



# QUARTERLY ACTIVITIES REPORT

QUARTER ENDED 30 JUNE 2024

## HIGHLIGHTS

### ■ Corporate:

- Following the successful completion of the first tranche of the A\$4.0 million placement announced in the March Quarter, which was strongly supported by new and existing shareholders, the Extraordinary General Meeting (**EGM**) for approval of the second tranche has been set for Tuesday 6 August 2024. A prospectus for the offer of options attaching to shares under the placement was lodged with ASIC and the ASX on 15 July 2024.
- On 6 June, the Company's Executive Chairman, Martin Holland, presented to interested parties at the Sydney Mining Club.
- On 23 June, the Company's Chief Executive Officer, Adam Wooldridge, presented at the BHP Xplor Showcase in Toronto, which marks the end of the 6 month BHP Xplor programme. The Company will update the market in due course on any future developments that may arise from this programme.

continued...

Cobre Limited  
(ASX: CBE)

Level 10, Kyle House  
27 Macquarie Place  
Sydney NSW 2000

+61 (0) 407 123 143  
[www.cobre.com.au](http://www.cobre.com.au)

ACN 626 241 067

## CONTENTS

### Projects

Botswana	
Ngami Copper Project	4
Okavango Copper Project	8
Kitlanya West	10
Western Australia	
Perrinvale	12
Sandiman	13

### Investments

Armada Metals Limited	
Gabon	13
Zimbabwe	13
Midwest Lithium	13

### Corporate

\$4.0M Placement to Advance Exploration in Botswana	14
Exploration Expenditure	14
Projects Expenditure	14

Events Subsequent to the end of the June 2024 Quarter	15
---	----



ASX: CBE

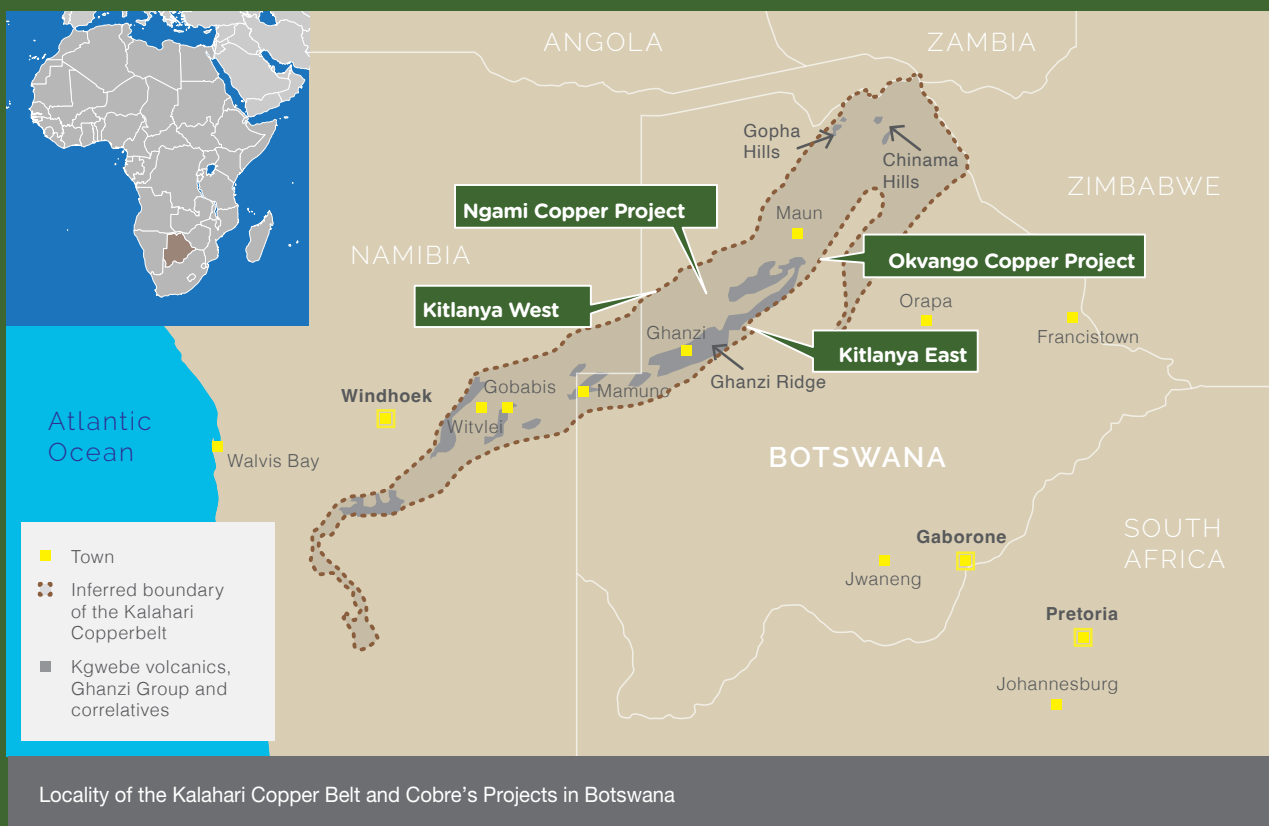
## HIGHLIGHTS continued

### ■ Botswana:

During the quarter, Cobre's exploration activities were focussed in the Kalahari Copper Belt (**KCB**) in Botswana where the company has adopted a 3-pronged exploration strategy:

1. Explore for Tier 1 deposits in large fold trap-sites using seismic survey to identify targets. This programme is being funded through the BHP Xplor programme where Cobre is part of the 2024 cohort. Seismic survey commenced at the end of the quarter on the Kitlanya West project.
2. Provide a pathway to development using In-Situ Copper Recovery (**ISCR**) to unlock the significant copper-silver mineralisation at the Ngami Copper Project (**NCP** or **Ngami**). Successful hydrogeological pump tests were completed during the quarter.
3. Undertake strategic target drilling to provide potential for short-term discoveries. Diamond drilling commenced on the Okavango Copper Project (**OCP** or **Okavango**), located directly along strike from MMG's Zone 5 production, during the quarter. Assay results are pending from this programme.

Results from these programmes are expected during the current quarter, providing additional impetus for each of our projects. Exploration in the Belt in general is undergoing a notable expansion at present providing further value to our significant land holdings.



continued...

#### ■ **Botswana – Ngami Copper Project:**

- Hydrogeological tests at Ngami, designed to provide essential information to demonstrate the viability of an ISCR process for extraction of copper-silver from the significant strike of mineralisation at Ngami, have provided an ideal result, demonstrating that the hydrogeological setting works well for an ISCR process.
- The hydrogeological test results provide the confidence to continue with engineering scoping studies and advanced metallurgical test work ahead of resource drilling. The scoping study has been designed to provide an economic model for ISCR extraction with initial results expected at the end of the current quarter.
- Subsequent to the end of the quarter, assay results from pump test wells drilled to intersect fracture hosted mineralisation at the Comet Target at the NCP provide significant encouragement for the down-dip extension of higher-grade mineralisation.
- Also subsequent to the end of the quarter, the Company commenced advanced metallurgical column leach tests on characteristic core samples of mineralisation from both the Comet and Interstellar Targets. The column leach tests have been designed to estimate ISCR and silver recoveries which will present another key milestone in proving up an ISCR extraction process.
- The metallurgical test work combined with the results of the hydrogeological injection tests will provide a solid foundation for progressing an ISCR process at Ngami.

#### ■ **Botswana – Okavango Copper Project:**

- During the quarter, Cobre announced the commencement of a Diamond Drilling programme at its wholly owned OCP with an initial 2,000m programme, designed to test for copper-silver mineralisation along strike from neighbouring MMG's Zone 5 group of deposits.
- The drill programme has now been completed with assay results due in the next 4 weeks.

#### ■ **Botswana – Kitlanya West Project:**

- Commencement of an active 2D reflection seismic survey, with overlapping passive seismic survey (Ambient Noise Tomography or "ANT") designed to target potential Tier 1 trap-sites for copper-silver mineralisation.
- The active seismic survey is expected to be completed by month end with processed results from both active and ANT expected during the current quarter.

#### ■ **Investment – Armada Metals Limited:**

- Cobre has a ~14% equity stake in Armada Metals Limited (ASX: AMM).
- During the quarter, Armada announced the signing of a binding term sheet to acquire 100% of the issued capital of Midwest Lithium Limited.
- Midwest Lithium is a mineral explorer, targeting the exploration and development of hard rock lithium projects in the USA. On completion, Midwest shareholders will hold 50% of the enlarged post capital raising, issued share capital of Armada.
- Prior to completion, Armada will undertake an equity capital raising of not less than A\$5 million. Strata Investment Holdings Plc, one of Armada's largest shareholders, has agreed to underwrite A\$2.5 million of the capital raise with the raise also being supported through a mandate with Canaccord Genuity and SCP Resource Finance.



Cobre Limited (**Cobre**, **CBE** or **Company**) is pleased to provide a summary of activities for the Quarter ended 30 June 2024 (**Q2 2024** or **Q2**), at its copper projects located in Botswana and Western Australia.

## PROJECTS

### Botswana – Ngami Copper Project

Mineralisation at the NCP includes an extensive 40km strike length of chalcocite dominated mineralisation providing an exploration target of between 103 and 166Mt @ 0.38 to 0.46% Cu<sup>1</sup> with an additional ~32Moz Ag. Importantly the mineralisation satisfies the key characteristics necessary for an ISCR process.

### Hydrogeological Test work Results

During the quarter on 4 June 2024, the Company was pleased to announce results from ongoing hydrogeological test work on the NCP. The programme has been designed to provide essential information to demonstrate the viability of an ISCR process for extraction of copper-silver from the significant strike of mineralisation:

- Injection tests conducted on the production well **demonstrate that the aquifer is suitable for injection** and, therefore, potential ISCR operations.
- Given the success of the results to date, the injection test will be extended to operate at higher injection and pumping rates. These results will be used to develop a numerical model, calibrated to trial data, to simulate the hydraulic response to an ISCR operation.
- As part of an ongoing engineering scoping study (see [ASX announcement 27 March 2024](#)), METS Engineering have completed a thorough review of available data (Gap Analysis) and no fatal flaws have been identified in the proposed ISCR process. A trade-off study of potential copper extraction methods is nearing completion.
- Subsequent to the end of the quarter on 3 July 2024, Cobre announced laboratory assay results from hydrogeological test wells at Ngami. Results provide evidence for a deeper, down-plunge, source for high-grade mineralisation intersected in NCP20A (9.3m @ 3.4% Cu & 30g/t Ag) at the Comet Target:

Production well PW01, **78m @ 0.75% Cu & 10g/t Ag from 186 to 265m** (down-dip) including:

- **5m @ 1.2% Cu & 11 g/t Ag from 196 to 201m**
- **11m @ 1.1% Cu & 15g/t Ag from 213 to 224m**
- **8m @ 1.1% Cu & 14g/t Ag from 228 to 236m**

Monitoring well MW012, **40m @ 0.63% Cu & 10g/t Ag from 171 to 211m** (down-dip) including:

- **6m @ 1.6% Cu & 21 g/t Ag from 178 to 184m**
- **3m @ 1.1% Cu & 16g/t Ag from 187 to 190m**

Monitoring well MW001, **25m @ 0.63% Cu & 10g/t Ag from 97 to 122m** (down-dip) including:

- **1m @ 1.4% Cu & 14g/t Ag from 97 to 98m**
- **1m @ 1.3% Cu & 18g/t Ag from 106 to 107m**
- **1m @ 1.1% Cu & 16g/t Ag from 111 to 112m**

- **Both PW01 and MW012 remain open-ended at depth** providing significant encouragement for continuity of copper-silver mineralisation at depth.

<sup>1</sup> At this stage the results are in an exploration target category. The estimates of tonnage and grade are conceptual in nature, there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

Commenting on the hydrogeological programme at the time of the announcement, Adam Wooldridge, Cobre's Chief Executive Officer, said:

*"The injection tests completed to date have provided an ideal result, demonstrating that the hydrogeological setting works well for an in-situ recovery process. This gives us the confidence to continue with engineering scoping studies and advanced metallurgical test work ahead of resource drilling. The recent assay results provide further encouragement that consistent higher grades of copper-silver mineralisation extend at depth at the Comet target."*

Also commenting on the hydrogeological programme at the same time, Jason van den Akker, Principal Hydrogeologist at WSP said:

*"So far, the results are consistent with conceptual groundwater model, indicating the aquifer is suitable for injection with potential for achieving higher rates. Enhanced groundwater flow was observed along strike of mineralisation, revealing a significant water table rise within this compartment. These findings indicate promising potential for ISCR."*

The ongoing hydrogeological programme at the NCP includes 4 monitoring wells strategically located along strike of mineralisation and offset laterally in the footwall and hanging wall which are markedly less permeable. In addition to the monitoring wells, a large diameter injection/production well (PW001) intersecting a representative portion of the mineralised contact has been completed.

Injection testing completed to date included a multi rate injection test into PW001, where well performance characteristics were evaluated over a range of injection rates (0.5 L/s to 7 L/s). This was followed by a constant rate injection test, conducted at a rate of 3 L/s for the following 24 hours. During this test, the monitoring of the groundwater level responses in monitoring wells placed at different distances and directions from the injection well, enabled insights into fluid movement within the mineralised compartment, as well as lateral movement through the footwall and hanging wall competent "seal" rocks.



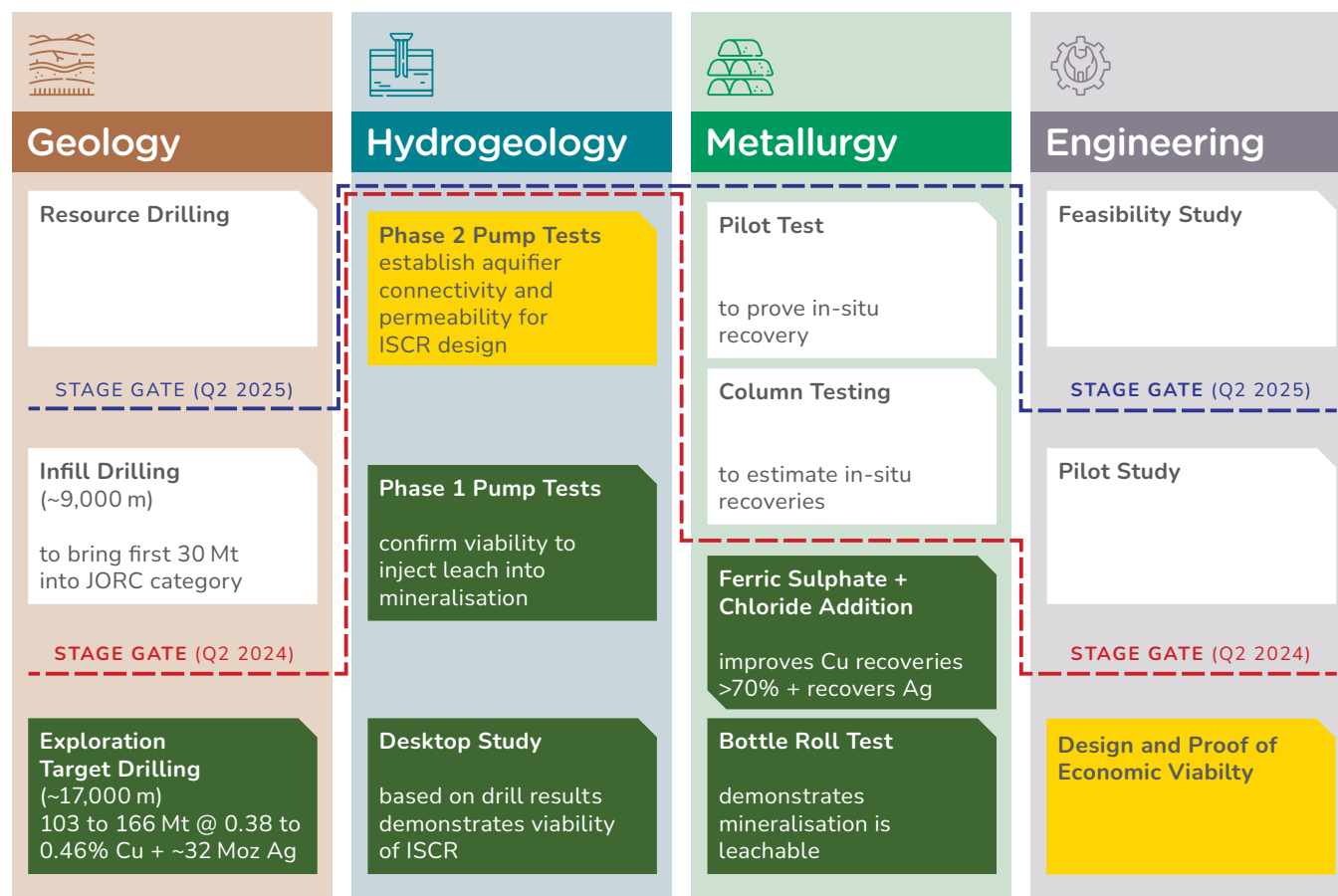
Figure 1: Hydrogeological pump and injection testing, NCP Botswana





**Figure 2:** Hydrogeological pump and injection testing, NCP Botswana

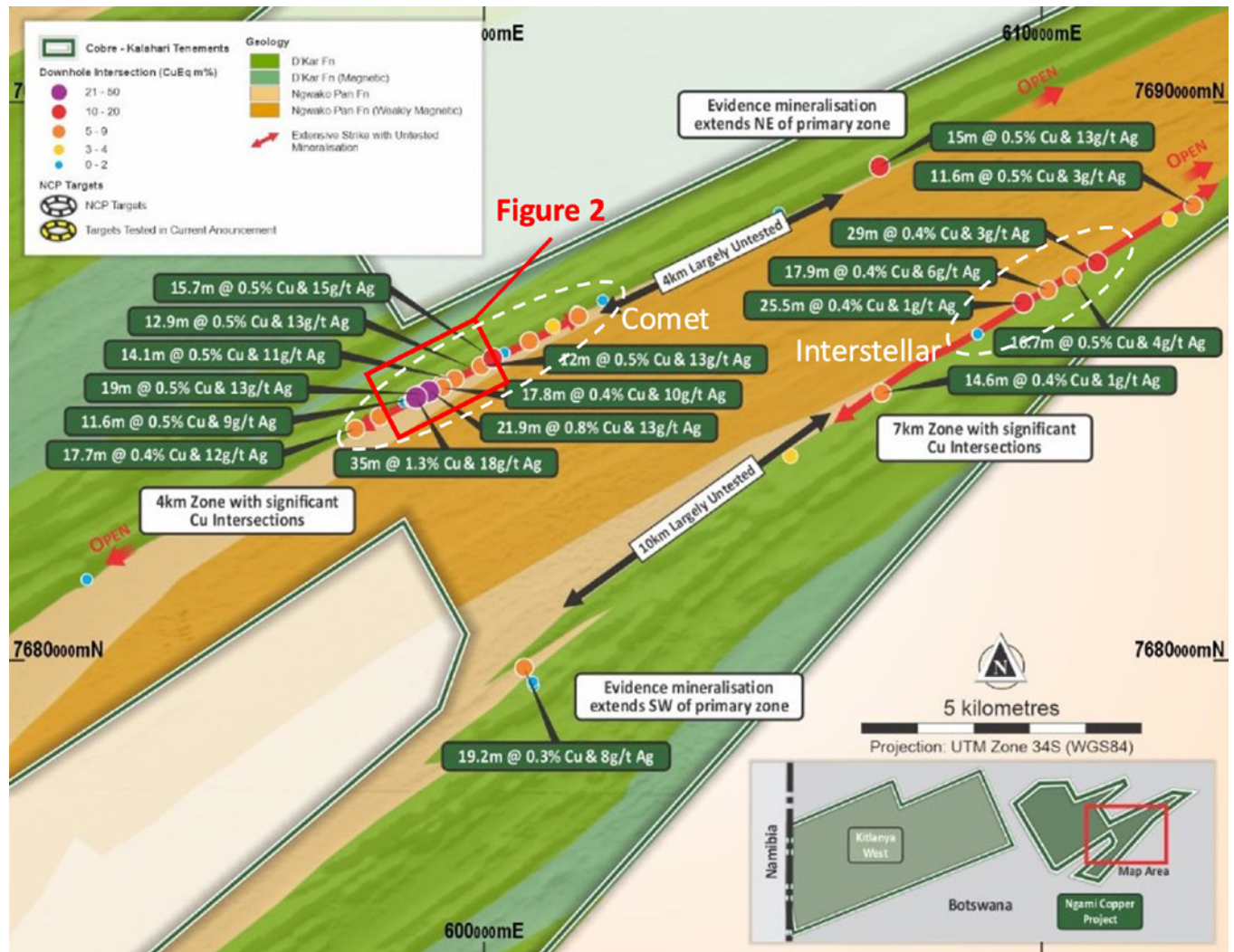
A roadmap for progressing the ISCR process to a development project is graphically illustrated below.



**Figure 3:** Graphical illustration of the ISCR journey to development with key stage gates highlighted. Green boxes highlight milestones completed. Yellow boxes highlight ongoing work programmes. With over 500,000 tons of contained copper in this target, proof of the method presents a game changer for the district.

In addition, Cobre also announced that it had commenced advanced metallurgical column leach tests on characteristic core samples of mineralisation from both the Comet and Interstellar Targets. The column leach tests have been designed to estimate in-situ copper and silver recoveries which will present another key milestone in proving up an ISCR extraction process.

Over 50kg of core samples have been selected from several diamond drill holes at both the Comet and Interstellar Targets for further metallurgical test work. Porosity, permeability, density and column leach tests will be undertaken along with mineralogy QEMSCAN analysis. The test work will be undertaken over a 4-month period and is expected to provide an estimate of the copper and silver recoveries using an in-situ leach. The programme will be managed by Perth based METS engineering with analysis performed at ALS laboratories in Perth.



**Figure 4:** Locality map illustrating the position of the Ngami Copper Project, Comet and Interstellar Targets and area of focus for currently reported drill results. Interpreted geology under cover on magnetic imagery.

## Background on Ngami

Mineralisation at NCP is sedimentary-hosted, structurally controlled, copper-silver associated with the redox contact between oxidised Ngwako Pan Formation red beds and overlying reduced marine sedimentary rocks of the D'Kar Formation on the limbs of anticlinal structures. Drilling has focussed on the southern anticlinal structure which extends for over 40km across the NCP with evidence for anomalous copper-silver mineralisation on both northern and southern limbs. Modelling results estimate a scale of between 103 and 166Mt @ 0.38 to 0.46% Cu with significant additional untested blue-sky potential (see [ASX announcement 30 August 2023](#)). In addition to copper mineralisation, silver credits associated with the exploration target model are estimated



at ~32Moz at an average grade of 7.3g/t Ag. Importantly, the mineralisation at NCP is dominated by fine grained chalcocite which occurs on a well-developed fracture system sandwiched between a competent footwall and hanging wall. Based on hydrogeological studies and metallurgical test work (see [ASX announcement 8 August 2023](#)), the mineralisation at NCP represents a strong candidate for ISCR.

## Botswana – Okavango Copper Project:

On 3 April 2024, the Company announced the commencement of a Diamond Drilling (DD) programme at its wholly owned OCP consisting of an initial 2,000m programme designed to test for copper-silver mineralisation along strike from neighbouring MMG's Zone 5 group of deposits. The programme will test for anomalous copper-silver mineralisation:

- Along strike from neighbour MMG's Zone 5 group (166Mt @ 2.0% Cu & 26g/t Ag) and Boseto group (126Mt @ 1.3% Cu & 17g/t Ag) of deposits;
- Adjacent to elevated copper intersected in an earlier 2019 drill programme; and
- On the margins of an interpreted basement high, along constrained sub-basins evident in ground gravity and drill data.

Given the strategic value of the OCP, situated along strike from MMG's recent US\$1.9B Khoemacau Copper mine and exploration tenement acquisition, successful drill testing of anomalous copper-silver mineralisation has the potential to provide significant uplift in project value.

Commenting on the OCP DD programme at the time, Adam Wooldridge, said:

*"We're excited to be drilling at OCP again. The geology on this project has always been compelling and its location has become that much more strategic with MMG entering the KCB. The objective of the current programme will be to prove that anomalous copper-silver mineralisation continues into OCP demonstrating potential for new discoveries in proximity to the Zone 5 production hub."*

*This phase of work forms part of the company's strategy to advance immediate targets while progressing its in-situ copper recovery development opportunity at the Ngami Copper Project and exploring for tier 1 targets as part of the 2024 BHP Xplor programme."*

## OCP Background

The OCP covers 1,363km<sup>2</sup> of prospective KCB stratigraphy located immediately northwest of MMG's Zone 5 production hub and surrounding deposits. Mineralisation in the KCB is sediment-hosted and structurally controlled, with copper-silver mineralisation occurring along the redox contact between the oxidised basal units of the volcano-sedimentary Kgwebe, clastic sedimentary red bed units of the Kuke and Ngwako Pan Formations and reduced D'Kar Formation marine sedimentary rocks. The target redox contact sub-crops along a series of moderately dipping anticline limbs (totalling over 150km of strike) under Kalahari Group cover which varies in thickness from approximately 70m on the western side of the project to greater than 150m in the far east of the project.

The lower D'Kar and upper Ngwako Pan Formations were intersected during the 2019 drill campaign. The lower D'Kar Formation consists of series of alternating siltstones and sandstones, conductive black carbonaceous marker siltstones, thick medium grained marker sandstone unit, and target mineralised package of interbedded laminated siltstones, rhythmites, limestones and marls. Limestones, relicts of algal mats and possible evaporitic textures are all suggestive of a shallow water shelf environment with similar setting to the MMG's deposits located to the southwest. The underlying Ngwako Pan Formation consists of a medium to coarse grained arenite which is often bleached in proximity to the contact. This is particularly evident in drill hole OCP06 which also returned elevated copper grades.

The redox contact has been successfully modelled through cover using a combination of high resolution magnetic and electromagnetic data which responds well to the conductive carbonaceous siltstone unit's notable in this portion of the KCB. Regional gravity data suggests the greater project area is located on a basement high with a series of smaller constrained sub-basins potentially controlling the location of deposits. Although the gravity station coverage is fairly limited in the OCP area, it does provide support for the extension of intra-basinal highs and constrained basins from known deposits to the southwest.





Figure 5: Mobilising to site, OCP



Figure 6: Diamond drilling at OCP



## Botswana – Kitlanya West

During the quarter on 19 June 2024, Cobre announce the commencement of an active 2D reflection seismic survey, with overlapping passive seismic survey, on the Kitlanya West Copper Project (**KIT-W**). The seismic survey is designed to:

- Image potential large-scale fold trap-sites where Tier 1 copper deposits may be hosted;
- Identify structures which may provide pathways for copper mineralisation;
- Compliment and help resolve the basin architecture interpreted from recently completed Airborne Gravity Gradient (**AGG**) surveys; and
- Provide diamond drill targets for the compelling Tlou target defined in the 2023 soil and reverse circulation drill campaign (see [ASX announcement 29 November 2023](#)).

The programme has been developed and generated through the support of the BHP Xplor programme where Cobre is proud to be a participant in the 2024 cohort (see [ASX announcement 23 January 2024](#)).

### Motivation for seismic survey

Sedimentary copper deposit models typically favour a basin margin setting both from a fluid focus and traps-site development potential where larger Tier 1 deposits may occur. Cobre holds a dominant land position on both northern and southern basin margins of the KCB, both of which remain relatively underexplored. The use of AGG surveys has allowed Cobre to delineate the basin margin and detect a number of sub basins across both project areas. One sub basin in particular, the Tlou basin, located on the KIT-W project, is the focus of the upcoming seismic survey. Both the active seismic and the ANT surveys are regarded as very powerful geophysical exploration tools for the evaluation of these sub basis where results are expected to aid with the following:

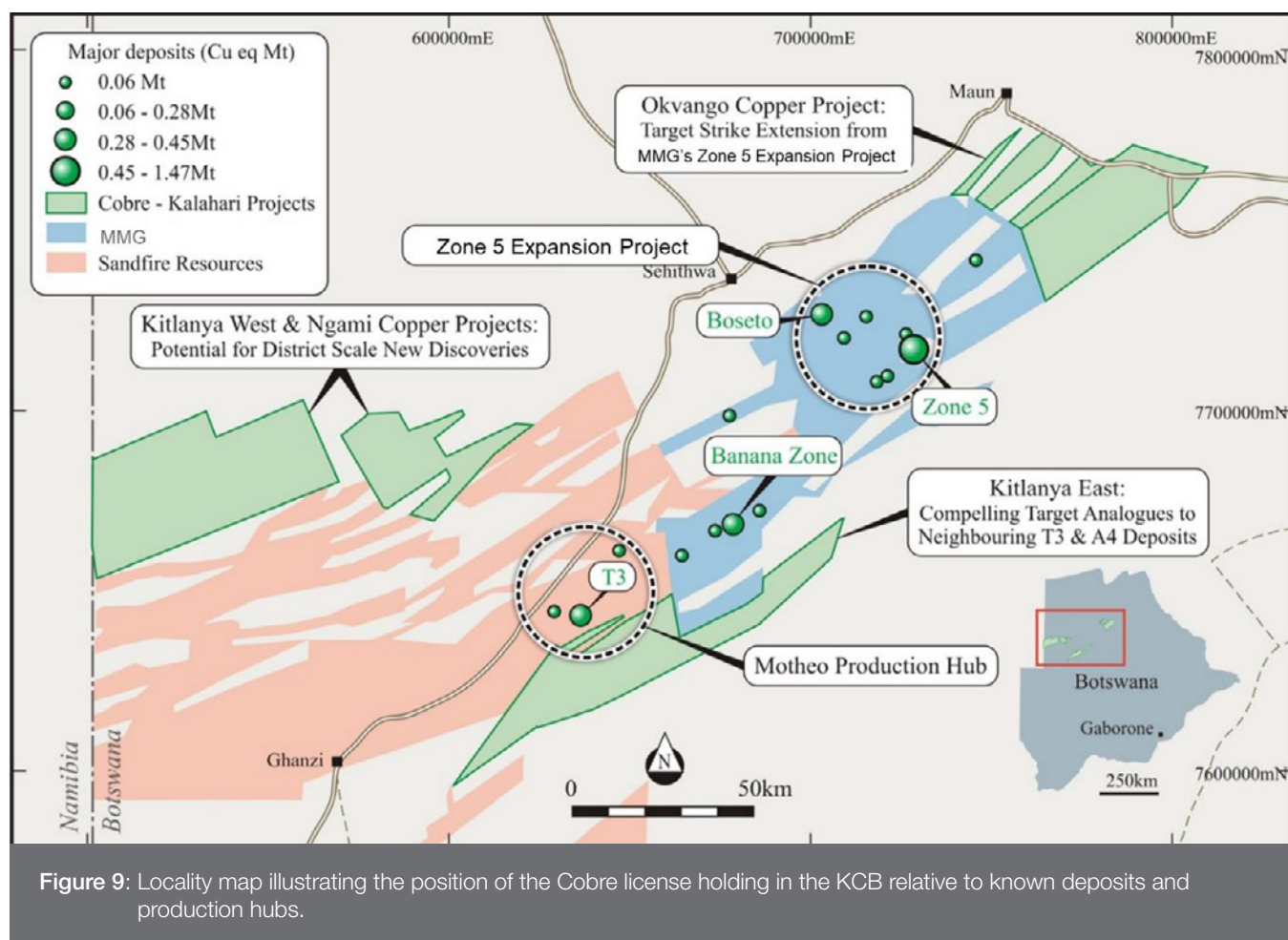
- Understanding the sub-basin geometry, and the relationship to interpreted intrabasinal highs and basin margins;
- Image reflectors / velocity contrasts associated with the prospective stratigraphic redox contact at depth;
- Establishment of basin-basement contact at depth;
- Direct targeting of large-scale trap sites over the Tlou target - these trap-sites, with the redox contact preserved in the fold hinge, would provide an ideal position for formation of Tier-1 deposits in the KCB;
- Detection of major structures that may have acted as key pathways for copper bearing fluids during initial basin formation and subsequent inversion; and
- Provide key information for the interpretation of AGG results.

The results of the seismic surveys will be integrated with all of the existing exploration datasets to develop the best areas for target drilling with the potential for short-term discoveries.



Figures 7 & 8: Collection of active seismic data, Kitlanya West





**Figure 9:** Locality map illustrating the position of the Cobre license holding in the KCB relative to known deposits and production hubs.

## Licensing

Cobre's license holding comprises 15 prospecting licenses, of which 10 are held by KML (including through KML's 100% owned subsidiary Kitlanya (Pty) Ltd), six of these licenses are subject to a 2% Net Smelter Royalty held by Strata Investment Holdings plc (formerly Metal Tiger plc) and five are held by Triprop which is now a 100% subsidiary of Cobre.

During the quarter Cobre's licenses renewals were granted for Cobre's Kitlanya West and East projects by the Department of Mines.

In accordance with ASX Listing Rule 5.3.3, Cobre provides the following information in relation to its license holdings that comprise the individual projects at the end of the June 2024 Quarter. All licenses are held 100% by the Cobre group of companies.

**Table 1 | Kalahari Copper Project Tenements**

Company	License	Expiry	Renewal	Size (km <sup>2</sup> )	Royalty
Kitlanya Ltd	PL342/2016	31-Mar-26	Extension	950	Yes
Kitlanya Ltd	PL343/2016	31-Mar-26	Extension	995	Yes
Kitlanya Ltd	PL070/2017	30-Jun-26	Extension	826.4	Yes
Kitlanya Ltd	PL071/2017	30-Jun-26	Extension	295	Yes
Kitlanya Ltd	PL072/2017	30-Jun-26	Extension	238	Yes
Kitlanya Ltd	PL252/2022	30-Sep-25	First	162.28	No

Kitlanya Ltd	PL253/2022	30-Sep-25	First	14.2	No
Kitlanya Ltd	PL254/2022	30-Sep-25	First	148.42	No
Kitlanya Ltd	PL255/2022	30-Sep-25	First	41.61	No
Kalahari Metals Ltd	PL149/2017	30-Sep-24	Second	999.5	Yes
Triprop Holdings (Pty) Ltd	PL035/2012	30-Sep-24	Extension	309	No
Triprop Holdings (Pty) Ltd	PL036/2012	30-Sep-24	Extension	51	No
Triprop Holdings (Pty) Ltd	PL041/2012	30-Sep-24	Extension	9	No
Triprop Holdings (Pty) Ltd	PL042/2012	30-Sep-24	Extension	272	No
Triprop Holdings (Pty) Ltd	PL043/2012	30-Sep-24	Extension	82	No
<b>Total</b>				<b>5,393.41</b>	

## Western Australia – Perrinvale

The Perrinvale Project is based on a large conterminous group of nine exploration licenses (and one miscellaneous license) totalling 306km<sup>2</sup>, held by Toucan Gold Pty Ltd (**Toucan Gold**), a wholly owned subsidiary of Cobre.

Extending on from reconnaissance fieldwork completed in the previous quarter the Company undertook a review of the broader commodity potential, with past work suggesting the tenure could host gold and high purity quartz along with known Volcanic Hosted Massive Sulphide base metals. Work to assess these broader opportunities has commenced.

The Perrinvale Project includes the Schwabe Deposit, where the Company has defined a Volcanic Hosted Massive Sulphide Mineral Resource (refer [ASX announcement of 5 April 2023](#)).

There were no changes to granted tenure on the project during the quarter.

**Table 2 | Tenement schedule for Toucan Gold Pty Ltd**

Tenement/ Application	Holder/ Applicant	Shares	Grant Date	Expiry Date	Area
E29/929-I	Toucan Gold Pty Ltd	100/100	25 Aug 2015	24 Aug 2025	19 Blocks
E29/938-I	Toucan Gold Pty Ltd	100/100	8 Jul 2015	7 Jul 2025	13 Blocks
E29/946-I	Toucan Gold Pty Ltd	100/100	18 Aug 2015	17 Aug 2025	5 Blocks
E29/986	Toucan Gold Pty Ltd	100/100	11 Oct 2017	10 Oct 2027	12 Blocks
E29/987	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2027	4 Blocks
E29/989	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2027	3 Blocks
E29/990	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2027	7 Blocks
E29/1017	Toucan Gold Pty Ltd	100/100	4 Jan 2018	3 Jan 2028	18 Blocks
E29/1106	Toucan Gold Pty Ltd	100/100	14 May 2021	13 May 2026	20 Blocks
L29/0155	Toucan Gold Pty Ltd	100/100	18 Jan 2022	17 Jan 2043	59 Hectares

All Perrinvale tenements are 100% owned by Toucan Gold; however, FMG Resources Pty Ltd retains a 2% net smelter royalty on any future metal production from E29/929, 938 and 946.



## Western Australia – Sandiman

The Mt Sandiman Project is based on a single tenement (E09/2316) totalling 202 km<sup>2</sup> in size. Cobre has earned 51% interest in the tenement which is subject to a farm-in agreement with GTTS Generations Pty Ltd dated 13 November 2019 (refer farm-in agreement summary in section 10.8 of the Company's Prospectus dated 6 December 2019).

At Sandiman there were no changes to tenure. Cobre does not consider the Sandiman tenement to be a material asset.

**Table 3 | Tenement schedule for the Sandiman Project**

Tenement/ Application	Holder/ Applicant	Shares	Grant Date	Expiry Date	Area
E09/2316	Cobre Ltd	51/100	9 Aug 2019	8 Aug 2024	65 Blocks
E09/2316	GTTS Generations Pty Ltd	49/100	9 Aug 2019	8 Aug 2024	65 Blocks

In accordance with ASX Listing Rule 5.3.3, Cobre provides details of the Sandiman Project tenement schedule representing the tenement ownership as detailed in the Department of Mines Industry Regulation and Safety records.

## Investments – Armada Metals Limited (ASX: AMM):

Cobre holds a ~14% equity stake in ASX-listed Armada Metals Limited (ASX: **AMM**).

### Gabon

Armada holds 100%-ownership of two exploration licences prospective for magmatic Ni-Cu sulphides situated in Gabon, covering a total area of 2,725km<sup>2</sup>. The licence holding presents a frontier district-scale exploration opportunity.

**Table 4 | Armada's Exploration Permit Details**

Permit	Area (km <sup>2</sup> )	Granted	Term	End date	Registered Holder	Interest
G5-150	1,230	29 November 2022	3 yrs	29 November 2025	Armada Exploration Gabon Sarl	100%
G5-555	1,495	14 February 2022	3 yrs	13 February 2025	Armada Exploration Gabon Sarl	100%

Armada held licenses for the following tenements during the June 2024 Quarter. Each of the tenements listed in the table are 100% owned by Armada's wholly owned subsidiary, Armada Exploration Gabon SARL.

### Zimbabwe

Armada has also signed a binding term sheet to acquire an 80% controlling interest in the Bend Nickel Project in Zimbabwe (refer [ASX announcement of 20 July 2023](#)). Armada has earned a 50% interest on the project so far.

### Midwest Lithium

During the quarter, Armada announced the signing of a binding term sheet to acquire 100% of the issued capital of Midwest Lithium Limited.

Midwest Lithium is a mineral explorer, targeting the exploration and development of hard rock lithium projects in the USA. On completion, Midwest shareholders will hold 50% of the enlarged post capital raising, issued share capital of Armada.

Prior to completion, Armada will undertake an equity capital raising of not less than A\$5 million. Strata Investment Holdings Plc, one of Armada's largest shareholders, has agreed to underwrite A\$2.5 million of the capital raise with the raise also being supported through a mandate with Canaccord Genuity and SCP Resource Finance.

The transaction remains ongoing at the time of reporting.

## Corporate

### \$4.0M Placement to Advance Exploration in Botswana

Following the successful completion of the first tranche of the A\$4.0 million placement announced in the March Quarter, which was strongly supported by new and existing shareholders, the Extraordinary General Meeting (**EGM**) for approval of the second tranche has been set for Tuesday 6 August 2024. A prospectus for the offer of options attaching to shares under the placement was lodged with ASIC and the ASX on 15 July 2024.

As previously announced, the Placement comprises two tranches:

- Tranche 1 to raise A\$2.3 million via the issue of 43.7 million New Shares utilising the Company's existing placement capacity pursuant to ASX Listing Rules 7.1 and 7.1A; and
- Tranche 2 to raise approximately A\$1.7 million via the issue of approximately 33.2 million New Shares subject to shareholder approval at the EGM in August (**Tranche 2**).

Proceeds from the Placement, together with existing cash, will be used to accelerate exploration on the Company's tenement holding in the Kalahari Copper Belt in Botswana.

### Exploration Expenditure

Pursuant to ASX Listing Rule 5.3.1, Cobre provides the following breakdown of the exploration expenditure of \$1,701,133 stated in section 2.1(d) and 8.2 of the attached Appendix 5B, which was incurred across the June 2024 Quarter.

**Table 5 | Listing Rule 5.3.1 Information**

Projects	Expenditure Amount
Botswana	\$1,643,329
Perrinvale	\$51,949
Sandiman	\$5,855
<b>Total</b>	<b>\$1,701,133</b>

### Projects Expenditure

In accordance with ASX Listing Rule 5.3.5 and as noted in section 6.1 of the Appendix 5B, payments of \$172,000 were made during the Quarter for salaries and fees for the Company's executive and non-executive directors and CEOs. As stated in section 6.2 of the Appendix 5B, a further \$2,000 was paid to a related party of one of the directors for exploration activities. No other payments were made to any related parties of the entity or their associates.



## Events Subsequent to the end of the June 2024 Quarter

There have not been any additional material subsequent events to the June 2024 Quarter not already outlined herein.

---

This Quarterly Activities Report and Appendix 5B were authorised on behalf of the Cobre Limited Board by: Adam Wooldridge, Chief Executive Officer.

### For more information about this announcement:

**Martin C Holland**  
Executive Chairman

[holland@cobre.com.au](mailto:holland@cobre.com.au)

*For full exploration results and relevant JORC table information (including Competent Persons Statements) referred to in this Quarterly Activities Report, refer to the Company's announcements lodged with the ASX, particularly those announcements released since 27 July 2022 in relation to the Company's Botswanan projects.*

# Appendix 5B

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

Name of entity

Cobre Limited

ABN

75 626 241 067

Quarter ended ("current quarter")

30 June 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation		
(b) development		
(c) production		
(d) staff costs	(102)	(478)
(e) administration and corporate costs	(397)	(1,432)
1.3 Dividends received (see note 3)		
1.4 Interest received	1	32
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)	642	1,021
<b>1.9 Net cash from / (used in) operating activities</b>	<b>144</b>	<b>(857)</b>
1.9 Other includes \$ 380,000 (YTD: \$759,000) in relation to the BHP Xplor Program and \$262,000 in relation to a Botswanan VAT refund.		
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities		
(b) tenements		
(c) property, plant and equipment		
(d) exploration & evaluation	(1,701)	(5,592)
(e) investments		(300)
(f) other non-current assets		

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 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>(1,701)</b>	<b>(5,892)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		2,373
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	(146)	(256)
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)		
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>(146)</b>	<b>2,117</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	2,727	5,766
4.2	Net cash from / (used in) operating activities (item 1.9 above)	144	(857)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,701)	(5,892)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(146)	2,117



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	(44)	(154)
4.6	<b>Cash and cash equivalents at end of period</b>	<b>980</b>	<b>980</b>

As announced on 4 March 2024, the Company expects to complete tranche 2 of its capital raise during Q3 of 2024, which is subject to shareholder approval at an EGM to be held on 6 August 2024. This will see the company receive a further approximately \$1.7 million before costs.

<b>5. 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	980	2,727
5.2 Call deposits		
5.3 Bank overdrafts		
5.4 Other (provide details)		
5.5 <b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>980</b>	<b>2,727</b>

<b>6. 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	172
6.2 Aggregate amount of payments to related parties and their associates included in item 2	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>6.1 Payments of \$172K were made during the quarter in relation to fees for the Company's executive, non-executive directors and CEO.</p> <p>6.2 Payments of \$2K were made to related parties for exploration activities.</p>	

## 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. 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)	144
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,701)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,557)
8.4	Cash and cash equivalents at quarter end (item 4.6)	980
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	980
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.63
<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, as announced on 4 March 2024, the Company expects to complete tranche 2 of its capital raise during Q3 of 2024, which is subject to shareholder approval at an EGM to be held on 6 August 2024. This will see the company receive a further approximately \$1.7 million before costs.		

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

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes.

*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.

25 July, 2024

Date: .....

Adam Wooldridge, CEO

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

**Notes**

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.