

31 October 2022

**QUARTERLY REPORT FOR THE THREE MONTHS  
ENDING 30 SEPTEMBER 2022**

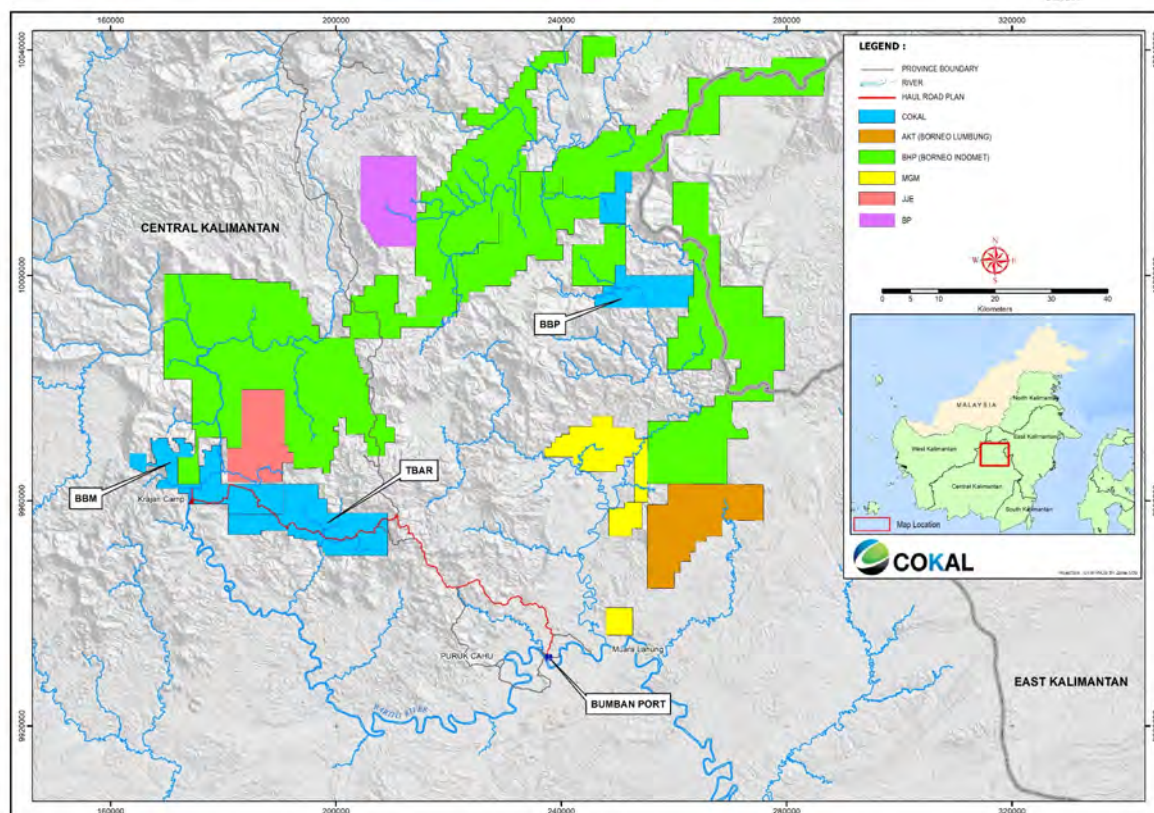
## HIGHLIGHTS

- Development of BBM was completed during the quarter, allowing first production of metallurgical coal to commence in October.
- BBM development was achieved on-time and under budget.
- Product coal is being stockpiled at the mine-site and hauled to the Krajan Jetty for transport to market.
- Cokal is now focussed on achieving first revenue from coal sales by mid-November.

## INDONESIAN COAL ASSETS

Cokal holds shares in the following Indonesian coal assets in Central Kalimantan, each with known resources of metallurgical coal:

- 60% of the Bumi Barito Mineral (BBM) project located in Central Province, Kalimantan, Indonesia. The BBM project area is 14,980ha;
- 75% of PT Tambang Benua Alam Raya (TBAR) which owns an exploration tenement covering an area of approximately 18,850ha in Central Province, Kalimantan, Indonesia. This tenement is located adjacent to and southeast of the BBM project;
- 60% of the Borneo Bara Prima (BBP) project located in Central Province, Kalimantan, Indonesia. The BBP project area is approximately 13,050ha;
- 75% of the Anugerah Alam Katingan (AAK) project. This project is located in Central Province, Kalimantan with an area of approximately 5,000ha. AAK is currently on 'on-hold' status by the Provincial Police Department. The Police have investigated a dispute over the ownership of AAK pre-dating Cokal's interest in the Project. Cokal is an aggrieved party and will await the outcome of the Police investigation.



### Cokal's Coking Coal Tenements

There was no change in these shareholdings during the quarter.

Cokal has not acquired any new licences during the quarter and has not relinquished any licences.

BBM, TBAR, BBP and AAK are located adjacent to Indomet's extensive coking coal tenements. The Company is focused on the development of the BBM Project.

### Bumi Barito Mineral (BBM) Tenement

BBM's permit covers an area of 14,980ha with multiple seams of high quality metallurgical coal. It is bisected by the Barito River, which cuts through the tenement in a north-south trend. Almost the entire IUP contains coal-bearing sediments with open cut mineable areas controlled by three major fault systems.

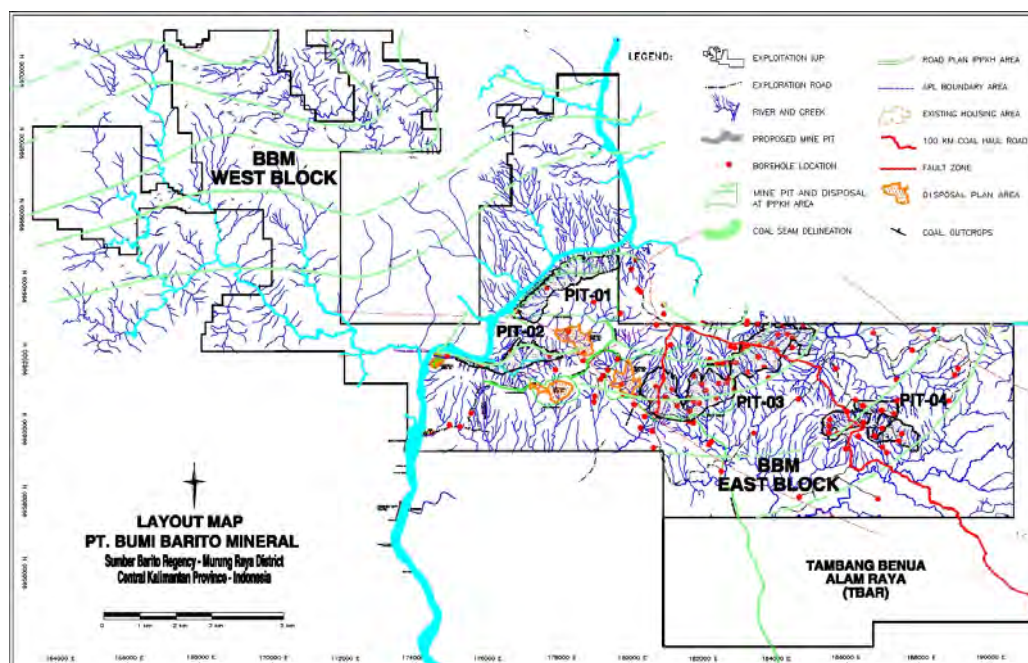
Coal analyses from more than 130 outcrops on the west side of the Barito River indicate that it contains premium quality anthracite and PCI coals. This coal does not currently form part of the stated BBM coal resources and therefore provides significant potential for a major future expansion of BBM resources.

BBM has regulatory approvals in place including:

- Mining Licence for 20 years with two further extensions of 10 years each;
- Environmental approval for a mining rate of up to 6Mt per annum;
- Port construction approval;
- Forestry Permit to commence mining activity;
- RKAB approval of its annual plan.

BBM is under development and will be the first area to be mined by Cokal.

No exploration activity was conducted by Cokal at BBM during the quarter. However, work continued on the repair of the 98km access road to the tenement.



**BBM Tenement Areas**

### **Tambang Benua Alam Raya (TBAR) Tenement**

TBAR's exploration authority covers an area of 18,850ha immediately adjacent to and south east of Cokal's BBM tenement. Outcrop mapping of four seams over 17km strike length indicates a substantial resource of high grade coking coal in this deposit. It is believed these seams correlate to the B, C, D and J seams in BBM.

Tenders have been called for delineation drilling in the TBAR deposit. This will outline the coal occurrence in the tenement and enable an estimate to be made of the TBAR Resources and Reserves under the JORC code. It is expected that all coal in the TBAR deposit is high grade coking coal similar to that in BBM. Exploration of the TBAR deposit will use the road to the BBM deposit and is on hold until this access is established.

The haul road from BBM to the jetty at Bumban passes through the TBAR tenement and provides a notional 75km access road to the jetty when the mine is developed.

No other exploration activity or mining production was conducted at TBAR during the quarter. Drilling budget alongside to regulatory approvals including land compensation being finalised.

### **Borneo Bara Prima (BBP) Tenement**

Cokal's BBP project covers 13,050ha in Murung Raya Regency, Central Kalimantan. BBP has been granted an Exploration Forestry Permit (IPPKH) and has been confirmed on the Central Government's Clean and Clear list. The IUP was transferred to the Central Government where it now awaits approval to be upgraded to a Production and Operation IUP.

No exploration activity or mining production was conducted in BBP during the quarter.

### Anugerah Alam Katingan (AAK) Tenement

Cokal's AAK project covers 5,000ha in Central Kalimantan. Applications for the Exploration Forestry Permit (IPPKH) and Clean and Clear Certificates continue to be processed. Cokal continues to monitor the progress of the regulatory upgrade approvals for AAK.

No exploration activity or mining production was conducted on AAK during the quarter.

### BBM PROJECT ACTIVITIES

Cokal is pleased to report that production was able to start at BBM subsequent to the successful development of the BBM mining area at Pit 3, including pre-mining overburden removal and the associated logistics infrastructure chain to allow transport of product coal to markets.

BBM development was achieved on-time and under budget, allowing coal mining to commence on-time and first saleable production to be achieved. Product coal is being stockpiled at the mine-site and hauled to the Krajan Jetty for transport. Cokal is now focussed on achieving first revenue from coal sales by mid-November.

BBM's successful production of metallurgical coal and mine-development demonstrates the continued execution of Cokal's strategy of achieving low-cost, high-margin coking coal production.





### a. Coal Production Activities

- Metallurgical coal production at BBM commenced post-quarter, with initial saleable production of coking and PCI coal products.
- Production is ramping-up, with 150Kt to 200Kt of saleable coal forecast by this calendar year end, 31 December 2022.
- Production will increase to 1.6Mt of saleable coal in 2023, before reaching nameplate capacity of 2.0Mt saleable coal in 2024.
- First revenue from coal sales is anticipated by mid-November 2022.
- To facilitate the ramp-up of saleable production, BBM's mining contractor commenced an additional shift late in the quarter, with the benefits expected to be realised in this coming quarter



### b. BBM Mine Development

- Initial development activities at the BBM mine-site were completed during the quarter, allowing first production of metallurgical coal to commence.
- Initial overburden removal (pre-mining) at BBM Pit 3 has been completed
- An additional mining contractor has been appointed, and the mining contractor has mobilised two fleets of mining equipment to the BBM mine site, with additional equipment scheduled to arrive in the coming quarter.



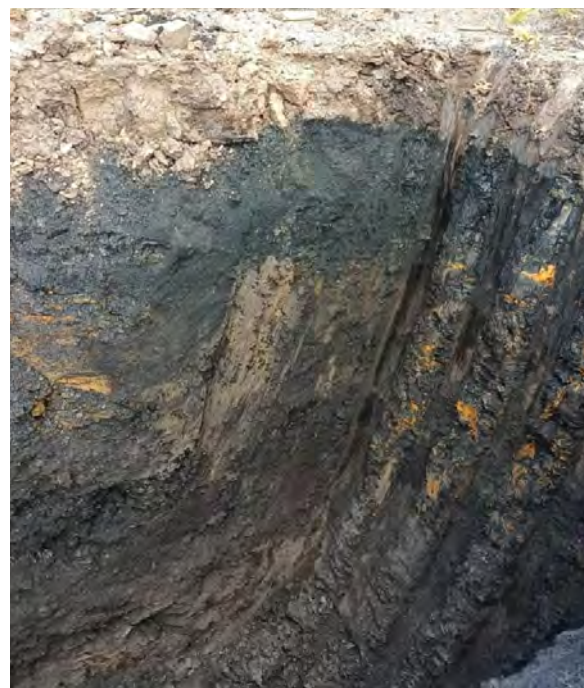
#### **c. Additional Mining Contractor Appointed**

- Cokal has appointed CBQ, as an additional mining contractor, to provide mining services at the BBM Mine.
- Reduced costs, increased annual production potential, and Cokal undertaking its own coal mining operations, are all facilitated by the appointment of CBQ.
- The existing mining services contract with HPU remains in-place

#### **d. Test Pit & New Coal Seam**

- Cokal BBM conducted a test pit at BBM Pit 3 as part of the mine development and pre-mining process.
- The test pit observed and verified coal formations, provided guidance for mining the first cut, verified the geological model, confirmed coal quality, and checked for additional potential and anomalies.
- Coal samples from Seam J, the major coal occurrence at BBM, have been obtained and will be subject to confirmatory testing.
- As part of the test pit process, a new coal seam was discovered ("Seam I"). Further investigation is ongoing, with additional trenching works, to obtain detailed information regarding the quality and quantity of coal available. This new coal seam has not yet been Included in BBM's coal resources or production schedule.
- A length of 160m of Seam I was exposed in the northern region of Pit 3.
- The coal seam appears to not have any interburden or coal partings, and it can therefore be inferred that the coal product will be low ash.

- Further investigation is ongoing, with additional trenching works, to obtain detailed information regarding the quality and quantity of coal available.
- Samples have been collected and sent to the lab.



#### **e. Krajan Jetty**

- Development of the Krajan Jetty with capacity for initial BBM production has been completed.
- Additional development and upgrade works have been completed, including a coal stockpile, fuel tank storage, on-site clinic, workers mess, and construction of a settling pond.
- Engineering designs for jetty facilities including stockpiles and ramp door loading finalised.
- Construction of the loading ramp has been completed. Initial coal loading operations will be carried out by direct truck loading using the loading ramp.
- Additional accommodation area and mess facilities have been developed at Krajan Jetty and near the Pit 3 mining area to accommodate the mining contractors' manpower.
- Additional manpower for jetty operations appointed.

#### **f. Krajan Jetty to Pit 3 Hauling Road**

- The haul road from BBM Pit 3 to the Krajan Jetty has been completed, with capacity to support initial coal mining activities.
- The haul road capacity will be continually upgraded to match the ramp-up of coal production.
- Several bridge sections and culvert have been repaired and upgraded and routine haul road maintenance equipment and team in place.



#### **g. Batu Tuhup Jetty and Mohing Access Road**

- BBM owns the 38-hectare site on the Barito River at Batu Tuhup for its BBM permanent mine jetty and including the road access corridor that connects the jetty site via an existing road to the BBM mine site.
- The initial operations and movement of coal from Krajan will be trans-shipped into larger barges using a floating crane placed at the Batu Tuhup Jetty. Procurement of a 100t capacity crane with a 5m<sup>3</sup> clamshell to facilitate loading is being finalised.
- This set-up will facilitate initial shipments of coal, whilst the permanent infrastructure at the Batu Tuhup Jetty is completed. Permanent facilities will have a higher-capacity and will receive coal from Pit 3 via Cokal's 98Km long Mohing Haul Road.

#### **h. Batu Tuhup Jetty**

Cokal has achieved the following milestones in relation to the development of Batu Tuhup Jetty:

- Jetty site plan completed by independent consultants.
- Land clearance works completed; Land cut & fill works are ongoing.
- Permanent jetty infrastructure development tender for Civil, Mechanical and Electrical works has been issued, bids from 3 contractors have been received and final negotiations ongoing to award the tender.
- Construction of the permanent jetty is scheduled to commence in the quarter ending December 2022.
- 55t crane ordered to facilitate construction of facilities.

#### **i. Mohing Access Road**

- Road development for coal hauling from BBM Pit 3 to the Batu Tuhup Jetty has been progressing.
- The road development equipment fleet has already advanced across the Mohing River at KM 70.2 and has progressed to KM 82.0 for further widening works.
- Mohing Bridge Construction is still ongoing and will be finalised with logs received from land clearance activities in the Pit 3 area. BBM does not anticipate delays from the bridge construction and is confident it will be completed in line with completion of the road works.
- Additional equipment has been mobilised at the Mohing area to facilitate and expedite the rock breaking process, which has allowed BBM to recover a significant quantity of aggregate rock material to use for the hauling road development and future maintenance.

#### **j. Other Items**

- Additional equipment has arrived and continues to arrive at work sites including Krajan mine site, Mohing Road Development and Batu Tuhup Jetty to support development activities.
- Additional senior experienced manpower has been appointed across various departments.
- A contract with Telkomsel has been finalised and initial foundation works for the construction of a telecommunication tower at the Pit 3 Helipad area is ongoing.
- Advanced negotiations with PLN (State Electricity Co) to secure a direct source of power at the Batu Tuhup Jetty are ongoing, which would enable a significant reduction in operating costs.

- BBM has imported 4 sets of drilling machines, 25t of chemicals (cracking agent) and a compressor to support ongoing rock-breaking activities.

## TBAR PROJECT ACTIVITIES

Cokal is preparing for starting a full-scale exploration drilling program in 4th quarter 2022, relevant preparation including licensing, permits and contracting works are being organised.

## CORPORATE ACTIVITY

### Corporate

- In July the Company appointed Mr Karan Bangur as Chief Executive Officer (CEO) of Cokal.
  - o Mr Bangur is a current member of the Cokal Board of Directors, a position which he will retain.
  - o Mr Bangur has over a decade of experience in operating mining and logistics projects in South East Asia. He is well experienced and familiar with Indonesian mining and general laws relating to on ground operations due to his experience in several projects in Indonesia.
  - o The appointment was made subsequent to the retirement of the previous CEO, Mr James Coleman.
- All regulatory payments including but not limited to IPPKH , Dead Rent , PSHD , DR have been finalised.
- The Cokal & BBM Boards continue to work closely with various regional and federal Indonesian Government departments to ensure that all operations are fully compliant with the existing mining regulations.

### General

The Company had US\$1,177k in cash at the end of the quarter.

During the quarter the aggregate amount of payments made to related parties and their associates for Directors fees, consulting fees, company secretarial fees and Sydney office rental fees totalled US\$90k.

The Company spent US\$944k on exploration and development activities during the quarter. The details of these activities carried out during the quarter are set out in this report.

### COVID-19

Both Indonesian and Australian operations have responded to the COVID-19 virus pandemic. Staff and contractors have been minimally impacted and operations continue as planned.

The Company has a focus on the well-being of its staff, contractors and the broader community and has implemented measures to ensure their well-being including; health screening and temperature monitoring, spatial distancing protocols, a high level of hygiene, change in flow of staff to and from the local community, and the minimisation of staff in the Jakarta and Sydney administrative offices.

## Tenement Schedule

At the end of the quarter, the Company held the following tenements:

LOCATION	LICENCE NAME	TENEMENT NUMBER	HOLDER	OWNERSHIP		STATUS
				This Quarter	Last Quarter	
Central Province, Kalimantan, Indonesia	Bumi Barito Mineral (BBM)	188.45/149/2013	PT Bumi Barito Mineral	60%	60%	Granted
	Tambang Benua Alam Raya (TBAR)	570/25/DESDM-IUPEKS/II/DPMTSP-2020	PT Tambang Benua Alam Raya	75%	75%	Granted
	Borneo Bara Prima (BBP)	188.45/570/2014	PT Borneo Bara Prima	60%	60%	Granted
	Anugerah Alam Katingan (AAK)	41/DPE/III/VI/2011	PT Anugerah Alam Katingan	75%	75%	Granted

## ENDS

### Further enquiries:

Domenic Martino

Non-Executive Chairman

E: [dmartino@cokal.com.au](mailto:dmartino@cokal.com.au)

*This ASX announcement was authorised for release by the Board of Cokal Limited.*

### About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia, which are considered prospective for metallurgical coal.

### Compliance Statements

This announcement contains information relating to exploration results extracted from a previous ASX market announcement dated 13 September 2022 and reported in accordance with the JORC Code (2012). Cokal confirms that it is not aware of any new information or data that materially affects the information included in the original ASX market announcement.

### Production Targets

Cokal notes the following in relation to the production targets presented in this Announcement:

- The production targets are underpinned by coal reserves and coal resources
- BBM forecast production is derived from JORC Ore Reserves. As at 2 September 2022, declared Ore Reserves for BBM totalled 23.8Mt<sup>1</sup>. Life-of-Mine production from BBM is forecast at 18.8Mt<sup>1</sup> on a run-of-mine basis, which represents ~79% of BBM's declared JORC Ore Reserves;
- All material assumptions are sourced from previous ASX announcements, including the below **ASX Announcements**;
- The coal resources and reserves on which the production targets are based have been prepared by competent persons in accordance with the requirements of JORC Code (2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves") (JORC Code).

<sup>1</sup>100% basis. CKA holds 60%

All material assumptions underpinning the production targets continue to apply and have not materially changed.

**ASX announcements are as follows (ASX Announcements):**

- Cokal Announces Updated JORC Resource Statement for Bumi Barito Mineral (BBM) Project – 29 January 2015
- Updated JORC Resource Statement for Bumi Barito Mineral (BBM) Project – 29 April 2016
- Cokal Announces Reserve Update Bumi Barito Mineral (BBM) Project – 1 August 2017
- Annual Mineral Resources and Ore Reserves Statement – 28 September 2021
- Annual Mineral Resources and Ore Reserves Statement – 2 September 2022

**Forward Looking Statements**

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company’s business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company’s control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

## Appendix 5B

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

Name of entity

**Cokal Limited**

ABN

**55 082 541 437**

Quarter ended ("current quarter")

**30 September 2022**

Consolidated statement of cash flows		Current quarter US\$'000	Year to date (3 months) US\$'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(378)	(378)
	(c) production	(308)	(308)
	(d) staff costs	(289)	(289)
	(e) administration and corporate costs	(246)	(246)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(1)	(1)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (Capital Participation Fee)	-	-
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(1,222)</b>	<b>(1,222)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(755)	(755)
	(d) exploration & evaluation and mine development	(944)	(944)
	(e) Investment	-	-
	(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter US\$'000</b>	<b>Year to date (3 months) US\$'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(1,699)</b>	<b>(1,699)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
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	85	85
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	3,675	3,675
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)	(4)	(4)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>3,756</b>	<b>3,756</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	356	356
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,222)	(1,222)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,699)	(1,699)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,756	3,756

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

Consolidated statement of cash flows		Current quarter US\$'000	Year to date (3 months) US\$'000
4.5	Effect of movement in exchange rates on cash held	(14)	(14)
4.6	Cash and cash equivalents at end of period	1,177	1,177

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 US\$'000	Previous quarter US\$'000
5.1	Bank balances	1,174	356
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Cash in Hand)	3	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,177	356

6.	Payments to related parties of the entity and their associates	Current quarter US\$'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	90
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.	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end US\$'000</b>	<b>Amount drawn at quarter end US\$'000</b>
7.1	Loan facilities	21,550	16,000
7.2	Credit standby arrangements		
7.3	Other (Prepayment)	2,000	2,000
7.4	<b>Total financing facilities</b>	<b>23,550</b>	<b>18,000</b>
7.5	<b>Unused financing facilities available at quarter end</b>		<b>5,550</b>
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.		
<div><div>1.</div><div>US\$800,000 loan facility provided by Aahana Minerals Resources SDN BHD (Lender) was executed in September 2020. The facility interest rate is 12% per annum, compounded monthly and payable on the funds drawn down. The loan is repayable within 30 days of receipt of a written demand for repayment by the Lender. Cokal Limited has provided a corporate guarantee for payment the Loan. The group can utilize full amount of the facility when required.</div></div> <div><div>2.</div><div>US\$500,000 loan facility provided by Alpine Invest Holding Ltd was executed in 20 April 2021. The facility interest rate is 12% per annum, compounded monthly and payable on the funds drawn down. The group can utilize full amount of the facility when required.</div></div> <div><div>3.</div><div>US\$250,000 loan facility provided by Alpine Invest Holding Ltd was executed in 9 June 2021. The facility interest rate is 12% per annum, compounded monthly and payable on the funds drawn down. The group can utilize full amount of the facility when required.</div></div> <div><div>4.</div><div>On 29 December 2020 Cokal Limited entered into an agreement to monetise near-term coal production from BBM production. PT Sumber Global Energy ("SGE") will advance BBM a total of US\$2.0m as consideration for Cokal appointing SGE as Exclusive Sales Agent for domestic Indonesia coal sales, whereby SGE will undertake the marketing and sales of BBM coal sold into the Indonesian domestic market, for a period of 2 years from the date of first delivery of coal to SGE. BBM will repay the US\$2.0m to SGE through a reduction in the coal sales price over the term of the Agreement. To date US\$2m has been drawn under this facility.</div></div> <div><div>5.</div><div>On 14 July 2021 Cokal executed a US\$20m debt financing facility with International Commodity Trade (ICT) for development of the Bumi Barito Mineral (BBM) Coking Cokal Project. US\$2,000,000 was drawn during the quarter ended 30 September 2022 The fee for the debt finance is linked to BBM mining operations and is calculated as follows:<ul style="list-style-type: none"><li>- Total Fee for debt finance of US\$0.20 per BCM of overburden removal at BBM;</li><li>- Total Fee for debt finance is capped at a maximum amount of 200,000,000 BCM of overburden work which equates to a maximum amount of US\$40m (this fee includes interest payable);</li><li>- The fee is payable on a monthly basis, based on actual overburden removal with a minimum of 2,000, 000 BCM of overburden a month (US\$400,000);</li><li>- The fee payable must be paid within 8 years and 4 months from the first drawdown date.</li></ul>The Fee for ICT shall be paid on a monthly basis by BBM and shall be based on the actual overburden being stripped during the month as follows:<ul style="list-style-type: none"><li>- At the beginning of each month, BBM shall submit a survey report to ICT on the actual volume of overburden work done in the previous month; and</li><li>- ICT shall then submit an invoice to BBM based on the survey report (Invoice); and</li><li>- Upon receipt of the Invoice, BBM shall make payment to ICT within thirty (30) day from the cut-off period of each production month.</li></ul></div></div>			

<b>8.</b>	<b>Estimated cash available for future operating activities</b>	<b>US\$'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,322)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(944)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,266)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,177
8.5	Unused finance facilities available at quarter end (item 7.5)	5,550
8.6	Total available funding (item 8.4 + item 8.5)	6,727
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	3 quarters
<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:	
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:	
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:	
<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: **31 October 2022**

Authorised by: The Board  
(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.