

31 October 2023

# Quarterly Activities Report

For the period ending 30 September 2023

## Highlights

### Corporate

- ◆ Completion of Consolidation of share register on a 20 for 1 basis
- ◆ Alice Queen procured a debt facility of \$400k from GTT Ventures to allow the Company to review and rationalise its project portfolio and restructure of the Company's operations (see ASX release 8 August 2023, "Review of Operations Updated")

### Rationalisation of the Lachlan Fold Belt Copper-Gold porphyry portfolio

- ◆ Dubbo Operations Centre closed (June 2023)
- ◆ The following projects were officially cancelled 15 September 2023;
  - ◆ EL 8563 Mendooran North
  - ◆ EL8985 Mendooran South
  - ◆ EL9303 Mendooran (flanks)
- ◆ Preparations commenced for the relinquishment of EL8985 Yarindury South, EL9126 and EL9185 Wongarbon

### Review of Fiji projects

- ◆ Review of SPL1514 Nabila for sale or relinquishment
- ◆ Review of SPL1513 Viani epithermal gold project exploration strategy
- ◆ Review of SPL1518 Sabeto alkaline gold project exploration strategy

### Horn Island (EPM25520)

- ◆ Completion of an internal concept study for an alternate pathway to funding for a nearer term scalable gold production project and review of operations
- ◆ Reduction of the Kaiwalagal project area (EPM25418)

### Battery Metals and Critical Minerals projects

- ◆ Alice Queen has completed planning for its maiden geological programs at its Byrock (EL9568) and Gongolgon (EL9569) projects including commencing work towards the requisite access to commence exploration.

## Corporate

In July 2023, Alice Queen completed a consolidation of its register on a 20 for 1 basis (see ASX release 14 July 2023, "*COMPLETION OF CONSOLIDATION*").

In August 2023, Alice Queen procured a debt facility of \$400k from GTT Ventures Pty Ltd (an unrelated third party), for a period of three months. The debt facility was advanced on 4 August 2023. Interest will accrue on the debt facility at a rate of 2% per month commencing on the date of the drawdown (see ASX release 8 August 2023, "*Review of Operations Updated*"). This facility provided the Company with working capital and the runway to complete a review of its operations and projects.

Subsequent to the quarter, the debt facility was extended for a further two months to enable sufficient time for the Company to complete its review and recapitalisation of the business.

During the quarter ended 30 September 2023, the Company incurred costs of \$107K (ex GST) on exploration and evaluation expenditure as set out below. These costs are on an accrued basis and include staff time and associated costs allocated to project costs.

- ◆ \$6K were for costs associated with tenements in NSW as reported on pages 2 and 3 of this report.
- ◆ \$2K relates to activities in Fiji as described on pages 4 of this report; and
- ◆ \$99K relates to the works on EPM25520 at Horn Island as described on pages 5 and 6 of this report.

During the quarter ended 30 September 2023, a total of \$95K (ex GST) was paid to related parties and their associates which is comprised of fees paid to the directors.

Consistent with its strategy to seek to identify means in which to best obtain value from its existing asset portfolio, the Company notes that it has received, and is considering, offers in respect of certain assets it holds in Fiji, which include transactions for the disposal of those assets. These proposals remain under consideration and are at a preliminary stage and incomplete. There is no guarantee that any proposal will proceed nor certainty on commercial terms. The Company will make further updates if the proposals progress.

## Rationalisation of the Lachlan Fold Belt Copper-Gold porphyry portfolio

Prior to the Quarter (June 2023), the Company decided to close its operations centre in Dubbo, NSW which was servicing its Lachlan Fold Belt (LFB) Copper- Gold porphyry portfolio (see Figure 1). During the quarter the Company also decided to rationalise its LFB projects. The decision was made to relinquish tenements whereby the Company felt they had been adequately tested and/or were not core to its LFB strategy (see Figure 1). On 15 September 2023 the Company received formal notification that the following tenements has been cancelled.

- ◆ EL 8563 Mendooran North
- ◆ EL8985 Mendooran South
- ◆ EL9303 Mendooran (flanks)

In addition to this, during the quarter, the following tenements were also identified as being superfluous to the LFB strategy and subsequent to the quarter the relinquishment of the following licenses been completed.



- ◆ EL8985 Yarindury South
- ◆ EL9126 and EL9185 Wongarbron

The Company maintains its core LFB Copper-Gold porphyry projects being EL8646 Yarindury (including Boda East) and EL8469 Mendooran.

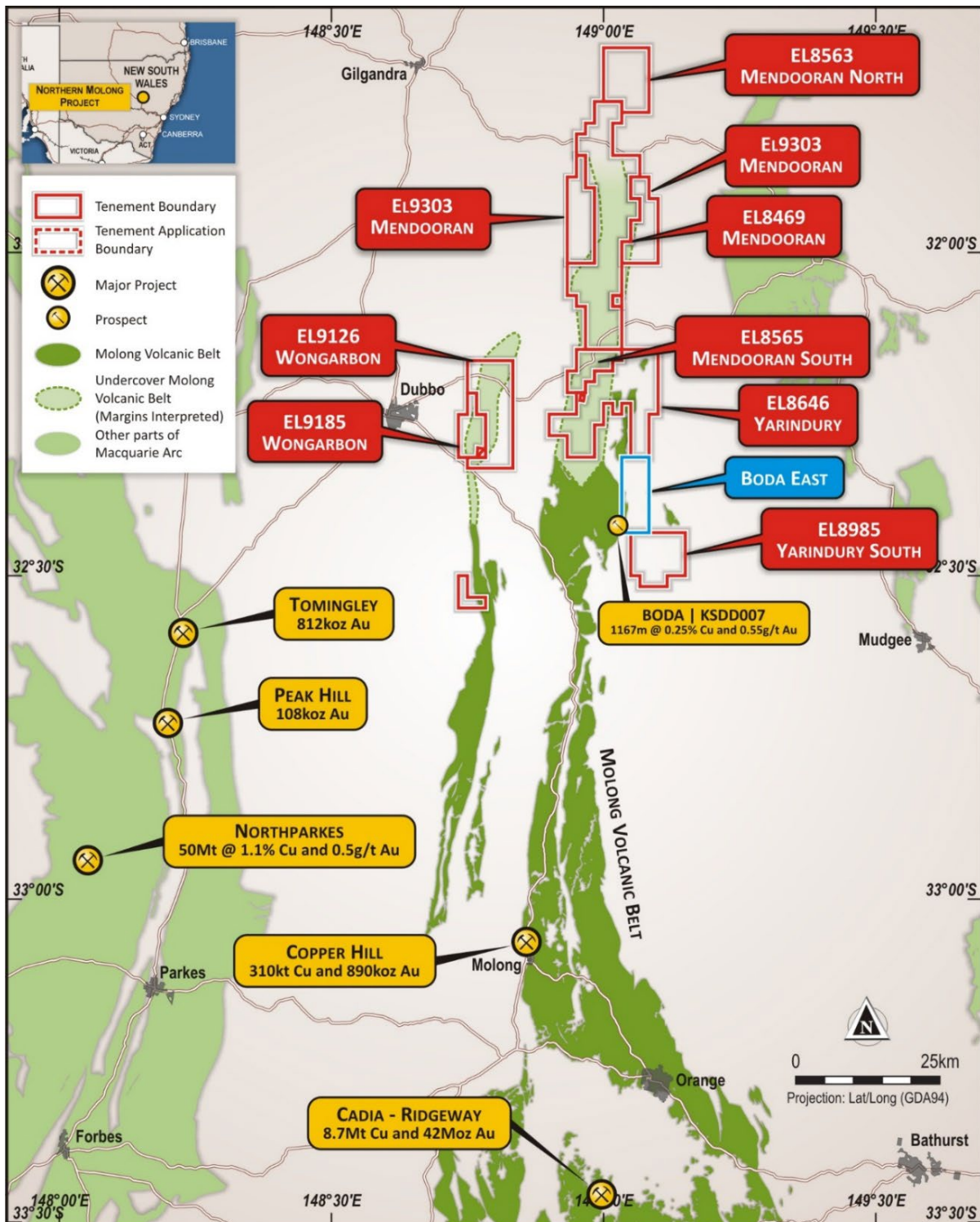


Figure 1. – Copper-Gold porphyry projects, Lachlan Fold Belt, NSW





## Review of Fiji projects

Fiji located on the Pacific Rim of Fire and is well endowed with gold projects. Alice Queen holds three gold projects in Fiji, Viani (SPL1513), Sabeto (SPL1518) and Nabila (SPL1514) (see Figure 2).

Viani, located in Vanua Levu has the potential to host a high-grade epithermal gold project. Sabeto, located near Nadi in Fiji and is adjacent to Lion One Metals (ASX:LLO) Tuvatu project, is emerging as a high-grade alkaline gold project. Nabila, located on Viti Levu, hosts a small historic (non JORC 2012) resource as well as the historical "Mistry Mine".

During the quarter Alice Queen completed a review of its Fiji operations and projects, further to this the Company is in discussions with multiple parties in relation to the potential sale of, or investment into, it's projects in Fiji.

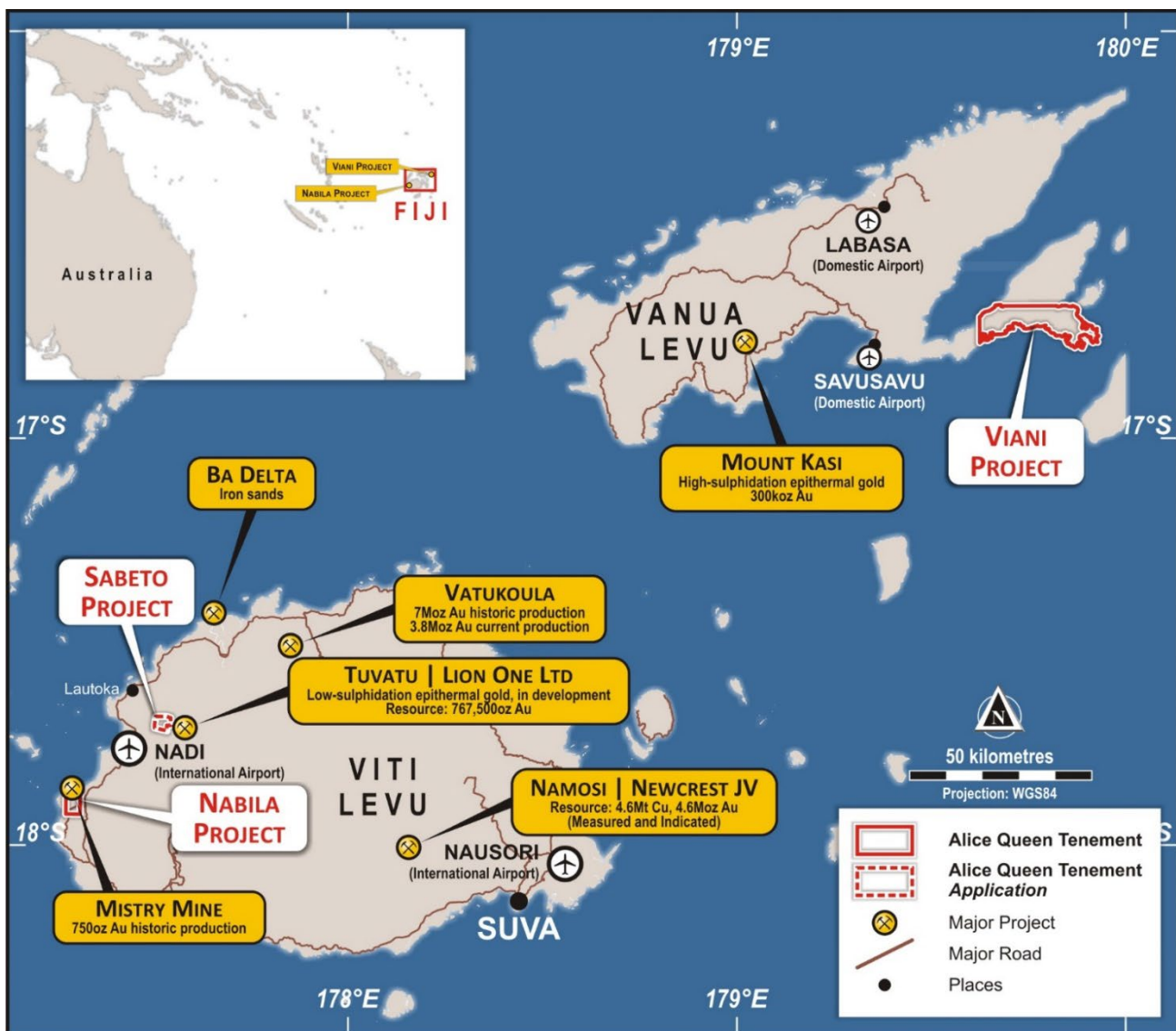


Figure 2 – Fiji Projects



## Horn Island

Horn Island (EPM25520) is 52km<sup>2</sup> in size with a 35km<sup>2</sup> mapped mineral field located in the Torres Strait, Queensland (see Figure 3).

Horn Island has a published (JORC 2012) Indicated and Inferred Mineral Resource Estimate (MRE) at > 0.4 g/t Au cut off, of 16.7Mt @ 0.98 g/t Au for 524,000 ounces. At a cut off of > 0.6 g/t Au, Horn Island has an Indicated and Inferred MRE of 10.6Mt @ 1.26 g/t Au for 427,000 ounces. The Horn Island MRE remains open.

The Horn Island gold project also includes the Southern Silicified Ridge (SSR), that has a coincident geophysical and surface gold anomaly over several kilometres that is also emerging as a separate project area (see Figure 4).

During the quarter, Alice Queen completed an internal concept study for a nearer term, scalable gold production scenario of its MRE area. The Company is currently discussing a potential investment into the Horn Island project with unrelated parties.

Kaiwalagal (EPM25418) is adjacent to Horn Island covering a number of islands of the Kaurareg Archipelago. During the quarter planning to reduce areas of the project that were deemed superfluous was commenced (see Figure 5).

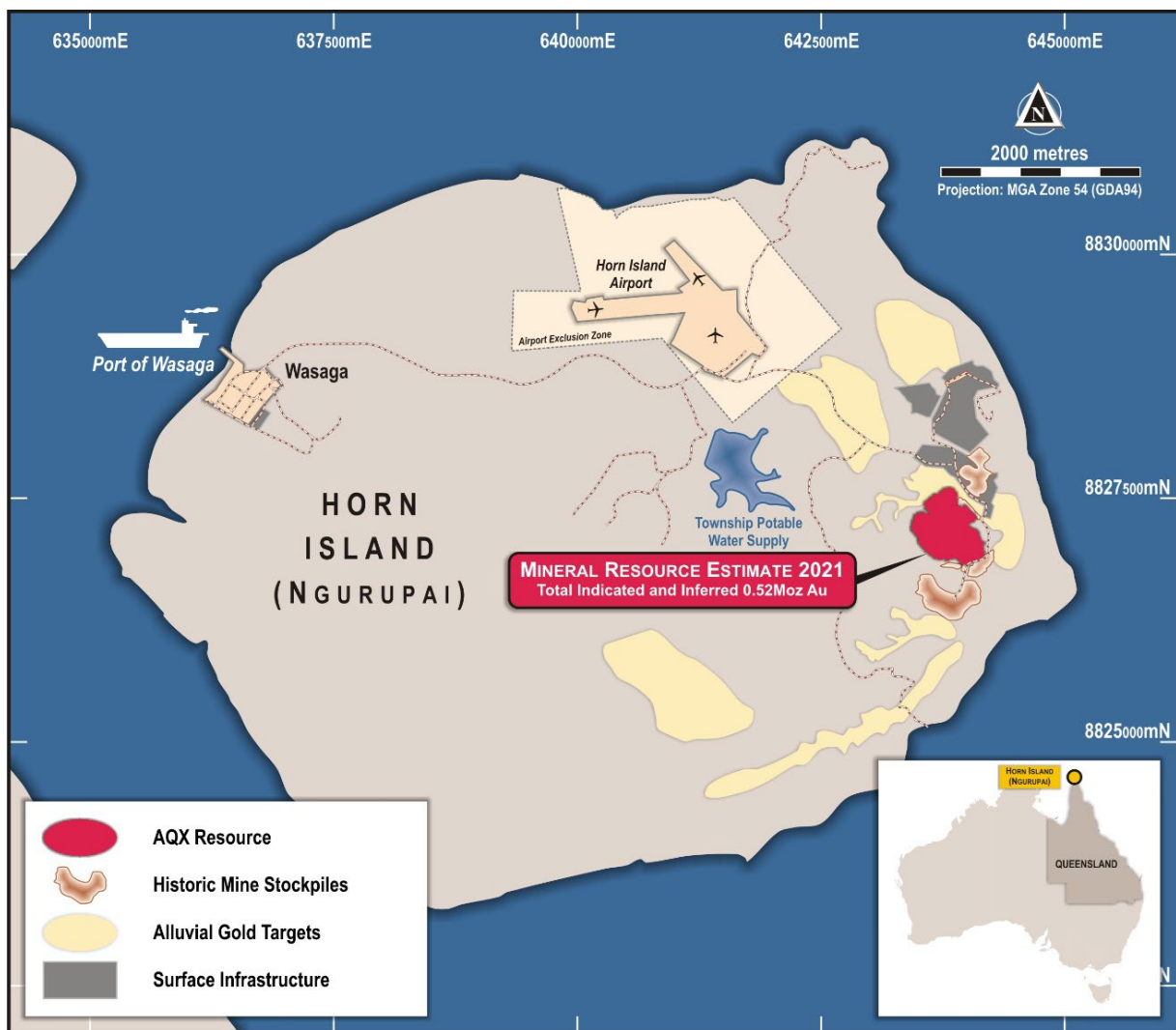


Figure 3 – Horn Island.





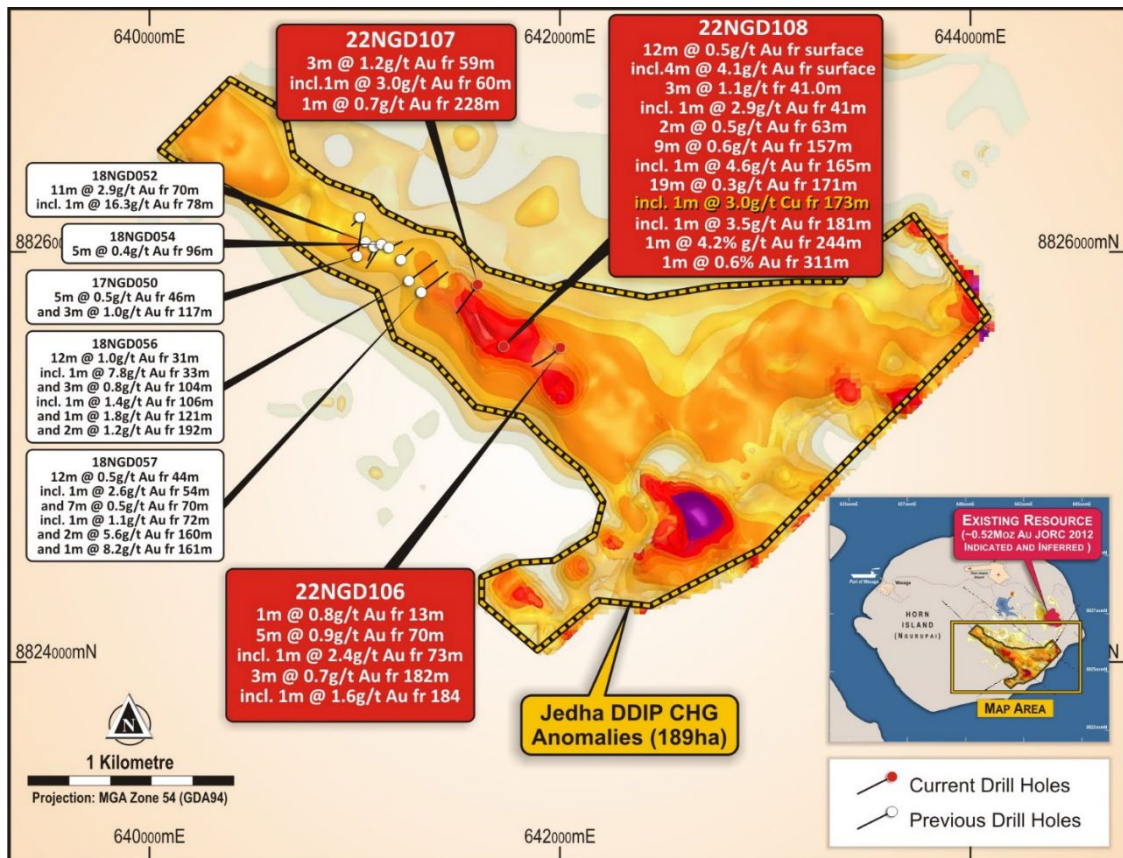


Figure 4 – Southern Silicified Ridge (SSR) at Horn Island.

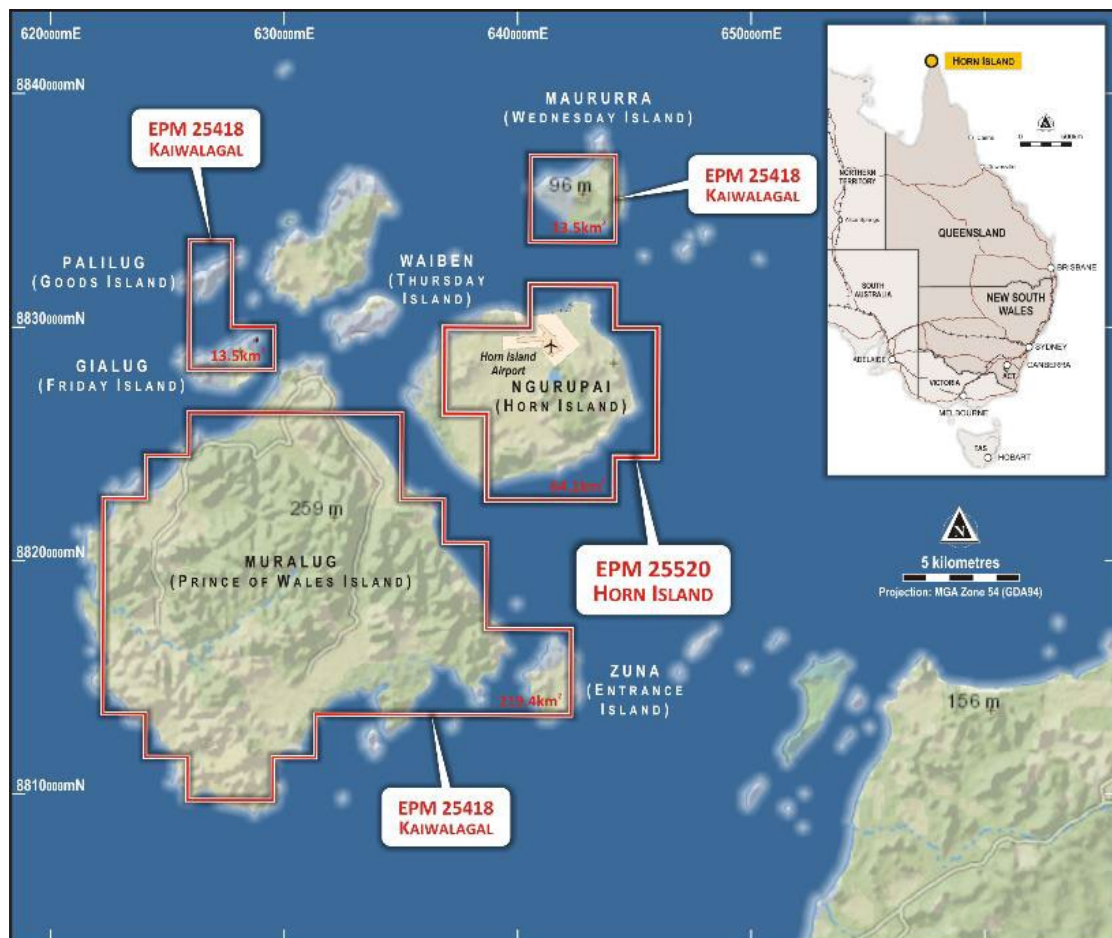


Figure 5 – Horn Island and Kaiwalagal project areas





## Battery Metals and Critical Minerals projects

During the quarter, Alice Queen made preparations for its maiden mapping and sampling programs at its two critical minerals projects in New South Wales Gongolgon (ELA6608) and Byrock (ELA6601) in NSW (see Figure 6). The Gongolgon and Byrock Projects cover an area of 3072km<sup>2</sup> and are located adjacent to Sky Metal's Doradilla REE Project.

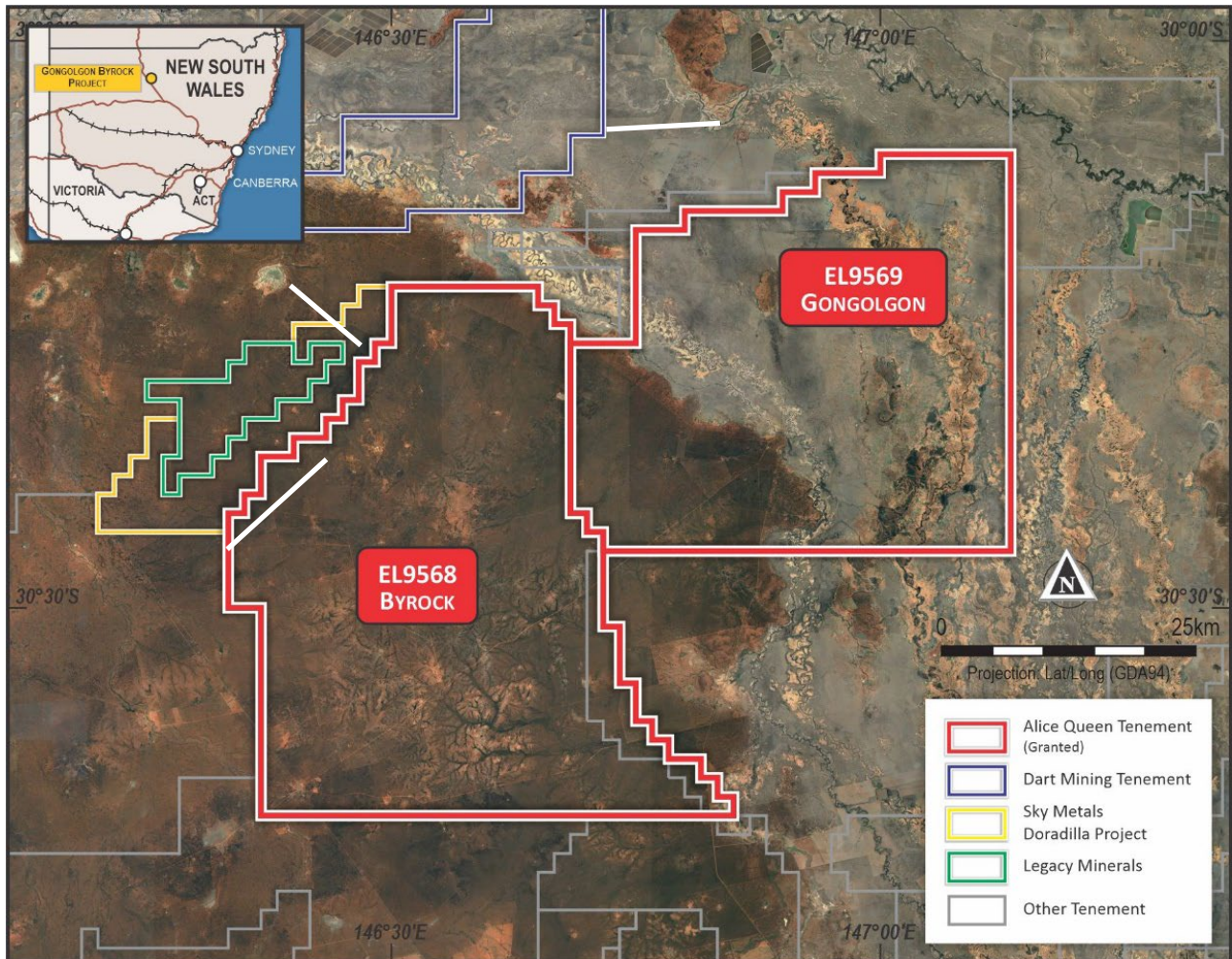


Figure 6 – Gongolgon (EL9569) and Byrock (EL9568)

### Byrock (EL9568)

Byrock is located approximately 65km SSW of Brewarrina in NSW and is adjacent to Sky Metals' Doradilla REE Project (ASX: SKY) and covers an area of approximately 1,632km<sup>2</sup>.

The NSW Geological Survey (source Minview) illustrates that the "Compton Downs Granite" within the license area extends over a length of ~7km and it is described as, "Granodiorite with local pegmatite and variably altered." (see Figure 7).

The extent and geochemistry of the pegmatites described is currently unknown, however they demonstrate significant potential and warrant immediate exploration programs incorporating mapping and sampling.

In addition to the highly prospective pegmatites, Byrock also includes other mineral occurrences including gold, tin and copper within the application area.





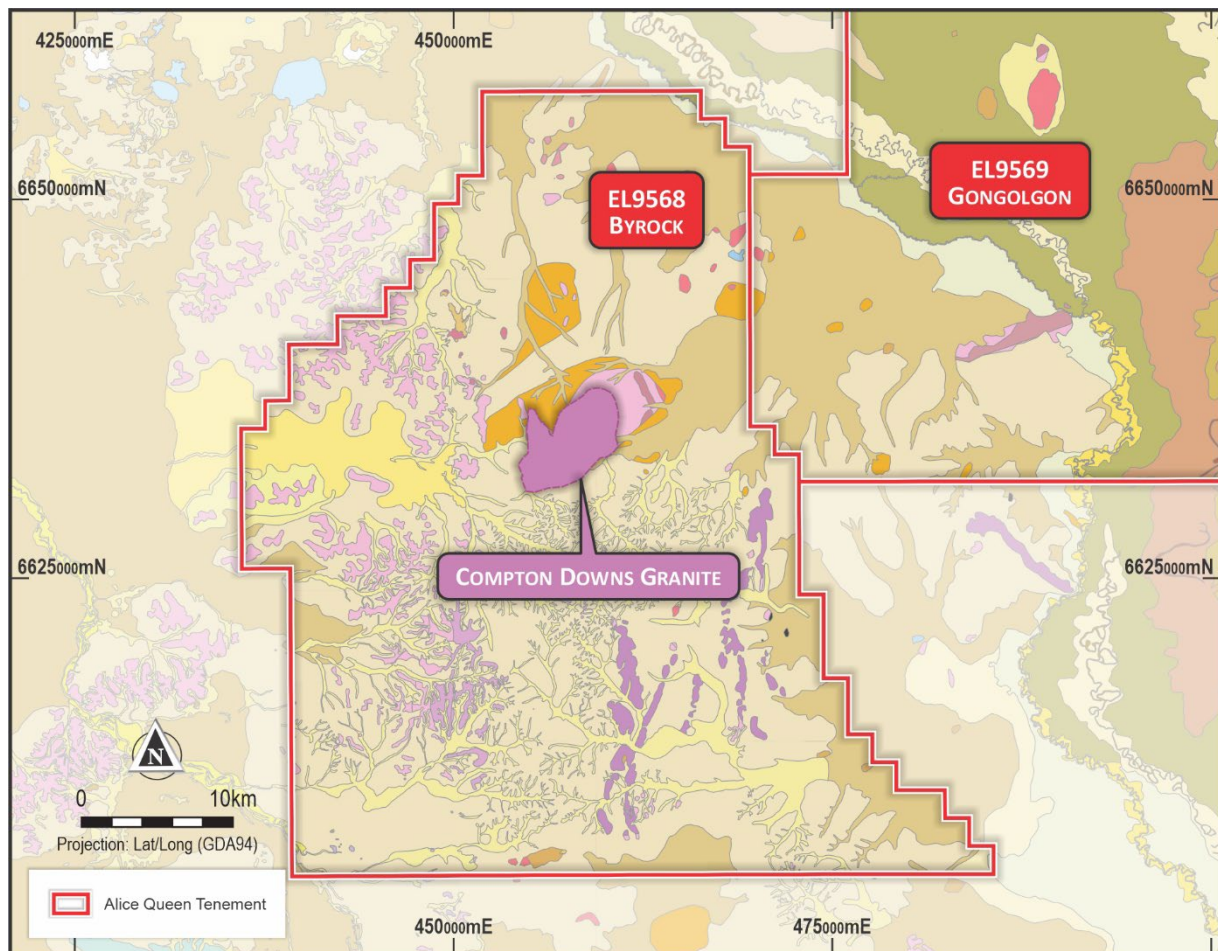


Figure 7 – Byrock application area highlighting Dtcc (Compton Downs Granite) “Granodiorite with local pegmatite and variably altered” source Minview.

## Gongolgon (EL9569)

Gongolgon is located in NSW approximately 37km south of Brewarrina and 35km east of Sky Metals' Doradilla Project and covers an area of approximately 1,440km<sup>2</sup>. The license area covers a large gravity low anomaly (see Figure 8) indicative of a very extensive granite intrusion complex. On the southern edge of the anomaly, there is a small area of outcrop of Gongolgon Granite (see Figure 9). Much of the remaining project area is under shallow younger regolith cover and is completely unexplored.

The Gongolgon Granite is reported in Blevin, 2011 (NSW Geological Survey report GS2011/0624) as follows:

*“This is a highly evolved, fractionated I-type granite with high values of W, U, Th and REE. The presence of tourmaline and other metasomatic indicators suggest it has interacted with a magmatic volatile phase during crystallisation and cooling. This granite has a high metallogenic potential for Sn-W and related mineralisation.”*

A chemical analysis table of limited sampling in the same Blevin report (see Appendix 1, “Appendix 2: GEOCHEMICAL DATA” AND see Appendix 2, “Appendix 3: SAMPLE LOCATION DETAILS” extracted from Blevin Report) shows the Gongolgon Granite and the Midway Granite (at Sky Metals' Doradilla where strong REE have been found) demonstrate roughly similar anomalous REE levels. Thus, weathered areas of the Gongolgon Granite may have enriched clay REE potential.





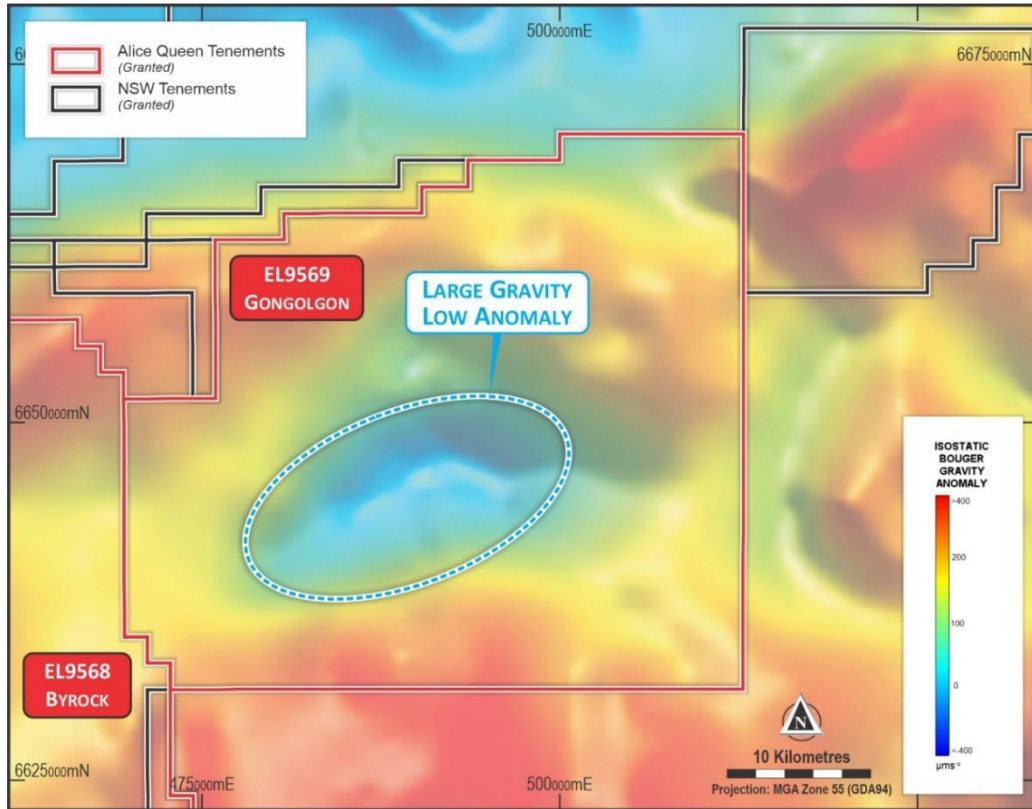


Figure 8– Isostatic gravity image showing large gravity low anomaly within Gonggolgon (EL9569) license area. Source NSW Geological Survey, Minview.

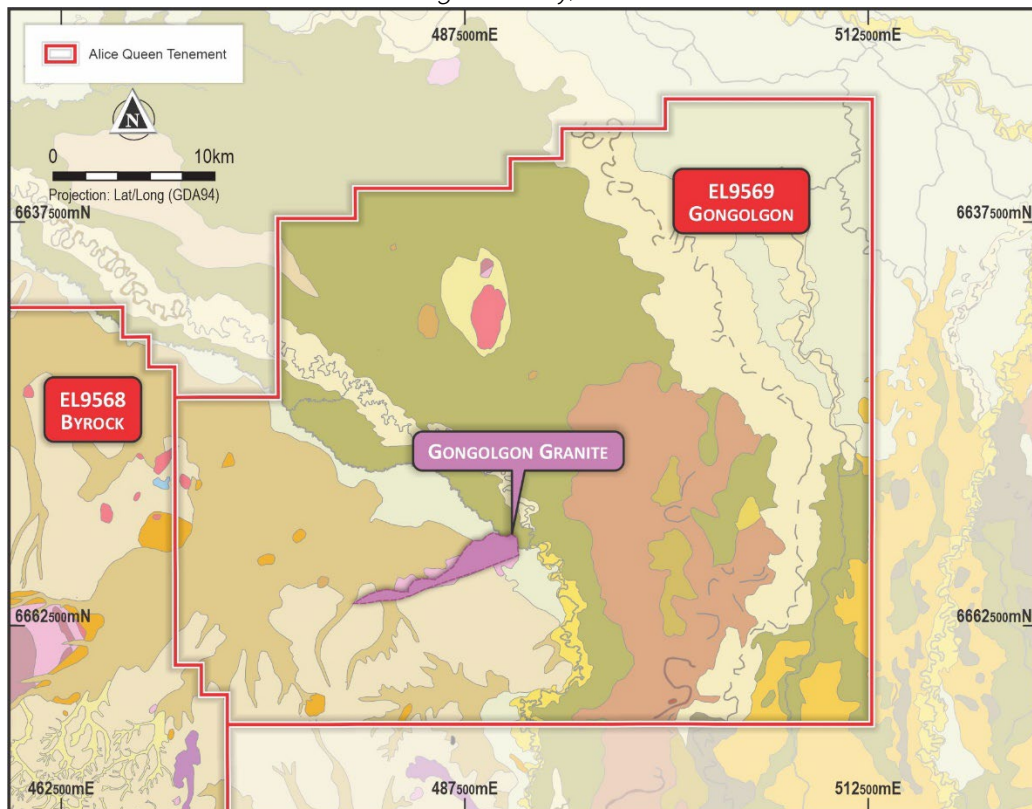


Figure 9– Gonggolgon (EL9569) mapped Gonggolgon Granite outcrop.

For further information refer to ASX announcements

- ♦ 7 June 2023, "NEW CRITICAL MINERALS PROJECTS GRANTED"
- ♦ 24 April 2023, "DIVERSIFICATION INTO BATTERY METALS UPDATE"



## TENEMENT SUMMARY

TENEMENT	PROJECT	LOCATION	CURRENT HOLDER(I)	INTEREST	AREA (BLOCKS/KM)	GRANT DATE	EXPIRY DATE
<b>EPM 25520</b>	Horn Island	Queensland	Kauraru Gold Pty Ltd	100%	19	08 Oct 2014	07 Oct 2024
<b>EPM 25418</b>	Kaiwalagal	Queensland	Kauraru Gold Pty Ltd	100%	73	25 Jan 2016	24 Jan 2026
<b>EL 8469</b>	Mendooran	NSW	Monzonite Metals Pty Ltd	100%	100	30 Sep 2016	30 Sep 2026
<b>EL 8563</b>	Mendooran North	NSW	Monzonite Metals Pty Ltd	100%	28	12 May 2017	12 May 2027
<b>EL 8565</b>	Mendooran South	NSW	Monzonite Metals Pty Ltd	100%	14	17 May 2017	17 May 2027
<b>EL 8646</b>	Yarindury	NSW	Monzonite Metals Pty Ltd	100%	86	12 Sep 2017	12 Sep 2025
<b>EL 9303</b>	Mendooran Fanks	NSW	Monzonite Metals Pty Ltd	100%	48	14 Oct 2021	14 Oct 2027
<b>EL 8985</b>	Yarindury South	NSW	Monzodiorite Pty Ltd	100%	27	28 May 2020	28 May 2026
<b>EL 9126</b>	Wongarbon	NSW	Monzodiorite Pty Ltd	100%	45	06 Apr 2021	06 Apr 2024
<b>EL 9185</b>	Wongarbon	NSW	Monzodiorite Pty Ltd	100%	14	07 Jun 2021	07 Jun 2027
<b>SPL 1513</b>	Nabila	Fiji	Alice Exploration Pte Ltd	100%	27.3 sq.km	06 Jan 2021	06 Jan 2024
<b>SPL 1514</b>	Viani	Fiji	Alice Exploration Pte Ltd	100%	208.54 sq.km	06 Jan 2021	06 Jan 2024
<b>SPL1518</b>	Sabeto	Fiji	Alice Exploration Pte Ltd	100%	13.69 sq. km	20 Dec 2022	12 Dec 2025

\* Note: Alice Queen Limited holds an 84.5% equity interest in Kauraru Gold Pty Ltd, 90% equity interest in Monzonite Metals Pty Ltd and 100% equity interest in Monzodiorite Pty Ltd and Alice Exploration Pte Ltd.

Approved by the Board of Alice Queen Limited.

## For more information:

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## Competent Persons Statement

The information in this announcement that relates to exploration results in NSW is based on information compiled by Mr John Holliday who is a Competent Person, who is a member of the Australian Institute of Geoscientists. Mr Holliday is a consultant to Alice Queen Limited 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 Competent Persons as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Holliday consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this announcement that relates to exploration results at Horn Island is based on information compiled by Mr Adrian Hell BSc (Hons) who is a full-time employee of Alice Queen Limited. Mr Hell is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Hell has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves". Mr Hell consents to the inclusion of this information in the form and context in which it appears in this report.

The information in this announcement that relates to exploration results in Fiji is based on information compiled by Mr Melvyn Levrel who is a Competent Person, who is a member of the Australian Institute of Geoscientists. Mr Levrel is a consultant to Alice Queen Limited 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 Competent Persons as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Levrel consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

## ASX Listing Rule 5.23 Statement

The information in this ASX Release that relates to the Company's Mineral Resource estimate is extracted from and was reported in the Company's ASX announcement titled "Horn Island Scoping Study Outcomes and Mineral Resource Estimate" dated 11th November 2021, which is available at [www.asx.com.au](http://www.asx.com.au) the competent person being Mr. Dale Sims who is a chartered Professional Fellow of the Australian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientist. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in those announcements continue to apply and have not materially changed.



## Appendix 5B

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

Name of entity

Alice Queen Limited

ABN

71 099 247 808

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	(43)	(43)	
(b) development	-	-	
(c) production	-	-	
(d) staff costs	(155)	(155)	
(e) administration and corporate costs	(179)	(179)	
1.3 Dividends received (see note 3)	-	-	
1.4 Interest received	-	-	
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>(377)</b>	<b>(377)</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	-	-	
(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	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (refund of security deposits)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>-</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	400	400
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Lease payments)	(11)	(11)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>389</b>	<b>389</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	42	42
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(377)	(377)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	389	389

<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	(3)	(3)
4.6	<b>Cash and cash equivalents at end of period</b>	<b>51</b>	<b>51</b>

<b>5. 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	51	42
5.2 Call deposits		
5.3 Bank overdrafts		
5.4 Other (provide details)		
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>51</b>	<b>42</b>

<b>6. 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	95
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> Includes Fees paid to Executive and Non-Executive Directors (ex GST).	



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

<b>7.</b>	<b>Financing facilities</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>	<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.</b>	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(377)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(377)
8.4	Cash and cash equivalents at quarter end (item 4.6)	51
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	51
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.14
<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?	
<p>Answer:</p> <p>Yes. Due to the nature of the Company's business activities, the Company continues to expect negative operating cash flows in future periods, as is usual for mining exploration entities.</p> <p>The Company's cash position will substantially dictate the quantum of those cash flows and its exploration programmes.</p>		

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:

Yes. The Company continues to assess the merits of various fundraising initiatives to ensure it has the financial capacity to progress its exploration program at an appropriate rate.

As reported in the ASX release dated 24 April 2023, the Company is in the process of relinquishing certain tenements which will reduce the Company's overall administrative burden and enable further operational cost reductions. The Company is also considering alternative means of progressing its other exploration programs.

Furthermore, the Company is currently in discussion with certain parties for further fundraising and expects to release an announcement in the next week.

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:

Yes, for the following reasons:

- The Company's cash position substantially dictates the quantum of its exploration and evaluation expenditure and the Company has the capacity to control the level of expenditure based on its financial position.
- The Company's Board and Management continue to be focused on meeting its stated objective and are cognisant of the funding requirements required to meet those objectives. The Company has a track record of successfully raising capital to continue to pursue its exploration programmes.
- As mentioned above, the Company is currently in discussion with certain parties for further fundraising and expects to release an announcement in the next week.

*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.