



30<sup>th</sup> JANUARY 2025

ASX ANNOUNCEMENT

## **DECEMBER 2024 QUARTERLY ACTIVITIES REPORT**

### **First shipments set to commence from Expandable Graphite JV Operations in India as positive developments in Madagascar continue**

#### **PROJECT HIGHLIGHTS**

- During the last quarter, the Company secured its first sales of A\$2m from its 50/50 expandable graphite JV operations near Pune, India.
- Following a visit from offtake buyers in November 2024, a contract ("first production sales contract") was concluded to sell all production for the first 10 weeks to European buyers on very favourable commercial terms.
- The JV expects to receive over A\$2m from sales of this initial 386 tonne of production with all sales prices more than US\$3,000 / mt FOB achieved.
- At the beginning of January 2025, the Company announced that the first shipments from India were set to commence, following strong production progress in December 2024. Operations remain on track to complete the first order of 400 tonnes, which will be shipped to Europe over the coming months.
- An additional 500 tonnes of concentrate is currently on-site ready for production over Q2 and Q3 2025, with material procured in advance on favourable pricing terms.
- Expandable graphite is used extensively in the EV, aerospace, energy storage and electronics industries, all of which are poised for significant growth in the coming years.
- During the quarter, Evion's in-country management team in Madagascar held a series of productive meetings with local communities and representatives from the Ministry of Mines regarding the development of the Maniry Graphite Mine in southern Madagascar.
- In December 2024, the local community issued a signed statement to Evion, expressing strong support for the development of the Maniry Graphite Project. Following this, additional meetings were held in January 2025 to finalise formal agreements.
- The Mines Minister formally endorsed the conversion of the Company's remaining Exploration ("PR") licenses to Exploitation ("PE") licenses, licences that enable the development and mining of graphite. It has been outlined by the local government in Madagascar that the formal conversion of these remaining PR licenses to PE licences is a short-term priority.

- Following the formal update of these licenses by the Bureau du Cadastre Minier de Madagascar (“BCMM”), all Company project tenements will have approval for mine development, a very significant milestone that allows Evion to progress development at the Maniry Project as planned.
- Post quarter end, Managing Director David Round participated in a series of high-level discussions with senior Malagasy Government Officials regarding the development of the Maniry Graphite Mine, including meetings with Madagascar's Mines Minister, Dr. Olivier Rakotomalala, and his advisers, resulting in an effective agreement on the development pathway.
- Post quarter end, Mr. Round met with regional leader Princess Zoendreniny, who reaffirmed her region's unequivocal support for the development of the Maniry Graphite Mine. Additionally, discussions were held with the CEO of the Office National pour l'Environnement (“ONE”), resulting in an agreement on the final steps required to secure environmental approval for the Maniry Project.

## CORPORATE HIGHLIGHTS

- During the quarter, the Evion Board was announced the undertaking of a Rights Issue to existing supportive shareholders as a priority to raise up to approximately \$2.7m before costs.
- The Company believes a discounted pro-rata offer to its shareholders is the most effective manner to fund its continued growth and development as it enters an exciting new phase of production growth in India, and completion of necessary permits in Madagascar to be granted mine development licenses.
- The JV expects to host buyers on site in India throughout the month of February as demand from prospective buyers expands globally.
- Evion Executives continue to hold discussions with several OEM's and battery manufacturers in relation to future offtake and funding plans.
- In September 2024, the Company submitted an application to the European Union seeking funding and support as part of the EU's Critical Raw Materials Act to ensure a stable supply of graphite to the EU both in the short and long term. In October 2024, Evion received confirmation that its grant application had been accepted for further evaluation. We are currently awaiting a further update.
- The Company closed the quarter with \$0.73m in cash and deposits – details are provided in the Appendix 5B report.

**Evion Group NL (ASX: EVG) (“Evion” or the “Company”)** is pleased to present to shareholders an overview of key achievements and milestones achieved during the December 2024 quarter.

## JV WITH METACHEM, INDIA – PANTHERA GRAPHITE TECHNOLOGIES PVT LTD

***Progressing to full production at expandable graphite JV site with first shipments set to commence from India***

***View our Panthera Graphite facility on our website here: [Investor Centre – Evion](#)***

Evion was pleased to announce that during the quarter, it had reached the stage of producing and selling our world-class expandable graphite from our expandable graphite JV near Pune, India to the European market. Following a visit from offtake buyers in November 2024, a contract (“first production sales contract”) was concluded to sell all production for the first 10 weeks to European buyers on very favourable commercial terms. The JV expects to receive over A\$2m from the sales of this initial 386 tonne of production with all sales prices more than US\$3,000 / mt FOB achieved. We also expect sales prices to be approximately 10% higher for sales in Q2 and Q3 2025.



*Figure 1: Drone image of our JV facility, Panthera Graphite, near Pune, India.*

### **KEY TERMS OF PGT'S FIRST PRODUCTION SALES CONTRACT**

Initial Production for 2025 is expected to yield ~386 tonnes of expandable graphite produced with 100% of this material sold on the following terms:

1. All production for the initial period to be shipped and paid for by 15 March 2025 with a minimum of 50 tonne to be shipped each month.
2. Invoice terms requiring payment within 15 days of shipment with a 3% discount offered for payment prior to shipment.
3. Average pricing achieved in the range of US\$3,000 – US\$3,300 per tonne (FOB).
4. The JV expects production costs to be in the range of US\$1,500 – US\$1,750 per tonne with potential for future cost savings in the short term.
5. The agreement provides for other material to be produced and sold within this period.
6. The buyer and counterparty to the transaction is Technogرافit GmbH, Germany, one of Europe's leading graphite trading companies.<sup>1</sup>

---

<sup>1</sup> Refer to ASX Announcement 6 November 2024





*Figure 2: Comparison between a 3D view and an actual photo of our JV Panthera Graphite facility near Pune, India.*

The first shipments are scheduled to commence following significant production progress in December 2024. Operations remained on track to fulfill the initial order of 400 tonnes, which will be shipped to Europe in the coming months.

At the JV site, a state-of-the-art effluent treatment plant (ETP) is currently being installed. Once operational, this advanced system will recycle 95% of the water used on-site, leveraging cutting-edge technology tailored to our unique production processes. This installation reflects our strong commitment to environmental sustainability.<sup>2</sup>

As previously highlighted, strong demand for our expandable graphite is expected to drive JV sales of more than 2,000 tonnes during the first full year of operations, with gross revenue projected between US\$6 million and US\$7 million. With the plant's capacity to produce an additional 500 tonnes, we are confident that production levels can be scaled in the medium term to support increased sales volumes.<sup>3</sup>

---

<sup>2</sup> Refer to ASX Announcement 6 January 2025

<sup>3</sup> Refer to ASX Announcement 6 November 2024

## ACQUISITION OF CONCENTRATE IN ADVANCE

In November, we successfully secured an additional supply of graphite concentrate under the same favourable FOB-based pricing terms established in November 2024. Additionally, we negotiated highly advantageous payment terms, allowing us to defer payment until the product is processed and sold to end users. Given these very favourable terms, the Company secured this supply, ensuring sufficient graphite concentrate on-site to cover nearly the first six months of production. This arrangement significantly enhances certainty regarding both pricing and supply, providing a solid foundation for our operational plans.

## POTENTIAL FOR GROWTH AND EXPANSION

Demand for our material remains strong, and we are currently assessing several offers and options to sell additional material to global markets.

The Evion team is advancing plans for further expansion to address the strong demand for the Company's high-quality expandable graphite product. The JV's Board is currently revisiting a prior study<sup>4</sup> to assess the feasibility of increasing production capacity to 4,000 tonnes per annum, effectively doubling current output. Initial evaluations indicate that the total capital expenditure for equipment would range between US\$500,000 and US\$750,000, with the expanded plant projected to generate an additional US\$6 million in annual revenue. With a robust operating margin of approximately 50% and sustained strong demand for the JV's product, this opportunity presents a compelling case for further development.<sup>5</sup>



*Figure 3: Additional graphite concentrate on-site for production in Q2, 2025.*

---

<sup>4</sup> Refer to ASX Announcement 21 July 2022

<sup>5</sup> Refer to ASX Announcement 6 November 2024

## THE GRAPHITE MARKET

The global expandable graphite market is forecasted to grow at a CAGR of 7.00% from 2024, reaching a value of US\$707 million by 2030. This growth is driven by the material's broad applications across various end-use industries, including automotive, aerospace, electronics, and the energy storage sector, due to its thermal conductivity, chemical inertness, and lightweight properties (Source: Lucintel market research, August 2024).<sup>6</sup>

During the quarter, Benchmark Mineral Intelligence highlighted a disconnect between critical minerals mines and the demands for batteries, EV's and energy transition and the key points:

- ✓ Demand for graphite is expected to increase between 2018 and 2050,
- ✓ China's supply of graphite is expected to fall from currently 67% to 39% by 2033,
- ✓ 300 new graphite mines will be needed by 2035 to meet demand, and
- ✓ The global graphite market is expected to grow to US\$21.6 billion by 2027 with pricing expected to be more stable as demand volumes increase<sup>78</sup>.

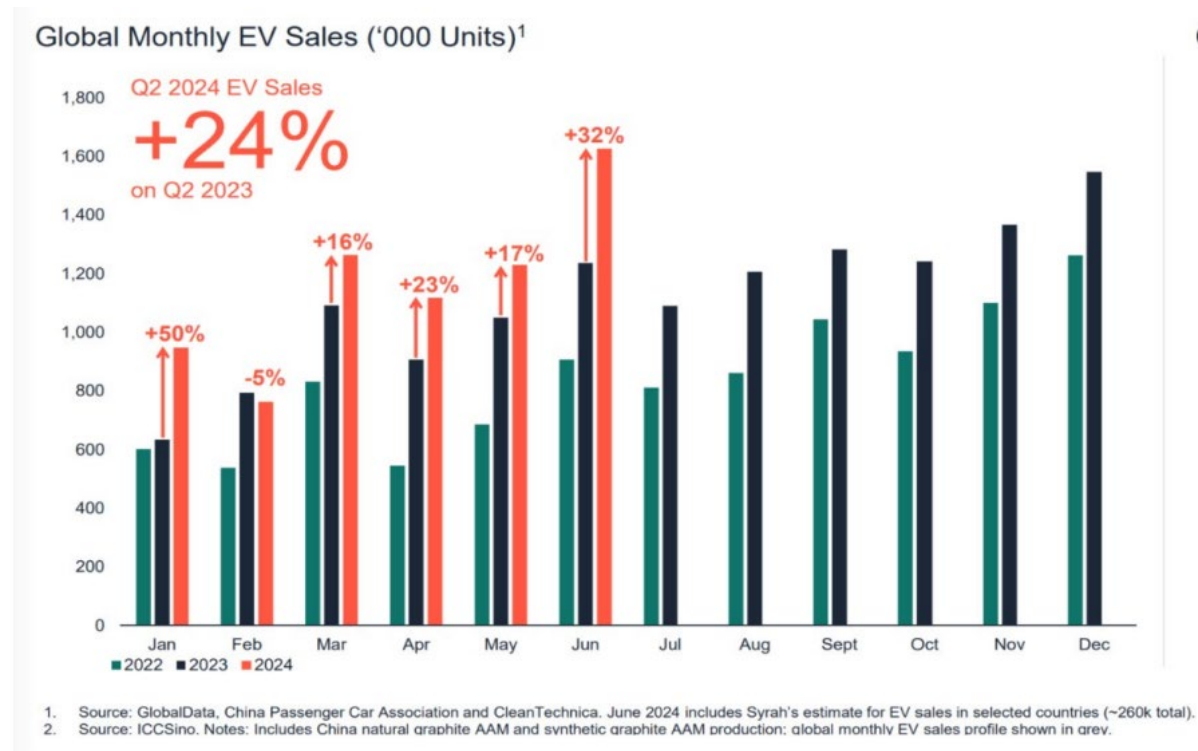


Figure 4: EV global sales still expanding<sup>9</sup>.

Current market conditions for the sale of expandable graphite are highly favourable, driven by China's reduction in exports to certain global markets. This shift has created a significant opportunity for Panthera Graphite Technologies to capture market share and establish itself as a leading supplier in these regions, leveraging its high-quality product and strategic market positioning.

<sup>6</sup> Refer to ASX Announcement 6 November 2024

<sup>7</sup> Source: Benchmark Minerals Intelligence, October 2024

<sup>8</sup> Refer to ASX Announcement 6 January 2025

<sup>9</sup> Source: Proactive Investors



## MANIRY GRAPHITE PROJECT, SOUTHERN MADAGASCAR

***Madagascar Government confirm commitment to development of mining industry and formally endorse the conversion of our remaining Exploration (“PR”) licenses to Exploitation (“PE”) licenses.***

During the quarter, a series of meetings took place involving Evion’s in-country management team and representatives from the Mines Ministry to discuss the development of the Maniry Graphite Mine in Madagascar. These discussions also included local landholders and government officials responsible for guiding the development of the Maniry region.

Following these initial discussions held in December 2024, an agreement was reached, culminating in the local community issuing a signed statement to Evion expressing their strong support for the Maniry project.<sup>10</sup>

The Evion team was also very pleased to announce during the quarter that Madagascar's Mines Minister formally endorsed the conversion of our remaining Exploration (“PR”) licenses to Exploitation (“PE”) licenses, licences that allow us to develop and mine graphite. This endorsement was reaffirmed during in-person meetings held in January 2025 between the Mines Minister, ministry representatives, and Managing Director David Round. The Ministry of Madagascar further confirmed that it has authorised the BCMM to proceed with converting our key exploration tenements (PR25605 and PR39751) into PE licenses. This directive from the Mines Minister to the BCMM, which oversees permit issuance, ensures that formal conversion documentation will be finalised in the near term—a priority for both parties.<sup>11</sup>



*Figure 5: Evion MD, David Round (right), with Evion General Manager, Lydia Boarlaza (centre) and La General de Brigade of ONE, Michel Marie Jocelyn Rabemanantsoa (second from right).*

### CONVERSION TO MINE LICENSES

The conversion of these final key tenements will ensure that all project areas outlined in our Definitive Feasibility Study (published on the ASX on 3 November 2022) (“DFS”) are approved as PE Licenses. This milestone will enable us to immediately progress toward the mine development phase of our operations.

<sup>10</sup> Refer to ASX Announcement 12 December 2024

<sup>11</sup> Refer to ASX Announcement 23 January 2025

The final official conversion of our PR's to PE's will occur following a series of site visits by officials from ONE, scheduled for February and March 2025.

Meanwhile, Evion's in-country management team in Madagascar is actively finalising the terms of the final environmental permits, with submission to ONE imminent. A series of final community meetings are planned over the coming weeks to finalise agreements on our community development plans. This development phase remains contingent upon the final approval of the licenses, securing suitable offtake partners, and achieving the necessary financing before commencing mine construction.<sup>12</sup>

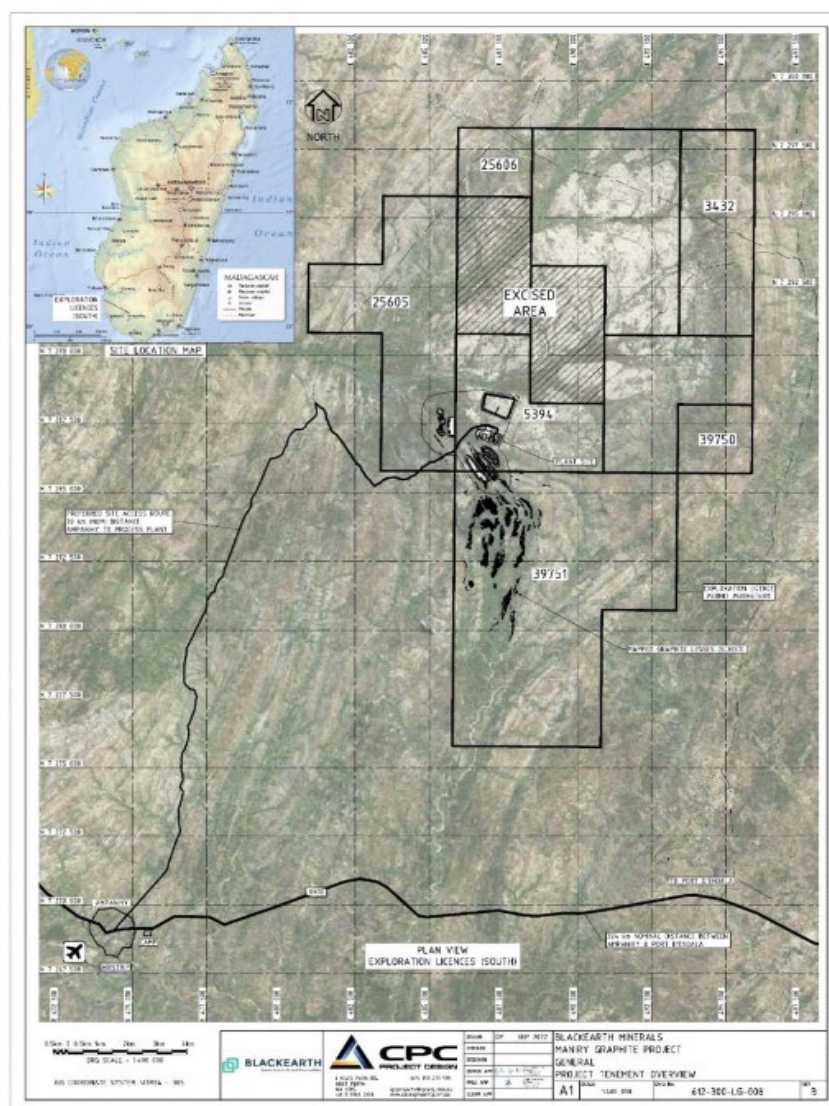


Figure 6: Current Maniry Graphite Tenement Position as outlined in our DFS.<sup>13</sup>

## MEETINGS HELD WITH MANIRY COMMUNITY LEADERSHIP

Subsequent to the end of the quarter, Mr. Round and Evion's in-country General Manager, Lydia Boarlaza, conducted a series of productive meetings with Princess Zoendreniny and other key regional officials. Princess Zoendreniny reaffirmed her community's strong support for the development of the Maniry project, while Mr. Round outlined Evion's comprehensive plans for the community. These plans include significant infrastructure development, the creation of employment opportunities, and the establishment of a healthcare and education centre for local employees and their families.

<sup>12</sup> Refer to ASX Announcement 23 January 2025

<sup>13</sup> Refer to ASX Announcement 3 November 2022



The strong community support for our Maniry project reflects the proactive and supportive approach our in-country team has taken in managing this critical initiative.<sup>14</sup>



*Figure7: Evion MD, David Round, (right) with Princess Zoendreniny (second from right), Evion General Manager, Lydia Boarlaza (centre) and advisers.*

## COMMUNITY DEVELOPMENT PLAN (“CDP”) UPDATE

Part of the CDP will see Evion make a substantial investment in the community including:

1. Providing employment for at least 300 local people and opportunities for many local business contractors.
2. Building additional schools and onsite medical centres to provide medical care for all employees and their families.
3. Developing water wells and other infrastructure for the local community, and
4. Providing alternative accommodation to some families who elect to relocate within the region.

The culmination of our CDP presents an exciting opportunity for the Maniry region in Madagascar. We are dedicated to supporting the community by improving living standards and creating progressive employment opportunities and valuable training.

Further formal meetings are scheduled with government officials in February and March 2025, during which it is proposed that agreements will be signed between community representatives and Evion. Following these meetings, Madagascan officials propose to approve our CDP, which will not only secure local support but also provide the encouragement needed to fast-track development.<sup>15</sup>

---

<sup>14</sup> Refer to ASX Announcement 23 January 2025

<sup>15</sup> Refer to ASX Announcement 23 January 2025



*Figure 8: Evion's proposed Maniry Graphite Mine adjacent to Next Sources' Molo operation – Southern Madagascar.*

#### KEY SHORT-TERM ACTIVITIES AND GOALS

Evion achieved significant milestones throughout 2024, and we are especially pleased with the progress made during the last quarter. The accomplishments in Madagascar have established a solid framework and a clear path forward for our development in a supportive environment and country. Beyond Madagascar, our advancements in India this year have been groundbreaking for the industry and now position us to substantially expand production capacity at our PGT operations.

The Evion team expects several key milestones to be confirmed in the near term, including:

- ✓ Continue growth in India JV including a strong sales pipeline for Q1 and Q2 2025 and plans to double production later this year,
- ✓ Official lodgement of our Environmental Action Plan with endorsement by ONE following their site visits,
- ✓ Confirmation from BCMM that all mining licenses are converted allowing Evion to move toward the financing and development phase,
- ✓ Agreement with the Malagasy government on the implementation of commitments outlined in our DFS and a timeframe for development, and
- ✓ Ongoing proactive liaison with the EU to bring Maniry into development.

## INVESTOR RELATIONS

On 10 December 2024, the Company opened a Non-Renounceable Rights Issue to existing shareholders to raise up to approximately \$2.7 million ("RI"). On 14 January 2025, the Company announced the closing date for the RI was extended to 31 January 2025<sup>16</sup>.

The Company will announce the results of the RI within the timeframe outlined with the Offer Booklet.

A separate bonus loyalty option offer to shareholders will be considered by the Board following the completion of the RI.

## CASHFLOWS FOR THE QUARTER

Attached to this report is the Appendix 5B containing the Company's cash flow statement for the quarter. The Company provides the following information pursuant to ASX Listing Rule requirements:

- ASX Listing Rule 5.3.1:  
Approximately \$99,000 was spent on exploration expenditure during the quarter, primarily relating to the development of the Maniry Project.
- ASX Listing Rule 5.3.2:  
Nil was spent on mine production and development activities during the quarter.
- ASX Listing Rule 5.3.5:  
Approximately \$138,000 in payments were made to related parties and their associates included in cash flow from operating activities, for payments to directors and management remuneration for services to the economic entity.

At the end of the quarter, the Company had \$0.73m in cash. The Company's net cash used in the operating activities during the quarter amounted to \$586,000. These payments were mainly related to marketing costs, including attendance at multiple conferences and the associated travel and accommodation costs plus payments to consultants. Staff costs during the quarter were relatively comparable to the previous quarter. The Company made payments amounting to \$159,000 during the quarter, for additional contributions to its JV project in India.

This announcement has been authorised by the Board of Evion Group NL.

**Contact**  
**David Round**  
**Managing Director**

**Evion Group NL**  
**0411 160 445**

For more information – <https://eviongroup.com>

---

<sup>16</sup> Refer to ASX announcements dated 10 December 2024, 17 December 2024 and 14 January 2025.



## Forward Looking Statements

Some of the statements appearing in this announcement may be in the nature of forward-looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Evion Group operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward-looking statement.

No forward-looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside the Company's control.

The Company does not undertake any obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of the Company's Directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

This announcement is not an offer, invitation or recommendation to subscribe for, or purchase securities by the Company. Nor does this announcement constitute investment or financial product advice (nor tax, accounting or legal advice) and is not intended to be used for the basis of making an investment decision. Investors should obtain their own advice before making any investment decision.

Some of the information contained in this announcement has been derived from previously released information to the ASX refer: 9/03/2023- "Agreement with Leading Battery Anode Material Producer"; 17/01/2023- "Battery Anode Scoping Study Produces Compelling Results"; 3/11/2022 - "BlackEarth Completes Positive DFS for Maniry Project"; 21/07/2022- "Downstream Graphite Processing JV Set to Commence in India"; 17/1/2021- "Significant increase in Graphite inventory at Maniry". The Company confirms that all material assumptions underpinning the Maniry production target, and the forecast financial information derived from the Maniry production target in the ASX announcement dated 14/09/2018 continue to apply and have not materially changed.

The Company confirms that all material assumptions underpinning the Company's expandable graphite JV (50/50) production targets, and the forecast financial information derived from the Company's expandable graphite JV (50/50) production targets in the ASX announcement dated 21/07/2022 continue to apply and have not materially changed.

## Competent Persons Statement

### *Mineral Resource – Razafy and Razafy NorthWest*

The information in this Report that relates to in situ Mineral Resources for Razafy and Razafy NW was prepared, and fairly reflects information compiled, by Mr Grant Louw and Dr Andrew Scogings, each of whom have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Louw is an employee of Snowden Optiro and is a Member of both the Australian Institute of Geoscientists and the Geological Society of South Africa.

Dr Scogings is an employee of Snowden Optiro, a Member of the Australian Institute of Geoscientists and the Geological Society of South Africa and is a Registered Professional Geoscientist (RP Geo. Industrial Minerals). Mr Louw and Dr Scogings consent to the inclusion of information in the Mineral Resource report that is attributable to each of them, and to the inclusion of the information in the release in the form and context in which they appear.

#### *Mineral Resource – Haja*

The information contained in this report that relates to the Haja Mineral Resource is based on information compiled by Ms. Annick Manfrino, Principal of Sigma Blue and previously Manager Geology of BlackEarth Minerals – now Evion Group. Ms. Manfrino is a member of The Australian Institute of Geoscientists and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken 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.” Ms. Manfrino completed a site inspection and is the Competent Person for this Resource estimation. Ms. Manfrino consents to the use of the information included in this document in the form and context in which it appears.

#### *Ore Reserve – Razafy & Razafy NorthWest*

The reported Ore Reserves have been prepared under the supervision and management of Mr Michael Ryan. Mr Ryan is a Member of the Australasian Institute of Mining and Metallurgy and a consultant to Evion Group NL as Project Manager for the Maniry Graphite Project. He 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 ‘Australasian Code for Reporting of Mineral Resources and Ore Reserves’ of December 2012 (“JORC Code”) as prepared by the Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy, the Australian Institute of Geoscientists and the Minerals Council of Australia. Mr Ryan gives Evion Group NL consent to use this reserve estimate in reports. Mr Ryan holds a beneficial interest in shares in the company through a superannuation fund.

#### *Exploration Targets – Maniry Project*

The information contained in this report that relates to Exploration Targets for the Maniry Project is based on information compiled by Mr. Peter Langworthy, a member of The Australasian Institute of Mining and Metallurgy. Mr. Langworthy has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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. Langworthy consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

## SCHEDULE OF MINING TENEMENTS

Details of Mining Tenements Held as at Quarter ended 31 December 2024				
(ASX Listing Rule 5.3.3)				
International				
Tenement ID	Location	Country	Interest	Acquired/Disposed during the quarter
PR25605	Maniry	Madagascar	100%	No change
PR25606	Maniry	Madagascar	100%	No change
PR3432	Maniry	Madagascar	100%	No change
PR39750	Maniry	Madagascar	100%	No change
PR39751	Maniry	Madagascar	100%	No change
PE5394	Maniry	Madagascar	100%	No change
PE19932	Maniry	Madagascar	100%	No change
PE5391	Ianapera	Madagascar	100%	No change
PE5392	Ianapera	Madagascar	100%	No change
PE5393	Ianapera	Madagascar	100%	No change
PE25093	Ianapera	Madagascar	100%	No change
PE25094	Ianapera	Madagascar	100%	No change

- PE n° 25093 and PE n° 25094, previously under Amodiation Contract with SQNY INTERNATIONAL SARL, Amodiation terminated in 2017 ;
- PR n° 25605 and PR n° 25606, previously under Amodiation Contract with ERG -, Amodiation terminated in 2018
- PE n° 5394, under Amodiation Contract with JUPITER MINES ET MINERALS SARL for mining Labradorite only.

The Company provides the following information pursuant to ASX Listing Rule requirement 5.3.3:

- Mining tenement interests acquired or disposed of during the quarter: Nil.
- Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter: Not applicable.
- Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter: Nil.



## Appendix 5B

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

Name of entity

Evion Group NL

ABN

66 610 168 191

Quarter ended ("current quarter")

31 December 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(99)	(307)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(231)	(457)
	(e) administration and corporate costs	(297)	(495)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	7	23
1.5	Interest and other costs of finance paid	(1)	(4)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (cost recovered/royalties)	35	73
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(586)</b>	<b>(1,167)</b>
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(6)	(9)
	(d) exploration & evaluation	-	-
	(e) investments	(159)	(159)
	(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment		
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(165)</b>	<b>(168)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	123	123
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	(10)	(10)
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 (receipts from partly paid shares fully paid)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>113</b>	<b>113</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	1,366	1,950
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(586)	(1,167)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(165)	(168)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	113	113

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>728</b>	<b>728</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	728	1,366
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>728</b>	<b>1,366</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	138
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>The payments to directors or their associates in 6.1 and 6.2 include gross salaries, superannuation, director fees and consulting fees.</i>		



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

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

<b>8.</b>	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(586)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(586)
8.4	Cash and cash equivalents at quarter end (item 4.6)	728
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	728
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	1.24
<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: Yes and see 8.8.2 below		
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Yes, the Company announced a capital raising via non-renounceable Rights Issue on 10 December 2024 with funds from the raising expected to be received in February 2025.		
8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Yes. The Company expects to receive A\$2.7 million (before costs) from the Rights Issue. This will be added to the current cash reserves.		
<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: 30 January 2025

Authorised by: David Round – Managing Director

## **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.