

June 2024 Quarterly Activities Report

Key Events

- **Continued negotiations with the Cameroon Government in preparation for the Mining Convention to be granted**
- **Additional Drill program of 14,502 Meters to be undertaken at Minim-Martap, Makan and Ngaoundal permits for the advanced understanding of the deposit approaching completion, with added equipment and a larger workforce utilised to expedite the program**
- **Early-stage detailed engineering studies for flagship Minim Martap Bauxite Project progressing as planned to support the revised Definitive Feasibility Study (“DFS”)**
- **Management site visits for stakeholder engagement and meetings with infrastructure operators to support engineering studies**
- **Awarded the Special Jury award at the Cameroon International Mining and Energy Convention (“CIMEC”) to Canyon Resources**
- **Canyon intends to strengthen the Board with a new African centric Director and is currently in the final stages of shortlisting candidates**
- **The Company had a cash balance of AUD \$22.1 million at Quarter end**

Canyon Resources Limited (ASX: CAY) (“Canyon” or “the Company”) is pleased to report on activities at the 100%-owned Minim Martap Bauxite Project (“Minim Martap” or “the Project”) in Cameroon, for the quarter ended 30 June 2024 (“the Quarter”).

MINIM MARTAP BAUXITE PROJECT (100% CAY)

Exploration Program – Minim-Martap, Makan and Ngaoundal Permits

Following the initial stage of the drill program across the Minim-Martap, Makan and Ngaoundal permits, Canyon has decided to extend the drill program by 14,502 Meters (DD-4498.0 Meters and RC – 10,004.0 Meters). The Company has also increased the number of drill rigs and personnel deployed on site to expedite completion of the drill program. Led by CAMALCO operators and supported by SRK Mining and exploration consultants, Canyon expects the drill program to be completed in September, with assays to be announced in Q4 2024. The primary objective of the program is to expand the existing resources of 1,027 million tonnes of bauxite¹.

Canyon is confident that the program will provide an advanced understanding of the orebody across the broader Minim Martap region, which would support optimisation of the Mine Operations Strategy to be undertaken by SRK, Australia as part of ongoing updating of the DFS for the Project.

¹ Refer to ASX Announcement “Minim Martap Mineral Resource Estimate Upgrade” dated 11 May 2021

Development Studies

Canyon progressed preliminary workstreams for the revised Definitive Feasibility Study (“DFS”), with key areas covering Front-End Engineering Design (“FEED”) for mining, hauling, railways and port facilities. To support these key workstreams, the Company’s key management personnel were in Cameroon for most of the quarter travelling to the Bobodji campsite to monitor progress and manage the expanded drilling program.



Figure 1: Canyon Resources CEO, Mr Jean-Sebastien Boutet and CAMALCO CEO Mr Rana Pratap Singh at the Minim-Martap Site

Critical negotiations were held and continue to be progressed with the relevant authorities from CAMRAIL, the Port Authority of Douala (PAD) and the Haul Road. Discussions with these key partners are time intensive in nature and are focused on building a long-term relationship to ensure that Minim Martap grows into a successful and long-term Bauxite operation.

The Company has continued discussions with potential offtake partners with a notable uptick in interest for bauxite, supported by the demand for minerals needed for the clean energy transition and the increased bans of bauxite ore exporters across the globe.

CORPORATE ACTIVITIES

Jean-Sebastien Boutet and CAMALCO Chief Executive Officer Rana Singh attended the fourth edition of the Cameroon International Mining and Energy Conference (CIMIC), which is one of the largest business events in Cameroon, drawing participation from government and corporate leaders to focus on the country's mining, oil and gas, and energy sectors.

Canyon and CAMALCO acted as the leader sponsors of the event and were fortunate to have been presented the Special Jury award for the branding and sponsoring of the event. Following the event, Canyon has received multiple expressions of interest from potential business partners and offtake offers for the future.



Figure 2: CEO of Canyon Resources, Jean-Sebastien Boutet presented the Special Jury award at CIMEC 2024

During the Quarter, expenditure on the Project totalled \$3.8 million as disclosed in the accompanying Appendix 5B and focused on maintaining the tenements that the Company holds.

Whilst the Company's focus remains on the Minim Martap Bauxite Project in Cameroon, as part of ordinary course business development activities, Canyon is continually exploring growth opportunities in Africa to create a multi-asset African focussed company.

Canyon also intends to strengthen the Board with a new African centric Director, and is currently in the final stages of shortlisting candidates.

The Company had a cash balance of AUD \$22.1 million at Quarter end.

ENDS

This announcement has been approved for release by the Board of Canyon Resources Limited

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Announcement

30 July 2024



Mineral Resources Estimate

The data in this announcement that relates to the Mineral Resource estimates for the Project is based on information in the announcement of 11 May 2021 and available to view on the Company's website and ASX. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original market announcement continue to apply and have not materially changed. The Company confirms that the form and the context in which the Competent Person's findings as presented have not been materially modified from the original market announcement.

Forward looking statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Canyon, are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'anticipate', "believe", "could", "estimate", "expect", "future", "intend", "may", "opportunity", "plan", "potential", "project", "seek", "will" and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its directors and management of Canyon that could cause Canyon's actual results to differ materially from the results expressed or anticipated in these statements.

Canyon cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Canyon does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange listing requirements.

About Canyon Resources

Canyon Resources is developing its flagship Minim Martap Bauxite Project in Cameroon, which contains over 1 billion tonnes of high-grade, low contaminant bauxite, with significant exploration upside.

Minim Martap is a world-class Project supported by a Bank Feasibility Study released in June 2022. Results from the BFS confirmed Minim Martap as a robust long-term project, containing some of the highest-grade bauxite globally for an initial 20 years of mining.

The 20-year mining schedule represents only 10.6% of the current Minim Martap Resource and technical studies have identified opportunities for a significant future increase in production tonnages.

Cameroon has enjoyed successful development and construction of industry and infrastructure, particularly agriculture, roads, railways and ports, including a hydro-electric powered aluminium smelter at Edea, utilising imported alumina. Importantly, Cameroon provides a solid foundation to support a significant mining industry, from fundamental infrastructure and mineral deposits to a highly skilled population with experience in technical vocations, exploration, construction and mining.

CANYON RESOURCES LIMITED – INTEREST IN MINERAL PROPERTIES

Permits	Location	Interest at 30 June 2022	Interest at 31 March 2022
<u>MINIM MARTAP PROJECT</u>			
Ngaoundal	Cameroon	Own 100%	Own 100%
Minim Martap	Cameroon		
Makan	Cameroon		

Appendix 5B

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

Name of entity

Canyon Resources Limited

ABN

13 140 087 261

Quarter ended ("current quarter")

30 June 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(3,847)	(6,048)
(b) development		
(c) production		
(d) staff costs	(761)	(2,382)
(e) administration and corporate costs	(547)	(1,516)
1.3 Dividends received (see note 3)		
1.4 Interest received	48	344
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	(5,107)	(9,602)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) tenements		
(c) property, plant and equipment	(48)	(750)
(d) exploration & evaluation	(257)	(2,380)
(e) investments		
(f) other non-current assets		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 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	(305)	(3,130)

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	10,500
3.2 Proceeds from issue of convertible debt securities		
3.3 Proceeds from exercise of options	56	14,535
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(1)	(606)
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	55	24,429

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	27,604	10,726
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(5,107)	(9,602)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(305)	(3,130)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	55	24,429

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 (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(81)	(257)
4.6	Cash and cash equivalents at end of period	22,166	22,166

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	2,766	1,704
5.2	Call deposits	19,400	25,900
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)	22,166	27,604

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	70
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.

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

7. Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
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)	(5,107)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(257)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(5,364)
8.4 Cash and cash equivalents at quarter end (item 4.6)	22,166
8.5 Unused finance facilities available at quarter end (item 7.5)	
8.6 Total available funding (item 8.4 + item 8.5)	22,166
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.13
<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	

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: n/a

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:30 JULY 2024.....

Authorised by:
Board of Directors
(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.