

December 2023 Quarterly Activities Report & Appendix 5B

Highlights

- Reconnaissance work was completed over the Canadian (Ontario) prospects at Gathering Lake, Rogers Creek and Ottertail,
- A review of the Horse Well and Pernatty C Project areas was undertaken to select and prioritise drill holes for the next field program,
- Lake Torrens tenements were placed on retention status whilst access issues are being negotiated,
- The Lake Pyramid tenements were combined into a single reporting structure,
- All tenements in South Australia, Western Australia, Queensland and Canada (Ontario) held in good standing,
- The Company successfully defeated a Statutory Demand from drilling company, Tinline Drilling Pty Ltd and was awarded costs,
- \$1.5 M raised through a share issue to professional and sophisticated investors,

Cohiba Minerals Limited (ASX: CHK, OTCQB: CHKMF, 'Cohiba' or 'the Company') is pleased to provide an update in relation to the activities carried out during the December 2023 quarter.

Olympic Domain Tenements

Horse Well

No work was undertaken on the Horse Well tenements during the period. The technical data room was fully reviewed and updated. Drill hole target planning and prioritisation was undertaken.

Pernatty C

No work was undertaken on the Pernatty C tenements during the period. The technical data room was fully reviewed and updated. Drill hole target planning and prioritisation was undertaken.

Lake Torrens

The Lake Torrens tenements were converted to Retention Status during the December quarter to enable ongoing negotiations to occur with the Native Title claimants under a reduced expenditure requirement given that site access for exploration activities is not currently available.

Address

Level 21
459 Collins Street
Melbourne VIC 3000
Phone: +61 3 8630 3321

Directors

Mordechai Benedikt – Executive Chair
Andrew Graham – Executive Director
Nochum Labkowski – Non-Executive Director

Pyramid Lake Project (E74/594) and (E74/768)

Cohiba submitted an Exploration Licence Application (E74/768) comprising 28 blocks to the north and east of Pyramid Lake (E74/594) to increase its footprint in the area and secure additional potential resources. The Company received notification from the Department of Mines, Industry Regulation and Safety, WA (DMIRS) on 28 August 2023 that its application had been successful.

The Company also received notification from DMIRS on December 12, 2023 that it had received approval to for its application to provide combined annual reporting for E74/594 and E74/768.

Wee MacGregor Project Update

New investment opportunities for the Wee MacGregor Project were pursued during the period. All statutory reports completed and tenements are in good standing.

Queensland Exploration Licences

No work was conducted during the December quarter on the Queensland tenements (Mt Gordon, Success and Mt Cobalt Prospects). All statutory reports were submitted. All tenements are in good standing.

Canadian Projects¹

Dahrouge Consulting conducted reconnaissance work over the Gathering Lake, Rogers Creek and Ottertail projects in Ontario, Canada. Dahrouge attempted to gain access to the Big Rock project (7 October, 2023) but was unable to do so due to a combination of impassable tracks and a missing bridge (decommissioned and subsequently removed).

Dahrouge completed extensive mapping and sampling of granites and pegmatites across the project areas (as access allowed) and submitted samples to a commercial laboratory for analysis.

The field work was conducted as per the table below:

| Project Name | Field Start Date | Field End Date | Final Deliverables |
|----------------|-------------------|-------------------|--|
| Gathering Lake | 21 September 2023 | 27 September 2023 | Two weeks following receipt of assay results |
| Rogers Creek | 28 September 2023 | 2 October 2023 | |
| Ottertail | 3 October 2023 | 6 October 2023 | |
| Big Rock | 7 October 2023 | 7 October 2023 | |

The final reports will be submitted to Cohiba once the analytical results have been received, analysed and collated.

Corporate

Capital Raise²

On 7 December 2023, the Company announced that it had received commitments for a capital raising amounting to \$1.5 million from professional and sophisticated investors. The Company issued 316,986,000 fully paid ordinary share (Shares) on 21 December 2023, with the remaining 933,014,000 Shares being subject to shareholder approval.

Statutory Demand

The Company successfully defended a Statutory Demand issued by drilling company Titeline Drilling Pty Ltd and was awarded costs by the Supreme Court of Victoria.

Cash Balance at 30 December 2023

The Company's cash at bank as at 31 December 2023 was \$0.9 million.

Appendix 5B related party payments

Amounts included in section 6.1 of the Appendix 5B relate to Director's fees and salaries paid during the quarter.

Interests in Mining Tenements

Below is a summary of the mining tenements held by the Company at the end of the quarter:

| Mining Tenement | Location | Beneficial Percentage held | Interest acquired/farm-in or disposed/farm-out during the quarter |
|-----------------|-------------------|----------------------------|---|
| E74/594 | Western Australia | 100% | - |
| EPM 26379 | Queensland | 100% | - |
| EPM26376 | Queensland | 100% | - |
| EPM26377 | Queensland | 100% | - |
| EPM26378 | Queensland | 100% | - |
| ML 2054 | Queensland | 80% | - |
| ML 2773 | Queensland | 80% | - |
| ML 90098 | Queensland | 80% | - |
| EL 6118 | South Australia | 100% | - |
| EL 6119 | South Australia | 100% | - |
| EL 6120 | South Australia | 100% | - |
| EL 6121 | South Australia | 100% | - |
| EL 6122 | South Australia | 100% | - |
| EL 6183 | South Australia | 100% | - |
| EL 6675 | South Australia | 100% | - |
| 800004 | Ontario, Canada | 100% | - |
| 800005 | Ontario, Canada | 100% | - |
| 800006 | Ontario, Canada | 100% | - |
| 800007 | Ontario, Canada | 100% | - |
| 800008 | Ontario, Canada | 100% | - |
| 800009 | Ontario, Canada | 100% | - |
| 800010 | Ontario, Canada | 100% | - |
| 800011 | Ontario, Canada | 100% | - |
| 800022 | Ontario, Canada | 100% | - |
| 792620 | Ontario, Canada | 100% | - |
| 792621 | Ontario, Canada | 100% | - |
| 792622 | Ontario, Canada | 100% | - |
| 792623 | Ontario, Canada | 100% | - |
| 792624 | Ontario, Canada | 100% | - |
| 792625 | Ontario, Canada | 100% | - |

| | | | |
|--------|-----------------|------|---|
| 792626 | Ontario, Canada | 100% | - |
| 792627 | Ontario, Canada | 100% | - |
| 792628 | Ontario, Canada | 100% | - |
| 795232 | Ontario, Canada | 100% | - |
| 795235 | Ontario, Canada | 100% | - |
| 795239 | Ontario, Canada | 100% | - |
| 795240 | Ontario, Canada | 100% | - |
| 795241 | Ontario, Canada | 100% | - |
| 795242 | Ontario, Canada | 100% | - |
| 795243 | Ontario, Canada | 100% | - |
| 800370 | Ontario, Canada | 100% | - |
| 799646 | Ontario, Canada | 100% | - |
| 799647 | Ontario, Canada | 100% | - |
| 799648 | Ontario, Canada | 100% | - |
| 799649 | Ontario, Canada | 100% | - |
| 799651 | Ontario, Canada | 100% | - |
| 799652 | Ontario, Canada | 100% | - |
| 799653 | Ontario, Canada | 100% | - |
| 799654 | Ontario, Canada | 100% | - |
| 799655 | Ontario, Canada | 100% | - |
| 799657 | Ontario, Canada | 100% | - |

References:

¹ ASX Announcement CHK. 26 October 2023. Exploration update – Canadian Prospects.

² ASX Announcement CHK. 7 December 2023. Cohiba raises \$1.5 million through Placement.

This announcement has been authorised for released by the Board of CHK.

For further information:

Andrew Graham

Executive Director

admin@cohibaminerals.com.au

About Cohiba Minerals Limited

Cohiba Minerals Limited is listed on the Australian Securities Exchange (ASX) with the primary focus of investing in the resource sector through direct tenement acquisition, joint ventures, farm in arrangements and new project generation. The Company has projects located in South Australia, Western Australia, Queensland and Ontario, Canada, with a key focus on its Olympic Domain tenements located in South Australia.

The shares of the company trade on the Australian Securities Exchange under the ticker symbol CHK and on OTCQB Market under the ticker symbol CHKMF.

Appendix 5B

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

Name of entity

COHIBA MINERALS LIMITED

ABN

72 149 026 308

Quarter ended ("current quarter")

31 December 2023

| 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 | (148) | (269) |
| (e) administration and corporate costs | (349) | (637) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | 3 | 4 |
| 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) | - | - |
| 1.9 Net cash from / (used in) operating activities | (494) | (902) |

| | | |
|--|-------|-------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) tenements | - | - |
| (c) property, plant and equipment | - | - |
| (d) exploration & evaluation | (174) | (588) |
| (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 (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 (provide details if material) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (174) | (588) |

| | | | |
|-------------|---|------------|------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 380 | 575 |
| 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 | 380 | 575 |

| | | | |
|-----------|--|-------|-------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 1,172 | 1,799 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (494) | (902) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (174) | (588) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 380 | 575 |

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 (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 | 884 | 884 |

| 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 | 884 | 1,172 |
| 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) | 884 | 1,172 |

| 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 | 148 |
| 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.

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) | - | - |
| 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. | N/A | |

| 8. Estimated cash available for future operating activities | \$A'000 |
|---|----------------|
| 8.1 Net cash from / (used in) operating activities (item 1.9) | (494) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (174) |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (668) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 884 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 Total available funding (item 8.4 + item 8.5) | 884 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 1.32 |
| <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 has reduced its activities at its South Australian exploration areas and has commenced initial exploration activities at its Canadian Lithium Projects. | |
| 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 7 December 2023, the Company has received commitments from professional and sophisticated investors for a capital raising amounting to \$1.5 million. | |
| 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, as set out in section 8.6.2. | |
| <i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i> | |

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 29 January 2024

Authorised by: The Board of Directors

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.