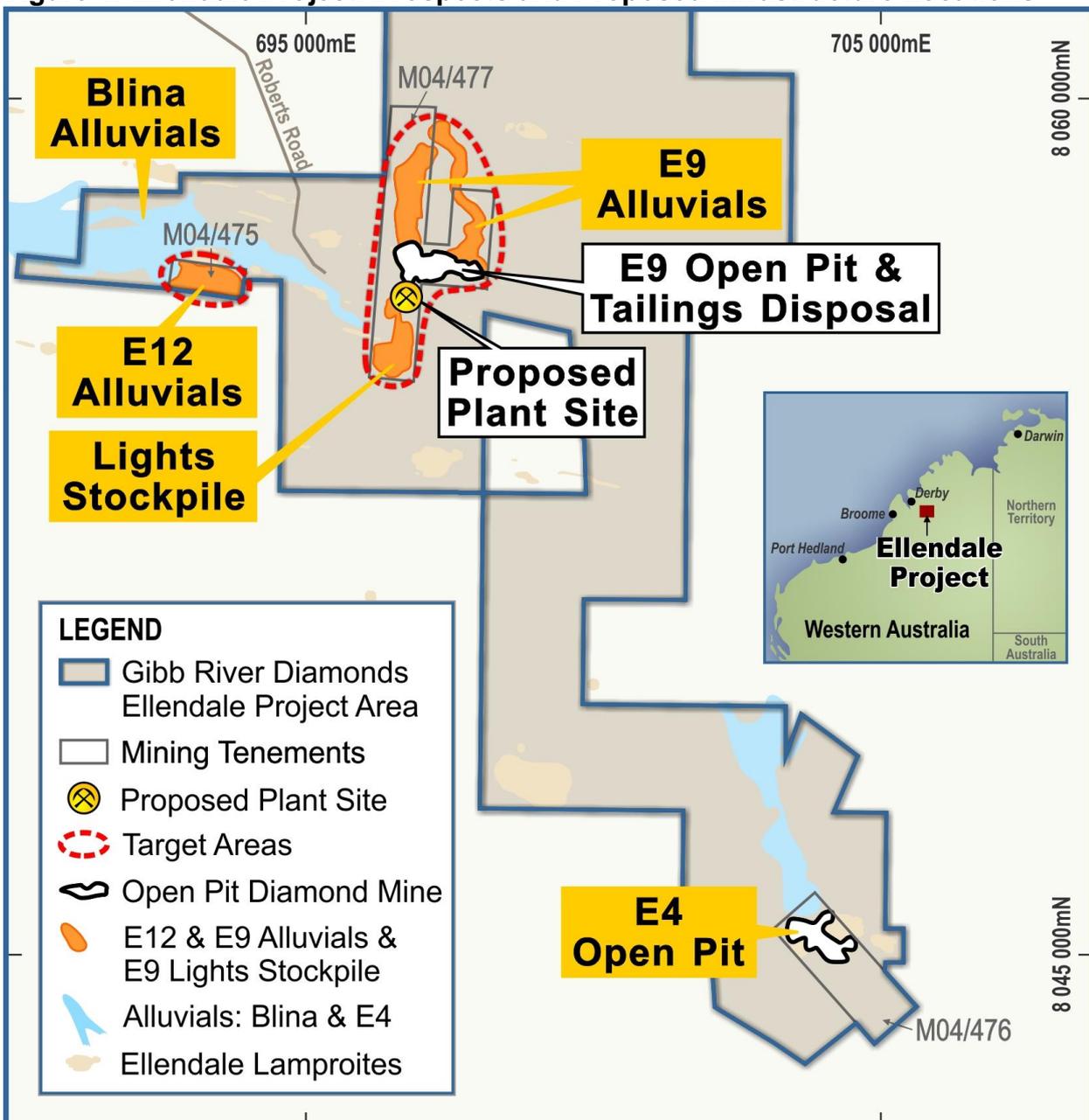
### 1.3 Updated Diamond Valuations

Updated diamond valuations were reported during the June quarter and provide important information in the compilation of the Lights Stockpile JORC resource which is planned to be released in November.

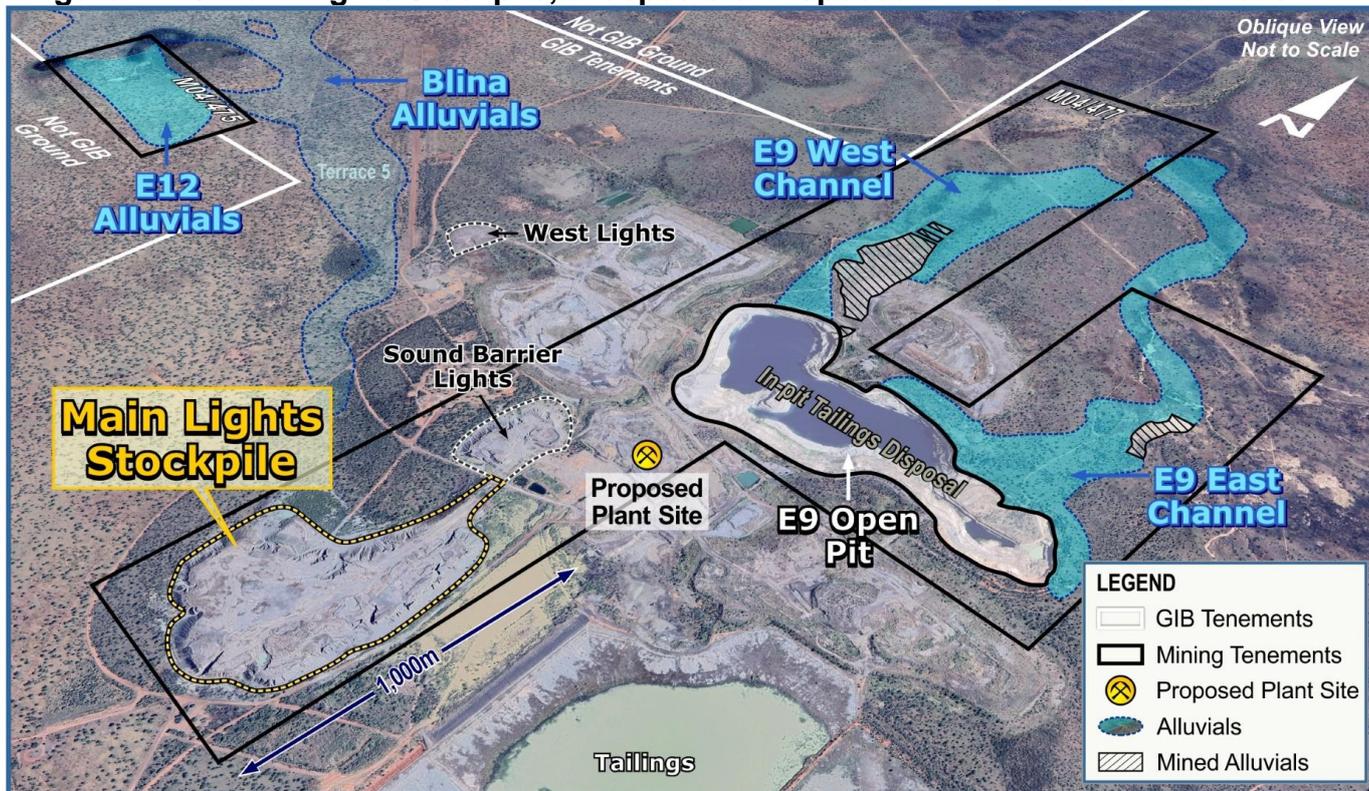
### 1.4 Permitting for Mining

During the quarter, GIB signed a contract with Animal Plant Mineral Pty Ltd (APM) to provide environmental services and studies to the Ellendale Project. This document is not deemed price sensitive and will be used to liaise with DMIRS environmental officers to determine the extent of any further studies required in order to obtain various permits for mining at Ellendale.

**Figure 1: Ellendale Project: Prospects and Proposed Infrastructure Locations**



**Figure 2: E9 Main Lights Stockpile, Prospects & Proposed Infrastructure Locations**



**2.0 Edjudina Gold Project, WA**

**GIB 100%**

GIB’s Edjudina Gold Project is 145km north east of Kalgoorlie and is located in the heart of the Eastern Goldfields of WA. The project comprises multiple parallel lines of nearly continuous historic gold workings over a 13km strike in which high grade veins have been worked. A haul road owned and operated by Northern Star Resources Limited runs through the north of the project tenement directly to the Carosue Dam milling complex 45 km to the south-west.

The Company acquired the Edjudina Project in July 2020 and quickly discovered the significant Neta Gold Prospect (discovery hole was 36m at 4.0 g/t Au from 4 metres), which has now been the subject of a significant amount of drilling and metallurgical work by GIB.

During and subsequent to the quarter, GIB has worked on statistical data comparisons and comparative density studies from the five shallow aircore holes for 192 metres, drilled during the last quarter. This data is useful to assist in the resource modelling and geostatistics for the Neta Prospect and the final resource model.

It is anticipated this resource will be reported in November 2023.

### **3.0 Iroquois Zn-Pb Project, WA**

### **GIB 20% free carry**

GIB holds a 20% equity in tenement E69/2820 which lies approximately 100km north-east of Wiluna, WA. The project is managed within a Joint Venture between ASX listed Strickland Metals Limited (STK) and GIB. The tenement hosts the Iroquois Zn-Pb Project which has previously reported excellent drilling results including IQRC001: 23m @ 5.5% Zn + Pb from 108m<sup>5</sup>.

STK reported the following to GIB during the quarter:

‘During the reporting period, an application has been submitted for Exploration Incentive Scheme (EIS). Time has been spent reviewing geophysical, drill and geochemical data and planning for future drilling across the tenement. The EIS was submitted in August.’

### **4.0 ASX Listed Shareholdings**

GIB’s previous holdings of nine million shares in ASX-listed Burgundy Diamond Mines Limited (ASX: BDM) were a legacy asset resulting from a prior option held by BDM over the Ellendale Diamond Project. This option was not exercised and expired in March 2023.

On 7 July 2023, BDM re-listed on the ASX and since that time to the date of this report, GIB has sold on-market 6,545,622 BDM shares at an average price of \$0.241 for \$1,578,361. GIB currently has 2,454,378 BDM shares remaining. Further sales will be considered by the Board.

GIB also holds 3 million shares in Accelerate Resources Limited (ASX: ‘AX8’) which is currently enjoying investor interest as a result of a Pilbara lithium project acquisition. AX8 closed at 4.5 cents on 30/10/23.

### **5.0 Summary**

The Company believes there is excellent potential to re-establish a commercial diamond operation at Ellendale and during the quarter has progressed the milestones required for this to occur.

This included working on establishing the JORC resource for the E9 Lights stockpile (due to be reported in November); a site visit to further assess the area for proposed mining operations; a successful meeting with Traditional Owners to progress the grant of the mining leases and commissioning environmental services and studies for the Project.

Meanwhile, work to calculate a geological resource for the Neta Gold Prospect at Edjudina, WA, progressed during the quarter and the Company aims to have a resource published in November.

The recent sale of BDM stock has enabled GIB to be self-funded whilst the Company progresses the Ellendale Diamond Project through permitting and the grant of mining leases. The holding of 3 million shares in AX8 also provides a further avenue to add to funds.

Jim Richards  
Executive Chairman

Enquiries To: Mr Jim Richards +61 8 9422 9500

**Note 6 to Appendix 5B:**

Payments to related parties of the entity and their associates: during the quarter \$110,000 was paid to Directors and associates for salaries superannuation and consulting fees.

**Caution regarding Forward Looking Information**

*This document contains forward looking statements concerning Gibb River Diamonds Limited. Forward looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements in this document are based on GIB's beliefs, opinions and estimates as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions or estimates should change or to reflect other future developments.*

**Competent Persons Statement**

*The information in this report that relates to previously reported exploration results and new exploration results is based on information compiled by Mr. Jim Richards who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Mr. Richards is a Director of Gibb River Diamonds Limited. Mr. Richards has sufficient experience which 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. Richards consents to the inclusion in the report of the matters based on the information in the form and context in which it appears*

*Jim Richards is a director of Gibb River Diamonds Limited and has 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 Person as defined in the December 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Richards consents to the inclusion in this report of the Information, in the form and context in which it appears.*

## Appendix A - Mining Tenement Interests

Table 1: Western Australia

Lease	State	Status	Held at end of quarter %	Acquired during the quarter %	Disposed of during the quarter %	Beneficial interests in farm-in or farm-out agreements at the end of the quarter
E04/2665	WA	Granted	100%	0%	0%	GIB 100%
E04/2666	WA	Granted	100%	0%	0%	GIB 100%
E04/2824	WA	Application	100%	0%	0%	GIB 100%
E04/2825	WA	Application	100%	0%	0%	GIB 100%
E04/2843	WA	Application	100%	0%	0%	GIB 100%
M04/467	WA	Granted	100%	0%	0%	GIB 100%
M04/475	WA	Application	100%	0%	0%	GIB 100%
M04/476	WA	Application	100%	0%	0%	GIB 100%
M04/477	WA	Application	100%	0%	0%	GIB 100%
P04/277-287	WA	Granted	100%	0%	0%	GIB 100%
E69/2820	WA	Granted	20%	0%	0%	JV with Strickland Metals Limited – GIB 20% Free Carry to BFS
L04/98	WA	Granted	100%	0%	0%	GIB 100%
L04/100	WA	Granted	100%	0%	0%	GIB 100%
L04/105	WA	Granted	100%	0%	0%	GIB 100%
L04/106	WA	Granted	100%	0%	0%	GIB 100%
L04/107	WA	Granted	100%	0%	0%	GIB 100%
L04/115	WA	Granted	100%	0%	0%	GIB 100%
L04/116	WA	Granted	100%	0%	0%	GIB 100%
L04/126	WA	Application	100%	0%	0%	GIB 100%
L31/91	WA	Application	100%	100%	0%	GIB 100%
L31/92	WA	Application	100%	100%	0%	GIB 100%
E31/1179	WA	Granted	100%	0%	0%	GIB 100%
M31/495	WA	Application	100%	0%	0%	GIB 100%

Table 2: Northern Territory

<b>Lease</b>	<b>Mineral Field</b>	<b>Location</b>	<b>Status</b>	<b>Held at end of quarter %</b>	<b>Acquired during the quarter %</b>	<b>Disposed of during the quarter %</b>	<b>Beneficial interests in farm-in or farm-out agreements at the end of the quarter</b>
EL25068	NT	Highland Plains	Granted	100%	0%	0%	GIB 100%
EL33563	NT	Mittiebah	Application	100%	0%	0%	GIB 100%

## Appendix 5B

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

Name of entity

Gibb River Diamonds Limited

ABN 51 129 158 550

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. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation (if expensed)	(70)	(70)
(b) development		
(c) production		
(d) staff costs	(150)	(150)
(e) administration and corporate costs	(53)	(53)
1.3 Dividends received (see note 3)		
1.4 Interest received	4	4
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 Net cash from / (used in) operating activities</b>	<b>(269)</b>	<b>(269)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) entities		
(b) tenements		
(c) property, plant and equipment	(1)	(1)
(d) exploration & evaluation (if capitalised)		
(e) investments		
(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	1,536	1,536
(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 Net cash from / (used in) investing activities</b>	<b>1,535</b>	<b>1,535</b>

<b>3. 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 (Lease prepayments)	(11)	(11)
<b>3.10 Net cash from / (used in) financing activities</b>	<b>(11)</b>	<b>(11)</b>

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

<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	759	759
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(269)	(269)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	1,535	1,535
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(11)	(11)
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>2,014</b>	<b>2,014</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	223	152
5.2	Call deposits	1,791	607
5.3	Bank overdrafts		
5.4	Other (provide details)		
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,014</b>	<b>759</b>

**6. Payments to related parties of the entity and their associates**

6.1	Aggregate amount of payments to related parties and their associates included in item 1	110
6.2	Aggregate amount of payments to related parties and their associates included in item 2	

**Current quarter  
\$A'000**

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

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities		
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 <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)	(269)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(269)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	2,014
8.5 Unused finance facilities available at quarter end (Item 7.5)	
8.6 Total available funding (Item 8.4 + Item 8.5)	2,014
8.7 <b>Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>	7.46 quarters
8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:	
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:	
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:	
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:	

**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.