

ACTIVITIES REPORT

DECEMBER 2022 QUARTER

OPERATIONS

- Karlawinda Gold Project (KGP) December 2022 quarter (Q2) gold production of 29,310 ounces (Q1: 31,005 ounces).
- Year to date gold production of 60,315 ounces puts Capricorn on track to achieve FY23 guidance of 115,000 – 125,000 ounces.
- Q2 All-in-sustaining-cost ("AISC") of \$1,105 per ounce is below the lower end of FY23 cost guidance of \$1,160 - \$1,260 per ounce reflecting the lower mining volumes mined in the quarter.
- Year to date AISC of \$1,137 per ounce puts Capricorn on track to achieve FY23 cost guidance with mining volumes expected to increase in the second half of the year.
- Mining volumes were down approximately 50% from Q1 due to a temporary suspension of mining operations following the tragic fatality as reported in October 2022.
- Strong cashflow from operations continues with \$39.0 million (Q1: \$38.5 million) generated in Q2.

CORPORATE

- Cash and gold on hand at quarter end of \$91.7 million (Q1: \$69.1m) reflecting cash build of \$22.6 million (Q1: \$18.2 million) for the quarter.
- Net cash of \$41.7 million at end of Q2, an increase of \$40.8 million for the half year to 31 December 2022.
- Gold sales of 29,914 ounces at an average price of \$2,587/oz generated \$77.4 million in revenue with a further 5,196 ounces of gold on hand at the end of the quarter valued at \$13.9 million (Q1: 5,329oz's).

EXPLORATION

Mt Gibson

- A total of 22,205 metres (215 holes) of drilling was conducted across the MGGP (including sterilisation drilling) during the quarter.
- Assays received during the quarter from 224 holes continue to return exceptional results within and extensional to the resource including:

Outside current resource

- | | |
|--|--|
| • 9 metres @ 4.69g/t from 279 to 288m | • 10 metres @ 5.21g/t from 226 to 236m |
| • 8 metres @ 4.1g/t from 153 to 161m | • 22 metres @ 2.69g/t from 187 to 209m |
| • 6 metres @ 12.77g/t from 187 to 240m | • 13 metres @ 1.25g/t from 243 to 256m |

Within current resource

- | | |
|--|--|
| • 50 metres @ 2.01g/t from 136 to 186m | • 11 metres @ 5.94g/t from 212 to 223m |
| • 8 metres @ 14.51g/t from 203 to 211m | • 11 metres @ 6.07g/t from 150 to 161m |
| • 18 metres @ 4.16g/t from 198 to 116m | • 19 metres @ 4.30g/t from 220 to 239m |
| • 17 metres @ 9.16g/t from 228 to 245m | • 12 metres @ 5.30g/t from 111 to 123m |
- Drilling on the unmined Saratoga and Orion North trends (east of the main Gibson trend) continues to define zones of better grade within the updated 2022 resource shell.
 - Drilling programmes for water exploration and sterilisation drilling for project infrastructure were completed during the quarter.

- POW approval obtained for 30,000 metres first pass regional exploration AC and RC drilling programmes across a number of high priority target areas, drilling expected to commence in the March 2023 quarter.
- Mineral Resource Estimate (MRE) was updated in November 2022 to 2.8 Million Ounces with maiden Ore Reserve Estimate (ORE) due in the March 2023 quarter.

Karlawinda

- Near mine prospect Carnoustie progressed with completion of 10 RC Holes (2,148 metres) and 31 Aircore holes (2,072 metres), assays expected in early 2023.
- Encouraging 1m split gold results from previous near mine drilling at the Muirfield and newly identified Vedas prospect's including:
 - 2 metres @ 15.25g/t from 117 to 119m
 - 13 metres @ 2.19g/t from 140 to 153m
 - 2 metres @ 13.37g/t from 96 to 98m
 - 1 metre @ 17.96 g/t from 79 to 80m
- Multiple regional exploration projects advanced during the quarter. Project areas are situated proximal to either the Nanjilgardy Fault or the Sylvania Inlier and Pilbara Craton margin with 268 Aircore holes drilled (9,132m) within the Jamie Well and Forfar project areas.



DECEMBER 2022 QUARTER ACTIVITIES SUMMARY

Capricorn Metals Ltd (Capricorn) wholly owns the operating Karlawinda Gold Project (KGP) located 65 kilometres south-east of Newman in the Pilbara region of Western Australia and the Mount Gibson Gold Project (MGGP) located 65 kilometres north-east of Wubin in the Mid-West region of Western Australia.

Karlawinda Gold Project

The KGP completed another strong quarter of operations producing 29,310 ounces of gold (Q1: 31,005 ounces), in line with the annual guidance range of 115,000 – 125,000. This strong result was achieved despite the impact of a temporary suspension of mining activities for 20 days at the Bibra open pit and an unscheduled three-day shutdown of the KGP processing plant to complete a mill pinion replacement.

Cash cost before royalties for the quarter was \$940 per ounce and the AISC was \$1,105 per ounce which is below the lower end of the AISC guidance range of \$1,160 - \$1,260 per ounce. The AISC was lower than the previous quarter driven primarily by reduced volumes mined in the Bibra open pit following the temporary suspension of mining activities.

Operating results for the KGP for Q2 were as follows:

	<i>Unit</i>	Dec22Q	Sep 22Q	Jun 22Q	Mar 22Q
Operations					
Ore mined	<i>BCM ('000)</i>	619	737	546	750
Waste mined	<i>BCM ('000)</i>	1,208	3,095	3,357	2,505
Stripping ratio	<i>w:o</i>	2.0	4.2	6.1	3.3
Ore mined	<i>t ('000)</i>	1,419	1,606	1,153	1,589
Ore milled	<i>t ('000)</i>	1,055	1,120	1,172	1,148
Head Grade	<i>g/t</i>	0.93	0.92	0.89	0.92
Recovery	<i>%</i>	93.3	93.8	95.0	93.8
Gold production	<i>Oz</i>	29,310	31,005	32,018	31,769
Financial					
Cash cost	<i>A\$/oz</i>	940	1,051	1,067	942
Cash cost inc. royalties	<i>A\$/oz</i>	1,079	1,166	1,196	1,054
All-in sustaining cost	<i>A\$/oz</i>	1,105	1,166	1,199	1,086

Cash costs and AISC calculated on a per ounce production basis.

Mining

Mining activities were suspended on 13 October 2022 after a significant incident resulted in the tragic fatality of an employee of the earthmoving contractor MACA Ltd (MACA). Load and haul mining activities recommenced on 3 November 2022 and progressively increased during the remainder of the quarter with total movement for Q2 of 1.8 million BCM.

At the end of the quarter the scheduled three mining fleets, working six digger shifts, were operating albeit below maximum capacity as manning levels are reestablished to the levels prior to the suspension and Christmas period. Full manning levels have been achieved in Q3 and a seventh digger shift established with a view to recouping the shortfall waste volume of Q2 over the remainder of FY23.

Ore mining continued primarily as a blend of transitional ore from stage 2 and oxide ore from stage 3 of the Bibra open pit. The strip ratio for the quarter decreased to 2.0 (w:o) as mining focused on maintaining movement of the required ore volumes whilst reducing waste mining following the resumption of mining activities in November 2022. The lower strip of 3.3 (w:o) mined in the first half is below the anticipated strip ratio for FY2023 of 4.5. The strip ratio is expected to increase in the second half of the year as volumes increase and pre-strip mining of stage 4 of the Bibra open pit commences.

A total of 1.4 million tonnes of ore was mined during the quarter, with ore stocks increasing to 2.9 million tonnes.



Bibra open pit

Processing

A total of 1.05 million tonnes of ore was processed at a head grade of 0.93g/t. The mill feed during the quarter was a combination of laterite, oxide and transitional ores.

Mill throughput was down slightly from the previous quarter due to an unscheduled three-day shutdown of the processing plant to replace the ball mill pinion (due to detection of a failing pinion bearing) and the processing of a higher proportion of harder laterite ore from stockpiles during the suspension of mining.

Operational Outlook

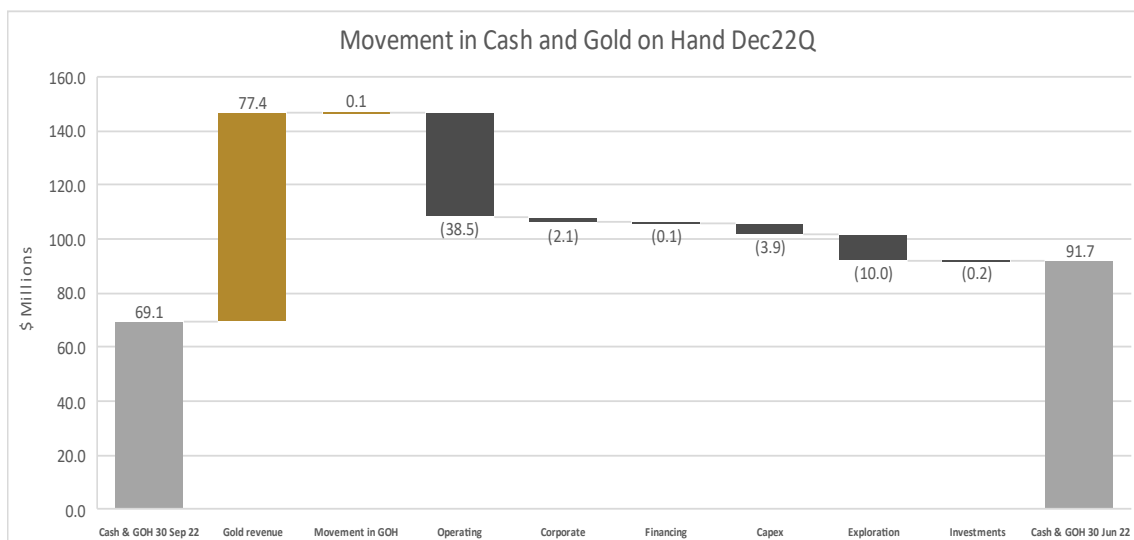
Mining activities will increase throughout Q3 as the three mining fleets (6 digger shifts) are fully utilised and a seventh digger shift is implemented.

Capricorn continues to work with MACA and the WA Department of Mines, Industry Regulation and Safety in relation to investigations into the significant incident in October 2022.

Corporate

Cash and Bullion

Strong cashflow generation from the KGP continued in the December 2022 quarter. The project generated operating cashflow of \$39.0 million (Q1: \$38.5 million) which saw Capricorn cash and bullion holdings increase to \$91.7 million (Q1: \$69.1m). The net cash position of the Company improved by \$22.6 million to \$41.7 million. This was after the Company spent \$10.0 million on exploration and development activities at the MGGP and KGP and a further \$1.9 million on camp infrastructure at MGGP.



Gold Sales & Hedging

During the quarter Capricorn sold a total of 29,914 ounces achieving an average gold price of \$2,587 per ounce for revenue of \$77.4 million. At the end of the quarter the Company had 5,196 ounces (Q1: 5,329 oz) of gold on hand valued at \$13.9 million.

The Company delivered 3,947 ounces into flat forward contracts at an average delivery price of \$2,250 per ounce. The remaining 25,967 ounces of sales were delivered at the prevailing spot price achieving an average gold price of \$2,638 per ounce.

At the end of the quarter the Company has 161,000 ounces of flat forward contracts remaining at an average delivery price of \$2,260 per ounce. The Company has 13,000 ounces of flat forwards due for delivery in the March 2023 quarter at an average delivery price of \$2,295 per ounce.

Payments to Related Parties

During the quarter, payments to related parties of Capricorn and their associates (being the Company's directors) totalled \$287,123. The payments were remuneration for their roles, including superannuation.

Exploration

Mt Gibson Gold Project

A total of 22,205 metres of drilling (215 holes) was conducted across the MGGP (including sterilisation drilling) during the quarter taking totalled drilled metres for the 12 months to 31 December 2022 to 138,246 metres (957 holes)

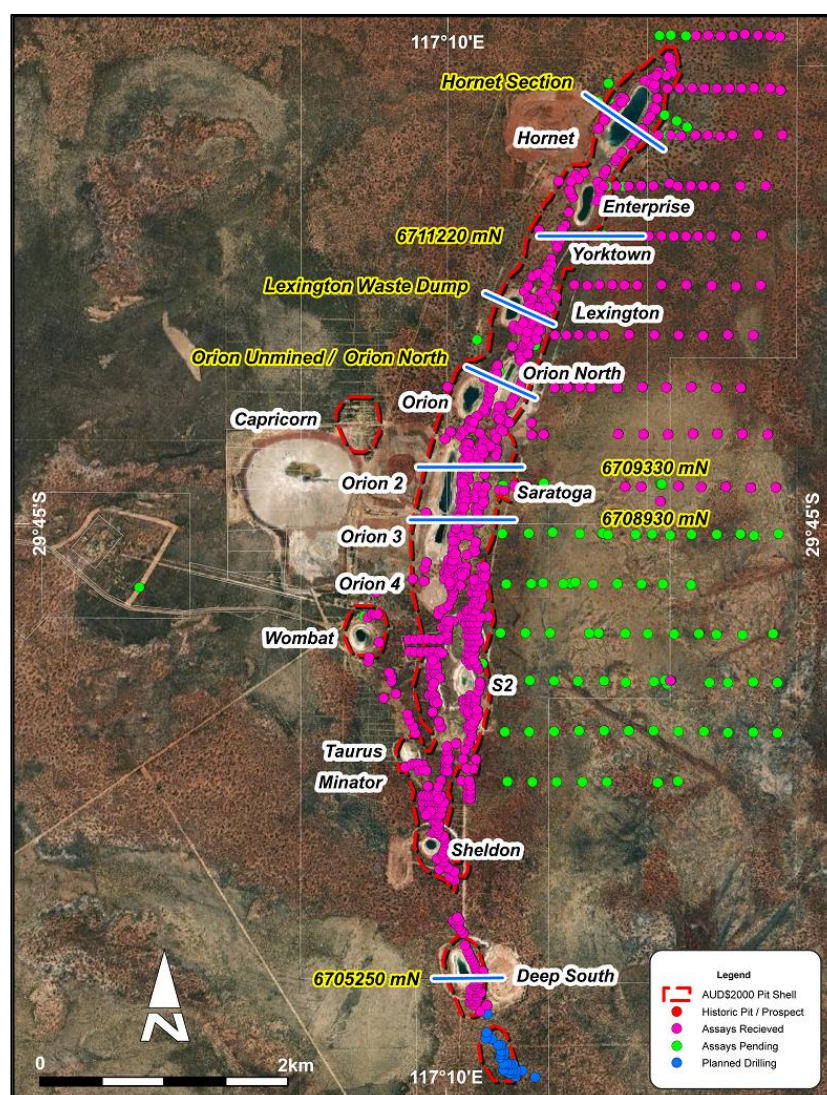


Figure 1. Drilling activity from 1 January 2022.

Resource Infill and Extensional RC Drilling

In January 2022 two RC rigs commenced drilling a planned 81,000 metre drill programme across the 8 kilometres of strike of current resources at the Company's 100% owned Mt Gibson Gold Project (MGGP). Following encouraging results received from this initial planned drilling, the programme was extended in September 2022 to approximately 121,000 metres.

The objectives of this programme included:

- Infill drilling of the resource to broadly bring the drill density to 25 x 25 metres;
- Test gaps between resource pit optimisation shells along the 8 kilometres of strike; and
- Test for extensions of gold mineralisation below the current resource shells.

In November 2022, the Company announced an updated Mineral Resource Estimate (MRE) based on the results of the drilling to date. The MRE increased by 32% from 2,083,000 ounces to 2,755,000 ounces.

The RC drill programme over the majority of the mine trend was completed in the December 2022 quarter with 5,783 metres drilled since the last update, taking the total of RC drilling to date to 115,139 metres (727 holes). This drilling continued to return very encouraging results including:

Hole No	Easting	Northing	From	To	Width	Grade (g/t Au)
CMDD0001	516095	6708500	163	168	5	6.02
CMDD0006	516199	6708958	193	194	1	75.34
CMDD0008	517044	6711260	41	46	5	7.08
CMDD0012	516297	6709728	136	186	50	2.01
CMRC0310	517396	6712184	212	223	11	5.94
CMRC0312	517333	6712079	221	228	7	4.51
CMRC0314	515944	6708985	256	258	2	17.79
CMRC0315	515948	6708584	203	211	8	14.51
CMRC0316	515931	6708435	150	161	11	6.07
CMRC0317	516222	6708397	45	54	9	3.34
CMRC0340	516278	6709279	243	251	8	4.98
CMRC0347	516037	6707457	48	51	3	11.02
CMRC0349	516007	6707617	50	69	19	2.03
CMRC0367	516239	6709176	187	201	14	2.92
CMRC0373*	516219	6708928	279	288	9	4.69
CMRC0410	517377	6711618	84	92	8	4.70
CMRC0560	516356	6705253	111	123	12	5.30
CMRC0561	516302	6707759	39	50	11	5.29
CMRC0564	516556	6709773	53	61	8	4.80
CMRC0565	516422	6709800	191	228	37	1.36
CMRC0566	516412	6709811	192	223	31	1.70
CMRC070	516456	6709952	199	209	10	3.39
CMRC071	516457	6709997	79	84	5	17.23
CMRC072	516456	6710044	48	63	15	2.65
CMRC1194	516534	6709742	76	86	10	3.62
CMRC1201	516410	6709571	88	96	8	4.00
CMRC1204	516266	6709333	198	216	18	4.16
CMRC1223*	516513	6709583	226	236	10	5.28
CMRC1231	516766	6710642	146	166	20	1.97
CMRC1232	516483	6710024	114	127	13	3.70
CMRC1234*	516517	6710102	153	161	8	4.10
CMRC1247	516359	6707349	108	113	5	7.70
CMRC1247	516359	6707349	63	81	18	3.04
CMRC1251	516261	6709174	206	218	12	3.37
CMRC1251	516261	6709174	45	50	5	7.30
CMRC1253*	516239	6709226	243	256	13	1.25
CMRC1258	516303	6709346	35	42	7	5.71

CMRC1258	516303	6709346	220	239	19	4.30
CMRC1259	516402	6709499	45	56	11	5.12
CMRC1261	516838	6710383	163	173	10	3.07
CMRC1263	516870	6710526	124	152	28	1.60
CMRC1265	516748	6710558	148	189	41	1.34
CMRC1266*	516728	6710514	187	209	22	2.69
CMRC2039	516350	6709757	234	240	6	12.77
CMRC2039*	516350	6709757	155	182	27	1.80
CMRC2041	516322	6709373	228	245	17	9.16
CMRCWB0018**	517801	6712507	24	32	8	4.38

*significant intercepts outside the current 2022 MRE

** 4m Composite sample from water exploration hole within the current 2022 MRE

A comprehensive list of significant results is included in the ASX announcement released on 27 January 2023.

The current drilling continues to support previously reported drilling at the depth extremities of the 2022 resource optimisation shell as well as below the reported shells providing encouragement for future extensions to the resource. Drilling across the project to date indicates that mineralisation remains open down dip and along strike to the north and south with multiple stacked lodes intersected (refer to cross sections below).

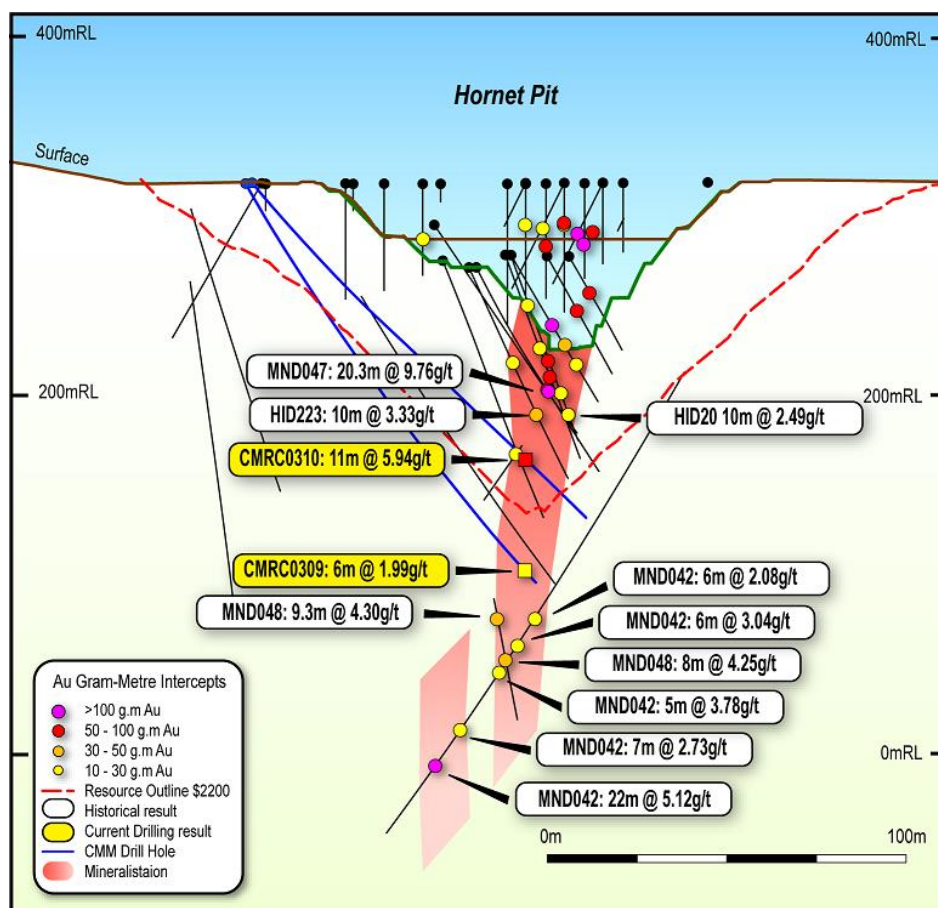


Figure 2. Hornet Section with significant broad mineralisation intersected outside the current 2022 MRE shell

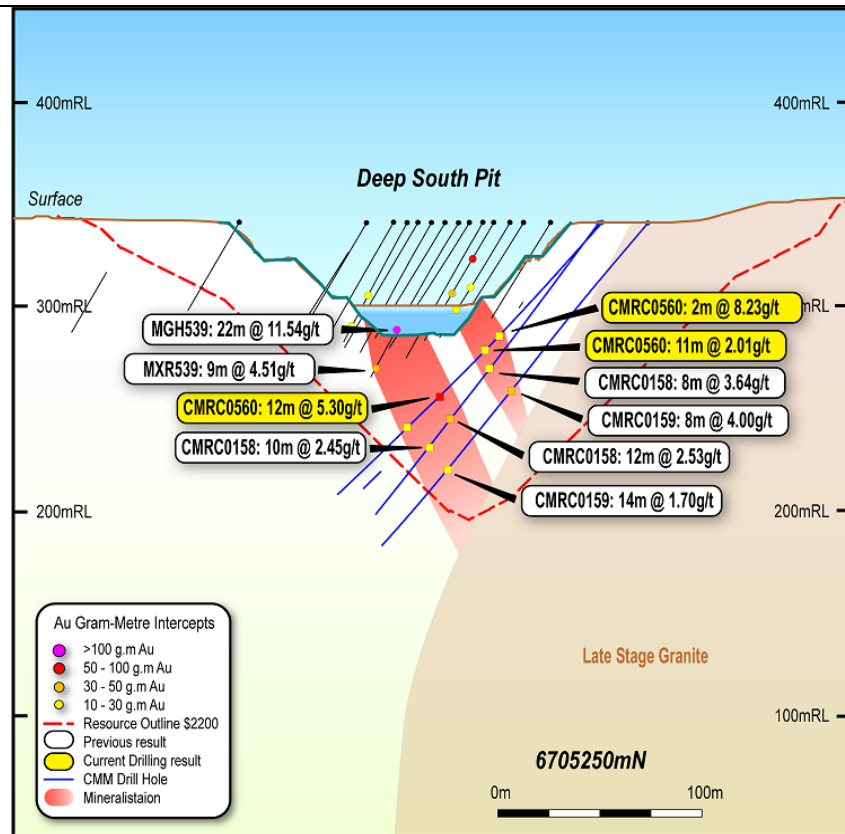


Figure 3. Deep South cross section

Pleasingly, as reported in the last update drilling along the Saratoga trend, Lexington Waste dump and Orion North trend, which are unmined structures on the eastern edge of the main Mt Gibson trend, continue to define multiple parallel zones of high grade within and extending below the 2022 MRE shell (refer to cross sections below).

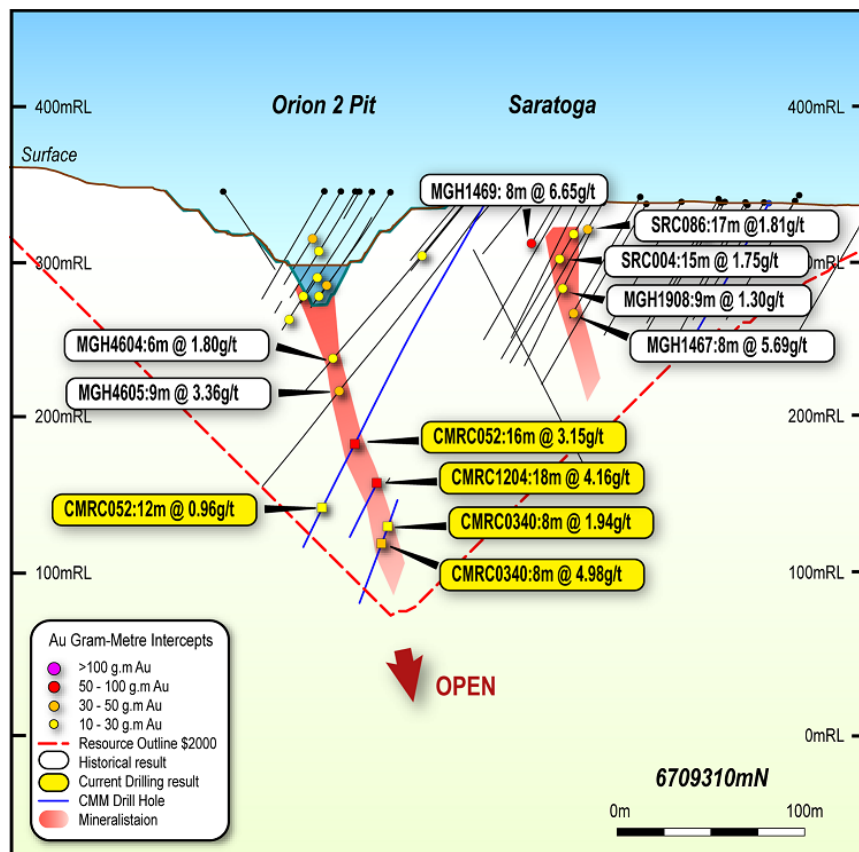


Figure 4. Orion cross section

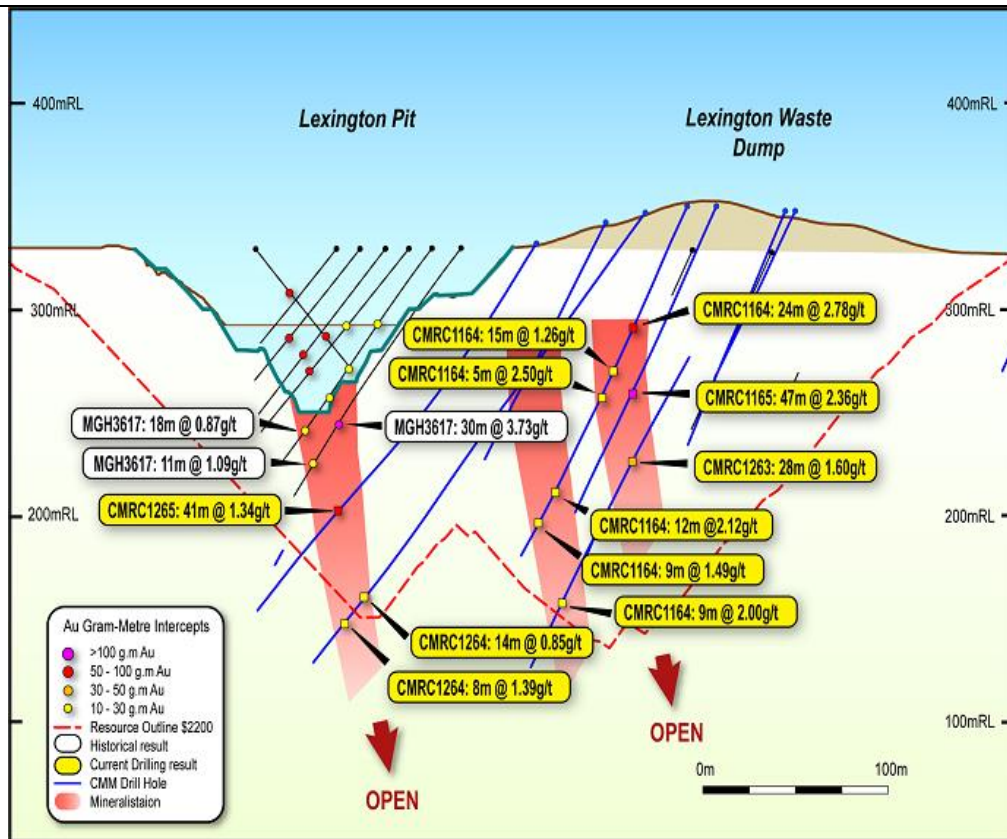


Figure 5. Lexington and Lexington Waste Dump cross section

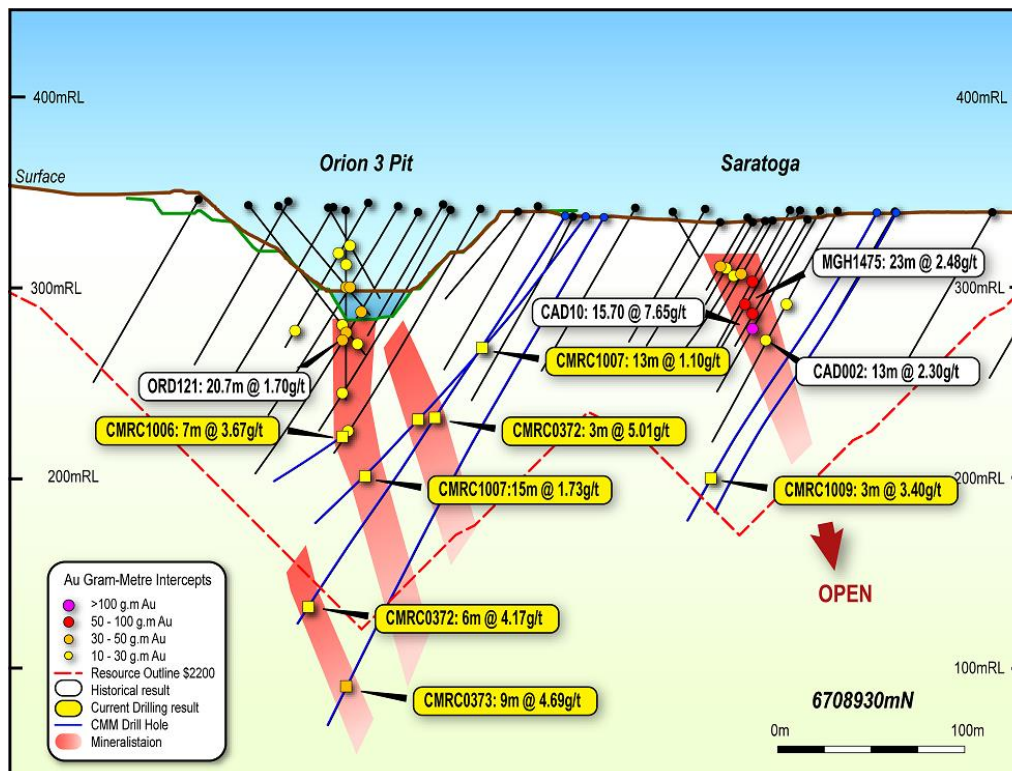


Figure 6. Orion and Saratoga cross section

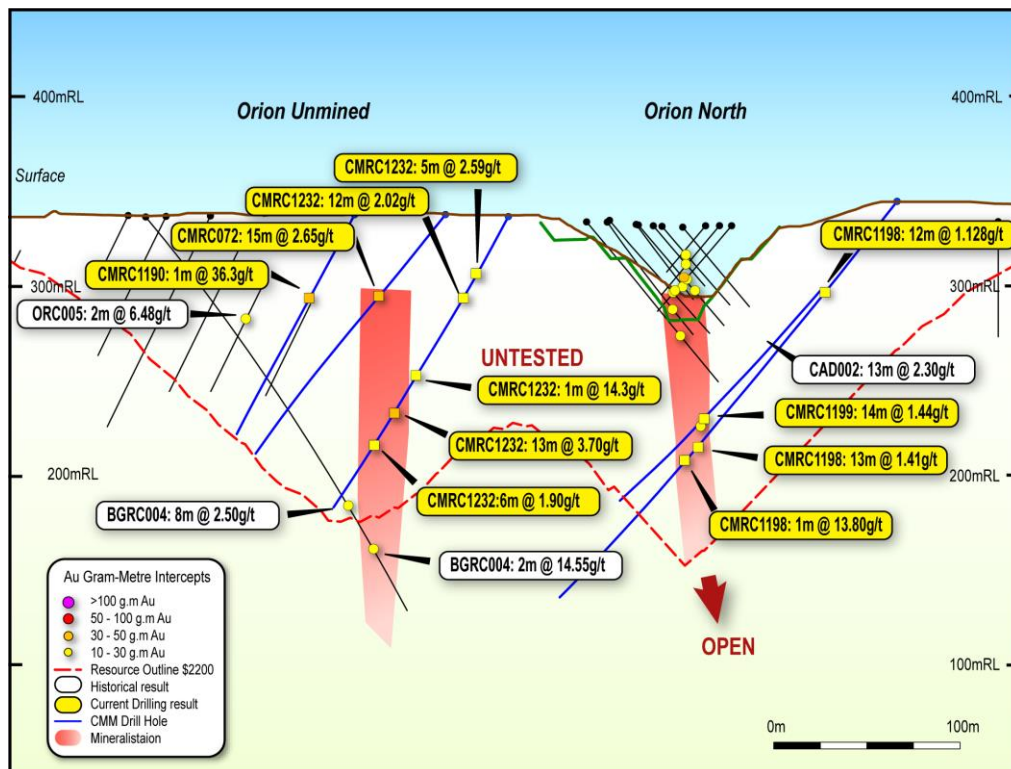


Figure 7. Orion Unmined and Orion North cross section

Based on the encouraging results received to date, further drill planning has commenced with a view to continue testing extensional targets with drilling programmes in 2023. Results of this additional drilling will contribute to an updated MRE targeted for completion in June 2023.

First Pass Exploration and Sterilisation Drilling East of the Mine Trend

Wide spaced exploration RC drilling has been completed for 16,422 metres directly east of the main mine trend where untested north striking and greenstone rocks have been identified in the recent drone magnetic geophysical surveys (targets reported in previous exploration update). Encouragingly areas have been identified with broad zones of strong sulphide occurrences (pyrite) and magnetite alteration intersected. This structural and geological setting is considered analogous to mineralised zones within the MGGP. Approximately 50% of assays have been received with significant first pass 4 metre composite results including:

- 8 metres @ 4.70g/t from 84 to 92m
- 4 metres @ 2.73g/t from 32 to 36m
- 4 metres @ 2.80g/t from 84 to 92m

A comprehensive table of significant results is contained in the ASX announcement released on 27 January 2023.

RC drilling in the east also included sterilisation drilling covering areas where major mining infrastructure is planned to be located (refer Figure 1).

Regional Exploration

Approval from DMIRS for submitted programme of work applications were received in the December 2022 quarter for regional Aircore drilling within the McDonalds/Highway Area (refer Figure 8). Drilling commenced in early January 2023 on a 30,000 metre first pass regional exploration AC drill programme targeting historical gold working areas.

The Highway/McDonalds area is located 5km north of the current MRE and has been identified as a significant exploration target. The area has a prospective geological and structural setting with much of the area covered by up to 20 metres of transported cover.

The area represents a unique opportunity to discover economic deposits at surface with under explored gold occurrences identified including significant historical workings at Gold Bar, Gibson and Leakes Find prospects located within the Capricorn tenure. Field inspections have confirmed mineralisation is associated with north-south striking quartz veining within amphibolite hosted shear zones, a similar orientation and geological setting to the nearby Mt Gibson Mine Trend.

Minimal historical rock chip sampling identified mineralisation up to 10.30g/t taken from quartz veining at the Gold Bar prospect. Follow up Capricorn sampling within the project area has returned multiple +1g/t samples and up to 12.32 g/t from workings along strike to the north of the main Mt Gibson mine trend (refer Figure 9). The current drill programme is targeting these historic workings.

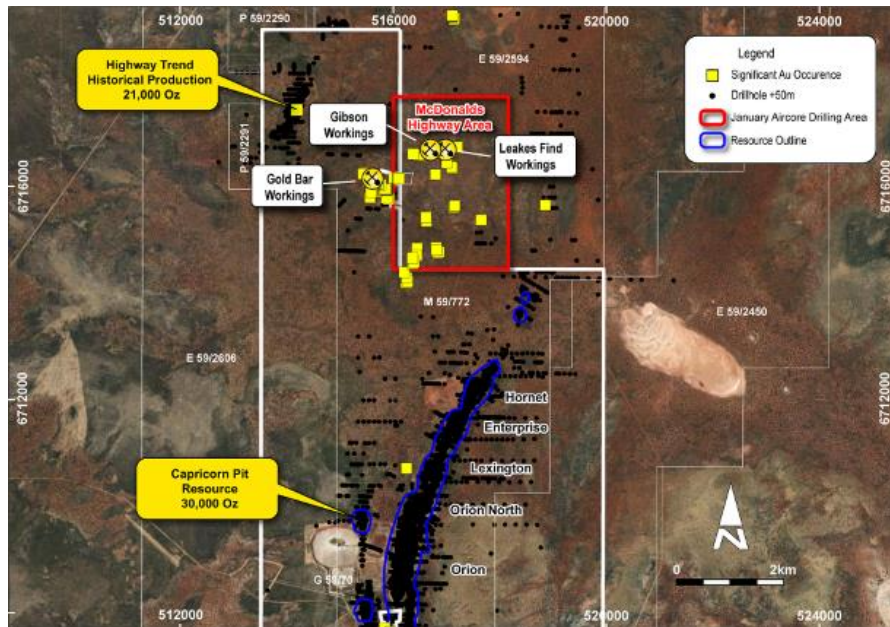


Figure 8: Regional exploration targets including planned AC drill area and newly identified northern mine trend workings in close proximity to 2.8 million ounce Mt Gibson Resource.

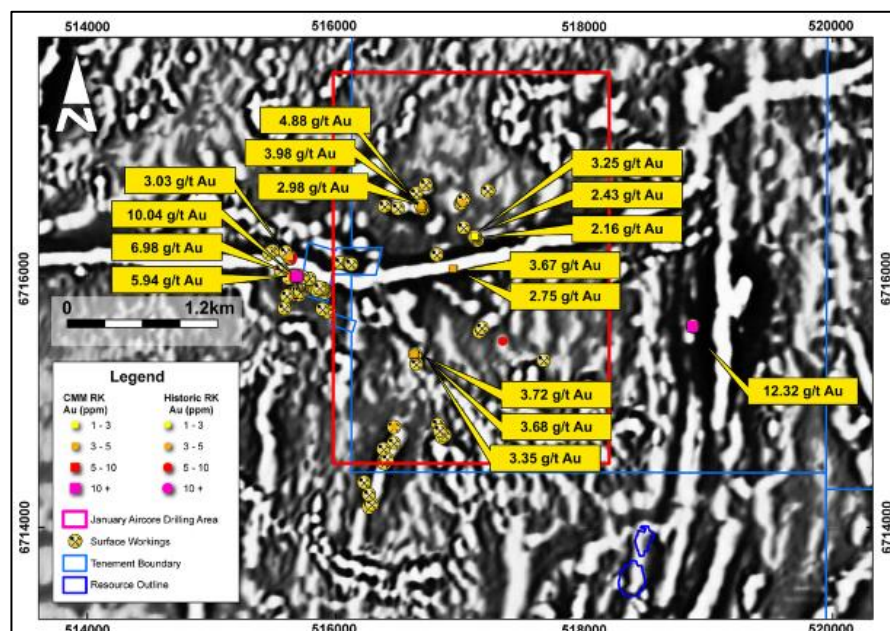


Figure 9: Current Capricorn and Historic rock chip locations within the Highway/McDonalds project area.

Karlawinda

Exploration activities during the period focussed on near mine drilling at Muirfield, Carnoustie and the newly identified Vedas prospects all located within 5 kilometres of the Bibra open pit. Regional exploration programmes also continued across the Forfar and Jamie Well prospects (refer to Figure 10).

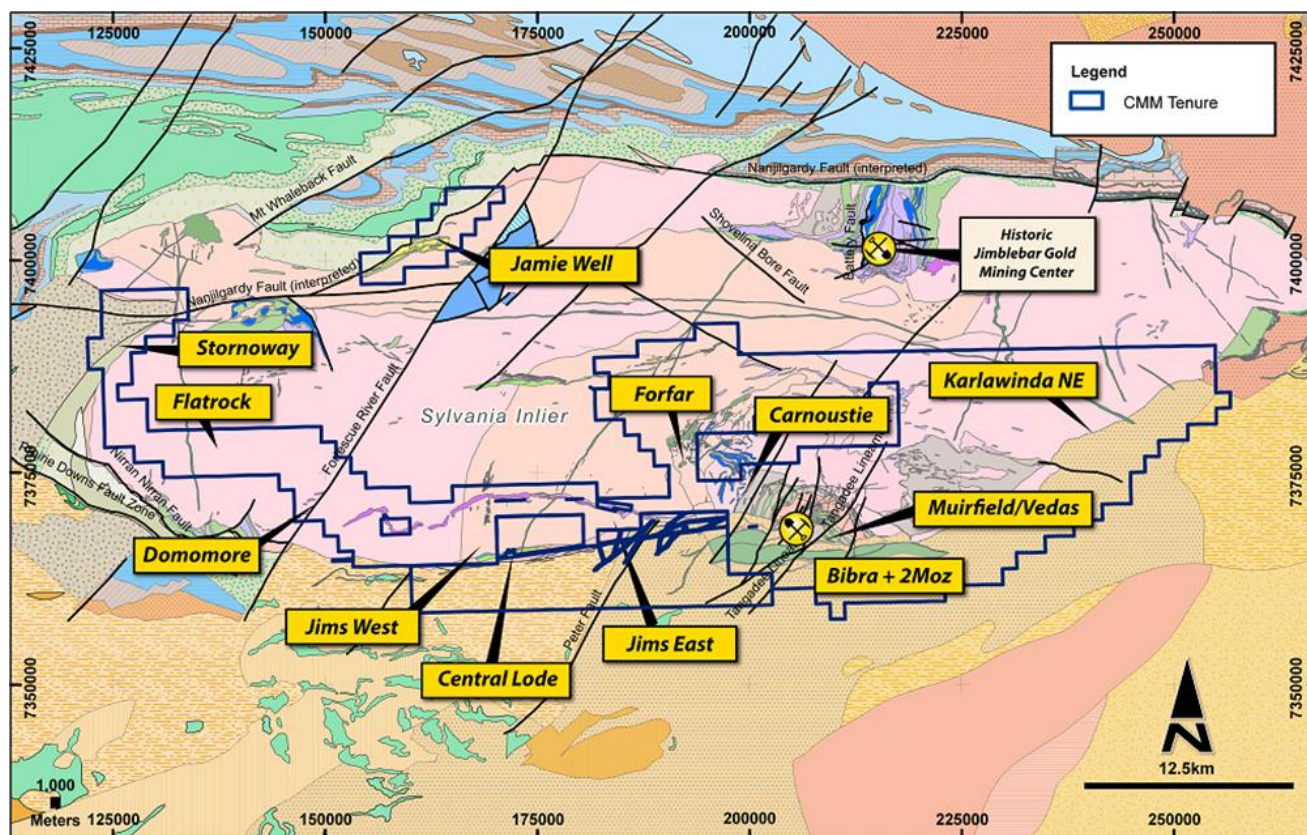


Figure 10. Karlawinda exploration targets

Near Mine Exploration

Muirfield and Vedas

The Muirfield and newly identified Vedas prospect are situated approximately 3 kilometres east of the Bibra open pit.

Results received during the quarter from drilling at Muirfield and Vedas identified significant near surface oxide and fresh rock mineralisation including:

Hole No	Easting	Northing	From	To	Width	Grade (g/t Au)
KBRC1853	7367113	208495	117	119	2	15.25
KBRC1856	7366910	209271	96	98	2	13.37
KBRC1857	7366985	209297	140	153	13	2.19
KBRC1857	7366985	209297	115	117	2	5.88
KBRC1859	7367346	207927	79	80	1	17.96
KBRC1604	7367351	207989	20	32	12	3.54

Encouragingly, mineralisation has similar geological characteristics to the Bibra deposit with moderately north dipping intense zones of silica+sericite+biotite alteration associated with quartz veining and pyrite+arsenopyrite mineralisation (figure 11).

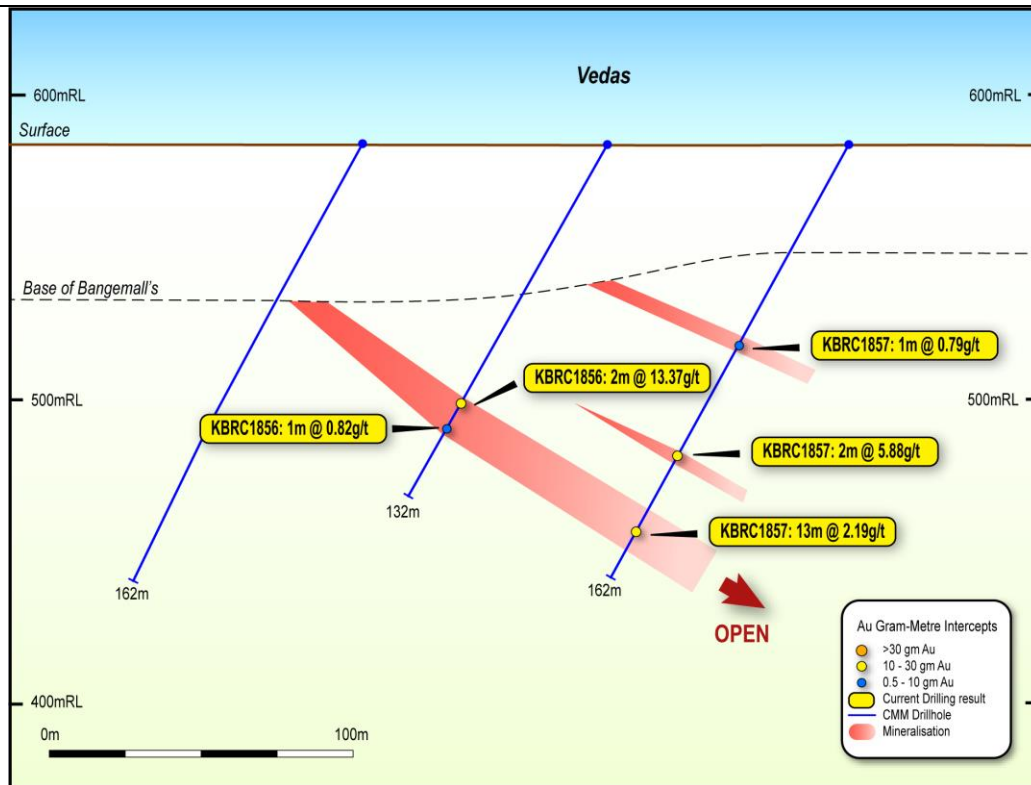


Figure 11: 1m split results from the single line at Vedas.

Based on the results received to date and due to its proximity to current mining operations, a follow-up drilling programme is being planned targeting Muirfield and Vedas as a potential satellite project to Bibra.

Carnoustie

The Carnoustie prospect is located 5km northeast of Bibra. A total of 10 RC Holes (2,148 metres) and 31 Aircore holes (2,072 metres) of a near mine drilling programme was completed during the period. Drilling was designed to follow up previous drilling which highlighted a gold and pathfinder anomaly along a 280m strike, indicating a possible steeply dipping North-South striking structure across the area. Encouragingly similar silicious, potassic alteration found at Muirfield and Vedas was intersected during this drilling. Results are expected in the March 2023 quarter.

Regional Exploration

Multiple regional exploration projects were advanced during the period. Project areas are situated proximal to either the Nanjilgardy Fault or the Sylvania Inlier and Pilbara Craton margin (refer Figure 10).

The Nanjilgardy Fault is a regional scale structure that is known to have controls on gold mineralisation in the Pilbara craton, including the Paulsens (ASX: BC8) and Ashburton (ASX: KZR) gold projects. Situated on the southern extents of CMM tenure, the Sylvania Inlier and Pilbara Craton margin is considered a high strain zone with high prospectivity for mineralising fluids with origins from igneous intrusions formed from partial melting of a mantle wedge or enriched fluid remobilisation through regional metamorphism. This Craton boundary is interpreted to play a significant role in the placement of ore forming fluids at the +2Moz Bibra gold deposit.

Forfar

During the quarter 98 Aircore holes (4,263 metres) of a regional first pass drilling programme were completed at the Forfar prospect, located 10km northeast of Bibra. Structurally the area sits on the same NW trending thrust zone as the +2Moz Bibra Deposit and consists of greenstone, mica schist, ultramafic rocks which are intruded by granite and pegmatites dykes, fringed in the west by BIF and Chert bands.

Results returned to date contain anomalous pathfinders including Ag, Mo, W, and Pb within intensely sheared sediments/mica-schist and across granitic contacts. The pathfinder trends have identified

lithological and inferred structural controls of potential mineralisation. Follow-up drilling is expected to be planned following receipt of all results in the March 2023 quarter.

Jamie Well

A total of 170 Aircore holes (4,869 metres) of aregional first pass drilling programme was completed at Jamie Well, 50km northeast of Bibra, during the period. Lithologies encountered were basalt, dolerite, sediments and chlorite schist/ultramafic rocks. Encouragingly shearing, quartz veining and minor sulphides were also intersected with these mineralisation indicators being associated predominantly within sheared sedimentary rocks. Follow-up drilling is expected to be planned following receipt of all results in the March 2023 quarter.

Heritage Surveys

Large scale archaeological and ethnographic clearance works have been completed during the quarter at the Jamie Well, Central Lode, Donomore and Stornoway project areas for first pass drilling scheduled in the coming months.

This announcement has been authorised for release by the Capricorn Metals Ltd board.

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Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation of belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. The detailed reasons for that conclusion are outlined throughout this announcement and all material assumptions are disclosed.

However, forward looking statements are subject to risks, uncertainties, assumptions and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements.

Such risks include, but are not limited to resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as governmental regulation and judicial outcomes.

For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other filings. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any “forward looking statement” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

Competent Persons Statement

The information in this report that relates to Exploration Results is extracted from ASX Announcement released on 27 January 2023 entitled “Strong Drill Results Continue at Mt Gibson and Karlawinda” and for which Competent Person consents were obtained. The Competent Person consents remain in place for subsequent releases by the Company of the same information in the same form and context, until the consent is withdrawn or replaced by a subsequent report and accompanying consent.

The Company confirms that it is not aware of any new information or data that materially affects the information in the relevant ASX releases, and the form and context of the announcement has not materially changed.

The detailed information relating to the Ore Reserves and Mineral Resources reported in this announcement were announced in the Company's ASX announcements dated 27 October 2022 and 28 July 2021. The Company confirms that it is not aware of any new information or data that materially affects the information included in the ASX announcements dated 27 October 2022 and 7 November 2022 and all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not materially changed from previous market announcements.

APPENDIX 1 – TENEMENT SCHEDULE

Lease	Project	Company	Location	Status	Percentage Held
M52/1070	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/1711	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/2247	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/2398	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/2409	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3323	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3363	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3364	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3450	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3474	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3531	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3533	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3541	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3543	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3571	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3656	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3671	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3677	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3729	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3797	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E52/3808	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/174	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/177	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/178	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/179	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/181	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/183	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/189	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/192	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/197	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/223	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L52/224	Karlawinda	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
M59/328	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
M59/402	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
M59/403	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
M59/404	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
M59/772	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
E59/2439	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E59/2450	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
E59/2594	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
E59/2606	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
E59/2611	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Application	100%
E59/2612	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Application	100%
E59/2655	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
E59/2656	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Application	100%
E59/2657	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Application	100%
E59/2751	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Application	100%

E59/2752	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Application	100%
E59/2754	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Application	100%
E59/2755	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Application	100%
P59/2286	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2287	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2290	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2291	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2306	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2309	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
P59/2310	Mt Gibson	Crimson Metals Pty Ltd	Western Australia	Granted	100%
L59/140	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
L59/198	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Granted	100%
L59/45	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
L59/46	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
L59/53	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/11	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/12	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/13	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/14	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/15	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/16	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/17	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/18	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/48	Mt Gibson	Metrovex Pty Ltd	Western Australia	Granted	100%
G59/70	Mt Gibson	Greenmount Resources Pty Ltd	Western Australia	Granted	100%

Mining tenements acquired during the Quarter

Nil

Mining tenements disposed during the Quarter

Nil

Appendix 5B

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

Name of entity

Capricorn Metals Ltd

ABN

84 121 700 105

Quarter ended ("current quarter")

31 December 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	77,409	145,431
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	(38,484)	(77,417)
	(d) staff costs	(1,419)	(4,530)
	(e) administration and corporate costs	(695)	(1,621)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	309	428
1.5	Interest and other costs of finance paid	(452)	(1,293)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	44	53
1.9	Net cash from / (used in) operating activities	36,712	61,051

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(3,944)	(7,492)
	(d) exploration & evaluation	(10,019)	(21,612)
	(e) investments	(200)	(200)
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(14,163)	(29,304)

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	-	(15,000)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(55)	(446)
3.10	Net cash from / (used in) financing activities	(55)	(15,446)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	55,309	61,502
4.2	Net cash from / (used in) operating activities (item 1.9 above)	36,712	61,051
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(14,163)	(29,304)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(55)	(15,446)

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	77,803	77,803

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	77,803	55,309
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)	77,803	55,309

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	287
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>		

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	50,000	50,000
7.2	Credit standby arrangements	-	-
7.3	Other (Bank Guarantee)	10,000	10,000
7.4	Total financing facilities	60,000	60,000
7.5	Unused financing facilities available at quarter end		Nil
7.6	<p>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> <p>The Loan Facility with Macquarie Bank represents funds used for the construction of the Karlawinda Gold Project. The Loan Facility accrues interest at the bank bill rate plus 3% per annum and is repayable in full on 30 June 2025.</p> <p>The Bank Guarantee Facility with Macquarie Bank Ltd represents certain obligations under the APA Gas Lateral Agreement. The Bank Guarantee Facility accrues interest at 2% per annum and matures on 30 September 2025.</p> <p>Macquarie Bank holds a first ranking, registered fixed and floating charge over all of the assets of Capricorn Metals Ltd and its wholly owned subsidiaries Greenmount Resources Pty Ltd, Crimson Metals Pty Ltd, Metrovex Pty Ltd as security for the facilities provided by Macquarie.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	36,712
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(10,019)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	26,693
8.4	Cash and cash equivalents at quarter end (item 4.6)	77,803
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	77,803
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	N/A
	<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	<p>If item 8.7 is less than 2 quarters, please provide answers to the following questions:</p> <p>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?</p> <p>Answer: N/A</p>	

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

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

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 January 2023

Authorised by: 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.