

QUARTERLY REPORT

Activities Report for the Quarter
ending 31st December, 2023

Mt Malcolm Mines NL
ACN: 646 466 435

Mt Malcolm Mines NL (ASX:M2M) ("Mt Malcolm" or "the Company") is pleased to provide an update on activities conducted during the three (3) months ending 31st December, 2023.

Highlights

- Mt Malcom has entered into a binding agreement with Golden Venture Capital Pty Ltd to acquire the legal and beneficial ownership of E63/2258 located in the prospective Lake Johnston Greenstone Belt.
- A \$1,100,000 funding package to expand and evaluate new and existing projects including lithium exploration at Lake Johnston.
- Field observation and historic drill data confirm the presence of pegmatites in RAB drill chips. Relogging and sampling of drill spoil indicates more extensive pegmatite occurrences than originally documented.
- Additional tenement applications surrounding E63/2258 (75km²) expanding lease hold footprint to 200km² are pending grant.
- The project area is emerging as a highly prospective province for LCT pegmatites located 60km east of the Earl Grey lithium project, the largest undeveloped hard rock lithium bearing pegmatite project in Australia with a documented Mineral Reserve of 186Mt @ 1.53% Li₂O.
- In line with M2M's updated exploration strategy the high-grade Golden Crown prospect has advanced to a stage where it is drill ready.

Lake Johnston

The Lake Johnston area is emerging as a highly prospective province for Lithium-Caesium-Tantalum Pegmatites (LTC). Recent successful lithium mineralisation announcements by TG Metals (ASX:TG6) and Charger Metals (ASX:CHR) confirm nearby high-grade lithium occurrences.

The holding is in a centralized location within a prospective lithium field, positioned 10km west of LTC pegmatite prospects at Mt Day, 25km southwest of Chatterly LTC pegmatites, 20km northwest of the Pagrus pegmatite prospects, 50km northwest of the Burmeister Pegmatite prospects and 60km east of Earl Grey, Mt Holand and Forrestania LTC Pegmatite mines, deposits and prospects (Fig. 1).

The Project area is considered to be highly prospective for Li-Cs-Ta (LCT) pegmatite hosted mineralisation.

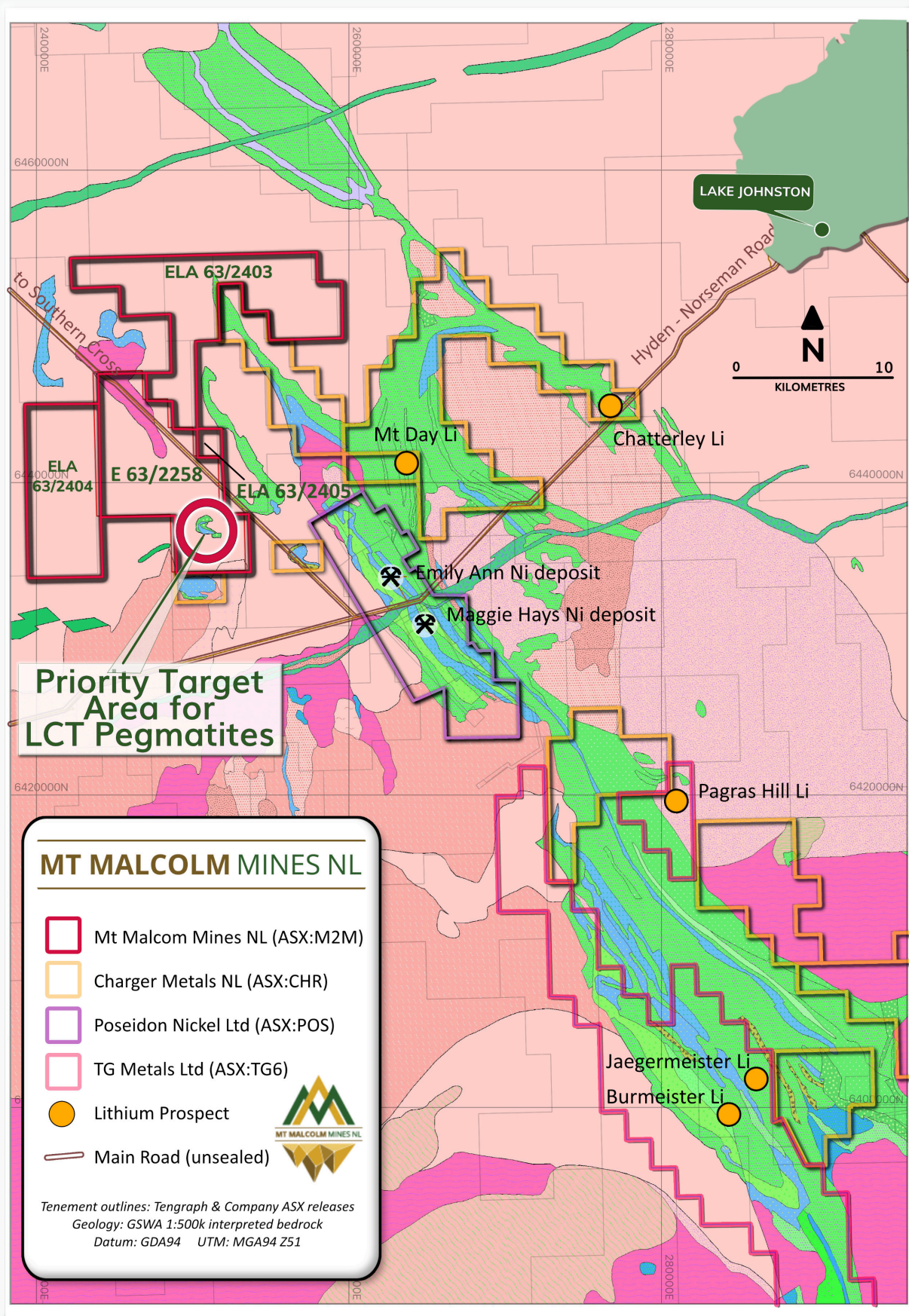


Figure 1. Location Plan of the Lake Johnston Lithium Project tenements, the principal drilled target area and the key prospect areas of surrounding Lithium explorers.

Exploration License 63/2258 has undergone limited historical exploration with two drilling programs conducted by Bullion Minerals Ltd and Goldfields Exploration Pty Ltd (2001 and 2002). Drilling programs were confined to the south-eastern portion of the tenement (Priority 1 target zone). The companies completed seventy one (71) mostly vertical RAB holes for an advance of 2,209m exploring for gold and a range of base metals. Some holes intersected pegmatitic lithologies, drill holes were shallow, with an average depth of 31m. No lithium analysis was conducted by early explorers.

Confirmation of pegmatite occurrence is confirmed by re-logging the sampled drill spoil by company personnel.

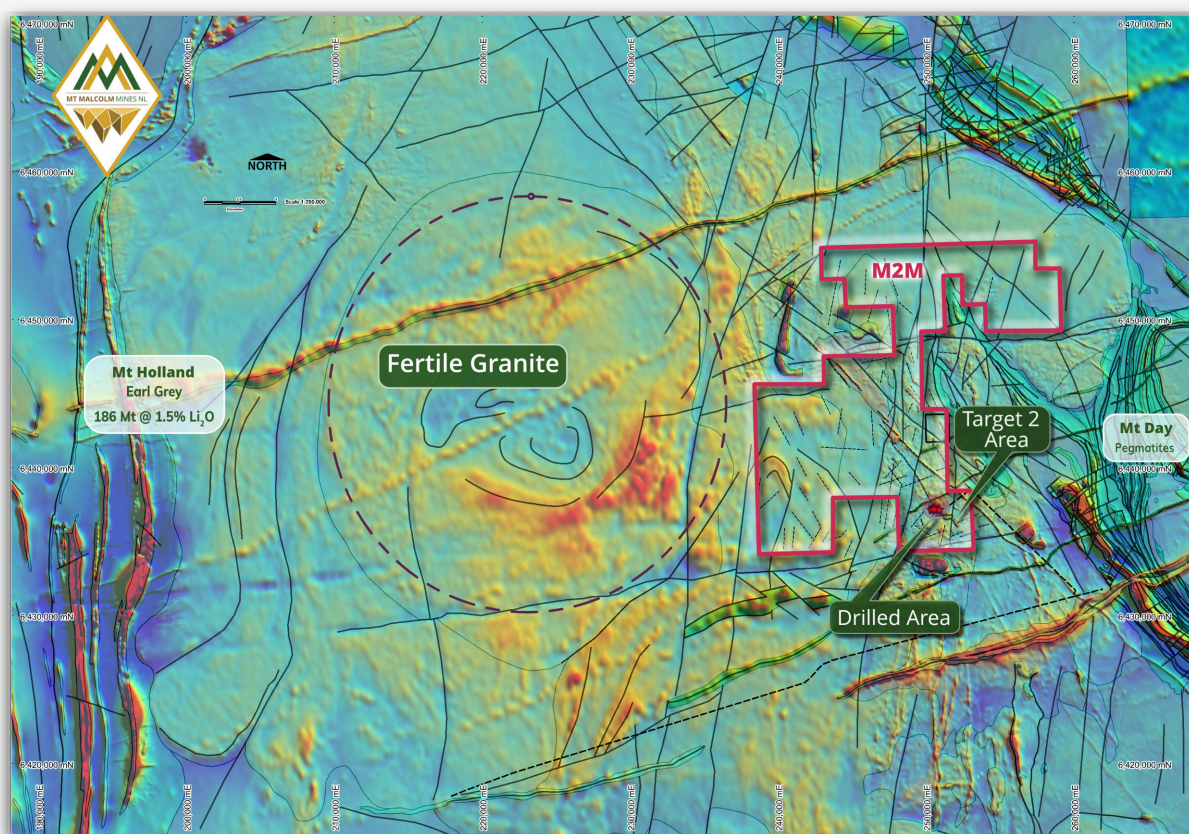


Figure 2. TMI structural interpretation surrounding the nearby margin of the circular intrusive granitic dome, immediately west of the Lake Johnston Project area.

Contact zones between granitic domes and nearby adjoining greenstones present as first class lithium target areas in the Lake Johnston region. Brittle fracture zones adjacent to fertile granites present as excellent pegmatite hosted structures. The regional geological setting and the proximity to fertile granites are important in the emplacement of LTC pegmatites. It appears that for the nearby Mt Day LTC pegmatite field and the Chatterly pegmatite prospects (held by Charger Metals) that the source granites may form part of the same igneous complex.

Late stage fractionated LTC bearing fluids move out of the granitoid terrane and into the surrounding host rocks along pre-existing structural pathways forming LCT pegmatite swarm zones. Pegmatite swarms are generally located within 10km of the parent granite (Bradley et. al. 2017). The greatest enrichment of incompatible elements is the more distal pegmatites (Fig. 3).

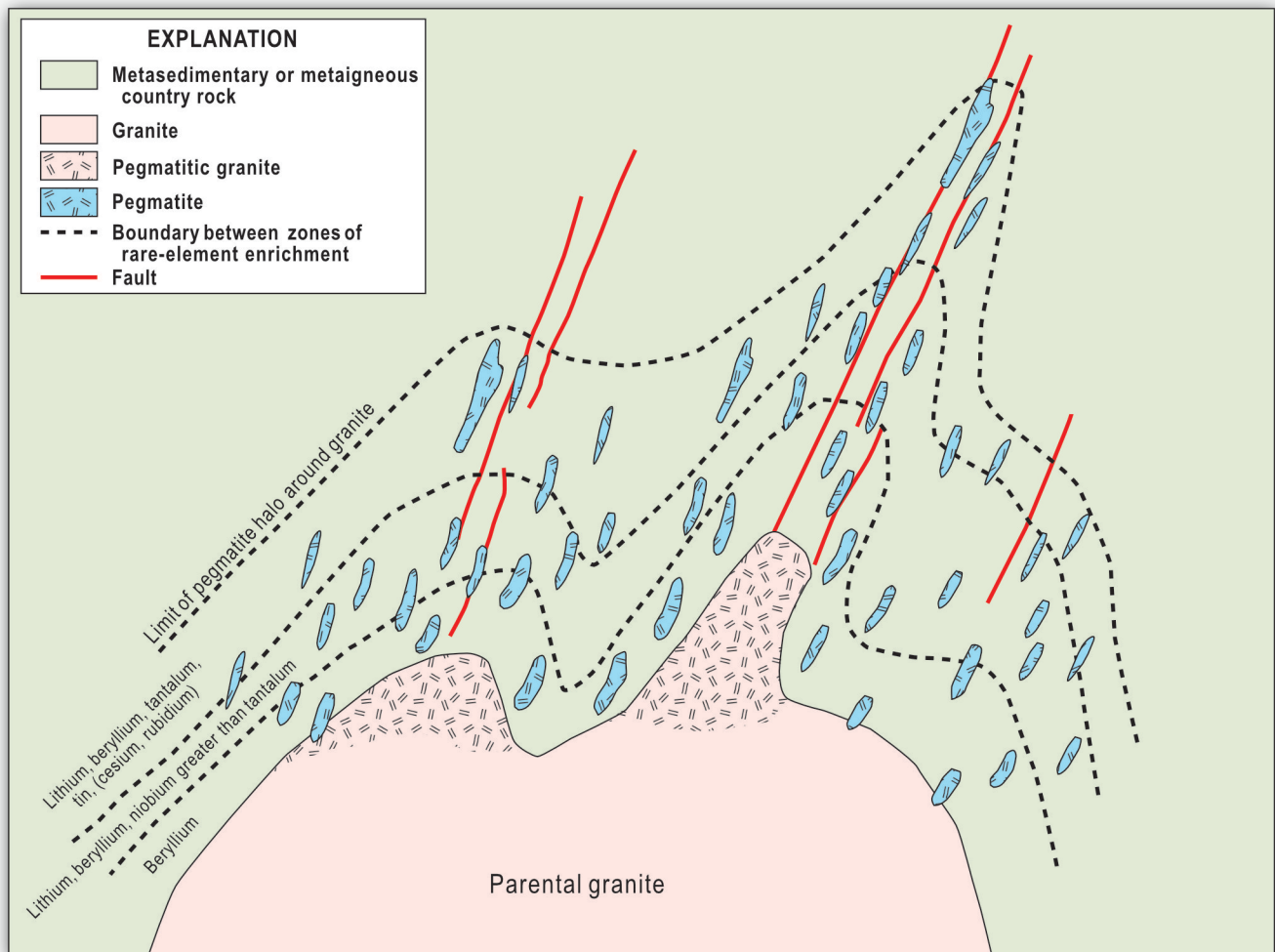


Figure 3. Schematic model in profile that illustrates regional zonation patterns in a pegmatite field (after Bradley et al. 2017). Characteristic rare element suites of the most enriched pegmatites are indicated in each zone.

The Company intends to target Spodumene and Rare Earth mineralisation by conducting several staged exploration programs including geological mapping, rock chip sampling and soil geochemical sampling (auger) over areas that have the potential to host lithium mineralisation.

Initial field investigation conducted in December 2023 included access evaluation, pegmatite identification, sampling of drill spoil and confirmation of the existing drill pattern.

Follow up Reverse Circulation drilling is intended to be planned over areas where structurally controlled pegmatite clusters and positive soil geochemistry results are identified.

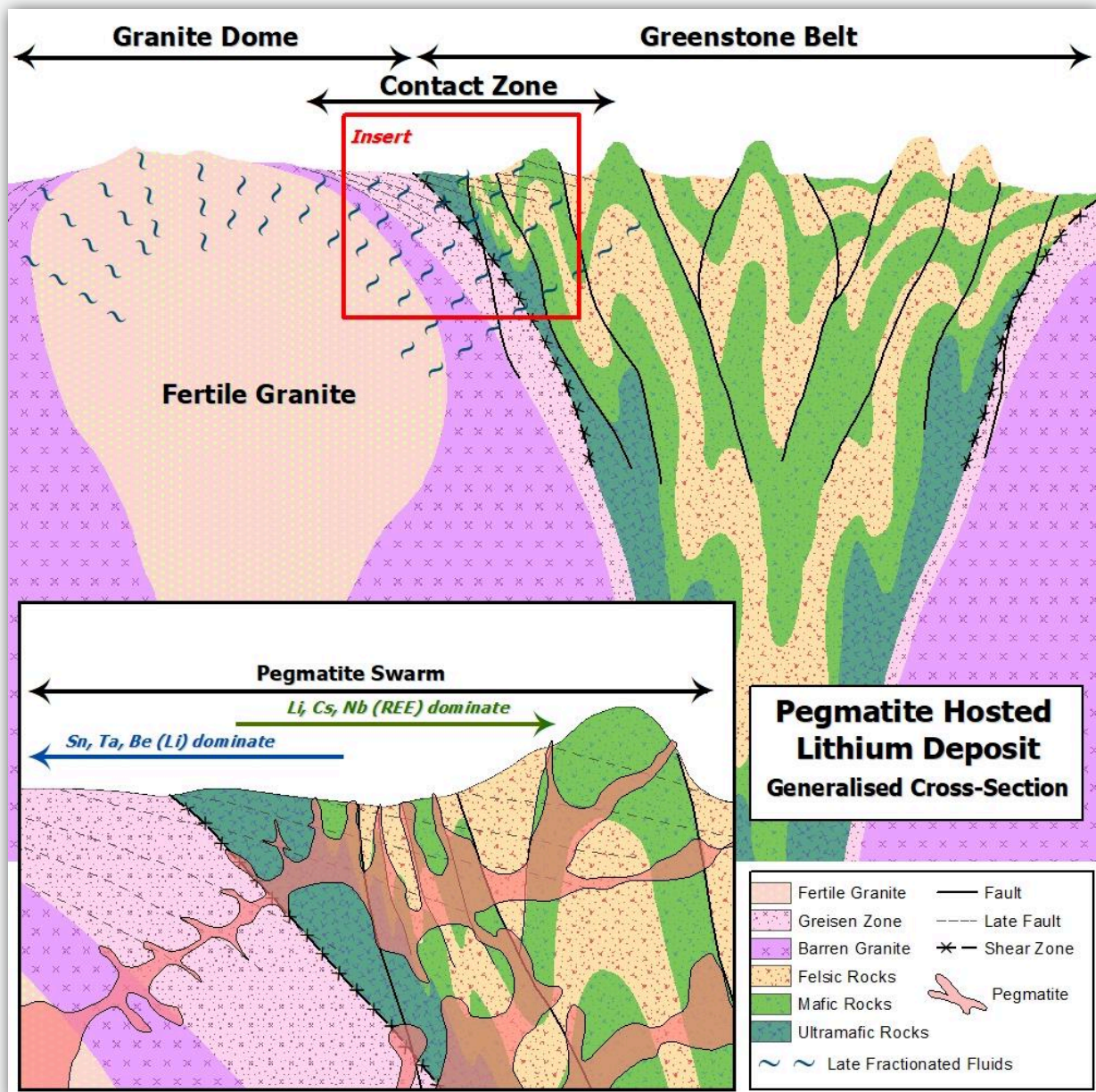


Figure 4. Idealised Schematic Pegmatite geological model in Cross Section

Source : (Infinity Mining ASX announcement 28 November, 2023)

Re-logged spoil samples were subject to initial element evaluation by Laser Induced Breakdown Spectroscopy analysis (LIBS) in December 2023. Results did not return results regarded as significant however the occasional sample when subject to long wave ultraviolet light did return a fluorescent glow (Fig. 5 and 6).

The confirmation of the presence of lithium can only be confirmed by laboratory analysis, as a cautionary note not all pegmatites host lithium mineralisation.

The following figures represent a small portion of the collected drill spoil consisting of massive coarse grained pegmatite comprising quartz and feldspar with rare mica containing <5% of a fluorescent orange unidentified mineral.



Figure 5. Pegmatite chips obtained from drill spoil at an historical Bullion Minerals RAB drill collar LJR010. Photograph taken under a long wave ultraviolet (UV) light source (left), and natural light (right). Scale bar is in centimeters.



Figure 6. Pegmatite chips obtained from drill spoil at an historical Bullion Minerals RAB drill collar LJR034. Photograph taken under a long wave ultraviolet (UV) light source (left), and natural light (right). Scale bar is in centimeters.

Sample No.	Historical Hole ID	Estimate of Orange Fluorescence Mineral	Estimate of of Quartz	Estimate of Feldspar	Estimate of Mica	Estimate of Accessory Minerals
478	LJR010	2-3%	30-40%	40-50%	2-5%	1-2%
490	LJR034	5-10%	30-35%	35-45%	2-5%	1-2%

In relation to the disclosure of visual mineralisation, the Company cautions that observations of spodumene material should never be considered a proxy or substitute for laboratory analysis where concentrations or grades are a factor of principal economic interest. Laboratory assay results are required to determine the type and grade of the visible mineralisation reported from geological field reconnaissance of historical drill spoil described in this announcement. The Company will update the market when laboratory analytical results become available.

Samples were submitted to Intertek Minerals for analysis of a standard suite of forty eight (48) lithium related elements (assay method 4A-Li/MS48). Geochemical ratios and vectoring are regarded as important tools when detecting the possibility of lithium mineralisation, LCT pegmatites are enriched in Li, Cs, Ta, Be, B, F, P, Mn, Ga, Rb, Nb, Sn and Hf.

Two initial target areas have been identified over areas containing positive potassium alteration radiometric derived anomalies, anomalous magnetic zones and/or the existing drill pattern and geological structural control interpretation.

The Lake Johnston Lithium Project is located within the Lake Johnston Greenstone Belt approximately 450km east of Perth and north-west of the well serviced Emily Ann and Maggie Hays nickel deposits.

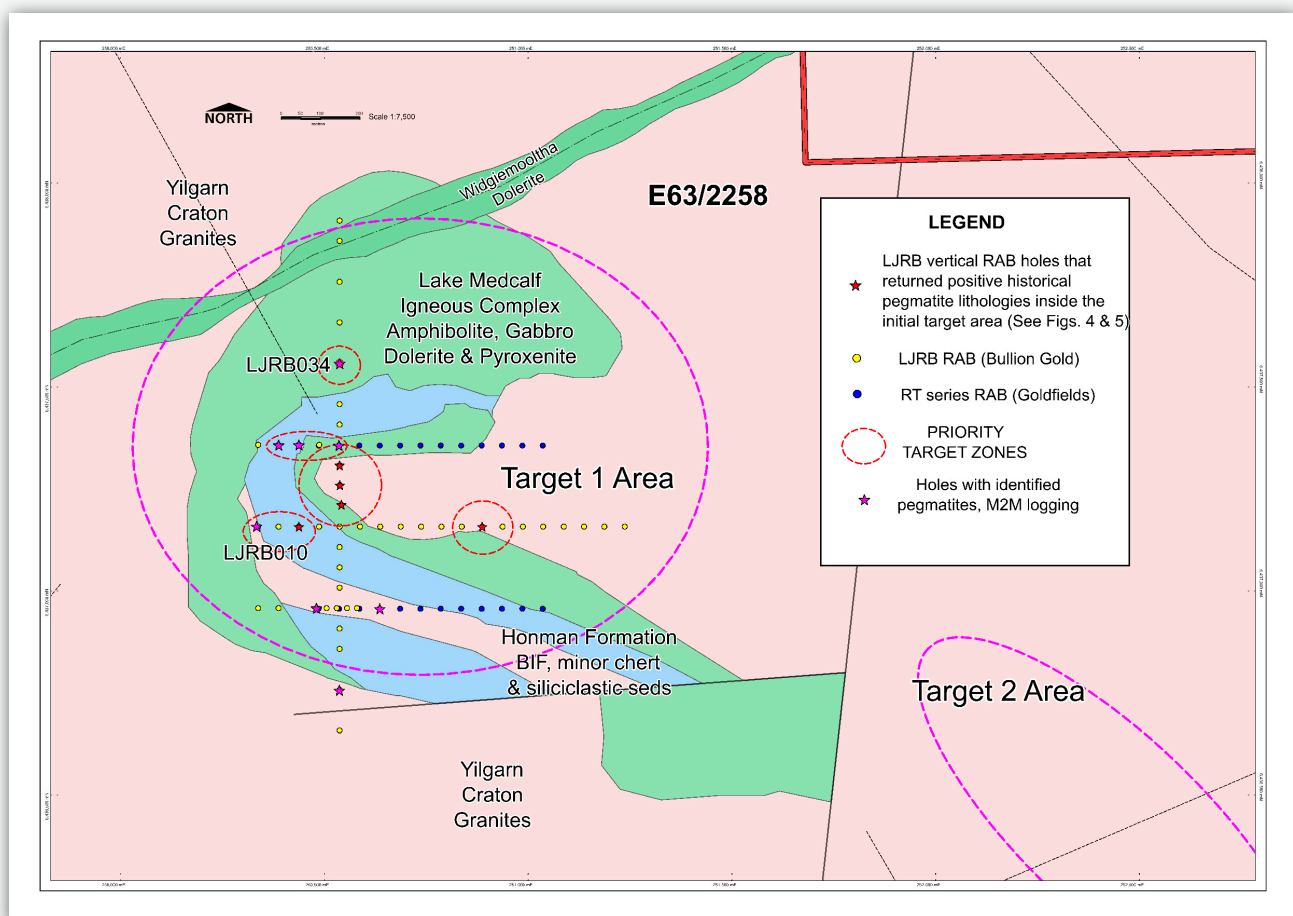


Figure 7 – Bullion and Goldfields RAB drill hole locations with logged pegmatite occurrences and holes identified by M2M containing pegmatite and locations of ultraviolet/natural light photos are highlighted (see Fig's 5 and 6).

RAB drilling conducted by Bullion Minerals and Goldfields Exploration (2001 and 2002) in the south eastern portion of the tenement identified several pegmatitic lithologies in drill spoil within the Lake Medcalf Igneous Complex (Fig. 7).

The drilled area is relatively small (1.2km x 1.3km) confined to three (3) east-west traverses and one (1) north-south traverse, testing the area at 50m spacing.

The holding covers intrusive granitoids and interpreted mixed foliated granite/granodiorite together with a segments of the Lake Medcalf Igneous Complex comprising amphibole, gabbro, dolerite, pyroxenite and the Honman Formation comprising BIF, minor chert and sediments (Fig. 7). Greenstone lithologies have been intruded by at least three (3) generations of granitic rocks. Members of the Widgiemooltha dolerite suite cut across the succession with an ENE orientation. The area is regarded as structurally complex with circular, EW, NE and NW structural lineations observable in the magnetic images (Fig. 2).

Funding Package

The Company is raising \$1.1M via a placement to sophisticated and professional investors through the issue of 44M placement shares at 2.5 cents a share. The shares attract a free option, exercisable at 7 cents for every 2 placement shares subscribed. The attached options expire on 31st December 2025.

The Company Chairman and fellow Directors have agreed to participate in the share placement although Director participation is subject to shareholder approval.

Placement shares will be issued in two tranches, the first comprising 15M shares, not subject to shareholder approval (issued). The second being the remaining 29M shares and 22M options are subject to shareholder approval at the scheduled Extraordinary General Meeting, to be held 31st January 2024.

All issued placement shares will rank equally with existing issued fully paid shares.

Additionally, subject to shareholder approval, Directors agree to the conversion of director and legal consulting fees and loan balances into 21.76M shares and 10.88M options, under the same terms and conditions as the placement.

Raised funds will be used for the following purposes:

- Exploration and Evaluation activities of the company's new and existing Projects.
- High impact drilling programs to follow up and expand known pegmatite occurrences at Lake Johnston.
- Resource definition at the Golden Crown Prospect within the Malcolm Project, and for general working capital purposes.

Project Tenure

The Company has entered into a binding agreement with Golden Valley Capital Pty Ltd to acquire 100% of the legal and beneficial ownership in E63/2258 (75km²) in the Lake Johnston Greenstone Belt.

The Company has made three (3) applications for Exploration Licences E63/2403-E63/2403 and E63/2405 at Lake Johnston. If granted the total tenement holding at Lake Johnston will increase to (200km²) (Fig. 1).

Competent Person

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr. Paul Maher, a Competent Person and a full-time employee of the company who is a Member of The Australasian Institute of Mining and Metallurgy. Mr. Paul Maher has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr. Paul Maher consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears.'

The Company is not aware of any new information or data that materially affects this release.

This announcement has been authorised by the Board of Mt Malcolm Mines NL.
For further information please contact:-

Trevor Dixon Managing Director
trevor@mtmalcolm.com.au

References

Bradley D.C. McCauley A.D. and Stillings L.L. (2017) Mineral-deposit model for lithium-caesium-tantalum pegmatites: United States Geological Survey, Reston, VA, Scientific Investigations Report 2010-5070, 58p.

Charger Metals (2023) ASX:CHR Announcement 29th November. Assays up to 4.2% Li₂O confirm new spodumene pegmatites at Lake Johnston.

Charger Metals (2023) ASX:CHR Announcement 20th November. Rio Tinto and Charger Metals sign Farm-in Agreement for Lake Johnston Lithium Project.

Mt Malcolm Mines NL (2023) ASX:M2M Announcement 30th November. Funding and WA Lithium Exploration Footprint Expansion at Lake Johnston.

Mt Malcolm Mines NL (2023) ASX:M2M Announcement 18th December. Pegmatites confirmed in drill chips at Lake Johnston.

Technical Report Summary (2022). Mt Holand Lithium Project. Sociedad Quimicay Minera de Chile. Solutions for humans progress (SQM). April 25th 2022.

T G Metals (2023) ASX:TG6 Announcement 12th December 2023 High Grade Lithium hits continue at Lake Johnston.

Warland I. (1998) Combined Annual Mineral Exploration Report for the period 24/12/1996 to 23/12/1997. Lake Johnston JV Project. Goldfields Exploration Pty Ltd and Bullion Gold NL. GSWA Ref. C159/1997 (A54574).

Williamson G. and Baxter C. (2002) Annual Report for the period 18/5/2001 to 17/5/2021. Round Top tenement. E63/703 Bullion Minerals Ltd (A64952).

ASX additional information

The Company provides the following information pursuant to ASX Listing Rule requirements:

Related party payments included in the Quarterly cash flow report

In accordance with the ASX Listing Rules, the Company will also lodge its cash flow report for the quarter ended 31st December 2023 today. Included in those cash flows are payments to related parties and their associates as follows:

- Payment of \$69k for Director fees (including superannuation, where applicable) to Messrs - Dixon (\$57k), Downey (\$12k), Powell (\$10k)

Exploration and Evaluation Expenditures

The Company spent \$203k on exploration and evaluation work in the quarter, which comprised of geology activities for \$139k, field camp activities and supplies for \$27k, geochemistry and geophysics activities for \$5k; and \$32k on other activities including prepaid rent and rates, travel and other related tenement costs.

The Company also confirms that there was no mine production and development activities for the quarter.

Tenement Reporting

MT MALCOLM GOLD HOLDINGS PTY LTD & AURUM MINING PTY LTD TENEMENT SCHEDULE

December Quarter 2023

(Both being wholly owned subsidiaries of MT MALCOLM MINES NL)

TENEMENT INFORMATION AS REQUIRED BY LISTING RULE 5.3.3

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
E37/1331	Live	100%	
E37/1367	Live	100%	
E37/1419	Live	100%	
M37/1353	Live	100%	
M37/1379	Pending	0%	
M37/1382	Pending	0%	
M37/475	Live	100%	
P37/8334	Live	100%	
P37/8523	Live	100%	
P37/8524	Live	100%	
P37/8568	Live	100%	
P37/8578	Live	100%	
P37/8579	Live	100%	
P37/8580	Live	100%	
P37/8581	Live	100%	
P37/8608	Live	100%	
P37/8623	Live	100%	
P37/8624	Live	100%	
P37/8625	Live	100%	
P37/8626	Live	100%	
P37/8627	Live	100%	
P37/8628	Live	100%	
P37/8629	Live	100%	
P37/8630	Live	100%	
P37/8631	Live	100%	
P37/8632	Live	100%	
P37/8649	Live	100%	
P37/8650	Live	100%	
P37/8651	Live	100%	
P37/8652	Live	100%	

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
P37/8653	Live	100%	
P37/8659	Live	100%	
P37/8660	Live	100%	
P37/8661	Live	100%	
P37/8663	Live	100%	
P37/8664	Live	100%	
P37/8665	Live	100%	
P37/8714	Live	100%	
P37/8730	Live	100%	
P37/8731	Live	100%	
P37/8732	Live	100%	
P37/8733	Live	100%	
P37/8745	Live	100%	
P37/8746	Live	100%	
P37/8747	Live	100%	
P37/8748	Live	100%	
P37/8754	Live	100%	
P37/8791	Live	100%	
P37/8792	Live	100%	
P37/8793	Live	100%	
P37/8820	Live	100%	
P37/8821	Live	100%	
P37/8822	Live	100%	
P37/8823	Live	100%	
P37/8824	Live	100%	
P37/8825	Live	100%	
P37/8826	Live	100%	
P37/8864	Live	100%	
P37/8865	Live	100%	
P37/8866	Live	100%	
P37/8871	Live	100%	
P37/8872	Live	100%	
P37/8873	Live	100%	
P37/8874	Live	100%	

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
P37/8876	Live	100%	
P37/8877	Live	100%	
P37/8878	Live	100%	
P37/8879	Live	100%	
P37/8890	Live	100%	
P37/8891	Live	100%	
P37/8892	Live	100%	
P37/8893	Live	100%	
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P37/8911	Live	100%	
P37/8912	Live	100%	
P37/9071	Live	100%	
P37/9072	Live	100%	
P37/9073	Live	100%	
P37/9074	Live	100%	
P37/9075	Live	100%	
P37/9076	Live	100%	
P37/9077	Live	100%	
P37/9105	Live	100%	
P37/9182	Live	100%	
P37/9183	Live	100%	
P37/9184	Live	100%	

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
P37/9185	Live	100%	
P37/9186	Live	100%	
P37/9187	Live	100%	
P37/9188	Live	100%	
P37/9189	Live	100%	
P37/9190	Live	100%	
P37/9191	Live	100%	
P37/9192	Live	100%	
P37/9193	Live	100%	
P37/9194	Live	100%	
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P37/9202	Live	100%	
P37/9204	Live	100%	
P37/9205	Live	100%	
P37/9206	Live	100%	
P37/9207	Live	100%	
P37/9208	Live	100%	
P37/9239	Live	100%	
P37/9361	Live	100%	
P37/9362	Live	100%	
P37/9366	Live	100%	
P37/9367	Live	100%	
P37/9368	Live	100%	
P37/9369	Live	100%	
P37/9370	Live	100%	
P37/9428	Live	100%	
P37/9429	Live	100%	

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
P37/9430	Live	100%	
P37/9431	Live	100%	
P37/9432	Live	100%	
P37/9433	Live	100%	
P37/9434	Live	100%	
P37/9462	Live	100%	
P37/9463	Live	100%	
P37/9464	Live	100%	
P37/9465	Live	100%	
P37/9495	Live	100%	
P37/9497	Live	100%	
P37/9624	Live	100%	Granted 23/08/23
P37/9625	Live	100%	Granted 11/08/23
P37/9637	Live	100%	

MT GEORGE PROJECT
10 kms North of Leonora Townsite

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
P37/8648	Live	100%	
P37/8662	Live	100%	
P37/8862	Live	100%	
P37/8863	Live	100%	
P37/8928	Live	100%	
P37/9479	Live	100%	
P37/9480	Live	100%	
P37/9481	Live	100%	
P37/9496	Live	100%	
P37/8314	Live	100%	
M37/1363	Pending	0%	

MT FELDTMANN PROJECT
144 KMS North-East of Laverton Townsite

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
E38/3805	Pending	0%	
E38/3806	Pending	0%	

LAKE JOHNSTON PROJECT
120kms West of Norseman

Tenement ID	Status	Ownership at end of Quarter	Change during Quarter
E63/2403	Pending	0%	Applied 27/11/23
E63/2404	Pending	0%	Applied 27/11/23
E63/2405	Pending	0%	Applied 27/11/23

Appendix 5B

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

Name of entity

Mt Malcolm Mines NL

ABN

78 646 466 435

Quarter ended ("current quarter")

31 December 2023

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	(74)	(74)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(66)	(88)
	(e) administration and corporate costs	(214)	(433)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	3
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	7	7
1.9	Net cash from / (used in) operating activities	(346)	(585)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(20)	(20)
	(c) property, plant and equipment	(25)	(26)
	(d) exploration & evaluation	(203)	(569)
	(e) investments	-	-
	(f) other non-current assets	-	-

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)	-	-
2.6	Net cash from / (used in) investing activities	(248)	(615)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	375	375
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	(33)	(33)
3.5	Proceeds from borrowings	500	500
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (equity securities funds held in trust)	9	9
3.9	Other (lease expense payments)	(8)	(17)
3.10	Net cash from / (used in) financing activities	843	834

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	129	744
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(346)	(585)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(248)	(615)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	843	834

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
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	378	378

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	368	119
5.2	Call deposits	10	10
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)	378	129

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	69
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
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.		

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

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	500,000	500,000
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
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>The Company entered into a short term, unsecured loan facility arrangement with Mr Trevor Dixon, the Managing Director of the Company. The Company has drawn down funding of \$500,000 since 31 October 2023 under the facility.</p> <p>The Company will be seeking shareholder approval at its scheduled EGM on 31 January 2024 to convert the loan balance (excluding interest) into ordinary shares.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(346)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(203)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(549)
8.4	Cash and cash equivalents at quarter end (item 4.6)	378
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	378
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.69
<p><i>Note: if the entity has reported positive relevant outgoings (i.e., 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></p>		
8.8	<p>If item 8.7 is less than 2 quarters, please provide answers to the following questions:</p> <p>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?</p> <p>Answer: The Company expects to have similar net operating cash out flows for the foreseeable future as it continues to execute on its planned work program.</p>	

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:

The Company announced a two-tranche capital raise on 30 November 2023, with tranche two funds expected to be received shortly after the scheduled 31 January 2024 EGM in which the Company will seek shareholder approval to complete the fundraise.

The Company will also seek to convert debt of approximately \$550k owed to directors and director related entities into ordinary shares to settle these debts and strengthen the Company's balance sheet. This will significantly reserve available cash funds for operational activities.

The Company also continues to monitor and consider its capital requirements and retains the ability to raise capital, as required.

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:

The Company will be able to continue normal business operations. The Company has the ability to reduce its discretionary expenditure to reserve cash, including until such time as it finalises any future capital raising options.

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: 31 January 2024

Authorised by: Board of Directors
(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 – e.g., 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.