

**QUARTERLY REPORT**

**Quarter Ended 30 June 2023**

Aldoro Resources Ltd (Aldoro or the Company) (**ASX: ARN**) provides the following commentary and Appendix 5B for the Quarter ended 30 June 2023.

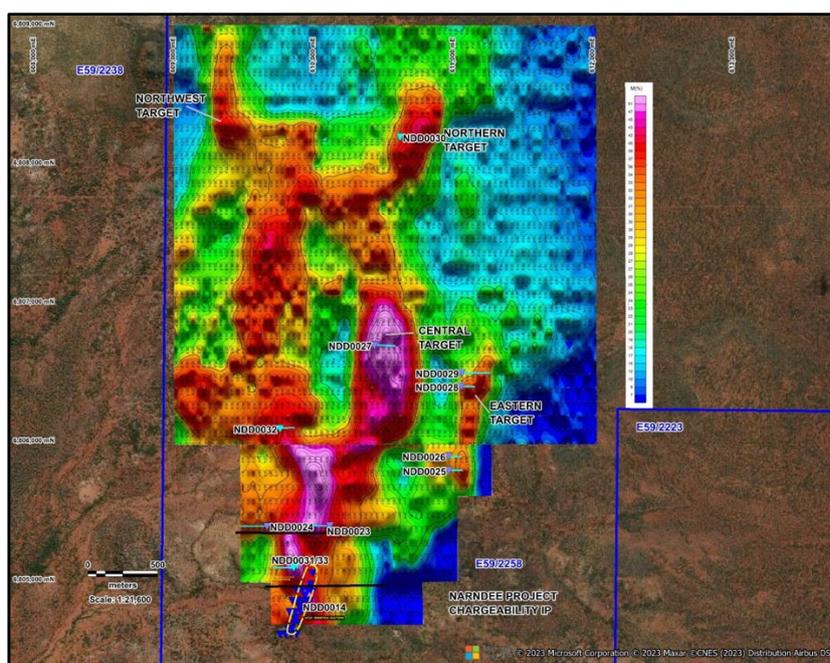
**Highlights**

- **A diamond drilling programme commenced at Narndee targeting four IP anomalies.**
- **Completion of A\$3.8M Placement with strong existing major shareholder support.**
- **Kameelburg site visit was conducted and a framework setup to commence exploration under a wholly owned Namibian subsidiary.**
- **Advancing discussions with the Niobe Project offtake Partner (True Gains Limited).**

Aldoro Resources Limited has three Australian project areas, Narndee, Niobe and Wyemadoo and one Namibian project, Kameelburg. During the quarter, exploration continued over the Narndee Ni-PGE IP targets with a diamond drilling programme and a site visit was conducted to the Namibian Kameelburg REE and Nb as part of the due diligence and to set up an entity and design a forward work programme.

**Narndee Project**

During the quarter, a second diamond drilling programme for 2023 commenced with 4 proposed holes targeting IP anomalies from the recent IP surveying (**ASX: ARN 10<sup>th</sup> March 2023**) targeting the chargeability highs.



**Figure 1: The 4 diamond holes NDD0030-0033 drilled in the quarter in relation to the holes from the previous Aldoro drilling programmes with mineralised holes labelled. Note the extent of the Eastern anomaly with the four holes that intersected mineralisation.**

A summary of the four targets is illustrated in the diagrams below.

Drill Hole NDD0030: Hole targets a large chargeability high with a discrete moderate resistivity signal located on a steep gradient of a magnetic high which may reflect a sulphide rich lithological contact zone.

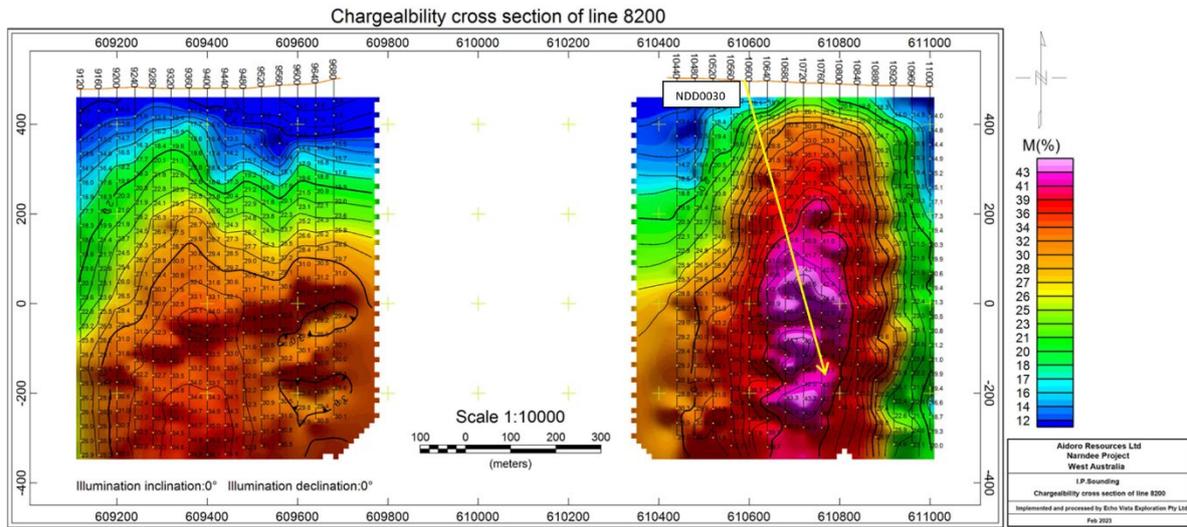


Figure 2: drill trace through NDD0030 targeting the chargeability high.

Drill Hole NDD0031: Hole targets an IP feature with a similar signature to that found at VC01 (NDD0014, 4.26m of 1.22% Ni, 0.53% Cu and 0.08%Co from 277.14m - ref **ASX: ARN 8 March 2022**). The VC01 chargeability signal appears to be offset to the west due to an east-west fault with sinistral movement. Hole NDD0031 targets the offset chargeability anomaly in a similar setting to the massive sulphides intersected in NDD0014.

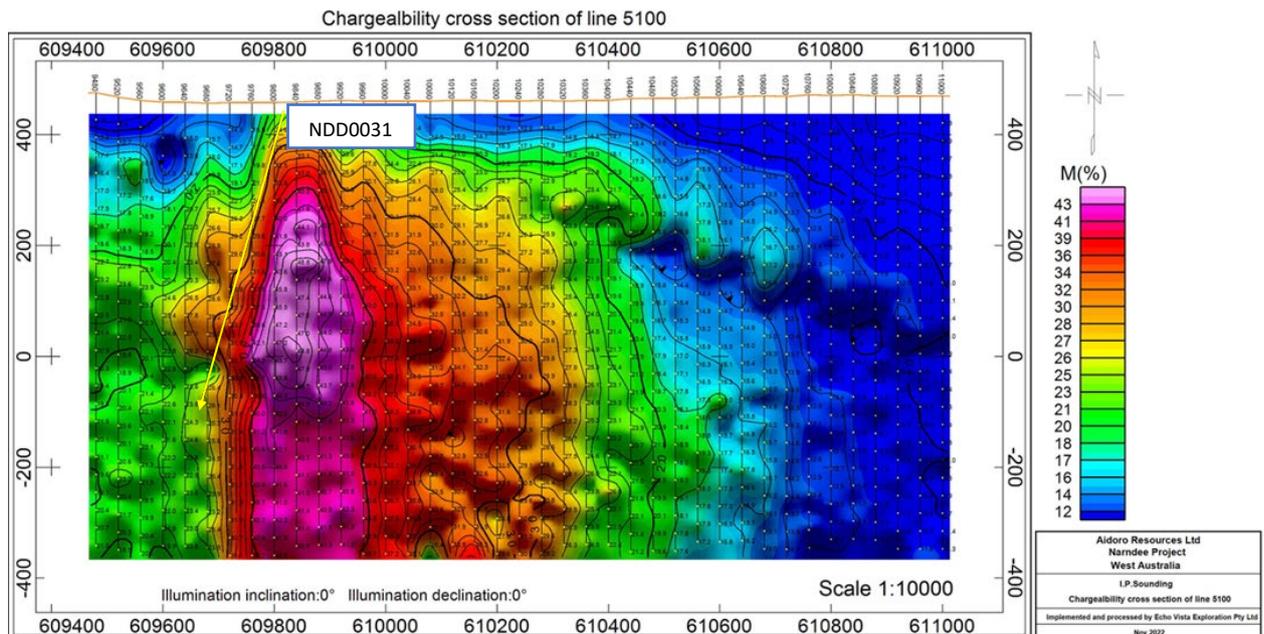


Figure 3: Drill hole trace targeting the interpreted east dipping contact beside the chargeability high, an interpreted fault zone.

### Chargeability cross section of line 4900

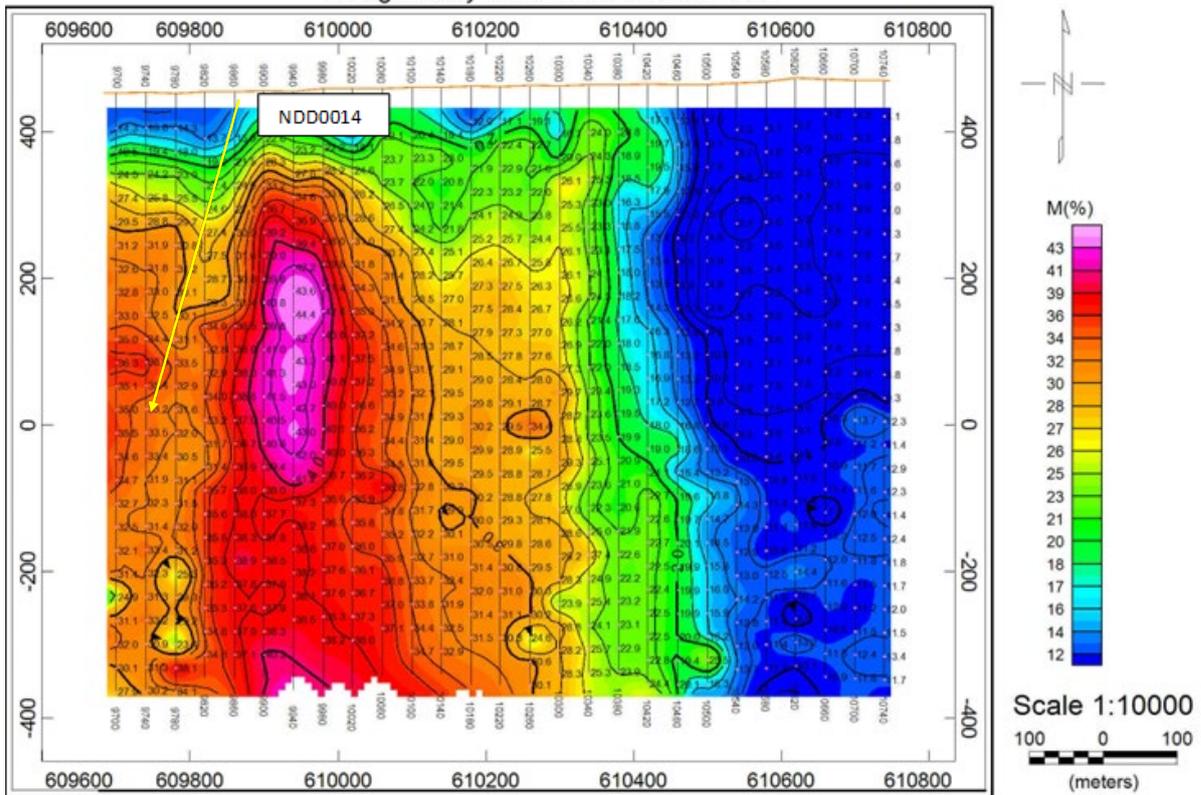


Figure 4: Drill trace through VC01 with the most successful hole NDD0014 for comparison with hole NDD0031 above.

Drill Hole NDD0032: Hole targets a discrete chargeability anomaly that appears to reside on a contact boundary of gently dipping westerly ultramafic/mafic in a low resistivity zone. It is possibly the same contact zone intersected in the eastern anomaly which can be seen to the right in the 6100 line below.

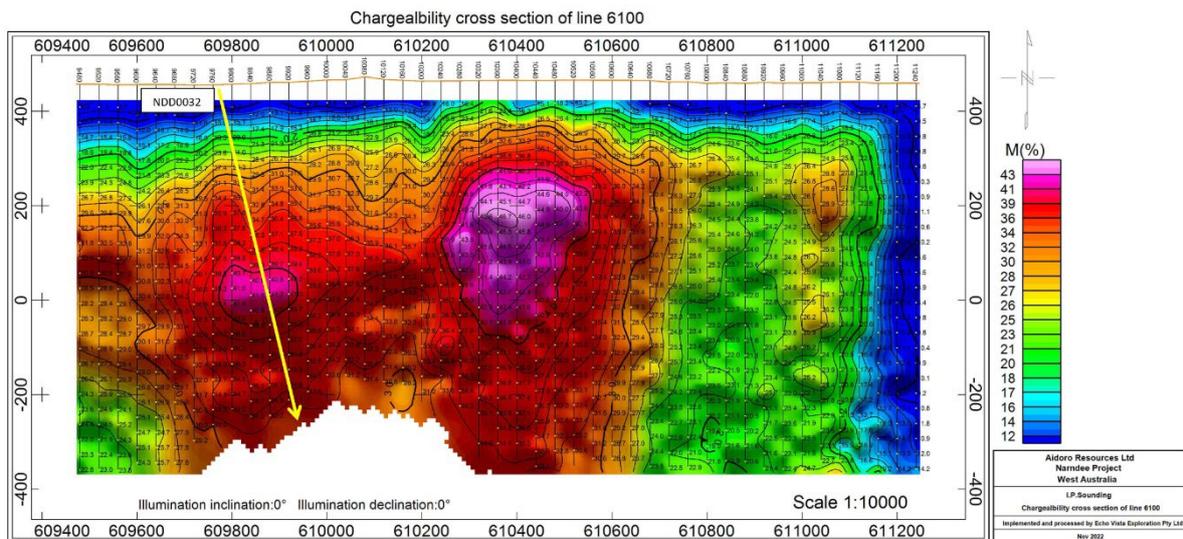


Figure 5: Drill trace through moderately deep discrete chargeability zone.

A planned drill hole just west of the eastern anomaly was downgraded for a diamond hole and may, due to its shallow depth, be drilled at a later date. The planned hole targets a discrete moderate chargeability target, a possible ultramafic/mafic contact zone that shallowly dips to the east and appears to coincide with a break in the high resistivity signal which may be fault related.

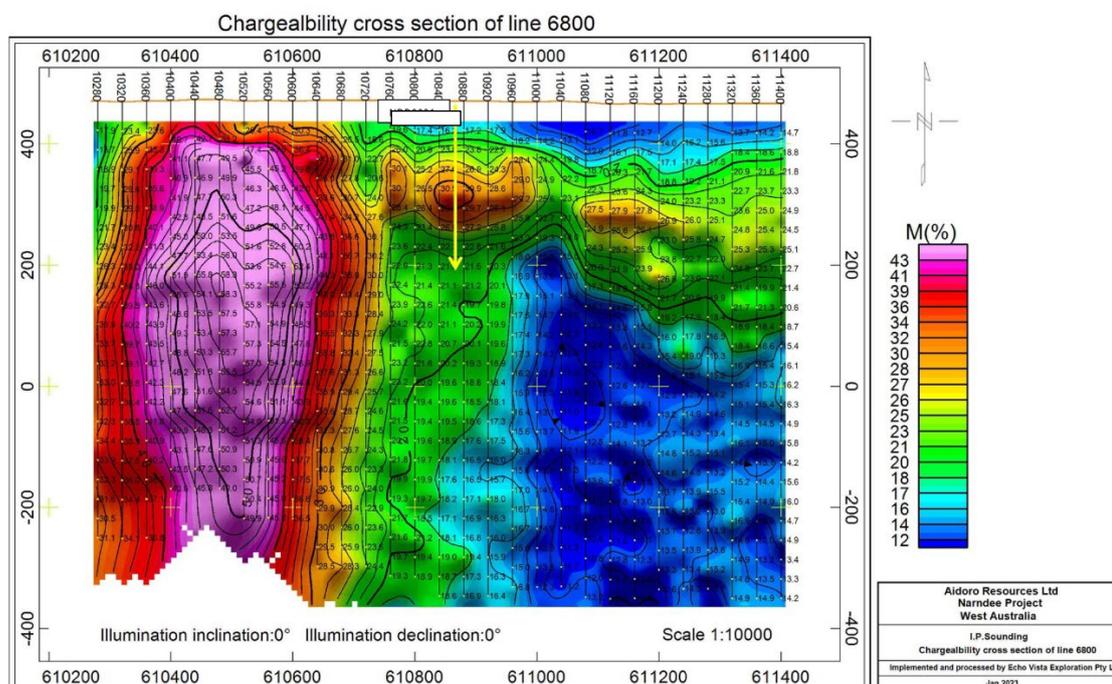


Figure 6: The shallow hole planned for line 6800 into the easterly dipping chargeability anomaly possibly associated with a dipping lithological contact.

### Wyemandoo Project

No fieldwork was conducted at the Wyemandoo lithium and Rubidium project this quarter. However, preparations are underway to commence detailed pXRF readings at close interval over key high interest areas to target areas for passive seismic (Ambient Noise Tomography) to locate thick pegmatite sills and feeder dykes for the next phase of drilling.

### Niobe Project

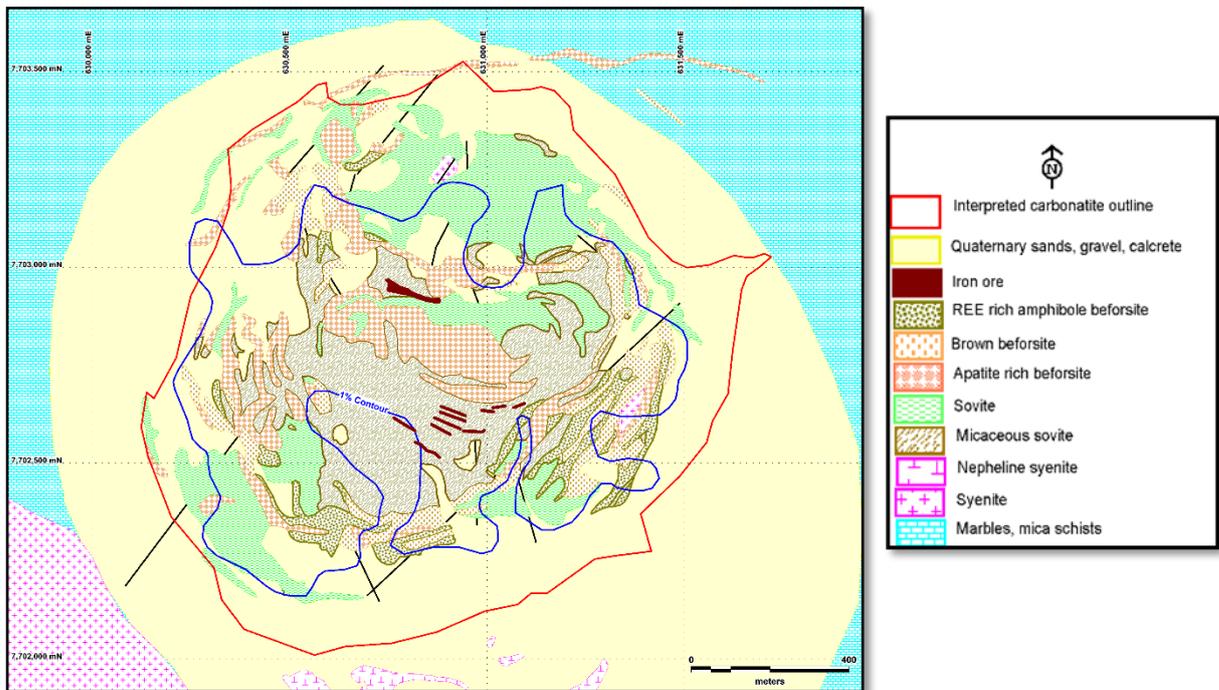
Aldoro are continuing to progress the transition of its Niobe Rubidium-Lithium resource tenement from Prospecting Licence to granted Mining Licence. In October 2022, Aldoro and True Gains Limited executed a Memorandum of Understanding (MOU) over Niobe to further progress its development and to expediate offtake discussions (**ASX: ARN 31 October 2022 release**). During the quarter Aldoro and True Gains Limited advanced their discussions over the development of the Niobe project.

The Niobe Project is 100% owned and is located 80km by road northwest of Mount Magnet, Western Australia. The Niobe Rubidium-Lithium Project consists of a cluster of pegmatite dykes that stretch across the 1.4km width of the prospecting licence P59/2137 and 6 named pegmatitic bodies have been identified with four consisting of multiple stacked dykes. An inferred Mineral Resource estimate of **4.615Mt @ 0.17% Rb<sub>2</sub>O and 0.07% Li<sub>2</sub>O** has been declared (JORC 2012 Code) and using a cut-off grade of 0.05% Rb<sub>2</sub>O, ASX: 12/10/2022.

**Kameelburg Project - Namibia**

Aldoro conducted a productive site visit to Namibia as part of a thorough due diligence exercise. The initiative included meetings with numerous officials from the Ministry of Mines and Energy, vendor of the three acquired project licenses (EPL 7372, 7373 & 7895), Namibian legal and company secretarial consultants and a newly engaged in-country experienced geological consultant.

A site visit followed to meet the local property landowner on which the Kameelburg Rare Earth Carbonatite resides. The landowner was highly receptive, hospitable and supportive of exploration by Aldoro. At the Kameelburg site, the carbonatite was traversed and specific areas containing greater than 3% TREO contents in rock chip assays as reported ARN 20<sup>th</sup> March 2023 were visited. This enabled the entire team to fully appreciate the significant size of the carbonatite and its beforosite phases. An upcoming exploration strategy for Kameelburg has been subsequently developed with the aim to investigate the economic potential of the giant carbonatite.



**Figure 7: Geological Map of the Kameelburg Carbonatite derived from published data (after Prins, 1981) with >1% TREO contour. Datum WGS84\_33**

Historical Exploration

Historical exploration included rock chip and soil sampling, hyperspectral surveying and analytical studies.

- The grid samples were contoured, which found the average of the soil samples in the area to be >1% TREO (0.838km<sup>2</sup>) contour was 1.44%. Rock chip results recovered values up to up to 5.56% TREOs with the average from within the >1% TREO (0.838km<sup>2</sup>) contour being 1.27% TREO.

***Kameelburg Sampling - TREO Results***

	Soil	Rock Chip	Area, km <sup>2</sup>
<b>TOTAL GRID</b>			3.04
Number	410	312	
Highest Value %	2.66	5.56	
Average %	0.78	0.76	
<b>CARBONATITE</b>			1.606
Number	211	152	
Highest Value %	2.66	5.56	
Average %	1.09	1	
<b>&gt;1% CONTOUR</b>			0.838
Number	107	79	
Highest Value %	2.66	5.56	
Average %	<b>1.44</b>	<b>1.27</b>	

Average Composition of TREO, Within >1% Contour																	
	La2O3	Ce2O3	Pr2O3	Nd2O3	Sm2O3	Eu2O3	Gd2O3	Tb2O3	Dy2O3	Ho2O3	Er2O3	Tm2O3	Yb2O3	Lu2O3	Y2O3	TREO	TREO+Y2O3
Soil Average_ppm	4412	6712	627.45	1910.11	230.26	57.09	125.16	13.06	57.84	8.97	19.71	2.29	12.06	1.58	252.75	14,190.32	14,443.07
Rock Average_ppm	3653	5731	535.75	1648.39	204.16	52.08	112.03	12.33	14.4	8.36	17.9	1.99	10.44	1.29	232.27	12,336.26	12,468.53

Average % Values for REO, Within >1% Contour																	
	La2O3	Ce2O3	Pr2O3	Nd2O3	Sm2O3	Eu2O3	Gd2O3	Tb2O3	Dy2O3	Ho2O3	Er2O3	Tm2O3	Yb2O3	Lu2O3	Y2O3		
% of TREO	31.09	47.3	4.42	13.46	1.62	0.4	0.88	0.09	0.41	0.06	0.14	0.02	0.08	0.01			
% of TREO + Y2O3	30.55	46.48	4.34	13.23	1.59	0.4	0.87	0.09	0.4	0.06	0.14	0.02	0.08	0.01	1.75		

Refer to the Company's announcement dated 20 March 2023 for further detail with respect to the exploration results reported above.

**Forward Work Program**

The forward work program, which Aldoro is currently funded to execute for the project involves the following steps:

- Submit an environmental management plan for the project in order to obtain the Environmental Compliance Certificate (ECC);
- Complete the project's initial exploration forward work plan & budget which includes mineralogy and metallurgy test work;
- Continue setting up an operating framework for Namibia, including organising a local controlling entity, and access agreement with local stakeholders; and
- Conduct a desktop study, acquire historical datasets over the whole project area.



## **CORPORATE**

### **Placement**

In April, the Company completed placement of 21,714,286 shares priced at \$0.175 (**Placement Shares**), raising a total of approximately \$3.8 million ("**Placement**"). Participants to the Placement also received 1 free unlisted ARN option for every two (1:2) new Placement shares subscribed for and issued subject to shareholder approval (**Placement Options**). The Placement Options have a \$0.25 strike and a 9 September 2026 expiry.

Proceeds of the Placement will be used to progress exploration activities at the Wyemadoo Project, Niobe Rb-Li Project and Narndee Ni-Cu-PGE Project, costs of the offer, and for working capital.

Subsequent to the end of the quarter, at a general meeting held 17<sup>th</sup> July 2023, shareholder approval was granted for director participation in the Placement being:

Troy Flannery:	100,000 shares at \$0.175
Lincoln Ho:	100,000 shares at \$0.175

The director Placement Shares and Placement Options were issued on 18 July 2023.

### **Investment in Aurum Resources Limited**

Aldoro holds approximately 16.67% of Aurum Resources Limited, valued at \$0.75 million as at 30 June 2023.

### **For and on behalf of the board:**

Sarah Smith  
Company Secretary

*This announcement has been authorised for release to ASX by the Board of Aldoro Resources*

### Tenement Table: ASX Listing Rule 5.3.3

#### Mining tenement interests held at the end of the quarter and their location. Western Australia and Namibia

TENEMENT	REGISTERED HOLDER / APPLICANT	PERMIT STATUS	GRANT DATE (APPLICATION DATE)	EXPIRY DATE	AREA SIZE (Blocks/Ha)	Interest / Contractual Right
<b>Western Australia</b>						
E59/2223	Gunex Pty Ltd	Granted	20-Jul-17	19-Jul-22	4BL	100%
E59/2238	Gunex Pty Ltd	Granted	7-Apr-17	6-Apr-22	22BL #	100%
E59/2258	Gunex Pty Ltd	Granted	6-Sep-17	5-Sep-22	63BL	100%
E59/2431	Altilium Metals Pty Ltd	Granted	8-Feb-21	7-Feb-26	67BL	100%
P59/2137	Aldoro Resources Limited	Granted	26-Mar-18	25-Mar-22	195.84 Ha	100%
M59/775	Aldoro Resources Limited	Application	22-Nov-22	N/A	195.84Ha	100%
E58/571	Aldoro Resources Limited	Granted	10-Oct-22	9-Oct-27	3 BL	100%
E16/551	Aldoro Resources Ltd	Application	(25 September 2020)	N/A	15BL	Held in trust for Aurum
E77/2502	Aldoro Resources Limited	Application	(1 December 2017)	N/A	21BL	Held in trust for Aurum
E77/2535	Aldoro Resources Limited	Application	(17 April 2018)	N/A	27BL	Held in trust for Aurum
<b>Namibia</b>						
EPL7372	Logan Exploration Investments CC	Renewal Pending*	14-Feb-20	14-Feb-23*	66,660Ha	85%^
EPL7373	Logan Exploration Investments cc	Renewal Pending*	14-Feb-20	14-Feb-23*	19,942Ha	85%^
EPL7895	Okonde Mining and Exploration cc	Granted	30-Jul-20	30-Jul-23	15,198Ha	85%^

\*Licence undergoing renewal process

^Apportion based on signed Head of Agreement document

#Undergone 40% compulsory 6<sup>th</sup> year reduction

**The mining tenements relinquished during the quarter and their location** – No licences were surrendered however a compulsory 40% partial surrender was undertaken at Narndee E59/2238.

**The mining tenement interests acquired during the quarter and their location** – nil

**Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter** – N/A

**Beneficial percentage interests held in farm-in or farm-out agreements acquired or disposed of during the quarter** – Cathedrals licence E29/1030 was sold back to Blue Ribbon Mines Pty Ltd who held a 20% interest in the licence.

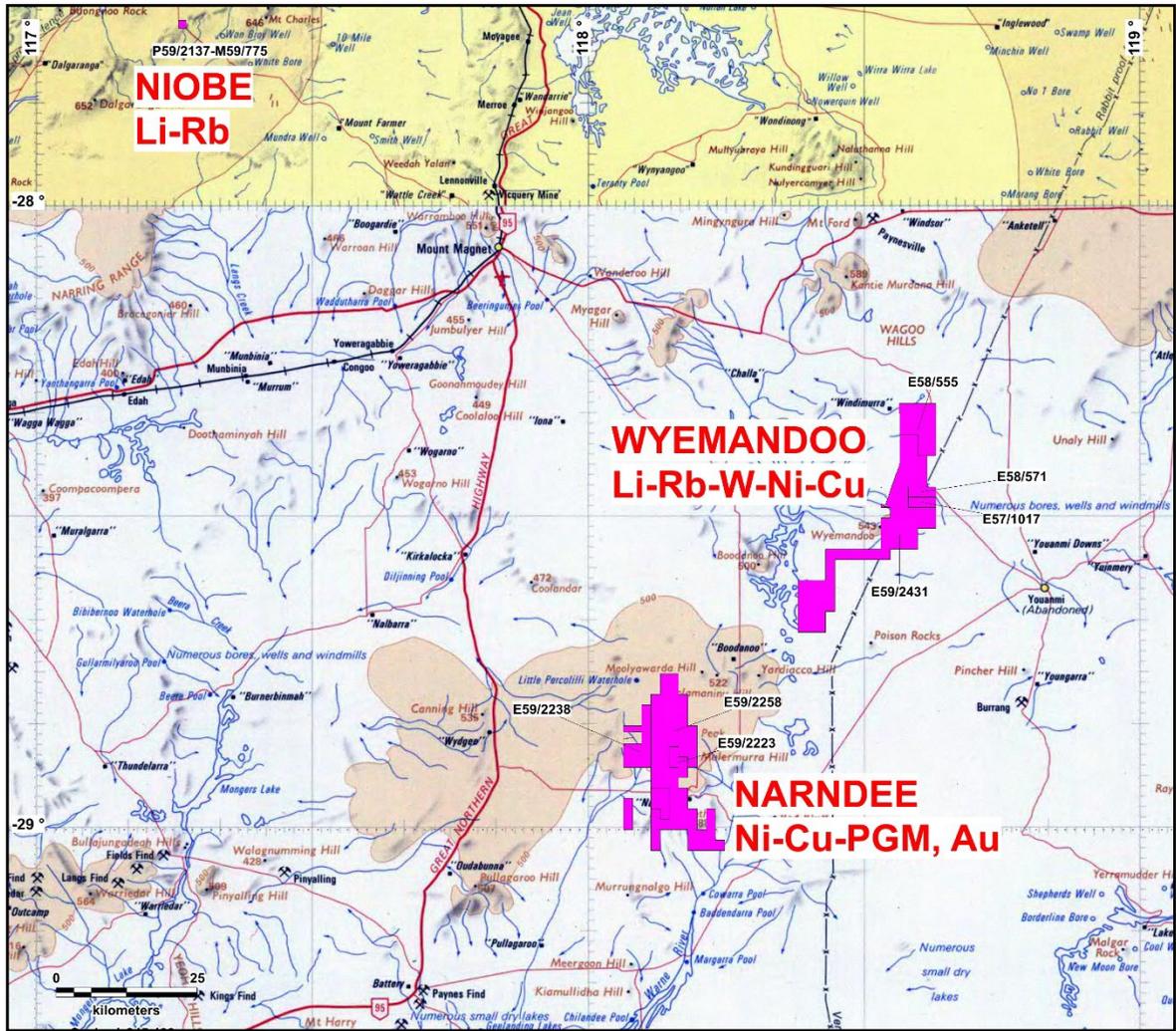


Figure 8: Western Australian Project Location Map

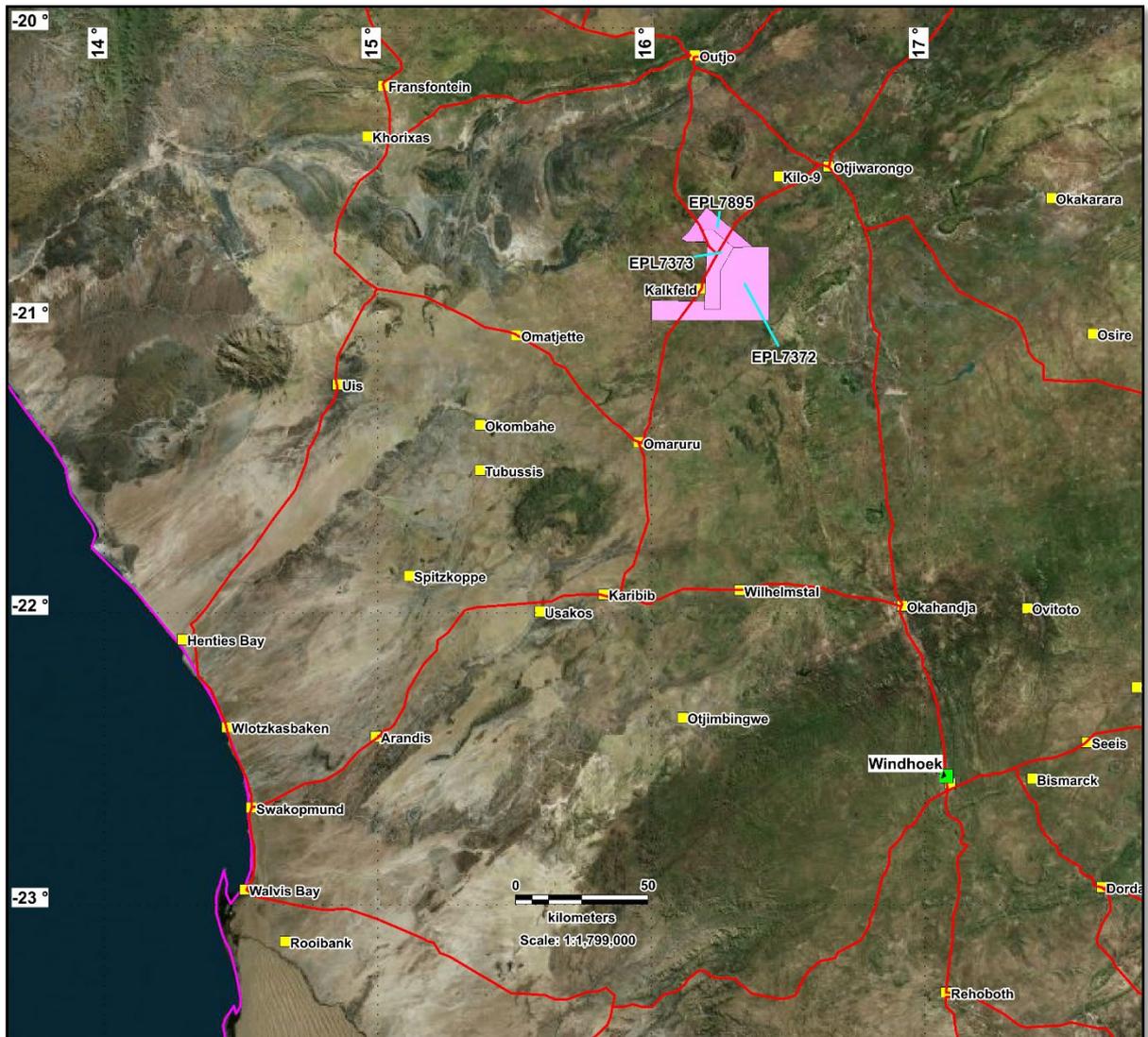


Figure 9 Location Map of Namibian Kameelburg Exploration Prospecting Licences



**ASX Listing Rule 5.3.1**

Exploration and Evaluation during the quarter was \$.936m. The majority of this was spent on the drilling at the Company's Narndee Project, assays and the Kameelburg due diligence. Desktop work was conducted over the Niobe and Wyemadoo Projects. Geological consulting and tenement costs over all project areas.

**ASX Listing Rule 5.3.2**

There were no substantive mining production and development activities during the quarter.

**ASX Listing Rule 5.3.5**

The following table sets out the information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates:

<b>Related Party</b>	<b>Amount</b>	<b>Description</b>
Directors	\$44,944	Director Fees
Associate of Director	\$-	Occupancy expenses
Director	\$36,220	Exploration consulting fees paid to a Director/Director related entities

## Appendix 5B

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

Name of entity

Aldoro Resources Limited

ABN

31 622 990 809

Quarter ended ("current quarter")

30 June 2023

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(41)	(167)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(99)	(677)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	10	17
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(130)</b>	<b>(828)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(895)	(4,424)
(e) investments	-	-
(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(895)</b>	<b>(4,424)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	3,765	6,300
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	428
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(266)	(458)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Proceeds from issue of listed options)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>3,499</b>	<b>6,270</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	425	1,880
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(130)	(828)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(895)	(4,424)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,499	6,271

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,899</b>	<b>2,899</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	2,899	425
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,899</b>	<b>425</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(81)
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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</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>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
<b>7.4 Total financing facilities</b>	<b>-</b>	<b>-</b>
<b>7.5 Unused financing facilities available at quarter end</b>	<b></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.	<b></b>	
N/A		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(130)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(895)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,025)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,899
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,899
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>3</b>
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: N/A	

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

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: 27 July 2023

Authorised by: The Board of Aldoro 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.