

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

Taruga Minerals Limited (ASX: **TAR**, **Taruga** or the **Company**) is pleased to present its quarterly activities report for the December 2021 quarter.

HIGHLIGHTS:

- 5 new targets drill tested at Morgan's Creek (assays pending)
 - ~500m of Diamond drilling completed
 - Magnetite-epidote-sericite skarn system intercepted in reconnaissance diamond drillhole MCDD004 at Hydrothermal Hill (assays pending)
 - ~4,100m of RC drilling completed with 5 new targets tested (assays pending)
 - ~1,800m drilled at Hydrothermal Hill targeting extensions of skarn system identified in MCDD004
 - ~1,200m drilled at Oxide Hill North and South targeting extensions of REE and Lithium mineralisation associated with a mafic-ultramafic intrusion
 - Recently identified geophysical and geochemical anomalies targeted
 - Drilling also aimed at assessing the potential for ionic clay style REE mineralisation in the soil/weathering profile overlying REE bearing hard-rock
- Completion of high-resolution ground magnetics and ground gravity geophysical surveys at Wyacca and Morgan's Creek (multiple new targets highlighted)
- The Public Consultation meeting was held in Port Augusta on the 27 October 2021 regarding the Company's Section 23 and 21 authorisations sought under the Aboriginal Heritage Act 1988 (SA) for the Flinders Project
 - State Aboriginal Heritage Committee (SAHC) meeting was held 13 January 2022
 - Awaiting decision from the Minister for Aboriginal Affairs (expected Q1)
- Appointment of highly-experienced geologist and senior executive, David Chapman, as non-executive director
- Successful ADI Grant refund of \$325,000 awarded under the accelerated discovery initiative announced in May 2021
 - TAR subsidiary Strikeline Resources Pty Ltd was the only company in South Australia to successfully complete its ADI program (out of 22 ADI projects)
 - 2 New ADI grant applications submitted for the MCCP focussed on accelerating sediment-hosted copper and critical mineral discoveries
- The Company remains well funded with ~\$1.45 million cash on hand at the end of the December quarter

CAPITAL STRUCTURE

512,060,006
Shares on Issue

44,250,000
Options on issue
(various ex. prices
and dates)

BOARD & MANAGEMENT

Thomas Line
CEO

Paul Cronin
Non-Executive Director

Gary Steinepreis
Non-Executive Director

Eric De Mori
Non-Executive Director

David Chapman
Non-Executive Director

Dan Smith
Company Secretary

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CEO Thomas Line commented: "The December quarter has been a period of significant project growth for Taruga, with the MCCP being strategically expanded by over 400%, to approximately 1,500km². The action-packed quarter included over 4,500m of RC and diamond drilling, where 5 new targets were tested at Morgan's Creek. The highly dedicated and experienced full-time team have been working tirelessly with boots on the ground developing our vast greenfields targets in preparation to deliver further value growth for our stakeholders in 2022.

"We have assays outstanding for over 4,500m of drilling, which includes diamond assays from Morgan's Creek and Wyacca. The December quarter saw the highest level of Covid-19 infections across South Australia to date, which has led to significant lab delays as a result of isolation protocols and staff shortages. We are hopeful that the lab processing capacity is going to return toward normal over the coming weeks.

"Recently, a reconnaissance drillhole MCDD004 intercepted a rare magnetite-epidote skarn system at Hydrothermal Hill, which was the result of fantastic reconnaissance exploration conducted by our field team. Simply identifying this skarn system marks a significant greenfields exploration success milestone, from which focussed exploration can now commence. We will be targeting this skarn system and the rare-earth-element mineralisation at Morgan's Creek when drilling recommences.

"Our sophisticated geophysical programs have allowed us to define new sediment-hosted copper targets at Wyacca, where we strongly believe the best is yet to come. These targets are comprised of cross-cutting gravity and magnetic anomalies which align with the interpreted ore controlling structures at Wyacca, and it appears that almost all of these anomalies remain undrilled. We will be targeting Kamoa-style bonanza zone copper mineralisation at Wyacca when drilling recommences.

"We are coming into the new year equipped with powerful new insights regarding the mineral systems present across our projects. I have a high level of conviction that 2022 will be a year of significant value growth for our Company."

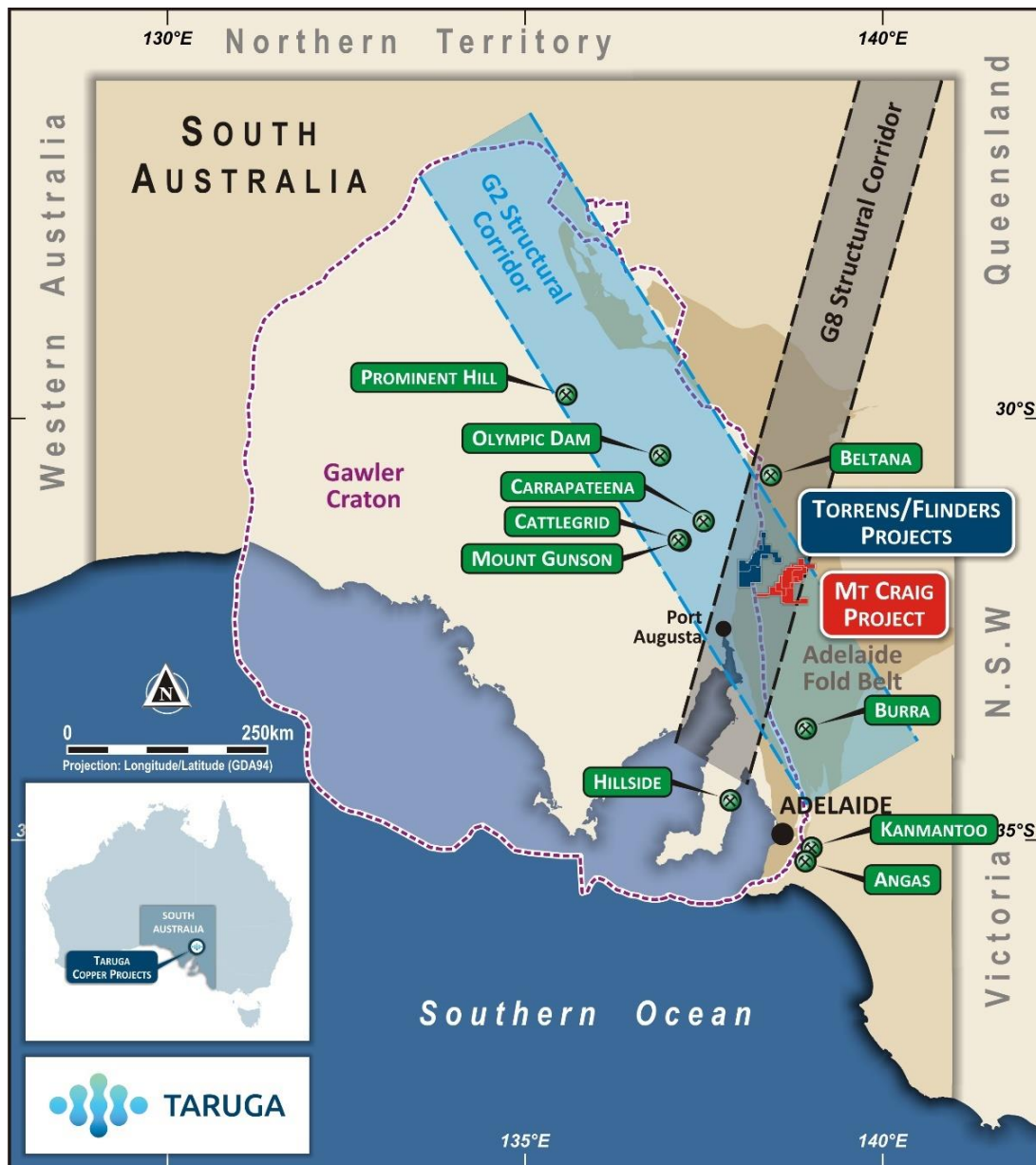


Figure 1: The Flinders/Torrens/Mt Craig Projects regional and structural setting including the Gawler Craton outline as published by the Geological Survey of South Australia in purple.

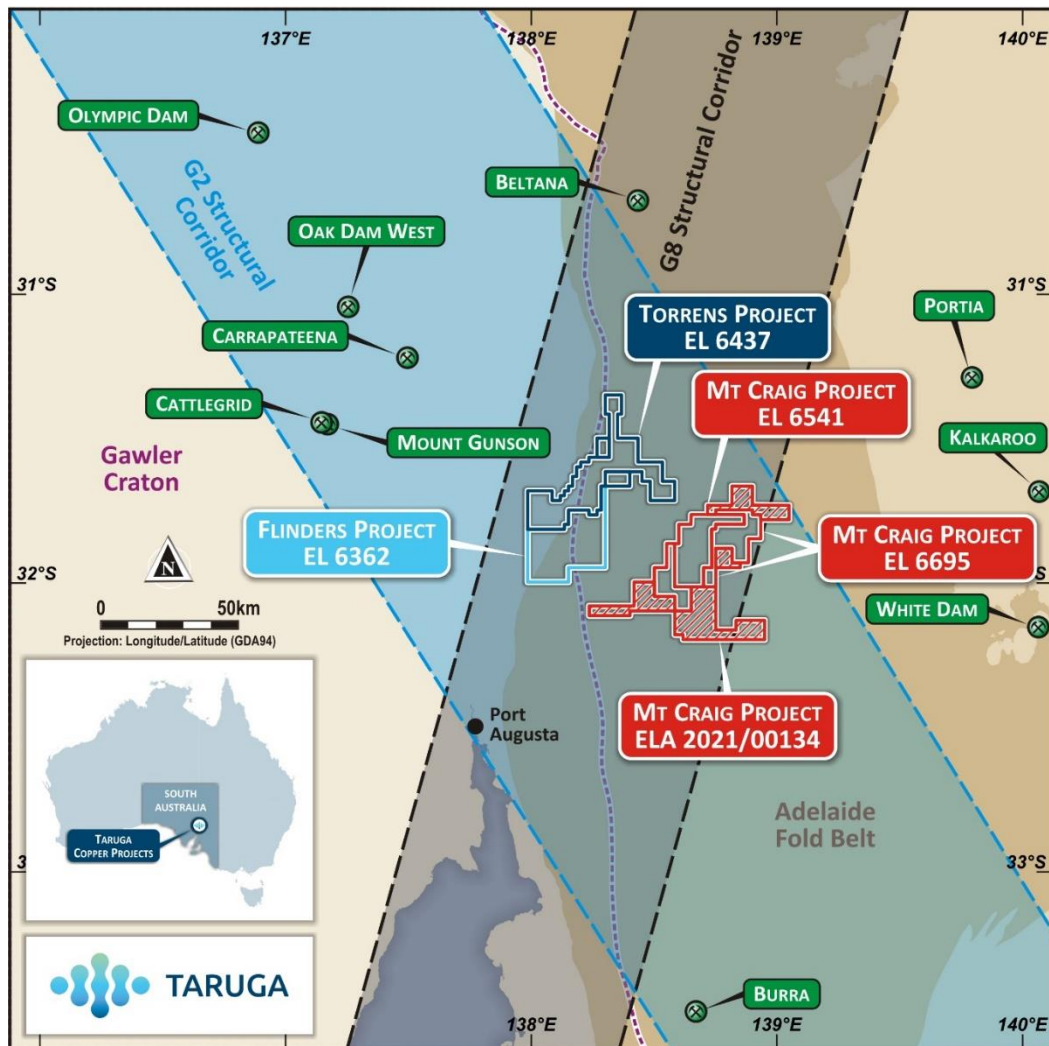


Figure 2: Tenement Map showing the MCCP in relation to the Flinders and Torrens Projects. Note the EL6541 is comprised of 3 separate licence areas shown in red outline of which one is the MCCP and the other two are extensions of the Torrens Project.

Mt Craig Copper Project (MCCP), South Australia

The Company's focus for the December Quarter has been on developing the Mt Craig Copper Project. Development work over the quarter included:

- New target generation
 - Grid soils sampling (Wyacca and Morgan's Creek)
 - High resolution ground magnetics geophysics (Wyacca and Morgan's Creek)
 - Ground gravity geophysics survey (Wyacca and Morgan's Creek)
 - Inversion modelling of geophysics
 - Regional mineral system modelling
- Target testing
 - 5 new targets tested
 - ~4,100m RC drilling at Morgan's Creek, focussed primarily on Hydrothermal Hill and Oxide Hill Prospects

- ~400m of diamond drilling across various prospects to obtain valuable mineralogical, structural and petrophysical information in areas of known mineralisation, and to test the new Hydrothermal Hill target
- Strategic project expansion (total 1,625km²)
 - Increased the MCCP by more than 400%, securing EL6695 (460km²) and lodging a new 780km² Exploration Licence Application (ELA2021/00134)
 - The strategic project expansion has utilised company IP obtained from our exploration work at the project to date

Morgan's Creek

Drilling for the quarter was focussed at Morgan's Creek prospect, where approximately 4,100m of RC drilling and 400m of diamond drilling (**Figure 3**) was conducted to test a range of polymetallic and critical mineral targets identified from recent reconnaissance exploration and geophysics.

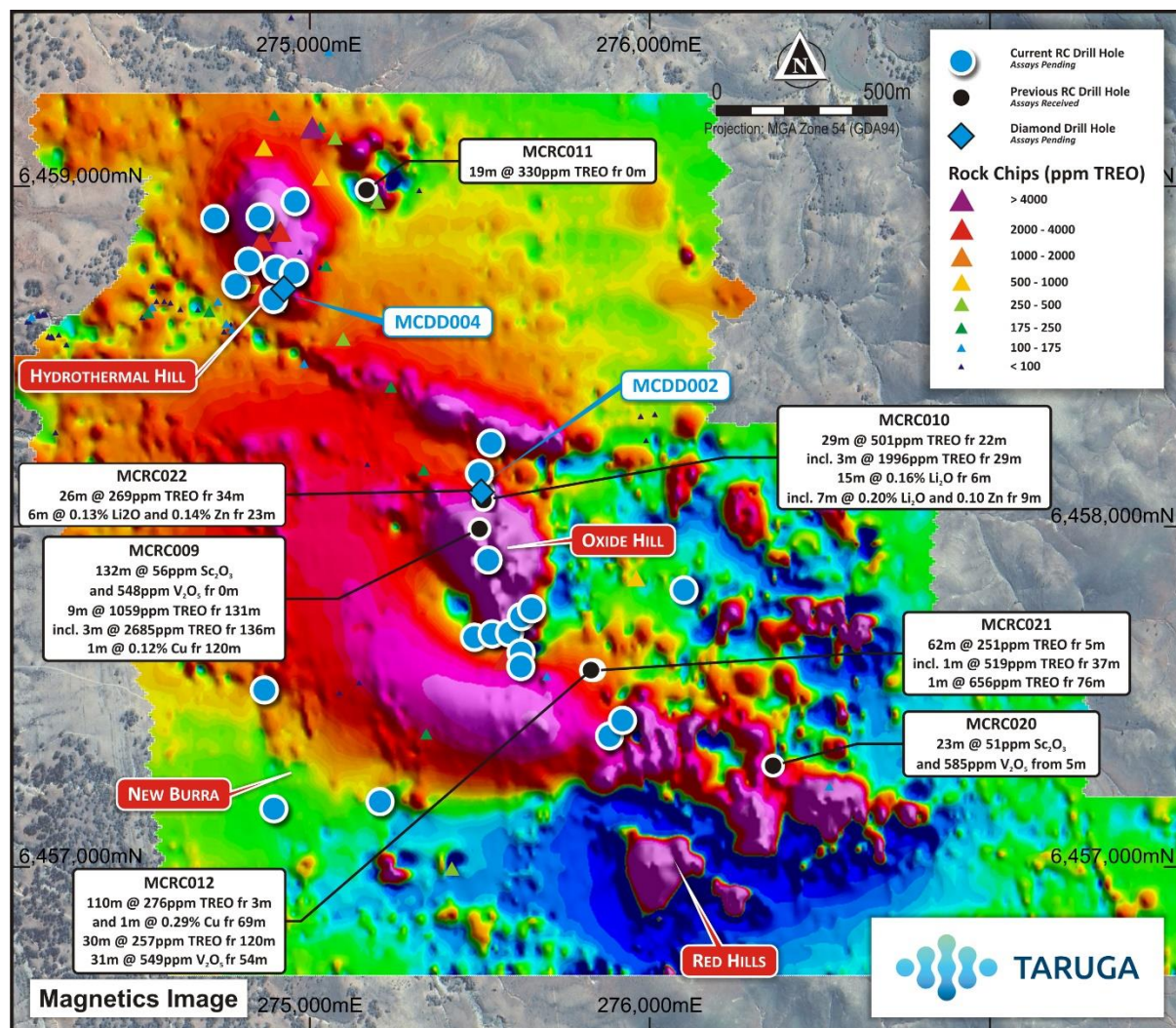


Figure 3: Morgan's Creek West magnetic image showing recent drillhole locations (assays pending).

Table 1. Morgan's Creek Prospect Table.

Prospect	Target Commodities	Geochem Anomaly	Target Style	Significant Intercepts	Comments
Hydrothermal Hill	Cu, REE, Co, Zn, Li	Cu, REE, Co, Zn, Li	Skarn System	Skarn alteration intercepted in MCDD004	Awaiting Assays
Oxide Hill North	REE, Li, Zn, Sc, V	REE, Li, Zn, Sc, V	Skarn system, Alkaline REE	REE, Li, Zn, V, Sc	Awaiting Assays
Oxide Hill Central	REE, Li, Zn, Sc, V	REE, Li, Zn, Sc, V	Skarn system, Alkaline REE	Awaiting Assays	
Oxide Hill South	REE, Li, Zn, Sc, V	REE, Li, Zn, Sc, V	Skarn system, Alkaline REE	Awaiting Assays	
New Burra	REE, Zn, Cu, Li	REE, Zn, Li	Polymetallic and Critical Minerals	Awaiting Assays	
Morgan's Bore	Cu, REE	Cu, REE, Li	Sed-copper and REE	Cu, REE, Sr, V, Sc	Follow-up RC drilling Q2 2022 CY
Patric Star	REE, Cu, Li	REE, Cu, Li	Skarn, Polymetallic, Critical Minerals	No Drilling	RC drill testing Q2 2022 CY
Red Hills	Cu	Cu	Intrusion-related Cu-Au, Contact Skarn, Alkaline REE	No Drilling	RC drill testing Q2 2022 CY
Sword	Cu	Cu	Intrusion-related Cu-Au, Contact Skarn, Alkaline REE	Awaiting Assays	
Malachite Mound	Cu	Cu	Intrusion-related Cu-Au, Contact Skarn, Alkaline REE	Awaiting Assays	

Table 2. Morgan's Creek Prospect Status.

Prospect	Mapping	Soils/Recon Sampling	Grav Geophysics	Mag Geophysics	Phase 1 RC Drilling	Diamond Drilling	Phase 2 RC Drilling	Comments
Hydrothermal Hill	Complete	Complete	Complete	Complete	Complete	Complete	Q2 2022	Assays Pending
Oxide Hill North	Complete	Complete	Complete	Complete	Complete	Complete	Complete	Assays Pending
Oxide Hill Central	Complete	Complete	Complete	Complete	Complete			Assays Pending
Oxide Hill South	Complete	Complete	Complete	Complete	Complete			Assays Pending
New Burra Prospect	Complete	Complete	Complete	Complete	Complete	TBA	TBA	Assays Pending
Morgan's Bore	Complete	Complete	Complete	Complete	Complete	Complete	Q2 2022	
Patric Star	Complete	Complete	Complete	Complete	Q2 2022	TBA	TBA	
Red Hills	Complete	Complete	Complete	Complete	Q2 2022	TBA	TBA	
Sword	Complete	Complete	Complete	Complete	Complete	TBA	TBA	Assays Pending
Malachite Mound	Complete	Complete	Complete	Complete	Complete	TBA	TBA	Assays Pending

Wyacca

During the quarter, the Company focussed on mineral system modelling at Wyacca, which has resulted in a number of new untested sediment-hosted copper targets. The mineralisation modelling consisted of utilising the existing drill data, collecting new geophysical datasets and reconnaissance data, and comparing this to globally relevant sediment hosted copper systems. Bonanza-zone structurally controlled copper mineralisation, such as that seen at the Kamo-a-Kakula deposit is now being targeted at Wyacca, with targets planned to be drilled in Q2 of 2022 CY.

New gravity data modelling completed by Taruga has highlighted a series of near linear gravity anomalies which cross cut the Tapley Hill Formation and Tindelpina Shale sediments at Wyacca (**Figure 4**). The anomalies are perpendicular to the strike of the host rocks, which aligns with the hypothesis that high-grade copper mineralisation is controlled in cross cutting structures. Review of the modelling highlights that essentially all drilling to date has missed the anomalies (**Figure 4**), and that the anomalies do not align with the VTEM and IP anomalies - which map the stratigraphy well, however do not map the copper mineralisation (**Figure 4**).

The geology at Wyacca was formed in the same geological setting as the Central African Copperbelt, which hosts some of the world's largest and highest-grade sedimentary copper deposits. For example, the Kamo-a sedimentary Cu-Co-Ag deposit contains 20Mt of Cu metal, with mineralisation associated with reduced black shales formed in a rift margin environment. At Kamo-a, Bonanza zones of very high-grade copper mineralisation are present in semi-isolated pods which are structurally controlled. These near-linear Bonanza zones require precision drilling to discover, and despite common belief about sedimentary copper systems, these deposits are not always simple and consistent.

Specific Gravity (density) testing of the ore zones in the Wyacca diamond core has highlighted that both the supergene and hypogene ore zones are significantly denser than the surrounding host rock. Therefore, the gravity highs, which align with the interpreted cross cutting ore controlling structures, represent strong new exploration targets at Wyacca.

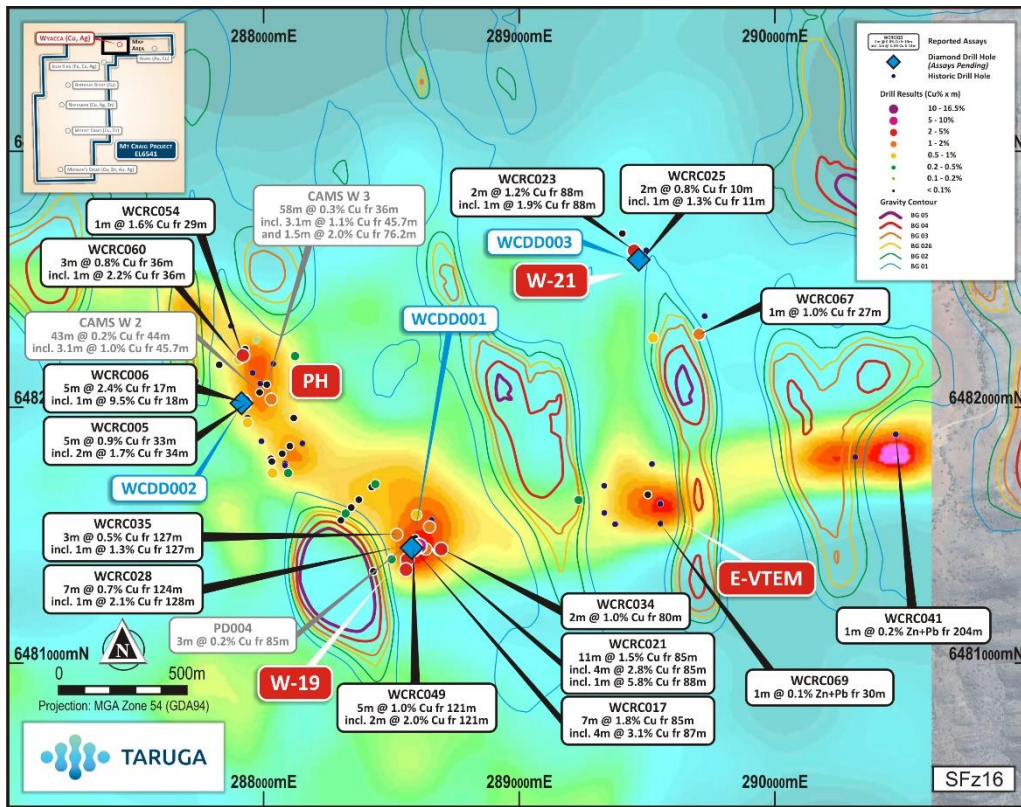


Figure 4: New gravity modelling contours over the SFz-16 (shallow time) VTEM image, showing the shallow time VTEM anomalies where previous high-grade intercepts have been hit at Worrumba-19 and Powder Hill. Note the shallow VTEM anomalies are around the edges of the gravity anomalies, which remain untested.

Birthday Ridge Prospect

Reconnaissance exploration work has continued at Birthday Ridge prospect during the Quarter. The ongoing reconnaissance work will be used to finalise a first-pass RC drilling program at the prospect during 2022.

A sediment-hosted copper deposit was discovered at Birthday Ridge in the 1960's and has had very limited exploration work conducted since (**Figure 5**). The mineralisation has been intercepted over 2km of strike and remains open in all directions. The adjacent diapiiric breccia and volcanics have never been targeted, and only the interpreted oxide and leached zone of the copper system has drilled to date (shallow drilling) most of which started in and/or ending in mineralisation.

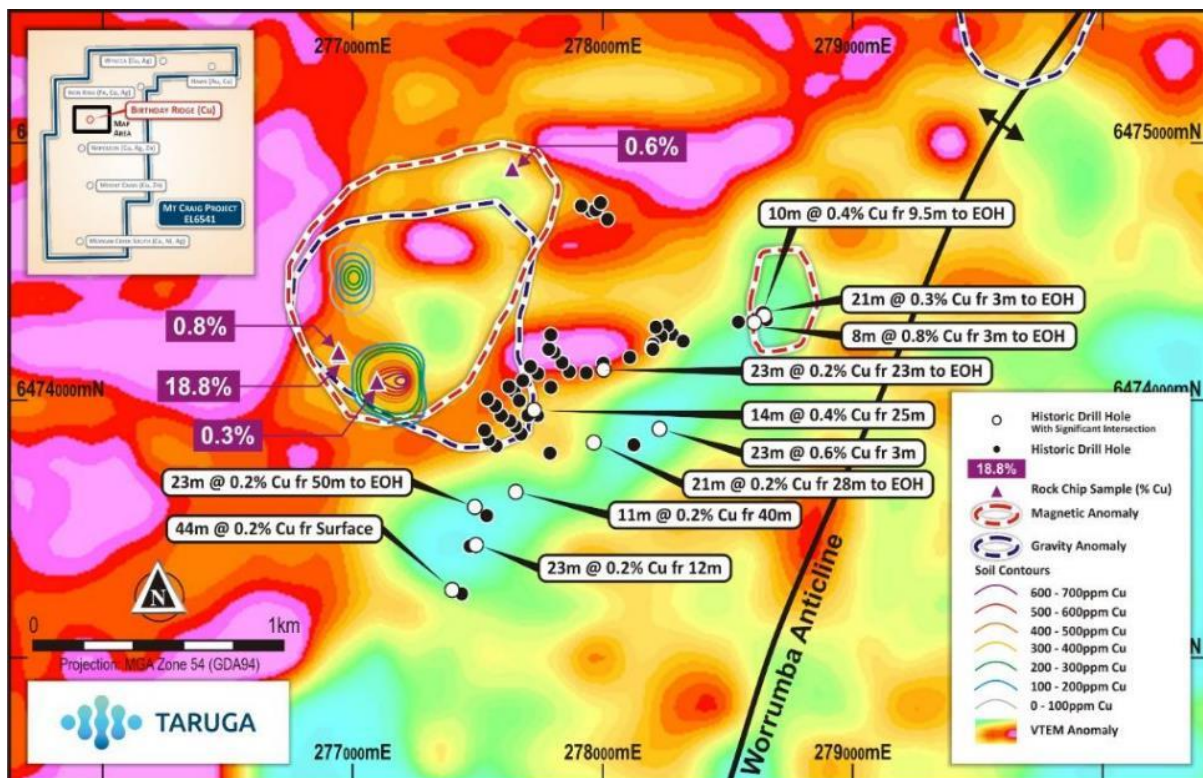


Figure 5: Historical drilling highlights at the Birthday Ridge prospect showing shallow time VTEM anomalies and gravity/magnetic anomalies, along with the dominant structure, the Worrumba Anticline.

Flinders Project, South Australia

Taruga (via Strikeline Resources Pty Ltd (**Strikeline**)) is awaiting a decision on authorisation under Section 23 of the Aboriginal Heritage Act 1988 (SA). The Section 23 authorisation will resolve uncertainty in areas where Native Title has not been determined at the Flinders Project. This authorisation would confirm full drilling authorisation.

On 27 October 2021, a public consultation meeting chaired by the Department of Aboriginal Affairs was held in Port Augusta, where Strikeline presented to interested parties and took questions about the project.

Strikeline was advised by the Aboriginal Affairs and Reconciliation (**AAR**) division of the South Australian Department of Premier and Cabinet of a further extension to the Public Consultation period originally ending 30 September, until 5 December 2021. The further extension was to allow interested parties additional time to consult with AAR and Strikeline regarding the Section 23 and 21 authorisations sought under the *Aboriginal Heritage Act 1988* (SA) (**authorisations**). AAR advised that this extension would not further delay the authorisation process.

The State Aboriginal Heritage Committee (SAHC) met on 13 January 2022 to review Strikeline's applications and prepare a recommendation to the Minister for Aboriginal Affairs (the Minister). Strikeline now awaits a decision from the Minister on whether the authorisation will be granted, and if so, any conditions that may apply.

If granted, the authorisations would allow for a substantial exploration program across the Jenkins and Woolshed Project Areas. The authorisation would allow for:

- A stage 1 exploration program of up to 150 auger holes and 60 drill holes (diamond, RC and AC).

- A potential stage 2 exploration program of up to a further 500 auger holes and 350 drill holes (diamond, RC and AC).
- A range of geophysical surveys including gravity, induced polarisation, electromagnetic and seismic surveys.
- Ancillary activities to support the above.

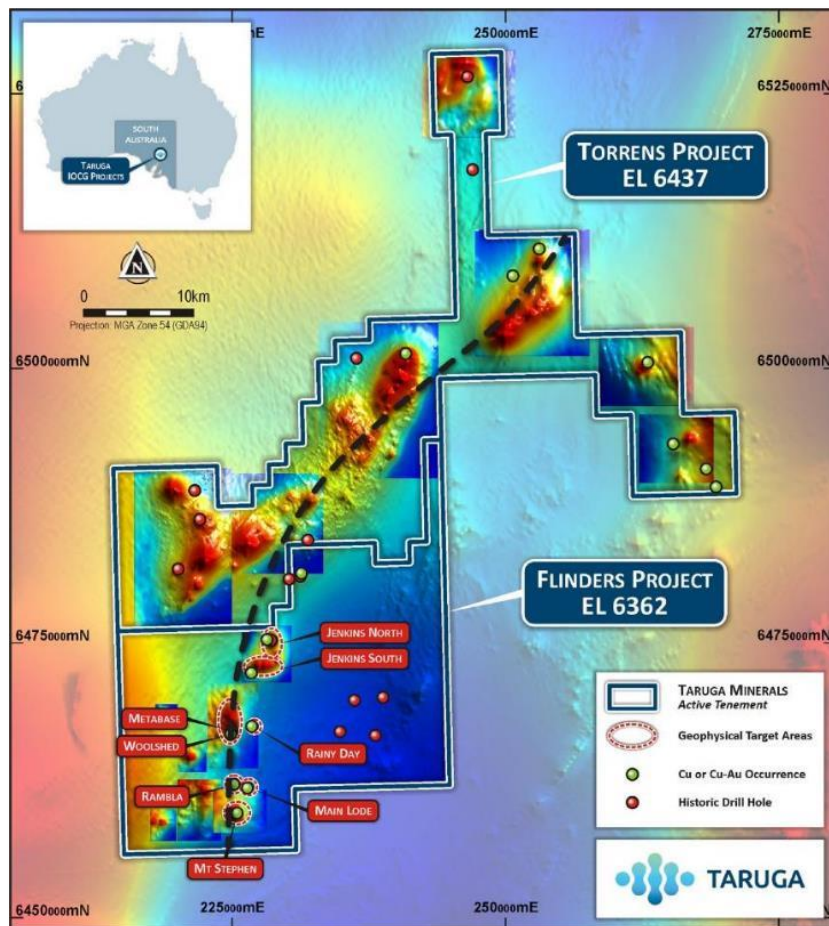


Figure 6: Reprocessed magnetics (VRMI) showing significant magnetic anomalies and the Flinders Project IOCG targets.

The Flinders Project covers the eastern margin of the Gawler Craton in a similar structural setting as the nearby Olympic Dam (BHP) and Carrapateena deposits (Oz Minerals). Flinders is unique in that IOCG-style mineralisation has been mapped and sampled at surface and not under several hundred metres of sedimentary cover, as is often the case within the highly prospective G2 structural corridor shown in **Figure 1**. Mineralisation occurs in intrusive breccias hosted within major structures within the prospect area. The breccia often contains dykes and clasts of altered mafic volcanics that can be mapped for over 15km along the dominant Mt Stephen Thrust (MST), from the Mt Stephen prospect to Jenkins North. Sub-structures and fault splays which branch out from the MST have been proven to contain high-grade copper mineralisation, indicating the potential for a larger “fluid system” or mineralised network beneath the surface.

Torrens Project, South Australia

Work was limited to further desktop review of historical datasets for the Torrens Project for the Quarter.

The Torrens Iron-Oxide-Copper-Gold (IOCG) Project (EL6437) borders the Flinders Project to the north (**Figure 1**) and is situated within the G2 Structural corridor which hosts the nearby Olympic Dam and Carrapateena IOCGs.

Strong magnetic and gravity anomalies have been identified at Torrens, which have had limited or no drilling. The magnetic anomalies at Torrens, which have recently been reprocessed, are similar to those at Flinders to the south where significant grades of copper and gold mineralisation have been reported from surface exposures. The identification of the Cu-Au-Ag mineralised magnetite at Torrens further strengthens the prospectivity of the large magnetic anomalies which dominate the tenement area.

Historical drilling at Torrens intersected anomalous copper, gold, LREE's and precious metals across several metres in various drill holes, often associated with altered breccias similar to those which host IOCG-style mineralisation identified at the Flinders Project. Taruga is in the process of assessing the integrity of the drilling data including quality control procedures and assay methods.

Manjimup Project, Western Australia

Taruga holds 3 exploration licence applications in the Greenbushes area of Western Australia (the Manjimup Project). The Manjimup Project tenements have potential for Thor and Odin type Ni-PGE mineralisation, Volcanic Hosted Massive Sulphide (VHMS) polymetallic mineralisation, and Greenbushes tin-tantalum-lithium style of mineralisation.

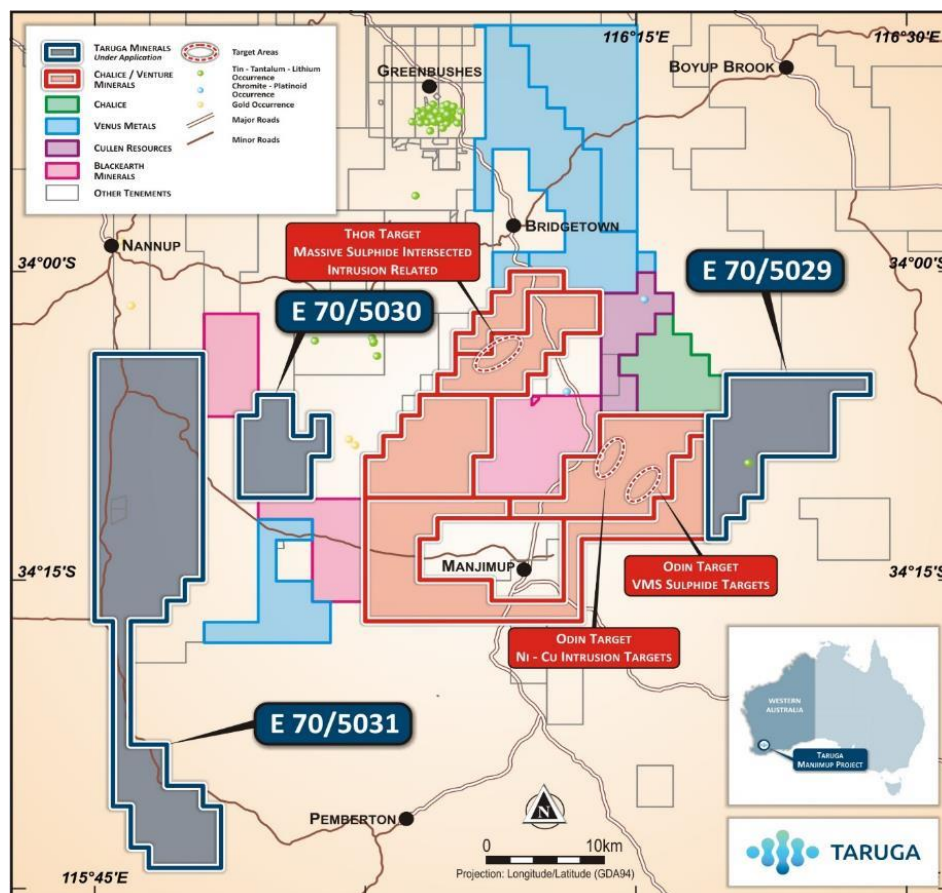


Figure 7: Taruga tenement location relative to Venture Minerals and Chalice Gold Mines.

E70/5029 adjoins the Chalice Mining / Venture Minerals JV (announced 21/5/2020) in a similar geological setting to the "Odin Prospect" with identified nickel, copper & PGE mineralisation (**Figures 7 & 8**). On 12 August 2021, Taruga announced the results of an ongoing desktop review and reprocessing of geophysics is at the Manjimup project which highlighted multiple targets across Taruga's Manjimup project including potential for Julimar-Style Ni-PGE mineralisation, VHMS mineralisation, and Greenbushes-style Li-Sn-Ta mineralisation (**Figures 7 & 8**).

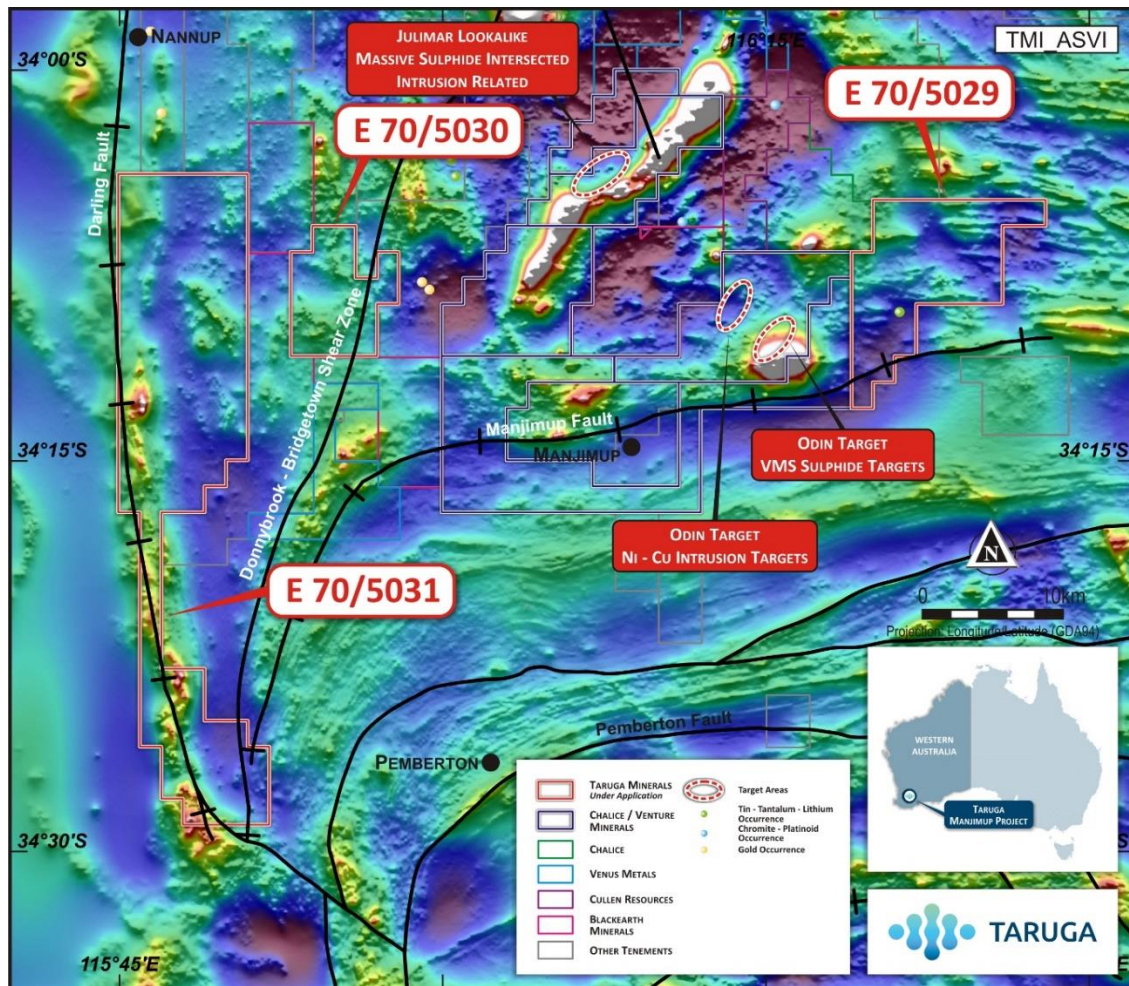


Figure 8: Analytical Signal of the Vertical Integral (ASVI) Magnetics Image for the Manjimup Project Area, showing Taruga Exploration Permits, Major Structures, and the nearby Thor Ni-Cu-PGE "Julimar Lookalike" Target.

The next stage for the Manjimup Project is to complete the Environment Management plan and progress the grant of the tenements. Following grant, a program of surface geochemistry and detailed geological mapping will be undertaken to identify and define targets for detailed exploration. Follow-up geophysical programs including EM are also under consideration.

Meekatharra Project, Western Australia

The Meekatharra Project (Exploration licence E51/1832) is located 30km southeast of the regional centre of Meekatharra in the Murchison region of Western Australia. On 19 November 2020, the Company announced that it had executed a binding terms sheet with CU2 (WA) Pty Ltd (CU2), whereby CU2 can earn an 80% interest in E51/1832 through incurring a minimum of \$150,000 of expenditure within three years from the date of execution.

On 5 May 2021, Peak Minerals Ltd (ASX PUA) announced it has signed a non-binding term sheet to acquire 100% of CU2 including the Meekatharra Joint Venture with Taruga. Peak have since

taken responsibility for managing the exploration program at Meekatharra which forms part of PUA's "Green Rocks Project" (see PUA corporate presentation released on the 21 October 2021).

Community and ESG

Taruga is committed to developing sustainable exploration projects which benefit local communities in the areas in which we operate. The Company continues to deliver value to local communities through providing local employment and maintaining exceptional local expenditure milestones, with over 80% of our expenditure going to local businesses and people for the December quarter. Taruga maintains a target of 20% Aboriginal employment in our full-time team.

CORPORATE

Annual General Meeting

The Company's annual general meeting was held on 30 November 2021 with all resolutions passing by way of a poll.

Director appointment

On 1 October 2021 David Chapman was appointed as a non-executive director of Taruga. Mr. Chapman is a Geologist and senior executive with over 35 years of international resource industry experience in diverse roles and commodities covering all aspects of the mining industry from exploration, operations and business development, through to feasibility studies, financing and construction.

ADI Grant

On 26 November 2021, the Company announced that it received a \$300,000 (+GST) refund from the South Australian government for expenditure at the Company's Mt Craig copper project.

Cash Position

As at 31 December 2021, the Company had approximately \$1.45 million of cash and nil debt. The Company retains sufficient funding to carry out its activities over the coming quarters.

Summary of Exploration Expenditure

In accordance with Listing Rule 5.3.1, the Company reports that there was ~\$1.05 million exploration expenditure incurred during the December quarter.

Note 6 to Appendix 5B

Payments to related parties of the entity and their associates: during the quarter \$44,000 was paid to Directors and associates for director and consulting fees.

This announcement was approved by the Board of Taruga Minerals Limited.

For more information contact:

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CEO	Director
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Competent person's statement

The information in this report that relates to exploration results is based on, and fairly represents information and supporting documentation prepared by Mr Brent Laws, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Laws is the Exploration Manager of Taruga Minerals Limited. Mr Laws has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr Laws consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Annexure 1: Taruga Minerals Limited – tenements held directly by Taruga Minerals or subsidiary company at 31 December 2021

Tenements	Status	Ownership	State
EL6362 (Flinders)	Granted	100%	South Australia
EL6437 (Torrens)	Granted	100%	South Australia
EL6541 (MCCP)	Granted	100%	South Australia
EL6695 (MCCP)	Granted	100%	South Australia
ELA2021/00134	Application	100%	South Australia
ELA2021/00091	Application	100%	South Australia
E51/1832	Granted	100%	Western Australia
E70/5029	Application	100%	Western Australia
E70/5030	Application	100%	Western Australia
E70/5031	Application	100%	Western Australia

Appendix 5B

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

Name of entity

Taruga Minerals Limited

ABN

19 153 868 789

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(129)	(276)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	330	330
1.8	Other (provide details if material)	(8)	10
1.9	Net cash from / (used in) operating activities	(193)	(64)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(27)	(33)
	(d) exploration & evaluation	(1,029)	(2,083)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (Environmental bond)	-	-
2.6	Net cash from / (used in) investing activities	(1,056)	(2,116)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	109
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	109

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,314	3,394
4.2	Net cash from / (used in) operating activities (item 1.9 above)	193	64
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,055)	(2,115)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	109

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,452	1,452

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	43	12
5.2 Call deposits	1,409	2,302
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)	1,452	2,314

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	44
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>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.</i></p> <p>Fees paid to directors and/or director related entities (net of GST).</p>	

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)	193
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,029)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(836)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,452
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,452
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.7
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: No. The Company's estimated outflow for the March and June quarters is forecast to be lower than the prior two quarters.	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: The Company considers that it is able to access new capital to fund its operations on an as needed basis.	

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 has demonstrated a track-record of accessing new capital to meet its business objectives.

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: 31 January 2022

Authorised by: The board of directors of Taruga Minerals Limited

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.