

Divestment of Non-Core Assets To Focus On Copper Development



MT CHALMERS

13 March 2023

Highlights



Option Agreement executed to divest non-core exploration assets;



The option fee, cash and shares consideration totals approximately \$500,000;



The divestment provides renewed focus on growing and developing Australian copper asset(s); and



With the EM Survey now completed and interpretation ongoing, Mt Chalmers regional discoveries remain a high priority.

Overview

QMiners Limited (ASX:QML)(QMiners or Company) is pleased to announce the Company has executed an exclusive option agreement with Queensland Critical Minerals Limited (QCML) for the divestment of its non-core gold and base metal exploration projects, Silverwood, Warroo and Herries Range. The projects are all located in South East Queensland (Figure 1).

As part of the Company's growth strategy, resources have been directed towards the growth and development of its flagship Mt Chalmers project and the search for nearby copper development projects that are complimentary to this strategy.

Under the terms of the option, QCML will pay an option fee of \$22,174 providing the right to purchase a 100% interest in the projects at any time within the 12 month option term. To exercise the option, QCML will pay QMiners \$100,000 in cash and \$375,000 in shares upon a planned listing in Australia or in Canada. QCML will pay all rents, rates and outgoings on the Tenements incurred during the Option period. The schedule of included tenements is listed in Table 1. Further information about QCML can be found at www.criticalminerals.com.au.

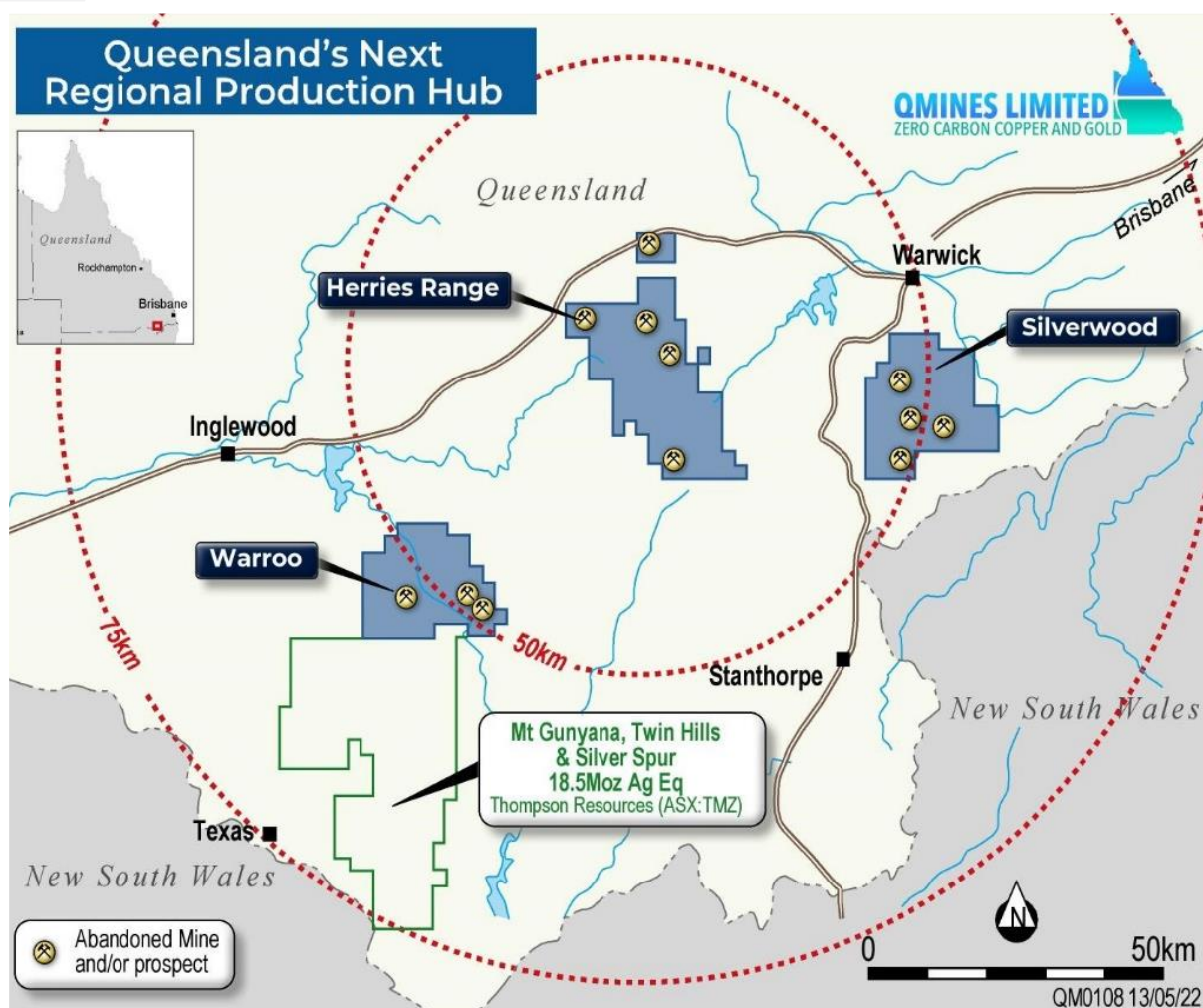


Figure 1: Location of the South East Queensland projects, granted tenure, and related infrastructure.

Management Comment

QMiners Managing Director, Andrew Sparke, comments:

“At QMiners, we believe that a focused strategy will deliver faster and more compelling outcomes for our shareholders. The divestment of these assets will allow QMiners to focus on the growth and development of its Mt Chalmers copper project whilst retaining exposure to the upside of these assets via our shareholding in QCML.”

“We believe that advanced copper development project(s) that can be grown and developed quickly is what will deliver future growth of our Company.”

Tenement	Registered Holders	Grant Date	Expiry Date	Area / Size	State
EPM25786	Traprock Resources Pty Ltd	30 April 2015	29 April 2023	59 sub blocks	Queensland
EPM25788	Traprock Resources Pty Ltd	30 April 2015	29 April 2023	27 Sub Blocks	Queensland
EPM26178	Dynasty Gold Pty Ltd	17 August 2016	16 August 2026	21 Sub Blocks	Queensland
EPM27281	Traprock Resources Pty Ltd	6 February 2020	5 February 2025	28 Sub Blocks	Queensland
EPM27724	QMiners Limited	11 February 2021	10 February 2026	50 Sub blocks	Queensland
EPM27725	QMiners Limited	11 February 2021	10 February 2026	51 Sub Blocks	Queensland

Table 1: South East Queensland Tenements subject to the Option Agreement.

What's Next?



Updated metallurgical test work for the Mt Chalmers deposit;



Delivery of the results of a recent carbon audit to meet the requirements of the Climate Active program and retain our Zero Carbon certification;



Complete the planned Pre-Feasibility Study on the Mt Chalmers project assessing the potential for a stand alone mining operation;



Interpretation of the recently completed VTEM™ Max airborne Electromagnetic survey; and



Commence drilling of prospective regional targets.

Competent Person Statements

Exploration

The information in this document that relates to mineral exploration and exploration targets is based on work compiled under the supervision of Mr Glenn Whalan, a member of the Australian Institute of Geoscientists (AIG). Mr Whalan is QMines' principal geologist and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC 2012 Mineral Code). Mr Whalan consents to the inclusion in this document of the exploration information in the form and context in which it appears.

Forward-Looking Statement

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning QMines Limited planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although QMines believes that its expectations reflected in these forward- looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that further exploration will result in the estimation of a further or larger Mineral Resource.

About QMines

QMines Limited (**ASX:QML**) is a Queensland based copper and gold exploration and development company. The Company owns 100% of four advanced projects covering a total area of 1,096km². The Company's flagship project, Mt Chalmers, is located 17km North East of Rockhampton.

Mt Chalmers is a high-grade historic mine that produced 1.2Mt @ 2.0% Cu, 3.6g/t Au and 19g/t Ag between 1898-1982. The Mt Chalmers project now has a Measured, Indicated and Inferred Resource (JORC 2012) of 11.86Mt @ 1.22% CuEq for 144,700t CuEq.¹

QMines' objective is to grow its Resource base, consolidate assets in the region and assess commercialisation options. The Company has commenced an aggressive exploration program (+30,000m) providing shareholders with significant leverage to a growing Resource and exploration success.

Projects & Ownership

Mt Chalmers (100%)

Silverwood (100%)

Warroo (100%)

Herries Range (100%)

QMines Limited

ACN 643 212 104

Directors & Management

SIMON KIDSTON

Non-Executive Chairman

ANDREW SPARKE

Managing Director

ELISSA HANSEN (Independent)

Non-Executive Director & Company Secretary

PETER CARISTO (Independent)

Non-Executive Director (Technical)

JAMES ANDERSON

General Manager Operations

Shares on Issue

137,360,101

Unlisted Options

7,950,000 (\$0.375 strike, 3 year term)

Compliance Statement

With reference to previously reported Exploration results and mineral resources, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

This announcement has been approved and authorised by the Board of QMines Limited.

Contact

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¹ [Mt Chalmers Resource Upgrade](#), 22 November 2022.