

18 July 2022

## June 2022 Quarterly Activities Report

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Protean Energy Ltd (**Protean** or the **Company**) provides shareholders its quarterly report for the three-month period ending 30 June 2022.

### **Tenement Expiration: Gwesan and Daejon Vanadium Project**

On 5 April 2022, the Company announced that it had been notified of the potential expiration of the Gwesan and Daejon Vanadium Project tenements in South Korea.

#### *Gwesan Vanadium Project*

The Company was notified that an Open Hearing on the expiration of the Gwesan 137 tenement will take place on the 25 – 26 April 2022, at the Mining Registration Office (“MRO”) in South Korea. The purpose of the Open Hearing is to hear any challenge to the expiration from the tenement owners.<sup>1</sup>

Following consultation with in-country advisors, geologists and taking into account feedback from the tenement landowners with respect to extending the term of the tenement, the Company has decided not to pursue a tenement extension and incur further costs given the Hansung orebody trending towards Gwesan 127.

#### *Daejon Vanadium Project*

Korea Vanadium Ltd received an official letter from the MRO of the expiration of the Daejon Group tenements. The Company has until 5 June 2022 to object to the expiration of these tenements but as no exploration has occurred, or is planned, on the Project this financial year, the Company does not intend to object.

### **Next Steps**

The Company will review and consider projects and business acquisition opportunities, which may not be in vanadium exploration, whilst reducing operation spend.

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<sup>1</sup> The Gwesan 137 tenement is held directly by SK Energy Metals Pty Ltd which is in turn 50% owned by Korea Vanadium Ltd

## **Additional ASX Information**

Protean provides the following information pursuant to ASX Listing Rule requirements:

1. ASX Listing Rule 4.7C.1: The Company's net cashflow used in operations for the quarter was \$104,000. The Company's operational expenses mainly comprised of administration and corporate costs (\$58,000), staff costs (\$28,000) and exploration costs (\$13,000)
2. ASX Listing Rule 4.7C.3: In item 6 of the attached Appendix 4C, payments to related parties of approximately \$58,000 comprising of Director Services (\$28,000) and Non-Director Services – company secretarial services (\$13,000), accounting services (\$10,000) and serviced office (\$7,000) were paid during the quarter.

This release has been authorised for release by the Directors of the Company.

For further information, see [www.proteanenergy.com](http://www.proteanenergy.com) or phone: T: + 61 8 6558 0886

**ENDS**

## SCHEDULE A- KOREAN TENEMENT SCHEDULE

Previously 100% held directly by SK Energy Metals Pty Ltd which is in turn 50% owned by Korea Vanadium Ltd. The Group no longer has an interest in the Gwesan tenement.

Tenement Name	ID	Registration No.	Expected Expiry Date	Area (ha)	Mineral	Interest Held at end of quarter	Changes during the quarter
Gwesan	137	79161	11/01/2022 <sup>1</sup>	275	Uranium, Vanadium	0%	Relinquished

### Daejeon Group – detailed information

Daejeon Group includes Okcheon -136, -147, Daejeon -18, -28, -38, -48, -17, -7 in total 8 tenements. This group is considered as one tenement for exploration and mining to MRO under the Korean mining law.

Tenement Name	Area	ID	Registration No.	Expected Expiry Date <sup>1</sup>	Area (ha)	Interest Held at end of quarter	Changes during the quarter	Mineral
Daejeon Group	Daejeon	18	77011	November 2021	277	0%	Relinquished	Uranium, Vanadium, Molybdenum
	Daejeon	28	77012	November 2021	259	0%	Relinquished	Uranium, Vanadium
	Daejeon	38	77013	November 2021	277	0%	Relinquished	Uranium, Vanadium
	Daejeon	48	77014	November 2021	277	0%	Relinquished	Uranium, Vanadium
	Okcheon	136	77010	November 2021	138	0%	Relinquished	Uranium, Vanadium
	Okcheon	147	77038	November 2021	277	0%	Relinquished	Uranium, Vanadium
	Daejeon	17	77039	November 2021	103	0%	Relinquished	Uranium, Vanadium
	Daejeon	7	77114	December 2021	190	0%	Relinquished	Uranium, Vanadium, Molybdenum
					1,798			

## Appendix 4C

### Quarterly cash flow report for entities subject to Listing Rule 4.7B

**Name of entity**

PROTEAN ENERGY LIMITED

**ABN**

81 119 267 391

**Quarter ended ("current quarter")**

30 JUN 2022

<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) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	-	-
(d) leased assets	(5)	(19)
(e) staff costs	(28)	(112)
(f) administration and corporate costs	(58)	(317)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
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) - Exploration expenditure	(13)	(222)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(104)</b>	<b>(670)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) 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>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
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 (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</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	1,354	1,920
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(104)	(670)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
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>1,250</b>	<b>1,250</b>

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	730	834
5.2	Call deposits	520	520
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>1,250</b>	<b>1,354</b>

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	58
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><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></p> <p>Director fees - \$28,000</p> <p>Non-Director services:</p> <ul style="list-style-type: none"> <li>- Company Secretarial services - \$13,000</li> <li>- Accounting services - \$10,000</li> <li>- Serviced office - \$7,000</li> </ul>		

<b>7.</b>	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	<b>Total financing facilities</b>	-	-
7.5	<b>Unused financing facilities available at quarter end</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>8.</b>	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(104)
8.2	Cash and cash equivalents at quarter end (item 4.6)	1,250
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	-
8.5	<b>Estimated quarters of funding available (item 8.4 divided by item 8.1)</b>	<b>12</b>
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>		
8.6	If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1	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		
8.6.2	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		
8.6.3	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 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 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: .....18 July 2022.....

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 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 standard applies 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.