

ASX ANNOUNCEMENT

21 April 2022



Quarterly Activities Report March 2022

EXPLORATION NICKEL

- Adavale finalised an exclusive 12 month right to explore the highly prospective Luhuma Nickel Project
- Initial ground-based gravity survey team arrived on site from early March to survey all of Adavale's southern tenements
- Post quarter end - Additional gravity survey teams mobilised to focus on highly prospective Luhuma corridor following Adavale's Target 7 drill success in late 2021

EXPLORATION URANIUM

- Positive geochemistry results confirmed:
 - 11 of 28 rock chip samples returned values over 100ppm uranium, 7 of which are greater than 200ppm uranium
 - Maximum uranium value of 356ppm
 - Sample values are greater than 20 times the background values estimated from the spectrometer survey
 - Elevated values of uranium coincident with elevated gamma mapped from the spectrometer survey
- Planning, work access and clearances for next phases of exploration, including air core drilling, progressing well

CORPORATE

- Experienced mining executive, David Riekie appointed as Executive Director effective 1 January 2022

Adavale Resources Limited (ASX: ADD) ("Adavale" or "the Company") is pleased to provide the following report on its activities for the quarter ended 31 March 2022.

ASX: ADD

DIRECTORS & OFFICERS

GRANT PIERCE
CHAIRMAN

DAVID RIEKIE
EXECUTIVE DIRECTOR

JOHN HICKS
DIRECTOR

ALLAN RITCHIE
CHIEF EXECUTIVE OFFICER

LEONARD MATH
CFO & COMPANY SECRETARY

ISSUED CAPITAL

Shares: ~356 million
Unlisted options: 26.5 million
Performance rights: 17 million

ABOUT ADAVALE

Adavale Resources is an ASX-listed exploration company targeting projects in the 'battery materials' space. The company is currently focused on both its 100% owned Kabanga Jirani Nickel Project and 2 Farm-in 'Luhuma' licences adjacent and along strike from the world's largest undeveloped high grade NiS resource of 58Mt @ 2.62% Ni. Adavale is also progressing exploration on its 100% owned uranium tenements in South Australia



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NICKEL EXPLORATION

Luhuma Nickel Project (Farm-in – Option to acquire up to 100%) – Tanzania

In December 2021, the Company executed a binding farm-in agreement for 2 licences PL11692/2021 and PL11693/2021 (**Luhuma Nickel Project**) with significant nickel sulphide exploration potential (see Figure 1). The licences are contiguous to Adavale's Kabanga NE licence and total 99km² and brings Adavale's total exploration area to 1,243km².

During the quarter, all conditions precedent has been met and the Stage 1 payment of US\$12.5k cash and US\$25k worth of Adavale shares per license have been paid. The completion of Stage 1 payment provides the Company immediate and exclusive right to explore and evaluate the licenses for the next 12 months.

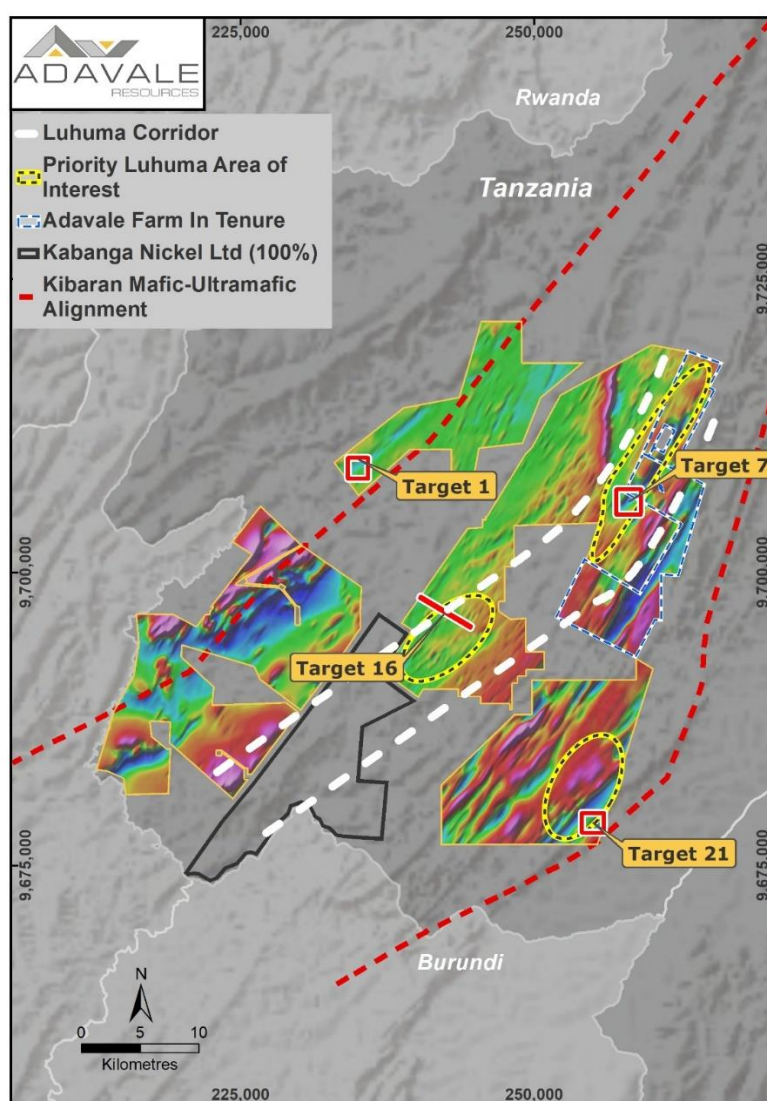


Figure 1: Plan showing location of the Luhuma Nickel Project (PL11692 and PL11693) contiguous to Adavale Kabanga Jirani NE Nickel Project

Kabanga Jirani Nickel Project (Tanzania)

The Kabanga Jirani Nickel Project that comprises 7 licenses offer potential to contain high-grade Ni-Cu-Co-Cr-PGE sulphide deposits similar to the Kabanga Nickel sulphide deposit. They are located within the Karagwe-Ankole Belt which is known to host layered Mesoproterozoic (1.6-1Ga) mafic ultramafic intrusions which have intruded into sulphide rich sediments facilitating the process of sulphide saturation which is partly what enables nickel sulphide deposits to form.

The project lies adjacent and along strike from Kabanga Nickel Project, the world's largest to be developed high-grade Ni-sulphide resource of 58Mt @ 2.62% Ni.

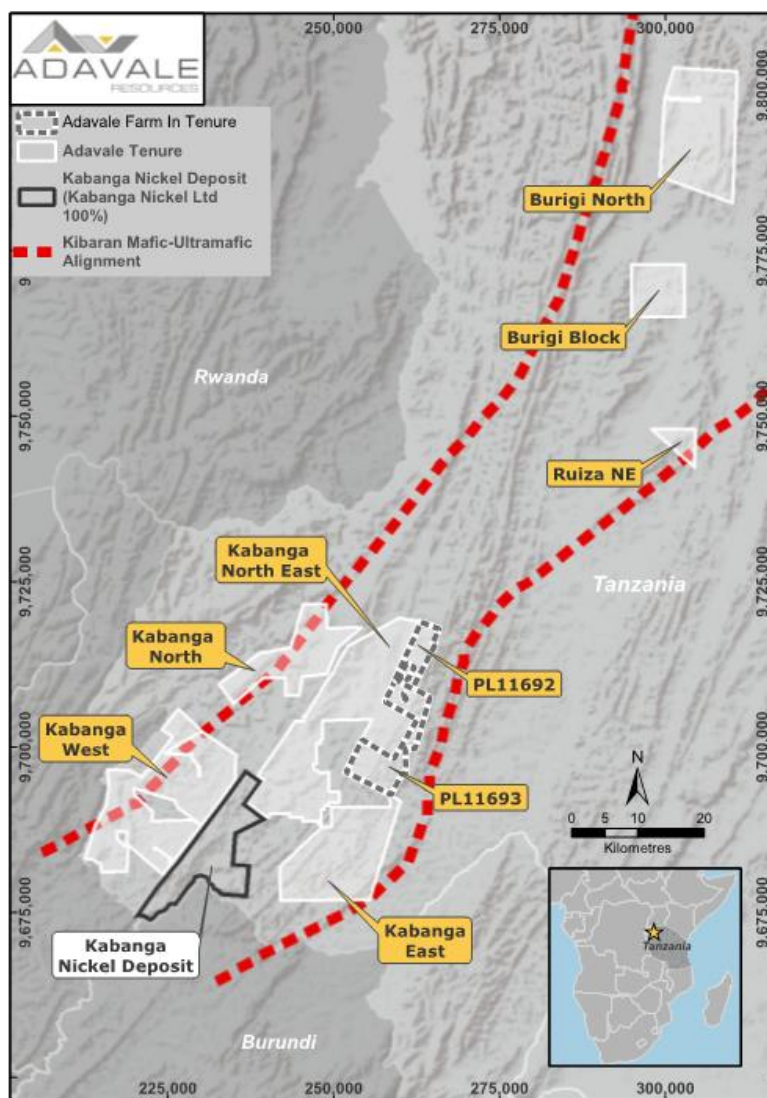


Figure 2: Location of Adavale's Kabanga Jirani Nickel Project (southern Licences) adjacent to the world largest undeveloped nickel deposit and Northern Licence package Burigi. Burigi NE and Ruiza NE.

Exploration Activities during the quarter

Ground based surveys and exploration on the Luhuma Nickel Project and Kabanga Jirani Nickel Project commenced during the quarter including soil sampling, DHEM and the key gravity survey work programs.

The first gravity survey team arrived on site during the quarter and commenced the gravity survey, a key component of the Company's 2022 exploration program. Additional teams are planned to expedite the work in order to cover all the Company's southern prospecting licences (the license locations are shown in *Figure 3*).

In the later part of 2021, the Company introduced gravity surveying into its target selection techniques. The addition of gravity to its magnetics and electromagnetic techniques significantly improved the Company's success in identifying mafic-ultramafic intrusions under cover and directly led to the identification of mafic-ultramafic intrusions at Targets 7, 16 and 21 (*See Figure 3*).

The Company has designed and implemented a large ground-based gravity survey program encompassing the entire southern Licence area of the Kabanga Jirani Nickel Project.

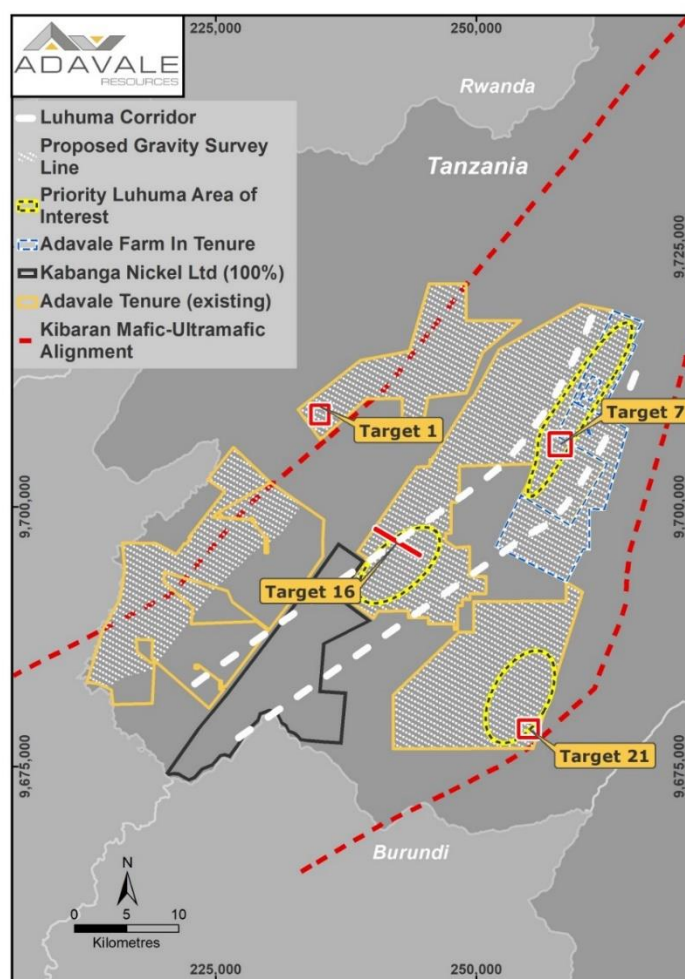


Figure 3: Locality of targets 7, 16 and 21 as well as the Luhuma corridor and planned regional gravity survey on Adavale's southern Prospecting Licences in Tanzania

The survey will be conducted on 400m spaced lines with readings taken every 100m. Approximately 24,000 gravity readings will be collected with approximately 5,400 in Kabanga East, 11,200 in Kabanga NE, 2,900 in Kabanga North and 4,400 in Kabanga West. The Company anticipates the deployment of up to four gravity survey crews to fast-track the program.

Surveying has commenced with an initial crew on site with an additional two crews anticipated on site by early April and depending on progress, a further crew will be deployed during April.

The focus of the initial crew is the completion of a more detailed survey over the Luhuma Corridor (around Target 7 as shown in Figure 3) which is an under explored area of known mineralised mafic-ultramafic intrusions. Within the Luhuma corridor is the historic drillhole LUH06 which returned an intersection of 1.14% Ni over 8.4m and Adavale's Target 7 drill hole RCDDKNE 13-07-02. This drillhole intersected finely disseminated sulphide mineralisation hosted within a mafic intrusion over a broad interval of 248m until the end of hole (refer to Company ASX announcement dated 16 December 2021 "Adavale Discovers Significant Mafic – Ultramafic Intrusion"). The possible geophysical correlation between Target 7 and LUH06 is shown below in Figure 4.

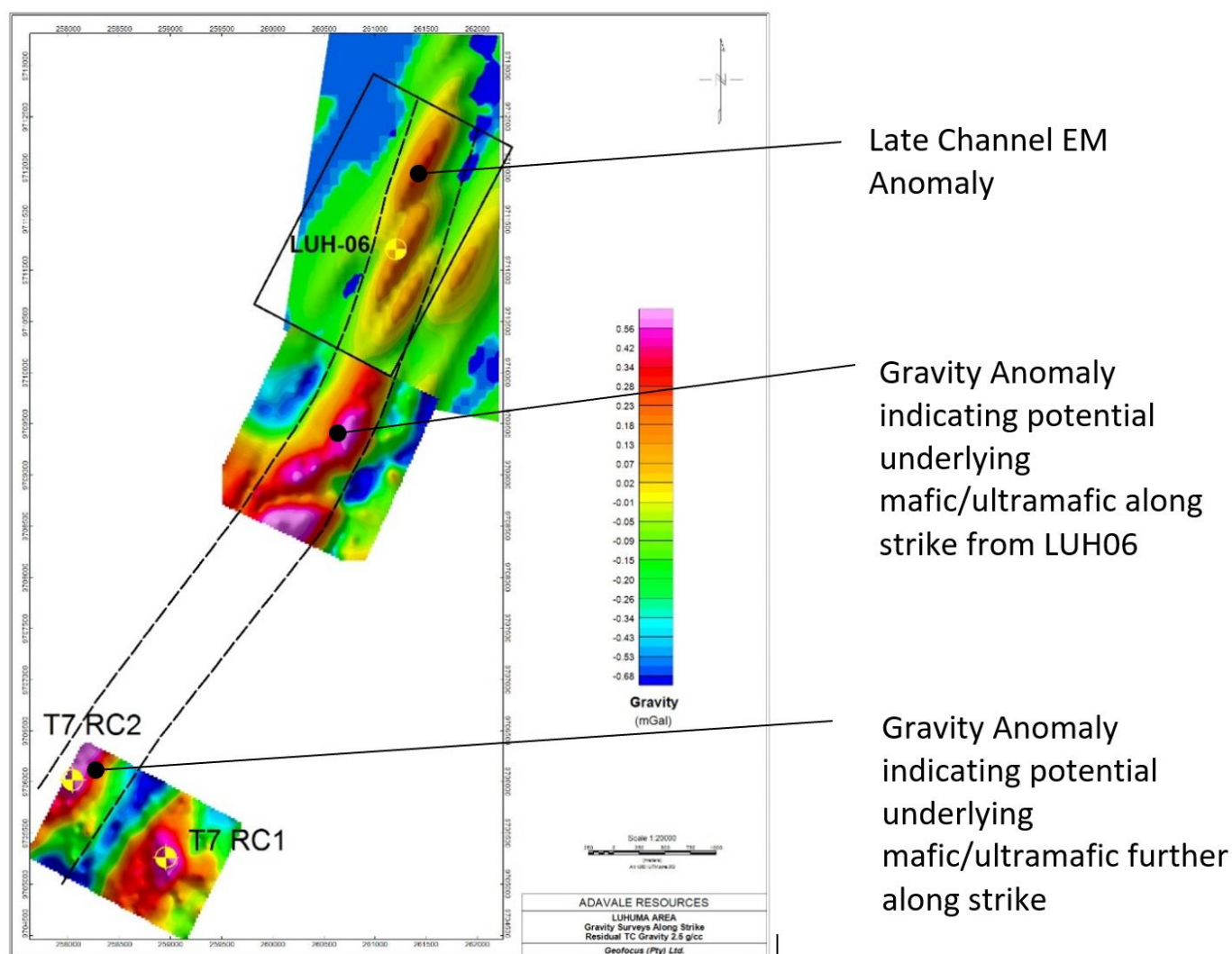


Figure 4: Gravity surveys showing potential continuation of Luhuma Corridor

The more detailed Luhuma Corridor survey, has been conducted on a tighter 150m line spacing with 100m station spacing, will involve a total of approximately 1,250 station readings. This priority program is expected to be completed by mid-April.

The Company will provide regular updates on the progress of the gravity survey program.

URANIUM EXPLORATION

Lake Surprise Uranium Project (South Australia)

The Lake Surprise Uranium Project consists of three exploration licenses within part of the highly prospective sedimentary uranium province within the northern part of the Lake Frome Embayment. These tenements lie within a flat, semi-arid landscape located just to the north of the Flinders Range in South Australia. These include EL 5892 comprising 92km², EL 5893 comprising 167km² and EL 6598 of 137km².

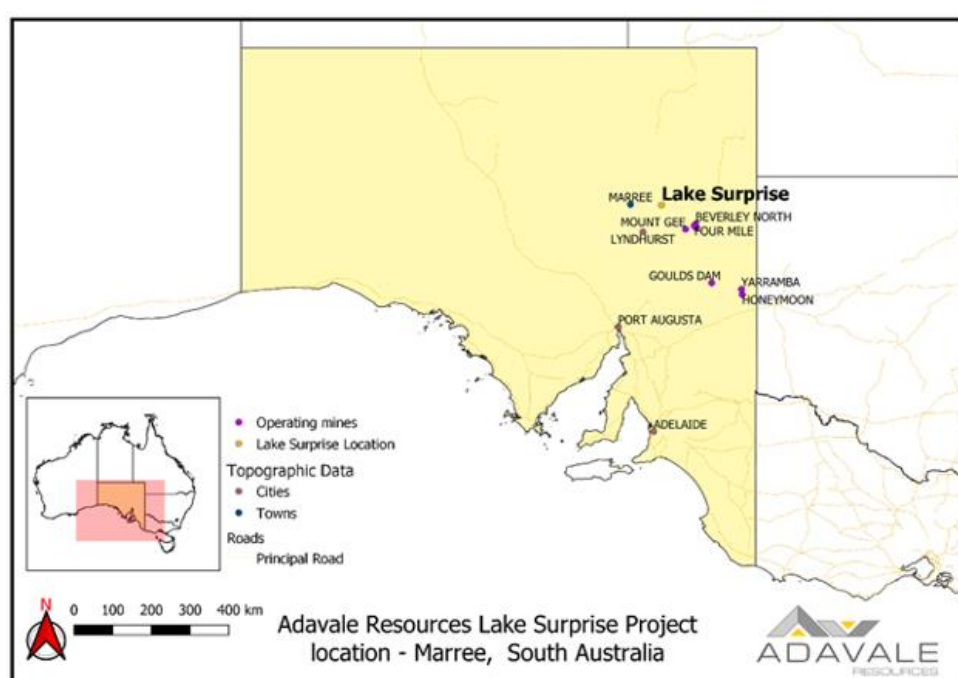


Figure 5 - Location of Adavale's Lake Surprise Uranium Project in South Australia

The Lake Surprise Project area contains the Jubilee and Mookwarinna Prospect areas, and these lie within a shallow, structure known as the Clayton Basin. If further exploration identifies economic resources, both prospects could be mined by shallow open cut methods and uranium extraction using a simple heap-leach process. See Figure 5.

Based on historical information, a total of 446 drill holes were completed by Adavale prior to 2011. These consisted of shallow drill holes, with a maximum depth of approximately 60m. The drilling targeted geological formations that had visible uranium mineralisation.

The identified system forms a continuous underground geophysical and geochemical anomaly along a direction of strike that is coincident with a weak geophysical anomaly. This radiometric anomaly is approximately 600m wide and 2km in length and is relatively smaller and weaker than other anomalies since identified in the tenement package.

The relationship between the underground anomaly found in drilling and the geophysical anomaly at the surface was identified when the project was being reviewed internally in 2018.

In the December 2021 quarter, the Company completed 400km of the planned 1,100 line-kilometre gamma survey at Lake Surprise Uranium Project. The survey targeted the strongest gamma signals at the surface to better define the extent of the anomalies and provide targets for rock chip sampling.

During the March quarter, the Company announced the positive geochemistry results received. The results of the geochemistry show uranium levels greater than 100 ppm in 11 out of 28 samples from zones of elevated gamma. This is an important correlation that will be used for future field activities in 2022.

Summarised below are the key highlights from the assays of the rock chip sampling undertaken which should be read in conjunction with the full table of results for uranium presented in Table 1.

Key Highlights:

- Highest uranium content of 356ppm
- 11 of 28 samples with uranium content above 100ppm – of which 7 are above 200ppm
- Elevated gamma correlating with the uranium in samples

To provide context to the results achieved, the average background levels of uranium in geological units in the Lake Surprise Uranium Project is below 4ppm. This value is estimated from the gamma spectrometer data and is in line with the global average for shales and mudstones (between 0.9 and 3.7ppm), and which make up most of the stratigraphic units (rock types) within the tenement package.

The rock chip data collected shows that the uranium content of the silcrete is between 20 and 95 times the background levels and is coincidental with the zones of high gamma. The location of rock chip samples is shown in Figure 6.

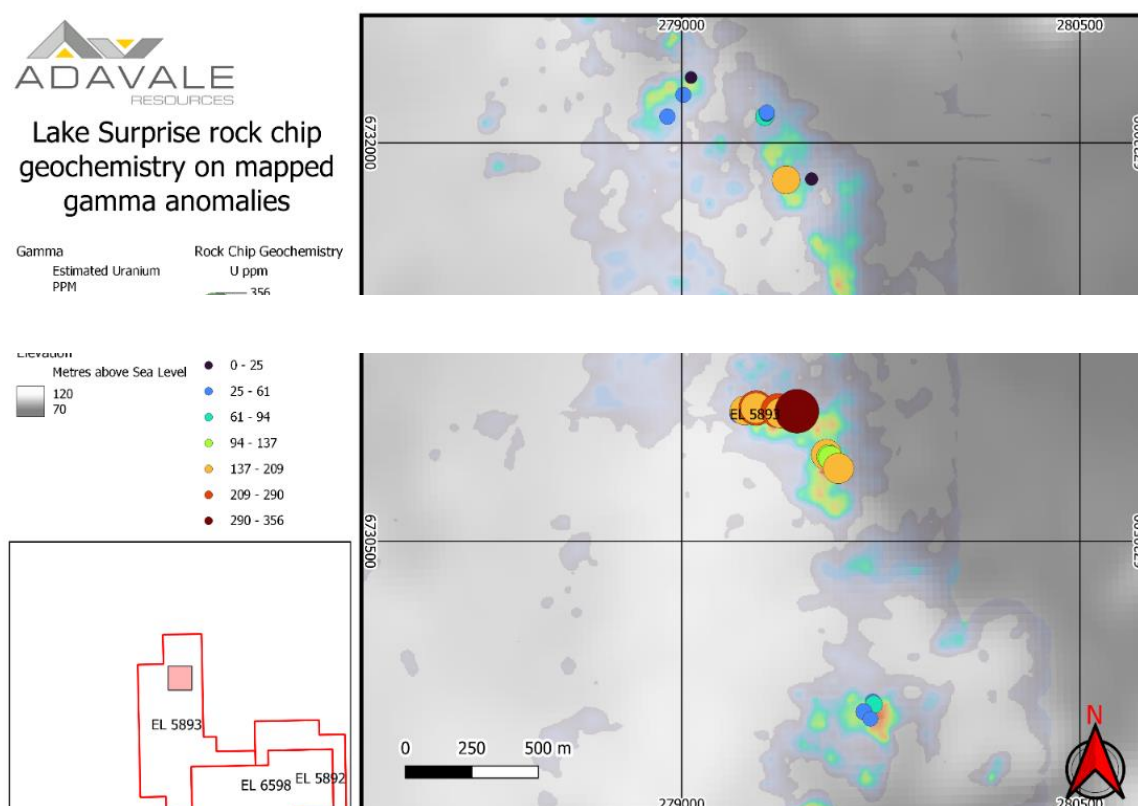


Figure 6: Location of rock chip samples relative to elevated gamma results

The data reveals that the lower levels of the gamma readings have reduced uranium content in the surface samples, whereas the zones of elevated gamma have increased uranium values. With the key geochemical results now in Adavale is planning the next phase of work on the tenements and the company intends to extend the targets defined by the spectrometer survey and rock chip sampling.

The gamma survey along with surface rock chip sampling has shown a presence of highly anomalous uranium accompanying the elevated gamma. The exploration strategy moving forward will aim to:

- Identify targets that are a continuation of the surface anomaly with an appropriate method of exploration, most probably air core drilling.
- Identify new targets for a longer-term exploration program on the Lake Surprise Project utilising spectral surveys, ground surveys and ultimately drilling.

With the above exploration objectives and broad goals in mind, the Company will seek to expedite the exploration activities at the Lake Surprise Project, unlocking the resource potential of the tenement package.

SampleID	SampleType	Easting	Northing	RockType	CPS	U ppm
10004	In situ rock outcrop	245752	6758341	Silcrete	600	3.6
10005	In situ rock outcrop	279035	6732246	Silcrete	750	41.7
10006	In situ rock outcrop	279006	6732181	Silcrete	442	42.5
10007	In situ rock outcrop	278946	6732099	Silcrete	833	74.5
10008	In situ rock outcrop	279313	6732100	Sandstone	390	25.2
10009	In situ rock outcrop	279320	6732108	Sandstone	700	40.5
10010	In situ rock outcrop	279320	6732114	Sandstone	690	93.9
10011	In situ rock outcrop	279392	6731863	Sandstone	1045	180.5
10012	In situ rock outcrop	279393	6731861	Mudstone	549	10.8
10013	In situ rock outcrop	279489	6731864	Silcrete	600	54.5
10014	In situ rock outcrop	279603	6731389	Silcrete	1000	51.4
10016	In situ rock outcrop	279538	6731256	Sandstone	632	60.9
10017	In situ rock outcrop	279214	6730978	Silcrete	1600	193
10018	In situ rock outcrop	279237	6730993	Silcrete	1550	256
10019	In situ rock outcrop	279280	6731002	Silcrete	1360	209
10020	In situ rock outcrop	279280	6731002	Silcrete	1426	249
10021	In situ rock outcrop	279362	6730992	Sandstone	1530	203
10022	In situ rock outcrop	279372	6730983	Silcrete	2147	356
10023	In situ rock outcrop	279434	6730990	Silcrete	1100	24.8
10024	In situ rock outcrop	279543	6730825	Silcrete	1760	206
10025	In situ rock outcrop	279545	6730827	Silcrete	2834	137
10026	In situ rock outcrop	279554	6730819	Silcrete	3100	136
10027	In situ rock outcrop	279559	6730815	Silcrete	1423	84.3
10028	In situ rock outcrop	279573	6730778	Silcrete	1800	207
10029	In situ rock outcrop	279590	6730775	Silcrete	625	42.4
10030	In situ rock outcrop	279720	6729897	Silcrete	886	64.2
10031	In situ rock outcrop	279723	6729886	Sandstone	1240	51.6
10032	In situ rock outcrop	279686	6729859	Silcrete	810	34.4

Table 1: List of samples collected and the counts per second recorded in photographs taken during the Lake Surprise Project works program.



CORPORATE

On 1 January 2022, Mr David Riekie transitioned from a non-executive to an Executive Director role for Adavale Resources Limited. The Company considers Mr Riekie's appointment will assist with responsibilities relating to increased exploration activities on the Company's projects and corporate initiatives.

Mr Riekie is an experienced director who has operated as an Executive and Non-Executive of numerous ASX listed companies and his career has spanned multiple continents and within Africa, Namibia, Tanzania, Eritrea, South Africa, DRC and Mozambique. He has overseen exploration and resource development, scoping and feasibility studies, production optimisation, stakeholder engagement, acquisition programs and expansion initiatives.

David holds a Bachelor of Economics and a Graduate Diploma of Accounting and has more recently has served on the Boards of remote power generation and energy solutions specialist Zenith Energy Limited (ASX: ZEN), independent uranium producer Paladin Energy Limited (ASX: PDN) and as interim CEO to Poseidon Nickel Limited (ASX: POS).

Summary of Cashflow for the Quarter

Adavale held cash reserves and funding availability at end of quarter of approximately \$1.52 million.

During the quarter, approximately \$33,000 was paid (as shown in 6.1 of Appendix 5B) to directors and officers. Other part payment of director and officers fees were satisfied through the issue of Adavale share as part of a strategy to conserve Company's cash.

The Company spent approximately \$460,000 on exploration and evaluation activities including the drilling costs at the Kabanga Jirani Nickel Project, consumables, geological consultants, assay costs, gravity survey costs and other costs associated with operating in Tanzania.

This announcement has been authorised for release by the Board of Adavale Resources Limited.

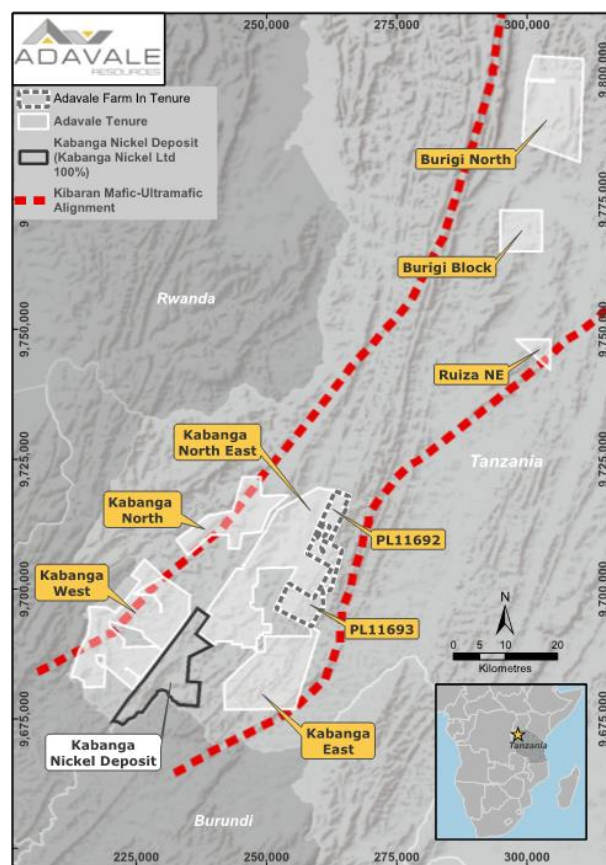
Further information:

David Riekie
Executive Director
E: investor@adavaleresources.com

Allan Ritchie
Chief Executive Officer
E: investor@adavaleresources.com

About Adavale

Adavale Resources Limited (ASX:ADD) is a nickel sulphide exploration company that holds 100% of the Kabanga Jirani Nickel Project, a portfolio of 7 highly prospective granted licences covering ~ 1,145km² along the Karagwe-Ankolean belt in Tanzania. The 4 southernmost licences are proximal to the world class Kabanga Nickel Deposit (58Mt @ 2.62% Ni). Adavale has Farmed-in to 2 more highly prospective licences contiguous to our 4 southernmost licences, adding a further 99km² to the portfolio (Luhuma Nickel Project). Adavale's licences were selected based on their strong geochemical and geophysical signatures from previous exploration undertaken by BHP Billiton.



Adavale also holds three exploration licences for their sedimentary uranium potential within the northern part of the highly prospective Lake Frome Embayment in South Australia.



Competent Persons Statement

The information in this release that relates to “exploration results” for the Kabanga Jirani Nickel and Luhuma Nickel Project is based on information compiled or reviewed by Mr David Dodd of MSA, South Africa. Mr Dodd is a consultant for Adavale Resources Limited and is a member of the SACNASP. Mr Dodd has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration as well as to the activity that is being undertaken to qualify as a Competent Person under the ASX Listing Rules. Mr Dodd consents to this release in the form and context in which it appears.

The information in this release that relates to “exploration results” for the Lake Surprise Uranium Project is based on information compiled or reviewed by Mr Patrick Harvey MAppSci, Australia. Mr Harvey is a consultant for Adavale Resources Limited and is a member of the AIG. Mr Harvey has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration as well as to the activity that is being undertaken to qualify as a Competent Person under the ASX Listing Rules. Mr Harvey consents to this release in the form and context in which it appears.

pXRF Analyses

The Ni and MgO readings reported in this announcement and earlier announcements by the Company are based on hand-held (portable pXRF) and desktop XRF devices. While the Company takes every reasonable measure to ensure the reliability and accuracy of the XRF devices by regular calibration checks against certified standards and is confident of the reported values, the readings are point measurements on core or core chips and therefore may not reflect the assayed grade of the broader sampled interval.

Forward looking statements

This document contains forward looking statements concerning Adavale. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company’s actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based on Adavale’s beliefs, opinions and estimates of Adavale as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments. Although management believes that the assumptions made by the Company and the expectations represented by such information are reasonable, there can be no assurance that the forward-looking information will prove to be accurate. Forward-looking information involves known and unknown risks, uncertainties, and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any anticipated future results, performance or achievements expressed or implied by such forward-looking information. Such factors include, among others, the actual market price of nickel, the actual results of future exploration, changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in the Company’s publicly filed documents. Readers should not place undue reliance on forward-looking information. The Company does not undertake to update any forward-looking information, except in accordance with applicable securities laws. No representation, warranty or undertaking, express or implied, is given or made by the Company that the occurrence of the events expressed or implied in any forward- looking statements in this document will actually occur.

Tenement Holdings and Movements

Schedule of Mining Tenements and Beneficial Interests

Held as at the end of the March 2022 Quarter

Project/Location	Country	Tenement	Percentage held/earning
Kabanga Jirani Nickel Project	Tanzania	Kabanga West	100%
		Kabanga North	100%
		Kabanga North East	100%
		Kabanga East	100%
		Ruiza NE	100%
		Burigi Block	100%
		Burigi North	100%

Luhuma Nickel Project	Tanzania	PL11692	0%
		PL11693	0%

The Company entered into a Farm-In Agreement to earn up to 100% of the Luhuma Nickel Project. The Company currently has the exclusive right to explore and evaluate the licenses for a period of 12 months. The Company has yet to earn any interest in the project.

Lake Surprise Uranium Project	Australia	EL 5892	100%
		EL 5893	100%
		EL 6598	100%

Acquired during the March 2022 Quarter

Project/Location	Country	Tenement	Granted/Acquired Date
Nil			

Disposed of during the March 2022 Quarter

Project/Location	Country	Tenement	Withdrawal Date
Nil			

Appendix 5B

Mining exploration entity quarterly cash flow report

Name of entity

ADAVALE RESOURCES LIMITED

ABN

96 008 719 015

Quarter ended ("current quarter")

31 MARCH 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(460)	(2,737)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(33)	(33)
	(e) administration and corporate costs	(66)	(496)
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 (GST (Paid)/Received)	29	(11)
1.9	Net cash from / (used in) operating activities	(530)	(3,277)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	(89)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	(89)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	3,431
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	-	(150)
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)	-	-
3.10	Net cash from / (used in) financing activities	-	3,281

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,888	1,423
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(530)	(3,277)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(89)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	3,281

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 (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(13)	7
4.6	Cash and cash equivalents at end of period	1,345	1,345

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	1,345	1,888
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,345	1,888

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	(30)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p>Majority of Directors, CEO and CFO/Company Secretary fees are being satisfied through the issue of Adavale fully paid ordinary shares.</p> <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>		

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	250	75
7.3	Other (please specify)	-	-
7.4	Total financing facilities	250	75
7.5	Unused financing facilities available at quarter end		175
7.6	<p>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.</p> <p>Standby Subscription Agreement</p> <p>The facility arrangement with LKC Technology Pty Ltd (LKC) is a 5 year agreement for \$250,000 as announced on 29 April 2020, with \$175k undrawn.</p> <p>LKC subscribes for shares upon the Company issuing a drawdown notice. Fully paid ordinary shares are issued at 80% of the 5-day VWAP that precedes the drawdown notice.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(530)
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)	(530)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,345
8.5	Unused finance facilities available at quarter end (item 7.5)	175
8.6	Total available funding (item 8.4 + item 8.5)	1,520
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.86
	<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?	
	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?	
	N/A	

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

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?

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: 21 April 2022

Authorised by: **The Board of Directors of Adavale Resources Limited**
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.