



QUARTERLY ACTIVITIES REPORT

FOR THE QUARTER ENDED 31 DECEMBER 2023

Prospect Resources Ltd (ASX: PSC, FRA:5E8) (**Prospect or the Company**) is pleased to report on its activities undertaken during the December 2023 quarter.

Highlights

Step Aside Lithium Project, Zimbabwe

- Initial Phase 3 drilling programme produced outstanding results with discovery holes CDD055-056 delineating new “WinBin” pegmatite discovery zone; initial intercept returned **23.1m at 1.03% Li₂O from 45m**, including **11m @ 1.51% Li₂O from 54m**.
- Follow-up diamond drill hole CDD056 returned **33m @ 1.18% Li₂O from 81m**, including **24m @ 1.41% Li₂O from 88m**.
- Extended programme designed to further test the WinBin discovery was conducted during the quarter with a total of **44 holes drilled for approximately 5,100m drilled**.
- Assay results received throughout the follow-up drill program from holes targeting the WinBin discovery returned excellent results of:
 - **5.62m @ 1.48% Li₂O (CDD053) from 69.38m and 6.68m @ 1.17% Li₂O (CDD057) from 37.05m.**
 - **20.0m @ 1.34% Li₂O from 45m, incl. 6.0m @ 2.21% Li₂O from 48m (CDD063)**
 - **12.0m @ 1.45% Li₂O from 131m (CDD066)**
 - **8.0m @ 1.87% Li₂O from 93m, incl. 4.0m @ 2.12% Li₂O from 96m (CDD061)**
 - **8.46m @ 1.36% Li₂O from 120.54m (CDD059)**
- Follow-up results demonstrated that mineralised feeder zone extends from WinBin through to an extension of Pegmatite C, open at depth and to the south and combining strike of co-joined mineralisation to approximately 580m.
- Assay results for 10 holes remain outstanding and scheduled for receipt in Q1 2024.
- Phase 4 programme approved with proposed 2,000m diamond drilling set to commence in late January 2024, targeting extensions at WinBin further south and following up high-grade intersections at Pegmatite E

Omaruru Lithium Project, Namibia

- Phase 2 detailed soil sampling programmes outlined significant geochemical anomalies with characteristic pathfinder signatures for LCT pegmatites in new areas across Omaruru.
- Grid-based sampling undertaken over the newly discovered pegmatites at Karlsbrunn SE, and adjacent to the existing Bergers and Karlsbrunn NE prospects, generated extensions and new positions for potential blind subsurface lithium mineralisation.
- Shallow, walk-up drill targets were identified across these prospects and are set to be tested via mixed RAB and RC drilling during the Phase 2 drilling programme at Omaruru, which will commence in January.
- The full completion of the Phase 2 programme expected to satisfy earn-in on Omaruru; Prospect investing a further US\$0.56 million over 12 months to reach a 51% project interest.

Kesya Rare Earths Project, Zambia

- Proposed exploration programme remains on hold due to administrative delays in granting the LEL.
- The Option Agreement (and certain Conditions Precedent pertaining to the grant of the LEL application for Kesya) is set to expire on 15 February 2024. Whilst Prospect remains hopeful in moving forward with the Kesya Project, it has not received any meaningful update on the granting of the LEL and intends to re-evaluate its forward strategy and involvement at Kesya ahead of the expiry of the Option Agreement.

Corporate

- At 31 December 2023, Prospect held A\$21.2 million cash and zero debt.

Prospect Managing Director and CEO, Sam Hosack, commented:

“We concluded the December quarter with further excellent results from our extended Phase 3 drilling programme at Step Aside. Now complete, this programme has reshaped our expectations regarding the value inherent within the Step Aside Project.”

“The follow-up results demonstrate that the WinBin discovery bends and co-joins an extension to Pegmatite C and forms a curved system striking over at least 580 metres and open at depth. We can also infer that WinBin feeds the narrower Pegmatite A, B, D and F swarm defined further north, with those deposits also being open at depth. We intend to continue aggressive exploration of the WinBin target zone via Phase 4 drilling set to commence in late January 2024.”

“We will also start drill testing our robust pipeline of geochemical targets at Omaruru in January. Stay tuned for an exciting CY2024 as we continue advancing our exploration activities across these highly prospective lithium assets.”

“Despite the recent pullback in lithium pricing, Prospect believes the long term fundamentals of the battery mineral industry are strong and intends to stay the path. The Company also continues its business development activities in other electrification commodities, with the current focus on copper and rare earths.”

Project Development

Step Aside Lithium Project (Zimbabwe); 90% PSC

Prospect's 90%-owned Step Aside Lithium Project is located within the Archaean Harare Greenstone Belt, approximately 35 km east of Zimbabwe's capital city Harare, with the claim covering approximately 100 hectares (see Figure 1). Step Aside is 8 km north of the Arcadia Lithium Project, which was discovered by the same Prospect exploration team, and holds a Mineral Resource estimate of 72.7 million tonnes grading 1.02% Li₂O. The Arcadia asset was sold to Huayou Cobalt by Prospect in mid-2022 for approximately A\$422 million cash and is currently in operation utilising the technical output developed by the Prospect team.

The Step Aside Project consists of a folded sequence of meta-sediments of the Gwebi and Mapfeni Members of the Passford Formation. These meta-sediments are intruded by north trending pegmatites, dolerites and quartz veins of the Mashonaland Suite, which make up the youngest rocks found within the Harare Greenstone Belt.

Broadly, six visible mineralised pegmatites (denoted "A" to "F") were identified within meta-dolerite host rocks at Step Aside. Individual pegmatites, geologically mapped at surface, are all generally parallel to one another, striking roughly north-south with dips of 40-45° to the west geologically mapped at surface. Pegmatite A on the eastern side and Pegmatite D to the west are the widest, measuring 5-15m thick and 4-20m thick, respectively. The strike lengths of the A, B, C, D, E and F pegmatite outcrops at surface are between 50m and 120m long.



Figure 1: Locality Map of Step Aside Lithium Project, within 8km north of Arcadia

Significant New Lithium Discovery

On 18 October 2023, Prospect announced that scout drilling in the area south of the mapped Pegmatite B and C deposits had returned a 25.73m intersection of pegmatite (from a vertical depth of 36m) in diamond drill hole, CDD055. Visual logging of core from CDD055 showed strong lithium

mineralisation with abundant coarse spodumene crystals being evident. Assaying of this core subsequently returned an interval of **23.1m @ 1.03% Li₂O from 45.0 metres** (see Figure 2).

XRD analysis of representative pulp samples from the lithium mineralised intersection within CDD055 returned a mineral composition result that is more than 95% spodumene.

Upon initial submission of this core for assay, a follow up vertical drill hole, CDD056, was collared 2m to the west of CDD055 and drilled to ascertain an orientation of the new pegmatite discovery. CDD056 intersected an interval of approximately 40m of similar, coarse-grained spodumene mineralised pegmatite, commencing from 77.8m downhole. This indicated a dip of approximately 60° to the west at this location, at that time.

The WinBin discovery hole CDD055 was initially sited to test a key lithium in soil anomaly target. The intercept returned represented the identification of a significant new lithium mineralised pegmatite body, which Prospect subsequently named “WinBin” after Prospect team members James Winch and Enias Binala.

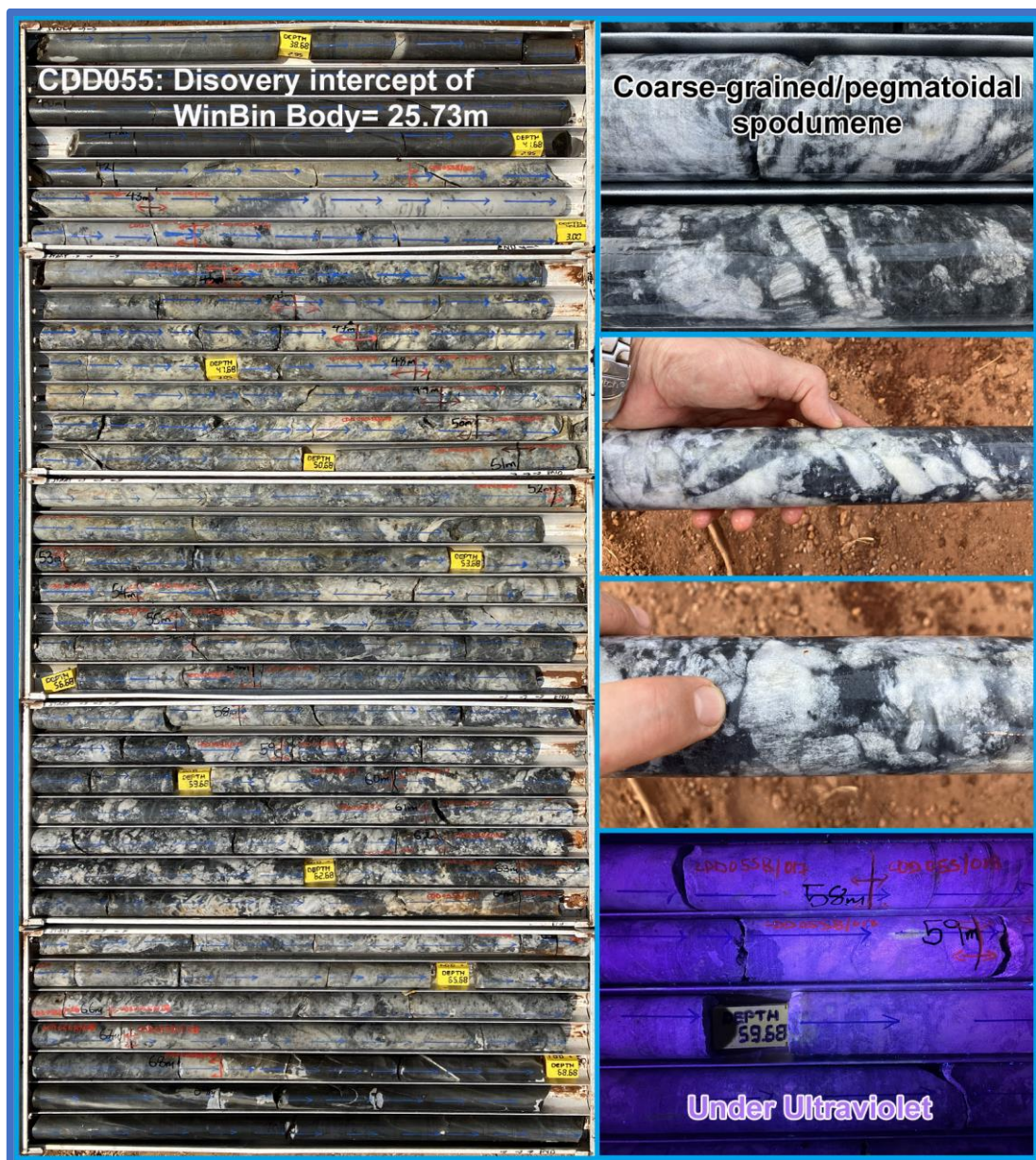


Figure 2: Core sample from hole CDD055 at Step Aside showing abundant coarse spodumene

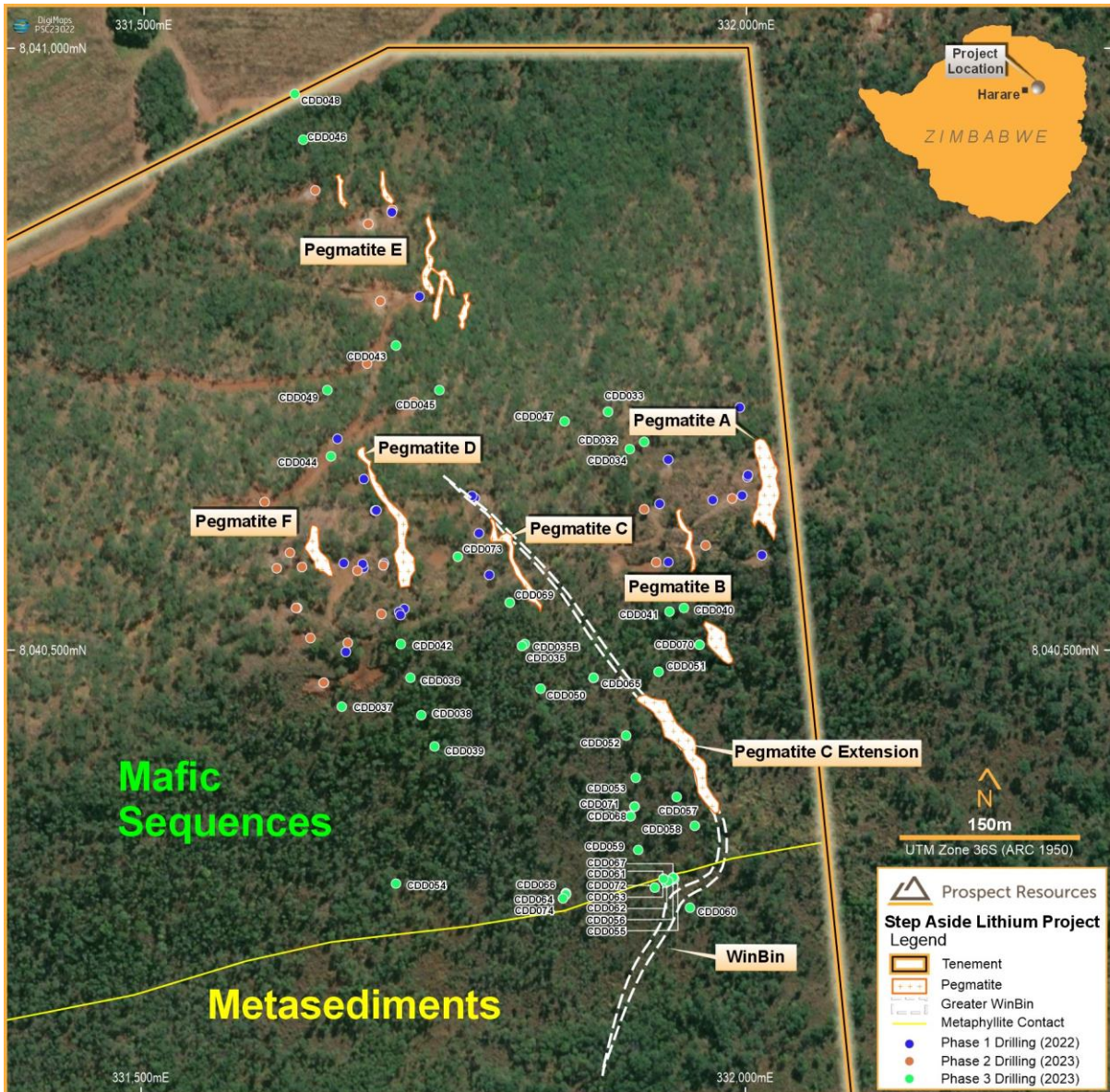


Figure 3: Plan view showing Phase 3 diamond drilling at Step Aside and WinBin interpretation

Expanded Phase 3 programme and further drilling at the WinBin discovery

At the time of the initial discovery of the high-grade spodumene mineralised WinBin pegmatite in hole CDD055, over 3,000m of the Phase 3 diamond drilling programme had already been completed. In light of the highly promising pegmatite intersections and high grade assay results, Prospect elected to accelerate its Phase 3 diamond drilling programme at Step Aside, adopting an expanded design up to 5,000m.

A second drill hole (CDD056) completed at the WinBin on 13 November 2023 returned an intercept of **33m @ 1.18% Li₂O from 81m** downhole, including a higher-grade section of **24m @ 1.41% Li₂O from 88m**.

In addition, angled drill hole CDD054, collared 230m west of the discovery cluster, was re-entered at 80m depth and intersected a 10.45m wide zone of the projected WinBin pegmatite position at a downhole depth of 388m. That zone contained medium-coarse pegmatite and located approximately 300m vertically from surface, but proved only weakly mineralised, indicating zonation is present within WinBin.

The deep intersection of WinBin within drill hole CDD054, along with multiple further intercepts of strongly spodumene mineralised pegmatite in subsequent holes drilled to the southwest of the WinBin discovery have now outlined a significant footprint and high lithium grades for the deposit.

The drill collar location map for all exploration drilling completed to date at Step Aside is shown in Figure 3 above.

Phase 3 programme concludes

By the end of the quarter, the extended drill programme concluded with a total of 44 holes drilled for 5,105m. To date, assay results returned from the programme have demonstrated that the thickened, deep set, lithium mineralisation defined at the WinBin deposit inflects and cojoins an extension to Pegmatite C, that now forms a curved system striking over at least 580 metres and open at depth.

WinBin is hosted in a metasedimentary rock sequence, which effectively “refracts” or changes direction to the northwest at the contact with mafic sequences that form the main Colga Hill at Step Aside. By inference, the programme has shown that WinBin likely “feeds” the pegmatite swarm further north, defined during the earlier Phase 1 and 2 drill campaigns completed by Prospect.

Additional assay results were received for a further six holes from the Phase 3 programme including the following significant intercepts:

- 20.0m @ 1.34% Li₂O from 45m, incl. 6.0m @ 2.21% Li₂O from 48m (CDD063)
- 12.0m @ 1.45% Li₂O from 131m (CDD066)
- 8.0m @ 1.87% Li₂O from 93m, incl. 4.0m @ 2.12% Li₂O from 96m (CDD061)
- 8.46m @ 1.36% Li₂O from 120.54m (CDD059)

These results further consolidated the Company’s 3D interpretation of the WinBin mineralised target and have helped direct the next programme of planned drilling in areas open to the south and at depth.

At the end of the quarter, assay results remain pending for a further 10 holes currently undergoing analysis at ALS Laboratories in Johannesburg. These are scheduled to be returned early in Q1 2024.

Diamond drill hole CDD072 was designed to intersect WinBin obliquely to its interpreted strike, however, the drill trace passed directly along the pegmatite, resulting in an uninterrupted 160.39m pegmatite intersection of the deposit that was variably zoned internally.

This drill hole (pending assays) has effectively derisked the proposed Phase 4 drilling of WinBin in that region, which is still open at depth to at least 320m from natural surface based on the previous intersection of WinBin in CDD054, although that particular intercept was only weakly mineralised.

An oblique 3D section through the combined WinBin-Pegmatite C Extension deposit looking to the northwest, is shown below in Figure 4 as a green wireframe with a substantial volume.

All mineralised traces through WinBin (proper) are shown as yellow drill intersections within the wireframe, including the very long CDD072 intercept described above.

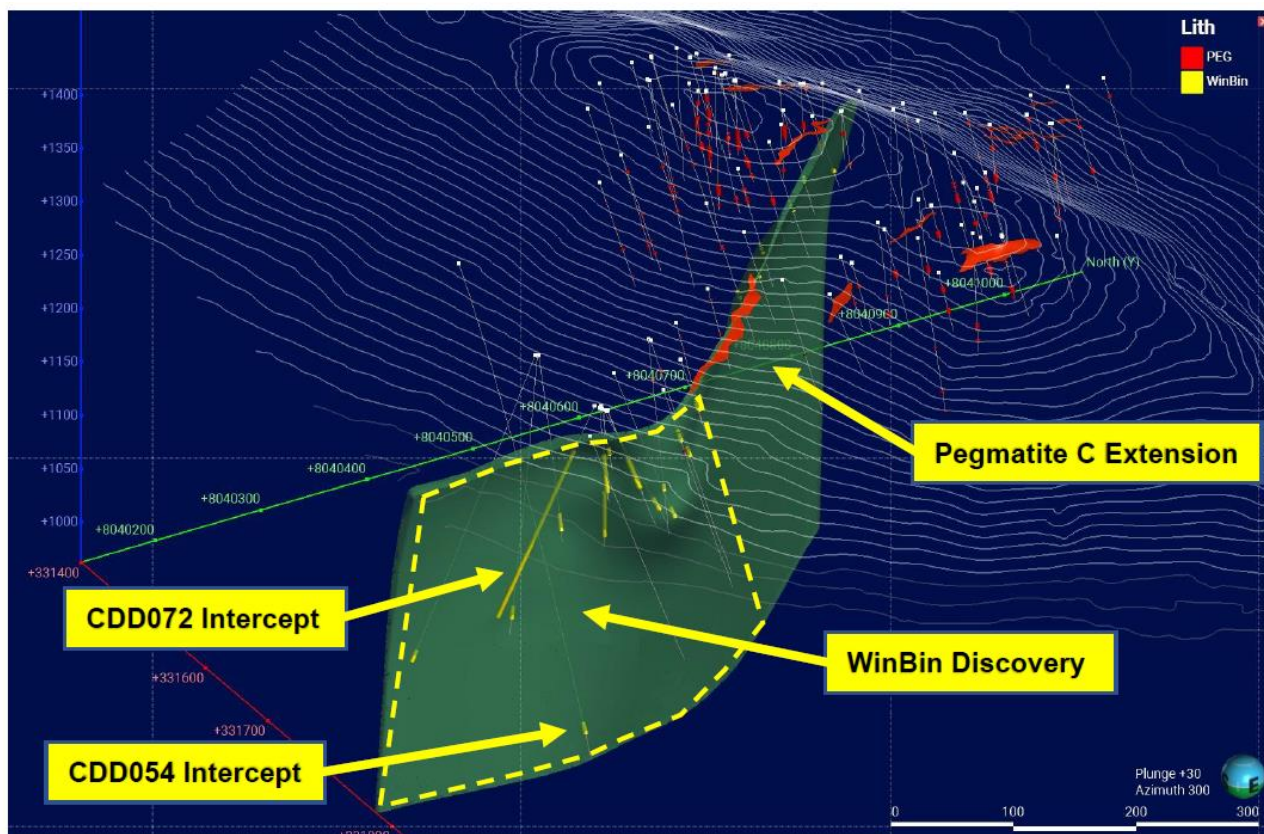


Figure 4: 3D oblique projection of combined WinBin/Pegmatite C extension looking northwest

The Phase 3 programme has proven very successful in extending WinBin to the north and south (and importantly at depth), with the geological interpretation now indicating that the mineralised pegmatite “bends” where the host rock changes composition. The current interpretation at Step Aside indicates that this feeder system has likely generated the narrow, but high-grade Pegmatite A, B, D and F swarm defined further north, with those deposits also open at depth.

Pegmatite E

Previous limited drilling completed on the Pegmatite E deposit (see Figure 3 for location) at the northern end of the Step Aside licence produced interesting high-grade intersections of spodumene mineralisation, which have yet to be followed up at depth by Prospect (see Prospect ASX Announcements 20 October 2022 and 25 May 2023).

Better results included:

- 7.40m @ 1.28% Li₂O from 43.55m and 4.3m @ 1.15% Li₂O from 19.25m (CDD013)
- 6.28m @ 1.09% Li₂O from 67.52m (CDD031) – see Figure 5 below
- 3.49m @ 1.59% Li₂O from 67.96m (CDD025)

The Phase 4 programme will include targeted drilling at depth beneath the Pegmatite E cluster, which is currently interpreted to strike over about 150m trending to the northwest.



Figure 5: Wide zone of high grade lithium mineralisation in CDD031 (Pegmatite E)

Phase 4 Diamond Drilling Programme

Following the substantial exploration success from the Phase 3 drilling programme, Prospect has approved a 2,000m Phase 4 diamond programme which will focus primarily on extending the WinBin discovery further south.

Additional exploration drilling will also target Pegmatite E, following up results of previously defined lithium mineralisation which produced high grades at reasonable thickness. Prospect intends to commence Phase 4 drilling in late January 2024.

Omaruru Lithium Project (Namibia); 40% interest, earning to 51%, and potentially up to 85% PSC

The Omaruru Lithium Project, comprising the EPL 5533 tenement, is centred on the village of Wilhelmstal, east of Karibib in Namibia and covers 132 square kilometres (see Figure 6). The tenement is located near a number of advanced mining projects, including Osino Resources' Twin Hills Gold Project (recently acquired by Dundee Precious Metals Inc. (TSX:DPM)) and Lepidico's Karibib Lithium Project.

EPL 5533 contains 60 visible outcropping LCT pegmatites, with historical artisanal workings for gemstones common throughout the tenement and considerable prospectivity for the identification of further lithium-enriched deposits occurring below cover in the region (Figure 7).

Exploratory soil geochemical sample survey programmes completed by Prospect in 2023 have outlined coherent anomalies of LCT pathfinder elements that, after drilling, have outlined highly encouraging intersections of lithium (e.g. >1% Li₂O at Bergers) within concealed, "blind" pegmatites.

Omaruru offers excellent potential for Prospect to delineate a maiden JORC reportable lithium Mineral Resource estimate and identify new deposits to build a project of sufficient scale, as well as establishing a strategic position in Namibia, providing an attractive growth pipeline in the battery minerals sector and continued investment in a desirable jurisdiction of sub-Saharan Africa.

Prospect currently holds a 40% interest in Omaruru via its equivalent shareholding in Richwing Exploration (Pty) Ltd (Richwing), which is 60%-owned by Osino Resources Corp. (OSI.TSXV). Prospect is currently earning a further 11% interest in Richwing (and thus Omaruru) via a Phase 2 investment of US\$0.56 million over a 12-month period (refer Prospect ASX Announcement dated 29 September 2022).

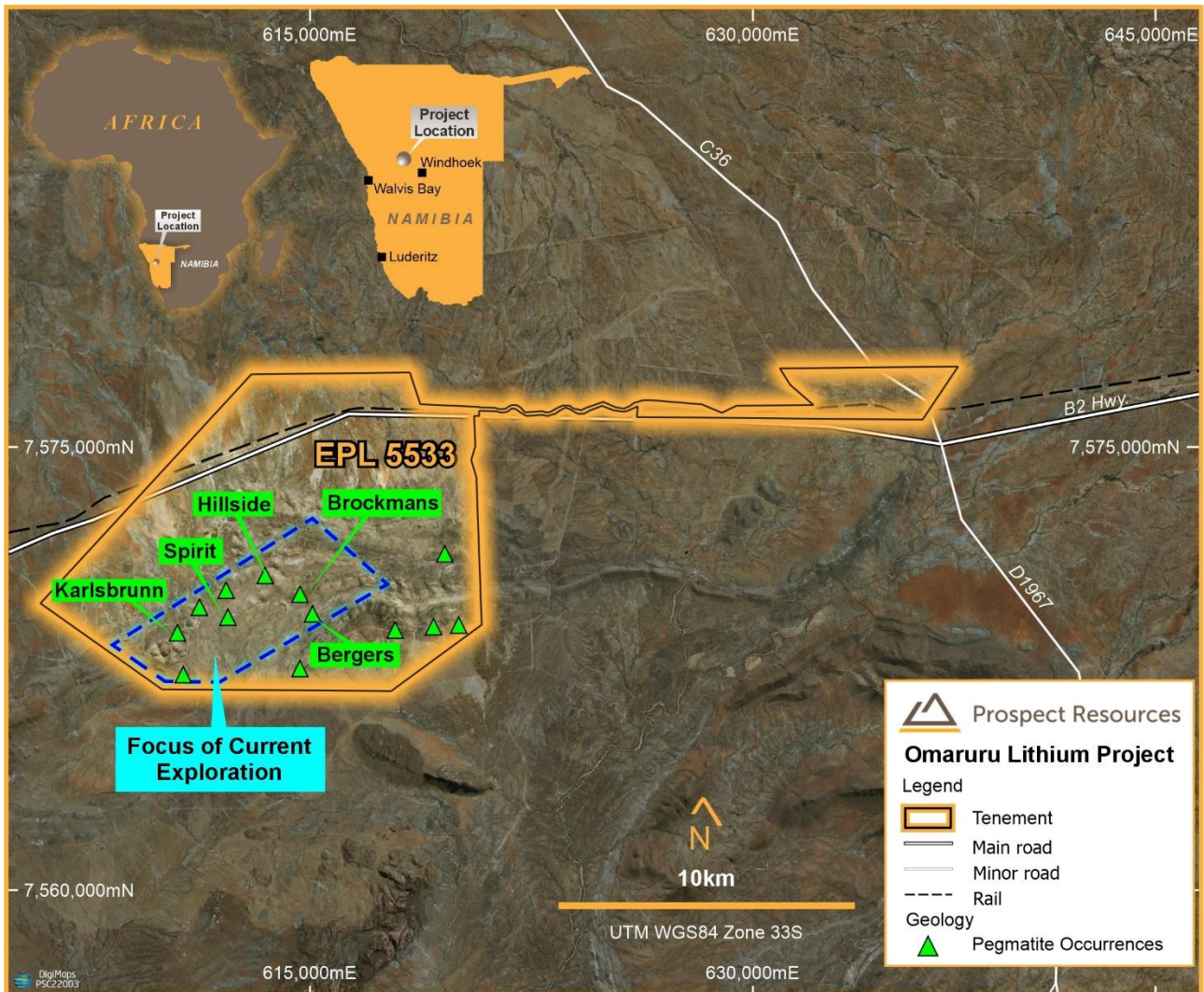


Figure 6: Location of the Omaruru Lithium Project tenement in Namibia

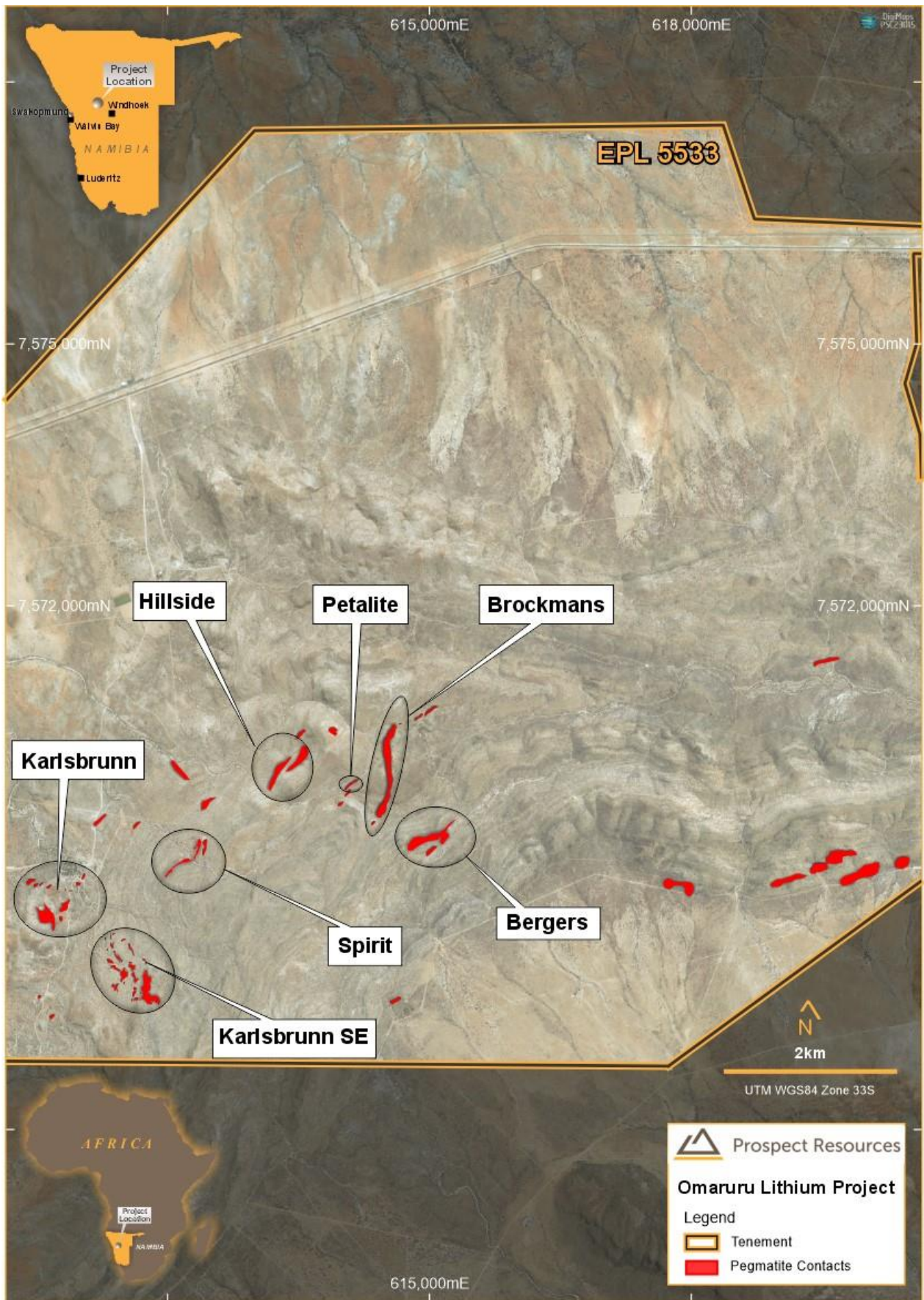


Figure 7: Detailed map showing location of mapped pegmatite occurrences at Omaruru

Phase 2 Geochemical Soil Sampling Programme Delivers Key New Targets

On 15 November 2023, Prospect announced the completion of a detailed geochemical soil sampling programme over four separate grids at the Omaruru Lithium Project. A total of 1,241 sample assays were received, with the evaluation and interpretation of the data completed (Figure 8 shows all grid locations).

The soil grids aligned with the general southwest-northeast strike of the geologically mapped LCT pegmatite occurrences and historical artisanal gemstone workings to the northeast of the main Karlsbrunn deposit.

However, significant folding to the south of Karlsbrunn, changes the strike of the prospective rock strata to the southeast and, consequently, a detailed geochemical grid over the newly mapped and defined Karlsbrunn SE lithium occurrences was orientated broadly northwest-southeast to reflect this.

The soil geochemical results from the Karlsbrunn SE sampling were particularly encouraging and showed strongly anomalous lithium and LCT pegmatite pathfinder elements aligned with the mapped deposits in that region (see Figure 9). The coherent 500m long, 150m wide lithium geochemical anomaly in the southern central part of the grid represents a compelling new scout RAB drilling target in this region, and strongly supports ongoing regional geological mapping and sampling programmes that continue to progress at Omaruru.

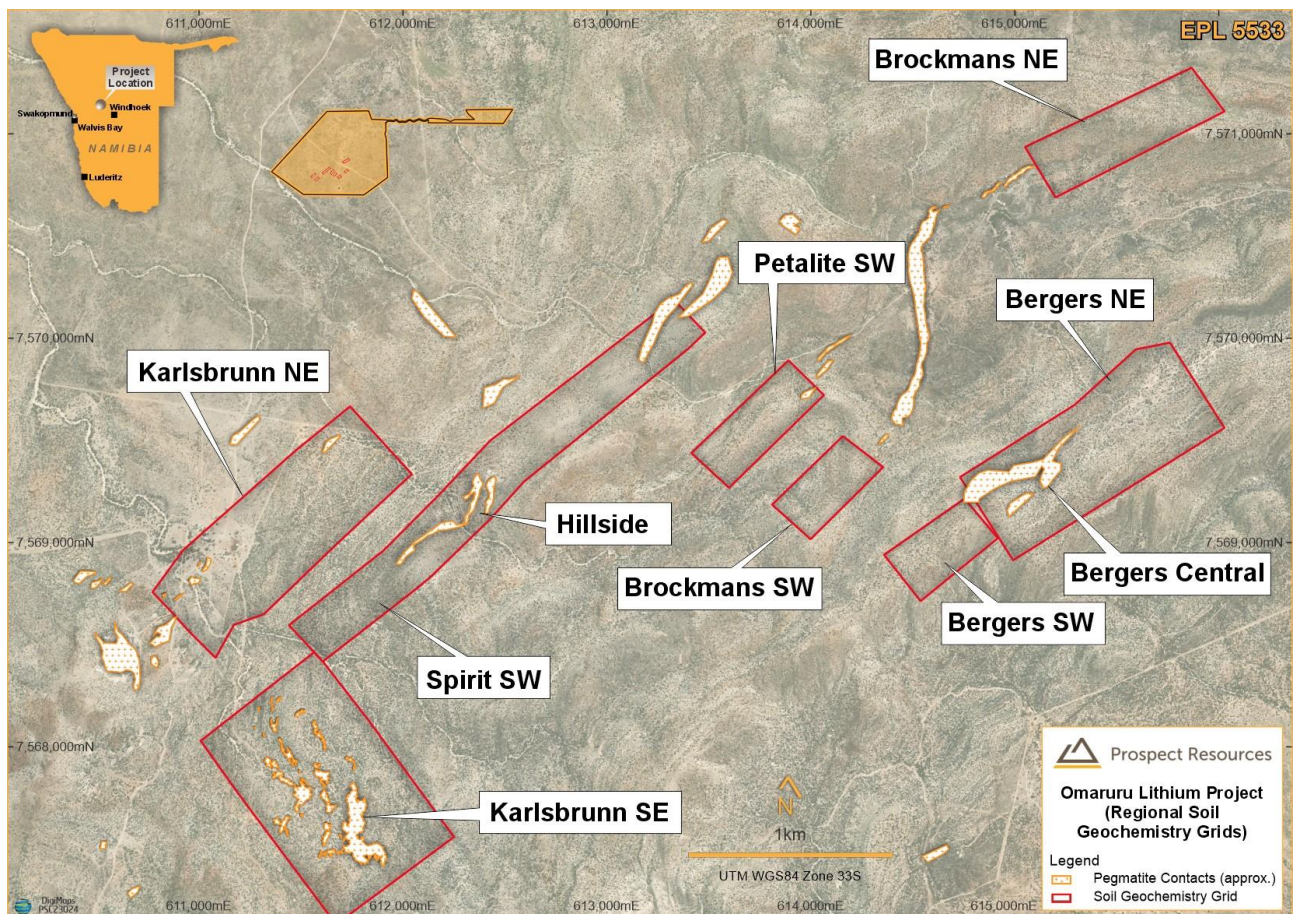


Figure 8: Regional Soil Geochemical Sample grids completed for Omaruru

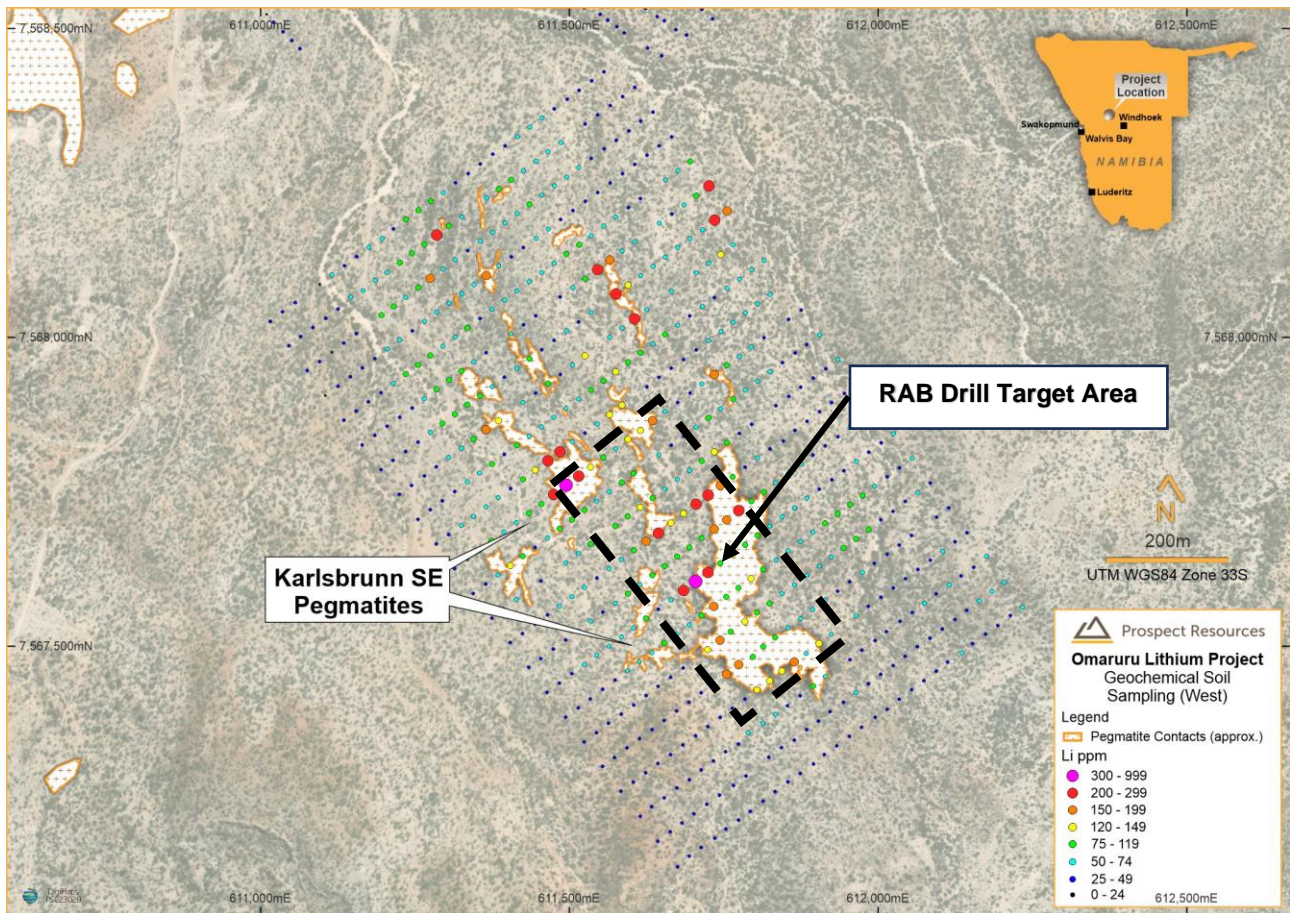


Figure 9: Soil Geochemical Infill Grid for Karlsbrunn SE showing new drill target zone

A new sample grid was also completed to the northeast of the Karlsbrunn deposit system and generated a coherent soil anomaly over 300m, outlining new drill target positions to the south of the previously drilled RC holes OMR041-044, which appeared to just clip the targeted pegmatite without returning significant drill intersections (see Prospect ASX announcement dated 30 August 2023). Figure 10 shows the new soil anomalies in relation to the pre-existing geochemical results and RC drilling. The newly defined anomalies will also be targeted with RAB drilling traverses.

Infill and extensional sampling of the prospective Bergers' deposits was also undertaken, which had previously returned encouraging, near-surface, first-pass lithium drilling intersections of **7m @ 0.84% Li₂O** (OMR032) and **3m @ 0.71% Li₂O** (OMR037) during the Phase 1 RC programme at Omaruru.

A re-evaluation of the geological prospectivity of Bergers has deduced that the prospect contains several, sub-parallel southwest-northeast trending pegmatite swarms, whose subsurface extent remains untested at present (see Figure 11) but extends over at least 700m of strike and 300m of width, based on the extent of the lithium anomaly now identified.

Prospect is set to target the Bergers Central area (which forms a distinctive valley) with a series of RAB drilling traverses during Phase 2, to determine the stratigraphic sequence, and the width and lithium grades of the pegmatites identified here.

In addition, geochemical soil grids were also completed to the southwest of the historical Hillside workings producing a spotty, but high-grade series of anomalies over about 250m of strike, although these may have been affected by existing artisanal spoil piles adjacent to the Spirit pegmatites.

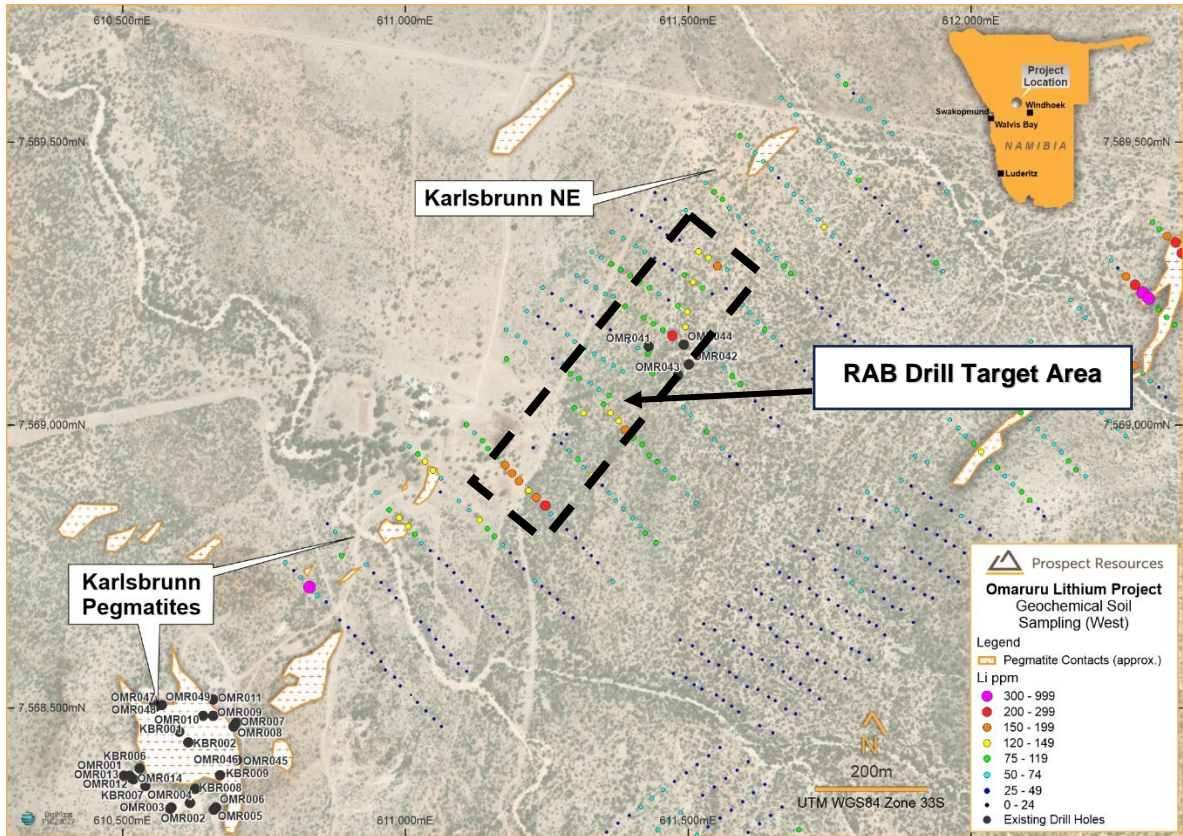


Figure 10: Soil Geochemical Grid for Karlsbrunn NE showing new drill target zone

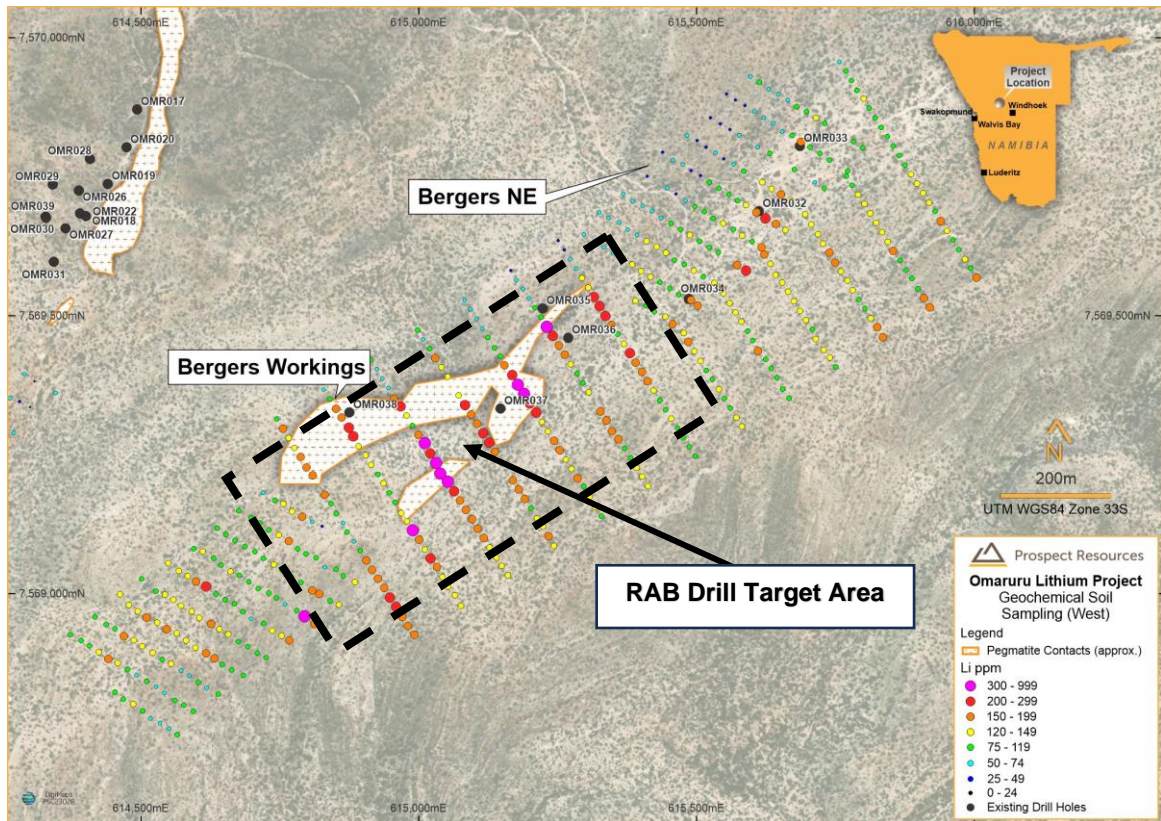


Figure 11: Soil Geochemical Infill Grid for Bergers Central showing new drill target zone

Scout RAB Drilling Targets To Be Tested

Karlsbrunn SE

The newly discovered pegmatite swarm at Karlsbrunn SE has developed into a highly prospective new drill target at Omaruru, based on the coincident lithium-in-soil geochemical anomalies returned from the recent surface sampling. Prospect staff visually identified petalite mineralisation in small artisanal workings at Karlsbrunn SE during geological mapping reconnaissance campaigns there.

A large area of the mapped pegmatite in the central southern part of the soil sample grid completed has high coincident lithium grades. This delivers walk-up drill positions for the RAB drilling programme targeted to commence in January (Figure 9).

Karlsbrunn NE

At Karlsbrunn NE, an expansion of the original soil geochemical sample grid (see Prospect ASX announcement dated 26 April 2023) to the south outlined a stronger, coherent lithium anomaly than initially defined, which stretches over several hundred metres (Figure 10). This area will also be targeted in the RAB drilling programme.

Bergers Central

The infill soil geochemical sampling completed for Bergers Central has proven pivotal to understanding the potential mineralised pegmatite volumes of the historical artisanal mining activities there. A strong, coherent lithium-in-soil anomaly was returned from the surface sampling and forms a prospective area some 700m long and 300m wide (see Figure 11). Bergers Central was initially targeted by four RC holes during Phase 1, returning a best result of 3m @ 0.71% Li₂O in hole OMR037.

The RAB drilling programme will test the full extent of the anomalous soil geochemistry and mapped surface and inferred subsurface extents of the LCT pegmatite deposits here.

Phase 2 Drilling Programme

Post-end of the quarter, Prospect commenced its Phase 2 drilling programme at Omaruru.

The Phase 2 programme is designed to target prospective geochemical anomalies at Karlsbrunn SE, Karlsbrunn NE and Bergers Central, which were identified in field programmes conducted through CY2023 (refer Prospect ASX release dated 15 November 2023).

The programme will also include further targeting of the root zone feeder system identified on the southeast flank of Karlsbrunn Main, which previously returned 35m @ 0.85% Li₂O from surface (refer Prospect ASX Announcement dated 30 August 2023).

Phase 2 drilling is planned to consist of a combination of approximately 70 RAB and RC drill holes for a total of approximately 4,250 metres drilled.

Results from this programme are expected to further define the geometry, depth and strike extent of key lithium-mineralised pegmatites. The outcomes are also expected to inform the generation of a more detailed and deeper RC drilling programme, which is targeted at a potential JORC reportable lithium Mineral Resource estimate during H1 CY2024.

Prospect anticipates that Phase 2 drilling will take approximately six weeks to complete. First assays are expected to be returned from late January.

The completion of Phase 2 drilling is also expected to see Prospect advance its next earn-in stage at Omaruru, which will result in the Company's ownership stake in Omaruru increasing to 51%.

Kesya Rare Earths Project (Namibia); right to earn up to 51% PSC

- Proposed exploration programme remains on hold due to administrative delays in granting the LEL.
- The Option Agreement (and certain Conditions Precedent pertaining to the grant of the LEL application for Kesya) is set to expire on 15 February 2024. Whilst Prospect remains hopeful in moving forward with the Kesya Project, it has not received any meaningful update on the granting of the LEL and intends to re-evaluate its forward strategy and involvement at Kesya ahead of the expiry of the Option Agreement.

Advanced Project Strategy

Prospect continues its business development activities for the acquisition of advanced battery and electrification mineral project opportunities in sub-Saharan Africa, with a particular focus on high quality and prospective copper and rare earth mineral assets that align with the Company's strategy to become a developer and producer of these commodities.

Corporate

Retirement of Non-Executive Director

Following the Company's Annual General Meeting (AGM) held on 23 November 2023, Non-Executive Director Henian Chen retired from the Prospect Board. Prospect thanks Mr Chen for his +6 years of service to the Company.

Mr Chen joined the Board in November 2017 and has served the company with distinction through various challenges and changed market conditions ultimately leading to significant value creation for all shareholders.

Cash Balance

Prospect finished the quarter with a cash balance of approximately A\$21.2 million and zero debt (excluding typical trade creditors).

Issued Capital

The Company confirms it currently has 463,331,962 ordinary shares on issue and 26,516,333 non-listed options and 5,072,115 performance rights on issue.

Appendix 5B – Related Party Payments

During the Quarter, the Company made payments of A\$0.115m to related parties and their associates.

This release was authorised by Sam Hosack, Managing Director of Prospect Resources Ltd.

For further information, please contact:



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About Prospect Resources Limited (ASX: PSC, FRA:5E8)

Prospect Resources Limited (ASX: PSC, FRA:5E8) is an ASX listed company focussed on the exploration and development of mining projects, specifically battery and electrification minerals, in Zimbabwe and the broader sub-Saharan African region.

Competent Persons Statements

The information in this announcement that relates to Exploration Targets and Exploration Results, is based on information compiled by Mr Roger Tyler, a Competent Person who is a member of The Australasian Institute of Mining and Metallurgy and The South African Institute of Mining and Metallurgy. Mr Tyler is the Company's Consultant Geologist. Mr Tyler has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is 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 Tyler consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Prospect confirms it is not aware of any new information or data which materially affects the information included in the original market announcements. Prospect confirms the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Caution Regarding Forward-Looking Information

This announcement may contain some references to forecasts, estimates, assumptions and other forward-looking statements. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions, it can give no assurance that they will be achieved. They may be affected by a variety of variables and changes in underlying assumptions that are subject to risk factors associated with the nature of the business, which could cause actual results to differ materially from those expressed herein. All references to dollars (\$) and cents in this announcement are in United States currency, unless otherwise stated. Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.

APPENDIX A: PROSPECT TENEMENT SCHEDULE

As at 31 December 2023, Prospect Resources Limited has interests in tenements via the following companies:

Eagle Lithium Resources (Private) Ltd – Step Aside Project

Richwing Exploration (Pty) Limited – Omaruru Project

Tenement Type & Number	Tenement Name	Country	Project	Registered Company Name	% Held at End of Quarter	% Acquired During Quarter	% Disposed During Quarter
ME19948BM	Step Aside	Zimbabwe	Step Aside	Eagle Lithium	90%	0%	0%
EPL 5533	Omaruru	Namibia	Omaruru	Richwing Exploration	40%	0%	0%

Appendix 5B

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

Name of entity

PROSPECT RESOURCES LIMITED

ABN

30 124 354 329

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	0	0
1.2 Payments for		
(a) exploration & evaluation (if expensed)	(596)	(1,121)
(b) development	0	0
(c) production	0	0
(d) staff costs	(695)	(1,472)
(e) administration and corporate costs	(479)	(753)
1.3 Dividends received (see note 3)	0	0
1.4 Interest received	233	459
1.5 Interest and other costs of finance paid	0	0
1.6 Income taxes paid	0	0
1.7 Government grants and tax incentives	0	0
1.8 Other (provide details if material)	0	0
1.9 Net cash from / (used in) operating activities	(1,537)	(2,887)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	0	0
(b) tenements	0	0
(c) property, plant and equipment	(174)	(247)
(d) exploration & evaluation (if capitalised) development expenditure	(700) 0	(1,415) 0
(e) investments	(138)	(474)
(f) other non-current assets	0	0

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
2.2	Proceeds from the disposal of:		
	(a) entities	0	0
	(b) tenements	0	0
	(c) property, plant and equipment	0	0
	(d) investments	0	0
	(e) other non-current assets	0	0
2.3	Cash flows from loans to other entities	0	0
2.4	Dividends received (see note 3)	0	0
2.5	Other (provide details if material)	0	0
	Net proceeds from assets held for sale		
	Cash flows for loans to minority interest		
	Interest received		
2.6	Net cash from / (used in) investing activities	(1,012)	(2,136)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	0	0
3.2	Proceeds from issue of convertible debt securities	0	0
3.3	Proceeds from exercise of options	0	0
3.4	Transaction costs related to issues of equity securities or convertible debt securities	0	0
3.5	Proceeds from borrowings	0	0
3.6	Repayment of borrowings	0	0
3.7	Transaction costs related to loans and borrowings	0	0
3.8	Dividends paid	0	0
3.9	Other (return of capital)	0	0
3.10	Net cash from / (used in) financing activities	0	0

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	23,749	26,190
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,537)	(2,887)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,012)	(2,136)

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
4.4	Net cash from / (used in) financing activities (item 3.10 above)	0	0
4.5	Effect of movement in exchange rates on cash held	(35)	(2)
4.6	Cash and cash equivalents at end of period	21,165	21,165

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	2,293	560
5.2	Call deposits	18,382	22,774
5.3	Bank overdrafts	0	0
5.4	Other (provide details)		
	US dollars at bank	451	346
	Zimbabwe dollars at bank	0	0
	Petty cash	39	69
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	21,165	23,749

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

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

**Current quarter
\$A'000**

(115)

0

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

Director fees

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	0	0
7.2 Credit standby arrangements	0	0
7.3 Other (please specify)	0	0
7.4 Total financing facilities	0	0
7.5 Unused financing facilities available at quarter end		0
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)	(1,537)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	(700)
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(2,237)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	21,165
8.5 Unused finance facilities available at quarter end (Item 7.5)	0
8.6 Total available funding (Item 8.4 + Item 8.5)	21,165
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	9.46
8.8	If Item 8.7 is less than 2 quarters, please provide answers to the following questions:
1.	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?
	Answer: N/a
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
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

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: 29 January 2024

Authorised by: Sam Hosack
(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.