

MARCH 2022 QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Exploration

The Island Gold Project

- Final results from the expansionary RC drilling on The Island continue to demonstrate the high-grade potential of the Island Gold Project with results including:
 - **9m @ 4.7g/t** from 101m, *incl. 1m @ 8.4g/t Au* - Trigg Gully
 - **7m @ 3.5g/t Au** from 89m, *incl. 4m @ 5.2g/t Au* - Evening Star
 - **6m @ 2.7g/t** from 60m, *incl. 2m @ 6.2g/t* - Baxters
 - **2m @ 3.7g/t** from 4m - Alpha BIF
- Maiden aircore drilling at Solis delineated a +1km gold anomaly with better results including:
 - **1m @ 3.9g/t Au** from 28m
 - **3m @ 1.2g/t Au** from 50m, *incl. 1m @ 2.9g/t*
 - **1m @ 1.5g/t Au** from 42m

Northampton

- Large EL's granted with geophysics reprocessed and targeting studies underway

Corporate

- Successful capital raising of \$2.0m before costs

The Island Gold Project

The Island RC Drilling

A large expansionary drilling program on The Island was completed between July and October 2021. The program consisted of 83 holes for 8,093m. The program was the largest to date and tested a number of new areas. The program largely consisted of an 80m x 40m grid testing the Bravo BIF package, with a modest number of holes also following up mineralisation at the Baxters, Golconda and New Orient prospects. The average hole depth was 97m.

All holes targeted BIF hosted mineralisation on The Island, though some mineralisation was noted in other rock types. The program was designed to test the frequency and orientation of structures that control high grade mineralisation across the Bravo BIF package.

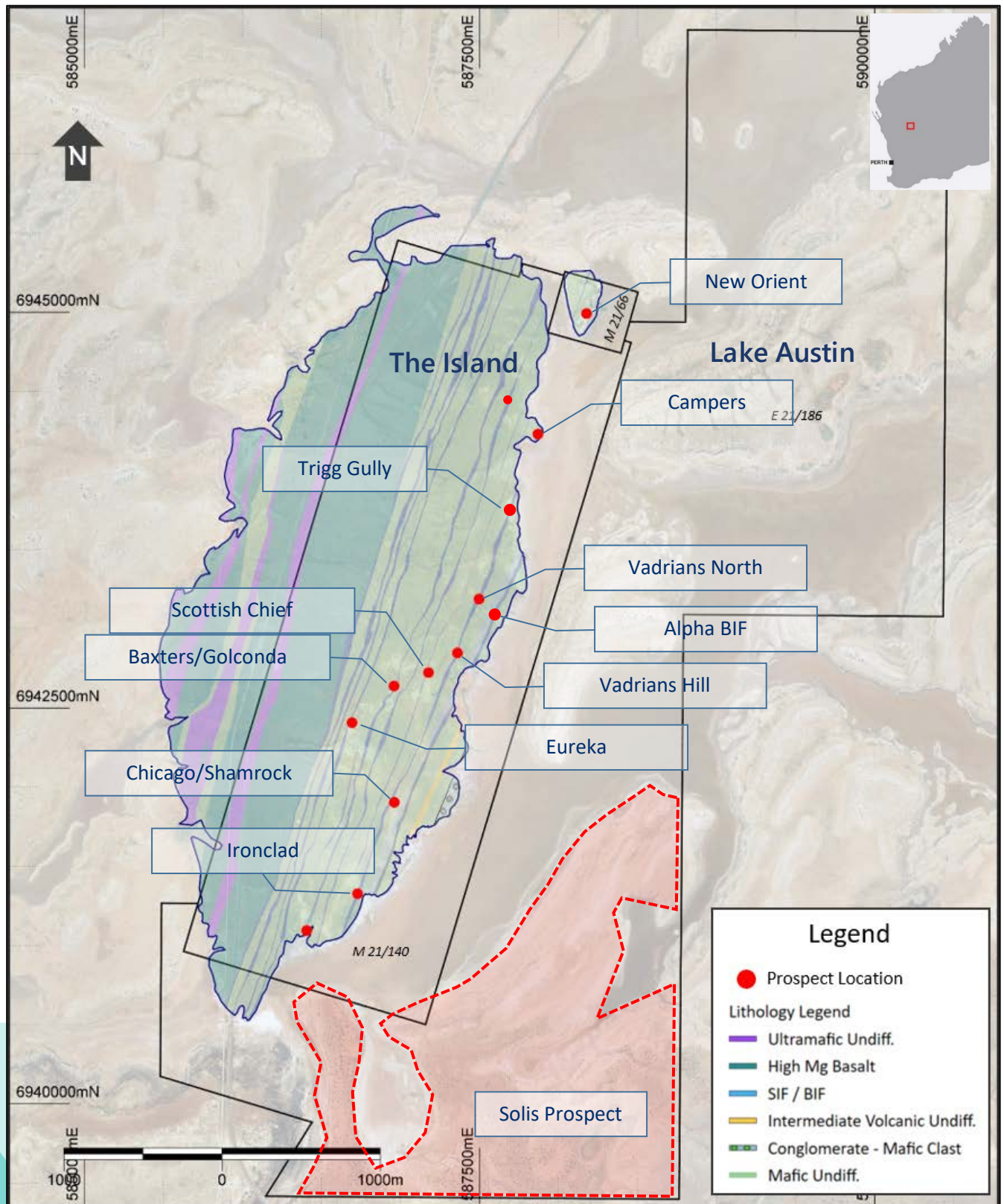


Figure 1: Island Gold Project Prospects

The drilling was highly successful, identifying significant new mineralisation at five prospects, being: Vadrans Hill, Evening Star, Trigg Gully, Chicago-Shamrock and Alpha BIF. Good results were also received at existing prospects Baxters, Golconda and New Orient. All remaining results were received during the quarter, yielding some excellent results:

Trigg Gully

- **9m @ 4.7g/t** from 101m, *incl.* **1m @ 8.4g/t Au** from 101m & **3m @ 9.2g/t Au** from 104m in 21IGRC0062,
- **4m @ 1.2g/t** from 3m in 21IGRC0062.

Evening Star

- **7m @ 3.5g/t Au** from 89m in 21IGRC0035, *incl.* **4m @ 5.2g/t Au** from 89m,
- **8m @ 1.0g/t Au** from 24m 89m in 21IGRC0035.

Baxters

- **6m @ 2.7g/t** from 60m *incl.* **2m @ 6.2g/t** from 60 in 21IGRC0040,
- **1m @ 1.9g/t** from 52m in 21IGRC0040.

Chicago-Shamrock

Iron Clad

- **5m @ 1.7g/t** from 64m *incl.* **2m @ 3.4g/t** from 64m in 21IGRC0007,
- **1m @ 1.5g/t** from 68m in 21IGRC0007.

New Orient

- **1m @ 1.1g/t** from 134m in 21IGRC0074,
- **2m @ 3.7g/t** from 140m in 21IGRC0074.

Vadrans North

- **3m @ 3.0g/t** from 25m in 21IGRC0054,
- **1m @ 1.9g/t** from 1m in 21IGRC0056.

Alpha BIF

- **2m @ 3.7g/t** from 4m in 21IGRC0039.

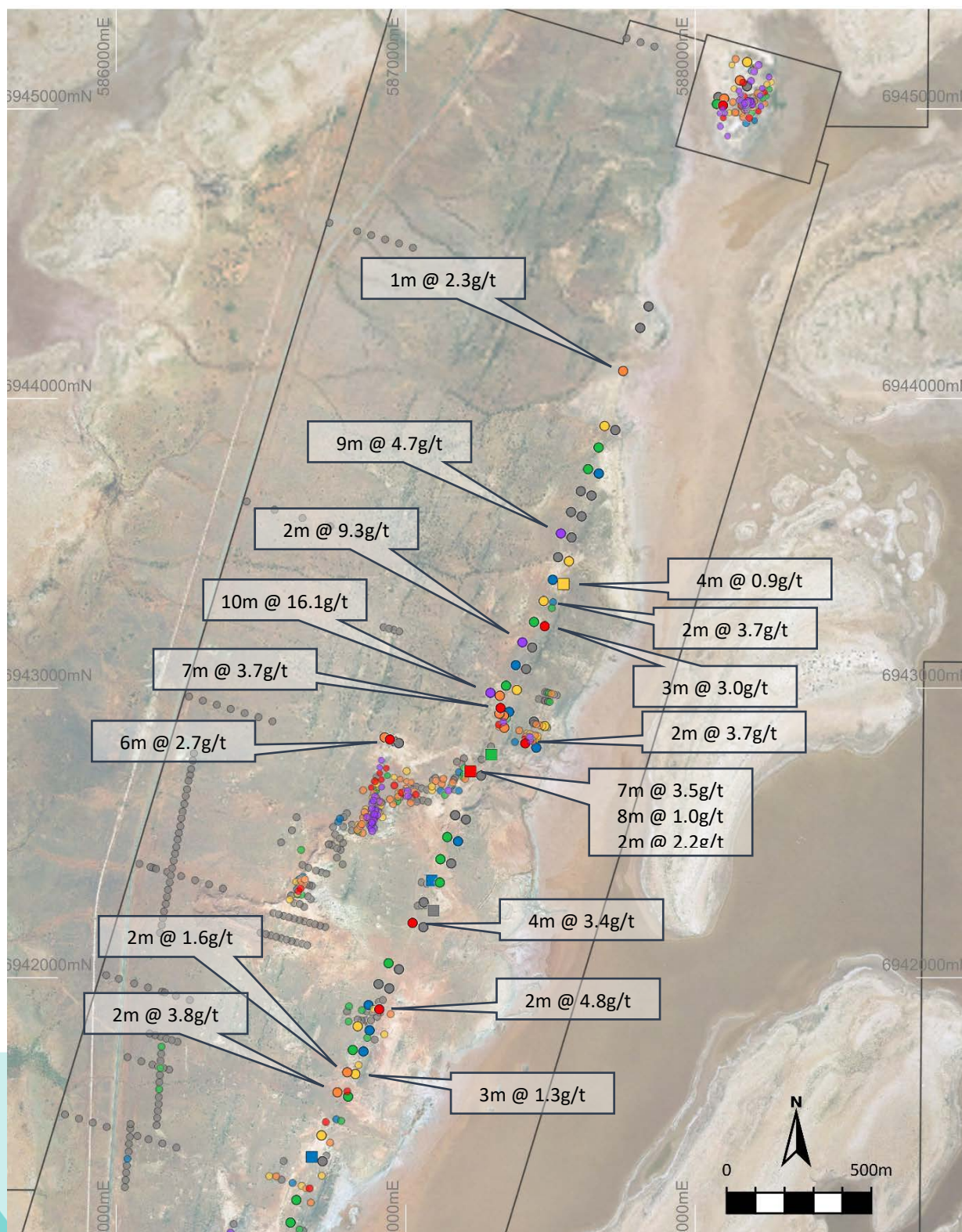


Figure 2: All drilling across The Island, collars coloured by max Au in hole.

The results from the 8,093m program highlighted that the distribution of gold mineralisation within a single BIF package is common and frequent. Structural interpretation indicates the mineralisation is being controlled by an interplay between north-east and north-west striking faults and shear zones. These structures are interpreted to cut across multiple BIF packages and are also interpreted to project into the lower stratigraphic sequence (Murrouli Formation) to the east of the Island below Lake Austin.

A significant number of conceptual exploration targets can now be generated where the controlling structures interact with BIF packages and the unknown stratigraphy below Lake Austin.

Follow up RC drilling has already commenced and will aim to confirm the scale and orientation of the recent discoveries within the Bravo BIF package and to begin testing conceptual targets within parallel BIF packages.

Solis Aircore drilling

The maiden aircore drilling on the Solis Prospect was completed during the quarter. Solis is located at the southern end of the IGP on the fringe of Lake Austin. The 80 hole aircore program totalled 2,451m and delineated a continuous +1km long regolith gold anomalous zone.

The program successfully demonstrated the potential for Solis to host gold mineralisation.

The broad spaced program was the first drilling in this area with 400m line spacing designed to test a large area. Samples were originally taken on four metre composites, with anomalous values resampled on one metre intervals. Better results (1m resamples) included:

- **1m @ 3.9g/t Au** from 28m
- **3m @ 1.2g/t Au** from 50m, *incl. 1m @ 2.9g/t*
- **1m @ 1.5g/t Au** from 42m
- **1m @ 1.2g/t Au** from 30m and
- **1m @ 1.2g/t Au** from 38m.

Within the +1km anomaly, five adjacent holes contained +1g/t intercepts over an 800m strike and up to c.200m wide at the southern end. This area will be the highest priority target at Solis.

Follow up aircore drilling will help refine the understanding of the mineralisation intersected to date. Drilling is a high priority for Caprice and will involve infilling between the existing intercepts, as well targeting extensions to the east and south with a view to generating targets for deeper RC drilling.

The follow up aircore drilling is scheduled for the June quarter

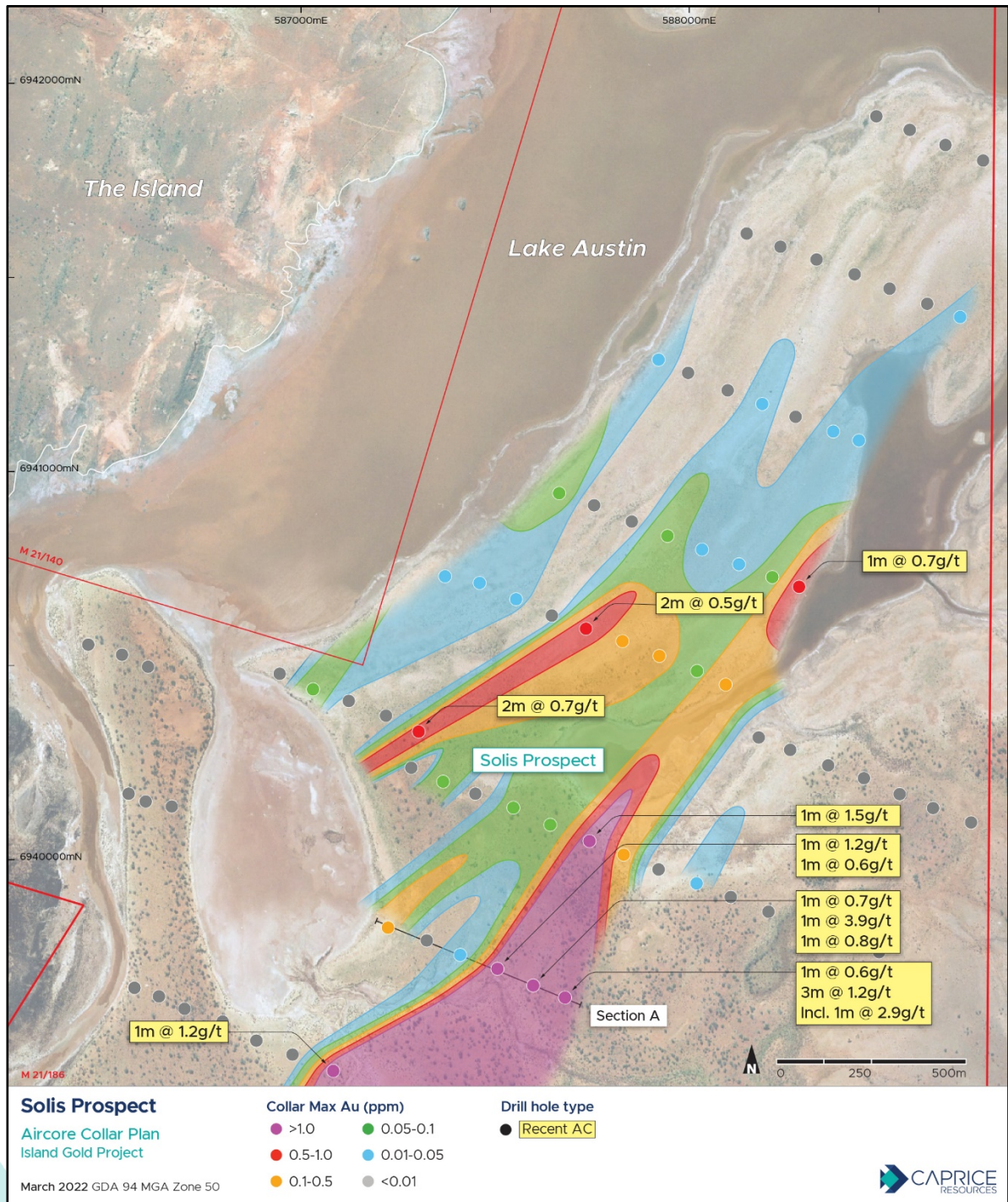


Figure 3: Solis aircore collar locations, coloured by Max Au in hole, with Max Au contours, updated to include the 1m resampling results.

Detector Gully

Detector Gully is located towards the northern end of The Island. Caprice undertook mapping and sampling of a small exposure proximal to historical workings. The exposure is part of the Delta BIF which also hosts the Baxters mineralisation c.2.1km to the south.

The mapping identified a possible south-west dipping fault with c.20-30m strike slip offset. This fault appears to be associated with folding and veining. The BIF contained regularly spaced veins and fractures, similar to Vadrian's North, that continues up to 30m south along the BIF outcrop.

Four grab samples were taken from the exposure, with results of:

- **26.0 g/t Au** – 21G028 – Siliceous fault on BIF contact
- **8.6g/t Au** – 21G027 – Oxidised BIF fold nose
- **1.7g/t Au** – 21G025 – Quartz vein &
- **1.0 g/t Au** – 21G026 – Quartz vein.

Following these results, several drill holes testing Detector Gully will be completed in the current RC program.

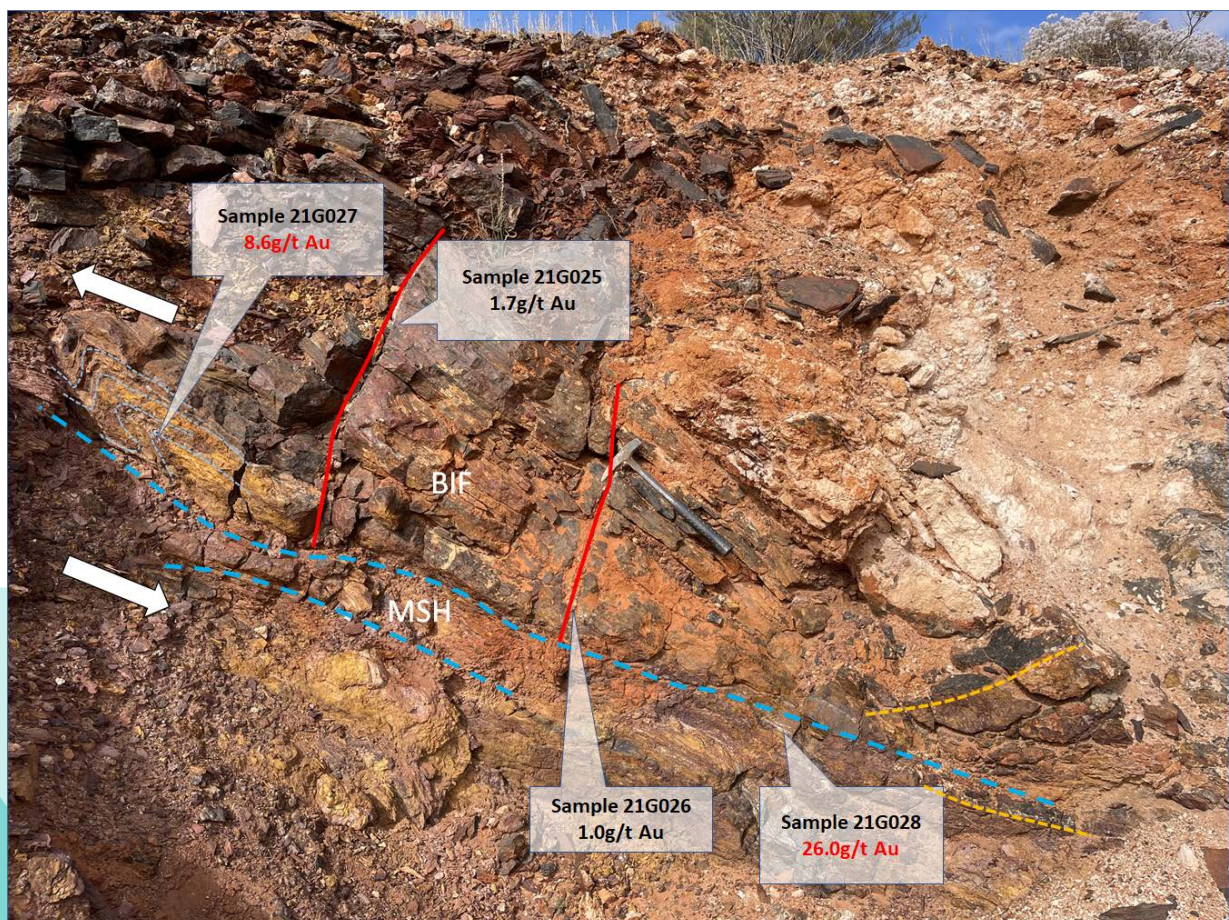


Figure 4: Detector Gully Mapping and Samples – Geologist Pick for Scale

Northampton Project

The large Exploration Licences (E66/111-113) that make up a majority of the Northampton project by area have been granted. These tenements have been subject to very limited historical in-ground exploration. To support regional targeting, regional airborne magnetics data has been reprocessed, as well as a review of the GSWA 20km spaced Sky TEM data.

In addition, a regional low-level multi-element stream sediment geochemistry program has been completed to give baseline information, as well as to assess correlation between mineral occurrences and anomalous base metals pathfinder elements.

Detailed target generation is underway, combining the geological and structural interpretation, geophysics and geochemical data.

Next steps will involve drilling of selected advanced targets, focussing on the Historic Lady Sampson workings at Yungaro, as well as following up the 2020 drilling at Wheel Fortune that returned 31m @ 1.1% Cu, 2.0% Pb & 9g/t Ag (ASX 1/10/20). Geophysics are planned for the earlier stage and more regional targets. Work has also commenced on access agreements for the more advanced targets.

Exploration Strategy

Drilling

The Company intends to undertake RC drilling in the second half of CY2022. This drilling will focus on the advanced targets within the project, which are better understood due to previous historical work and by Caprice.

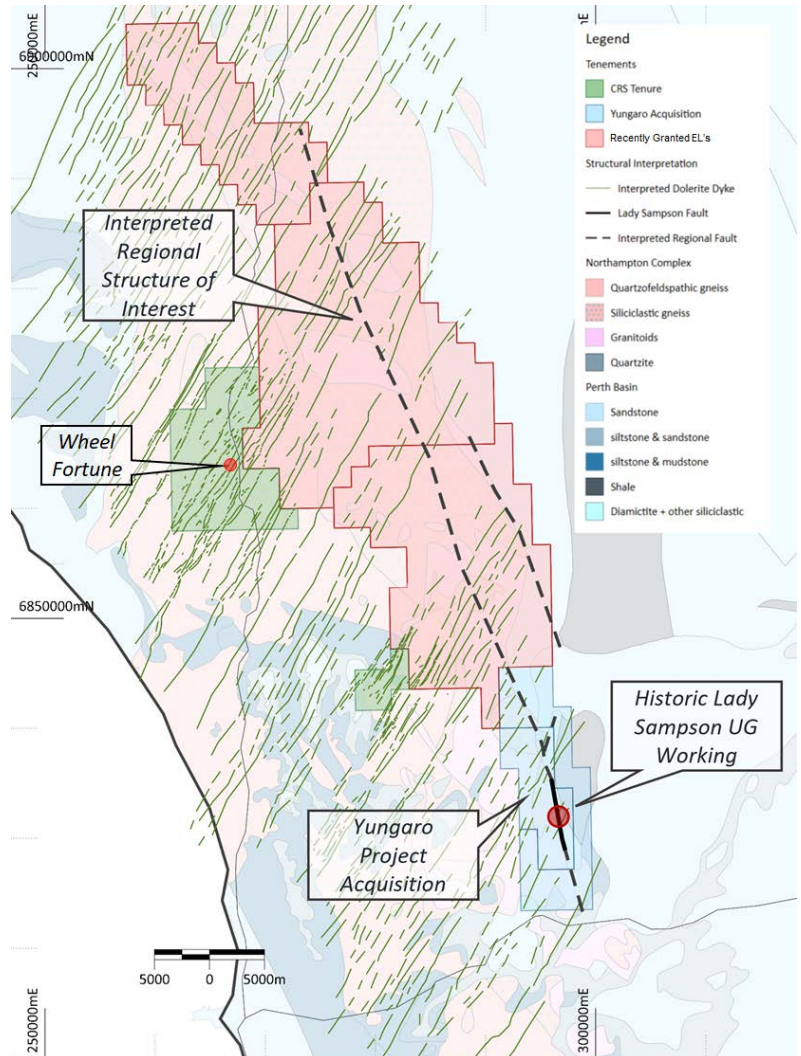


Figure 5: Northampton Project Geology and Interpreted Dykes and Key Structures

The two immediate areas of focus will be around the historical Lady Sampson workings, and following up CRS's 2020 drilling at Wheel Fortune.

At Lady Sampson, located on the recently acquired Yungaro Project, there are small scale historical workings, associated with the Lady Sampson fault. Whilst holes are yet to be planned, drilling will likely test the depth, thickness and strike extents of the mineralisation.

At Wheel Fortune, CRS completed a small RC program in late 2020, yielding some excellent results (see ASX: 1/10/20) including:

- **31m @ 1.1% Cu, 2.0% Pb & 9g/t Ag,**
- *incl. 3m @ 3.8% Cu, 3.8% Pb & 3g/t Ag*

RC drilling for Wheel Fortune is still at the planning stage but is likely to focus on testing the extents of the historical mineralisation, as well as follow up on the 2020 results.

Geophysics

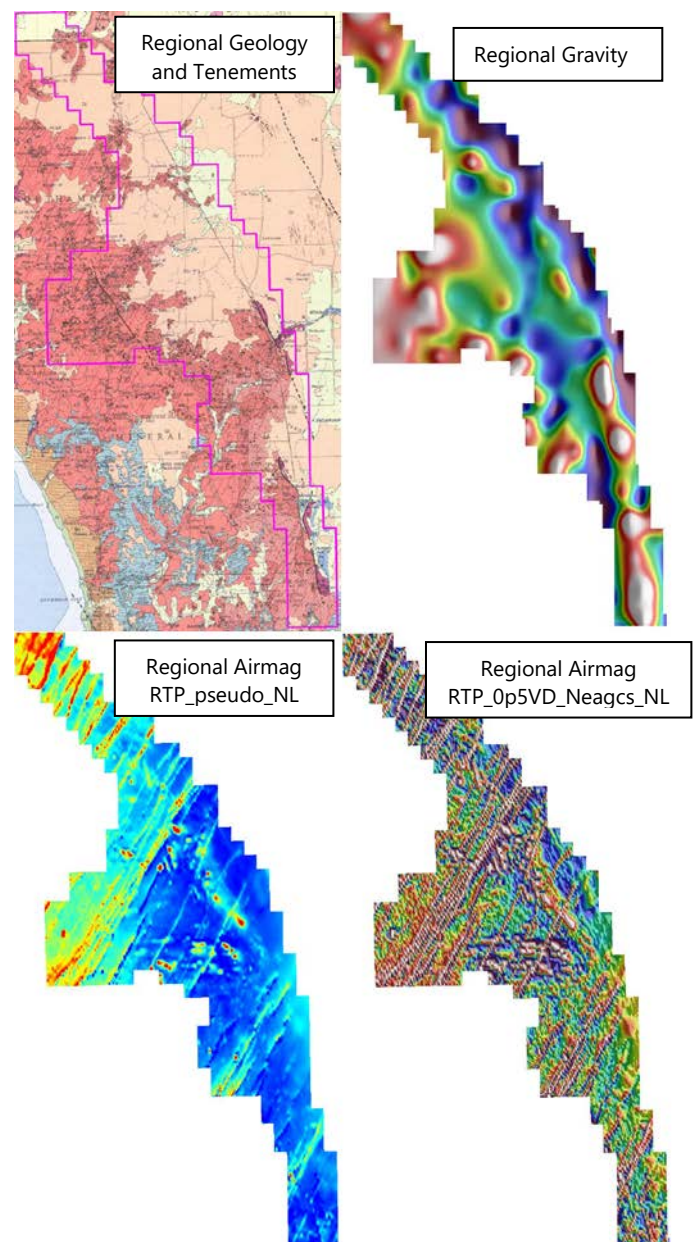
On a more regional scale, the Company is looking to focus exploration on the interaction between the early pre-existing structures and features with the controlling north east striking structures.

With the recent granting of the large Exploration Licences, the Company has now reprocessed the regional airborne magnetics and gravity to improve clarity on the geology and structures of the project. In addition, Caprice has undertaken a review of the GSWA 20km spaced Sky TEM data to assess for the potential of any relevant conductors within the Project.

The review and reprocessing have significantly improved the clarity of CRS's understanding of the structures within the project and the region, highlighting a number of areas worthy of follow up and more detailed study.

Given the coarse spacing of the regional data, and very broad area, additional air magnetics will

Figure 6: Northampton Project Regional Datasets



be undertaken to refine our understanding of specific areas, ahead of on ground field work.

Geochemistry

A modest sized regional low-level multi-element stream sediment geochemistry program has been completed.

The aim of the program is to generate a baseline dataset to assess the potential correlation between historic mineral occurrences and anomalous base metals pathfinder elements.

It is likely that more detailed geochemistry programs will be undertaken, combined with field reconnaissance and mapping in due course, once the regional targets have been refined following additional geophysics and targeting.

Corporate

The Company completed a placement during the quarter, raising \$2m before costs. The issue price was \$0.16/share with one free attaching unquoted option per two new shares. The \$2m included Director subscriptions of \$135,000.

The New Shares (excluding the shares to be issued to Directors) will be issued under the Company's existing placement capacity under ASX Listing Rules 7.1 (4,797,416 shares) and 7.1A (6,858,834 shares).

As at the end of the Quarter, Caprice had a cash position \$2.6 million as at 31 March 2022.

Next Steps

RC Drilling - IGP

RC drilling is underway on The Island with results likely in late May.

Aircore Drilling - Solis

Follow up aircore will be commencing shortly at Solis, infilling the large anomaly delineated from the maiden aircore program.

Aircore Drilling – Cuddingwarra and Fleece Pool

Caprice expects to undertake first pass aircore drilling on Cuddingwarra and Fleece pool towards the middle of the year, with timing dependent on clearances and drill rig availability.

Northampton

Assessment of key datasets continues, with RC drilling planned in the second half of calendar 2022.

This announcement has been authorised for release by the Board of Caprice.

For further information please contact:

Andrew Muir

Managing Director

P: (08) 6365 5200

Competent Persons' Statements

The information in this report that relates to exploration results has been compiled by Mr Christopher Oorschot, a full-time employee of Caprice Resources Ltd. Mr Oorschot is a Member of the Australian Institute of Geoscientists and has sufficient experience in the style of mineralisation and type of deposit under consideration and the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves ("JORC Code"). Mr Oorschot consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

About Caprice Resources

Caprice Resources Limited (ASX: CRS) holds a 100% interest in the Island Gold Project, located in the Lake Austin gold mining centre in the Cue Goldfield. Caprice acquired the Project in October 2020.

Caprice has an 80% interest in the Cuddingwarra and Big Bell South Projects, located to the west and southwest of Cue in the Cue Goldfield. Caprice acquired the Projects in July 2021.

The Company also holds a 100% interest in the Northampton Project, a polymetallic brownfields project surrounding historical lead-silver and copper mines that were operational between 1850 and 1973. Caprice also holds a 100% interest in the Wild Horse Hill Gold Project located within the Pine Creek province of Northern Territory

Appendix 1: Schedule of Mining Tenements

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 31 March 2022.

Project	Licence Number	Location	Interest
Island Gold	M 21/66	Western Australia	100%
	M 21/140	Western Australia	100%
Northampton	E 21/186	Western Australia	100%
	E 66/98	Western Australia	100%
	E 66/99	Western Australia	100%
	E 66/111	Western Australia	100%
	E 66/112	Western Australia	100%
	E 66/113	Western Australia	100%
	E 66/106	Western Australia	100% Beneficial
	E 70/5677	Western Australia	100% Beneficial
Wild Horse Hill	EL 30951	Northern Territory	100%
	EL 30964	Northern Territory	100%
Big Bell South Cuddingwarra	E 21/0193	Western Australia	80%
	E 21/0192	Western Australia	80%
	P 20/2256	Western Australia	80%
	P 20/2257	Western Australia	80%
	P 20/2258	Western Australia	80%
	P 20/2259	Western Australia	80%
	P 20/2260	Western Australia	80%
	P 20/2261	Western Australia	80%
	P 20/2262	Western Australia	80%
	P 20/2263	Western Australia	80%
	P 20/2264	Western Australia	80%
	P 20/2265	Western Australia	80%
	P 20/2266	Western Australia	80%
	P 20/2267	Western Australia	80%
	P 20/2268	Western Australia	80%
	P 20/2269	Western Australia	80%
	P 20/2272	Western Australia	80%
	P 20/2273	Western Australia	80%
	P 20/2274	Western Australia	80%
	P 20/2275	Western Australia	80%
	P 20/2382	Western Australia	80%

Appendix 2: Disclosures in relation to Quarterly Cashflow Report

In line with obligations under ASX Listing Rule 5.3.5, Caprice notes that the payments to related parties of the Company, as advised in the Appendix 5B (Quarterly Cashflow Report) for the period ended 31 March 2022, pertain to director fees, salaries and wages (including superannuation), advisory fees and contracting fees for labour and equipment hire paid during the quarter ended 31 March 2022. The Company notes that all fees are agreed on standard commercial terms.

During the quarter ended 31 March 2022, the Company spent a total of \$246,000 on project and exploration activities. The majority of the project and exploration expenditure relates to drill program activities and assaying undertaken at the Island Gold Project.

Appendix 5B

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

Name of entity

Caprice Resources Limited

ABN

96 624 970 725

Quarter ended ("current quarter")

31 March 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(183)	(515)
	(e) administration and corporate costs	(164)	(371)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	1
1.5	Interest and other costs of finance paid	(1)	(5)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(347)	(890)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	(206)
	(c) property, plant and equipment	-	(14)
	(d) exploration & evaluation	(246)	(1,424)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 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 (Security deposit)	-	-
2.6	Net cash from / (used in) investing activities	(246)	(1,644)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	2,000	2,000
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	(121)	(121)
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 - payment of finance lease liability	(8)	(31)
3.10	Net cash from / (used in) financing activities	1,871	1,848

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,351	3,315
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(347)	(890)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(246)	(1,644)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,871	1,848

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,629	2,629

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	2,629	1,351
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)	2,629	1,351

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	149
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	

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

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(347)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(246)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(593)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,629
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,629
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.4
<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	
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	
<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: 29 April 2022

Authorised by: The Board of Caprice 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.