



ABN 63 111 306 533

## QUARTERLY REPORT TO SHAREHOLDERS

for the three months ended  
30 September 2023

### ASX Code - EME

For further information,  
contact:

Shubiao TAO  
Energy Metals Limited

Telephone: 61 8 9322 6904  
Facsimile: 61 8 9321 5240  
Email: [enquiry@energymetals.net](mailto:enquiry@energymetals.net)  
Level 2, 5 Ord Street,  
West Perth WA 6005

PO Box 1323  
West Perth WA 6872

This report and further  
information are available on  
Energy Metals' website at:

[www.energymetals.net](http://www.energymetals.net)



## HIGHLIGHTS

### Bigrlyi JV Project (NT)

Mid-year field activities completed.

Aircore drilling program to test concealed targets  
at the Dingos Rest South uranium prospect did not  
yield any significant uranium intersections.

Quotation process for an update of the Bigrlyi  
Mineral Resource Estimate in progress.

### Ngalia Regional Project (NT)

Initial aircore drilling program comprising 32 holes  
for 541 metres at the Crystal Creek REE-in-regolith  
prospect was completed in August with samples  
dispatched for laboratory analysis.

## FINANCIAL

Energy Metals had approximately \$13.35M in cash  
and 209.7M shares on issue at 30 September 2023.

A handwritten signature in black ink, appearing to read 'Shubiao TAO'.

**Shubiao TAO**  
**Managing Director**  
**31 October 2023**

## INTRODUCTION

Energy Metals (EME) is a dedicated uranium company with eight exploration projects located in the Northern Territory (NT) and Western Australia covering over 2,400 km<sup>2</sup> (Figure 1). Most of the projects contain uranium and associated vanadium mineralisation discovered by major companies in the 1970s, including the advanced Bigrlyi Project (NT).

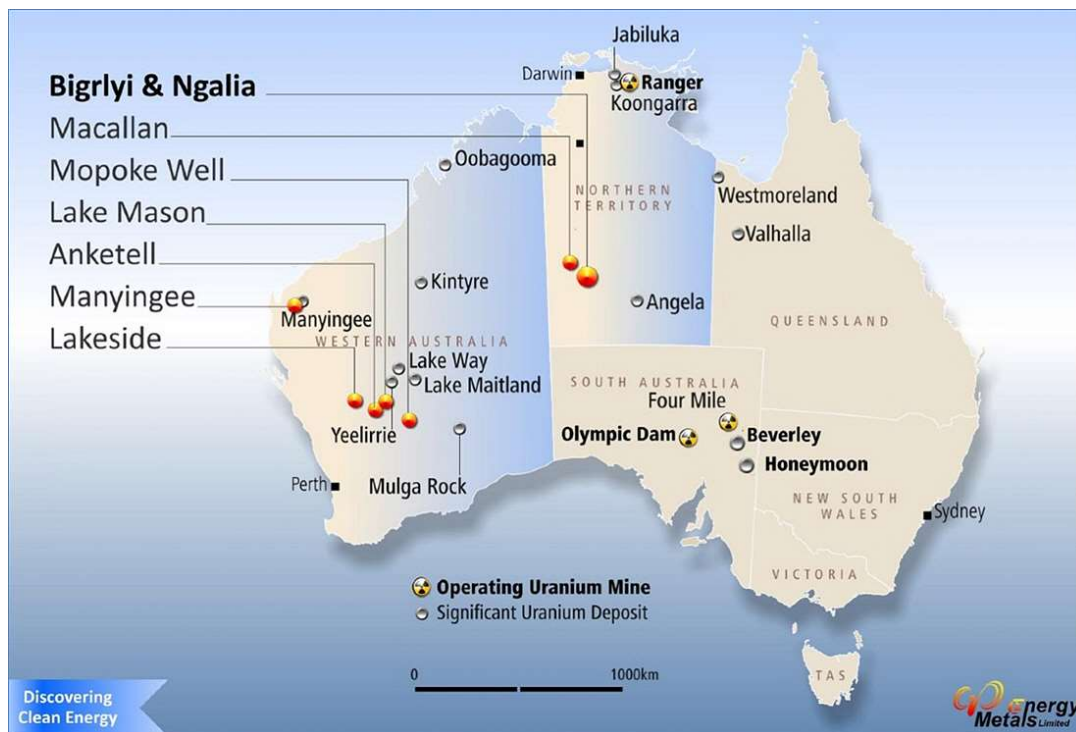


Figure 1 – Location of Energy Metals Projects

Energy Metals is well placed to take advantage of the favourable outlook for uranium as nuclear power continues to play an increasing role in reducing global carbon emissions.

China Uranium Development Company Limited, Energy Metals' largest shareholder (with 66.45% of issued capital), is a wholly owned subsidiary of CGN, a leading company in clean energy and nuclear power technologies in China and world-wide. As of 30 September 2023, the installed capacity of CGN's operating nuclear generating plants was 41.396 GW from 27 nuclear power units in operation with 9 power units under construction and being approved for construction in various locations across China. This unique relationship with CGN gives Energy Metals direct market exposure as well as access to significant capital and places the Company in a very strong position going forward.

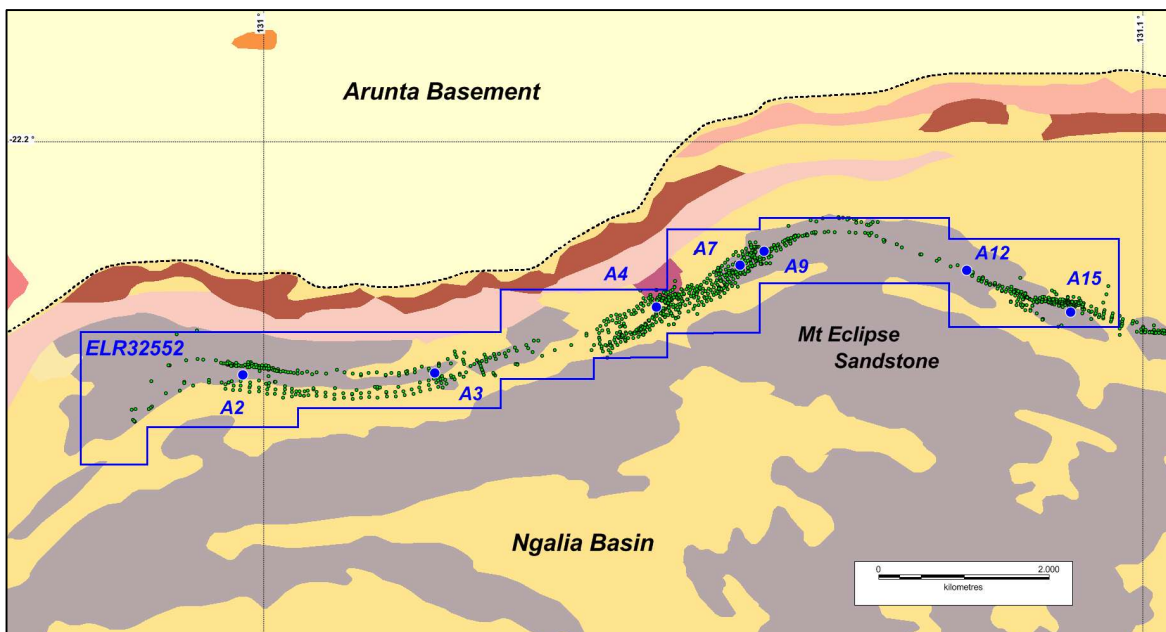
**Market Update.** During the September 2023 quarter the uranium spot price rose sharply from \$US 55/lb U<sub>3</sub>O<sub>8</sub> to over \$US 70/lb in early October due to strong demand by nuclear power utilities and perceived supply threats. Analysts report that major economies continue to announce plans to increase nuclear power capacity and nuclear fuel demand remains robust due to on-going restocking by nuclear power utilities. In the vanadium market prices fell to \$US 6/lb V<sub>2</sub>O<sub>5</sub>, just below long-term averages.

## **NORTHERN TERRITORY**

### **Bigrlyi Joint Venture (EME 72.39%)**

The Bigrlyi Joint Venture comprises two granted exploration licences in retention (ELRs), one granted EL, and several applications within the Ngalia Basin, located approximately 350km northwest of Alice Springs. Energy Metals operates the Joint Venture in partnership with Northern Territory Uranium Pty Ltd (NTU; a wholly-owned subsidiary of Elevate Uranium Ltd, EL8), and with Noble Investments Pty Ltd (NIL), a private investment company that holds a 6.79% interest.

The Bigrlyi Joint Venture has been the subject of significant exploration activity since 1973, including over 1,040 drill-holes, metallurgical test-work and mining studies focussed on the flagship Bigrlyi deposit, which comprises a number of sub-deposits over a 11km strike length on ELR32552 (Figure 2). The Bigrlyi project is characterised by relatively high uranium grades, vanadium credits and excellent metallurgical recoveries. Further information is available in ASX announcements or from Energy Metals' website: [www.energymetals.net](http://www.energymetals.net).



**Figure 2 – Bigrlyi Joint Venture project area showing simplified geology (grey = Mt Eclipse Sandstone) with the outline of amalgamated ELR 32552 shown in blue; Anomaly-2 to Anomaly-15 (A2 to A15) sub-deposit locations (blue dots) and exploration drill-hole collars (green dots) are shown.**

The historical Karins uranium deposit (Figure 3) is part of the Bigrlyi Joint Venture and a JORC-compliant resource estimate was released to the ASX in 2015. In 2015 a maiden JORC (2012) resource estimate was announced for the historic Sundberg deposit, which is part of the Bigrlyi Joint Venture, and a satellite of the larger Walbiri deposit (Figure 3).

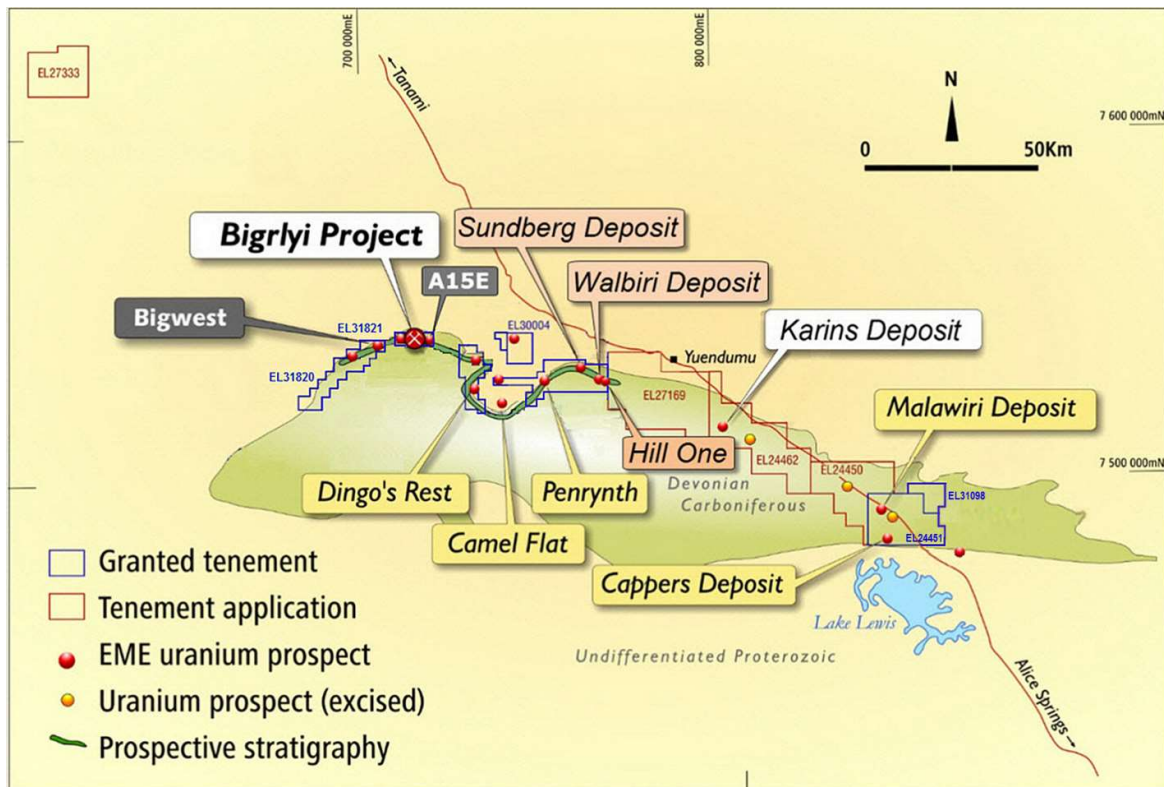
### **Walbiri Joint Venture (EME 77.12%)**

ELR45 covers part of the historical Walbiri deposit and part of the Hill One satellite deposit (Figure 3). The project is a joint venture with NTU, with EME as the operator. Energy Metals holds a 77.12% beneficial interest in the JV. A JORC (2012) mineral resource estimate was announced

for the Walbiri deposit in 2015 confirming Walbiri as the second largest sandstone-hosted deposit in the Ngalia Basin after Bigrlyi.

### **Malawiri Joint Venture (EME 76.03%)**

ELR41 covers the historical Malawiri deposit. The project is a joint venture with NTU, with Energy Metals as the operator. Energy Metals holds a 76.03% beneficial interest in the JV and NTU holds a 23.97% interest. The Company advanced the Malawiri project to JORC-compliant resource status with release of a mineral resource estimate on 14 December 2017.



**Figure 3 – Uranium deposits, occurrences and exploration target areas in the Ngalia Basin**

### **JV Activities (September 2023 Quarter)**

Exploration work this quarter has focussed on continuing re-optimisation of various aspects of the Bigrlyi Project 2011 Prefeasibility Study (PFS) together with an aircore drilling program to test concealed targets at the Dingo's Rest South uranium prospect. With recovery in the uranium market now underway, Energy Metals is well-positioned to progress its projects, and in particular to advance its flagship Bigrlyi project. Accordingly, active planning is currently underway for a restart of exploration and development operations at Bigrlyi in 2024.

**Field Program.** The mid-year 2023 field program based out of the Bigrlyi exploration camp was completed in early September. The program included aircore drilling and camp upgrade activities including reinstatement of the camp firebreak and upgrades to access tracks and camp facilities.

**Update of Bigrlyi Mineral Resource Estimate.** The quotation process among selected resource consultancy firms is in progress to enable an update the Bigrlyi project Mineral Resource

Estimate (MRE) to JORC (2012) standard. The MRE update is expected to commence in November following selection of the preferred consultant.

**Dingos Rest South Drilling.** A small aircore drilling program comprising 6 holes for a total of 190 metres was completed in August. The aim of the program was to test concealed geophysical targets at the Dingos Rest South prospect. However, no significant uranium intersections were reported and the targets previously identified by geophysical methods appear to be intervals of pale, reduced but barren sandstone (Figure 4).



*Figure 4 – Aircore drilling at the Dingos Rest South prospect August 2023.*

### **Ngalia Regional Project (EME 100%)**

The Ngalia Regional project comprises thirteen 100% owned exploration licences, applications and exploration licences in retention located in the Ngalia Basin, between 180km and 350km northwest of Alice Springs (Figure 3). The tenements are contiguous and enclose the Bigrlyi project as well as containing a number of uranium occurrences, including part of the historic Walbiri deposit and the Cappers calcrete-hosted deposit. In addition, the rare earth element (REE) potential of the Crystal Creek prospect, which comprises clay-rich regolith materials developed on granite, have been under investigation

### **Activities (September 2023 Quarter)**

**Crystal Creek REE-in-regolith Prospect Drilling.** An initial aircore drilling program, comprising 32 holes for a total of 541 metres, was completed at the Crystal Creek prospect in August with some thick intervals of white, kaolinitic clays encountered (Figure 5). Samples have been

dispatched for laboratory assay with results expected next quarter.



*Figure 5 – White, kaolinitic clay-rich regolith materials encountered in hole CCA031 (Crystal Creek prospect).*

### **Macallan (EME 100%)**

The Macallan project comprises a single exploration licence application (ELA27333), located 460 km NW of Alice Springs and 140 km from Bigrlyi. The tenement covers a strong 3km-wide bullseye radiometric anomaly. The Macallan anomaly lies within the Wildcat Palaeovalley, an ancient valley system that drains into Lake Mackay to the southwest. The Macallan anomaly most likely represents a surficial accumulation of uranium minerals associated with the Wildcat palaeodrainage system, although other explanations are possible.

ELA27333 lies on land under Aboriginal Freehold title and access is subject to negotiation with the Traditional Owners and the CLC. The negotiation period has been extended until October 2024 and the CLC are currently reviewing the Company’s comments on a draft exploration agreement.

Interpretation of recently available regional electromagnetic (EM) survey data flown by Geoscience Australia as part of the “Exploring for the Future” program is currently in progress with Energy Metals’ geophysical consultants.

## **WESTERN AUSTRALIA**

### **Manyingee (EME 100%)**

The Manyingee project comprises retention licence application R08/3, underlying tenement E08/1480 and two exploration licence applications, which are located 85 km south of Onslow. The project is located adjacent to mining leases containing Paladin Energy's Manyingee resource, a stacked series of buried, palaeochannel-hosted, roll-front uranium deposits. In November 2016 Energy Metals announced an initial JORC (2012) Mineral Resource Estimate for the Manyingee East uranium deposit, which is located up-channel of Paladin's Manyingee deposit.

Law firm Gilbert+Tobin was appointed in 2019 to assist Energy Metals with landholder objections to grant of the Manyingee title applications. The objections are progressing through the Wardens Court procedure.

### **Other Deposits - Mopoke Well, Lakeside, Anketell, Lake Mason (all EME 100%)**

These four projects are surficial uranium deposits associated with calcrete or calcretised sediments related to ancient drainage and/or lacustrine systems. All projects are located on granted retention licences and mineral resource estimates under the JORC 2004 or 2012 codes have previously been announced for each deposit. All deposits are affected by the WA Government's current ban on uranium mining, and under present uranium market conditions the deposits are not economic. Energy Metals will continue to monitor the market and political situation with a view to re-starting exploration and development activities should positive conditions return.

## **CORPORATE**

Energy Metals remains in a strong financial position with approximately \$13.35 million in cash and bank deposits at the end of the quarter, forming a solid resource for ongoing exploration and project development.

On 24 August 2023 Energy Metals announced the appointments of Mr Deqiang Qian as the Non-executive Chairman, Mr Shubiao Tao as the Managing Director, and Mr Wei Wang a Non-executive director. Mr Yusheng Cai, Mr Shuqing Xiao, and Mr Zhe Gao had resigned from the Board.

As disclosed under item 6.1 in the Appendix 5B, Energy Metals paid \$96,000 in total during the quarter to related parties and their associates. The payments represented amounts paid to the directors, including salaries, non-executive directors' fee, and consulting fees.

**Table 1:** Tenement Information as required by listing rule 5.3.3

TENEMENT*	PROJECT	LOCATION	INTEREST	CHANGE IN QUARTER
<b>Northern Territory</b>				
EL24451	Ngalia Regional	Napperby	100%	-
EL31098	Ngalia Regional	Napperby	100%	-
EL31820	Ngalia Regional	Mt Doreen	100%	-
EL31821	Ngalia Regional	Mt Doreen	100%	-
EL32113	Ngalia Regional	Mt Doreen	100%	-
ELR31754	Ngalia Regional	Mt Doreen	100%	-
ELR31755	Ngalia Regional	Mt Doreen	100%	-
ELR31756	Ngalia Regional	Mt Doreen	100%	-
ELR32552	Bigrlyi Joint Venture	Mt Doreen	72.39%	-
ELR41	Malawiri Joint Venture	Napperby	76.03%	-
ELR45	Walbiri Joint Venture	Mt Doreen	77.12%	-
EL30004	Ngalia Regional	Mt Doreen	100%	-
ELA27169	Ngalia Regional	Yuendumu	100%	-
ELA33116	Ngalia Regional	Yuendumu	100%	-
EL30144	Bigrlyi Joint Venture	Mt Doreen	72.39%	-
ELR31319	Bigrlyi Joint Venture	Mt Doreen	72.39%	-
ELA24462	Ngalia Regional	Yuendumu	100%	-
ELA24450	Ngalia Regional	Yuendumu	100%	-
ELA27333	Macallan	Tanami	100%	-
MLNA1952	Bigrlyi Joint Venture	Yuendumu	72.39%	-
<b>Western Australia</b>				
E08/1480	Manyingee	Yanrey	100%	-
E08/2856	Manyingee	Yanrey	100%	-
E08/3647	Manyingee	Yanrey	100%	<b>Application</b>
R08/3	Manyingee	Yanrey	100%	-
R21/1	Lakeside	Cue	100%	-
R29/1	Mopoke Well	Leonora	100%	-
R57/2	Lake Mason	Sandstone	100%	-
R58/2	Anketell	Sandstone	100%	-

\* EL = Exploration Licence (NT); ELA = Exploration Licence Application (NT); ELR = Exploration Licence in Retention (NT); MLNA = Mineral Lease (Northern) Application (NT); E = Exploration Licence (WA); R = Retention Licence (WA).

### **Competent Persons Statement**

*Information in this report relating to exploration results, data and cut-off grades is based on information compiled by Dr Wayne Taylor and Mr Lindsay Dudfield. Mr Dudfield is a member of the AusIMM and the AIG. Dr Taylor is a member of the AIG and is a consultant to Energy Metals; Mr Dudfield is a consultant to Energy Metals. They both 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 Person as defined in the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code (2012)". Dr Taylor and Mr Dudfield both consent to the inclusion of the information in the report in the form and context in which it appears.*



*The information discussed in this report relating to mineralisation modelling, exploration targets and metallurgical test-work results is based on information compiled by Dr Wayne Taylor. Dr Taylor is a member of the Australian Institute of Geoscientists (MAIG) and a consultant of Energy Metals Ltd. He 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 Competent Persons as defined in the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code (2012)”. Dr Taylor consents to the inclusion of the information in the report in the form and context in which it appears.*

*This report references mineral resource estimates and/or related information that was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.*

## Appendix 5B

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

Name of entity

Energy Metals Limited

ABN

63 111 306 533

Quarter ended ("current quarter")

30 September 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(132)	(276)
(e) administration and corporate costs	(123)	(371)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	246
1.5 Interest and other costs of finance paid	(1)	(5)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (receipt from JV)	7	17
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(243)</b>	<b>(389)</b>

<b>2. 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	(120)	(300)
(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 (9 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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(120)</b>	<b>(300)</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	(14)	(40)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>(14)</b>	<b>(40)</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	13,729	14,081
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(243)	(389)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(120)	(300)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(14)	(40)

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>13,352</b>	<b>13,352</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	476	728
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (term deposits)	12,876	13,001
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>13,352</b>	<b>13,729</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	96
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

## 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)	(243)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(120)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(363)
8.4 Cash and cash equivalents at quarter end (item 4.6)	13,352
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	13,352
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	36.8
<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: Not applicable.	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Not applicable.	

**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: Not applicable.

*Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.*

**Compliance statement**

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

Date: 31 October 2023



Authorised by: .....  
Xuekun Li, Company Secretary

**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.