

19 July 2024

ASX Announcement / Media Release

Quarterly Activities Report for the Quarter Ending 30 June 2024

- **Connected IO Limited has entered into binding agreements to acquire Namibian Uranium and WA Gold Projects**
- **The Company intends to undertake a consolidation on a 20 to 1 basis, and issue a Prospectus to raise up to \$5.2 million**
- **Company maintains strong cash balance of \$1.20 million**

Transactions to Acquire Namibian Uranium and WA Gold Projects

On 27 June 2024 Connected IO Limited ("Connected IO" or "the Company") announced to the ASX details of binding agreements under which the Company proposes to acquire:

1. 100% of the issued capital of Namibia U308 Pty Ltd, which will hold an 80% interest in 1 granted exclusive prospecting licence (**EPL**) and 3 EPL applications located in Namibia, which are prospective for uranium; and
2. 100% of the legal and beneficial interest in 3 granted exploration licences located in Western Australia, which are prospective for gold from Mining Equities Pty Ltd.

In conjunction with the above acquisitions, the Company plans to undertake a consolidation on a 20 to 1 basis and issue a Prospectus to raise up to \$5,200,000 (before costs) via a:

1. non-renounceable entitlement offer of Shares to eligible Shareholders on an 8.5 for 10 basis to raise \$2,700,000 (before costs); and
2. placement of Shares to institutional and professional investors to raise up to \$2,500,000 (before costs),

(together, the **Proposed Transaction**).

The capital raisings will provide funding for the Company to adopt and implement its new business undertakings, including exploration activities on the Namibian and WA projects.

Upon completion of the Proposed Transaction, Connected IO will effectively transform into a junior minerals explorer and, by re-complying with Chapters 1 and 2 of the Listing Rules with exploration and potential development of the Namibian and WA projects as its main business undertaking, the Company's Shares will be reinstated to trading on the ASX.

A Notice of General Meeting was dispatched to shareholders on the 26 June 2024 seeking approval of the Proposed Transaction, including the change of company name to “Connected Minerals Limited”. The General Meeting is to be held on 26 July 2024.

Further details on the Proposed Transaction and the Namibian and WA projects are contained in the release to ASX and Notice of General Meeting dated 26 June 2024.

Mining Royalty

The Company received a royalty payment from Focus Minerals Ltd (ASX:FML) (“Focus Minerals”), the owner of the Coolgardie Project located in the Coolgardie township in the Western Australian Eastern Goldfields, of \$2,400 relating to the March 2024 quarter, in April 2024.

Financial and Corporate

At the end of the quarter the Company held cash of approximately \$1.20 million with no debt.

Operating cash outflows were slightly higher than last quarter. Staff costs were \$56,000 with administration and corporate costs of \$54,000.

Related party payments reported in Item 6.1 of the Appendix 4C of \$56,000 represent directors fees and corporate management fees paid during the quarter.

Suspension from Quotation and Extension of Delisting Deadline

ASX has determined that Connected IO’s operations are not adequate to warrant the continued quotation of its securities and therefore is in breach of Listing Rule 12.1. The suspension will continue until Connected IO is able to demonstrate compliance with Listing Rule 12.1 of the Listing Rules.

The timeframe for completing the Proposed Transaction is especially limited in the circumstances as the Company is otherwise facing automatic delisting from the ASX due to its continued period of suspension.

The Company will seek an extension to its delisting deadline in accordance with ASX Guidance Note 33. ASX ultimately retains a discretion as to whether or not to grant such an extension. If the Company is unable to obtain an extension of the automatic delisting deadline, then the Proposed Transaction will not proceed, and the Company will likely be delisted from the ASX immediately following the deadline.

For further information regarding this announcement please contact Adam Sierakowski, Executive Director of Connected IO Limited on 08 6211 5099.

This announcement was approved and authorised for release by the Company’s Board of Directors.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Connected IO Ltd

ABN

99 009 076 233

Quarter ended ("current quarter")

30 June 2024

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	2	32
1.2 Payments for		
(a) research and development		
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing		
(d) leased assets		
(e) staff costs	(56)	(168)
(f) administration and corporate costs	(54)	(348)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	13
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (mining royalty receipt)	-	-
1.9 Net cash from / (used in) operating activities	(108)	(471)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses		
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other: Cash held on sale of Subsidiary	-	-
2.6	Net cash from / (used in) investing activities	-	-

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

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,346	1,709
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(108)	(471)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,238	1,238

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	1,238	1,346
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)	1,238	1,346

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter
\$A'000**

(56)

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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

Includes: Directors Fees.

7. Financing facilities

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.

7.1 Loan facilities

7.2 Credit standby arrangements

7.3 Other (please specify)

7.4 **Total financing facilities**

Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
-	-
-	-
-	-
-	-

7.5 **Unused financing facilities available at quarter end**

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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.

8. Estimated cash available for future operating activities

\$A'000

8.1 Net cash from / (used in) operating activities (Item 1.9)

(108)

8.2 Cash and cash equivalents at quarter end (Item 4.6)

1,238

8.3 Unused finance facilities available at quarter end (Item 7.5)

-

8.4 Total available funding (Item 8.2 + Item 8.3)

1,238

8.5 **Estimated quarters of funding available (Item 8.4 divided by Item 8.1)**

11.46

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

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:

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:

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:

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.

19 July 2024

Date:

By the Board

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 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 standard applies 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.