

23 January 2024

Kaiser December 2023 Quarterly Report Quarter

Production and Exploration Highlights

Production Summary:

• Gold Revenues:	\$5.3M
• Production Costs:	\$7.3M
• Ounces Produced:	1,746
• Gold Head Grade (recovered):	6.20 g/t gold
• Gold Price Realised:	AUD \$3,055/oz
• Gold Recovery (%):	94.1 %

Operationally, Kaiser encountered short term challenges through the December Quarter, including with the later stages of the Queens Reef stope with respect to grade that was forecast to make up a significant portion of production for the Quarter. While costs were relatively fixed, revenues fell short. Cash increased to \$4.2M, primarily due to a capital raising. Other impacts included flooding of the access roads (with water levels never seen before) and some disappointing lower grade airleg stopes.

Commencing during December and continuing into the New Year, the mine has seen a renewed focus on higher-grade production stopes and accessing the previously unexploited areas on the 21 and 22 levels. Commensurate with this change and to reduce fixed costs going forward, Kaiser has made several redundancies, whilst at the same time recruiting for critical production personnel.

The Company believes that the key issues in this quarter have been identified are being addressed, targeting operational improvements in the March 2024 Quarter and continuing into the June 2024 Quarter.

Exploration Summary:

- At A1, new deep reef systems identified as Kaiser transitions from remnant mining to higher grade unmined targets below the historic workings
- High grade drill results¹ at A1 returned, including:
 - A1UDH-543: 5.7m @ 9.2 g/t gold from 38.5m
 - A1UDH-545: 0.9m @ **50.7** g/t gold from 51.2m
 - A1UDH-548: 1.6m @ **47.8** g/t gold from 25.6m; including 0.8 m @ **93.7** g/t gold from 26.4m; and 0.2m @ **36.1** g/t gold from 40.8m
 - A1UDH-555: 0.8m @ **118.4** g/t gold from 6.4m
 - A1UDH-558: 2.2 m @ 6.9 g/t gold from 49.8m
 - A1UDH-559: 2.65m @ **21.1** g/t gold from 96.2m; including 0.45 m @ **115.8** g/t gold from 98.4m
 - A1UDH-562: 0.7m @ **30.8** g/t gold from 14.6,m; and 1.4m @ **20.8** g/t gold from 35.9m; and 0.35m @ **14.4** g/t gold from 69.4m
 - A1UDH-563: 0.9m @ **30.5** g/t gold from 70; and 0.55m @ **42.4** g/t gold from 123.95

At Maldon, exploration Diamond Drilling commenced targeting the Tarangower/Nuggetty Reef Gold Mine, subsequent to the December Quarter)

- Maldon 2.1Moz
- The Nuggetty Reef Gold Mine (Nuggetty) was one of Australia's highest-grade gold mines – with recorded production of 301,000 ounces of gold 187 g/t Au
- Mineralisation extensions are proven and open ended down dip
- The first drill hole is targeting the previously identified massive sulphide mineralised zone
- Nuggetty located less than 5km from Kaiser's operating Maldon gold processing plant

Corporate Summary:

Cash increased to \$4.2M, primarily due to a capital raising. The annual gold royalty was paid to the Victorian Government as well as some redundancies which was approximately \$0.9M.

- Production Focused Executive Board Appointment of Brad Valiukas
- Cash position at 31 December was \$4.2M
- \$3.475M capital raising completed during the Quarter to sophisticated and institutional investors.
- Gold sold during the quarter was 1,739 ounces - a reduction of 1,201 ounces over the previous quarter
- Debt free/Hedge free

¹ Refer to ASX announcement dated 30 October 2023.

Kaiser Reef Limited (**ASX: KAU**) (“**Kaiser**” or the “**Company**”) provides the following report on operational performance for the quarter ended 31 December 2023.

December Quarter Operational Performance Overview

Kaiser had a challenging December Quarter with unexpected events including flooding that closed off the access roads, which has never before been recorded. Also a failed stope reduced production in the short term. Staff shortages in critical production roles were experienced and Kaiser has now managed to fill these positions. Cash flows were lower than the preceding Quarter in part due to the annual gold royalty payments to the State Government and some once off staff costs that resulted in approximately \$0.9 million in cash out flows.

Results from the targeted drilling campaigns delivered encouraging results at the A1 Mine, with recent diamond drilling highlighting the apparent repetition of new reef systems in the vicinity of the previously mined Victory and Welcome Reefs. The new reef discoveries made at depth, demonstrate an exciting future for our operations which will provide us with the platform for modern development and mining practices instead of being forced to delicately work around legacy workings.

Kaiser looks forward to continuing ramping up production and regional exploration activities. Kaiser remains debt free and unhedged.

Production for the quarter was 7,363t of ore delivered grading an estimated average of 6.20g/t gold.

Recoveries averaged 94.1% were slightly lower than planned, primarily due to the lower grade of the ore. It is anticipated that recoveries will increase with increasing grades in the future.

Production Focused Executive Board Appointment

Kaiser announced the appointment of Brad Valiukas to the Board of Kaiser as a part time Executive Director. Brad is a highly experienced Mining Engineer with 25 years of operational, management and executive experience, covering underground and open pit operations across multiple commodities around Australia and internationally.

Brad has held corporate and management roles at Northern Star Resources Limited, Focus Minerals Ltd and Mincore Resources NL. Brad has extensive underground experience, including narrow vein gold and airleg operations, with multiple mine start-ups and rectifications completed. Brad is currently the Managing Director of WA gold exploration company Aurumin Limited.

The current Board of Kaiser is excited with the new Executive Director appointment and looks forward to enhancing the Company and shareholder prospects going forward.

Placement

As part of the next stage in Kaiser's progress, the Company commenced a process to initiate exploration at the standout Nuggetty Prospect, increase technical strength at Board level overseeing operations at the high-grade A1 gold mine and accelerate the above with a placement that included a cornerstone US family office.

The Company completed a Share placement ("**Placement**") to raise \$3.475 million (before costs). The new Shares issued under the Placement were issued at a price of \$0.15 per Share under Company's current Listing Rule 7.1 and 7.1A capacities. The Placement Shares were issued on the same terms as, and rank equally in all respects with, the existing fully paid ordinary Shares in the Company. The Board of Kaiser has targeted high quality shareholders and the funds raised will be primarily used to accelerate exploration activities at the 2.1M ounce Maldon goldfield with an immediate focus on the Nuggetty Reef historic mine (301,000 ounces at 187 g/t gold historic production), ongoing working capital supporting increasing production.

Taurus Capital Group acted as Lead Manager to the Placement ("**Lead Manager**") and received a 6% capital raising fee of the total amount raised and also 4,500,000 Unlisted Options, exercisable at \$0.25 on or before 30 November 2027 upon full subscription of the Placement.

Significant New Gold Reef Systems Discovered

On 30 October 2023 Kaiser reported encouraging assay results from drilling at the A1 Mine that has extended high-grade mineralisation, beyond the historic mining levels (and well below the lowest 23 level).

The drillholes targeted longer term mining discoveries. Kaiser is pleased with the results from this program which give our mining team greater optionality with respect to production.

Highlights²:

- **A1UDH-543: 5.7m @ 9.2 g/t gold from 38.5m**
- **A1UDH-545: 0.9m @ 50.7 g/t gold from 51.2m**
- **A1UDH-546: 1.5m @ 8.0 g/t gold from 140.2m**
- **A1UDH-547: 0.6m @ 24.1 g/t gold from 53.35m**
- **A1UDH-548: 1.6m @ 47.8 g/t gold from 25.6m; including
0.8 m @ 93.7 g/t gold from 26.4m; and
0.2m @ 36.1 g/t gold from 40.8m**
- **A1UDH-555: 0.8m @ 118.4 g/t gold from 6.4m**
- **A1UDH-558: 2.2 m @ 6.9 g/t gold from 49.8m**
- **A1UDH-559: 2.65m @ 21.1 g/t gold from 96.2m; including
0.45 m @ 115.8 g/t gold from 98.4m**
- **A1UDH-562: 0.7m @ 30.8 g/t gold from 14.6,m; and
1.4m @ 20.8 g/t gold from 35.9m; and
0.35m @ 14.4 g/t gold from 69.4m**
- **A1UDH-563: 0.9m @ 30.5 g/t gold from 70; and
0.55m @ 42.4 g/t gold from 123.95**

² Refer to ASX announcement dated 30 October 2023.

The drilling successfully identified many high-grade drill intercepts that present exciting opportunities. The later grouping of holes in particular were targeting the down-dip extension to Perseverance Reef and other west-dipping structures, orthogonal to Queens, Dukes and Tasma Reefs. Drill hole A1UDH-563 was targeting this region and was spectacularly successful and significant, after intersecting at least four auriferous quartz structures and another very promising stylolitic quartz vein, possibly an extension to the Austral Reef. At least three of these veins are west-dipping and some represent new discoveries as they are below the historic 23 Level. Images of these are as follows:

Figures 1-4 below show selected cross sections for some drillholes from these two locations with respect to the A1 Mine workings and the unsurveyed old workings. Figure 5 shows the oblique view of all the drillhole traces.

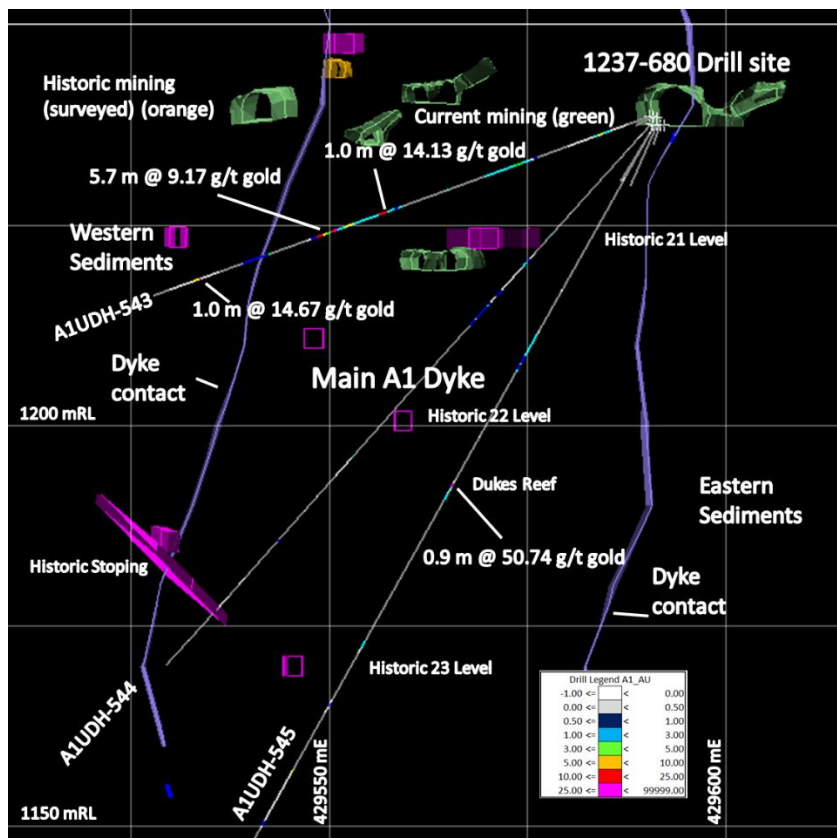


Figure 1: Cross section viewed north along 260° Mine grid azimuth, illustrates the location of the drillholes A1UDH-543, -544 and -545 drilled from the 1237-680 drill site, with respect to the A1 Mine workings, reported in this announcement. Modern drives (green) and the interpreted historic workings (magenta) and modern surveyed (orange).

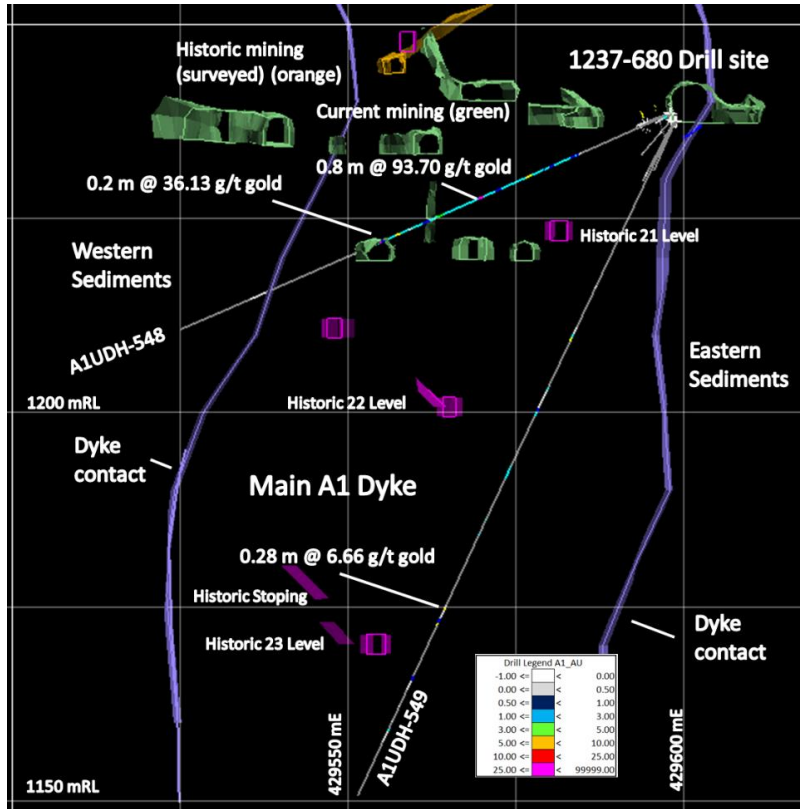


Figure 2: Cross section viewed north along 240° Mine grid azimuth, illustrates the location of the drillholes A1UDH-548 and - A1UDH-549 drilled from the 1237-680 drill site, with respect to the A1 Mine workings, reported in this announcement. Modern drives (green) and the interpreted historic workings (magenta) and modern surveyed (orange).

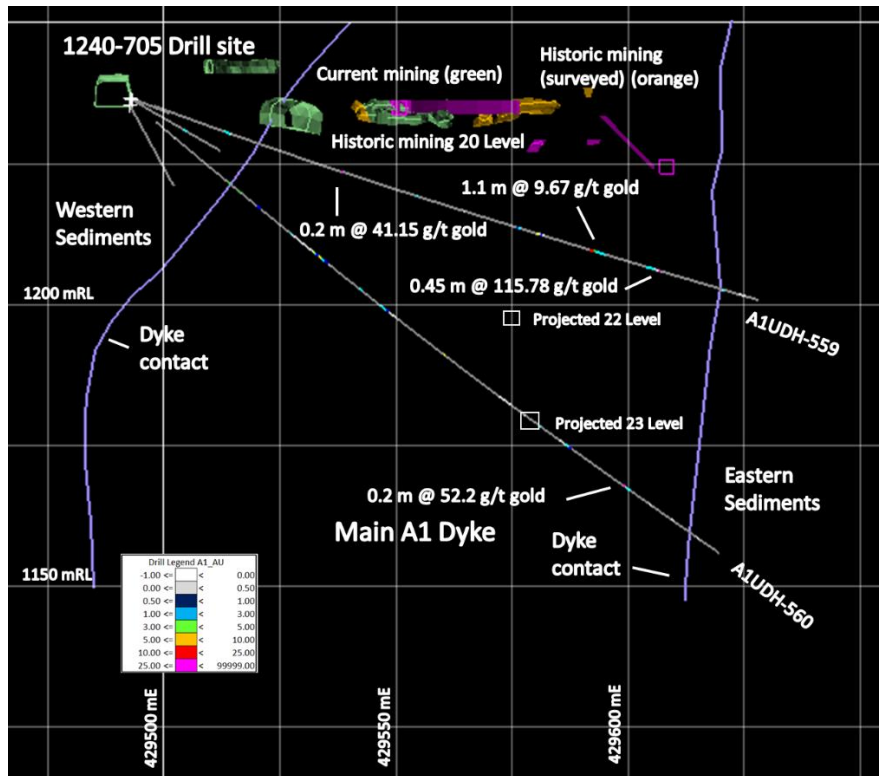


Figure 3: Cross section viewed north along 120 Mine grid azimuth, illustrates the location of the drillholes A1UDH-559 and - A1UDH-560 drilled from the 1240-705 drill site, with respect to the A1 Mine workings, reported in this announcement. Modern drives (green) and the interpreted historic workings (magenta) and modern surveyed (orange).

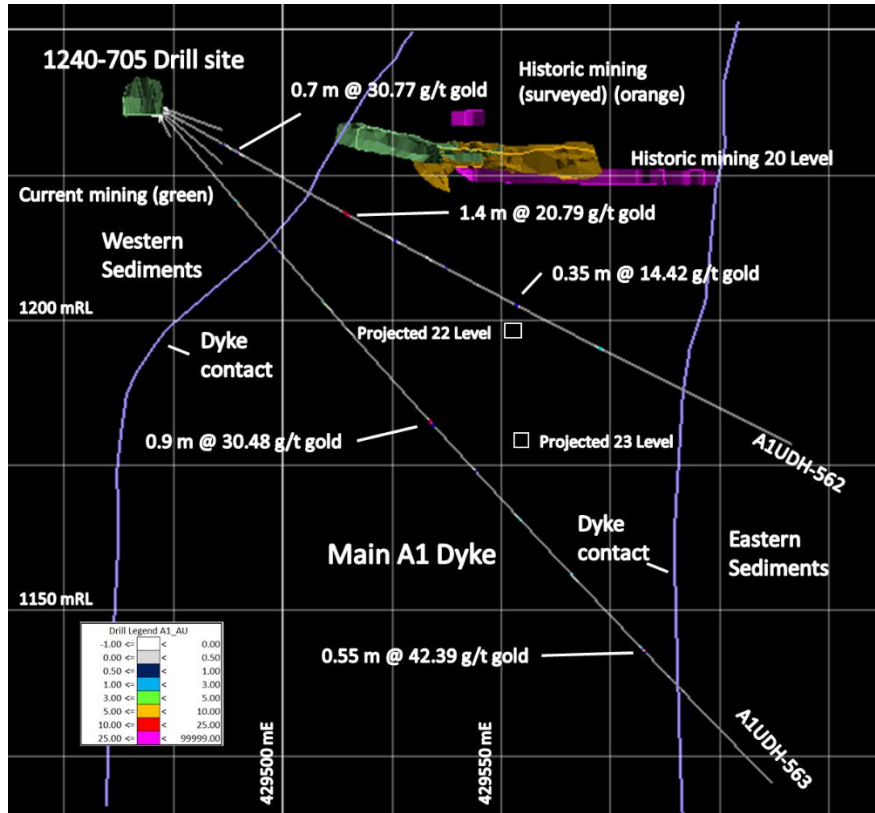


Figure 4: Cross section viewed north along 130 Mine grid azimuth, illustrates the location of the drillholes A1UDH-562 and - A1UDH-563 drilled from the 1240-705 drill site, with respect to the A1 Mine workings, reported in this announcement. Modern drives (green) and the interpreted historic workings (magenta) and modern surveyed (orange).

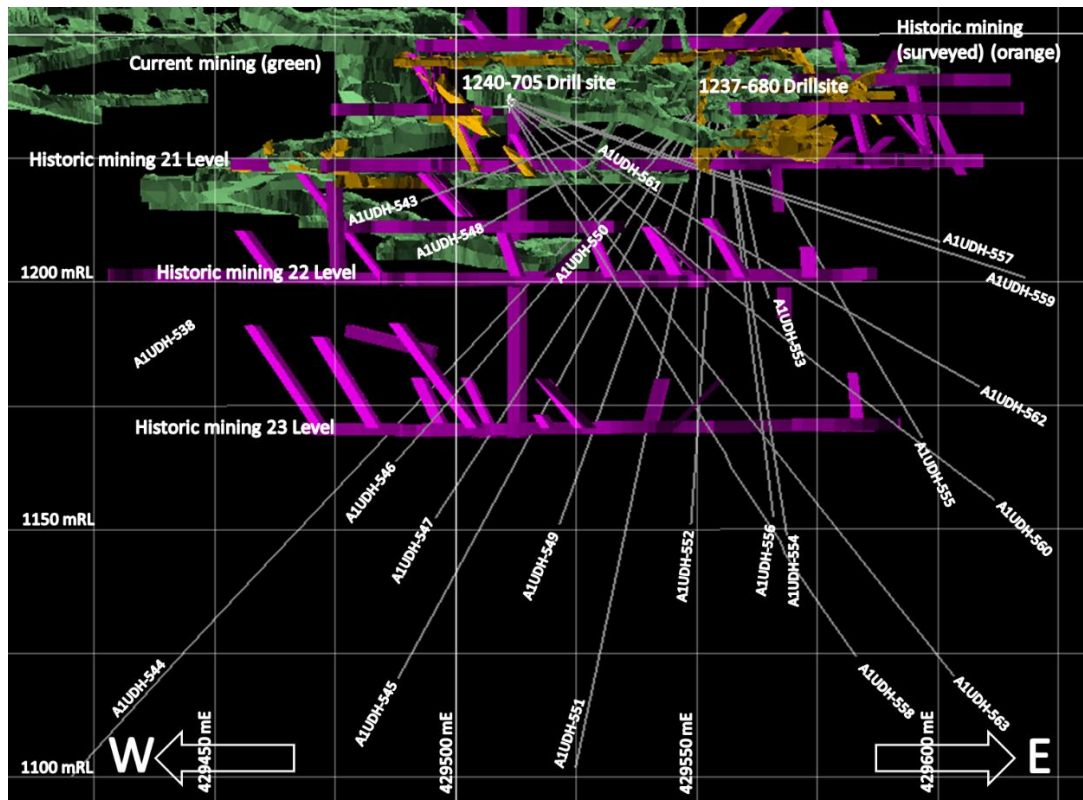


Figure 5: Oblique section viewing north showing drilling traces (grey), modern drives (green) and the interpreted historic workings (magenta) with some recent survey pick-ups (orange).

Macquarie North Copper-Gold Licences Granted

Kaiser announced in December that its Macquarie North Exploration Licences over the northern extent of the highly endowed and prospective Macquarie Arc in New South Wales were granted. Kaiser is delighted to be an early mover in this district when the applications were first made in April 2020.

The licences (EL9623 and EL9624) are considered prospective for porphyry copper gold styles of mineralisation. The licences cover 80 kilometres of interpreted¹ strike of the Macquarie Arc, identified as being prospective for copper-gold porphyry mineralisation. The project lies to the north of licences held by majors such as FMG, Evolution Mining (Cowal) and CMOC (Northparks) and is effectively surrounded by Canadian explorer Inflection Resources in a \$10M Joint Venture with AngloGold Ashanti (Figure 6).

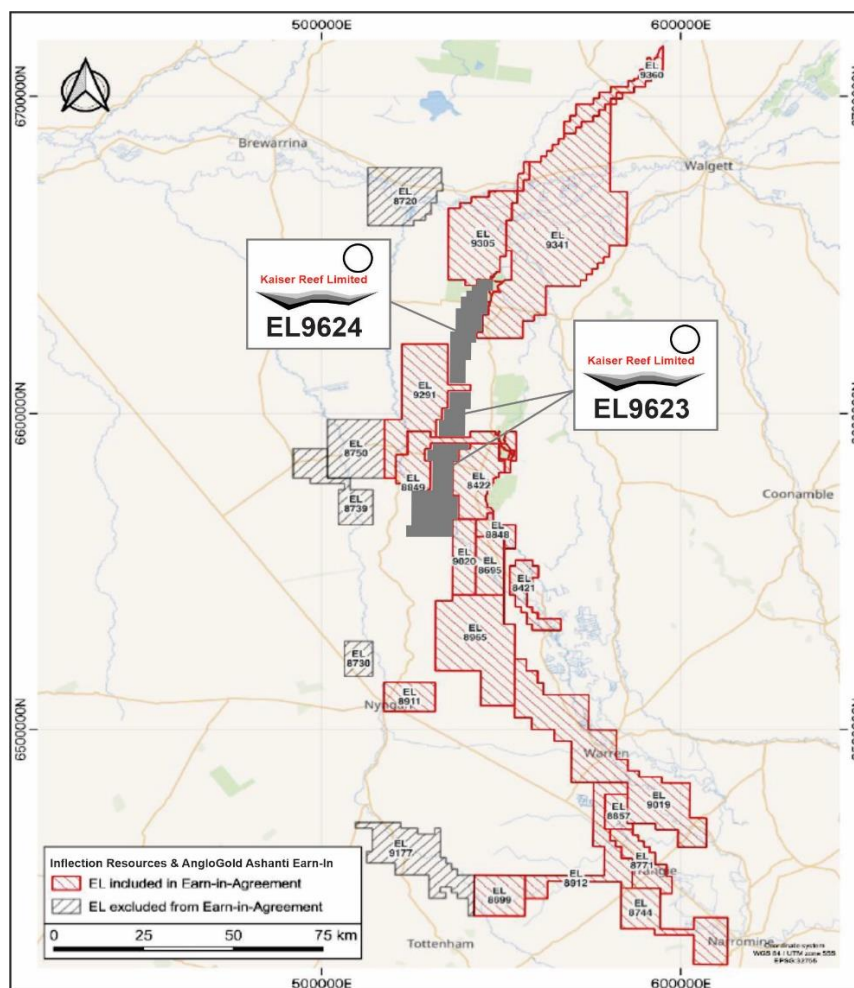


Figure 6: Kaiser Macquarie North exploration licences and AngloGold Ashanti/Inflection Resources JV

The prospective target rocks are intrusive igneous rocks associated with copper and gold mineralisation in the belt and are overlain by sediments of variable depth with negligible historic exploration, despite being located in a Tier 1 terrain. In particular EL9624 covers an interpreted 35 kilometres of strike of a discrete and independently modelled Macquarie Arc Intrusion which is also a host rock to the giant Cadia and Cowal gold mines (Figure 7).

"The Macquarie permissive tract comprises volcanic, volcanoclastic, and minor exposed intrusive igneous rocks of the Macquarie Arc. The nine known deposits in this tract are now estimated to contain a total of about 13.5 million metric tons of copper and 1,700 metric tons of gold. This tract is estimated to contain 6.9±3.5 undiscovered deposits for a total of about 16 deposits in an area of about 41,500 km."²

It is extraordinary that a mineral terrain of this potential within Australia, one of the premier mining districts in the world, remains so untested. While the Company's focus remains in Victoria at the A1 Gold Mine and Maldon Exploration Project, Kaiser is excited to have secured this greenfield project and is in discussions regarding joint venture.

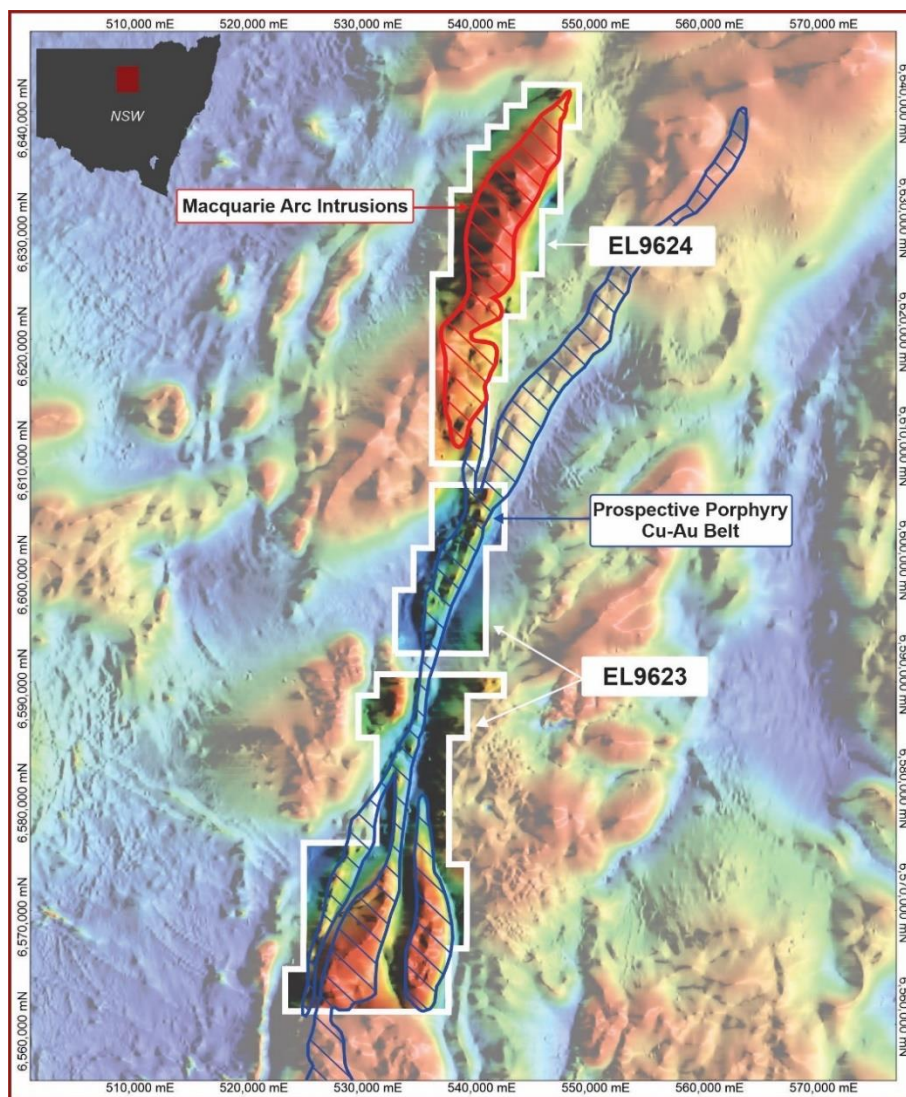


Figure 7: Kaiser's Macquarie North exploration licences over total magnetic intensity with blue showing NSW Government porphyry copper-gold potential predictive map, and with red interpreted Macquarie Arc intrusion¹.

Nuggetty Mine Exploration Drilling (subsequent to the December Quarter)

Kaiser announced in January that drilling had commenced at the 100% owned, Maldon Gold Project, located 140km North-west of Melbourne. The Project is part of the Company's Victorian Operations, which also includes the operating A1 Underground Mine and Maldon Gold Processing Plant.

Drilling Highlights

- **Diamond Drilling commenced targeting the Tarangower/Nuggetty Reef Gold Mine, part of the Maldon Goldfield**
- **The Nuggetty Reef Gold Mine (Nuggetty) was one of Australia's highest-grade gold mines – with recorded production of 301,000 ounces of gold at 187 g/t.**
- **Limited historic drilling has shown mineralisation extends at depth and down dip**
- **The first drill target is an extension of the previously identified massive sulphide mineralised zone**
- **Nuggetty located less than 5km from the operating Maldon gold processing plant**

The Maldon goldfield historically produced a total of **2.1 million ounces of gold**. The Nuggetty deposit is in the Northern part of the goldfield, and was one of Australia's highest-grade gold mines – with recorded production of 301,000 ounces of gold at a grade of 187 g/t.

Kaiser is active at Maldon on the production front, with the operational Maldon processing plant, currently treating ore from the A1 mine, located approximately 5km northwest of the Nuggetty deposit.

Mineralisation at Maldon and the unusually high grades mined are the function of the interaction of classic Victorian sedimentary hosted gold with the high temperature Harcourt Granodiorite intrusive unit. Importantly, the mineralisation forms in sub vertical high-grade shoots, rather than the typical Victorian saddle reefs, and will allow for conventional future mining. Flooding prematurely terminated the mining operations at Maldon in 1918 and the project has seen limited modern exploration or deep drilling.

Kaiser is excited by the potential to extend and discover further high-grade gold mineralisation at the Nuggetty Reef mine with proven open ended gold mineralisation. The Maldon gold field has an impressive history, having produced 2.1 million ounces of gold at an average grade of 28 g/t, and the goldfield remains significantly underexplored. If this was in Western Australia it would already have had multiple lives and systematic exploration, but in Victoria it has remained largely untouched since flooding in 1918. There is potential not just for extensions, but for entire parallel systems and we are looking at this drill programme as a start to ongoing exploration activity.

Finance (unaudited)

During the December 2023 quarter, Kaiser sold 1,739 ounces gold at an average realised gold price of AUD\$3,055/ounce. Kaiser remains debt free and has not entered into any gold hedging agreements.

Total cash held at bank as of 31 December 2023 was \$4.2M excluding \$0.86M restricted cash.

Payments to related parties of the entity and their associates

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The total amount paid to related parties of the Company and their associates, as per item 6.1 of the Appendix 5B was AUD\$165K and includes the payments to directors for fees paid during the Quarter.

-ENDS-

This announcement has been authorised for release to the market by Managing Director, Jonathan Downes.

For further information:

Jonathan Downes
 Managing Director
admin@kaiserreef.com.au

References

1. East Lachlan Porphyry Cu-Au mineral potential map. Based on nine predictive maps and probability modelling. Source www.geoscience.nsw.gov.au N.S.W Department of Planning, Industry and Environment
2. USGS, Global Mineral Resource Assessment, Porphyry Copper Assessment of Eastern Australia, Scientific Investigations Report 2010-5090-L

Competent Persons Disclosure

The information included in this report that relates to Exploration Results is based on information compiled by Shawn Panton (B.Sc (hons) (Geology/Earth Science), M.B.A Ex. an employee of Kaiser Reef Limited. Mr Panton has sufficient experience that 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 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Panton consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Mr Panton holds securities in the company.

Future Performance

This announcement may contain certain forward-looking statements and opinion. Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties, assumptions, contingencies and other important factors, many of which are outside the control of the Company and which are subject to change without notice and could cause the actual results, performance or achievements of the Company to be materially different from the future results, performance or achievements expressed or implied by such statements. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Nothing contained in this announcement nor any information made available to youis, or and shall be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Kaiser Reef.

DECEMBER 2023 QUARTER – ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (2012 JORC Code). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

Date	Announcement
18 December 2023	Accelerated Exploration, Placement and Board Appointment
7 December 2023	Macquarie North Copper-Gold Licences Granted
23 November 2023	Exploration to commence at the Nuggetty Gold Mine
30 October 2023	New Gold Discovery

The ASX announcements made during the quarter are available for viewing on the Company's website www.kaiserreef.com.au under Investors tab. Kaiser confirms that it is not aware of any new information or data that materially affects the information included in any original ASX announcement.

COMPLIANCE STATEMENT

This report contains information extracted from reports cited herein. In relying on the above ASX announcements and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the abovementioned announcements or this Quarterly Report for the period ended 31 December 2023 and to date. All material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

Tenement information as required by the Listing Rule 5.3.2

SCHEDULE OF INTEREST IN MINING TENEMENTS				
Project	Tenement Number	Location of Tenement	Beneficial interest held at end of the quarter	Change in holding during the quarter
Stuart Town	EL8491	New South Wales	100%	-
Stuart Town	EL8952	New South Wales	100%	-
Stuart Town	EL9203	New South Wales	100%	-
Stuart Town	EL9198	New South Wales	100%	-
Stuart Town	EL9199	New South Wales	100%	-
Macquarie North	EL9623	New South Wales	100%	100%
Macquarie North	EL9624	New South Wales	100%	100%
A1	MIN5294	Victoria	100%	-
Maldon	MIN5146	Victoria	100%	-
Maldon	MIN5529	Victoria	100%	-
Maldon	MIN5528	Victoria	100%	-
Maldon	EL7029	Victoria	100%	-

Appendix 5B

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

Name of entity

Kaiser Reef Limited

ABN

38 635 910 271

Quarter ended ("current quarter")

31 December 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	5,313	13,989
1.2 Payments for		
(a) exploration & evaluation		
(b) development		
(c) production	(4,098)	(7,656)
(d) staff costs	(3,049)	(5,663)
(e) administration and corporate costs	(201)	(455)
1.3 Dividends received (see note 3)		
1.4 Interest received	6	10
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)		
1.9 Net cash from / (used in) operating activities	(2,029)	225
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) tenements	(41)	(73)
(c) property, plant and equipment	(175)	(437)
(d) exploration & evaluation	(376)	(961)
(e) investments		
(f) other non-current assets	(390)	(1,202)

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 \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	Net cash from / (used in) investing activities	(982)	(2,673)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	3,475	3,475
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	(11)	(11)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	Net cash from / (used in) financing activities	3,464	3,464

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,788	3,225
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,029)	225
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(982)	(2,673)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,464	3,464

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 \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	4,241	4,241

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	4,241	3,788
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,241	3,788

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(165)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	

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.

6.1 Comprises Director's fees paid during the quarter.

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities		
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 Total financing facilities		
7.5 Unused financing facilities available at quarter end		
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(2,029)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(376)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(2,405)
8.4 Cash and cash equivalents at quarter end (item 4.6)	4,241
8.5 Unused finance facilities available at quarter end (item 7.5)	
8.6 Total available funding (item 8.4 + item 8.5)	4,241
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.8
<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: No. The Company encountered floods which caused road access issues, together with lower grade and airleg mining staffing changes which were not expected and greatly reduced production volumes (as noted within the Quarterly Activities Report). The Company has also undergone a cost saving initiative during the December-23 quarter where a more positive March-24 quarter is expected.	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: The Company undertook a share placement during December 2023 and raised \$3.5M (before costs) as announced to the market on 18 December 2023.	

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

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes per the reasons stated at 8.8.1 and 8.8.2 above.

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: 23 January 2024

Authorised by: By the Board of Kaiser Reef Limited.....
(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.