

QUARTERLY ACTIVITIES REPORT

Quarter Ended 31 March 2022

Lotus Resources Limited (ASX: LOT, OTCQB: LTSRF) (Lotus or the Company) is pleased to provide its quarterly activities report for the quarter ended 31 March 2022. During the Quarter, the Company's activities focused on the advancement of the Company's Kayelekera Uranium Project (Kayelekera or the Project), located in Malawi.

HIGHLIGHTS

- **The Mineral Resource Estimate (MRE) for the Kayelekera Project increased by 23% to 46.3Mlbs at 500 ppm U₃O₈ (Table 1)**
 - The Measured and Indicated resources account for 81% of the total MRE (31.8Mt at 530ppm U₃O₈ for 37.4Mlbs U₃O₈)
- **The updated MRE will be incorporated in the new mine plan for the Definitive Feasibility Study (DFS) which remains on track for mid-2022**
- **Completion of a 35-hole (4,533 metre) reverse circulation (RC) drill program at Kayelekera (with results included in the updated MRE), which included the following:**
 - **2m at 2,541ppm U₃O₈** from 9m (LRC021)
 - **3m at 829ppm U₃O₈** from 13m (LRC022)
 - **3m at 919ppm U₃O₈** from 53m (LRC023)
- **Subsequent to the end of the quarter, the Company received exploration results from a 29-hole (3,395 metre) RC drill program at the Livingstonia prospect, located 90km from Kayelekera. Results included:**
 - **3m at 733 ppm U₃O₈** from 94m (LIV003)
 - **4m at 983ppm U₃O₈** from 87m (LIV007)
 - **4m at 636ppm U₃O₈** from 74m (LIV011)
- **Preparation of an MRE for Livingstonia has commenced**
- **The Company made solid progress on the DFS, which remains on track to be released by mid-2022**
- **Further strengthening of the board and management team, with the appointment of a new Non-Executive Director (Dixie Marshall), CFO and Company Secretary**
- **As at 31 March 2022, Lotus had cash of \$8.5 million (unaudited), exclusive of restricted cash of \$13.5 million**



- The cash position decreased by \$5.0m compared to the previous quarter with expenditures focused on positioning Kayelekera for a timely restart of operations and a \$2.7 million scheduled payment relating to the acquisition of the Project

KAYELEKERA RESOURCE INCREASES BY 23% TO 46.3MLBS

During the quarter, the Company announced an increase in the MRE for Kayelekera to 46.3Mlbs at 500ppm U₃O₈, a 23% increase compared to the previous MRE.¹

The updated MRE is summarised in Table 1 below, with 9% (by metal content) classified as Measured, 72% classified as Indicated and 19% classified as Inferred.

The updated MRE represents a 3% increase on the reported global metal content to the previous MRE (see ASX announcement 26 March 2020) when using the previous 300ppm U₃O₈ reporting cut-off grade and a further 20% increase when using the updated cut-off grade of 200ppm U₃O₈ as shown in Table 2.

The in-situ Mineral Resources have been estimated at a number of cut-off grades using Multiple Indicator Kriging with block support correction (refer Table 3 for in-situ pit resources exclusive of stockpiles). The primary model panel dimensions are 20mE x 20mN x 2mRL. The estimates assume that final grade control sampling at approximately 3.5mE x 3.2mN x 1mRL spacing will be available prior to final mining and a selective mining unit of approximately 3mE x 3mN x 2mRL. Stockpile values have been taken from surveyed stockpiles with average grades based upon grade control tracking.

In all tables that contain details of the MRE, metal content is based on contained metal in the ground and take no account of mining or metallurgical recoveries, mining dilution or other economic parameters.

Table 1: Kayelekera Updated MRE – February 2022¹
Reported above a 200ppm U₃O₈ lower cut-off for in-situ material and the low-grade stockpiles

	<i>Mt</i>	<i>Grade (U₃O₈ ppm)</i>	<i>U₃O₈ (M kg)</i>	<i>U₃O₈ (M Lb)</i>
Measured	0.9	830	0.7	1.6
Measured - RoM Stockpile ¹	1.6	760	1.2	2.6
Indicated	29.3	510	15.1	33.2
Inferred	8.3	410	3.4	7.4
Total	40.1	510	20.4	44.8
Inferred - LG Stockpile ²	2.4	290	0.7	1.5
Total All Material	42.5	500	21.1	46.3

¹ RoM stockpile has been mined and is located near mill facility.

² Low-grade material has been mined and placed on the low-grade stockpile and are considered potentially feasible for blending or beneficiation, with studies planned to further assess this optionality.

Figures have been rounded. Grade has been determined from a combination of XRF and downhole logging derived eU₃O₈ grades. In-situ Mineral Resources are depleted for mining to 31 December 2013 when mining ceased; stockpiles have been depleted to the end of processing in June 2014. Metal contents are based on contained metal in the ground and take no account of mining or metallurgical recoveries, mining dilution or other economic parameters.

An in-situ bulk density of 2.29g/cm³ was applied for Arkose material and 2.20g/cm³ for mudstone material to all blocks within the model

¹ ASX announcement 15 February 2022.



**Table 2: Kayelekera Previous Superseded Mineral Resource (note: JORC 2012)¹
Reported above a 300ppm U₃O₈ cut-off (note: figures have been rounded)**

	<i>Mt</i>	<i>Grade (U₃O₈ ppm)</i>	<i>U₃O₈ (M kg)</i>
Measured	0.7	1,010	0.7
Measured - RoM Stockpile	1.6	760	1.2
Indicated	18.7	660	12.3
Inferred	3.7	590	2.2
Total	24.6	660	16.3
Inferred - LG Stockpile	2.4	290	0.7
Total All Material	27.1	630	17.0

¹ ASX announcement 26 March 2020.

**Table 3: 2022 Kayelekera Mineral Resource In-Situ Resource¹
Reported above various U₃O₈ cut-offs (note: figures have been rounded)**

cut-off ppm	Measured Mineral Resource			Indicated Mineral Resource			Inferred Mineral Resource			Total In-Situ Mineral Resource;			
	Mt	Grade (U ₃ O ₈ ppm)	M kg U ₃ O ₈	Mt	Grade (U ₃ O ₈ ppm)	M kg U ₃ O ₈	Mt	Grade (U ₃ O ₈ ppm)	M kg U ₃ O ₈	Mt	Grade (U ₃ O ₈ ppm)	M kg U ₃ O ₈	Mlb U ₃ O ₈
100	1.2	650	0.8	51.4	350	18.2	24.3	230	5.6	76.9	320	24.6	54.2
200	0.9	830	0.7	29.3	510	15.1	8.3	410	3.4	38.5	500	19.2	42.3
250	0.8	920	0.7	23.5	590	13.8	5.6	490	2.8	29.9	580	17.2	38.0
300	0.7	1,010	0.7	19.2	660	12.6	4.1	570	2.4	24.0	650	15.6	34.5
400	0.6	1,090	0.7	16.0	720	11.6	3.2	640	2.0	19.8	720	14.3	31.4
500	0.5	1,170	0.6	13.5	790	10.6	2.5	720	1.8	16.6	790	13.0	28.8
600	0.5	1,300	0.6	9.9	910	9.0	1.7	840	1.4	12.1	910	11.0	24.3
700	0.4	1,430	0.6	7.5	1,030	7.7	1.2	960	1.2	9.1	1,030	9.4	20.7
800	0.3	1,550	0.5	5.8	1,140	6.6	0.9	1,060	1.0	7.0	1,150	8.0	17.7
1000	0.3	1,660	0.5	4.5	1,250	5.6	0.7	1,170	0.8	5.5	1,260	6.9	15.2
1200	0.2	1,890	0.4	2.8	1,470	4.1	0.4	1,370	0.5	3.4	1,490	5.0	11.1
1500	0.1	2,410	0.3	0.9	2,030	1.8	0.1	1,850	0.2	1.1	2,060	2.3	5.0
2000	0.1	2,820	0.2	0.3	2,600	0.8	0.0	2,350	0.0	0.4	2,630	1.1	2.4

¹ These figures include only in situ pit mineral resources, no existing RoM stockpiles are included. Figures have been rounded. Grade has been determined from a combination of XRF and downhole logging derived eU₃O₈ grades. In situ Mineral Resources are depleted for mining to 31 December 2013 when mining ceased. Metal contents are based on contained metal in the ground and take no account of mining or metallurgical recoveries, mining dilution or other economic parameters.



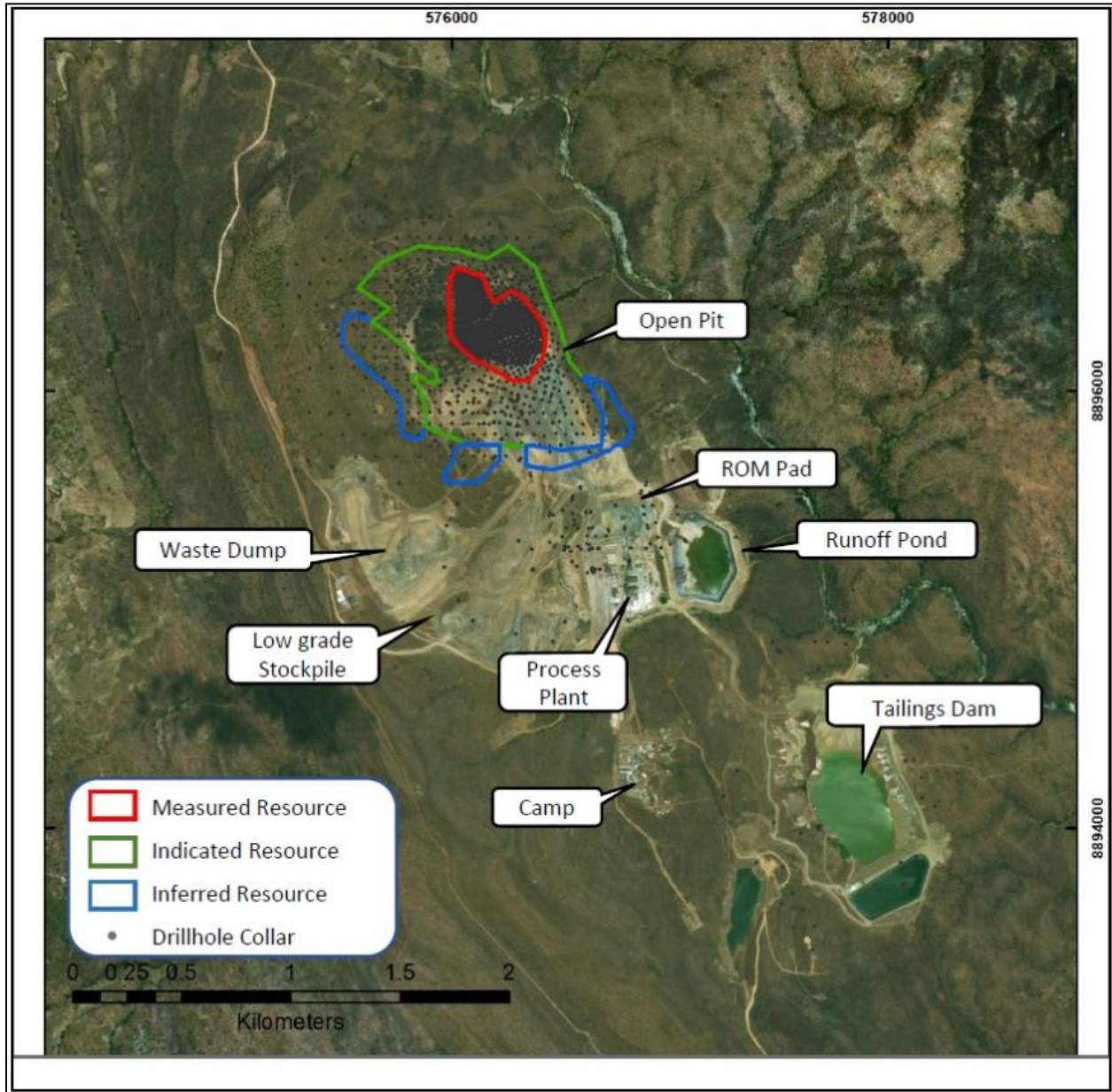


Figure 1: Mineral Resource showing summary classification

The updated MRE will form the basis of a revised mine plan to be incorporated in the Definitive Feasibility Study (DFS), that remains on track for mid-2022.



KAYELEKERA EXPLORATION DRILL RESULTS

During the quarter, the Company received exploration results from a 35 hole, 4,533 metres RC drilling program completed during 2021. Drilling targeted areas peripheral to the existing Mineral Resource to test the margins of the resource for further extensions, together with limited exploratory testing of radiometric anomalies located within 3km of the existing processing facility.

Significant results from the Kayelekera exploration program are listed in Table 4 below, with the location of these holes highlighted in Figure 2.

Table 4: Kayelekera Drilling – Significant Intersections²

Hole ID	Easting	Northing	RL	Depth (m)	From (m)	To (m)	True Thickness (m)	U (ppm)	U (%)	U ₃ O ₈ * (ppm)
LRC012	576730	8895913	883	100	3	5	2	481	0.05	567
includes					4	5	1	506	0.05	597
LRC015	576611	8895760	885	121	10	11	1	551	0.06	650
LRC018	576402	8895639	922	139	46	50	4	457	0.05	539
includes					48	50	2	596	0.06	702
LRC020	576402	8895639	922	139	45	46	1	558	0.06	658
LRC021	576664	8896006	893	52	9	11	2	2,155	0.22	2,541
LRC022	576709	8895962	894	70	13	16	3	703	0.07	829
LRC023	576299	8895604	939	142	53	56	3	780	0.08	919
includes					53	55	2	954	0.10	1,124
LRC025	576020	8895648	968	169	52	54	2	372	0.04	438
and					122	123	1	1,480	0.15	1,745
LRC027	576317	8895697	931	130	61	68	7	413	0.04	488
includes					62	63	1	522	0.05	616
and					65	67	2	587	0.06	692
LRC029	575829	8895733	968	145	111	112	1	604	0.06	712
LRC030	575671	8895859	960	145	84	86	2	481	0.05	567
and					92	94	2	458	0.05	540
includes					92	93	1	532	0.05	627
LRC033	575895	8894045	977	166	28	30	2	693	0.07	817
includes					28	29	1	1,010	0.10	1,191

* calculated U₃O₈

Note: combined reporting criteria of minimum thickness 1m at 200ppmU cut off

Results from this program were subsequently included in the updated MRE for Kayelekera (46.3Mlbs at 500ppm U₃O₈), as outlined above.

² ASX announcement 15 February 2022.



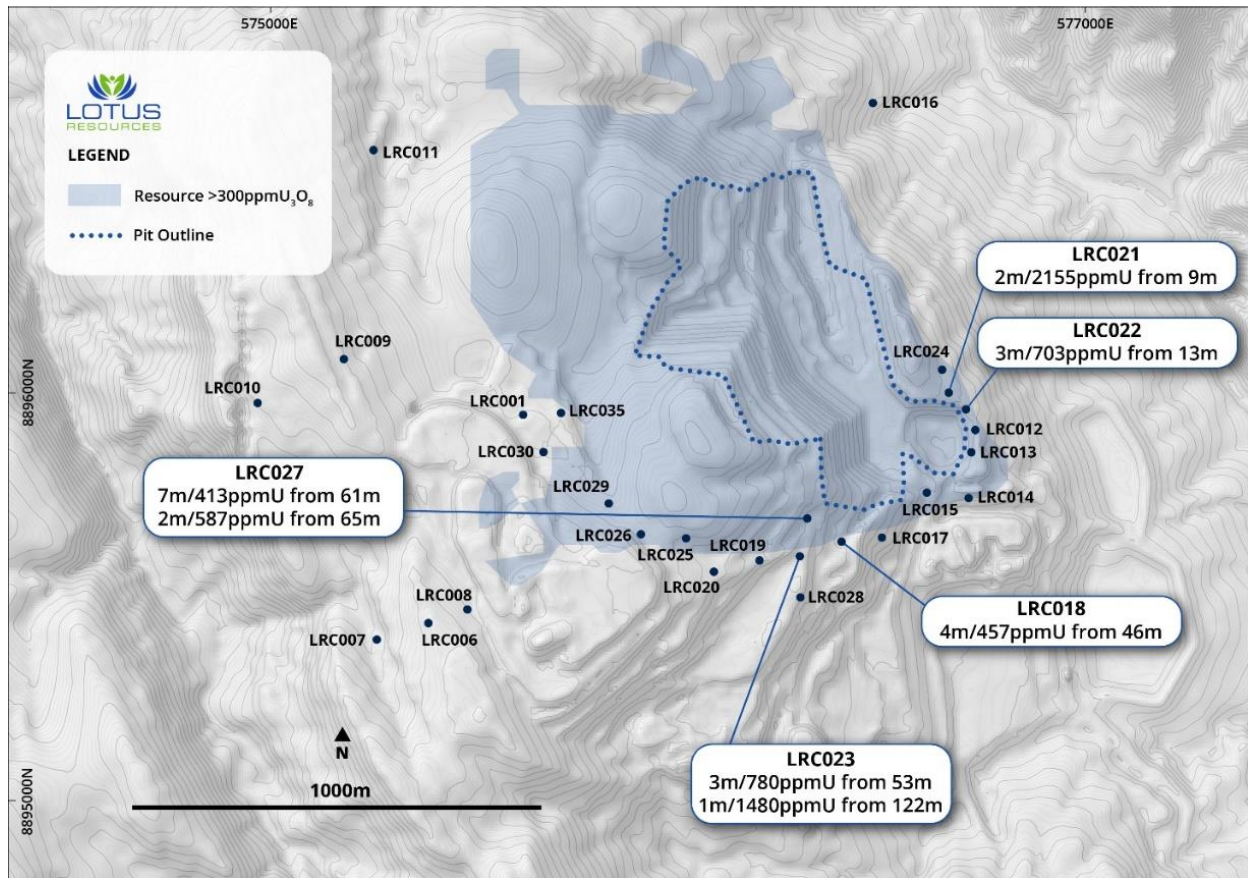


Figure 2: Drillhole Location Plan

LIVINGSTONIA RC DRILLING PROGRAM

The Livingstonia exploration tenements are located in northern Malawi, approximately 90km southeast of Kayelekera (Figure 3). Combined with the Company's Chilumba tenements, this region covers 300km².

In December 2021, Lotus commenced its inaugural uranium exploration drill program at Livingstonia. The program consisted of 3,395 metres in 29 vertical RC drill holes, targeting areas both within and peripheral to the existing Mineral Resource.

The main focus of the RC drilling program was on the northern margins and north-eastern extensions of the known mineralised trend. The holes completed in these locations were designed to either define extensional mineralisation or increase the confidence in the existing resource classification (Figure 2). Results from the program are highlighted in Table 5 below.



Table 5: Livingstonia RC Drilling: Significant Intersections³

HoleID	Easting	Northing	Elevation	Depth (m)	From (m)	To (m)	Interval (m)	U (ppm)	U ₃ O ₈ (ppm)*
LIV002	624198	8827250	1138	139	102.0	104.0	2.0	235	276
LIV003	624218	8827233	1139	124	94.0	97.0	3.0	733	862
LIV003					101.0	103.0	2.0	564	664
LIV005	624724	8827332	1181	109	89.0	95.0	6.0	379	446
LIV006	624649	8827399	1185	112	95.0	97.0	2.0	881	1036
LIV007	624636	8827446	1187	109	87.0	91.0	4.0	983	1156
LIV008	624695	8827448	1190	103	71.0	73.0	2.0	600	706
LIV008					75.0	78.0	3.0	289	340
LIV011	624449	8827646	1160	88	74.0	78.0	4.0	636	748
LIV012	624403	8827615			75.0	78.0	3.0	295	347
LIV012					81.0	83.0	2.0	410	482
LIV013	624382	8827571	1148	130	76.0	78.0	2.0	279	328

* calculated U₃O₈

Note: combined reporting criteria of minimum thickness 1m at 200ppmU cut off

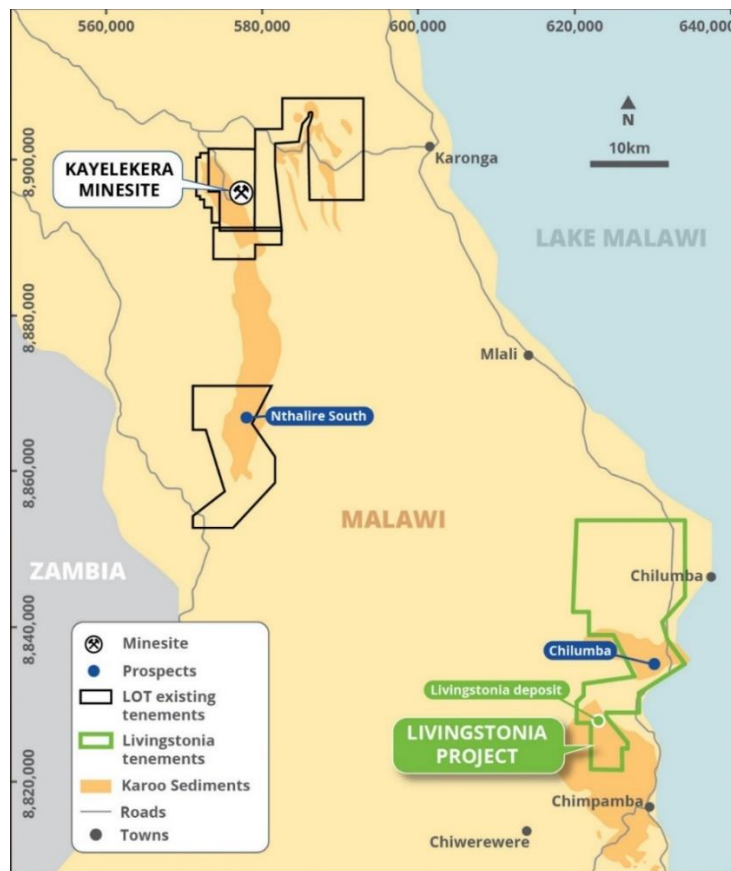


Figure 3: Lotus Tenement Areas

³ ASX announcement 12 April 2022.



Following these results, the Company has begun preparation of an updated MRE for Livingstonia, which is anticipated to be completed during 2Q2022.

Whilst Livingstonia will not be included in the current DFS, there is potential for it to become a satellite operation in the future once the Kayelekera resource has been depleted, especially if similar success with ore sorting can be achieved.

KAYELEKERA DFS CONTINUES

The Company continued work on the Kayelekera DFS during the quarter, which is building on the results of the Scoping Study completed in 2020 (ASX announcement 20 October 2020).

Specific activities that have progressed during the reporting period include:

Mining

- Pit optimisation work has been completed with the costs based on the recently received mining budget quotations received and other operating costs from the Scoping Study.
- Mine design has now started which incorporates geotechnical constraints as defined in the data review recently completed.

Process Plant

- A site inspection by the Company's selected engineer/EPCM contractor, key sub-contractors and equipment vendors has been completed, with the reporting and associated cost estimates for the refurbishment of the plant currently in progress.
- The revised process design incorporating ore sorting and acid recovery is also progressing with the nano-filtration (acid recovery) scope of work and costs for the upgrade received from the contractor. The engineering and cost estimates for the potential "new" front end to the plant (ore sorting) are being prepared.

Tailings Dam and Water

- The tailings dam engineers have completed their option assessments for the expansion of the existing tailings dam as well as potential locations for an additional tailings storage facility, including the option for in pit disposal.
- The tailings work is now focused on the designs of the preferred options.
- The surface water and groundwater assessments have also been progressed during the period with preliminary models being developed.

Infrastructure

- A site inspection was undertaken by our selected consultants to review the camp refurbishment scope and costs requirements. Their report and budget estimates were received during the Quarter.
- The requirements for the acid plant refurbishments were analysed and the option of installing a new upgraded plant is being reviewed.
- Discussions continue with the Malawian electricity utility, ESCOM, concerning connecting the Project to the national grid as well as various meeting with energy companies for potential options around solar / battery and diesel back-up power systems
- A specialist consultant has also completed its work on shipping routes for taking the yellow cake product from the mine site to various conversion facilities in North American and Europe.



Closure Planning

- A specialist consultant has also been engaged to undertake an assessment of the mine rehabilitation and closure requirements after operations have been completed. The closure strategy is currently being defined after which the cost estimate will be prepared.

To support the restart of the mine, a Community Development Agreement and a Mine Development Agreement are also being negotiated with the local communities and the Malawi Government respectively.

CORPORATE

Cash at the end of the Quarter

As at 31 March 2022, Lotus had cash of \$8.5 million (unaudited), exclusive of restricted cash of \$13.5 million. The cash balance decreased by \$5.0 million compared to the 31 December 2021 quarter (\$13.58 million – reviewed). During the quarter, the Company spent approximately \$2.0 million on exploration, care and maintenance and associated site capital works, and advancing the DFS, all focused on positioning Kayelekera for a timely restart of operations. No mining or development activities were carried out during the quarter. A scheduled payment relating to the acquisition of the Project of \$2.7 million (US\$2 million) was made during the Quarter.

Appointment of a new Non-Executive Director

The Company appointed Ms. Dixie Marshall as Non-Executive Director. Ms Marshall has over 38 years' experience in media, advertising, government relations and communications. She has worked across a range of platforms, including television, radio, newspapers and digital. Ms Marshall has an advanced knowledge of data and digital innovation as applied to communications, marketing and policy development. She has won awards for journalism, and more recently advertising.

Ms Marshall was previously the Managing Director of Marketforce, WA's oldest advertising agency (now Chief Growth Officer), and is Deputy Chair of the WA Football Commission, a member of the board of the Australian Sports Commission and a Non-Executive Director of Frontier Energy Limited (FHE.ASX).

Appointment of Chief Financial Officer

The Company appointed highly experienced CFO Michael Ball to strengthen the management team as Lotus continues to position the Project for a restart. Mr Ball has over 20 years' experience, most notably in the position of CFO for several ASX listed resources companies over the past 10 years, including Alkane Resources Limited (ALK.ASX), Panoramic Resources Limited (PAN.ASX) and Gascoyne Resources Limited (GCY.ASX).

Appointment of Company Secretary



The Company appointed Brian Scott as Company Secretary following the resignation of Stuart McKenzie. Mr Scott has previously worked as a partner in a leading global law firm specialising in M&A, project development, commercial contracts and capital raisings.

Payments to Related Parties

Mr Grant Davey, who is a Non-Executive Director of the Company, is a Director and shareholder of Matador Capital Pty Ltd (**Matador Capital**). The Company makes payments to Matador Capital under a Shared Services Agreement in which Matador Capital provides office space, general office services, bookkeeping services and technical exploration and geological staff to the Company. The services provided by Matador Capital are recovered from the Company on a cost-plus basis (March quarter \$97,000).

The Company's Non-Executive Chairman, Mr Michael Bowen, is a partner of law firm, Thomson Geer. During the March quarter, the Company paid legal fees of \$1,000 to Thomson Geer for legal services.

Payments to all directors for executive and non-executive directors' fees in the March quarter were \$124,000.

TENEMENT INTERESTS

The Company's tenement interests as at 31 March 2022 are shown in Table 1.

Table 1. Tenement interests as at 31 March 2022

Tenement	Ownership	Registered Holder	Location
ML0152 - Kayelekera	85%	Lotus Africa Limited	Malawi
EL0418 - Chilumba	85%	Lotus Africa Limited	Malawi
EL0489 - Nthalire	85%	Lotus Africa Limited	Malawi
EL0502 - Juma-Miwanga	85%	Lotus Africa Limited	Malawi
EL0417 - Rukuru	85%	Lotus Africa Limited	Malawi
EL0595 - Livingstonia	85%	Lotus Africa Limited	Malawi
EL0583 - Livingstonia West	85%	Lotus Africa Limited	Malawi
EL0418 - Livingstonia North	85%	Lotus Africa Limited	Malawi

This Quarterly Report has been authorised for release by the Lotus board of directors.

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ABOUT LOTUS

Lotus Resources Limited (**ASX: LOT, OTCQB: LTSRF**) owns an 85% interest in the Kayelekera Uranium Project in Malawi. The Project hosts a current resource of 46.3Mlbs U₃O₈ (see table below), and historically produced ~11Mlb of uranium between 2009 and 2014. The Company completed a positive Restart Study¹ which demonstrated that Kayelekera can support a viable long-term operation and has the potential to be one of the first uranium projects to recommence production.

Kayelekera Mineral Resource Estimate – February 2022⁴

Category	Mt	Grade (U ₃ O ₈ ppm)	U ₃ O ₈ (M kg)	U ₃ O ₈ (M lbs)
Measured	0.9	830	0.7	1.6
Measured – RoM Stockpile ⁵	1.6	760	1.2	2.6
Indicated	29.3	510	15.1	33.2
Inferred	8.3	410	3.4	7.4
Total	40.1	510	20.4	44.8
Inferred – LG Stockpiles ⁶	2.4	290	0.7	1.5
Total All Materials	42.5	500	21.1	46.3

For more information, visit www.lotusresources.com.au

REFERENCE TO PREVIOUS ASX ANNOUNCEMENTS

In relation to information in this announcement that relates to previously reported exploration results, the dates of which are referenced, Lotus confirms that that it is not aware of any new information or data that materially affects the information included in that announcement.

⁴ See ASX announcement dated 15 February 2022. Lotus confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 15 February 2022 and that all material assumptions and technical parameters underpinning the Mineral Resource estimate in that announcement continue to apply and have not materially changed.

⁵ RoM stockpile has been mined and is located near mill facility.

⁶ Medium-grade stockpiles have been mined and placed on the medium-grade stockpile and are considered potentially feasible for blending or beneficiation, with studies planned to further assess this optionality.



Appendix 5B

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

Name of entity

Lotus Resources Limited

ABN

38 119 992 175

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	(824)	(2,534)
(b) care and maintenance	(1,163)	(2,415)
(c) production	-	-
(d) staff costs	(166)	(427)
(e) administration and corporate costs	(301)	(1,081)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	3	9
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)	249	249
1.9 Net cash from / (used in) operating activities	(2,203)	(6,199)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	(2,674)	(2,707)
(c) property, plant and equipment	(30)	(654)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	(45)	(45)

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
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	2,196
	(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	(2,748)	(1,210)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	57	941
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
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	57	941

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	13,496	14,752
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,203)	(6,199)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,748)	(1,210)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	57	941

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	(76)	243
4.6	Cash and cash equivalents at end of period	8,526	8,526

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	110	1,832
5.2	Call deposits	8,416	11,664
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)	8,526	13,496¹

¹ The previous quarter has been restated to exclude restricted cash which is now reflected as other financial assets. Restricted cash consists of a USD\$10.0 million (AUD\$13.8 million) cash backed environmental performance bond that the Company acquired as part of the acquisition of the Kayelekera Uranium project. While the environmental performance bond is in place, this is restricted cash that cannot be used to fund operations.

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	222
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<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>		

Payments to all Directors for Directors' fees for the March quarter totalled \$124,000.

Mr Grant Davey, who is a Non-Executive Director of the Company is a Director and shareholder of Matador Capital Pty Ltd (Matador Capital). The Company makes payments to Matador Capital under a Shared Services Agreement in which Matador Capital provides office space, general office services, bookkeeping services and technical exploration and geological staff to the Company. The services provided by Matador Capital are recovered from the Company on a cost-plus basis and totalled \$97,000 for the March quarter.

The Company's Non-Executive Chairman, Mr Michael Bowen, is a partner of law firm, Thomson Geer. During the March quarter, the Company paid legal fees of \$1,000 to Thomson Geer for legal services.

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

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<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>		
7.1 Loan facilities	-	-
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 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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(2,203)
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)	(2,203)
8.4 Cash and cash equivalents at quarter end (item 4.6)	8,526
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	8,526
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.9
<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: Not applicable	
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: Not applicable	
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: Not applicable	
<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

- 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:29 April 2022.....

Authorised by:By the 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.