December Quarterly Activities report

Red Dirt Metals Limited (ASX: RDT) ("**Red Dirt**" or the "**Company**") is pleased to provide the following report on activities undertaken during the December Quarter, 2022.

December Quarter Highlights:

- Reported maiden lithium Mineral Resource Estimate (MRE) at Mt Ida Lithium Project of 12.7Mt @ 1.2% Li_2O;
- Completed 3,500 metres of diamond drilling, reported intercepts of pegmatites and spodumene at the Yinnetharra Lithium Project;
- Presented the Mt Ida development plan to DMIRS, commencement of approval documents and community consultation;
- Completed a strongly supported $55M capital raising at $0.50 per share to advance the Mt Ida and Yinnetharra Lithium Projects;
- Appointed David Flanagan as Executive Chairman;
- Appointed Jeremy Sinclair as Chief Operating Officer & Daniel Taylor as Chief Marketing Officer;
- Executed a MOU with VinES, part of the Vin Group, a leading battery and electric vehicle manufacturer based in Vietnam; and
- Closing cash balance of $49.2M at quarter end, with additional $13.5M (before costs) received in January 2023 from tranche 2 of the capital raising.

As the world transitions towards decarbonised energy solutions, the market is witnessing rapid growth in demand for lithium and other battery related commodities. Western Australia is ideally placed to play a globally significant part in support of the energy transition as the largest producer of lithium raw materials in the world.

The quality of our deposits and a demonstrated track record in developing mining projects puts Red Dirt in an exciting position to deliver significant benefits for future generations. The Company remains focussed on fast-tracking project development as quickly as possible to take advantage of the current buoyant lithium market.

CORPORATE STRATEGY

When looking at peer companies Red Dirt has a critical key advantage, the Mt Ida lithium resource sits within a granted mining lease in the Goldfields of Western Australia. The lease has been host to ~80 years of mining activity which means there are no environmental or social impediments to restarting operations on site. With this advantage in mind, the Company is focused on three objectives:

- Commencing mining of a Mt Ida DSO Lithium product;
- Developing a production pathway for a Mt Ida Spodumene Concentrate product; and
- Growth via exploration and a disciplined approach to acquisition opportunities.

Commenting on the December quarter, Red Dirt's' Chairman, David Flanagan said:

"I am extremely proud of the progress made by the Company during the quarter, leading towards our target to begin mining during 2023. The recently completed $55M capital raise has positioned Red Dirt with a well-funded balance sheet to drive the exploration and development required at Mt Ida and the next stages of exploration at the highly prospective Yinnetharra Lithium Project."

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MT IDA LITHIUM PROJECT

Exploration and Resource Development

A JORC compliant maiden resource estimate (MRE) for the 100% owned Mt Ida Lithium Project in the Eastern Goldfields of Western Australia was completed during the Quarter. The MRE was prepared by Snowden Optiro and included the Sister Sam, Timoni and Sparrow pegmatites.

The MRE incorporated all drilling completed up to the 15th of August 2022. The drilling database used to define the Mineral Resource comprises 57 Reverse Circulation (RC) drillholes for a total of 10,360m, and 46 diamond drillholes for a total of 18,156m.

The Mineral Resource is reported above a cut-off grade of 0.55% Li_2O (Table 1).

Summary Mt Ida Mineral Resource Estimate as announced 19 October 2022				
Resource category	Li_2O		Li_2O	Ta_2O_5
	Tonnes (Mt)	Grade (% Li_2O)	(Kt)	Grade (Ta_2O_5 ppm)
Total Indicated	3.3	1.4	46	246
Total Inferred	9.3	1.1	102	193
Total	**12.7**	**1.2**	**148**	**207**

Table 1: Maiden Mineral Resource Estimate for Mt Ida Lithium Project.

During the quarter a total of 104 holes were drilled for a total of 18,823 metres (diamond plus RC), with the primary purpose of:

- Geotechnical drilling with the aim of providing geotechnical parameters for mine design work associated with the Mt Ida DSO project;
- Metallurgical drilling; and
- Infill drilling to increase the categorisation of inferred to indicated.

RC and diamond drilling remain ongoing in the shallow portions of the Sister Sam and Timoni ore bodies to assist with the completion of studies of a DSO operation.

In addition, 6 holes were drilled for bore water along with the construction of bores to secure water supply to support a potential mining operation.

Subsequent to quarter end the Company announced its best lithium intercept to date at the Mt Ida Lithium Project from the Sister Sam pegmatite:

IDRD077W2: **49.5 metres at 1.45% Li_2O** from 387.5 metres including;
- **12.2 metres at 1.95% Li_2O** from 389.1 metres,
- **5.5 metres at 2.00% Li_2O** from 405.6 metres and
- **5.7 metres at 1.90% Li_2O** from 418.3 metres.

A program of Air Core ("**AC"**) drilling was targeted to follow up on regional soil sampling undertaken in H1 2022. The AC drilling was broad spaced and designed to detect low tenor anomalism (60-240ppm Li) typically found in the host greenstone rocks up to 100m into the hanging wall of the pegmatites at Mt Ida.

The AC drilling has detected four (4) lithium anomalies all found in the same geological position as the Sister Sam, Timoni and Sparrow pegmatites (See Figure 1). These near surface targets will be tested with RC drilling and the results will likely be reported in the June Quarter.

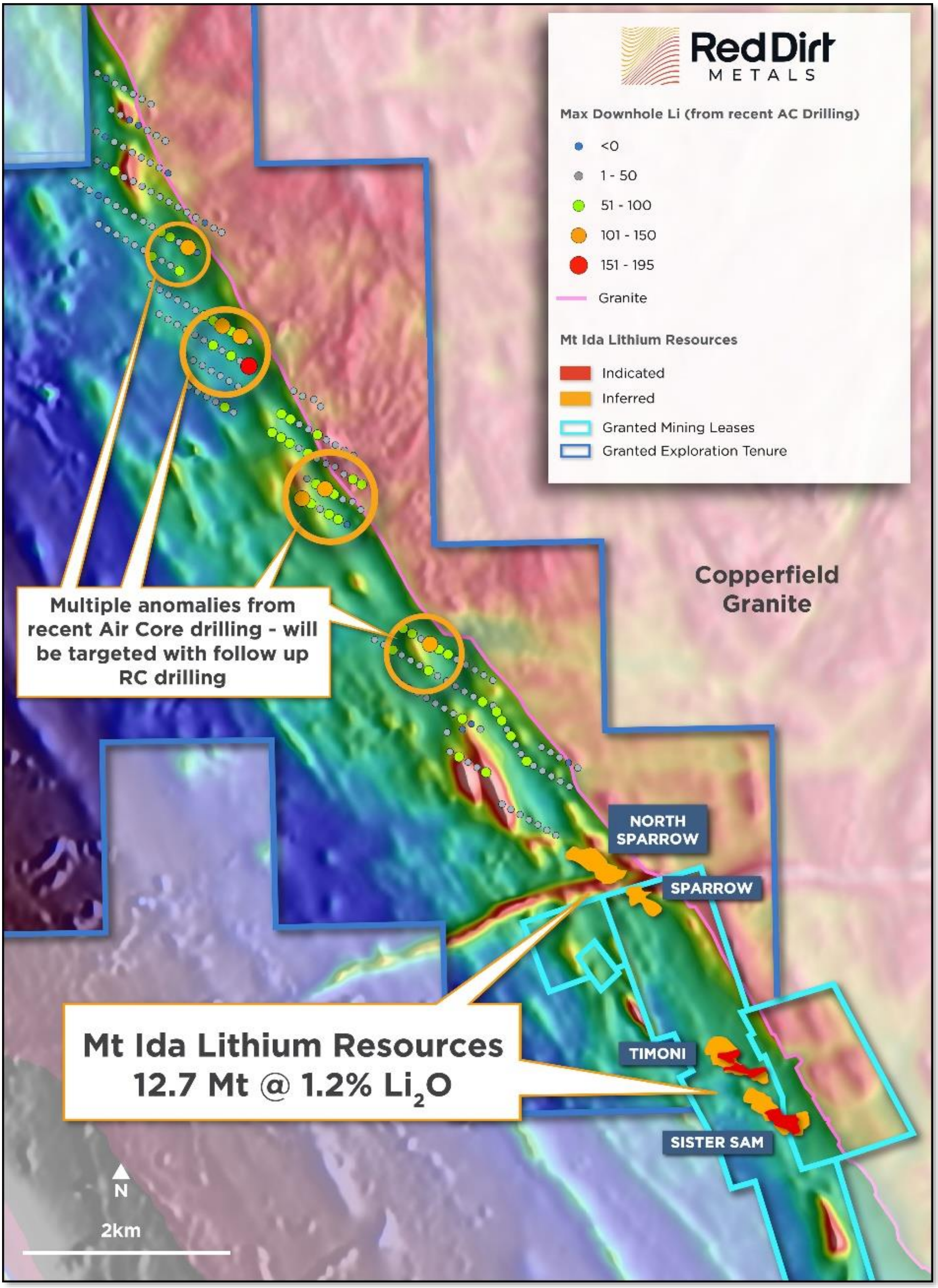

Figure 1: Map showing location of AC anomalies.

Mt Ida DSO Operation

Whilst the longer term plan for Mt Ida is to produce a spodumene concentrate product the Company is currently pursuing the opportunity to generate early cashflow from Mt Ida through the export of a Direct Shipping Ore ("**DSO**") product. The benefit of two (2) granted mining leases in combination with the shorter development timeline of a DSO project will support accelerated access to current buoyant lithium market pricing and earlier cash flows.

Multiple work streams are being progressed to enable commencement of mining by December 2023. Certain work packages such as hydrogeology and waste landform designs will also benefit the longer term Mt Ida Spodumene Concentrate Project (see below).

<u>December Quarter progress:</u>

- Board resolved to progress study work, targeting a commencement of mining by December 2023;
- First pass mine planning completed (pit optimisations, pit designs and mine schedules), providing key information to assist in defining a mine layout;
- Key executive appointments made to secure necessary capability and capacity to fast track development of both the Mt Ida DSO project and the Mt Ida Spodumene Concentrate project;
- Geotechnical drilling completed for the purpose of finalising geotechnical design parameters; and
- Heritage - the project area has been fully surveyed and no additional heritage surveys are required.

<u>Post Quarter end:</u>

- Site layout finalised for the purpose of inclusion with approvals submissions;
- Site road re-alignment – scope of work defined and seeking proposal(s) for engineering consultant; stakeholder engagement has commenced;
- Water supply - Hydrogeological consultant appointed; and
- Logistics work associated with road train haulage has commenced.

<u>Key milestone targets for the March quarter:</u>

- Flora and Fauna – final survey and review of impact area to be conducted to ensure full area is de-risked;
- Submission of Mining Proposal, Mine Closure Plan, and Native Vegetation Clearing Permit, for Approval to Mine, is targeted for the March quarter; and
- Additional mine planning work to refine pit designs and mine schedules that can be provided to mining contractors for the purpose of providing budget cost estimates for the mining activity.

Mt Ida Spodumene Concentrate Project

As is the case with the DSO project for Mt Ida, the Company is eager to develop components of the project under an accelerated timeline where practical. Successful execution of a DSO strategy at Mt Ida will in itself support streamlined development and funding for the spodumene concentrate project.

Current work underway:

- Study definition and understanding the opportunities for accelerated development;
- Securing a study manager;
- Preliminary design work is complete for a proposed Integrated Waste Landform (IWL). Waste from a DSO project would be used to construct an IWL;
- Mine design work for the Mt Ida DSO Project is also considering mining methods and other related issues for a longer term spodumene concentrate project;
- Product logistics and transport of spodumene concentrate to port is being considered now in conjunction with the Mt Ida DSO Project;

- Work on water supply is commencing now (as part of the Mt Ida DSO Project) but with a view to future concentrate production; and
- The Company is undertaking relevant studies required for approvals of the longer term project.

Figure 2: *Drilling activities underway at Mt Ida Lithium Project.*

YINNETHARRA LITHIUM PROJECT

After acquiring the Yinnetharra Project in September 2022, the Company started drilling in November and completed sixteen (16) diamond holes for 3,250 metres in late 2022.

Sixteen (16) holes were drilled during the December Quarter with drillhole **YNRD005 from 88.9 to 172.5 metres** downhole showing significant pegmatite thickening at depth (Figure 4). This encouraging visual signal was backed up subsequent to the Quarter end, with assay results received and announced to the ASX on 20 January 2023 *("Excellent Lithium Assay in first Hole at Yinnetharra")* and summarised below:

YNRD005 55.6 metres at 1.12% Li_2O from 94.0 metres including;

- **15.0 metres at 1.52% Li_2O** from 95.0 metres;
- **15.0 metres at 1.36% Li_2O** from 118.8 metres; and
- **12.4 metres at 1.22% Li_2O** from 137.2 metres.

The Company continues to progress the diamond drilling as well as infill and expansion RC drilling programs across the Project which will cover more than 400 holes and 90,000m in 2023. More than 50 Lithium pegmatites have been identified at the Malinda Prospect and will be progressively investigated during the year.

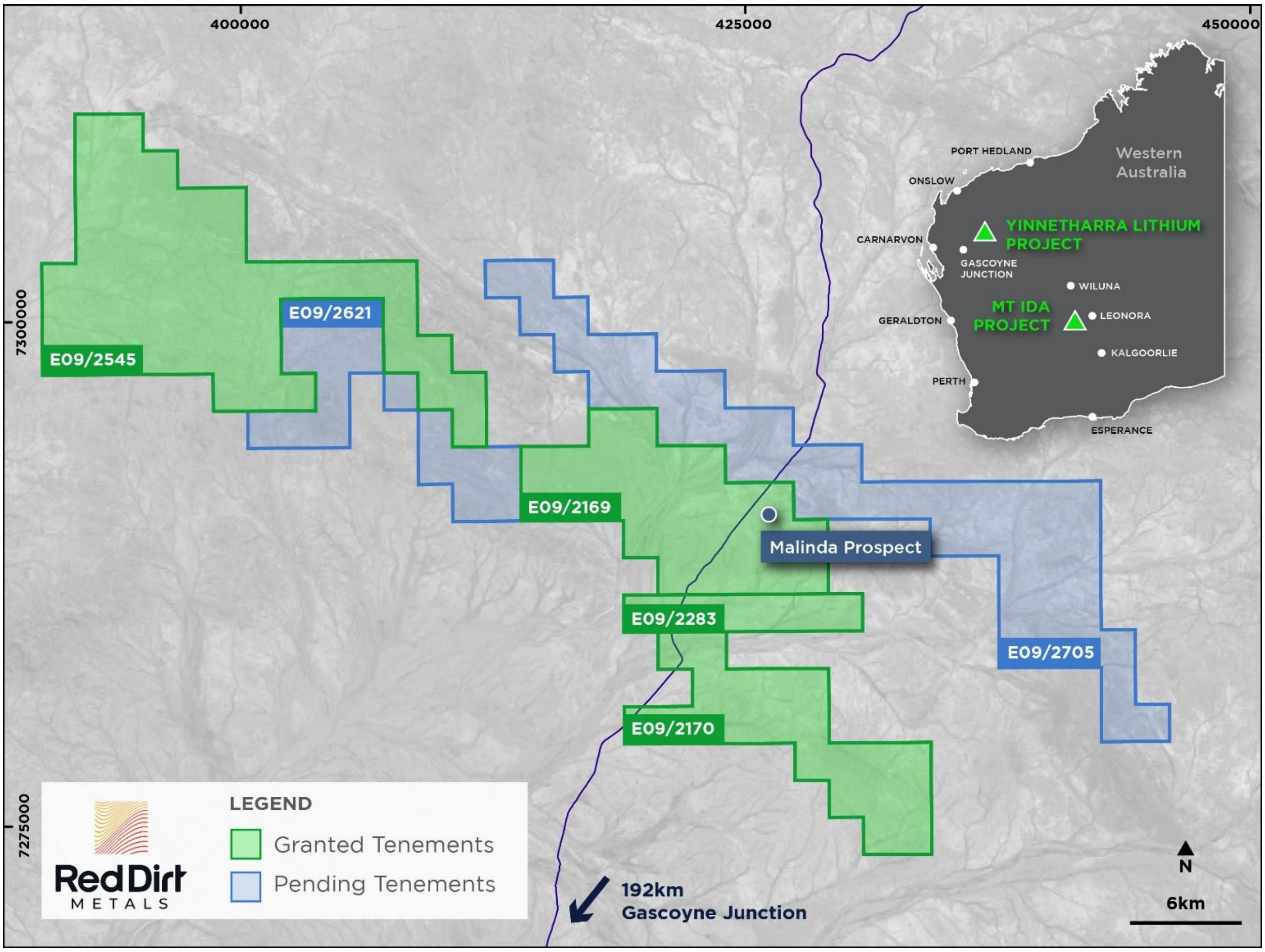

Figure 3: *Yinnetharra Lithium Project Tenements (Malinda Prospect).*

Figure 4: *Coarse spodumene drilled by Red Dirt in YNRD005 at 129m.*

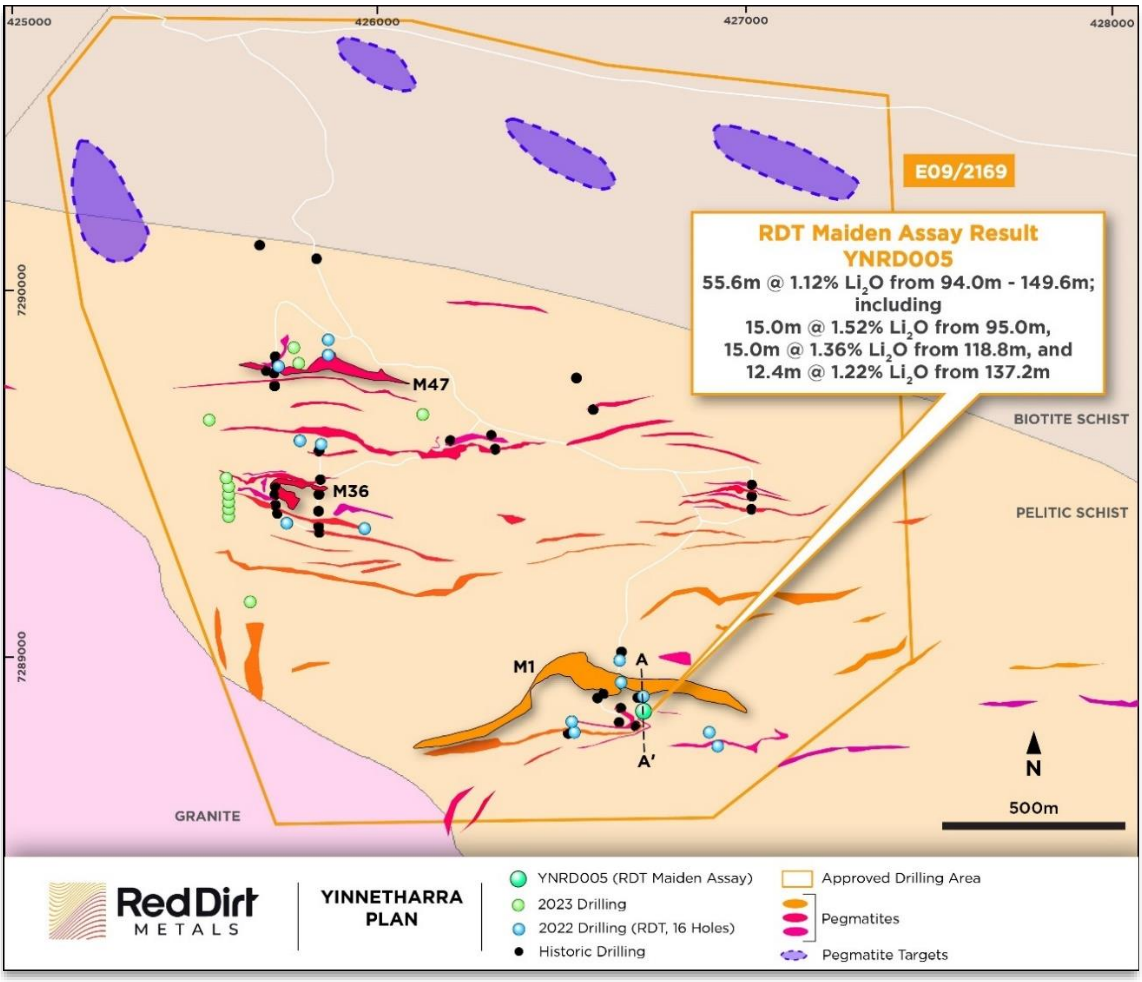

Figure 5: *Plan showing LCT pegmatite map and location of RDT drilling at Malinda.*

Furthermore, environmental and heritage consultants have been confirmed for the required Yinnetharra studies to assist with forward project planning.

CORPORATE

Capital

In December Red Dirt received firm commitments for a $55.0 million capital raising at $0.50 per share. The Placement comprised two tranches:

- Tranche 1: completed in December to raise $41.5 million via the issue of 83.0 million New Shares utilising the Company's existing placement capacity under ASX Listing Rule 7.1 and 7.1A.
- Tranche 2: completed in January to raise $13.5 million via the issue of 27 million New Shares, which was subject to shareholder approval that was received at a General Meeting held on 16 January 2023.

Funds from the Capital Raising will be used to accelerate feasibility and development activities in conjunction with exploration at the Company's Mt Ida and Yinnetharra Lithium Projects.

The Company welcomed the support of new and existing shareholders as part of the $55 million placement. New shareholders included Idemitsu Australia, a subsidiary of Idemitsu Kosan Co.,Ltd who have a global strategy of investing in high-growth markets such as lithium and have an annual turnover of in excess of $70 billion. Red Dirt is also pleased to receive continued support from existing holders such as funds managed by Waratah Capital Advisors Ltd who increased their holding in Red Dirt from 10.15% to 12.10%.

In addition to the Capital Raising, the Company received $245,000 via a Share Purchase Plan that concluded on 22 December 2022, and a further $47,500 via the exercise of $0.25 options.

As at 31 December 2022, Red Dirt has the following securities on issue:

- 416,615,823 fully paid ordinary shares (8,905,725 escrowed until 27/03/23);
- 48,896,324 unlisted options (various exercise prices and expiry dates) and
- 8,990,000 performance rights/shares (various vesting conditions and expiry dates).

Board and Management

During the quarter, Mr David Flanagan was appointed Executive Chairman to guide the Company through an accelerated path to becoming a lithium producer. Mr Flanagan will use his considerable experience in delivering projects to production as quickly as possible to meet the growing global demand for lithium and achieve cashflow as soon as possible. As part of the transition, Mr Matthew Boyes resigned from his position as Managing Director and Mr Gower He resigned as Executive Director. The Board thanks Mr Boyes and Mr He for their hard work and dedication to the Company during their tenure.

Red Dirt has also bolstered its executive management team during the quarter with the addition of Mr Jeremy Sinclair and Mr Daniel Taylor.

Jeremy joined as Chief Operating Officer (COO) and subject to final investment decision and regulatory approval, will be responsible for delivering exports of direct shipping ore (DSO) and then spodumene concentrates from the Mt Ida Lithium Project. He brings 28 years of experience commissioning many mining projects throughout Western Australia.

Mr Sinclair will lead all elements of the Company's feasibility studies, environmental approvals, process engineering and design, mine execution, commissioning and ramp up. He brings production experience in a range of commodities including lithium, gold and iron ore.

Daniel joins the Company as Chief Marketing Officer (CMO) and will lead the delivery of key customer relationships, offtake agreements and market leading product strategies. He brings 25 years of experience in all facets of product marketing, customer related financing, ocean freight and product logistics. His global experience extends across operations including Europe and Asia in multiple commodities including lithium, graphite, iron ore, salt and industrial minerals. In addition to product marketing Mr Taylor will play a key role supporting project financing, feasibility studies and process engineering outcomes.

Lithium marketing and business development

During the quarter the Company executed a non-binding Memorandum of Understanding **("MOU")** with VinES Energy Solutions (**VinES**).

The **MOU** covers potential future product offtake of up to 45,000 of spodumene concentrate production from Red Dirt's flagship Mt Ida Lithium Project in Western Australia and broader cooperation with VinES Energy Solutions. VinES is a member of Vingroup, the largest private conglomerate in Vietnam. The MoU includes the following key elements:

- Future potential offtake contract pricing will utilise market pricing mechanisms prevalent in the market for spodumene concentrate at the time.
- The MoU has a term of four (4) years from the day of execution and the parties will work to negotiate a binding offtake agreement within this time.
- Technical exchange and metallurgical test work of the potential spodumene products from the Red Dirt projects.
- The parties will jointly explore opportunities for joint development of mid-stream and/or downstream projects in the lithium value-chain.

In late December, the Company attended the VinFuture Symposium in Hanoi, Vietnam as a guest of VinES and met with the senior management of both VinES and sister company and electric vehicle manufacturer VinFast. Red Dirt congratulates VinFast on the delivery of their first 1,000 cars to customers in the United States, a pre-order book that now tops 65,000 EV's and the expansion of their global vehicle showroom footprint, including 10 showrooms in California and Europe including Paris and Cologne.

Figure 6: *David Flanagan and Daniel Taylor representing Red Dirt at the VinFuture Symposium.*

The Company is fielding global interest from potential customers and potential strategic investors including those from Europe, China, Vietnam, South Korea, India and North America. The activity of governments around the world to incentivise the development of critical minerals projects and accelerate the clean energy transition through initiatives such as the Inflation Reduction Act in USA, and critical raw materials legislation underpin robust current and future demand for battery raw materials and downstream products. The Company notes recent strong spot and long-term contract pricing fixtures for spodumene concentrate and DSO by Australian hard rock lithium peers reinforcing efforts to bring our projects into production expediently.

ASX Compliance

For the purpose of Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities during the quarter by the Company or its subsidiaries.

In accordance with section 6 of the Appendix 5B, the Company advises that $396k was paid to related parties of the entity and their associates during the quarter, including Executive and Non-Executive Director fees.

Appendix 1 – Tenement Listing

Project	Location	Tenement	Status	Interest at beginning of Quarter	Interest at end of Quarter
Eureka	Western Australia	L24/0234	Granted	100%	100%
Eureka	Western Australia	M24/0189	Granted	100%	100%
Eureka	Western Australia	M24/0584	Granted	100%	100%
Eureka	Western Australia	M24/0585	Granted	100%	100%
Eureka	Western Australia	M24/0586	Granted	100%	100%
Eureka	Western Australia	P24/5116	Granted	100%	100%
Eureka	Western Australia	P24/5548*	Granted	100%	100%
Eureka	Western Australia	P24/5549*	Granted	100%	100%
Lockeridge	Western Australia	E69/3871	Granted	100%	100%
Mt Ida	Western Australia	E29/0640	Granted	100%	100%
Mt Ida	Western Australia	E29/0771	Granted	100%	100%
Mt Ida	Western Australia	E29/0895	Granted	100%	100%
Mt Ida	Western Australia	E29/0944	Granted	100%	100%
Mt Ida	Western Australia	E29/0964	Granted	100%	100%
Mt Ida	Western Australia	L29/0074	Granted	100%	100%
Mt Ida	Western Australia	M29/0002	Granted	100%	100%
Mt Ida	Western Australia	M29/0094	Granted	100%	100%
Mt Ida	Western Australia	M29/0165	Granted	100%	100%
Mt Ida	Western Australia	M29/0422	Granted	100%	100%
Mt Ida	Western Australia	M29/0429	Granted	100%	100%
Mt Ida	Western Australia	P29/2394	Granted	100%	100%
Mt Ida	Western Australia	P29/2397	Granted	100%	100%
Mt Ida	Western Australia	P29/2398	Granted	100%	100%
Mt Ida	Western Australia	P29/2399	Granted	100%	100%
Mt Ida	Western Australia	P29/2400	Granted	100%	100%
Mt Ida	Western Australia	P29/2401	Granted	100%	100%
Mt Ida	Western Australia	P29/2402	Granted	100%	100%
Mt Ida	Western Australia	P29/2403	Granted	100%	100%
Mt Ida	Western Australia	P29/2404	Granted	100%	100%
Mt Ida	Western Australia	P29/2405	Granted	100%	100%
Mt Ida	Western Australia	P29/2406	Granted	100%	100%
Mt Ida	Western Australia	P29/2407	Granted	100%	100%
Mt Ida	Western Australia	P29/2487	Granted	100%	100%
Mt Ida	Western Australia	P29/2529	Granted	100%	100%
Mt Ida	Western Australia	P29/2666	Granted	100%	100%
Mt Ida	Western Australia	P29/2667	Granted	100%	100%
Mt Ida	Western Australia	P29/2668	Granted	100%	100%
Mt Ida	Western Australia	P29/2669	Granted	100%	100%
Mt Ida	Western Australia	L29/0166	Granted	100%	100%
Mt Ida	Western Australia	L29/0171	Granted	100%	100%
Yinnetharra	Western Australia	E09/2169	Granted	100%	100%
Yinnetharra	Western Australia	E09/2170	Granted	100%	100%

Project	Location	Tenement	Status	Interest at beginning of Quarter	Interest at end of Quarter
Yinnetharra	Western Australia	E09/2283	Granted	100%	100%
Yinnetharra	Western Australia	E09/2545	Granted*	100%	100%
Yinnetharra	Western Australia	E09/2544	Application	100%	100%
Yinnetharra	Western Australia	E09/2621	Application	100%	100%
Yinnetharra	Western Australia	E09/2705	Application	100%	100%
Yinnetharra	Western Australia	E09/2716	Application	100%	100%

*Granted during the quarter

Authorised for lodgement by the Board of Red Dirt Metals.

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About Red Dirt Metals

Red Dirt Metals (ASX: RDT) is an exploration and development company focused on bringing high-quality, lithium-bearing pegmatite deposits, located in Western Australia, into production. With a strong balance sheet and an experienced team driving the exploration and development workstreams, Red Dirt is rapidly advancing its Mt Ida Lithium Project towards production. The Mt Ida Lithium Project holds a critical advantage over other lithium developers with existing Mining Leases and heritage agreements in place. To capitalise on the prevailing buoyant lithium market, Red Dirt is pursuing a rapid development pathway to unlock maximum value for shareholders.

Red Dirt also holds the highly prospective Yinnetharra Lithium Project that is already showing signs of becoming one of Australia's most exciting lithium regions. The Company is currently undergoing an extensive 400 drill hole campaign to be completed throughout 2023.

Disclaimer & Competent Person Statements

Information in this Announcement that relates to exploration results is based upon work undertaken by Mr. Charles Hughes, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy (AUSIMM). Mr. Hughes has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which 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 Code). Mr. Hughes is an employee of Red Dirt Metals Limited and consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears. Refer to www.reddirtmetals.com.au for past ASX announcements.

Past Exploration results and Mineral Resource Estimates reported in this announcement have been previously prepared and disclosed by Red Dirt in accordance with JORC 2012. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The Company confirms that the form and content in which the Competent Person's findings are presented here have not been materially modified from the original market announcement, and all material assumptions and technical parameters underpinning Mineral Resource Estimates in the relevant market announcement continue to apply and have not materially changed. Refer to www.reddirtmetals.com.au for details on past exploration results and Mineral Resource Estimates.

This release may include forward looking and aspirational statements. These statements are based on Red Dirt management's expectations and beliefs concerning future events as of the time of the release of this announcement. Forward looking and aspirational statements are necessarily subject to risks, uncertainties and other factors, some of which are outside the control of Red Dirt, that could cause actual results to differ materially from such statements. Red Dirt makes no undertaking to subsequently update or revise the forward looking or aspirational statements made in this release to reflect events or circumstances after the date of this release, except as required by applicable laws and the ASX Listing Rules.

Rule 5.5

Appendix 5B

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

Name of entity

RED DIRT METALS LIMITED (ASX CODE: RDT)

ABN	**Quarter ended ("current quarter")**
67 107 244 039	31 DECEMBER 2022

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (6 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(355)	(483)
	(e) administration and corporate costs	(1,074)	(1,868)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	64	79
1.5	Interest and other costs of finance paid	(2)	(4)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	119	119
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,248)**	**(2,157)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) entities (*net of cash acquired*)	-	2,009
	(b) tenements	-	-
	(c) property, plant and equipment	(72)	(89)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
	(d) exploration & evaluation (if capitalised)	(7,307)	(13,270)
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	35	35
	(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)	-	-
2.6	**Net cash from / (used in) investing activities**	**(7,344)**	**(11,315)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	41,745	41,745
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of options	48	276
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(2,594)	(2,627)
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	Principle payments of lease liability	(23)	(46)
3.10	**Net cash from / (used in) financing activities**	**39,176**	**39,348**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	18,652	23,360
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,248)	(2,157)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(7,344)	(11,315)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	39,176	39,348
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**49,236**	**49,236**

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	6,623	13,538
5.2	Call deposits	42,613	5,114
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)**	**49,236***	**18,652**

** $13.5M (before costs) received 19 January 2023 as Tranche 2 of the Capital Raising announced 1 December 2022.*

6.	**Payments to directors 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	367
6.2	Aggregate amount of payments to related parties and their associates included in item 2	30

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

7.	**Financing facilities available** *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.*	**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 (Convertible loan)	-	-
7.4	**Total financial facilities**	**-**	**-**

7.5	**Unused financial 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.

NIL

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (Item 1.9)	(1,248)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(7,307)
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(8,555)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	49,236
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	49,236
8.7	**Estimated quarters of funding available (Item 8.6 divided by Item 8.3)**	**5.76**

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.

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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

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

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: 30 January 2023

[Authorised for lodgement by David Flanagan, Executive Chairman]

Authorised by: ....

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.