



Cannon Resources Limited is a Western Australia focused mineral resources exploration company with flagship nickel projects at Fisher East and Collurabbie

# Annual General Meeting

29 November 2021

**ASX: CNR**

[www.cannonres.com.au](http://www.cannonres.com.au)

# Disclaimers



## Forward-Looking Statements

This presentation has been prepared by Cannon Resources Limited (**Cannon**). This document contains background information about Cannon current at the date of this presentation. The presentation is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this presentation.

This presentation is for information purposes only. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction.

This presentation may not be distributed in any jurisdiction except in accordance with the legal requirements applicable in such jurisdiction. Recipients should inform themselves of the restrictions that apply in their own jurisdiction. A failure to do so may result in a violation of securities laws in such jurisdiction.

This presentation does not constitute investment advice and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate. All securities transactions involve risks, which include, amongst others, the risk of adverse or unanticipated market, financial or political developments.

To the fullest extent permitted by law, Cannon, its officers, employees, agents and advisers do not make any representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of any information, statements, opinions, estimates, forecasts or other representations contained in this presentation. No responsibility for any errors or omissions from this presentation arising out of negligence or otherwise is accepted.

This presentation may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of Cannon. Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward looking statements in this presentation speak only at the date of issue of this presentation. Subject to any continuing obligations under applicable law and the ASX Listing Rules, Cannon does not undertake any obligation to update or revise any information or any of the forward looking statements in this presentation or any changes in events, conditions or circumstances on which any such forward looking statement is based.

## Exploration Results

The information in this presentation that relates to Data and Exploration Results is based on information compiled and reviewed by Mr Stephen Lynn a Competent Person who is a Member of the Australian Institute Geoscientists (AIG) and Chief Executive Officer of Cannon Resources Limited. Mr Lynn has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Lynn consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Where reference is made to previous releases of exploration results in this announcement, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and all material assumptions and technical parameters underpinning the exploration results included in those announcements continue to apply and have not materially changed.

The information in this report that relates to previous Exploration Results, was either prepared and first disclosed under the JORC Code 2004 or under the JORC Code 2012 and has been properly and extensively cross-referenced in the text to the date of the original announcement to the ASX. In the case of the 2004 JORC Code Exploration Results and Mineral Resources, they have not been updated to comply with the JORC Code 2012.

## Resource Statement

Cannon refers to the public report regarding its mineral resources contained in its Prospectus which included the Competent Persons Statement and Table 1 of Appendix 5A (JORC Code). Cannon confirms that it is not aware of any new information or data that materially affects the information included in the Prospectus and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates in the Prospectus continue to apply and have not materially changed.

An aerial photograph of a diamond drilling operation in a desert environment. The central focus is a large, white and yellow drilling rig mounted on a truck chassis, positioned on a cleared, reddish-brown dirt area. To the left of the rig is a small, white, rectangular building with a flat roof. The surrounding landscape is arid, with sparse, low-lying green and brown shrubs scattered across the terrain. The ground shows numerous tire tracks and some excavated areas. In the bottom right corner, there is a dark blue text box with white text.

# Fisher East and Collurabbie

## Exploring for Nickel in Western Australia

*Diamond drilling on listing  
at Musket - August 2021*

# Investment Highlights



## Existing High Grade Nickel Resources in Tier One Jurisdiction

Existing nickel sulphide JORC resources of 87 kT Ni

- 4.2 Mt at 1.9% Ni for 78 kT Ni at Fisher East
- 9.3 kT of contained Ni at Collurabbie

All deposits at Fisher East remain open along strike and at depth

Multiple prospects at both projects with significant Ni anomalism

## Focused Work Plan 2021

Diamond drill program continues at Fisher East currently over 6,000m drilled

- Drilling is targeting extensions to Ni mineralisation at Musket, Camelwood & Sabre
- DHEM completed
- AC/RC at Fisher East targeting basal ore position completed

## Board and Management

Cannon has a well credentialed and experienced board of directors and management, with exploration, corporate, funding and M&A experience

Initial IPO capital raise of \$6M + a further \$4M placement in October will enable effective exploration at both flagship projects

## Attractive Valuation

Cannon's market capitalisation of ~\$45m is still keenly priced on its asset base

## News flow

News flow from multiple drill programs from listing

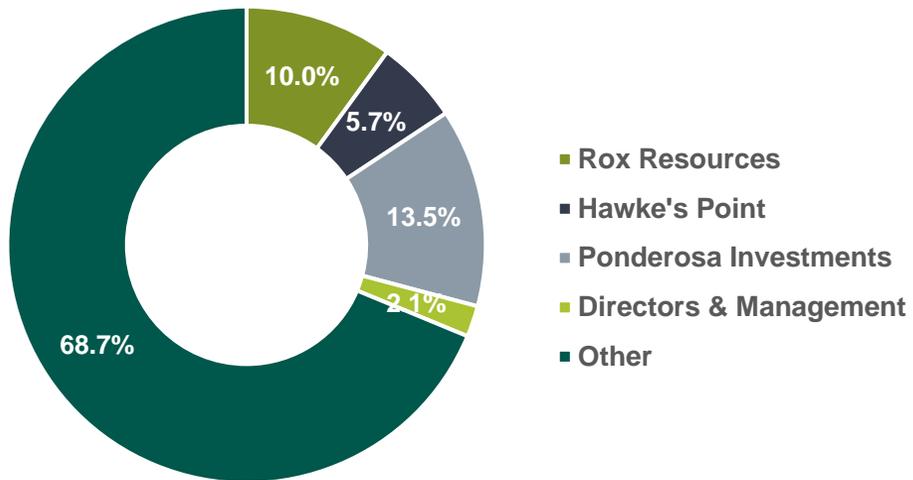
# Company Snapshot



## About Cannon Resources

Cannon Resources Limited is a Western Australia focused mineral resources exploration company with flagship nickel projects at Fisher East and Collurabbie.

## Shareholder Information - as at 26 November 2021

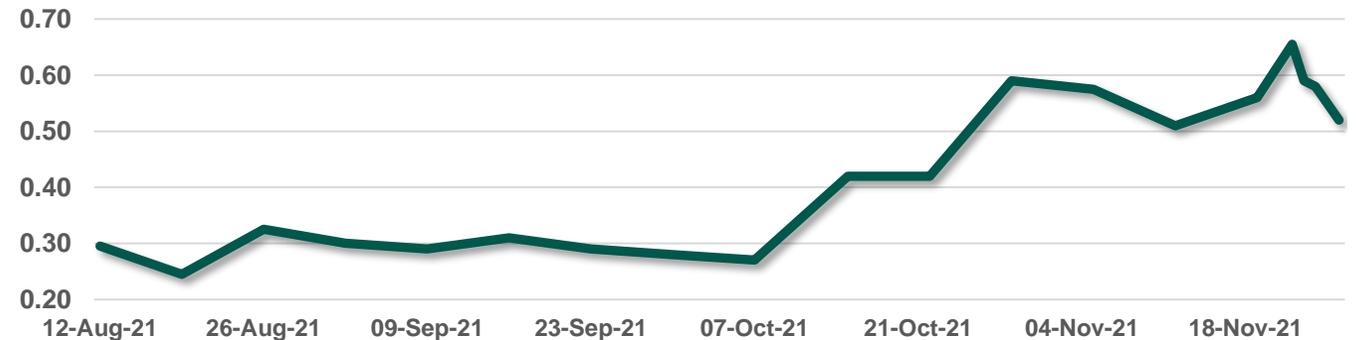


<b>Top 20 Shareholders</b>	<b>52.5%</b>
<b>Top 70 Shareholders</b>	<b>67.6%</b>
<b>2 - Year Escrow</b>	<b>10.0%</b>

## Capital Structure / Enterprise Value

ASX Code	CNR
Shares on issue	85.4m
Options on issue	16.4m
Market capitalisation (as at 26/11/21)	\$44.3m
Cash (as at 30/09/21)	\$4.3m
<b>Enterprise value</b>	<b>\$40.0m</b>

## Cannon Resources - Share Price Performance



# Experienced Board and Management



## **STEPHEN LYNN** - Chief Executive Officer

Mr Lynn is a geologist with over 25 years' experience in Australia and internationally exploring and developing a range of commodities including nickel, gold, and base metals. He has played a key role in the discovery of both nickel and VMS style base metal deposits within Western Australia, working previously for Great Central Mines, Gold Fields Limited and IGO Limited. Mr Lynn is a member of the Australian Institute of Geoscientists and holds Bachelor of Science (App Geology) and Master of Economic Geology degrees.



## **TREVOR BENSON** - Independent Non-Executive Chairman

Mr Benson has extensive experience as an investment banker and has served on a number of ASX listed company boards as both Chairman and Director. He has specialised in cross border transactions within the natural resources sector across China, Africa and Southeast Asia. Mr Benson holds a Bachelor of Science Degree from the University of Western Australia. Mr Benson is currently Non-Exec Chairman of Ionic Rare Earths Limited and Executive Chairman of recent successful IPO Evolution Energy Minerals Limited.



## **ALEX PASSMORE** - Non-independent Non-Executive Director

Mr Passmore is a qualified geologist and experienced corporate executive. He holds a Bachelor of Science degree with First Class Honours in Geology and a Graduate Diploma of Applied Finance from the Securities Institute of Australia. Mr Passmore was recently Chief Executive Officer of Cockatoo Iron NL, Non-Executive Director of Aspire Mining Ltd, Non-Executive (and Executive) Director of Equator Resources Ltd/Cobalt One, and CEO of Draig Resources (now Bellevue Gold Ltd). Mr Passmore is currently Managing Director of Rox Resources Limited.



## **RICHARD BEVAN** - Independent Non-Executive Director

Mr Bevan has experience as a Chief Executive Officer and non-executive director and Chairman for listed and unlisted companies. He brings experience in the execution and integration of mergers, acquisitions and other major corporate transactions. Mr Bevan is a member of the Australian Institute of Company Directors and is currently a Non-Executive Director of Empired Ltd (ASX: EPD). Mr Bevan was also recently Managing Director of Cassini Resources Limited.

# Achievements



- ✓ Successful **listing** on the ASX (12 August 2021) and raising of **\$6m** (before costs)
- ✓ **First** drill results **extend** Nickel mineralisation at Musket
- ✓ **\$4m** equity raising (before costs) successfully completed at \$0.40 a share, **100%** increase to the initial IPO price
- ✓ Ongoing drilling with **strong** news flow due

# Current Nickel Resources

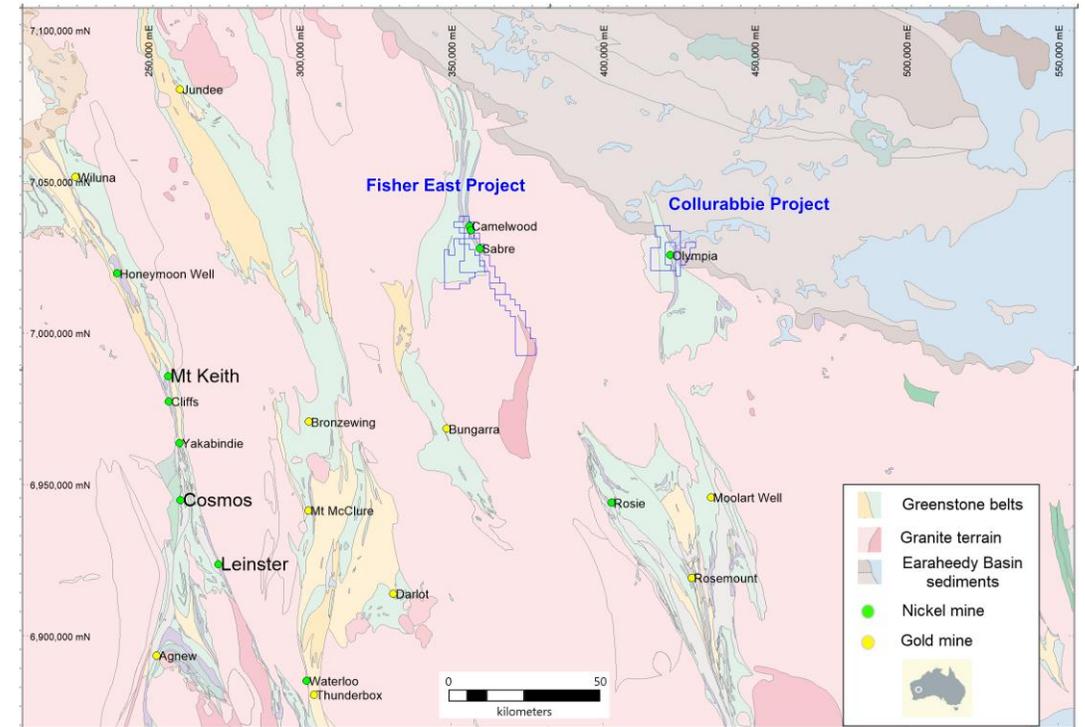


## Current Nickel Resources

Fisher East				
Deposit	Category	Tonnes (Mt)	Grade Ni %	Contained Ni Metal
Camelwood	Indicated	1.7	2.0	34.0
	Inferred	0.3	1.5	5.0
	<b>Total</b>	<b>2.0</b>	<b>2.0</b>	<b>39.0</b>
Cannonball	Indicated	0.24	2.9	7.0
	Inferred	0.02	1.9	0.3
	<b>Total</b>	<b>0.26</b>	<b>2.8</b>	<b>7.3</b>
Musket	Indicated	1.8	1.7	30.0
	Inferred	0.1	1.5	1.6
	<b>Total</b>	<b>1.9</b>	<b>1.7</b>	<b>31.6</b>
<b>Total</b>	Indicated	3.7	1.9	71.0
	Inferred	0.5	1.5	7.0
	<b>Total</b>	<b>4.2</b>	<b>1.9</b>	<b>78.0</b>

Collurabbie							
Deposit	Category	Tonnes (Kt)	Grade Ni %	Grade Cu %	Grade Co %	Grade Pd g/t	Grade Pt g/t
Olympia	Inferred	573	1.63	1.19	0.082	1.49	0.85

## Overview of Company Projects



# Fisher East Nickel Project



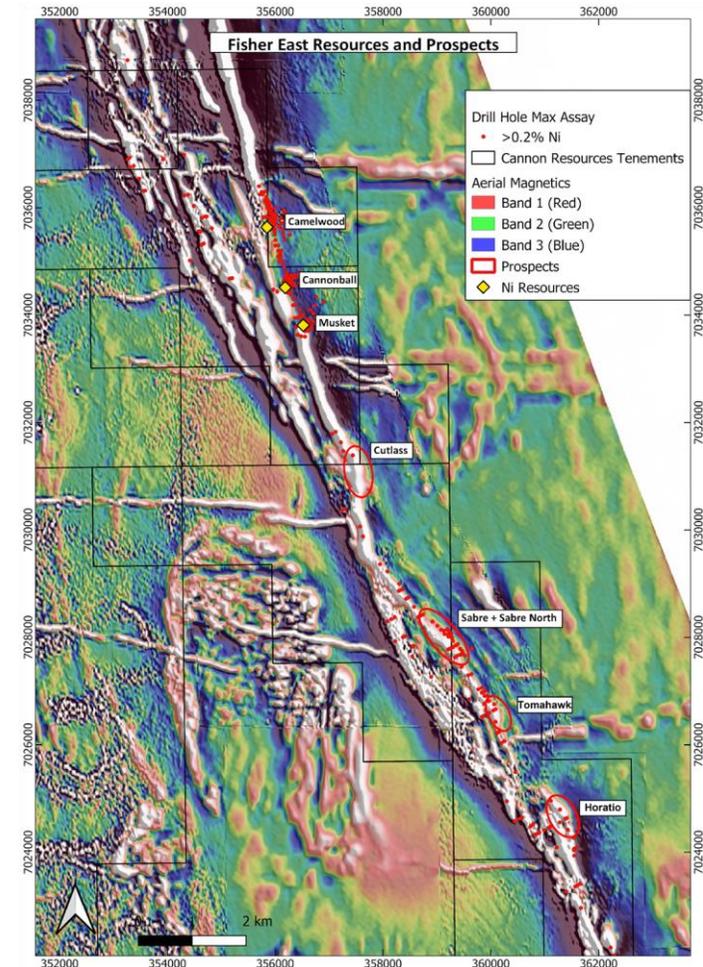
Kambalda style basal komatiite contact with JORC nickel sulphide resources

Musket, Camelwood and Cannonball with a combined resource of 4.1Mt at 1.86% Ni for 78 kT contained Ni.

- Currently the focus of Cannon's exploration activities
- Cannon drilling at Musket confirms this orebody continues with strong mineralisation at depth
- All orebodies remain open along strike and at depth

More than 20 km of basal ore position on Cannon tenure with additional advanced prospects south of Musket including Cutlass, Sabre, Tomahawk and Horatio. Actively drilling these targets in the current work program

Sabre and Tomahawk have sulphide intercepts >1% Ni in historical drilling in potential channelised komatiite flow. Both prospects will be key targets of regional drilling campaigns in 2022

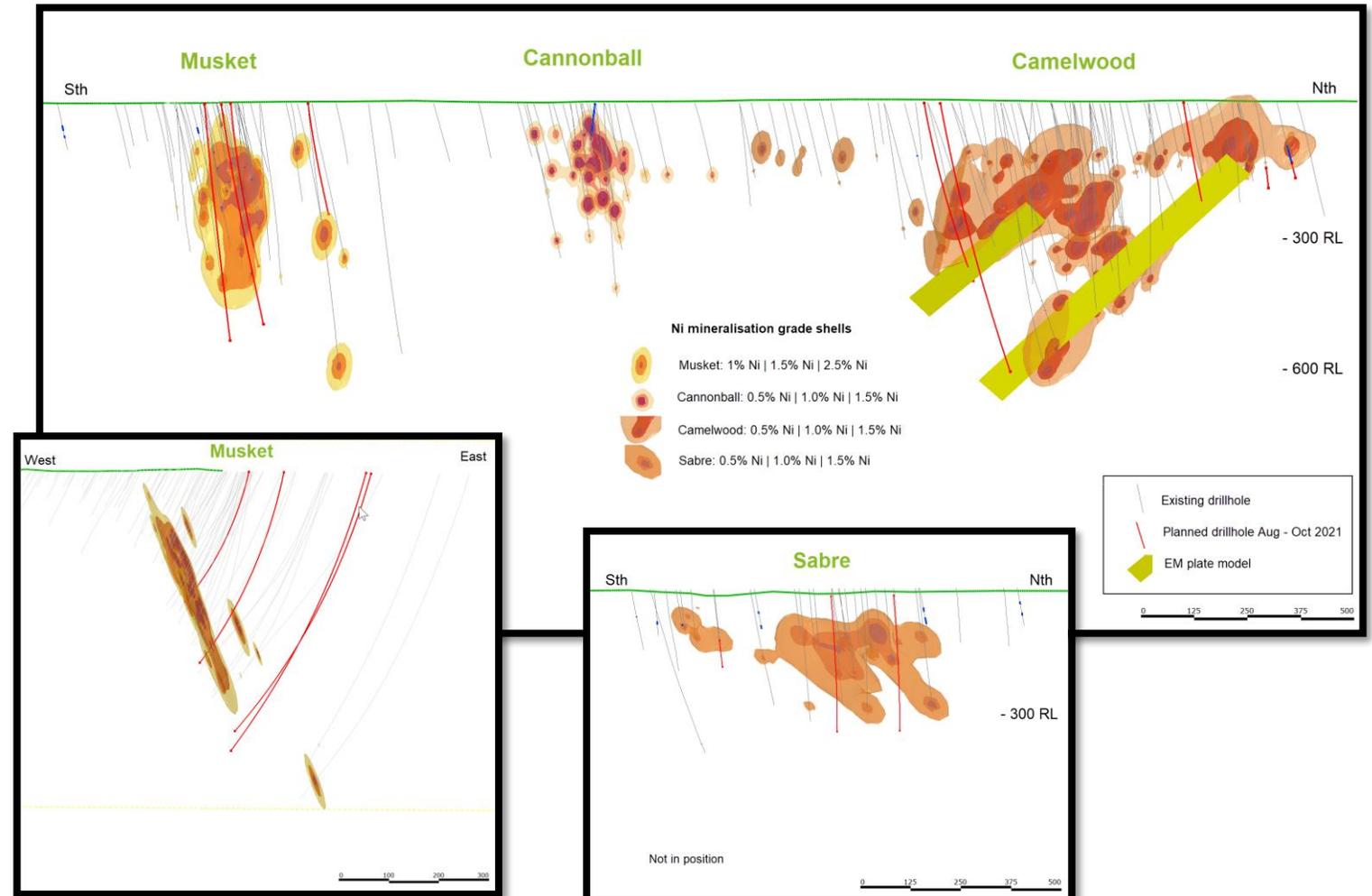


# Fisher East Nickel Project



## Current Exploration Program Update

- 🕒 Diamond drill program targeting extensions to nickel sulphide mineralisation at Musket, Camelwood and Sabre in progress and over 6,000 metres drilled to date
- 🕒 Diamond drilling program expected to be completed early December 2021
- 🕒 Remaining assays are currently pending
- 🕒 DHEM program completed



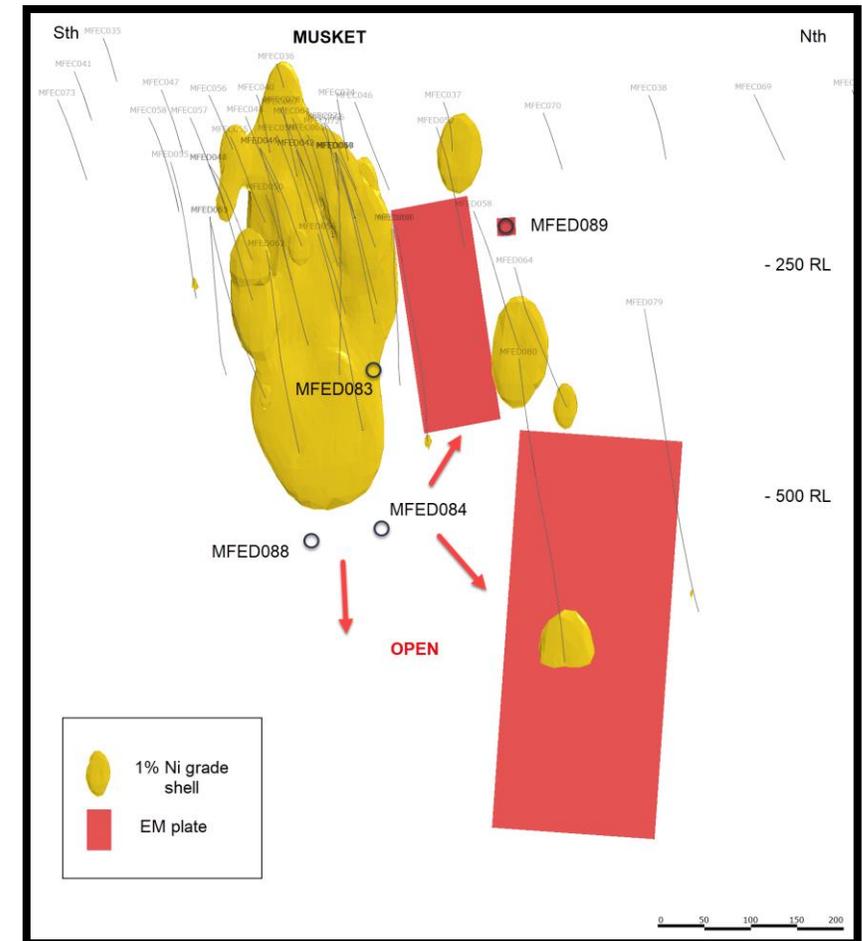
# Fisher East Nickel Project



## Musket drilling results (see ASX announcement 13<sup>th</sup> Oct 2021)

- 🕒 Cannon's recent diamond drilling results at Musket confirm the orebody extends at least 100 metres below the current resource
- 🕒 Strong DHEM plates confirmed on northern channel margin
- 🕒 Musket still remains open at depth, laterally and along northern channel margin, and is the focus for exploration in CY2022

Hole	From (m)	To (m)	Downhole Interval (m)	Estimated True width (m)	Ni%	Pt+Pd g/t	Co%	Prospect
MFED083	366.15	381.09	14.94	13.3	1.90	0.625	0.04	Musket
MFED084	559.77	560.0	4.94	4.2	1.79	0.474	0.03	Musket
MFED088	584.35	590.16	5.81	5.1	2.29	0.420	0.04	Musket
and	577.43	577.62	0.19	0.17	16.89	2.36	0.17	Musket

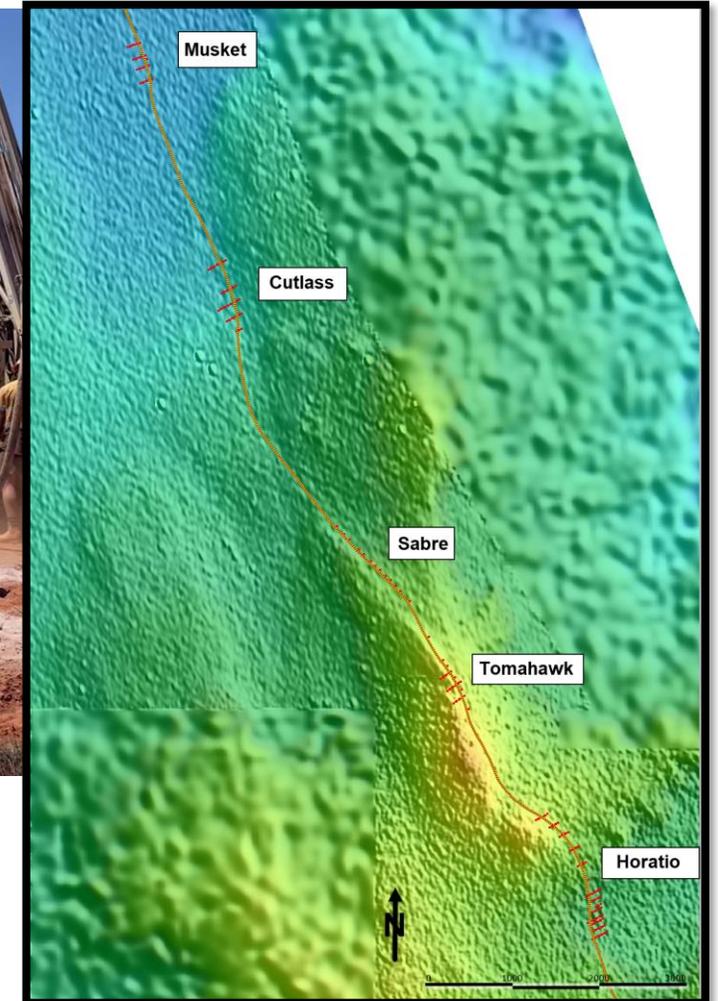


# Fisher East Nickel Project



## Current Exploration Program Update

- 🕒 **Aircore / RC drill program completed**
- 🕒 **138 holes drilled at target prospects along the basal ore position contact**
- 🕒 **Ore position successfully intersected and tested at all prospect. Up-plunge mineralised gossans intersected at Musket and Sabre**
- 🕒 **Assay results expected Dec - Jan**



Prospects, Ore position contact & AC drill locations on DEM

# Collurabbie Project



Intrusive style sulphide Ni Cu Co PGE system (Nova, Savannah, Julimar)

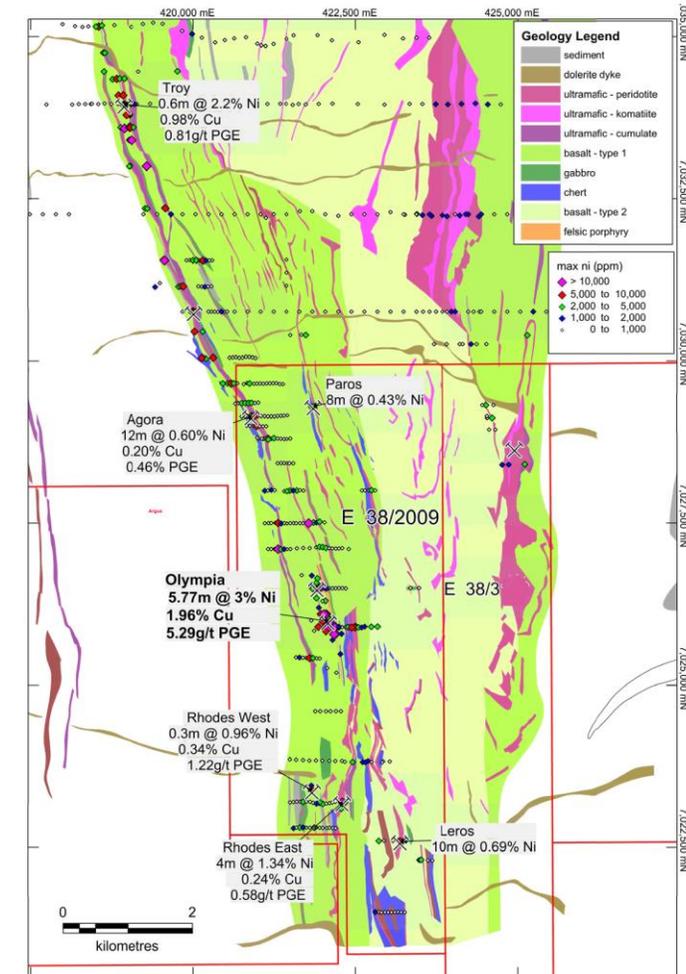
Ni-Cu-Co-PGE resource at Olympia hosted in ultramafic sill with total Mineral Resource (JORC) estimate of 0.573Mt at 1.63% Ni, 1.19% Cu, 0.082% Co, 1.49g/t Pd, 0.85g/t Pt

Well defined zone of Ni Cu Co PGE mineralised sills with a strike extent of over 15 km on Cannon tenure.

Multiple anomalous Ni Cu Co PGE historical drill intercepts within the sills, most yet to be adequately tested

Anomalous gold and VMS style mineralisation also intersected in historical drilling within the Project area. Most yet to be followed up

Cannon is currently reviewing and reinterpreting the geophysical datasets on the project area with a view to drill test in 2022



# Concluding remarks



## Existing High Grade Nickel Resources in Tier One Jurisdiction

- 🕒 Existing high grade JORC resources of 87 kT contained nickel
- 🕒 Most resources open and highly prospective
- 🕒 Significant strike potential for new discoveries

## Near To Medium Term Work Plan

- 🕒 Aggressive and focused drilling program underway now at Fisher East
- 🕒 Aim is to increase resource base and provide pathway for expansion and development

## Attractive Valuation

- 🕒 ~\$45M market capitalisation represents upside on the asset base



**P** +61 8 9226 0044 **F** +61 8 9322 6254

Level 2 | 87 Colin Street | West Perth WA 6005

PO Box 1167 | West Perth WA 6872

[www.cannonres.com.au](http://www.cannonres.com.au)