

Quarterly Activity Report

Reporting Period 1 April – 30 June 2022

HIGHLIGHTS

- Finalised terms of **restructured mining contract** with Mining Contractor, Modi Mining
- Completed procurement process for **reliable underground mining equipment fleet** to transform the current cost-plus mining contract into a rate-based contract to drive contractor efficiencies
- **Revised Definitive Feasibility Study significantly advanced** incorporating the updated mine schedule, mining contractor & equipment rates
- **Toll-treat negotiations substantially progressed**, unlocking Phase 1 Qala Shallows of the Witwatersrand Basin Project (“WBP”)
- Farm-in partner’s, Rio Tinto Exploration, maiden drilling campaign at WWI’s Mt Cecelia project in the Paterson Province on-track for September 2022
- Agreement reached to **increase WWI’s ownership in the WBP to 74%** (previously 66.6%)
- Official dual-quotation on the **US OTCQB market, code: WMWWF**

West Wits Mining (**ASX: WWI, OTCQB: WMWWF, ‘West Wits’, ‘WWI’ or ‘the Company’**) is pleased to present its latest quarterly report for the period ending 30 June 2022.

SOUTH AFRICA

WITWATERSRAND BASIN PROJECT; CENTRAL RAND (WWI: 66.6%), GAUTENG PROVINCE

Phase 1 Qala Shallows Project

To date, operational activities at Qala Shallows have successfully:

- Completed all critical infrastructure, including substations and water infrastructure
- Completed the decline and box cut rehabilitation
- Completed on reef underground access
- Delivered first ore (estimated stockpile of 3 000t) during an early works programme
- Significant advancement in toll treatment negotiations which will be key to unlocking the Qala Shallows project funding

The early works presented an opportunity to establish a small-scale mining operation, with the objective to proof the designed mining method to mine areas already exposed at WBP.

In its Quarterly Report of March 2022, the Company reported a review of the mining contractor arrangements, as well as the need to procure a new fleet of underground mining equipment. This process necessitated a slow down and ultimately a pause of operations at its Phase 1 Qala Shallows of the WBP. The time was utilised:

- to **renegotiate the mining contract** with Modi Mining (Pty) Ltd (“**the Contractor**”) from a cost-plus contract to a production rate-based contact. It was always envisaged that once the box cut and the decline had been rehabilitated and access to the underground reef was established, that the Company would enter into a re-measurable contract with the Contractor.
- to enter a refurbishment period in order to secure **new and reliable mining equipment**. The refurbishment objectives have been met, and the plan is now targeting for the Contractor to re-establish operations on site in Q4 2022.

Image 1 showcases Qala Shallows’ progressive infrastructure.

IMAGE 1: QALA SHALLOWS PROJECT PROGRESS



The Company’s latest video shows the infrastructure in place allowing for a rapid production build-up: <https://youtu.be/WLBcEFzPQPk>

Restructured Mining Contract and updated Qala Shallows Definitive Feasibility Study

During this period, the Company also successfully negotiated new rates with the Contractor. The rates show a significant improvement over the rates used in the Definitive Feasibility Study (“**DFS**”) published in September 2021.

The updated rates have enabled the Company to re-work its previous DFS and to re-estimate the CAPEX and OPEX for the Qala Shallows project. An announcement on the updated DFS is expected soon. It will highlight the following:

- a revised production schedule with access to the ore body having already been established through the early works
- CAPEX already spent on the project through the early works programme
- an updated rate-based contract negotiated with the Contractor

Revamped and new mining equipment

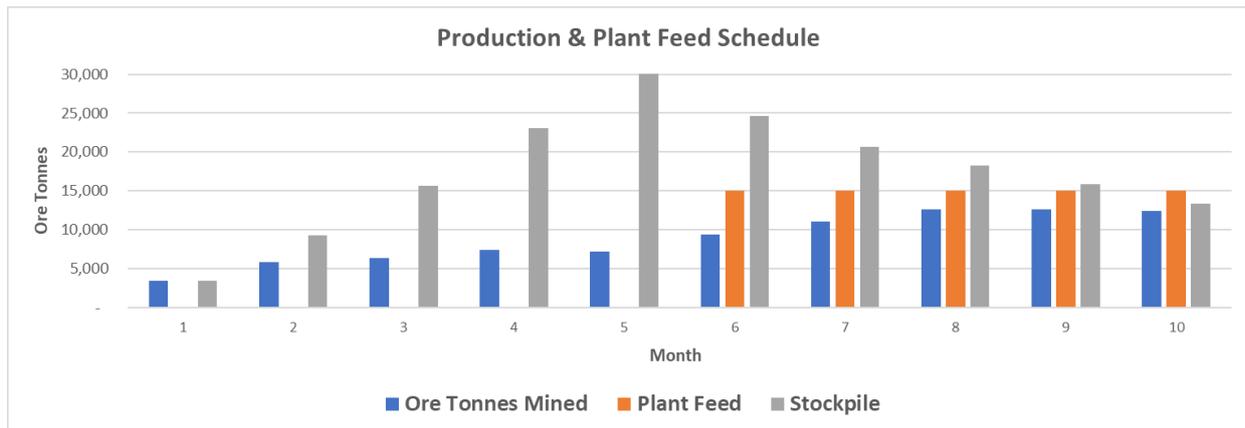
In order to de-risk the availability issues West Wits previously experienced with unreliable rental mining equipment, the Company completed the adjudication of a formal tender for new mining equipment. The start-up of the mine, now targeted for Q4 2022, will be undertaken with completely re-furbished equipment and pre-set supplier performance criteria. Due to the lead times for new

equipment acquisition, the refurbished equipment will be progressively phased out over a period of 12 months and replaced with the up-to-date brand-new equipment.

Qala Shallows improved near-term Production Schedule

The soon-to-be released updated DFS will outline a near-term production plan based on access and information obtained through the early works program. The blueprint is to build-up a stockpile from the current 3 000t to circa 30 000t and to start delivering the ore to the toll-treater at a constant rate of 15 000t per month before building to 20 000t per month. The graph in **Figure 1** outlines the ramped-up production profile.

FIGURE 1: NEAR-TERM QALA SHALLOWS PRODUCTION SCHEDULE



Fast tracking project funding options

The extensive work done during this period as outlined above will enable the Company to accelerate its multiple project financing initiatives to completion upon securing a long-term toll treating agreement.

West Wits announced an Equity Placement Facility with SBC Global Investment to provide funding of up to \$75m¹. A modest call was made under the Equity Placement Agreement during the quarter. Further details are set out in the announcement released to ASX on 11 July 2022. The Equity Placement Facility is not seen as the main source of funding and the Company, along with the appointed corporate advisory firm Taurum International, will continue to pursue the optimum project financing solution with the primary funding initiative.

Uranium exploration drilling

Plans for the uranium exploration drilling program have been completed and the Company will be commencing with an initial confirmatory drilling campaign by the end of July 2022. The confirmatory campaign will consist of three holes strategically sited to historical drill holes. This initial phase of the campaign, from site establishment through to the final report, is expected to be completed in the next three to four months.

Project 200

In March 2022, an update of the WBP Scoping Study was released, which demonstrated that the WBP's production potential is significantly higher than previously modelled. West Wits has, therefore, initiated Project 200 which is focused on optimising production rates with the aspiration of targeting a production plan of 200 000 oz per annum.

During the reporting period Phase 1 of Project 200 was commissioned with independent mine engineering firm, Bara Consulting ("Bara"). This work plan will undertake various discrete trade off

studies and technical evaluations to define the scope of work and motivate justification for a formal Scoping Study (Phase 2). Trade-off studies being undertaken include:

- Impact of dewatering on the available mineral resource
- Production rate evaluation considering the additional and dewatered resource
- Access trade-off study
- Metallurgical plant location trade-off
- Tailings deposition strategy
- Long-hole open stoping mining method evaluation

Bara is scheduled to complete Phase 1 of Project 200 imminently for the Company's review.

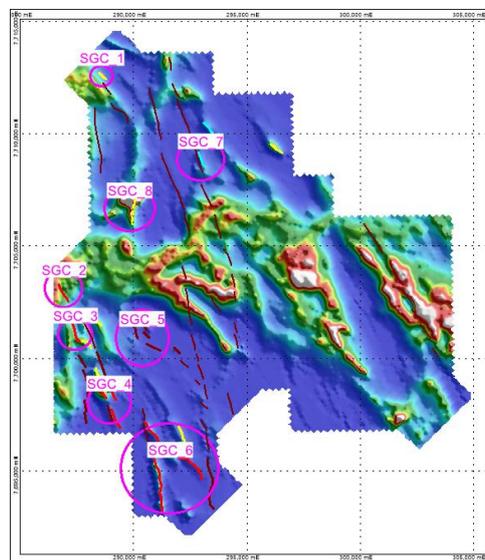
AUSTRALIA

Mt Cecelia, Paterson Province (100%)

Activities by Rio Tinto Exploration ("RTX") under the Farm-In and Joint Venture agreement for the June 2022 Quarter consisted of ongoing planning and approvals for an initial drill program to test the high priority SGC-01 target in the far north of the tenement (E45/5045), and potentially the SGC-07 and SGC-08 targets.

As previously reported, the targets are electromagnetic ("EM") anomalies identified from airborne and ground EM surveys undertaken by West Wits in 2021. The anomalies are interpreted as potential bedrock conductors that may represent base metal sulphide mineralisation¹.

Figure 2: Eight SGC target zones (magenta) identified. Conductor axes marked by lines (bright red, yellow and blue) together with magnetic lineaments (brown) on SKYTEM CH15Z component image¹.



A heritage survey completed with Traditional Owners in Jun-22 indicatively cleared the proposed access tracks and drill pads to facilitate planned earthworks and drilling, likely commencing in September 2022 (with timing subject to receipt of the formal heritage clearances). Whilst the preferred camp location was not cleared during the survey, due to the identification of possible artifacts, alternative camp locations are available and being considered.

RTX have indicated that an initial minimum 800m drill program is planned, with further drilling to potentially be undertaken pending the initial results.

CORPORATE

Increasing WBP Ownership

West Wits has agreed with its BEE partner, Lilitha Resources (Pty) Ltd (**“Lilitha”**), to acquire Lilitha’s interest in its subsidiary West Wits Mining SA (Pty) Ltd (**“WWM SA”**) for \$50,000 in cash and 96,000,000 fully paid ordinary shares in WWI³. This acquisition increases WWI’s direct ownership interest of WBP to 74% and simplifies the corporate structure.

Changes to South Africa’s foreign investment rules, subject to regulatory approval, enable Lilitha to swap a 7.4% effective interest in the WBP for aggregate consideration comprising \$50,000 in cash and 96M fully paid ordinary WWI shares. 75% of the WWI shares will be held in escrow, released via two equal tranches (36M WWI shares each), being 240 days and 360 days from the completion date respectively. Lilitha’s direct interest as a WWI shareholder underscores the strategic partnership and commitment to the growth of WWI.

Trading on OTCQB Market

On 25 May 2022, West Wits commenced with the trading of its ordinary shares on the OTCQB Market (US) under the ticker symbol **“WMWWF”**. The Company has also secured Depository Trust Company (**“DTC”**) approval to allow real time electronic clearing and settlement in the USA of its OTCQB traded common shares through the Depository Trust & Clearing Corporation (**“DTCC”**). Existing ordinary shares of WWI may now be traded on the OTCQB Market and investors can find real-time quotes and market information on the OTC Markets website: www.otcmarts.com/stock/WMWWF/overview.

The OTCQB market has high financial reporting standards and strong corporate governance requirements, both of which are satisfied through the Company’s ongoing compliance with ASX listing rules. West Wits sought the OTCQB quotation to provide current and potential North American investors with appropriate accessibility and liquidity to invest in the Company.

Corporate Social Responsibility

West Wits selected two young trainees for the Company’s our Beneficiary Learnership Programme which forms part of its [Social Labour Plan](#).

Both Resego Segwabe and Solly Given Nkuna are from Matholesville in Roodepoort close to the WBP. Resego is studying Fitting and Turning, as she has always been fascinated by machines and wants work in an environment which encourages success and growth. Solly is studying to become a diesel mechanic. He appreciates the high demand for this particular skill in South Africa. Both are completing their courses through the Anglo-American Engineering Skills Training Centre.

Approved for release by the Board of West Wits Mining Limited.

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ABOUT WEST WITS MINING LIMITED

West Wits Mining Limited (**ASX: WWI**) (**OTCQB: WMWWF**) is focused on the exploration, development and production of high value precious and base metals for the benefit of shareholders, communities and environments in which it operates. Witwatersrand Basin Project, located in the proven gold region of Central Rand Goldfield of South Africa boasts, a 4.28Moz gold project at 4.58g/t⁴. The Witwatersrand Basin is a largely underground geological formation which surfaces in the Witwatersrand. It holds the world's largest known gold reserves and has produced over 1.5 billion ounces (over 40,000 metric tons), which represents about 22% of all the gold accounted for above the surface. In Western Australia, WWI is exploring for gold and copper at the Mt Cecilia Project in a district that supports several world-class projects such as Woodie Woodie manganese mine, Nifty copper and Telfer gold/copper/silver mines.

1. WWI ASX Release 27/05/2022 "WWI Secures Financing Facility via an Equity Placement Agreement"
2. The original report was "*HEM Survey Identifies Eight Targets Areas at Mt Cecilia*" which was issued with consent of Competent Person, Mr. Russell Mortimer. The report was released to the ASX on 16/12/2020 and can be found on the Company's website (<https://westwitsmining.com/>). The Company is not aware of any new information or data that materially effects the information included in the relevant market announcement. The form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.
3. WWI ASX Release 02/06/2022 "*West Wits to Increase Project Ownership to 74% interest*"
4. The original report was "*WBP's Global JORC Mineral Resource Expands by 724,000oz to 4.28MOZ at 4.58 g/t Gold*" which was issued with consent of the Competent Person, Mrs Cecilia Hattingh. The report was released to the ASX on 3 December 2021 and can be found on the Company's website (<https://westwitsmining.com/>). Comprising 8.8MT at 4.60g/t for 1.449Moz measured, 11.3MT at 4.19g/t for 1.517Moz Indicated and 8MT at 5.10g/t for 1.309Moz inferred. The Company is not aware of any new information or data that materially effects the information included in the relevant market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Summary of expenditure on substantive exploration, development and production activities:

- WBP Feasibility Studies - \$46k
- WBP Rehabilitation Guarantee - \$140k
- Qala Shallows early works development - \$1.7M

Related Party Payments:

- \$168k for current and historical director fees (Mr Quinert, Mr Chapman, Mr O'Malley, Mr van Heerden & Mr Scholes)
- \$23k to Brickwick & Quinert Rodda & Associates, related entities to Mr Quinert, for current and historical office rent and legal services in Australia
- \$16k to Malan Scholes Attorneys, a related entity to Mr Scholes, for legal services in South Africa

Interests in Mining Tenements

Tenements	Location	Held at end of Quarter	Acquired during the Quarter	Disposed during the quarter
Mining Right - GP 30/5/1/2/2/10073 MR (WBP)	Witwatersrand Basin, West Rand, South Africa	66.6%*	-	-
Mining Lease – M45/988 (Tambina)	Pilbara region, Western Australia	80%*	-	-
Mining Lease – M45/990 (Tambina)	Pilbara region, Western Australia	80%*	-	-
Mining Lease – M45/991 (Tambina)	Pilbara region, Western Australia	80%*	-	-
Exploration License – EL 45/5045 (Mt Cecelia)	Pilbara region, Western Australia	100%	-	-
Production IUP – NO. 47/2010 (Derewo)	Paniai Regency, Indonesia	29%*	-	-
^ Exploration IUP – NO. 76/2010 (Derewo)	Paniai, Indonesia	64%*	-	-
^ Exploration IUP – NO.31/2010 (Derewo)	Intan Jaya, Indonesia	64%*	-	-
^ Exploration IUP – NO. 543/142/SET (Derewo)	Nabire, Indonesia	64%*	-	-

* Minority positions are held by local parties in compliance with local legislation in relation to foreign ownership and mineral and production rights. Contracts have been executed which subject to completion will lift this holding to 74%.

^ Exploration IUP's may no longer be within the compliance period and could be subject to cancellation

Derewo Project & Tambina Project Update

The Company is currently seeking interested parties to divest the Derewo and Tambina Project's as the Company prioritises resources towards the development of the WBP.

Appendix 5B

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

Name of entity

WEST WITS MINING LIMITED (ASX: WWI)

ABN

89 124 894 060

Quarter ended ("current quarter")

30 June 2022

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	(110)	(276)
(b) development	(1,472)	(5,683)
(c) production	(123)	(485)
(d) staff costs	(620)	(2,237)
(e) administration and corporate costs	(481)	(1,552)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	(6)
1.5 Interest and other costs of finance paid	-	(1)
1.6 Income taxes paid	-	(27)
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(2,806)	(10,267)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	(117)
(c) property, plant and equipment	(119)	(2,131)
(d) exploration & evaluation (if capitalised)	(190)	(741)
(e) investments	-	-
(f) other non-current assets	-	-

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
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	(309)	(2,989)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	16,453
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	42
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(79)	(1,261)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(234)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(63)	(372)
3.10	Net cash from / (used in) financing activities	(142)	14,628

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	5,593	1,001
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,805)	(10,267)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(309)	(2,989)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(142)	14,628

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	(9)	(44)
4.6	Cash and cash equivalents at end of period	2,328	2,329

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	2,328	5,593
5.2	Call deposits	-	-
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)	2,328	5,593

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	199
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.

The amount at 6.1 includes payment of director's fees and salaries, legal fees & office rent (excluding GST where applicable).

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	75,000	-
7.4 Total financing facilities	75,000	-
7.5 Unused financing facilities available at quarter end		75,000
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.		
<p>On 27 May 2022 the Company announced an Equity Placement Agreement (the Agreement) with SBC Global Capital for A\$75M standby equity capital facility whereby WWI can drawdown via separate placements of WWI fully ordinary shares (the size of which are subject to certain limits) at the Company's sole discretion over a 24-month period.</p> <p>No amounts were drawn at the end of the reporting period.</p> <p>On 11 July 2022, post reporting period, the Company announced the issue of a placement request for \$383,522 and issued 24,222,443 fully paid ordinary shares as Provisional Placement Shares as collateral under the agreement.</p>		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(2,805)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(190)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(2,995)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,328
8.5 Unused finance facilities available at quarter end (item 7.5)	75,000
8.6 Total available funding (item 8.4 + item 8.5)	77,328
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	25.8
<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	

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 engaged Taurum International in November 2021 as corporate advisors to source project funding for the Company's Witwatersrand Basin Project. The Company has received multiple funding proposals and continues to engage other parties as steps of the funding process & strategy.

The Company continues to engage with institutional, professional & sophisticated investors along with various existing shareholders with respect to providing funding for development & general working capital requirements in the form of both debt / equity placements.

In addition and as noted above, on 27 May 2022 the Company announced an Equity Placement Agreement (the Agreement) with SBC Global Capital for A\$75M standby equity capital facility whereby WWI can drawdown via separate placements of WWI fully paid ordinary shares (the size of which are subject to certain limits) at the Company's sole discretion over a 24-month period.

On 11 July 2022, post reporting period, the Company announced the issue of a placement request for \$383,522 and issued 24,222,443 fully paid ordinary shares as Provisional Placement Shares as collateral under the agreement.

The Company believes the steps taken will be successful.

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 continues to manage operations to align with available funding and to meet business objectives. As noted in the Quarterly Activities Report released with this announcement, the Company has paused mining operations at the Qala Shallows project which substantially reduced cashflows from operating activities.

Furthermore, the Group's tenement holdings, substantial JORC Resource and completed definitive feasibility study on the Witwatersrand Basin Project makes the project highly prospective and should underpin the Company's ability to raise funds for its business needs.

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: 29 July 2022

Authorised by: By the Board
(Name of body or officer authorising release – see note 4)

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

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.