

ASX:SQX

8 September 2023

SQX STRATEGIC REVIEW UNDERWAY

- **SQX's Board is optimistic on the prospectivity of its existing tenement, however, a strategic review has commenced to optimise planned activities and timeline; activities on site paused until review is completed**
- **Strong focus on identifying additional opportunities in the critical minerals sector to build out the portfolio of assets**
- **Patrick Glovac appointed as Executive Chair**
- **Reduction in personnel costs by ~45%**
- **EGM planned for 28 September 2023 to be cancelled**

SQX Resources Limited (**SQX** or **Company**) is pleased to provide Shareholders with a corporate update following the first meeting of the updated Board of Directors.

Review of planned activities at Scrub Paddock and Ollenburgs

While the Board believes considerable prospectivity remains in its existing tenement, EPM 27257, of which SQX holds a 100% interest in through its wholly owned subsidiary Ollenburgs Pty Ltd, the Board has commenced a strategic review of the timing and sequence of planned activities at this tenement.

Previously announced activities on the tenement, including induced polarisation geophysical surveying and soil sampling, have been paused pending the results of this review.

Strong focus on identifying new opportunities

The Board is firmly of the opinion that SQX will benefit from supplementing its existing copper-focus by addition of one or more complimentary assets. Therefore, the Board will prioritise resources to expand the portfolio with additional projects, building on the Company's copper focus with additional critical minerals assets.

Updated Board of Directors

Following the recent appointment of two Directors, the updated Board of Directors for SQX (**Board**), with roles noted, consists of:

- Executive Chair: Patrick Glovac
- Independent Non-Executive Director: David Sanders
- Independent Non-Executive Director: Brent Van Staden

Reduction in personnel costs

The Company is pleased to confirm that following the appointment of the updated Board of Directors, a number of measures have been implemented that will result in a ~45% reduction in ongoing personnel costs.

These cost reductions have been achieved through actions including, but not limited to, the appointment of Patrick Glovac as Executive Chair in the place of the Chief Executive Officer

role, which will not be backfilled in the near term, as well as the termination of the Consultancy Agreement with SQX's current Exploration Manager.

Cancellation of Executive General Meeting

The Board notes that the General Meeting of Shareholders planned for Thursday 28 September 2023, which was requisitioned by Mounts Bay Investments Pty Ltd under Section 249D of the Corporations Act, will be cancelled following withdrawal of the requisition by the requisitioning party.

This announcement has been approved and authorised to be released to the ASX by the Board of Directors of SQX Resources Limited.

– ENDS –

For further information please contact:

SQX Resources Limited

Patrick Glovac

Executive Chair

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Additional information is available at sqxresources.com.

Further information

Mr Glovac entered into an Executive Director Agreement with SQX on standard commercial terms. The Company has agreed to pay Mr Glovac \$160,000 per annum plus statutory superannuation for services provided to the Company as an Executive Director, commencing on 1 September 2023. Mr Glovac is entitled to be reimbursed for reasonable travel, hotel and other expenses. The agreement can be terminated by the Company with 1 months' notice (with cause) or 12 months' notice (without cause) (subject to the Corporations Act 2001 (Cth) and the ASX Listing Rules).

Mr Sanders entered into a Non-Executive Director Agreement with SQX on standard commercial terms. The Company has agreed to pay Mr Sanders \$40,000 per annum plus statutory superannuation for services provided to the Company as a Non-Executive Director, commencing on 1 September 2023. Mr Sanders is entitled to be reimbursed for reasonable travel, hotel and other expenses.

The Board, with Mr Van Staden abstaining, agreed to amend Mr Van Staden's existing Non-Executive Director Agreement to increase the amount payable to Mr Van Staden from \$30,000 per annum plus statutory superannuation to \$40,000 per annum plus statutory superannuation.