

June 2021 Quarterly Activities Report & Appendix 5B

Highlights for the June 2021 Quarter

- IOCG experts continued with a major review of the Horse Well drill core comprising detailed mineralogical, petrological and geochemical studies to aid in refinement of future drilling hole positioning;
- A detailed review of the gravity survey data was undertaken to further aid in target selection at Horse Well;
- Cohiba awarded a \$298,500 grant via the Accelerated Discovery Initiative (ADI) for additional drilling at the Pernatty C Project;
- Drill rig is being sourced to replace the rig originally secured for an drill hole at Horse Well 'wedging off HWDD04 and the drill holes at Pernatty C focusing on shallow 'Zambian Copperbelt' style mineralization while continuing to assess for IOCG potential;
- An Administration and Access Agreement was signed between Cohiba Minerals and Saltbush Ag Pty Ltd in relation to ongoing access to the Arcoona Station;
- An Environmental Compliance Report (ECR) was completed for the drilling program at Horse Well;
- An Exploration Program for Environment Protection and Rehabilitation (EPEPR) was completed for 12 new drill holes at Horse Well for up to 16,800m of drilling;
- Cohiba is robustly capitalised for coming exploration activity with a cash balance of \$6.5m at 30 June 2021.

Cohiba Minerals Limited ('Cohiba' or 'the Company') provides below an update in relation to the exploration activities carried out during the June 2021 quarter.

Olympic Domain Tenements

Horse Well Area

The company continued to engage IOCG experts to undertake detailed investigations of the drill core from the Horse Well Project. The investigations included mineralogical, petrological and geochemical studies to provide detailed data to inform future drillhole location and to assist in understanding the stratigraphic controls and potential drillhole depth.

A detailed review of the historical gravity survey data was undertaken utilising a refined interpretation methodology to also aid in the location of drill hole collars for subsequent drilling at Horse Well.

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Directors

Mordechai Benedikt – Executive Chair
Andrew Graham – Executive Director
Nochum Labkowski – NED

The Company submitted 3 Expression of Interest (EOI) and 3 Request for Proposal (RFP) documents to the Department of Energy and Mining (DEM SA) as part of its Accelerated Discovery Initiative (ADI) and was successful in securing \$298,500 for additional drilling at the Pernatty C Project to investigate Zambian Copperbelt (ZCB) style mineralisation.

A drill rig was secured to complete a second hole (“wedge”) hole at HWDD04 (drill pad and sump were re-established) and to undertake the drilling at Pernatty C. Due to the shortage of drill rigs the Company secured a rig from interstate (Cobar, NSW) but the essential services application was ultimately rejected (after 2 weeks’ with SA Health and SAPOL) and the rig was not allowed to enter South Australia. The Company commenced negotiations to secure access to one or more drill rigs currently in South Australia in order to circumvent the interstate travel.

The Company completed and submitted a new Exploration Program for Environment Protection and Rehabilitation (EPEPR) for a further 12 drill holes at Horse Well (Figure 1).

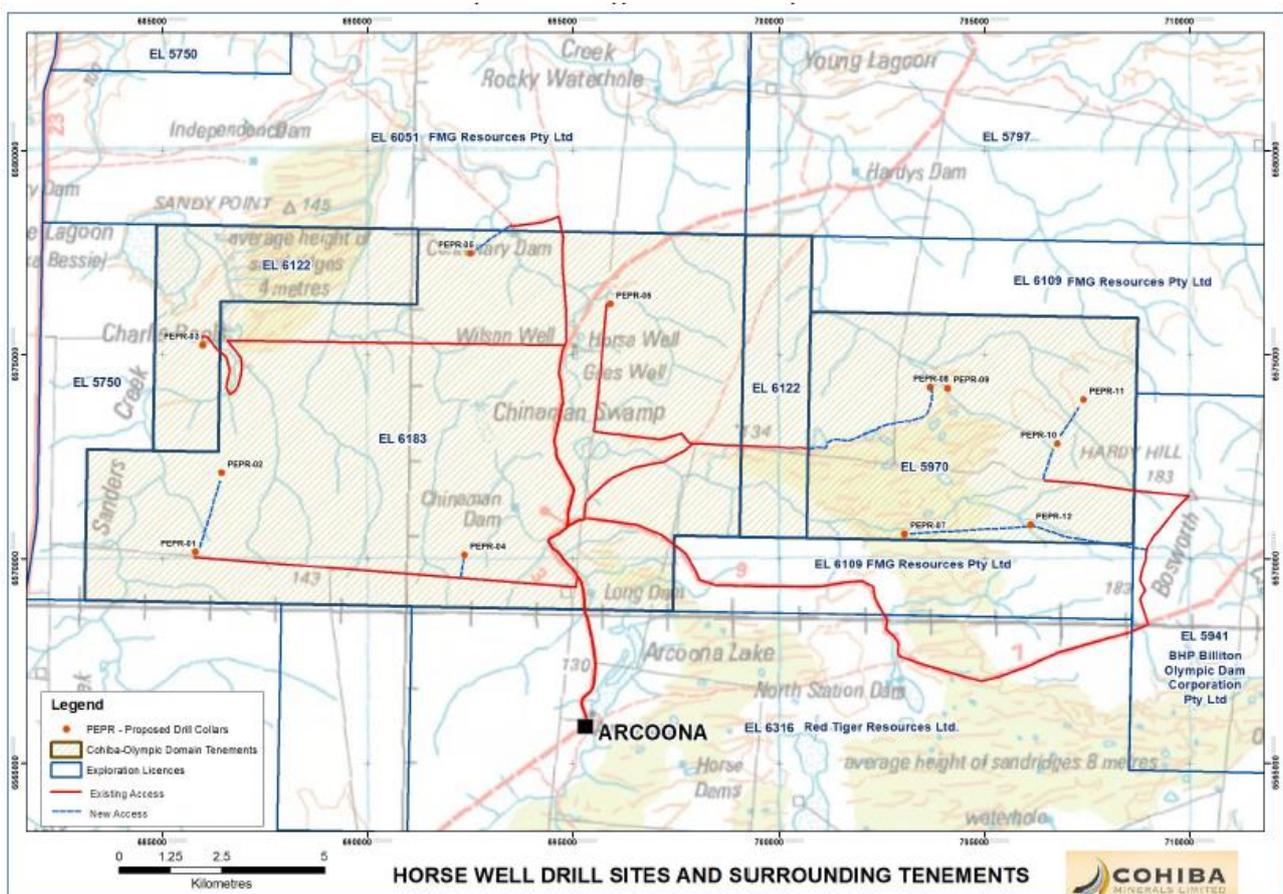


Figure 1: Location of 12 proposed drill holes at Horse Well.

The Company entered into an Administration and Access Agreement with Saltbush Ag Pty Ltd to ensure the Company’s ongoing access to the Arcoona Station for future drilling programs.

The Company submitted a detailed Environmental Compliance Report (ECR) to the DEM SA following rehabilitation of the drill pads, sumps and access roads from the initial drill program at Horse Well.

Pernatty "C" Area

No on-ground work was carried out at Pernatty C during the period. The company has earmarked the drilling to go ahead as soon as a drill rig is available.

The Company commenced a review of the Pernatty C Project in readiness for an additional EPEPR for further drilling including the incorporation of the DEM SA, ADI grant funding.

Pyramid Lake Update (E74/594)

The Company applied for a 5-year extension over exploration licence E74/594, which covers all of Pyramid Lake in south-western Western Australia. No major work was conducted on the Pyramid Lake Project during the period.

Wee MacGregor Project Update

The Wee MacGregor group comprises three granted mining licences, ML 2504, ML 2773, and ML 90098. These licences are located approximately 60km southeast of Mt. Isa with access via the sealed Barkly Highway and the unsealed Fountain Springs Road.

No work was carried out on the tenements during the quarter.

Queensland Exploration Licences

The Company holds various exploration licences through its wholly owned subsidiary Cobalt X Pty Ltd. As at the date of this report the Company is the holder of the following mineral exploration licences pursuant to the Mineral Resources Act 1989 (QLD):

- exploration licence EPM26377 (**Mt Gordon Mine Area 1**),
- exploration licence EPM26376 (**Mt Gordon Mine Area 2**),
- exploration licence EPM26380 (**Success Mine Area 1**); and,
- exploration licence EPM26379 (**Mt Cobalt Mine Area**).

Cobalt X also held various contractual rights with third parties to facilitate the acquisition by it of additional mining and exploration projects and related plant and equipment (**Project Rights**) including rights to negotiate for the acquisition of a vat leach processing plant in the Mt. Isa region (referred to as the Lady Jenny processing plant). The nature and status of these Project Rights is described in detail in the Company's Notice of General Meeting (Notice) dated 26 May 2017.

All the Queensland tenements are currently in good standing.

CORPORATE

The following corporate matters were carried out during the period:

CHKOA Option conversions

During the quarter the Company converted 1,000,000 CHKOAs into 1,000,000 fully paid ordinary shares following receipt of exercise notices, with \$10,000 raised as a result of these conversions.

Appendix 5B related party payments

It is noted that all related party payments included in Section 6 of the accompanying Appendix 5B relate to settlement of directors' fees and salaries for the June 2021 quarter.

Cash Balance at 30 June 2021

The Company's cash at bank as at 30 June 2021 was \$6.5 million.

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	80%	-
EL 6119	South Australia	80%	-
EL 6120	South Australia	80%	-
EL 6121	South Australia	80%	-
EL 6122	South Australia	80%	-
EL 6183	South Australia	80%	-
EL 5970	South Australia	80%	-

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

For further information:

Andrew Graham
 Executive Director

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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")

30 June 2021

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	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(44)	(286)
(e) administration and corporate costs	(115)	(579)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	8	22
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	5
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(151)	(838)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(3)
(d) exploration & evaluation	(103)	(1,698)
(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	(103)	(1,701)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	7,866
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	289
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(70)
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)	-	50
3.10	Net cash from / (used in) financing activities	-	8,135

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	6,754	904
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(151)	(838)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(103)	(1,701)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	8,135

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	-	-
4.6	Cash and cash equivalents at end of period	6,500	6,500

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	6,500	6,754
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)	6,500	6,754

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	47
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)	(151)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(103)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(254)
8.4 Cash and cash equivalents at quarter end (item 4.6)	6,500
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	6,500
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	25.59
<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: N/A	
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: N/A	
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: N/A	
<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 July 2021

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.