



QUARTERLY ACTIVITIES REPORT – MARCH 2024

Strandline Resources Limited (ASX: STA) (Strandline or the Company) provides an update on its operational, development and corporate activities for the quarter ended 31 March 2024 (March 2024 Quarter).

KEY POINTS

Coburn Mineral Sands Project - Western Australia

- No lost time injuries for the quarter and Total Recordable Injury Frequency Rate of 1.6 per million hours worked.
- 35,180 tonnes of Heavy Mineral Concentrate (“HMC”) produced in the March 2024 Quarter (December 2023 Quarter production was 27,709 tonnes).
- Continued improvements made in management of tailings storage and Dozer Mining Unit (“DMU”) availability resulted in a record month of HMC production in March 2024 of 15,510 dry tonnes, up 37% on the month of February 2024 (11,308 dry tonnes).
- Sales in the March 2024 Quarter totalled 32,693 tonnes (December 2023 Quarter sales - 32,819 tonnes).
- Stockpiles held at Coburn and Geraldton Port as at 31 March 2024 totalled 18,709 tonnes of HMC.
- Subsequent to the end of the March 2024 Quarter 14,503 tonnes of HMC were sold in early April 2024.

Mineral Sands Projects – Tanzania

- The Tajiri Special Mining License (“SML”) was granted by Tanzanian government in March 2024.
- The Company has further progressed discussions with potential strategic partners (including options for joint venture) as it continues its commercialisation plans for its Tanzanian assets.

Corporate

- Consolidated Cash of A\$4.5m as at 31 March 2024.
- In March 2024, the Nordic Bondholders approved a super senior secured facility of up to \$20m, with \$10m of these funds released to the Company on 8 March 2024.
- The Company agreed a standstill arrangement with its financiers (NAIF, National Australia Bank and Nordic Bondholders) on certain near-term interest payments, repayment obligations and covenant waivers. The Company has undertaken to work with its lenders to implement a comprehensive review of the Company’s debt position.
- The Company requested that the suspension be extended until the earlier of 31 May 2024, or when an announcement regarding the status of the operations strategy and associated funding requirements can be made.

Post Quarter End

- In April 2024, highly accomplished executive, Robert Ierace and experienced mining professional, Robert Stevenson, were appointed as Chief Financial Officer and General Manager Operations for Coburn.



COBURN MINERAL SANDS PROJECT

Operational performance

Monthly HMC production volumes continue to increase during the Quarter towards name plate levels in accordance with the tailings strategy implementation plan.



Operations Summary

Figure 1 Coburn Project location map

Item	March 2024 Quarter	December 2023 Quarter
DMU mined (tonnes)	3,299,342	3,062,752
Mined grade (%)	1.04	1.02
HMC Produced (tonnes)	35,180	27,709
Sales (tonnes)	32,693	32,819

Subsequent to the end of the March 2024 Quarter, Strandline completed a shipment of 14,503 tonnes of HMC in early April 2024.

Production update

Month on month HMC production improved during the March 2024 Quarter (with 8,362 tonnes in January, 11,308 tonnes in February and 15,510 tonnes in March 2024).

March 2024 recorded the highest-ever monthly ore feed to the WCP and HMC production since the start of commissioning.

March 2024 Quarter shipments

Stockpiles held at Coburn and Geraldton Port as at 31 March 2024 totalled 18,709 tonnes, 14,503 of which was shipped in early April 2024.

Funds for all of the March 2024 Quarter shipments were received in March 2024 Quarter.

The Company continued to engage with customers on HMC supply based on improved quality.

TANZANIA MINERAL SANDS PROJECTS

During the March 2024 Quarter, Nyati (Strandline's joint venture company with the Government of Tanzania) continued activities in relation to the compensation payments to the project affected people and implementation of the Fungoni project Resettlement Action Plan.

The Company further progressed discussions with potential strategic partners (including options for joint venture). These discussions are expected to continue as the Company refines its commercialisation plans for the Tanzanian assets.

In March 2024 the Company was pleased to advise that the Tanzanian Government issued the Tajiri SML.



Figure 2 Tanzanian Project Location Map

CORPORATE

Cash & Investments

The Company's consolidated cash was A\$4.5m as at 31 March 2024 (31 December 2023: A\$12.7m) and total concentrate stockpiles of HMC on hand at the end of the March 2024 Quarter were 18,709 tonnes. Subsequent to the end of the March 2024 Quarter, a total of 14,503 tonnes of HMC were shipped in early April 2024.

Receipts for the quarter included:

- \$23.6m from three shipments sold in the March 2024 Quarter comprising 32,693 tonnes (December 2023 Quarter sales was 32,819 tonnes).
- Bondholder funding of \$10m received in March 2024 following agreement with the Nordic Bondholders, with another A\$5m received in early April 2024.

Material costs for March 2024 Quarter included:

- A\$31.1m in operating costs for production (including \$1.1m for Government royalties).
- A\$5.6m of corporate and administration costs including restructuring costs.
- A\$3.0m of Coburn project capital expenditure.
- A\$0.5m of exploration expenditure relating to Tanzanian licenses.

During the March 2024 Quarter the Company continued to optimise staffing resources at the Perth office and engaged additional technical and operational support to assist with ramp up and commissioning of Coburn.

Executive and management update

On 9 April 2024, the Company announced that Mr Robert Ierace has been appointed Chief Financial Officer of the Company and Mr Robert Stevenson has been appointed General Manager, Operations.

Loan Facilities

On 15 March 2024, the Company announced additional interim liquidity support through a super senior finance facility for up to A\$20m that is being provided by certain holders of the Nordic Bonds. These funds will be used to fund working capital and towards the objective of achieving nameplate capacity for the production of heavy mineral concentrate at the wet concentrator plant. A\$10m of the new facility was drawn 8 March 2024, A\$5m was drawn in early April 2024, and the final A\$5m tranche which may be drawn down subject to certain conditions. In addition to the new facility, Strandline has agreed with its financiers (NAIF, National Australia Bank and Nordic Bondholders) to extend the standstill arrangement on certain interest payments and near-term repayments and covenant waivers, subject to certain conditions.

The standstill and deferral arrangement agreed between the Company and its financiers in December 2023 remains in place and is part of the additional interim funding that is being agreed with certain holders of the Nordic Bonds. The near-term interest payment obligations and principal repayment obligations have been extended until 30 June 2024. Financial covenant relief has also been provided for a further 12 months (in relation to the Debt Service Cover Ratio, Loan Life Cover Ratio and Reserve Tail Ratio, subject to the Company and its subsidiaries complying with new minimum liquidity, minimum monthly product sales and minimum average monthly product pricing financial covenants during the 12 month period).

The Company is working with its financiers and other key stakeholders towards agreeing a holistic restructure and/or recapitalisation of the Company.

Extension of Suspension from Official Quotation

Discussions with lenders regarding the impact of the operating results on the Company and its ongoing funding requirements are still in progress. Given these discussions, the Company's shares will remain suspended.

Health, Safety and Sustainability

There were no lost time injuries during the March 2024 Quarter and the Company has a Lost Time Injury Frequency Rate (LTIFR) of 0.0 per million hours worked. The Company's Total Recordable Injury Frequency Rate (TRIFR) is 1.6 per million hours worked (31 December 2023: 4.02 per million hours worked).

ASX Additional Information

1. ASX Listing Rule 5.3.1: Payments relating to Exploration and Evaluation Expenditure during the March 2024 Quarter were \$508,000. Full details of exploration activity during the March 2024 Quarter are set out in this report.
2. ASX Listing Rule 5.3.2: Details of its mining production and development activities during the March 2024 Quarter are set out in detail in this report and a summary of the expenditure incurred on those activities is as follows:

Activities	A\$
Expenditure on Mining production activities during the March 2024 Quarter	\$31,097,000
Expenditure on development activities during the March 2024 Quarter	\$3,203,000

3. ASX Listing Rule 5.3.5: Payments to related parties of the Company and their associates during the March 2024 Quarter: \$462,000 - The Company advises that this relates to non-executive director's fees and executive directors' salaries and entitlements. Please see Remuneration Report in the Annual Report for further details on Directors' remuneration.

Tenement Holdings

A detailed listing of tenement holdings is included in Annexure A.

This announcement is authorised for release by the Strandline Resources Board of Directors.

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FORWARD LOOKING STATEMENTS

This announcement contains certain forward looking statements and comments about future events, including statements about Strandline's expectations about the financial and operating performance of its business. Forward looking statements can generally be identified by the use of forward looking words including (without limitation) words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target" and other similar expressions within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements. Forward looking statements involve inherent risks and uncertainties, both general and specific, and there is a risk that such predictions, forecasts, projections and other forward looking statements will not be achieved.

A number of important factors could cause Strandline's actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward looking statements, including (without limitation) the Australian and global economic environment and capital market conditions, with many of these factors being beyond Strandline's control. Forward looking statements are provided as a general guide only and should not be relied on as an indication or guarantee of future performance.

Forward looking statements involve known and unknown risks, uncertainty and other factors, many of which are outside the control of Strandline. The forward-looking statements are based on information available to the Company as at the date of this announcement. Circumstances may change and the contents of this announcement may become out-dated as a result. As such, you are cautioned not to place any reliance on any forward looking statement.

ABOUT STRANDLINE

Strandline Resources Limited (ASX: STA) is an emerging producer of critical minerals with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance in the sector. Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. .

ANNEXURE A – MINING TENEMENTS HELD AS AT THE END OF THE QUARTER

Location	Name	Interest
Australia		
Coburn Mineral Sands Project		
E09/939	Shark Bay District, Western Australia	100%
L09/21	Shark Bay District, Western Australia	100%
L09/43	Shark Bay District, Western Australia	100%
M09/102	Shark Bay District, Western Australia	100%
M09/103	Shark Bay District, Western Australia	100%
M09/104	Shark Bay District, Western Australia	100%
M09/105	Shark Bay District, Western Australia	100%
M09/106	Shark Bay District, Western Australia	100%
M09/111	Shark Bay District, Western Australia	100%
M09/112	Shark Bay District, Western Australia	100%
R09/02	Shark Bay District, Western Australia	100%
R09/03	Shark Bay District, Western Australia	100%
R09/4	Shark Bay District, Western Australia	100%
E09/2355 (Pending)	Shark Bay District, Western Australia	100%
L09/99	Shark Bay District, Western Australia	100%
L09/101	Shark Bay District, Western Australia	100%
E09/2644 (Pending)	Shark Bay District, Western Australia	100%
E09/2645 (Pending)	Shark Bay District, Western Australia	100%
P09/500 (Pending)	Shark Bay District, Western Australia	100%
P09/501 (Pending)	Shark Bay District, Western Australia	100%

There were no tenements surrendered during the quarter and no farm-in or farm-out agreements entered into or held during the March 2024 Quarter for the tenements located in Australia.

Location	Name	Interest
Tanzania		
Mineral Sands Projects		
ML 678/2022	Fungoni	84%
PL 12218/2023	Fungoni	84%
PL 12211/2023	Sudi	84%
PL 12217/2023	Bagamoyo	84%
PL 12209/2023	Pangani	84%
PL 12222/2023	Fungoni West	84%
PL 12220/2023	Fungoni South	84%
PL 12212/2023	Bagamoyo	84%
PL 12221/2023	Sudi Central	84%
PL 12219/2023	Kitunda RIO	84%
PL 12207/2023	Rushungi South	84%
PL 12206/2023	Sudi East RIO	84%
PL 12213/2023	Temeke & Mkuranga	84%
PL 12214/2023	Temeke	84%
PL 12208/2023	Sakaura (South of Tajiri)	84%
PL 12216/2023	Mwasonga	84%
PL 12215/2023	Sharifu	84%
PL 12210/2023	Tanga- Pangani	84%
SML 00607/2022 (granted)	Tajiri	84%

During the Quarter the Tajiri SML was granted. There were no tenements surrendered during the quarter and no farm-in or farm-out agreements entered into or held during the March 2024 Quarter for the tenements located in Tanzania.

Appendix 5B

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

Name of entity

Strandline Resources Limited

ABN

32 090 603 642

Quarter ended ("current quarter")

31 March 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	23,601	55,609
1.2 Payments for		
(a) exploration & evaluation	(508)	(1,261)
(b) development	-	-
(c) production	(31,097)	(99,573)
(d) staff costs	(2,139)	(6,809)
(e) administration and corporate costs	(3,503)	(5,620)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	211
1.5 Interest and other costs of finance paid	(1,162)	(3,653)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	451
1.8 Other (provide details if material)	208	222
1.9 Net cash from / (used in) operating activities	(14,594)	(60,423)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(65)
(d) exploration & evaluation	-	-
(e) investments	-	-

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 (9 months) \$A'000
(f)	other non-current assets		
-	Mine properties in development Coburn Project	(3,044)	(17,502)
-	Mine properties in development Fungoni Project	(159)	(12,338)
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	(3,203)	(29,905)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	36,570
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	-	(1,863)
3.5	Proceeds from borrowings	10,000	20,000
3.6	Repayment of borrowings	(368)	(1,062)
3.7	Transaction costs related to loans and borrowings	-	(85)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	9,632	53,560

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	12,685	41,301
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(14,594)	(60,423)

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 (9 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(3,203)	(29,905)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	9,632	53,560
4.5	Effect of movement in exchange rates on cash held	5	(8)
4.6	Cash and cash equivalents at end of period	4,525	4,525

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	4,467	12,627
5.2	Call deposits	58	58
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)	4,525	12,685

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	462
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<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>		

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

7. Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities – Bond Facility ¹	91,855	(91,855)
Loan facilities – NAIF Facility ²	130,000	(130,000)
Loan facilities – Working Capital Facility ³	15,000	(15,000)
Loan facilities – NAIF Facility Super Senior ⁴	15,000	(10,000)
Loan facilities – Bond Facility Super Senior ⁵	20,000	(10,000)
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	271,855	(256,855)
7.5 Unused financing facilities available at quarter end		15,000
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.		
<p>¹Bond Facility – US\$60m</p> <ul style="list-style-type: none"> • 5 year tenor with a maturity date of 20 March 2026. • No amortisation until March 2024, then quarterly amortisation of US\$4.25m from 20 March 2024 to 20 June 2025, then amortisation of US\$2.25m at 20 September 2025 and 20 December 2025. Note that the first amortisation payment in March 2024 was deferred to June 2024. The instalment amount due 20 June 2024 is US\$4.25m. 50% bullet at the Maturity Date. • The Company may buy back the debt on-market at any time or redeem the bonds early (subject to make whole payments and call premia depending on the time of the prepayment). • Financial covenants are customary for a loan facility of this nature, aligning with the NAIF loan facility, comprising a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio and minimum unrestricted cash balance requirement, Group Liquidity, minimum product output and minimum product sales. • Listed on Oslo Børs, or other regulated markets within 12 months. • Governing law is Norwegian law for Bond terms and Australian law for security package. • Comprehensive senior security package over assets and rights of Coburn project, Pari Passu with the NAIF (Facility B and Facility C1) and NAB loan facility. • US\$60m (A\$91.86m at AUD: USD 0.6532 as at 31 March 2024). <p>²NAIF Facility – A\$150m</p> <ul style="list-style-type: none"> • Up to 15 year tenor with no principal repayments until the earlier of 20 March 2028 or 3 months after the Bond or any Bond refinancing is repaid. Thereafter, quarterly principal repayments of Facility B and Facility C2 for a period of 7 years and 9 months. Additional sweep of a portion of available excess cashflow will also apply under certain circumstances. • First NAIF Loan Tranche (Facility B): Up to A\$130m towards the construction of Coburn's core mine process and non-process infrastructure. • Second NAIF Loan Tranche (Facility C1): Up to A\$5m provided towards financing the Airstrip Project. • Third NAIF Loan Tranche (Facility C2): Up to A\$15m towards financing Project remediation costs including costs of expansion of the tailings storage capacity of the Project and "truck and shovel" costs related or incidental to such expansion. Note that this facility is super senior and ranks pari passu with the Bond Facility Super Senior listed below. • Comprehensive senior security package over assets and rights of Coburn project, pari passu (with respect to Facility B and Facility C1) with the Bond and NAB facility. Facility C2 ranks pari passu with Bond Facility Super Senior, and super senior to other secured lenders. • Financial covenants comprise a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio, minimum unrestricted cash balance requirement, Group Liquidity, minimum product output and minimum product sales. 		

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

³NAB Working Capital Facility - \$15m

- 12 month revolving facility for working capital purposes.
- Comprehensive senior security package over assets and rights of Coburn project, pari passu with the NAIF (Facility B and Facility C1) and Bond financing.
- Financial covenants comprise a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio, minimum unrestricted cash balance requirement, Group Liquidity, minimum product output and minimum product sales.

⁴NAIF Facility Super Senior - \$15m

- As noted above, the third NAIF Loan Tranche (Facility C2) is super senior and ranks pari passu with the Bond Facility Super Senior (listed below). Facility C2 is up to A\$15m towards financing Project remediation costs including costs of expansion of the tailings storage capacity of the Project and "truck and shovel" costs related or incidental to such expansion.
- A\$10m was drawn down in December 2023, drawing of remaining \$5M subject to satisfaction of various conditions to the satisfaction of NAIF in its discretion.
- 100% bullet repayment at the Maturity Date (being the earliest of the (i) New LNSA Termination date which is 8 March 2025; (ii) 2 Business Days before the first scheduled repayment under the Bond Terms; and (iii) the Business Day before the date of the first schedule repayment under the NAB Working Capital Facility
- Comprehensive senior security package over assets and rights of Coburn project, ranks pari passu with Bond Facility Super Senior, and super senior to other secured lenders.
- Financial covenants comprise a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio, minimum unrestricted cash balance requirement, Group Liquidity, minimum product output and minimum product sales.

⁵Bond Facility Super Senior - \$20m

- 12 month tenor with a maturity date of 8 March 2025. No amortisation payments, 100% bullet at the Maturity Date.
- First Loan Tranche (Facility A) up to A\$10m, Second Loan Tranche (Facility B) up to A\$5m and Third Loan Tranche (Facility C) up to A\$5m, each subject to satisfaction of various conditions to the satisfaction of Bond Facility Super Senior Lenders in their discretion to be applied towards general corporate purposes or other such purposes as approved by the Agent.
- A\$15m has been drawn down as at 10 April 2024, drawing of remaining \$5M subject to satisfaction of various escrow conditions to the satisfaction of Bond Facility Super Senior Lenders in their discretion, including that the money cannot be dispensed before 31 May 2024.
- Comprehensive senior security package over assets and rights of Coburn project, ranks pari passu with NAIF Facility C2 loan facility, and super senior to other secured lenders.

Financial covenants comprise a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio, minimum unrestricted cash balance requirement, Group Liquidity, minimum product output and minimum product sales.

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(14,594)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(14,594)
8.4	Cash and cash equivalents at quarter end (item 4.6)	4,524
8.5	Unused finance facilities available at quarter end (item 7.5)	15,000
8.6	Total available funding (item 8.4 + item 8.5)	19,524
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.34

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.

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

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?

No - with expected improvements in sales prices and reduced operating costs are expected to lead to lower cash outflows. Subsequent to the end of the March 2024 quarter, 14,503 tonnes of HMC were sold in early April 2024 with further shipments being scheduled with customers in the June 2024 quarter.

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?

On 15 March 2024, the Company announced that a group of the Company's existing Nordic Bondholders have agreed to provide an additional debt facility of up to A\$20 million, with drawdowns subject to certain conditions. The key points of the additional facility are:

- Super senior finance facility agreed for up to A\$20M.
- A\$10M of the new facility drawn 8 March 2024 and a further A\$5M drawn in early April.
- A further A\$5M tranche which may be drawn down subject to certain conditions.

In addition to the new facility, Strandline has agreed with its financiers (NAIF, National Australia Bank and Nordic Bondholders) to extend the standstill arrangement on certain interest payments and near-term repayments and covenant waivers, subject to certain conditions.

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?

Presently management are reviewing the operations and future funding requirements of the Company and the Directors remain in discussions with its debt financiers and potential equity participants. Pending successful outcome of these discussions then the Directors believe there are reasonable grounds to believe the operations and its business objectives will be met.

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.

Date:30 April 2024.....

Authorised by:the Board of Strandline Resources Limited.....
(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.