

**December 2022 Quarterly Activities Report**

# **CZR hits key targets in strategy to develop Robe Mesa iron ore project**

**CZR on track to increase mine life and forecast production rate;  
Exploration underway at Croydon Gold Project**

## **Highlights**

### **Robe Mesa Iron-Ore Deposit, Pilbara**

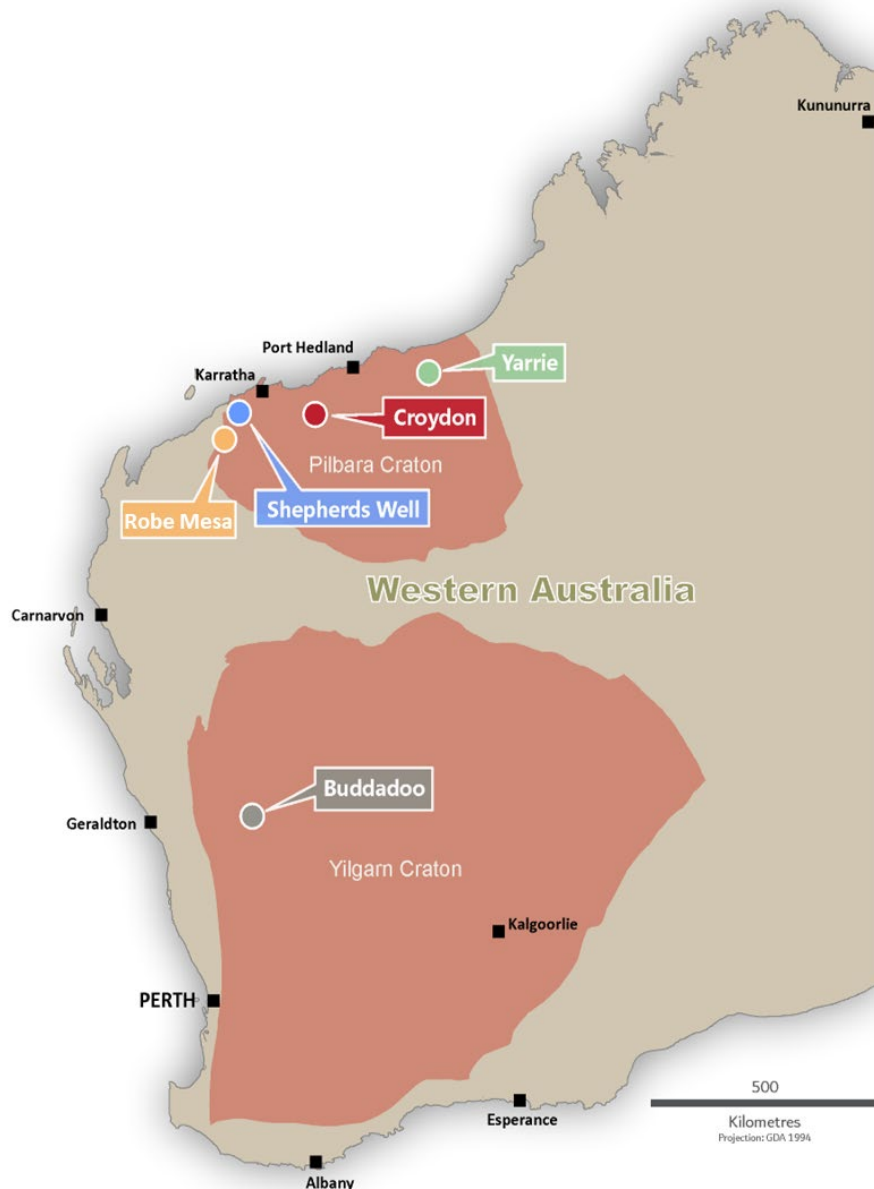
- JORC Mineral Resource increased to 45.2Mt at 56% Fe (62.7% Fe.ca), representing an 83% increase in tonnes in the past 12 months while maintaining the same iron ore grade
- Strategic partnership with Strike Resources Limited (SRK) and CSL Australia Pty Ltd (CSL) to secure approvals for the construction of a 5-Mtpa bulk loading facility for export of iron ore from the Port of Ashburton, Onslow (**POA Facility**)
- Agreement signed to acquire exploration licence E08/2137 from a subsidiary of Fortescue Metals Group Ltd (ASX: FMG)
  - E08/2137 sits immediately south of Rio Tinto's Mesa F iron ore project, only 5km from CZR's Robe Mesa deposit and consolidates a 1.1km long strike length of CZR's P529 iron ore deposit – drilling scheduled to commence January 2023
- Mining Agreement signed with Native Title Holders, Robe River Kuruma
- Subsequent to the end of the quarter, the Department of Mines, Industry Regulation and Safety granted Mining Licences M08/533 (Robe Mesa Deposit) and M08/519 (P529 Deposit)

### **Croydon Gold Project**

- Gravity Survey 80% complete (completion in March quarter) – multiple anomalies identified from preliminary data
- Drill testing planned for intrusion-related gold mineralisation, analogous to De Grey Mining's neighbouring 8.5Moz Hemi discovery

### **Corporate**

- Renounceable Entitlement Offer raised \$3.9m at 1.2cps (20.4cps post consolidation)
- Consolidation of capital completed on 1:17 basis



**Figure 1.** Location CZR projects in Western Australia

## OVERVIEW

CZR is a Western Australia focused mineral exploration and development company with five projects, all in joint-venture with its major shareholder, Creasy Group. All projects are strategically located, proximal to infrastructure and cover prospective geology with established iron ore, gold and base metal endowment.

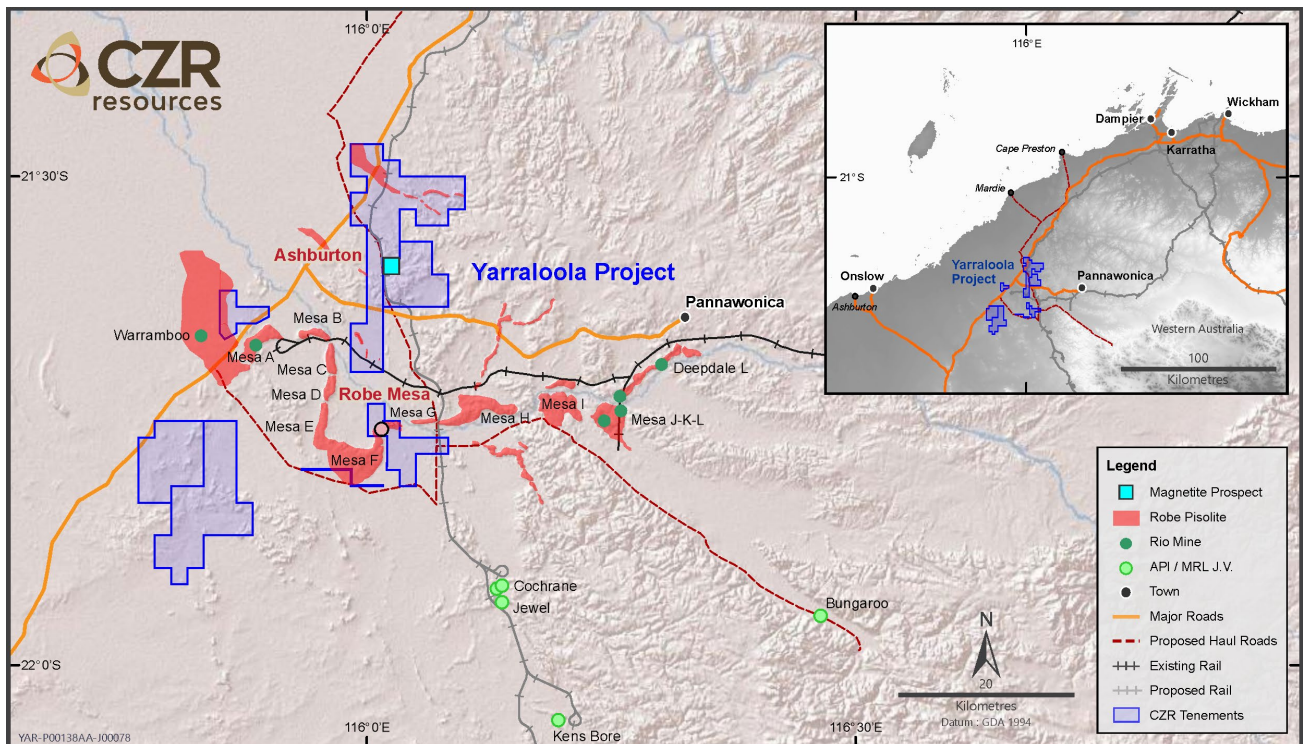
CZR’s primary development asset is the Robe Mesa iron ore deposit, part of the Yarraloola project. The Company is progressing the Definitive Feasibility Study (DFS) and approvals for mining, with a focus on expanding the current JORC Resource and Reserve and targeting a production rate of +3Mtpa.

In addition to the development of Robe Mesa, CZR is also progressing several prospective gold, base metal and iron ore exploration projects – well located in close proximity to major mines and discoveries.

## ROBE MESA IRON-ORE DEPOSIT (Yarraloola Project) – WEST PILBARA (CZR 85%)

The Robe Mesa deposit sits within the Robe Valley Channel Iron Deposits (Robe Valley CID), adjacent to the Robe River JV operations. The Robe River JV (Rio Tinto 53%, Mitsui 33%, Nippon Steel 14%), operated by Rio Tinto, has been mining Robe Valley CID since the 1970's and has current mining operations at Mesa A, Warrambo and Mesa J, with rail linking to export facilities at Cape Lambert.

The Robe River JV recently invested \$1.7B in the Robe Valley JV to replace production from existing mines at Mesa A, Warrambo and Mesa J. Production commenced at Mesa B, C and H in August 2021 and there is extensive drilling underway at Mesa F, effectively surrounding CZR's Robe Mesa deposit.



**Figure 2.** CZR's Yarraloola project and Robe Mesa deposit showing local infrastructure and iron ore deposits. Insert map showing regional infrastructure of the West Pilbara, relative to the Robe Mesa deposit

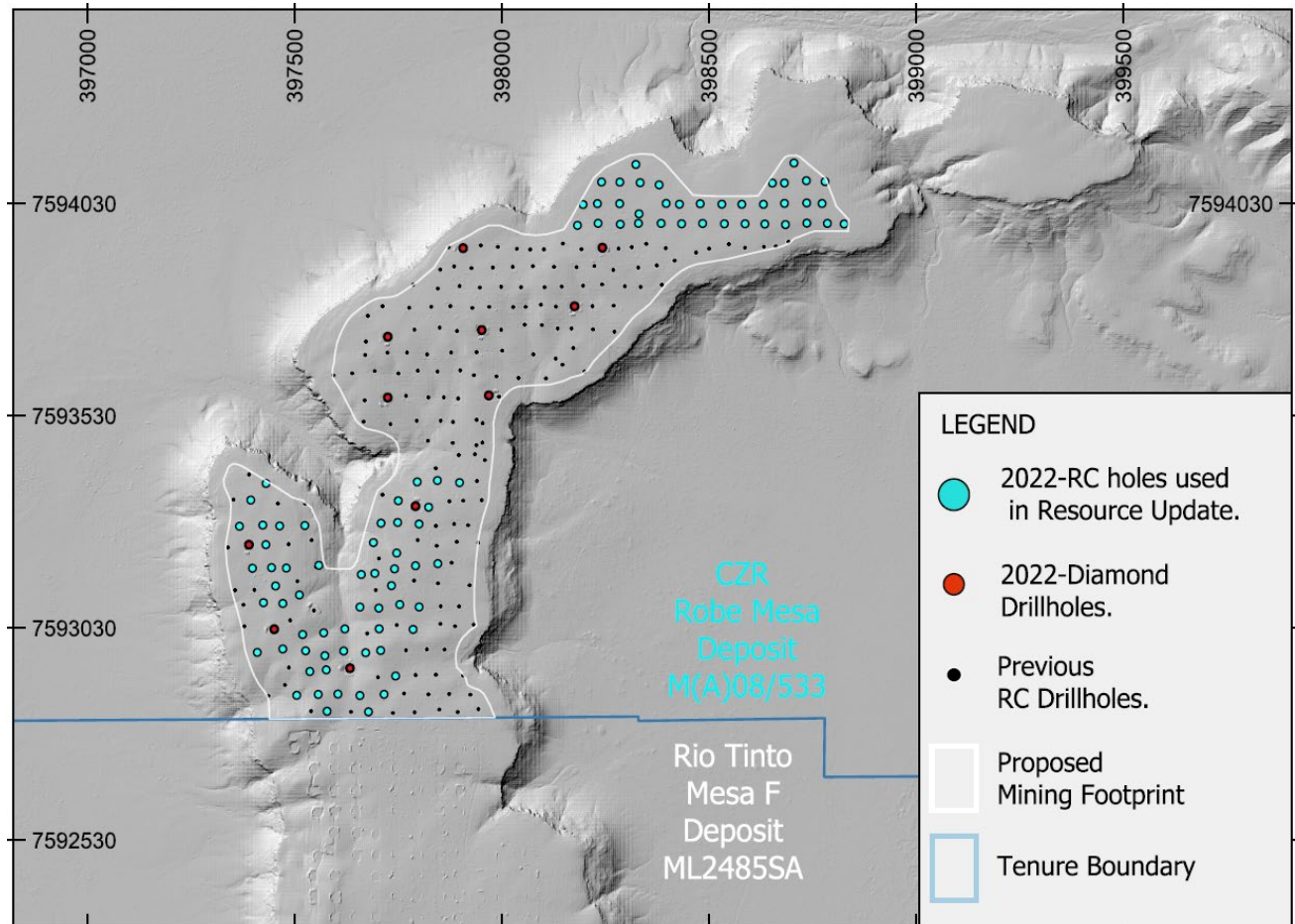
### Resource-Reserve Upgrade

During the quarter, CZR announced final assay results from its infill and extensional Resource Definition drilling at Robe Mesa (ASX announcement 21 November 2022). The results showed strong Direct Shipping Ore (DSO) mineralisation outside of the pit designs modelled in the December 2020 Pre-Feasibility Study (PFS). Of particular note was the northern extension where the highest iron ore grades to-date were returned.

The final assay results were incorporated in the upgraded Mineral Resource estimate (ASX announcement 12 December 2022), which increased to 45.2Mt at 56% Fe (62.7% Fe calcined), representing an 83% increase from 24.7Mt in the past 12 months.

The increased tonnes were primarily from drilling of the northern extension, an area not previously drilled and outside of the Mineral Resource and 2020 Pre-Feasibility Study (PFS) pit designs. Drilling of the lower Channel Iron Deposit (CID) in the south of the Robe Mesa deposit also intersected thick mineralisation which also contributed to the overall increase in tonnes.

The updated Mineral Resource estimate represents the completion of drilling within the proposed mining footprint at Robe Mesa (Figure 2), a key milestone for the project’s DFS. In addition, over 80% of the Mineral Resource estimate is categorised as Indicated (Figure 3), an important step in maximising the Resource to Reserve conversion.



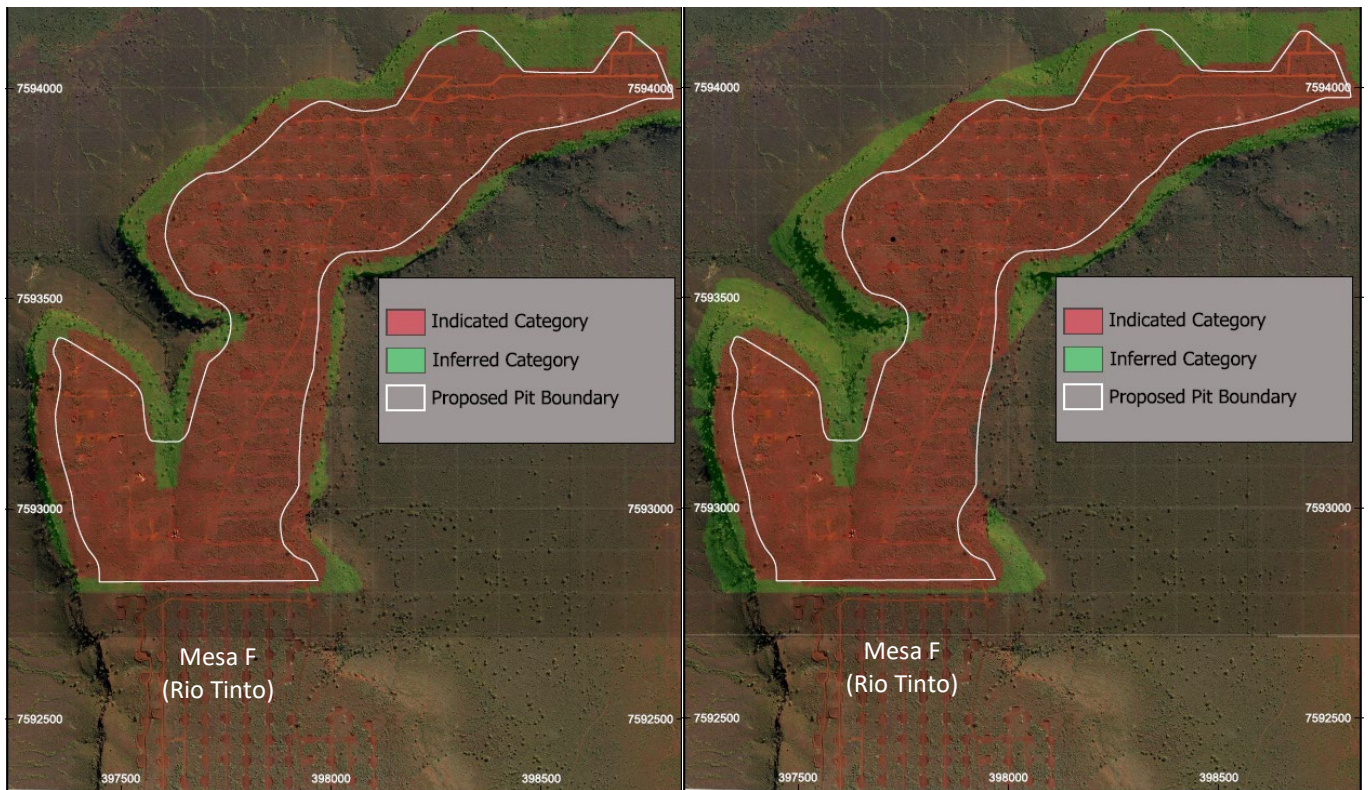
**Figure 3.** Robe Mesa Resource area with drill hole collars

Cut-Off Grade	Category	Tonnes Mt	Fe %	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	LOI %	P %	S %	Fe <sub>ca</sub> %
55% Fe	Indicated	36.0	56.0	5.9	2.8	10.6	0.04	0.02	62.7
	Inferred	9.2	56.1	5.6	2.7	10.8	0.04	0.02	62.9
	<b>Total</b>	<b>45.2</b>	<b>56.0</b>	<b>5.8</b>	<b>2.8</b>	<b>10.7</b>	<b>0.04</b>	<b>0.02</b>	<b>62.7</b>
50% Fe	Indicated	71.8	54.4	7.5	3.3	10.7	0.04	0.02	61.0
	Inferred	17.8	54.3	7.6	3.3	10.8	0.04	0.02	60.8
	<b>Total</b>	<b>89.6</b>	<b>54.4</b>	<b>7.5</b>	<b>3.3</b>	<b>10.8</b>	<b>0.04</b>	<b>0.02</b>	<b>61.0</b>

**Table 1.** December 2022 updated Robe Mesa Mineral Resource

*Fe<sub>ca</sub>* is the calcined iron-content calculated as  $(Fe\% / (100 - LOI\%)) * 100$  and represents the amount iron after the volatiles (mainly held as weakly bound water in the structure of the hydrous iron-rich minerals) is excluded from the analysis.





**Figure 4.** Plan view showing the classification of the mineralisation. Upper channel – left and lower channel – right (Indicated Resource – orange, Inferred Resource - green).

CZR also completed a diamond drill program in July 2022, with metallurgical and geotechnical test work completed during the quarter. The results will provide data for process plant specifications, material handling data for shipping and sinter test work for customer acceptance trials, as well as geotechnical pit design and drill and blast parameters.

### Port Development

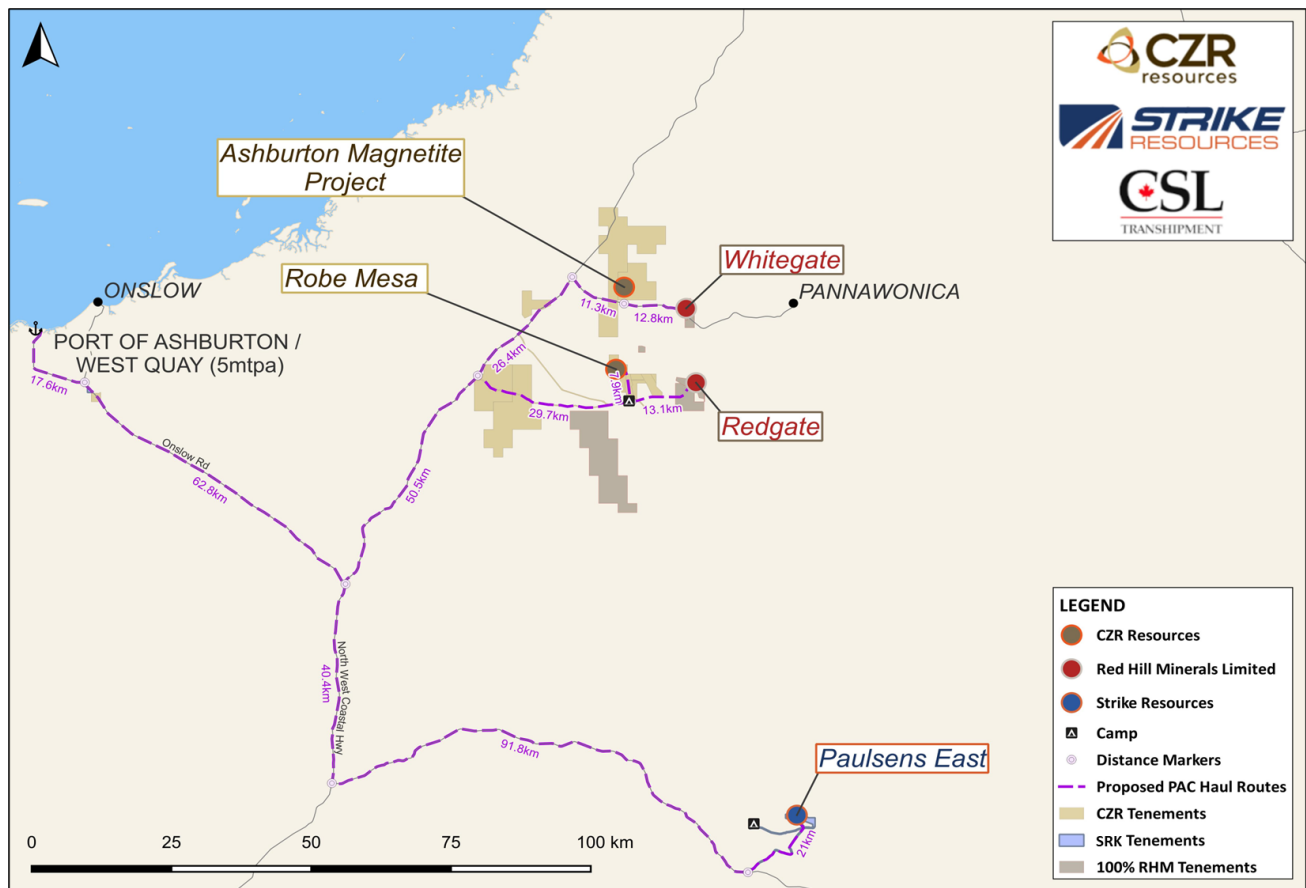
On 16 December 2022 CZR announced that it had entered into a binding Memorandum of Understanding (MoU) with Strike Resources Limited (SRK) and CSL Australia Pty Ltd (CSL) to form a consortium (Port of Ashburton Consortium (PAC)) to secure approvals for the construction of a bulk loading facility for export of iron ore from the Port of Ashburton, Onslow (POA Facility).

The PAC is undertaking preliminary designs for an integrated facility, including road train unloading, storage shed, transshipment vessel (TSV) loader and ancillary fixed and mobile infrastructure. If approved, the PAC will formalise an agreement to construct a ~5 Mtpa, low-cost, environmentally sustainable iron ore and bulk material export solution from the existing Port of Ashburton.

CZR has a 50% participating interest in the PAC, reducing its total capital cost contribution for developing the POA Facility, while maintaining a minimum 67% of the proposed export capacity. In addition to capex savings, CZR will also benefit from opex savings, with a higher throughput facility, and significantly closer port than that assessed in the PFS (Utah Point in Port Hedland).

CSL will provide the other Parties with a feasibility study, assessing the method, costs and requirements of the transshipment and marine operations and shall have a first right of refusal to provide transshipment services.

The POA Facility is an important step in CZR securing a low cost and sustainable export solution, in close proximity to its Robe Mesa iron ore project. The POA facility will be incorporated in the Definitive Feasibility Study (DFS) and mine production scheduling, currently underway.



**Figure 5.** CZR’s Robe Mesa iron ore project, Strike Resource’s Paulsens East iron ore mine and Red Hill Minerals’ Redgate and Whitegate deposits – Distances shown to the Port of Ashburton.

### Native Title Agreement and Grant of Mining Licences

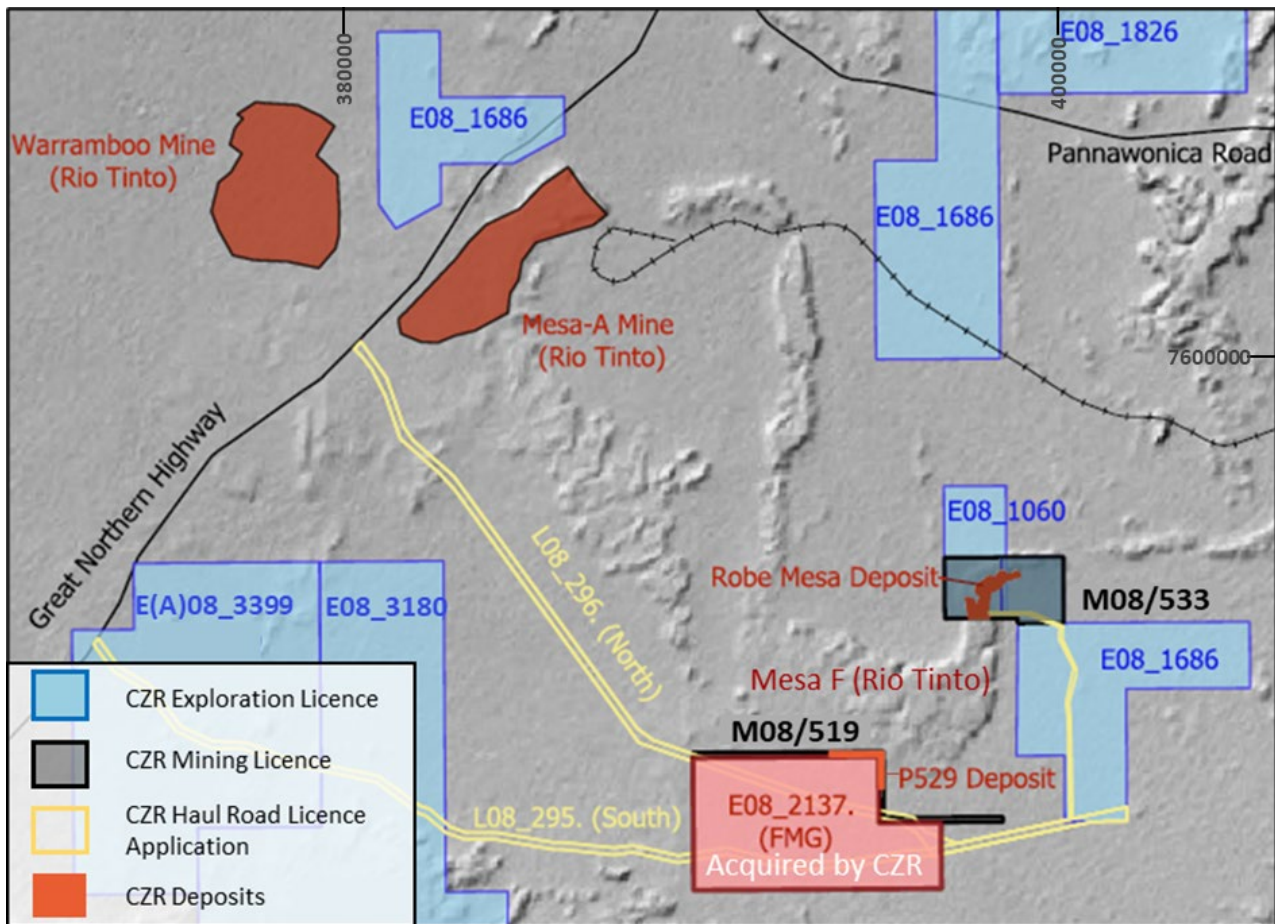
On 22 December, CZR announced it had entered into the Robe Mesa Project Agreement (the “Agreement”) with Robe River Kuruma Aboriginal Corporation (RRKAC). The Agreement sets out the framework and approvals for the purpose of:

- Protecting country;
- Facilitating mining operations at Robe Mesa; and
- Developing a meaningful, respectful relationship between CZR and the Robe River Kuruma People

The Agreement was reached through a collaborative approach, with a focus on current and future benefits for both parties. In particular, CZR has undertaken to minimise disturbance to Robe River Kuruma country, through low-impact mining, minimising water extraction and protecting areas of cultural heritage significance.

The Agreement also provides economic and social benefits to the Robe River Kuruma traditional owners and consent for mining to be undertaken at the Robe Mesa iron ore project.

With the signing of the Agreement and associated State Deed, Mining Licences M08/533 (Robe Mesa deposit) and M08/519 (P529 deposit) were granted in early January for a period of 21 years by the Department of Mines, Industry Regulation and Safety (DMIRS).



**Figure 6.** Robe Mesa Project area, with newly granted Mining Licences proximal to Rio Tinto’s Robe Valley operations

## Growth Projects

CZR continues to assess opportunities to grow the mine life and production rate from Robe Mesa, and on 20 December announced it had agreed with FMG Pilbara Pty Ltd (Fortescue), a subsidiary of Fortescue Metals Group Ltd (ASX: FMG), to acquire exploration tenement E08/2137.

The Fortescue tenement covers the southern flank of Rio Tinto’s Mesa F deposit and is contiguous with CZR’s P529 deposit (Figure 6) and the combined Fortescue Tenement and P529 deposit (“**Robe South**”) are located only 5km south of CZR’s existing Robe Mesa deposit. A higher-grade zone of the P529 deposit extends into E08/2137, with this transaction now consolidating a 1.1km strike length of the higher-grade zone (Figure 7).

Consolidating Robe South provides CZR with a potential second source of iron ore for its Robe Mesa project, either as a standalone source or blended with the Robe Mesa deposit and is consistent with CZR’s strategy of growing mine life and production rates for the broader Robe Mesa project.

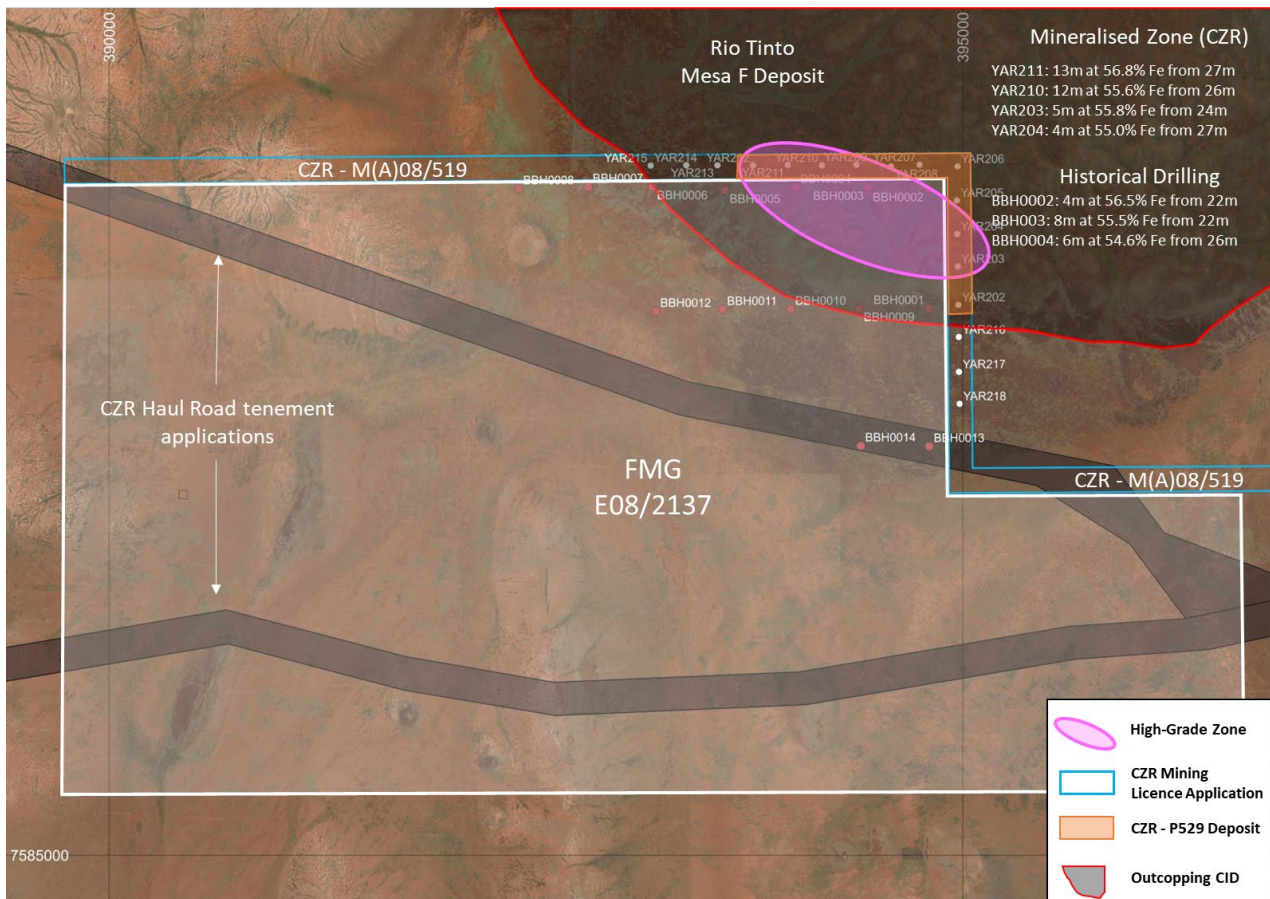
The Key transaction terms of the sale, which is subject to satisfaction of completion of the sale occurring, scheduled in Quarter 1 of 2023, are:

- CZR cash payment to Fortescue of \$150,000
- 3.3 million CZR shares
- 1% FOB Revenue royalty covering any future production from E08/2137 and M08/519 (does not include Robe Mesa deposit on M08/533)
- Transaction completion is subject to condition precedent (Assignment of Access Agreement which Fortescue has the right to waive)



In addition to the resource potential on E08/2137, CZR has pegged two tenements as potential haul routes that cross through the acquired tenement. Securing the potential for road construction materials on the southern flank of Rio Tinto's Mesa F deposit made the acquisition even more attractive to CZR.

With the recent granting of M08/519 and the acquisition of E08/2137, CZR has mobilised a drill rig to site and will commence infill drilling in January to define the high grade zone (Figure 7) ahead of updating the Resource estimate for Robe South.



**Figure 7.** E08/2137 location relative to CZR's P529 deposit and higher-grade zone (magenta) on the southern flank of Rio Tinto's Mesa F deposit

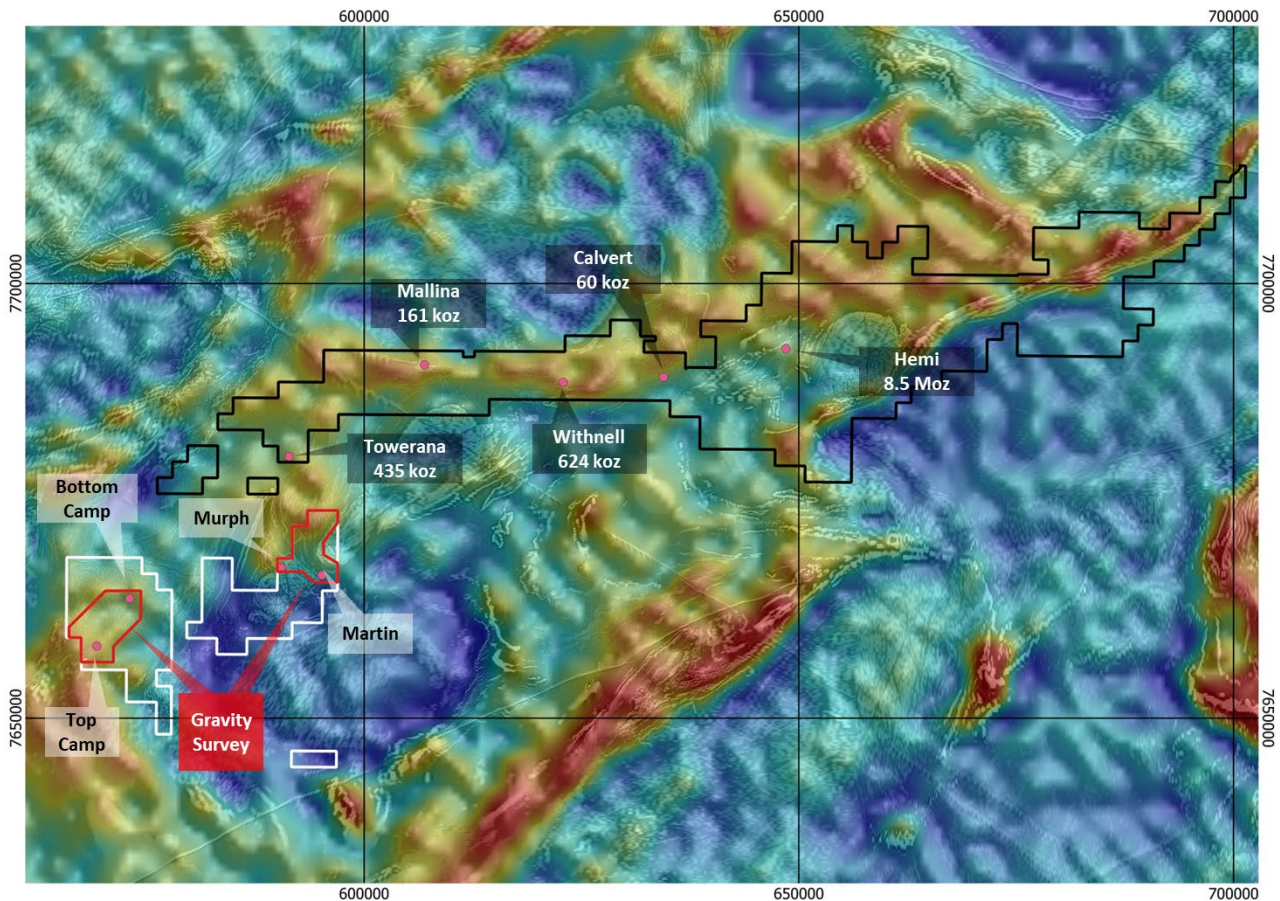
### **CROYDON GOLD PROJECT (CZR 70%)**

The Croydon project is located in the Mallina Basin between Karratha and Port Hedland. The region contains De Grey Mining Limited's (DEG) Hemi gold deposit with a Resource of 8.5 Moz (DEG release to ASX; 31 May 2022). The Mallina Basin has the potential to emerge as a major gold province and CZR's Croydon project covers approximately 40km strike of the Mallina Basin, about 50km south-east of Hemi (Figure 8).

Gold mineralisation at Hemi is hosted in a series of intermediate intrusions associated with sulphide (pyrite and arsenopyrite) stringers and disseminations within brecciated and altered quartz diorites that intrude into the surrounding Archaean aged Mallina Basin sediments. CZR's Croydon project has a similar geochemical signature, with very strong gold and arsenic in soil anomalies, particularly at the Top Camp prospect, where initial drilling returned primary gold mineralisation, including:

- **8m at 10.2g/t Au** from 135m in CRC007
- **2m at 22g/t Au** from 7m in CRC021; and
- **28m at 0.6g/t Au** from 147m in CRC022





**Figure 8.** CZR's Croydon project and De Grey Mining's Hemi Gold Project – Regional gravity over magnetics background image

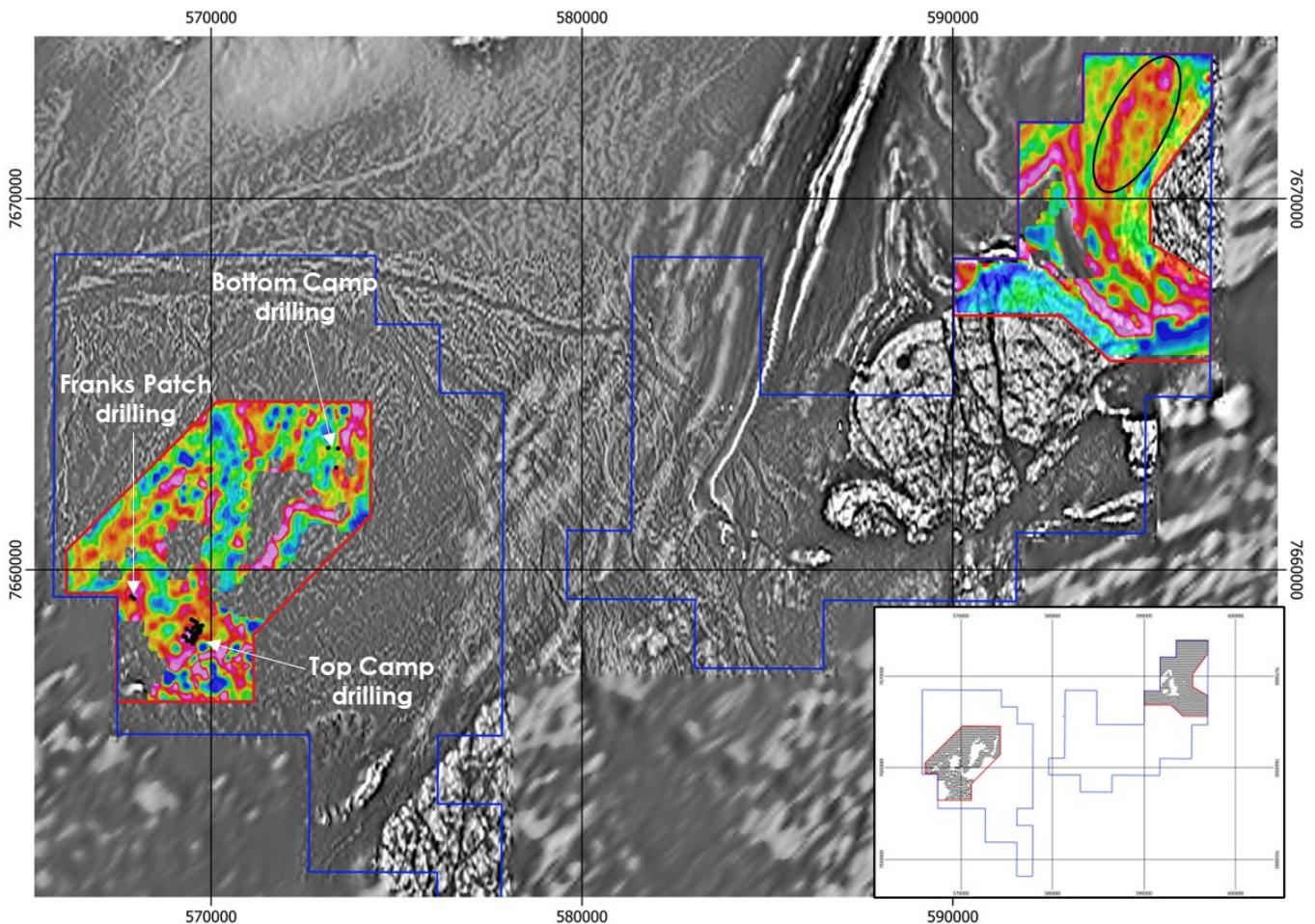
During the quarter CZR commenced a ground-based gravity survey, targeting large intrusions that may host gold mineralisation similar to Hemi (Figure 9). Two target areas were assessed:

- **Western Target:** Known gold mineralisation from drilling at Top Camp and Franks Patch with strong gold and arsenic soil geochemistry. Mineralisation is hosted in overlying Malina Sediments, with gravity survey to test for buried intrusions beneath the sediments.
- **Eastern Target:** Similar structural and lithological setting to Hemi, with ultramafic and felsic intrusions in an area of structural complexity. Due to shallow sand cover, there is little to no outcrop or surface geochemical response, but minor gold occurrences at the Murph and Martin prospects.

Approximately 80% of the survey was completed before the end of the field season in December, with the remainder to be completed in the March quarter.

Initial survey results have identified gravity anomalies along a NE trend, confirming the prospectivity of Eastern Targets in a similar geological setting to Hemi. Gravity inversion modelling has commenced on the Eastern Target to estimate the size and location (depth) of the gravity high, with drilling planned in early Q2,

The gravity results from the Western Target require further infill and terrain correction due to the steep topography (Eastern Target is relatively flat). Interpretation of the preliminary results indicate a series of folds with gold mineralisation from previous drilling at Top Camp associated with a gravity high anomaly. The tight folding and structural complexity of the Western Target is similar to Hemi, and while the results are only preliminary, CZR anticipates drill testing several of these targets in Q2.



**Figure 9.** Preliminary Croydon ground based gravity results over regional magnetics – insert shows completed gravity stations within planned survey area

### ***YARRIE PROJECT – NORTH PILBARA (CZR 70%)***

The Yarrie Project covers a total of 360 square kilometres, about 160 kilometres east of Port Hedland. Yarrie is serviced by bitumen and gravel roads, a natural gas pipeline between Pt Hedland and the Telfer copper-gold mine and a BHP-owned rail connection between Yarrie mining area and Port Hedland. The Yarrie tenements are held for their potential to host high-grade (+62% Fe) iron-ore and have historical high-grade RC drill intercepts in the Cabbage Tree and Kennedy Gap prospects (CZR release to ASX; 6 August 2014).

CZR completed a geophysical review of the Yarrie project during the quarter, assessing priority iron ore and non-iron ore exploration targets. This resulted in partial tenement relinquishments, with a focus on priority iron ore and rare earth element (REE) targets. CZR submitted a program of work to drill test some of these targets in the second half of 2023.

### ***BUDDADOO COPPER-GOLD PROJECT – YILGARN (CZR 85%)***

The Buddadoo project (E59/1350 and E59/2349), with a surface area of 303 square kilometres, is located about 200 kilometres east of Geraldton Port and 60 kilometres from a rail siding at Morawa and is accessible all year by bitumen-road. The tenement is prospective for orogenic lode-style gold (Deflector Gold Mine – 5km west) and VMS style base metal deposits (Golden Grove 40km east).

No field activities were undertaken at Buddadoo during the December quarter.



### **SHEPHERDS WELL PROJECT (CZR 70%)**

Shepherd’s Well (E08/2361) is located 60 kilometres south-west of Karratha and covers 15 kilometres of a regional shear-zone. CZR completed a moving loop electro-magnetic (EM) survey at the Dorper prospect in the March quarter, targeting a mafic-ultramafic intrusion with anomalous nickel and PGE in soil and rock chip samples. The survey identified a NE-SW oriented stratigraphic conductor dipping steeply to the NW, that is much more conductive in the south and gets weaker towards the North.

No field activities were undertaken at Shepherd’s Well during the December quarter.

## **Corporate**

### **Renounceable Entitlement Issue**

On 5 October 2022, the Company announced a one for five Renounceable Entitlement Issue at 1.2 cents per share and on 10 November 2022 announced it had received applications in respect to 326,930,161 shares for a total of approximately \$3,923,162. The Directors continue to reserve the right, subject to the requirements of the Listing Rules and Corporations Act, to place any of the remaining 370,334,213 Shortfall Shares at their discretion within 3 months of the Closing Date in accordance with the Entitlement Offer.

The Offer received strong support from shareholders, in particular the company’s largest shareholder Mark Creasy, who subscribed for approximately \$2.1m of New Shares, maintaining a share holding of 55.1% in CZR.

### **Consolidation of Capital**

Also on 5 October 2022, the Company announced its intention to seek shareholder approval to consolidate the issued capital of the Company on a one (1) for seventeen (17) basis (Consolidation), to be completed after the Renounceable Entitlement Issue. At the Company’s Annual General Meeting held on 25 November, a resolution was passed by shareholders to approve the consolidation of capital (ASX Announcement 25 November 2022 – Resolution 10). On 1 December 2022, the Company announced the completion of the consolidation of capital.

Following completion of the Consolidation, the Company’s capital structure as at 31 December 2022 was:

Capital Structure	Shares	Options	Performance Rights
17:1 Consolidation of Securities	224,310,528	14,344,738	257,354

### **Information required by Listing Rule 5.3.1:**

During the Quarter, the Company spent \$1,110k on exploration activities which included \$152K on Yarrie Project, \$105k on the Croydon Project, \$8k on Buddadoo Project and \$1k on the Shepherd’s Well Project. Also included was \$844k of costs associated with advancing the Robe Mesa feasibility study and approvals.

### **Information required by Listing Rule 5.3.5:**

During the quarter, the Company made payments to related parties of \$116k, encompassing Executive Director’s salary, Directors’ fees and associated superannuation costs.



*This announcement is authorised for release to the market by the Board of Directors of CZR Resources Ltd.*

**For further information, contact:**

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## Forward Looking Statements

This announcement contains “forward-looking information” that is based on CZR’s expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the pre-feasibility study, CZR’s business strategy, plan, development, objectives, performance, outlook, growth, cashflow, projections, targets and expectations, mineral resources, ore reserves, results of exploration and related expenses. Generally, this forward looking information can be identified by the use of forward-looking terminology such as ‘outlook’, ‘anticipate’, ‘project’, ‘target’, ‘likely’, ‘believe’, ‘estimate’, ‘expect’, ‘intend’, ‘may’, ‘would’, ‘could’, ‘should’, ‘scheduled’, ‘will’, ‘plan’, ‘forecast’, ‘evolve’ and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that CZR’s actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause CZR’s actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information.

Forward-looking information is developed based on assumptions about such risks, uncertainties and other factors set out herein, including but not limited to general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices and demand of iron and other metals; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accident, labour disputes and other risks of the mining industry; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities. This list and the further risk factors detailed in the remainder of this announcement are not exhaustive of the factors that may affect or impact forward-looking information. These and other factors should be considered carefully, and readers should not place undue reliance on such forward-looking information. CZR disclaims any intent or obligations to revise any forward-looking statements whether as a result of new information, estimates, or options, future events or results or otherwise, unless required to do so by law.

Statements regarding plans with respect to CZR’s mineral properties may contain forward-looking statements in relation to future matters that can only be made where CZR has a reasonable basis for making those statements. Competent Person Statements regarding plans with respect to CZR’s mineral properties are forward looking statements. There can be no assurance that CZR’s plans for development of its mineral properties will proceed as expected. There can be no assurance that CZR will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of CZR’s mineral properties.

CZR believes it has a reasonable basis for making the forward looking statements in this Announcement, including with respect to any production targets and economic evaluation, based on the information contained in CZR’s ASX announcement entitled “Pre-Feasibility Study finds Robe Mesa iron ore project is technically robust with potential to generate strong financial returns” dated 10 December 2020. CZR confirms that it is not aware of any new information or data that materially affects the production targets contained in the previous announcement of the PFS and all material assumptions underpinning the production targets and economic valuation in the previous market announcement continue to apply and have not materially changed.

## No New Information or Data

This announcement contains references to Resource estimates, all of which have been cross referenced to previous market announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

## Competent Person Statement

The information in this announcement that relates to exploration activities and exploration results is based on information compiled by Stefan Murphy (BSc), a Competent Person who is a Member of the Australian Institute of Geoscientists. Stefan Murphy is Managing Director of CZR Resources, holds options in the Company and 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).

Stefan Murphy has given his consent to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

### Mining Tenement changes during the Quarter

Project	Location	Tenement Number	Economic Entity's Interest at Start of Quarter	Economic Entity's Interest at Quarter End
Yarraloola	West Pilbara, WA	L08/317 Application	0%	85%
Yarraloola	West Pilbara, WA	E08/2137	0%	Under Contract to Purchase 100% from Fortescue

### Farm-in / Farm-out Agreement changes during the Quarter

Project	Location	Tenement Number	Economic Entity's Interest at Start of Quarter	Economic Entity's Interest at Quarter End
No change				

### Interests in Mining Tenements & Joint Ventures

Project	Location	Tenement Number	Economic Entity's Interest at Quarter End	Comment
Yarraloola	West Pilbara, WA	E08/1060	85%	
Yarraloola	West Pilbara, WA	E08/1686	85%	
Yarraloola	West Pilbara, WA	E08/1826	85%	
Yarraloola	West Pilbara, WA	E08/3180	100%	
Yarraloola	West Pilbara, WA	E08/3180	0%	Under Contract to Purchase 100% from Fortescue
Yarraloola	West Pilbara, WA	M08/519	85%	Application*
Yarraloola	West Pilbara, WA	M08/533	85%	Application*
Yarraloola	West Pilbara, WA	E08/3399	100%	Application
Yarraloola	West Pilbara, WA	L08/281	85%	Application
Yarraloola	West Pilbara, WA	L08/295	85%	Application
Yarraloola	West Pilbara, WA	L08/296	85%	Application
Yarraloola	West Pilbara, WA	L08/297	85%	Application
Yarraloola	West Pilbara, WA	L08/298	85%	Application
Yarraloola	West Pilbara, WA	L08/299	85%	Application
Yarraloola	West Pilbara, WA	L08/302	85%	Application
Yarraloola	West Pilbara, WA	L08/303	85%	Application
Yarraloola	West Pilbara, WA	L08/304	85%	Application
Yarraloola	West Pilbara, WA	L08/317	85%	Application
Yarraloola	West Pilbara, WA	E08/3550	100%	Application
Shepherds Well	West Pilbara, WA	E08/2361	70%	
Buddadoo	Mid-west, WA	E59/1350	85%	
Buddadoo	Mid-west, WA	E59/2349	85%	
Croydon	Pilbara WA	E47/2150	70%	

\* Mining Licences have been approved subsequent to Quarter End



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Project	Location	Tenement Number	Economic Entity's Interest at Quarter End	Comment
Yarrie	East Pilbara, WA	E45/3725	70%	
Yarrie	East Pilbara, WA	E45/3728	70%	
Yarrie	East Pilbara, WA	E45/4065	70%	
Yarrie	East Pilbara, WA	E45/4604	70%	
Yarrie	East Pilbara, WA	E45/4605	70%	
Yarrie	East Pilbara, WA	E45/4433	100%	

## Appendix 5B

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

Name of entity

CZR Resources Ltd

ABN

91 112 866 869

Quarter ended ("current quarter")

31 December 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(1,111)	(3,195)
(b) development	-	-
(c) production	-	-
(d) staff costs	(15)	(30)
(e) administration and corporate costs	(118)	(458)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	14	15
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other	9	22
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(1,221)</b>	<b>(3,646)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 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 (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)	3,923	3,923
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	(44)	(47)
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>3,879</b>	<b>3,876</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	693	3,121
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,221)	(3,646)
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)	3,879	3,876



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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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>3,351</b>	<b>3,351</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	3,351	693
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (term deposits)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,351</b>	<b>693</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	116
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>6.1 Represents executive director salary, directors' fee and associated superannuation costs paid during the quarter.</i>		

<b>7.</b>	<b>Financing facilities</b> <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>	<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	Director Loans	-	-
7.4	<b>Total financing facilities</b>	<b>-</b>	<b>-</b>
7.5	<b>Unused financing facilities available at quarter end</b>		<b>-</b>

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,221)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,221)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,351
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,351
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>2.74</b>
<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

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Date: 19 January 2023

Authorised by: 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 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.