

QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

WIDGIEMOOLTHA PROJECT

- Maiden soil assays return up to 409ppm Li₂O at Spargos East prospect, supported by significant rubidium, tantalum and caesium results¹
- Positive lithium auger sampling results following up 2.8km lithium trend at Pioneer Dome West^{2,3} with coincident rubidium and caesium
- Additional lithium trends identified at Franks Far Southeast prospect⁴ supported by historic rock chip samples up to 2,172ppm Li₂O

LAKE PERCY PROJECT

- Over 900m of Reverse Circulation drilling at Lake Percy⁵ as part of phase two exploration program; assays pending

CORPORATE

- During the period Dynamic continued to deliver on the exploration activities proposed in the IPO⁶ and finished the quarter with a cash balance of \$3.1M
-

Dynamic Metals Limited (ASX: DYM) (the Company) is pleased to provide a report on its activities for the quarter ending 31 December 2023. During the quarter the Company focussed its attention on systematic early-stage lithium exploration at its flagship Widgiemooltha Project, where it has successfully identified several significant anomalies at the Spargos East, Pioneer Dome West and Franks Far Southeast prospects. In addition, Dynamic completed a phase two drill program at the Lake Percy Project.

A summary of the quarterly field activities can be found in Table 1 with a project location map for reference in Figure 1.

EXPLORATION PROJECTS

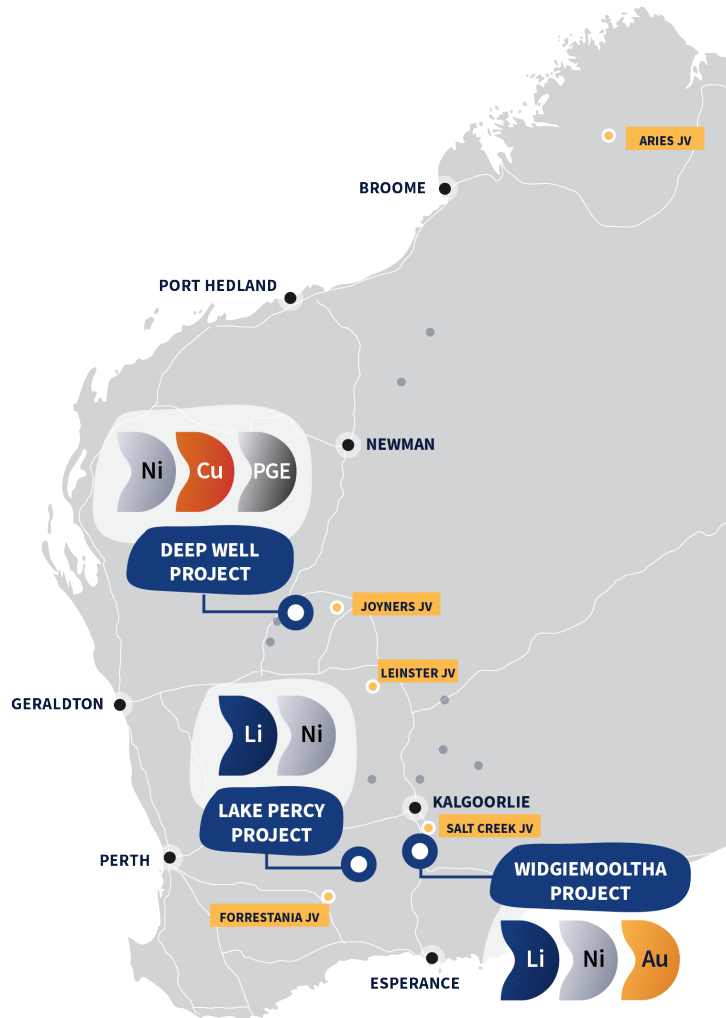


Figure 1. Map of Dynamic Metals' projects in Western Australia

| Project | Prospect | Commodity | Program | Samples | Metres drilled |
|---------------|----------------------|-----------|----------------|--------------|----------------|
| Widgiemooltha | Pioneer Dome West | Li | Auger Sampling | 580 | N/A |
| | Spargos East | Li | Soil Sampling | 336 | N/A |
| | Franks Far Southeast | Li | Soil Sampling | 544 | N/A |
| Lake Percy | | Ni | RC Drilling | 462 | 924 |
| Total | | | | 1,922 | 924 |

Table 1. Quarterly Field Activity Summary

WIDGIEMOOLTHA PROJECT

The Widgiemooltha Project is located approximately 550km east of Perth and centred 100km south of Kalgoorlie (Figure 2). The Project lies within a known corridor of world class komatiitic nickel sulphide deposits and orogenic gold deposits and historic exploration activities have been centred on these two commodities. More recently the area has emerged as a significant lithium belt with three lithium-caesium-tantalum (LCT) pegmatite related mines developed in the past few years.

Exploration activities this quarter were focussed on the reconnaissance soil sampling programs at Spargos East¹ and Franks Far Southeast⁴ prospects. Auger sampling was undertaken at Pioneer Dome West² to follow up a large lithium anomaly identified in the previous reporting period³.

Assay results were also received for Reverse Circulation (RC) drilling completed at D3 and D5 nickel prospects⁹.

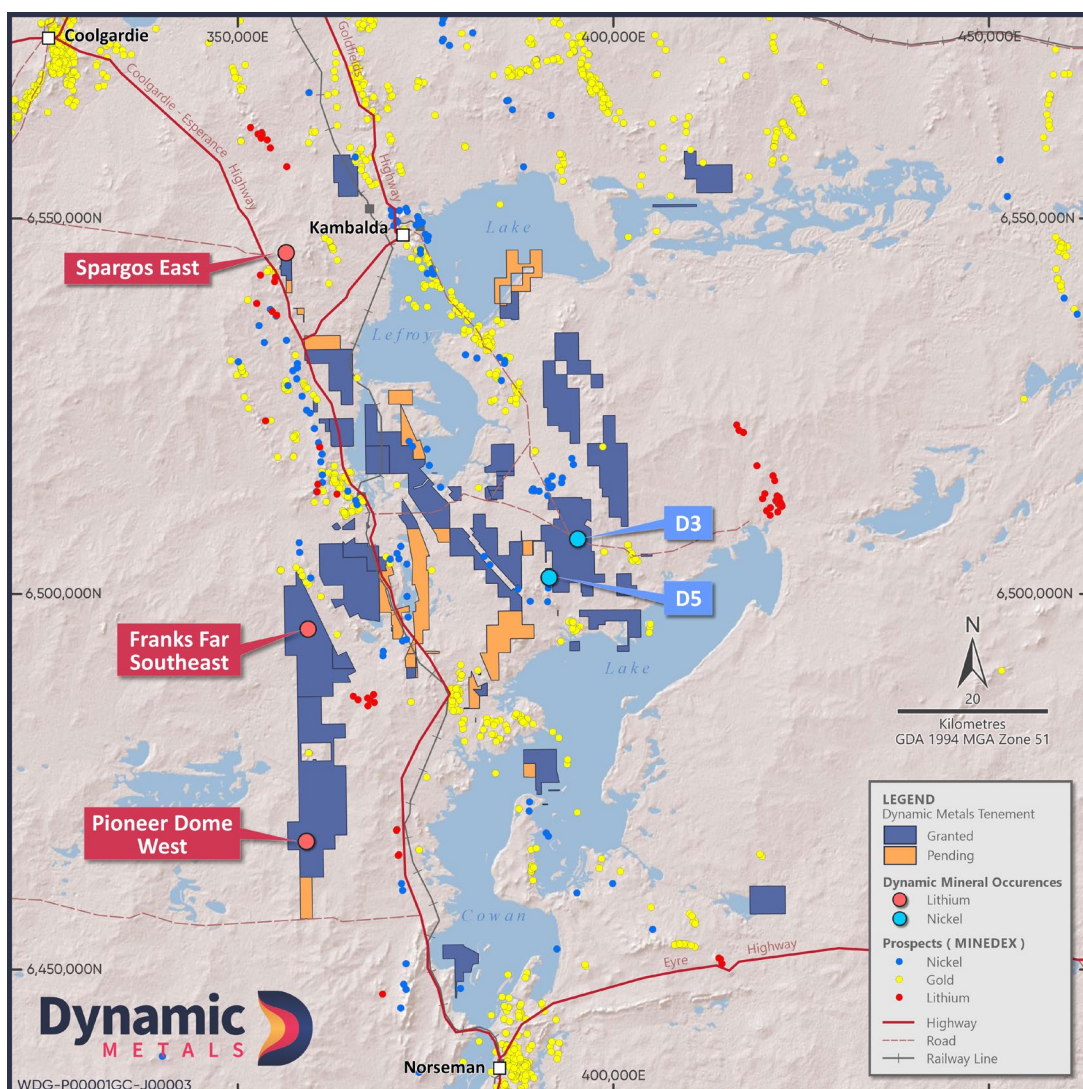


Figure 2. Widgiemooltha Project map highlighting areas where exploration occurred in the quarter ending 31 December 2023.

Spargos East Lithium Prospect

Approximately 336 soil samples were taken at the Spargos East prospect in November targeting LCT type pegmatites associated with the contact between volcanoclastic and mafic/ultramafic units. Soil samples were taken on lines 400m apart with 40m spacing on each line.

Assays returned from Spargos East highlight a robust and consistent lithium anomaly in soils over 100ppm lithium (Li) with peak assays of 190 ppm (equivalent of 409ppm Li_2O) (Figure 3)¹. The potential for LCT mineralisation is supported by rubidium (up to 492 ppm Rb), tantalum (up to 57 ppm Ta) and caesium (up to 64 ppm Cs).

Importantly, the Spargos East prospect is located only 14km south of Mineral Resources' Mt Marion lithium mining and processing operations⁷.

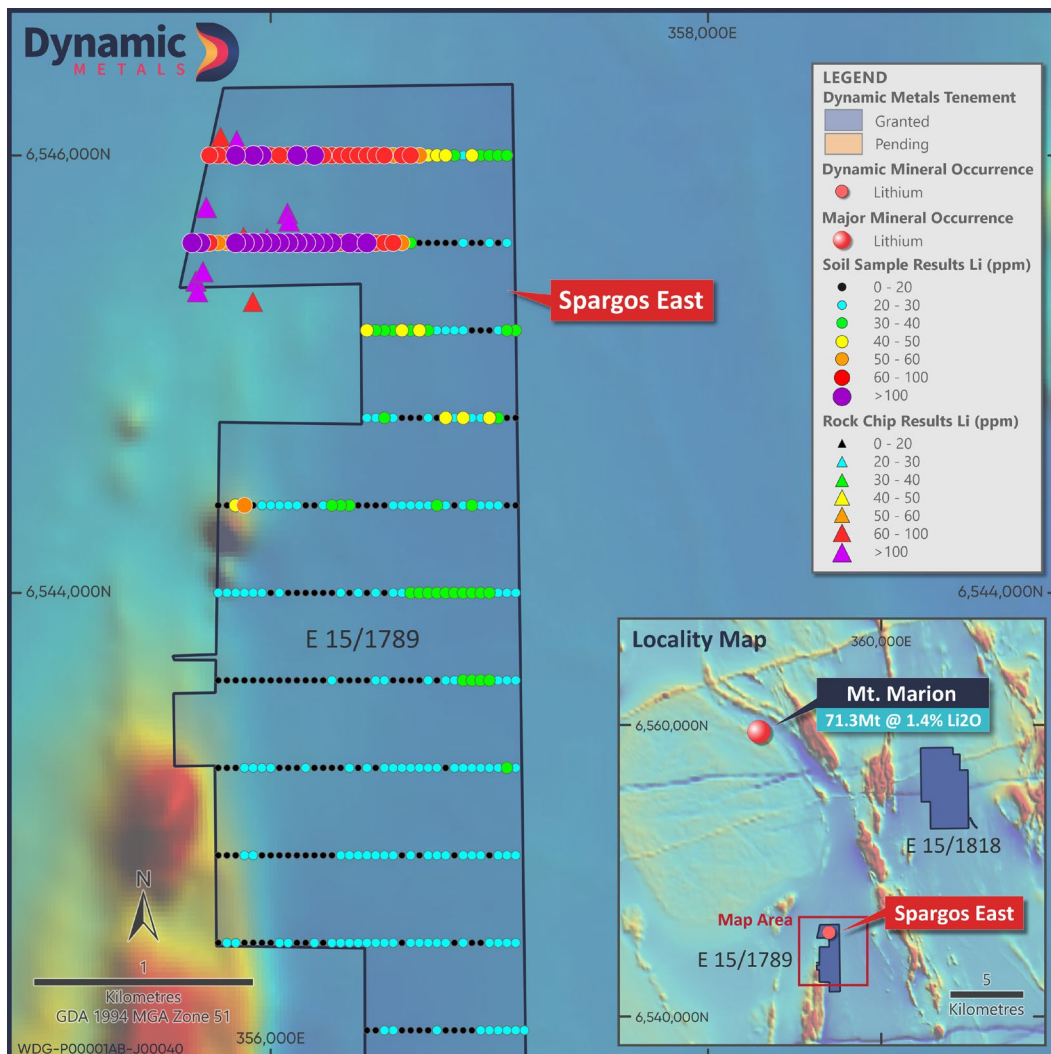


Figure 3. Results from maiden soil sampling program at Spargos East prospect, Widgiemooltha Project.

Franks Far Southeast Lithium Prospect

Approximately 544 soil samples were taken at the Franks Far Southeast prospect in November as part of the Company's strategic plan to systematically explore for LCT type pegmatites associated with the contact between volcanoclastic and mafic/ultramafic units. Soil samples were taken on lines 400m apart with 40m spacing on each line.

Post quarter end, the Company announced the results of the soil sampling program⁴. Two large new lithium anomalies have been identified, each over 1,000m in strike length and 300m to 600m wide (Figure 4). Additionally, the southernmost target has strong support from historic rock chip samples assaying up to 1,010ppm Li (equivalent of 2,172 ppm Li₂O).

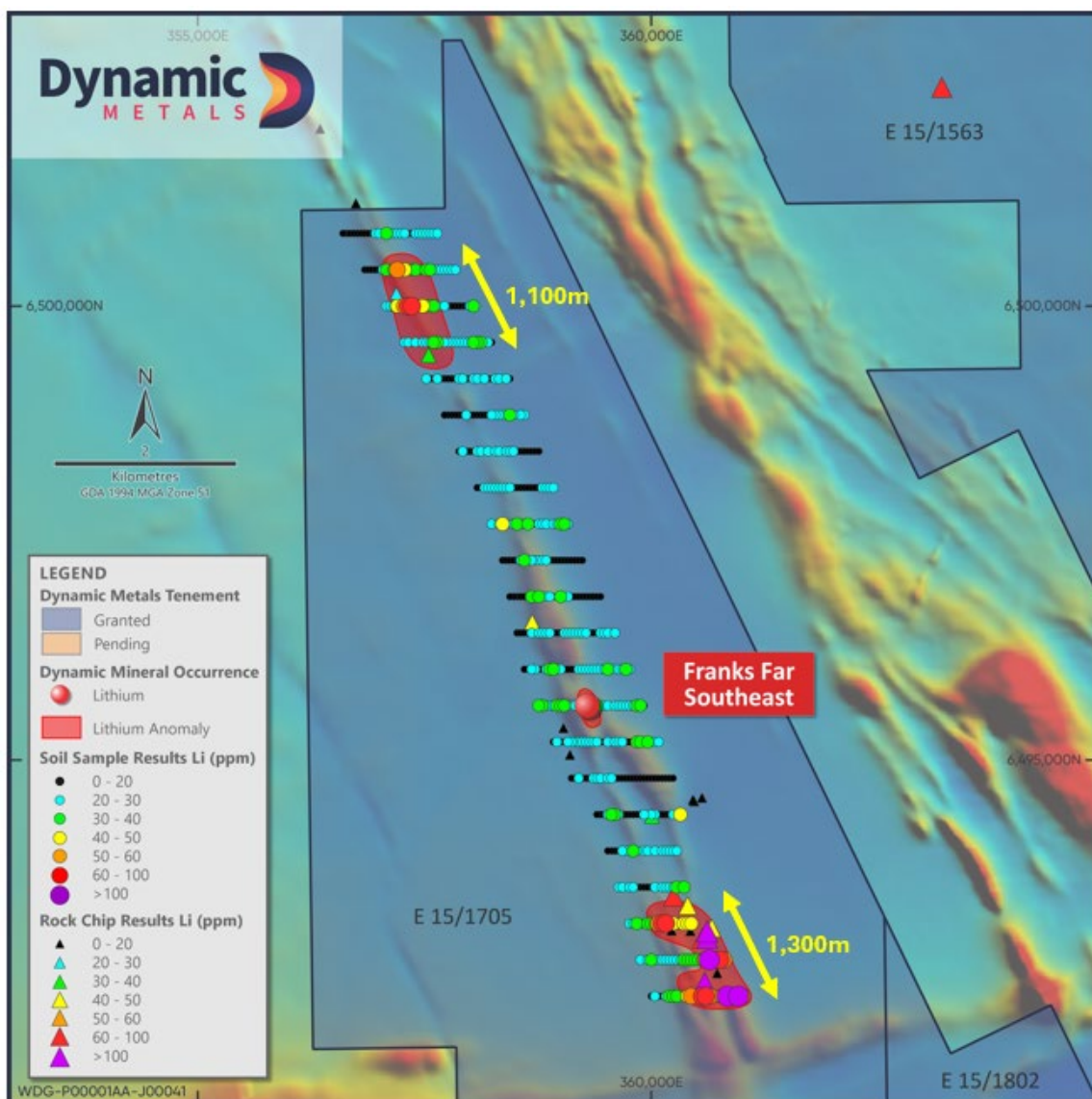


Figure 4. Results from maiden soil sampling program at Franks Far Southeast lithium prospect, Widgiemooltha Project.

Pioneer Dome Lithium Prospect

Dynamic's exploration licence 15/1721 is adjacent to Develop Global Limited (ASX: DVP) Dome North lithium project⁸ and covers 20km of strike along the highly prospective western side of the Pioneer Dome. Previous exploration activities were focussed on gold and nickel potential, so limited historical geochemical information on lithium and related elements exists for this tenement.

In quarter one of FY24 the Company identified a large 2.8km soil anomaly at the Pioneer Dome West³ and commenced follow up auger sampling. During the reporting period Dynamic announced the results of the auger sampling with the most significant results at the PDWS01 target, where assay results demonstrate coincident lithium, rubidium and caesium anomalies peaking at 182ppm Li, 328 ppm Rb, and 70ppm Cs (Figure 5).

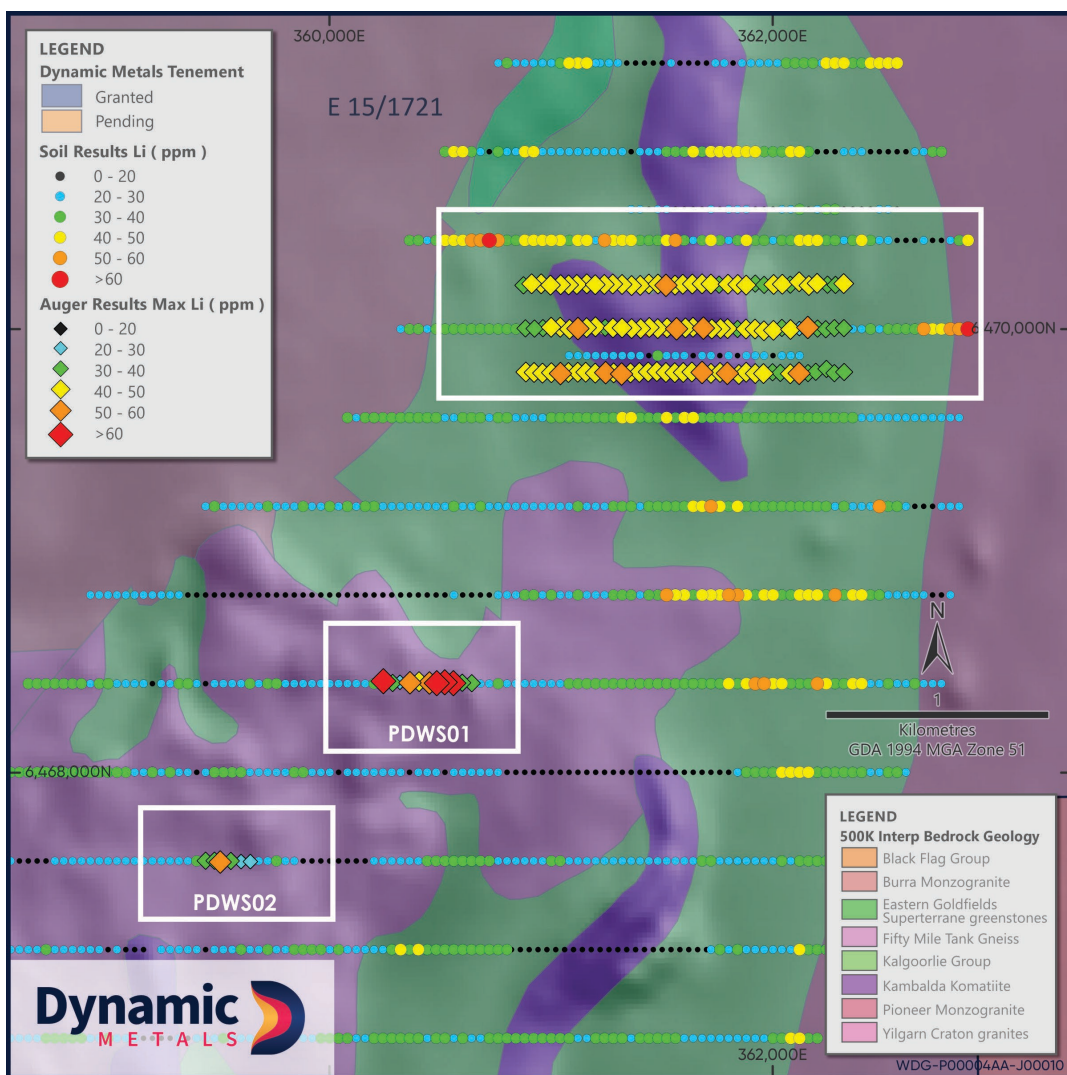


Figure 5. Plan map of auger and soil samples (diamond and circle shape respectively) taken by Dynamic Metals at Pioneer Dome West prospect. Background values for lithium in granite can be up to 30ppm (AUSIMM Field Geologists Guide). All results are Li ppm.

D3 & D5 Nickel Prospects

During the first quarter of FY24 the Company completed nine RC holes for a total of 1,092m to directly test for fresh rock nickel sulphide mineralisation associated with the ‘basal contact’ at the two prospects.

In October 2023 the Company announced that drilling at D5 identified a thick, uninterrupted ultramafic unit indicative of a channel unit which is positive in the context of exploring under the Kambalda ore deposit model with the basal contact intersected in the two northern-most drill lines⁹. Upon receipt of the geochemical data, the geological model was updated and as a result the Company plans to extend drilling on the southern sections to further constrain the basal contact and understand its properties (Figure 6).

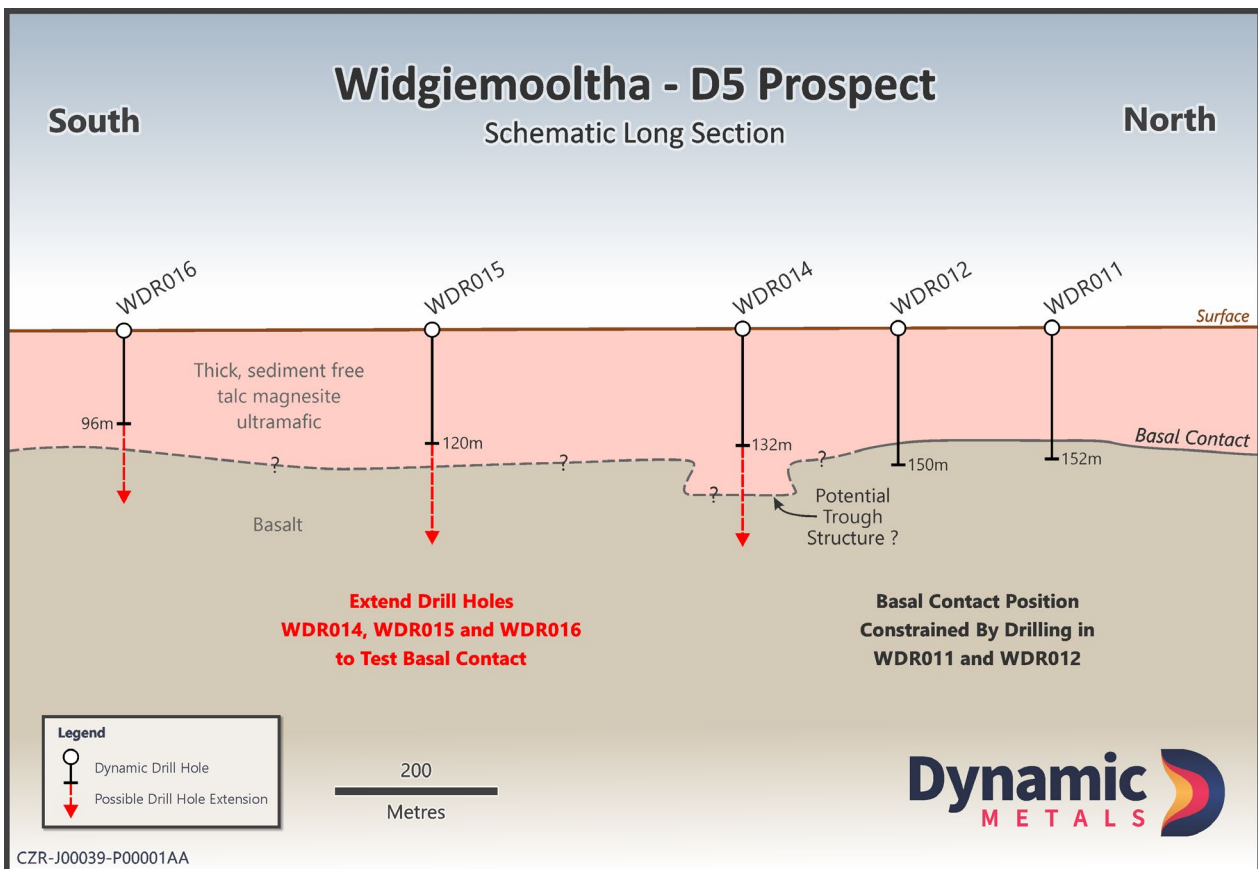


Figure 6. Schematic long section of D5 RC drilling. Red indicates proposed extensions to current drilling. The potential trough structure shown is the typical scale (~150m) of target that hosts nickel mineralisation in the Kambalda-style nickel ore deposit model

At the D3 prospect the observed geology did not correspond with Dynamic’s geological interpretations, with the first three holes dominated by volcanoclastics and no basal contact intercepted. As a result, additional proposed holes were not completed and no further drilling is planned at D3 at this time.

LAKE PERCY PROJECT

The Lake Percy Project is located approximately 120km to the west of Norseman, along the Hyden-Norseman Road. The Company's tenements are centred around the northern extension of the Lake Johnston greenstone belt, which hosts the Emily Ann and Maggie Hays nickel mines and the more recent Medcalf spodumene discovery by Charger Metals¹⁰. The project is near the Mt Day LCT pegmatite field 20km southeast as well as the Earl Grey Lithium Project located approximately 60km to the west (currently under development by Covalent Lithium Pty Ltd, a joint venture between subsidiaries of Sociedad Quimica y Minera de Chile S.A and Wesfarmers Limited¹¹).

In December 2023 the Company completed a total of five RC holes for 924m at the LP1 and LP2 targets⁵. Four RC holes were drilled on four sections 250 to 300m apart testing the nickel and Platinum Group Element (PGE) anomaly at depth at the LP2 target. The fifth hole targeted the strongest nickel and copper anomaly at the northern extent of drilling. Drill holes were cased for optionality of downhole electromagnetic (DHEM) surveys. Assays are anticipated to be returned by end of January 2024.

DEEP WELL PROJECT

The Deep Well Project is located approximately 30km east to southeast of Meekatharra and is a joint venture between M61 Holdings Pty Ltd (M61) and Dynamic. The project area covers the southern extension of the Gnaweeda Greenstone Belt which lies along the north-eastern most boundary of the Archaean Murchison Domain with the Southern Cross Domain part of the Youanmi Terrane within the Yilgarn Craton of Western Australia.

Dynamic plans to follow up newly identified and untested nickel sulphide gossans outcropping over a 6km strike along the interpreted greenstone⁶ (Figure 7). The Company progressed land access requirements during the quarter in line with plans to commence on-ground exploration in 2024.

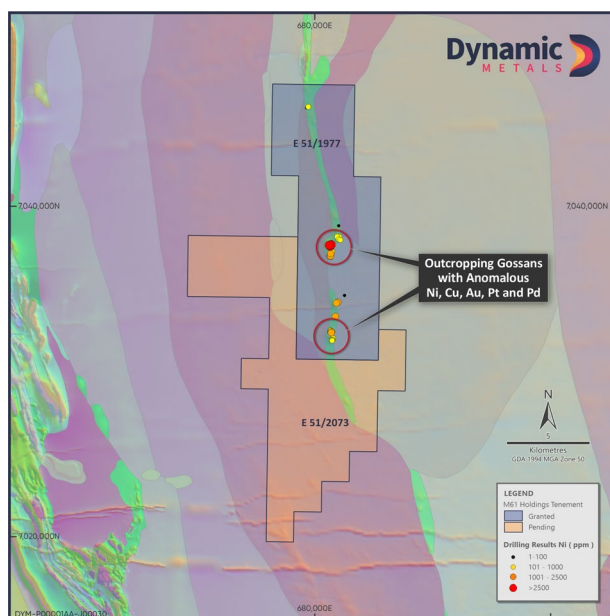


Figure 7. Plan view of Deep Well Project tenements

GENERATIVE WA

As part of the long-term growth strategy, Dynamic makes opportunistic tenement applications adjacent to or along strike of existing mining operations or advanced projects. Tenements that do not fall into 1 of the 3 main projects (Widgiemooltha, Lake Percy or Deep Well) are referred to collectively as Generative.

During the quarter the Company initiated desktop studies at its Lindsays Project which includes recently granted exploration licence 31/1316.

The Company continuously reviews the Generative projects and is actively pursuing opportunities to capitalise non-core assets. During the quarter the Company was issued 100,000 shares and 200,000 options from Western Mines Group as consideration for sale of Mulga Tank¹².

JV PROJECTS

The Company has the following Joint Venture and Farm-In Agreements (Table 2). Material announcements relevant to Dynamic Metals include:

- GWR Group (ASX: GWR) announced the sale of the Wiluna West Iron Ore Project to Gold Valley West Wiluna Pty Ltd for \$20M and a \$2.00 dmt royalty¹³
- Great Western Exploration (ASX: GTE) have continued to explore the Firebird Gold Project, located in the Wiluna district, where GTE are earning up to 80% interest in E53/2129. Over 8,000m were drilled in the phase two aircore program following up their earlier RC program^{14,15}.

| Project | Commodity | Company | DYM Interest |
|------------------------|-------------------|-------------------------------------|---------------------|
| Deep Well | Nickel-Copper-PGE | M61 Holdings Pty Ltd | 80% |
| Prospect Ridge | Magnesite | GWR Group | 30% |
| Joyner's Find | Iron Ore | | 20% |
| Joyner's Find/Firebird | Gold | Great Western Exploration Limited | 100% |
| Leinster | Nickel | Future Battery Minerals Limited | 20% |
| Torque | Gold | Torque Metals Limited | 20% |
| Bundie Bore | Gold | Voltaic Strategic Resources Limited | 20% |
| Forrestania | Nickel, lithium | Forrestania Resources Limited | 20% |
| Salt Creek | Gold | MTM Critical Minerals Limited | 20% |
| Aries | Diamond | Odessa Minerals Limited | 10% |

Table 2. Summary of Farm-In and Joint Venture interests

CORPORATE

Payments to related parties totalled \$97K for the quarter and consisted of remuneration paid to the Executive Director in line with her service and employment agreement and payments for services provided by Non-Executive Directors.

Use of Funds comparison

As per Listing Rule 5.3.4 the Company has prepared a comparison of the Company's actual expenditure on the individual items in the "Use of Funds" statement since the date of admission to the official list against the estimated expenditure on those items in the "Use of Funds" statement in the IPO Prospectus⁶ (Table 3).

In general, expenditure is on track and in line with expectations and budget for an active exploration company. The costs related to the completion of the spin-off were higher than anticipated, which was primarily due to the size of the asset portfolio and related legal and accounting complexities. No additional costs from listing were incurred this quarter.

The expenditure to 31 December 2023 included reimbursement to Jindalee Lithium Limited for operating costs related to Dynamic Metals' exploration activities during the transition period.

At a macroeconomic level, general costs have increased in recent times, and the Company will monitor these factors and manage its forecast expenditure and cashflow requirements as required.

| Category | IPO Use of Fund Estimate (2 years) \$ | Expenditure to 31 Dec 2023 \$ | Remaining balance \$ | Comments |
|----------------------------------|--|----------------------------------|-------------------------|---|
| Widgiemooltha Project | 1,490,000 | 1,052,125 | 437,875 | On track |
| Lake Percy Project | 1,092,000 | 1,068,017 | 23,983 | On track |
| Deep Well Project | 878,000 | 112,092 | 765,908 | On track |
| WA Generative | 566,000 | 416,128 | 149,872 | On track |
| Working Capital | 2,214,000 | 699,664 | 1,514,336 | On track |
| Costs of the Spin-off and Offers | 760,000 | 828,453 | (68,453) | Listing costs higher than budgeted due to portfolio complexity |
| Sub-Total | 7,000,000 | 4,176,480 | 2,823,520 | |
| Cash acquired | | | 251,735 | Cash acquired with the purchase of HiTec Minerals Pty Ltd as part of the spin-off |
| Total | | | 3,075,255 | |

Table 3. IPO Use of funds versus actual expenditure to 31 December 2023

Released with the authority of Dynamic Metals' Board of Directors.

For further information on the Company and our projects, please visit: www.dynamicmetals.com.au

CONTACT

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Managing Director

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REFERENCES

Additional details including JORC 2012 reporting tables, where applicable, can be found in the following releases lodged with ASX and referred to in this announcement:

1. Dynamic Metals ASX Announcement 11/12/2023: "Maiden Soil Assays up to 409ppm Li₂O at Spargos East"
2. Dynamic Metals ASX Announcement 27/11/2023: "Positive Lithium Auger Results at Pioneer Dome"
3. Dynamic Metals ASX Announcement 05/10/2023: "2.8km Lithium Anomaly Defined at Pioneer Dome"
4. Dynamic Metals ASX Announcement 23/01/2024: "Soil Sampling Identifies New Lithium Trends at Widgiemooltha"
5. Dynamic Metals ASX Announcement 08/12/2023: "Phase 2 Nickel Drilling Complete at Lake Percy"
6. Dynamic Metals ASX Disclosure 12/01/2023: "Prospectus"
7. Mineral Resources ASX Announcement 22/11/2023: "Mineral Resources and Ore Reserves update"
8. Essential Metals ASX Announcement 20/12/2022: "Dome North lithium upgrade boosts Indicated Resource tonnes by 50%"
9. Dynamic Metals ASX Announcement 23/10/2023: Nickel Exploration Update"
10. Charger Metals ASX announcement 22/02/2023: "Charger confirms High Grade Lithium at Medcalf"
11. Covalent Lithium Mount Holland Mine information accessed at <https://www.covalentlithium.com/>
12. Western Mines Group ASX Announcement 03/10/2023: "WMG Consolidates Entire Mulga Tank Complex"
13. GWR ASX Announcement 21/12/2023: "Sale of Wiluna West Iron Ore Project"
14. Great Western Exploration ASX Announcement 19/09/2023: "Maiden RC Drilling upgrades Firebird"
15. Great Western Exploration ASX Announcement 19/12/2023: "Extensive Aircore Program Completed at Firebird Gold Project"

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mrs Karen Wellman. Mrs Wellman is an employee of the Company and a Member of the Australasian Institute of Mining and Metallurgy. Mrs Wellman has sufficient experience relevant to the styles of mineralisation and types of deposits 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, Minerals Resources and Ore Reserves.' Mrs Wellman consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

FORWARD LOOKING STATEMENT

This document may contain certain forward-looking statements. Forward-looking statements include but are not limited to statements concerning Dynamic Metals Limited's (Dynamic's) current expectations, estimates and projections about the industry in which Dynamic operates, and beliefs and assumptions regarding Dynamic's future performance. When used in this document, the words such as "anticipate", "could", "plan", "estimate", "expects", "seeks", "intends", "may", "potential", "should", and similar expressions are forward-looking statements. Although Dynamic believes that its expectations reflected in these forward-looking statements are reasonable, such statements are subject to known and unknown risks, uncertainties and other factors, some of which are beyond the control of Dynamic and no assurance can be given that actual results will be consistent with these forward-looking statements.

ABOUT DYNAMIC METALS

Dynamic Metals (ASX: DYM) is a dedicated exploration company focused on advancing a highly prospective portfolio of future facing critical minerals projects in Australia. The Company completed a successful IPO in January 2023 raising \$7 million to fully fund an aggressive exploration program across the portfolio.

Dynamic's flagship project, Widgiemooltha, covers an extensive area of c.880km² extending between Norseman and Kambalda. The region is well known for its numerous nickel and gold mines, but more recently has emerged in significance for its lithium mineralisation and prospectivity.

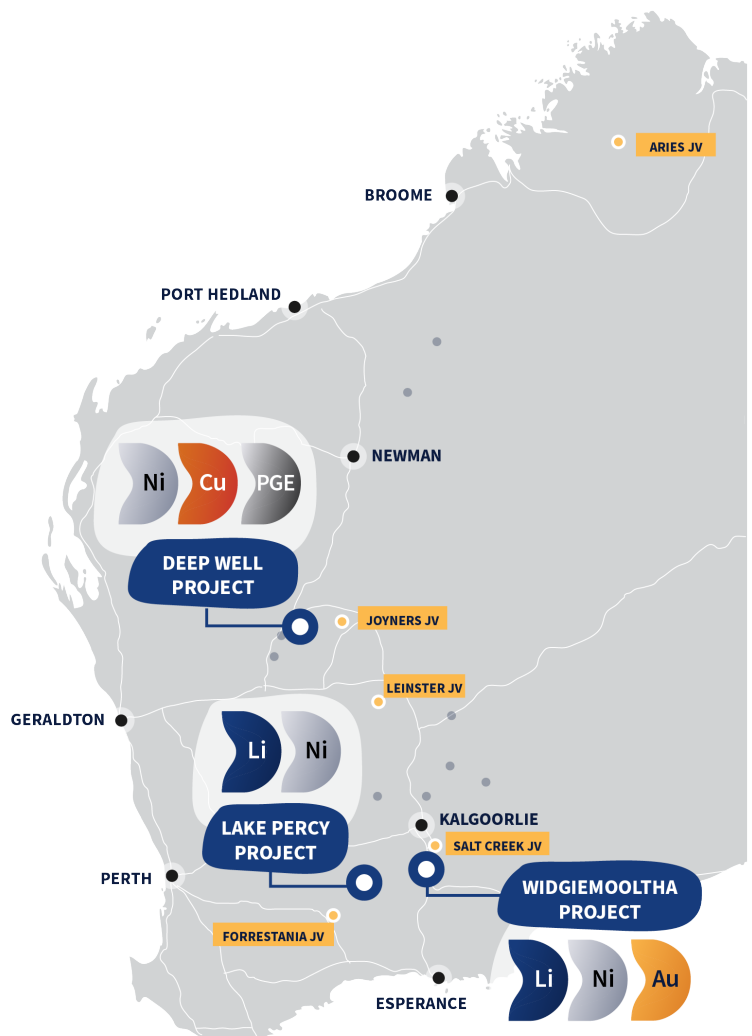
DYNAMIC METALS CAPITAL STRUCTURE

Share Price: \$0.14/share

Cash 31 Dec 2023: \$3.1M

Shares on Issue: 49M

Market Cap: \$6.9M



Portfolio of forward-facing critical minerals projects in Australia



Exposure to global decarbonization and battery metals thematic



Substantial exploration targets generated across Li, Ni, Cu, PGE and Au



Team has extensive experience and successful track record



On-ground activities are complete and drilling commenced



Attractive valuation and leverage to exploration success



Appendix 1: Tenement List as per Listing Rule 5.3.3

| Tenement | Status | Location | Int. Beginning Qtr | Int. End Qtr |
|-----------|-------------|-------------------|--------------------|--------------|
| E 15/1552 | Granted | Western Australia | 100% | 0% |
| E 15/1563 | Granted | Western Australia | 100% | 100% |
| E 15/1624 | Granted | Western Australia | 100% | 100% |
| E 15/1645 | Granted | Western Australia | 100% | 100% |
| E 15/1680 | Granted | Western Australia | 100% | 100% |
| E 15/1691 | Granted | Western Australia | 100% | 100% |
| E 15/1697 | Granted | Western Australia | 100% | 100% |
| E 15/1700 | Granted | Western Australia | 100% | 100% |
| E 15/1705 | Granted | Western Australia | 100% | 100% |
| E 15/1712 | Granted | Western Australia | 100% | 100% |
| E 15/1713 | Application | Western Australia | 100% | 100% |
| E 15/1720 | Granted | Western Australia | 100% | 100% |
| E 15/1721 | Granted | Western Australia | 100% | 100% |
| E 15/1722 | Granted | Western Australia | 100% | 100% |
| E 15/1753 | Granted | Western Australia | 100% | 100% |
| E 15/1754 | Application | Western Australia | 100% | 100% |
| E 15/1765 | Application | Western Australia | 100% | 100% |
| E 15/1789 | Granted | Western Australia | 100% | 100% |
| E 15/1802 | Granted | Western Australia | 100% | 100% |
| E 15/1806 | Granted | Western Australia | 100% | 0% |
| E 15/1807 | Granted | Western Australia | 100% | 0% |
| E 15/1808 | Application | Western Australia | 100% | 0% |
| E 15/1816 | Application | Western Australia | 100% | 100% |
| E 15/1818 | Granted | Western Australia | 100% | 100% |
| E 15/1838 | Application | Western Australia | 100% | 100% |
| E 15/1840 | Application | Western Australia | 100% | 100% |
| E 15/1865 | Application | Western Australia | 100% | 100% |
| E 15/1880 | Application | Western Australia | 100% | 100% |
| E 15/1907 | Application | Western Australia | 100% | 100% |
| E 15/1935 | Application | Western Australia | 100% | 100% |
| E 15/1937 | Application | Western Australia | 100% | 100% |
| E 63/2005 | Granted | Western Australia | 100% | 100% |
| E 63/1832 | Granted | Western Australia | 100% | 0% |
| P 15/6112 | Granted | Western Australia | 100% | 100% |
| P 15/6246 | Granted | Western Australia | 100% | 100% |
| P 15/6267 | Granted | Western Australia | 100% | 0% |
| P 15/6268 | Granted | Western Australia | 100% | 100% |
| P 15/6342 | Granted | Western Australia | 100% | 100% |
| P 15/6367 | Granted | Western Australia | 100% | 100% |
| P 15/6584 | Granted | Western Australia | 100% | 100% |
| P 15/6585 | Granted | Western Australia | 100% | 100% |
| P 15/6586 | Granted | Western Australia | 100% | 100% |
| P 15/6587 | Granted | Western Australia | 100% | 100% |
| E 70/6169 | Granted | Western Australia | 100% | 100% |
| E 31/1299 | Granted | Western Australia | 100% | 100% |

| Tenement | Status | Location | Int. Beginning Qtr | Int. End Qtr |
|-----------|-------------|-------------------|--------------------|--------------|
| E 70/6169 | Granted | Western Australia | 100% | 100% |
| E 31/1299 | Granted | Western Australia | 100% | 100% |
| E 77/2887 | Granted | Western Australia | 100% | 100% |
| E 20/1001 | Application | Western Australia | 100% | 100% |
| E 20/992 | Granted | Western Australia | 100% | 0% |
| E 53/2131 | Granted | Western Australia | 100% | 100% |
| E 40/405 | Granted | Western Australia | 100% | 100% |
| E 40/430 | Application | Western Australia | 100% | 100% |
| E 30/548 | Application | Western Australia | 100% | 100% |
| E 30/578 | Application | Western Australia | 0% | 100% |
| E 28/3150 | Granted | Western Australia | 100% | 100% |
| E 28/3151 | Granted | Western Australia | 100% | 100% |
| E 28/3152 | Granted | Western Australia | 100% | 100% |
| E 28/3153 | Granted | Western Australia | 100% | 100% |
| E 28/3223 | Granted | Western Australia | 100% | 100% |
| E 38/3540 | Application | Western Australia | 100% | 100% |
| E 38/3714 | Application | Western Australia | 100% | 100% |
| E 38/3725 | Application | Western Australia | 100% | 100% |
| E 36/1060 | Application | Western Australia | 100% | 100% |
| E 36/953 | Granted | Western Australia | 100% | 100% |
| E 36/994 | Granted | Western Australia | 100% | 100% |
| E 37/1370 | Granted | Western Australia | 100% | 0% |
| E 37/1414 | Granted | Western Australia | 100% | 100% |
| E 37/1472 | Application | Western Australia | 100% | 100% |
| E 37/1502 | Application | Western Australia | 100% | 100% |
| E 27/651 | Application | Western Australia | 100% | 100% |
| E 27/652 | Application | Western Australia | 100% | 100% |
| E 27/666 | Application | Western Australia | 100% | 100% |
| E 27/693 | Application | Western Australia | 100% | 100% |
| E 31/1316 | Granted | Western Australia | 100% | 100% |
| E 53/2148 | Application | Western Australia | 100% | 100% |
| E 45/5381 | Application | Western Australia | 100% | 100% |
| E 39/2134 | Granted | Western Australia | 100% | 100% |
| E 28/3138 | Application | Western Australia | 100% | 100% |
| E 16/575 | Application | Western Australia | 100% | 100% |
| E 16/610 | Application | Western Australia | 100% | 100% |
| E 16/620 | Application | Western Australia | 100% | 100% |
| E 16/621 | Application | Western Australia | 100% | 100% |
| E 16/640 | Application | Western Australia | 0% | 100% |
| E 16/641 | Application | Western Australia | 0% | 100% |
| E 16/642 | Application | Western Australia | 0% | 100% |
| E 16/643 | Application | Western Australia | 0% | 100% |
| E 77/2958 | Application | Western Australia | 100% | 100% |
| E 31/1324 | Application | Western Australia | 100% | 100% |
| E 38/3849 | Application | Western Australia | 0% | 100% |
| E 38/3851 | Application | Western Australia | 0% | 100% |

| Tenement | Status | Location | Int. Beginning Qtr | Int. End Qtr |
|-------------|-------------|-------------------|--------------------|--------------|
| E 39/2350 | Application | Western Australia | 100% | 100% |
| E 63/1981 | Granted | Western Australia | 100% | 100% |
| E 63/2088 | Granted | Western Australia | 100% | 100% |
| E 63/2237 | Granted | Western Australia | 100% | 100% |
| E 63/2238 | Application | Western Australia | 100% | 100% |
| E 63/2261 | Application | Western Australia | 100% | 100% |
| E 51/1977 | Granted | Western Australia | 80% | 80% |
| E 51/2073 | Application | Western Australia | 80% | 80% |
| E 15/1736 | Granted | Western Australia | 20% | 20% |
| E 15/1747 | Granted | Western Australia | 20% | 20% |
| E 15/1752 | Granted | Western Australia | 20% | 20% |
| E 25/562 | Granted | Western Australia | 20% | 20% |
| P 25/2568 | Granted | Western Australia | 20% | 20% |
| E 77/2575 | Granted | Western Australia | 20% | 20% |
| E 77/2576 | Granted | Western Australia | 20% | 20% |
| E 77/2701 | Granted | Western Australia | 20% | 20% |
| M 53/1078-I | Granted | Western Australia | 20% | 20% |
| E 51/1909 | Granted | Western Australia | 20% | 20% |
| E 51/1946 | Granted | Western Australia | 20% | 20% |
| P 51/3145 | Granted | Western Australia | 20% | 20% |
| P 51/3146 | Granted | Western Australia | 20% | 20% |
| P 51/3147 | Granted | Western Australia | 20% | 20% |
| E 80/5027 | Granted | Western Australia | 10% | 10% |
| E 36/895 | Granted | Western Australia | 100% | 100% |
| E 53/2129 | Granted | Western Australia | 100% | 100% |
| EL5/2016 | Granted | Tasmania | 30% | 30% |

Appendix 5B

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

Name of entity

| |
|-------------------------------|
| Dynamic Metals Limited |
|-------------------------------|

ABN

| |
|----------------|
| 37 659 154 480 |
|----------------|

Quarter ended ("current quarter")

| |
|------------------|
| 31 December 2023 |
|------------------|

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (6 months) \$A'000 |
|---|------------------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for | | |
| (a) exploration & evaluation | - | - |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | (242) | (405) |
| (e) administration and corporate costs | (106) | (253) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | 14 | 48 |
| 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 | (334) | (610) |

| | | |
|--|-------|-------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) tenements | - | - |
| (c) property, plant and equipment | (5) | (27) |
| (d) exploration & evaluation | (267) | (686) |
| (e) investments | - | - |
| (f) other non-current assets | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (6 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) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (272) | (713) |

| | | | |
|-------------|---|------------|-------------|
| 3. | Cash flows from financing activities | | |
| 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 (provide details if material) | (9) | (15) |
| 3.10 | Net cash from / (used in) financing activities | (9) | (15) |

| | | | |
|-----------|--|-------|-------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 3,690 | 4,413 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (334) | (610) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (272) | (713) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | (9) | (15) |

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 (6 months) \$A'000 |
|---|---|------------------------------------|--|
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 3,075 | 3,075 |

| 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 | 1,033 | 3,648 |
| 5.2 | Call deposits | 2,020 | 20 |
| 5.3 | Bank overdrafts | - | - |
| 5.4 | Other (provide details) | 22 | 22 |
| 5.5 | Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 3,075 | 3,690 |

| 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 | 38 |
| 6.2 | Aggregate amount of payments to related parties and their associates included in item 2 | 59 |

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

| 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) | (334) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (267) |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (601) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 3,075 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 Total available funding (item 8.4 + item 8.5) | 3,075 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 5.1 |
| <i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i> | |
| 8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions: | |
| 8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not? | |
| Answer: N/A | |
| 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: N/A | |
| 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: N/A | |
| <i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i> | |

Compliance statement

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

Date: 24 January 2024

Authorised 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.