

Quarterly Activities Report

For the period ended 30 June 2024

Geopacific Resources Limited (**'Geopacific'** or **'the Company'**; ASX: GPR) is pleased to provide an update on its activities and cashflow for the quarter ended 30 June 2024.

Highlights

- Subsequent to the quarter end, the Woodlark Scoping Study was finalised and confirms the technical and financial merits of the Company's 100% owned 1.56 Moz Woodlark Gold Project in Papua New Guinea (**'PNG'**), which is forecast to generate strong operating margins and significant free cash flow from a long-life operation¹.
- Ongoing exploration,² including geochemical sampling and mapping identified priority areas with strong potential to increase the existing Woodlark mineral resource³.
- The community relocation program continued to progress with total completed buildings now at 174.
- The Company held its AGM, and an EGM during the quarter where all resolutions, including those approving the Tranche 2 shares associated with the recently announced⁴ strategic placement, were passed. The Tranche 2 Placement is pending overseas regulatory approval which the Company expects to be received in due course.
- Net GST refunds of \$0.9 million were received from the PNG Tax Authority subsequent to the quarter end.
- The Company held \$1.9 million in cash and cash equivalents as at 30 June 2024, bonds repayable of \$5.3 million, a PNG GST receivable balance of \$4.4 million and \$17 million of Project long lead equipment assets⁵.

SUSTAINABILITY

Occupational Health and Safety

During the quarter there were no lost time injuries (**'LTIs'**) recorded. As at 30 June 2024 the Company was 45 months, or 1,361 days LTI free.

The Company continues to work with the local community and Provincial Health Authority to provide broader health awareness education and support, and vaccinations when required.

Community and Social Responsibility

The Company continues to provide support to its local communities through the provision of ongoing medical assistance, including education facilities, logistics and health care services, and employment and training opportunities. Community relocation activities are ongoing successfully on a self-perform basis.

The handover of the Bawon Community Clinic to the local councilor is scheduled to take place in Q3 2024.

¹ Refer to ASX announcement 30 July 2024 *"Woodlark Scoping Study forecasts strong financial returns from a long-life operation"*. The Company confirms that all the material assumptions underpinning the production target and the forecast financial information derived from the production target continue to apply and have not materially changed.

² Refer to ASX announcement 30 May 2024 *"Detailed exploration assessment highlights potential for new gold discoveries"*.

³ Refer to ASX announcements 20 December 2023 *"Exploration to target four areas of known high-grade mineralisation at the Woodlark Gold Project, PNG"* and 14 September 2023 *"Woodlark Mineral Resource Update – Grade Boost at Kulumadau"*.

⁴ Refer to ASX announcement on 26 April 2024 *"Successful \$8m raising to unlock value of Woodlark"*.

⁵ Project long lead equipment assets value based on materials cost paid to suppliers in respect of the Woodlark long lead equipment assets up to 30 June 2024. No adjustment has been made in relation to the tented and permanent camp assets which are currently the subject of an insurance claim (refer further details under section 'Long lead Equipment Items').

2024 WORK PROGRAM UPDATE

Subsequent to the quarter end, the Woodlark Scoping Study ('Study') was finalised and released to the market.

The Study captured significant economic and construction design improvements made since the 2020 Execution Update, and confirms that the 1.56 Moz Woodlark Gold Project (Project) continues to be technically robust and capable of generating significant free cash flows. Several improvements were delivered across key metrics when compared to previous studies, including project payback, net present value and internal rate of return. Further leverage to the strong gold price exists via future exploration potential upside.

Highlights of the Study include:

- Pre-tax NPV_{8%} A\$625 million (post-tax A\$501 million) at a A\$2,900/oz gold price (~17% discount to spot price as of 28 June 2024)
- Pre-tax IRR of 40.5% (post-tax 37.7%) with an approximate 18-month payback period from first production
- Undiscounted Life of Mine revenue of A\$3.3 billion, with pre-tax net cashflow of A\$1.3 billion
- Life of Mine AISC of A\$1,534/oz gold, and AIC of A\$1,820/oz gold
- Total pre-production capital of A\$326 million for mine development, gold plant and infrastructure EPCM costs, first fills and critical spares
- Robust economics highly leveraged to the gold price: at the spot gold price of A\$3,505/oz the Project pre-tax net cashflow rises to A\$1.95 billion, delivering a pre-tax NPV_{8%} in excess of A\$1.0 billion and a pre-tax IRR of 58.5%
- Total gold production of 1.14 Moz over a 12-year mine-life from low-strip open-pit mining of >97% Measured and Indicated Mineral Resources
- Average annual gold production of approximately 95 koz delivered via conventional carbon-in-leach processing at an average 90.1% gold recovery

The Woodlark Global Mineral Resource Estimate ('MRE') is summarised in Table 1 and reported in accordance with the JORC Code (2012)⁶. The MRE hosts **45.56 Mt at 1.07 g/t Au for 1.56 Moz**, of which 93.4% is in the higher confidence Measured and Indicated categories. A summary of the MRE by the Competent Persons and JORC Table 1 was included in the original release⁷.

| Category (>0.4g/t lower cut) | 2023 Woodlark Global Mineral Resource | | |
|---------------------------------|---------------------------------------|-------------------|----------------------|
| | Tonnes (Million) | Grade (g/t Au) | Ounces (Thousand) |
| Measured | 2.25 | 3.00 | 217 |
| Indicated | 39.44 | 0.98 | 1,241 |
| Inferred | 3.77 | 0.84 | 102 |
| Total | 45.56 | 1.07 | 1,560 |

Table 1: Woodlark Mineral Resource by JORC classification as at 14 September 2023 estimated using a cut-off grade of 0.4 g/t Au which is consistent with the assumed open-cut mining method.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements referenced in this announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

⁶ Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The JORC Code, 2012 Edition. Prepared by: The Joint Ore Reserves Committee of The Australasian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Minerals Council of Australia (JORC).

⁷ Refer to ASX announcement 14 September 2023 "Woodlark Mineral Resource Update – Grade Boost at Kulumadau".

Project Updates in the Study

Included in the Study, which differs from previous development proposals, are lessons learned from previous construction activities and subsequent work that aimed to reduce overall Project footprint, environmental impact, execution risk, and to simplify infrastructure locations for future development:

- New proposed process plant site with acceptable geotechnical and drainage conditions
- New proposed wharf location that utilises the same infrastructure corridor as the tailings line, reducing the Project footprint, decreasing interaction with local personnel, and eliminating approximately 7 km of road construction
- Surface water management to eliminate the previously designed seawater return line for process water

Strong Project Economics

- Study outcomes demonstrate a technically sound project underpinned by high-confidence Mineral Resources, and an improving gold price environment
- A gold price of A\$2,600/oz was used for pit design, and A\$2,900/oz for the Financial Modelling, which are both lower than long-term consensus commodity pricing. Nominal mean long-term consensus gold price estimates are A\$3,315 (US\$2,221)⁸
- Proposed early mining of the high-grade Western zone of the Kulumadau deposit was further defined during the 2023 Work Program
- Pit optimisation and scheduling of material from the three main deposits at Kulumadau, Busai, and Woodlark King factoring in the revised process plant throughput and location
- Capital cost and operating cost estimates completed for a range of process plant throughput options, with the preferred 2.9 Mtpa option chosen for the Study
- Recognising the benefit of over A\$9.3 million of Company owned assets including previously completed detailed engineering works and currently owned Ball and Semi Autogenous Grinding (SAG) Mills (in bonded storage), 300-person permanent camp, and other ancillary equipment previously acquired for the Project

Future Targeted Updates

- Economic assessment of near mine satellite deposits identified through updated and enlarged exploration database management and recent fieldwork
- Further refined capital and operating costs to include potential cost-saving measures from forecast capital and operating expenditure
- Optimisation of throughput rates relating to varying material types, i.e., near-surface, weathered softer material resulting in lower energy usage and higher throughput than nameplate design
- Commencement of Technical and Environmental works required to support Infrastructure and Project throughput optimisation and de-risking initiatives
- Restatement of an Ore Reserve for the Project

Exploration targeting continues to improve with a substantially expanded integrated geological database, assisting with the definition of priority targets with the potential to host significant gold mineralisation (Figure 1).

New MRE for the Great Northern and Wayai Creek gold deposits are well advanced. Pit design work has been completed to satisfy the 'reasonable prospects of extraction' test at Great Northern, Little MacKenzie, and Wayai Creek. The Company's Mineral Resource consultant, MHGEO Consulting, is finalising the Great Northern and Wayai Creek MREs, adding to the upside potential of the Study, this work is expected to be finalised in the next quarter.

⁸ Consensus Economics 20 May 2024

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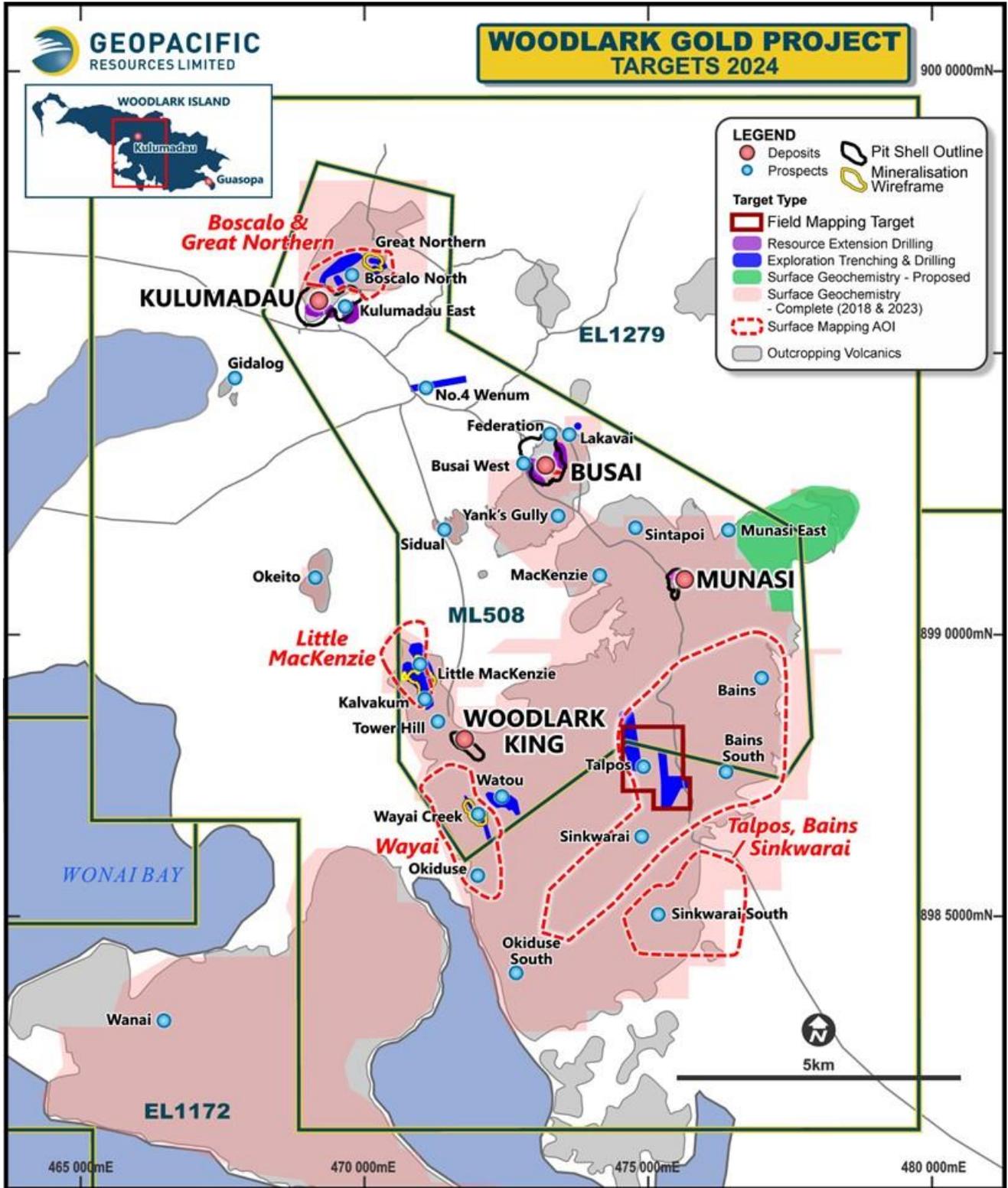


Figure 1: Exploration target areas within the ML, all of which are close to proposed Project infrastructure

Geological Update

Woodlark Exploration Review

The Company has engaged expert consultants, Intrepid Geophysics and SensOre, to assist with improving targeting methodology in areas below surface cover, and to improve the understanding of existing prospective target areas near to known mineralisation where surface geochemistry is ineffective due to transported material.

A number of high-resolution sub-surface magnetic targets in outcropping volcanics below recent cover have been identified and these will be prioritised for follow-up work.

Over 200 auger sites have been planned to assist with future drill targeting at Little MacKenzie (Figure 1). The auger sampling is targeting mineralised zones which cover approximately 1 km strike. Sampling has been placed on 10 m spaced grid (E-W) over the mineralisation and 20 m (E-W) on the interpreted margins.

Mapping at the Talpos / Bains (& South) Prospects (Figure 1) to trace a regional argillic alteration corridor was completed during the quarter. Further mapping at the Sinkwarai (& South) Prospects is underway and expected to be completed during August 2024.

Trenching is planned NE of Kulumadai at Boscalo North⁹, over the northeast trending geophysical feature and following the identification of an argillic alteration zone. Trenching and drillhole planning is also being finalised at Great Northern, Little MacKenzie and Wayai Creek prospects.

Over the next quarter, field mapping will continue over areas that have favourable host lithology, complex magnetic responses, favourable structures, and anomalous geochemistry, each with the potential to host economic gold mineralisation.

Community Relocation Program

The community relocation construction program provides a Community Employment opportunity and focusses on bettering the living standards and community facilities on Woodlark Island.

At the end of the quarter the total completed buildings stand at 174, approximately 70% of those agreed. Modification and assembly of available wall and floor frames into usable units for 3-bedroom houses has commenced, and will assist with the process of completing the Company's obligations to re-house and resettle the Community prior to development activities around the Kulumadai mining area re-commencing.

Permitting and approvals

After consultation with the PNG Mineral Resources Authority, an application was submitted to extend ML508 Condition 7 (ii) by a further three years. If the Mining Advisory Committee meets in August 2024 the Company's application is expected to be tabled for approval.

CORPORATE AND FINANCIAL SUMMARY

Corporate

In March 2024, the Company announced it had extended the maturity date of its short-term bearer bonds on issue to Deutsche Balaton AG and 2Invest AG, in exchange for a 4% prolongation fee payable at maturity¹⁰. The extension resulted in a deferral of the bearer bond repayment from 29 March 2024, to on or before 30 September 2024. All other terms in relation to the bearer bonds remained unchanged.

During the quarter, the Company announced that it had received a commitment from new strategic investor, Mr. Jingtao Chi, for an approximate \$5 million two-tranche share placement at 2.1c per share that would see Mr. Chi hold a 19.99% holding in the Company post completion ('Placement')¹¹.

In parallel, the Company received a commitment from existing substantial shareholder Deutsche Balaton AG to apply monies owing under certain bearer bonds, including outstanding fees and interest (together totalling

⁹ Refer to ASX announcement 4 April 2024 "Substantial Resource Growth Potential at Woodlark Gold Project, PNG".

¹⁰ Refer to ASX announcement 28 March 2024 "Bond Repayment Deferred to 30 September 2024".

¹¹ Refer to ASX announcement 26 April 2024 "Successful \$8m raising to unlock value of Woodlark".

approximately \$3 million), to subscribe for shares in the Company at the same price as the Placement, to maintain its relevant interest of 37.2% of the shares in GPR (**'Bond Conversion'**).

The Tranche 1 Placement was made by Mr. Chi pursuant to the Company's LR 7.1 capacity, and proceeds of \$1.9 million were received during the June 2024 quarter.

The Company obtained shareholder approval at its EGM held in June 2024 for the issue of shares to complete Tranche 2 of the Placement and Bond Conversion. Completion of the Tranche 2 Placement is pending overseas regulatory approval.

Mr. Chi and the Company share the collective aim of accelerating progress of the Project. In addition to providing capital to the Company, Mr Chi will leverage his deep relationships and industry experience to assist Geopacific in its goal of becoming the next major PNG gold miner.

Financial

As at 30 June 2024, the Company had the following capital structure:

| | |
|---|----------------|
| Cash balance | \$1.91 million |
| Long lead equipment items materials cost ¹² | \$17 million |
| PNG GST receivable | \$4.4 million |
| Bonds on issue – repayable on or before 30 September 2024 ¹³ | \$5.3 million |
| Fully paid ordinary shares on issue | 912,005,963 |
| Options | 3,645,136 |
| Performance rights | 95,512,442 |
| Share appreciation rights | 407,016 |

PNG GST Receivable

At the end of the June 2024 quarter, the Company's wholly owned PNG subsidiary, Woodlark Mining Limited (**'WML'**), had a total unaudited GST receivable balance of \$4.4 million¹⁴. In December 2022 the PNG tax authorities (**'IRC'**) notified WML that an audit of the GST returns for the period February 2021 to September 2022 would commence. As at 30 June 2024, the remaining GST claim receivable for the current audit period was \$3.24 million.

Post quarter end, the Company received a net GST refund of \$0.92 million from the PNG Tax Authority in respect of the monthly GST returns for the period of January to April 2022. In addition, the Company was notified that the IRC had completed their review of the monthly returns for May, June, July and August 2022, for which the Company is awaiting a refund of approximately \$0.96 million.

The GST claim for the balance of the current audit period for which the IRC has not yet commenced their review is \$1.36 million. The quantum and timing of GST refunds in PNG is uncertain.

¹² Based on materials cost paid to suppliers in respect of the Woodlark long lead equipment items up to 30 June 2024. Should the assets be subject to sale, any amounts realised may be below the materials cost. No adjustment has been made in relation to the tented and permanent camp assets which are currently the subject of an insurance claim (refer details under 'Long lead Equipment Items').

¹³ Face value of bearer bonds on issue. Excludes accrued interest and fees.

¹⁴ All values expressed in this section have been converted to Australian dollars at the 30 June 2024 PGK:AUD exchange rate of 2.50 (March 2024 quarter 2.41). The underlying PNG GST receivable is in PNG Kina, the Australian dollar equivalent expressed will be subject to foreign currency fluctuations.

ASX Additional Information – June 2024 quarter

| | |
|--|----------------|
| Listing Rule 5.3.1: Exploration and Evaluation Expenditure ¹⁵ | \$1.05 million |
| Listing Rule 5.3.2: Expenditure on Mine Development ¹⁶ | \$0.36 million |
| ASX Listing Rule 5.3.5: Payments to Related Parties and their Associates | |
| <ul style="list-style-type: none"> Directors' remuneration \$53k Payments to PNX Metals Limited \$112k | \$0.17 million |

This announcement was authorised by the Board of Geopacific.

For further information, please visit www.geopacific.com.au or contact Mr James Fox, CEO.

| Company details | Board & Management | Projects |
|--|---|---|
| Geopacific Resources Limited ACN 003 208 393 ASX Code: GPR info@geopacific.com.au http://www.geopacific.com.au T +61 8 6143 1820 HEAD OFFICE Level 1, 278 Stirling Highway Claremont WA 6010. PO Box 439, Claremont WA 6910. | Graham Ascough Non-Executive Chairman Hamish Bohannan Non-Executive Director Michael Brook Non-Executive Director Rowan Johnston Non-Executive Director Hansjoerg Plaggemars Non-Executive Director James Fox CEO Matthew Smith CFO and Company Secretary | PAPUA NEW GUINEA Woodlark Island Gold Project |

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¹⁵ Includes amounts disclosed at Items 1.2(a) and 2.1(d) of the attached Appendix 5B.

¹⁶ Amounts disclosed at Item 2.1(f) of the attached Appendix 5B.

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Michael Woodbury, who is a Fellow, and Chartered Professional ('CP') of the Australasian Institute of Mining and Metallurgy, a member of the Australian Institute of Geoscientists and full-time employee of Woodlark Mining Limited. Mr Woodbury has sufficient experience that is relevant to the styles of mineralisation and types 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" ('JORC Code'). Mr Woodbury consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. The information in this report that relates to Geopacific's Exploration Results is a compilation of previously released to the ASX by Geopacific and Mr Woodbury consents to the inclusion of these Results in this report.

The information in this report that relates to Woodlark Mineral Resource Estimate is based on information compiled and reviewed by Mr Chris De-Vitry, a Competent Person who is a Member of the Australian Institute of Geoscientists and a full-time employee of Manna Hill Geoconsulting Pty Ltd. Mr De-Vitry has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the JORC Code 2012 and is a qualified person for the purposes of NI43-101. Mr De-Vitry has no economic financial or pecuniary interest in the company and consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Geopacific confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters in the market announcements continue to apply and have not materially changed. Geopacific confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward Looking Statements

This announcement contains "forward-looking statements" within the meaning of securities laws of applicable jurisdictions. Forward-looking statements can generally be identified by the use of forward-looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "believe", "continue", "objectives", "outlook", "guidance" or other similar words, and include statements regarding certain plans, strategies and objectives of management and expected financial performance. Forward-looking statements are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. These forward-looking statements are based upon a number of estimates, assumptions and expectations that, while considered to be reasonable by Geopacific, are inherently subject to significant uncertainties and contingencies, involve known and unknown risks, uncertainties and other factors, many of which are outside the control of Geopacific and any of its officers, employees, agents or associates.

Actual results, performance or achievements may vary materially from any projections and forward-looking statements and the assumptions on which those statements are based. Exploration potential is conceptual in nature, to date there has been insufficient exploration to define additional Mineral Resources and it is uncertain if further exploration will result in the determination of additional Mineral Resources. Readers are cautioned not to place undue reliance on forward-looking statements and Geopacific assumes no obligation to update such information made in this announcement, to reflect the circumstances or events after the date of this announcement.

Schedule of Tenements

Mining tenements held by Geopacific Resources Limited and its subsidiaries at the end of the quarter, including tenements acquired and disposed of during the quarter:

| Country | Location | Tenement | Interest |
|------------------|-----------------|----------|----------|
| Papua New Guinea | Woodlark Island | EL 1172 | 100% |
| Papua New Guinea | Woodlark Island | EL 1279 | 100% |
| Papua New Guinea | Woodlark Island | EL 1465 | 100% |
| Papua New Guinea | Woodlark Island | LMP 89 | 100% |
| Papua New Guinea | Woodlark Island | LMP 90 | 100% |
| Papua New Guinea | Woodlark Island | LMP 91 | 100% |
| Papua New Guinea | Woodlark Island | LMP 92 | 100% |
| Papua New Guinea | Woodlark Island | LMP 93 | 100% |
| Papua New Guinea | Woodlark Island | ME 85 | 100% |
| Papua New Guinea | Woodlark Island | ME105 | 100% |
| Papua New Guinea | Woodlark Island | ME111 | 100% |
| Papua New Guinea | Woodlark Island | ML 508 | 100% |

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Appendix 5B

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

Name of entity

Geopacific Resources Limited

ABN

57 003 208 393

Quarter ended ("current quarter")

30 June 2024

| 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 | (925) | (2,209) |
| | (b) development | - | - |
| | (c) production | - | - |
| | (d) staff costs | (317) | (685) |
| | (e) administration and corporate costs * | (570) | 388 |
| 1.3 | Dividends received (see note 3) | - | - |
| 1.4 | Interest received | 5 | 5 |
| 1.5 | Interest and other costs of finance refunded / (paid) | - | - |
| 1.6 | Income taxes paid | - | - |
| 1.7 | Government grants and tax incentives | - | - |
| 1.8 | Other (asset holding costs) | (165) | (390) |
| 1.8 | Other (contract close-out) | - | - |
| 1.9 | Net cash from / (used in) operating activities | (1,972) | (2,891) |

* Administration and corporate costs include the receipt of a \$1.2m PNG GST refund in March 2024 quarter.

| | | | |
|-----------|---|-------|-------|
| 2. | Cash flows from investing activities | | |
| 2.1 | Payments to acquire or for: | | |
| | (a) entities | - | - |
| | (b) tenements | - | - |
| | (c) property, plant and equipment | (3) | (11) |
| | (d) exploration & evaluation | (130) | (198) |
| | (e) investments | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (6 months) \$A'000 |
|--------------------------------------|--|----------------------------|---------------------------------------|
| | (f) other non-current assets (including mine development) ** | (359) | (711) |
| 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) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (492) | (920) |

** Payments for other non-current assets relate mainly to the Project Studies and Community Relocation Program.

| | | | |
|-------------|---|--------------|--------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 1,896 | 1,896 |
| 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 | (45) | (45) |
| 3.5 | Proceeds from borrowings | - | 1,800 |
| 3.6 | Repayment of borrowings | - | - |
| 3.7 | Transaction costs related to loans and borrowings | - | (72) |
| 3.8 | Dividends paid | - | - |
| 3.9 | Other (principal portion of leases) | (18) | (37) |
| 3.10 | Net cash from / (used in) financing activities | 1,833 | 3,542 |

| | | | |
|-----------|--|--------------|--------------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 2,554 | 2,145 |
| 4.2 | Net cash (used in) operating activities (item 1.9 above) | (1,972) | (2,891) |
| 4.3 | Net cash (used in) investing activities (item 2.6 above) | (492) | (920) |

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 |
|--------------------------------------|--|----------------------------|---------------------------------------|
| 4.4 | Net cash from financing activities (item 3.10 above) | 1,833 | 3,542 |
| 4.5 | Effect of movement in exchange rates on cash held | (12) | 35 |
| 4.6 | Cash and cash equivalents at end of period | 1,911 | 1,911 |

| 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 | 1,911 | 2,554 |
| 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) | 1,911 | 2,554 |

| 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 | 58 |
| 6.2 | Aggregate amount of payments to related parties and their associates included in item 2 | 107 |
| <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> <p>Items 6.1 and 6.2 consist of the following:</p> <ul style="list-style-type: none"> • Payment of directors' remuneration \$53k; and • Amounts paid to PNX Metals Limited for the provision of office lease, software lease and services of a Mining, Infrastructure & Project consultant \$112k. | | |

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. 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 | - | - |
| 7.3 | Other (Bonds) | 5,300 | 5,300 |
| 7.4 | Total financing facilities | 5,300 | 5,300 |
| 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> <div style="border: 1px solid black; padding: 10px;"> <p>On 18 October 2023, the Company entered into a Bond Subscription Agreement with its major shareholder, Deutsche Balaton AG, to provide \$3.5 million of short-term, unsecured funding. Key terms of the \$3.5 million Bond Subscription Agreement are as follows:</p> <ul style="list-style-type: none"> • Issue price: \$3.38 million being 96.5% of the aggregate face value of the bearer bonds; • Interest rate: 7.5% per annum from the date of issue; • Issue date: 23 October 2023; and • Original maturity date: 29 December 2023. <p>On 20 December 2023, an agreement was reached with Deutsche Balaton AG to defer the maturity date in respect of the \$3.5 million short-term bearer bonds on issue from 29 December 2023 to 29 March 2024, in exchange for a prolongation fee of \$140,000.</p> <p>During the same month, the Company also entered into a new Bond Subscription Agreement with 2Invest AG, a member of the Deutsche Balaton Group, to provide a further \$1.8 million of short-term, unsecured funding. Key terms of the \$1.8 million Bond Subscription Agreement are as follows:</p> <ul style="list-style-type: none"> • Issue price: \$1.73 million being 96% of the aggregate face value of the bearer bonds; • Interest rate: 7.5% per annum from the date of issue; • Issue date: At election of the Company at any time before the Maturity date; and • Original maturity date: 29 March 2024. <p>In March 2024, the Company agreed to terms with the Bondholders to defer the maturity date of the Bonds from 29 March 2024 to 30 September 2024 in exchange for a 4% prolongation fee, payable at maturity.</p> <p>Refer to the Company's ASX announcements on 19 October 2023, 27 December 2023, 2 January 2024 and 28 March 2024.</p> </div> | | |

| 8. | Estimated cash available for future operating activities | \$A'000 |
|-----------|---|----------------|
| 8.1 | Net cash from / (used in) operating activities (item 1.9) | (1,972) |
| 8.2 | (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (130) |
| 8.3 | Total relevant outgoings (item 8.1 + item 8.2) | (2,102) |
| 8.4 | Cash and cash equivalents at quarter end (item 4.6) | 1,911 |
| 8.5 | Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 | Total available funding (item 8.4 + item 8.5) | 1,911 |
| 8.7 | Estimated quarters of funding available (item 8.6 divided by item 8.3) | 0.91 |
| | <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? | |
| | <p>Answer:</p> <p>Yes, the Company expects that it will continue to have a similar level of net operating cash flows in the September 2024 quarter.</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? | |
| | <p>Answer:</p> <p>In April 2024, the Company announced an \$8 million capital raising comprising:</p> <ul style="list-style-type: none"> • A \$5 million two tranche placement at 2.1c per share to Mr Jingtao Chi, a new strategic investor; and • Existing substantial shareholder, Deutsche Balaton AG to convert a portion of certain bearer bonds by applying approximately \$3 million of monies owing, including outstanding fees and interest, to subscribe for shares in the Company. <p>Proceeds of \$1.9 million from the first tranche of the placement to Mr Chi were received in May 2024. The second tranche of the placement, for approximately \$3.2 million, was approved by the Company's shareholders at the EGM held on 14 June 2024. Completion of the second tranche of the placement remains subject to the finalisation of regulatory approvals, including those relating to Chinese Outbound Investments.</p> <p>The timing and outcome of the regulatory approvals is outside the Company's control. As a result, in addition to working on closure of the second tranche of the placement to Mr Chi, the Company continues to evaluate, and believes it will be able to secure, additional sources of funding by way of further capital raisings.</p> <p>In addition to the capital raising, post quarter end, the Company received a net GST refund of \$0.92 million from the PNG Tax Authority in respect of the monthly GST returns for the period of January to April 2022. The Company was also notified that the IRC had completed their review of the monthly returns for May, June, July and August 2022, for which the Company is awaiting a further refund of approximately \$0.96 million.</p> <p>Refer to the Company's ASX announcements on 26 April 2024, 14 May 2024 and 14 June 2024 for further details in relation to the capital raising.</p> | |

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?

Answer:

Yes.

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 July 2024

Authorised by: The 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 – 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.