

4 April 2023

## MARCH 2023 QUARTERLY ACTIVITIES REPORT

Reach Resources Limited (ASX: RR1) ("the Company" or "Reach") provides its activities report for the quarter ended 31 March 2023.

### HIGHLIGHTS

#### High-Grade Manganese Assay Results (2 February 2023)

- High-grade assay of 11% Manganese returned from within the Company's wholly owned Critical Elements Project at Yinnietharra

#### Highly Strategic & Prospective Lithium, REE & Manganese Tenements Acquired including \$2M Placement (13 February 2023)

- Four tenements acquired for low cash consideration plus shares. Tenements are highly prospective with known lithium, rare earth element (REE) and manganese mineralisation
- Lithium tenement (Morrissey Hill) has widespread outcropping pegmatites and is directly adjoining and contains the same geology as Red Dirt Metals' (ASX: RDT) Yinnetharra Lithium Project
- REE and Manganese tenements bordered by FMG Pilbara (ASX:FMG), Firebird Metals (ASX:FRB), and existing Reach tenure in the Gascoyne region
- Reach now commands a significant land holding in the highly prospective Gascoyne region, providing scale, contiguity and excellent exposure

#### Exploration Manager Appointed (1 March 2023)

- Highly experienced Geologist Steve Vallance appointed as Exploration Manager

#### Multiple new Lithium (LCT) Pegmatite Targets Confirmed (14 March 2023)

- Independent geological experts RSC consultants have identified four priority target areas for Lithium-Caesium-Tantalum ("LCT") Pegmatites within the Company's Critical Elements Projects, located in the centre of the rapidly developing Gascoyne 'Battery Metals' Province, WA

### 1) High-Grade Manganese Assay Results

The Company announced the receipt of final laboratory assay results from the Company's maiden rock chip sampling programs recently undertaken at its Skyline and Critical Elements projects (the "Project/s") (ASX Announcement – 18 October 2022). Both projects are located in the emerging Gascoyne Mineral Field in Western Australia.

Importantly, these manganese assay results indicate the potential presence of high-grade manganese at Yinnietharra and in addition to the REE and Niobium, the Company looks forward to progressing its exploration program across each of its Gascoyne projects.

For personal use only

A summary of key results include:

- High-grade assays of 6.78% Niobium oxide, 3.71% Tantalum oxide and high grade super critical heavy rare earth oxides (HREO), returned from the Company's Wabli Creek tenement, within the Critical Elements Project
- HREO results:
  - 7226 ppm Yttrium oxide
  - 3430 ppm Dysprosium oxide
  - 4880 ppm Ytterbium oxide
  - 2760 ppm Erbium oxide
  - 450 ppm Terbium oxide
- The Wabli Creek Niobium and Total Rare Earth Oxides (TREO) target zone has a potential strike length of up to 1.5km

## 2) Highly Strategic & Prospective Lithium, REE & Manganese Tenements Acquired

The Company announced that binding terms sheets had been signed with two separate and non-related parties for the acquisition of four tenements highly prospective for lithium, REE and/or manganese in the Gascoyne Mineral Field, WA. Three of the four tenements share a boundary with existing Reach tenure which significantly increases the Company's ability to explore entire mineral strike lengths and provides greater contiguous area for potential future development.

Firm commitments were received from sophisticated and professional investors to raise \$2 million in cash, via a two tranche Placement to fund the acquisitions (low cash consideration plus share consideration), accelerate exploration on new and existing tenements with a focus on lithium, REE and manganese, and to provide additional working capital.

### ACQUISITIONS SUMMARY:

#### **Acquisition 1: Two tenements - Prospective for Lithium: Morrissey Hill (E09/2375) and Rare Earth Elements (REE): Camel Hill (E09/2388). Both in the Gascoyne Mineral Field, WA**

-Lithium tenement E09/2375 (Morrissey Hill) adjoins Red Dirt Metals' Yinnetharra Lithium Project. RDT recently announced<sup>1</sup> initial assay results from drill intersections including 55.6 m @ 1.12% Li<sub>2</sub>O incl. 15 m @ 1.52% Li<sub>2</sub>O from 95 m.

-Morrissey Hill historical high-grade lithium, tantalum, rubidium, cesium, niobium results from rock-chip samples include:

**1.32% Li<sub>2</sub>O, 3.62% Ta<sub>2</sub>O<sub>5</sub>, 1,936 ppm Rb, 2,276 ppm Cs, and 1.55% Nb<sub>2</sub>O<sub>5</sub>**

-Geology within E09/2375 is consistent with Red Dirt Metals' "Goldilocks Zone" theory for occurrence of lithium-cesium-tantalum (LCT) pegmatites. Numerous outcropping pegmatites have already been mapped within E09/2375.

-In addition, results show a 5-km long lithium soil anomaly (>100 ppm Li) untested by drilling.

-REE tenement E09/2388 (Camel Hill) has historical rock-chip samples with total rare earth oxide (TREO) results of up to 1,357 ppm

-A ~3.5-km long REE soil anomaly (>500 ppm REE) untested by drilling.

-Recorded REE anomalies correspond with thorium radiometric highs.

<sup>1</sup> Red Dirt Metals (ASX:RDT) ASX Release dated 20 January 2023 entitled "Outstanding assay results from initial Yinnetharra Lithium drill hole" available at <https://www.asx.com.au/asxpdf/20230120/pdf/45kt20rq1w569.pdf>

For personal use only

**Acquisition 2: Two tenements: White Castles (E09/2539 & E09/2542) prospective for manganese and REE in the Gascoyne Mineral Field, WA**

- High-grade rock-chip results up to **18% MnO**.
- Multiple surface manganese outcrops over 50 km of continuous strike.
- Little to no exploration undertaken since 2010.
- Neighbours include FMG to the east, FRB to the north west and Dreadnought Resources (ASX:DRE) to the south west.
- The tenements lie within 5 km of recent anomalous REE results from Reach's Skyline project (ASX Release 7 November 2022).

**ACQUISITION 1 - MORRISSEY HILL LITHIUM PROJECT and the CAMEL HILL REE PROJECT:**

The Company acquired 100% of the Western Australian exploration licenses E09/2388 and E09/2375 from Tasex Geological Services Pty Ltd (ACN 129 133 615) ("Tasex").

**Material Terms of the Acquisition:****Consideration**

- \$200,000 cash;
- the issue of 200,000,000 shares in RR1 at an issue price of \$0.004 per share (\$800,000); and
- grant to Tasex a royalty equal to 1% of the gross revenue from all minerals produced or sold from the Tenements. Reach and Tasex will enter into a royalty deed for this purpose.

The consideration shares were issued without the need for shareholder approval from Reach Resources' available capacity under ASX Listing Rule 7.1.

**Escrow**

An agreed voluntary escrow period of 6 months from the date ordinary shares in RR1 are issued to Tasex or its nominee.

**ACQUISITION 2: WHITE CASTLES MANGANESE AND REE PROJECT**

The Company acquired all of the issued capital of Kouzan Pty Ltd (ACN 651 813 615) ("Kouzan") from its sole shareholder. Kouzan owned (prior to transfer to RR1) 100% of the Western Australian exploration licenses E09/2539 and E09/2542.

**Material Terms of the Acquisition:****Consideration**

- \$140,000 cash (paid); and
- issue 30,000,000 shares in RR1 at an issue price of \$0.004 per Share (\$120,000)

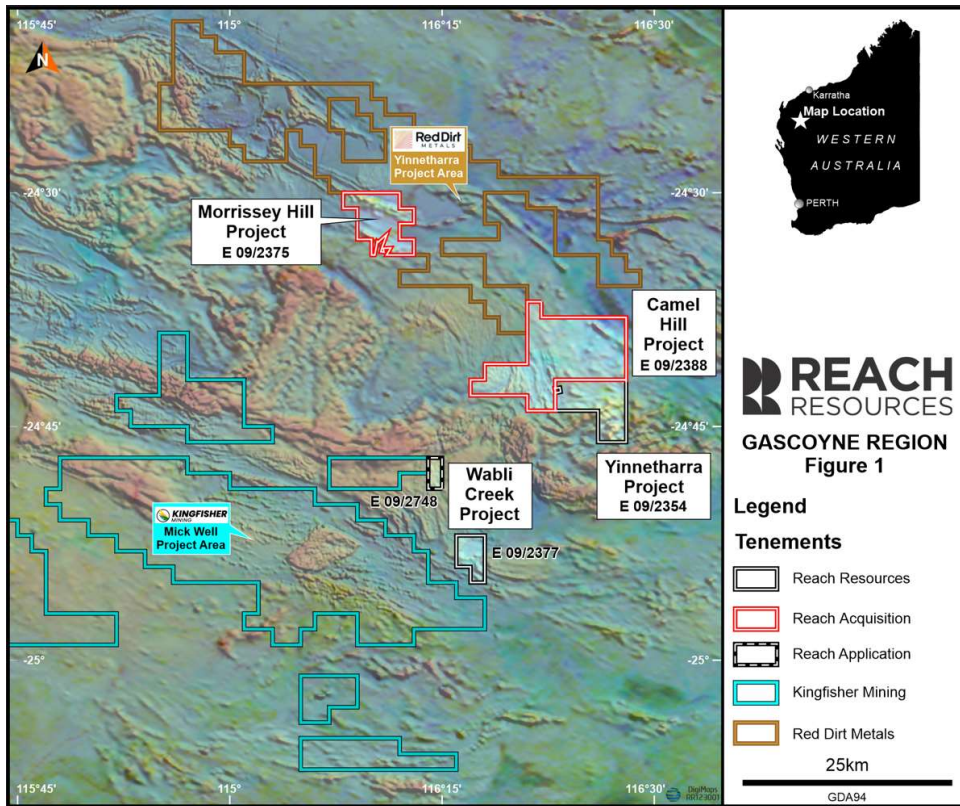
The consideration shares were be issued without the need for shareholder approval from Reach Resources' available capacity under ASX Listing Rule 7.1.

**Escrow**

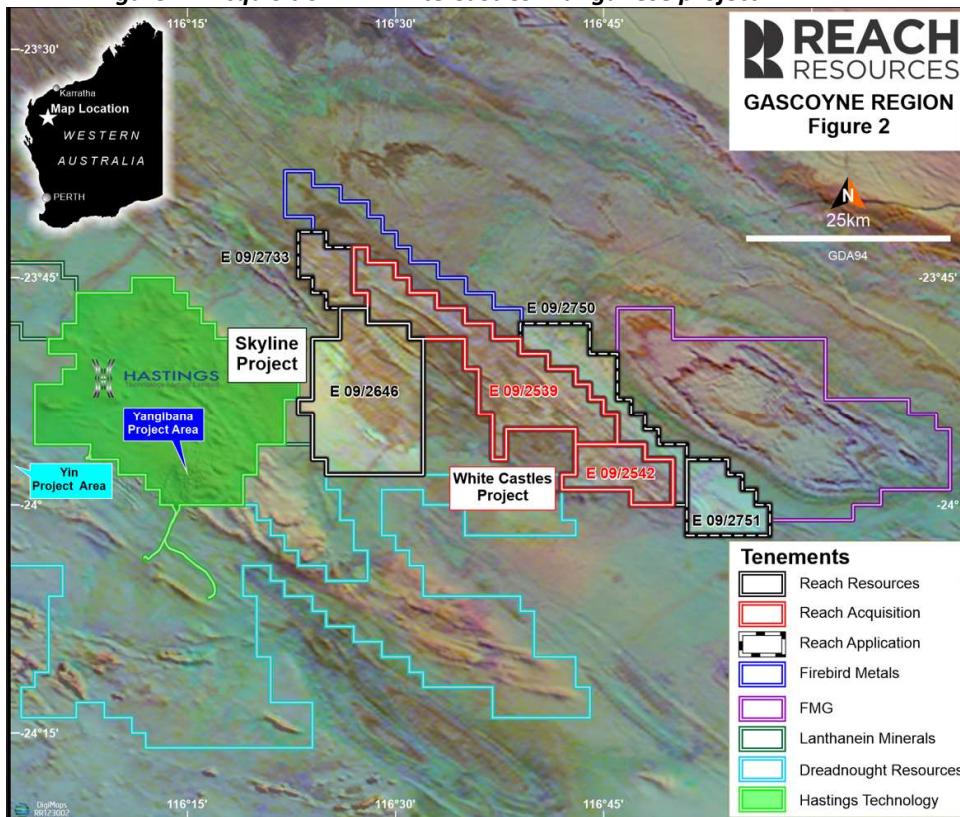
An agreed voluntary escrow period of 6 months from the date ordinary shares in RR1 are issued to the vendor or their nominee.

For personal use only

**Figure 1: Acquisition 1 - Morrissey Hill Lithium project and the Camel Hill REE project**



**Figure 2: Acquisition 2 - White Castles Manganese project**



For personal use only

**PLACEMENT**

The Company received firm commitments for \$2 million in new equity to fund both acquisitions, pay off all debt (non-cash via share issue), conduct exploration activities and provide additional working capital.

The Placement will be undertaken in two tranches as follows:

**TRANCHE 1 (PLACEMENT CAPACITY)**

The maximum number of shares were issued from Reach Resources available capacity under ASX Listing Rule 7.1 and 7.1A (Tranche 1) in the following proportions, raising \$950,000 (before costs):

- 55,000,000 ordinary shares issued under ASX Listing Rule 7.1, and
- 182,500,000 ordinary shares issued under ASX Listing Rule 7.1A

To facilitate secondary trading of the Placement Shares to be issued pursuant to the Placement the Company issued a cleansing prospectus allowing the Placement Shares to be traded pursuant to section 708A(11) of the *Corporations Act 2001* (Cth).

**TRANCHE 2 (SHAREHOLDER APPROVAL REQUIRED)**

The balance of the Shares will be issued following receipt by Reach of the approval of the requisite majority of the Company's members at general meeting for the purposes of Listing Rule 7.1 (Tranche 2), as follows:

- 262,500,000 ordinary shares, subject to shareholder approval and raising in total \$1,050,000 (before costs).

A Notice of Meeting has been dispatched (ASX Announcement dated 2 March 2023), and a General Meeting of shareholders will be held on 5 April 2023.

Shares under tranche 1 of the placement were issued on 16 February 2023. Settlement of funds under tranche 2 will be dependent on the approval by shareholders at the general meeting to be held on 5 April 2023.

**REPAYMENT OF LOAN**

The Company and its major creditor, Bath Resources Pty Ltd ("Bath"), have agreed to a settlement of the \$450,000 owed by the Company to Bath through the issue of 75,000,000 shares in the Company which represents \$300,000 worth of shares at a deemed issue price equal to the issue price pursuant to the Placement (\$0.004), with the balance of the debt to be forgiven. Repayment on the above terms is subject to shareholder approval, at the general meeting of shareholders to be held on 5 April 2023.

**3) Exploration Manager Appointed**

The Company announced the successful appointment of highly experienced geologist Steve Vallance to the position of Exploration Manager.

Mr. Vallance has over 35 years' experience across a range of commodities including nickel, lithium, manganese and gold with a solid track record of building strong and cohesive exploration teams. He will also serve as the Company's ongoing Competent Person.

For personal use only

Most notably Mr. Vallance was Chief Exploration Geologist with Jubilee Mines for almost 10 years and co-lead the discovery of several major Nickel Sulphide deposits which ultimately led to the \$3.3B takeover by Xstrata Nickel. However, it is Mr. Vallance's most recent work with lithium and manganese exploration that arms the Company with the technical exploration expertise it needs to interrogate its newly acquired Morrisey Hill Lithium and White Castles Manganese projects.

#### 4) Multiple new Lithium (LCT) Pegmatite Targets Confirmed

Independent geological experts RSC consultants identified four priority target areas for Lithium-Caesium-Tantalum ("LCT") Pegmatites within the Company's Critical Elements Projects, located in the centre of the rapidly developing Gascoyne "Battery Metals" Province, WA

Each of the target areas are associated with confirmed fertile parental granites of the Thirty Three and Durlacher Supersuites and contain the same metasedimentary sequences which host Red Dirt Metals (ASX: RDT) Yinnetharra Lithium Project, less than 10 km's to the NE of Reach Resources' tenure.

All of the targets are defined by favourable geology, multi-element pathfinder geochemistry and the presence of mapped Geological Society of Western Australia (GSWA) Tin, Tantalum and Lithium pegmatites.

A helicopter supported field reconnaissance program was undertaken during the week ending 24 March 2023 to assess the priority areas in more detail. The Company looks forward to updating shareholders as preparatory work continues across its tenements.

**CORPORATE**

As announced on 13 February 2023, the Company received firm commitments for a two tranche placement raising \$2 million (before costs). \$950,000 was received and shares issued on 16 February 2023. The remaining \$1,050,000 is subject to shareholder approval at the Company's general meeting on 5 April 2023.

The Company retains the potential for deferred consideration relating to the sale of Albury Heath, being an additional \$400,000 and further \$200,000 of cash or Westgold shares, if the Albury Heath project achieves performance targets, as outlined in the 23 April 2020 ASX release.

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The Company had approximately \$675,000 in cash as at 31 March 2023.

**MATERIAL EVENTS SUBSEQUENT TO THE END OF QUARTER**

None

**ASX DISCLOSURE REQUIREMENTS**

The proportion of expenditure incurred during the quarter ended 31 March 2023, in relation to the 'RECycle Waste Recycling Technology', was \$Nil.

**GUIDANCE NOTE 23 DISCLOSURES****Details of mining exploration activities**

Details of exploration activities during the quarter are set out above.

Approximately \$134,000 of exploration and evaluation expenditure was largely attributed to tenement rent, shire rates, geological staff salaries, consulting fees and sampling and laboratory costs.

**Details of mining production and development activities**

No production and development activities were undertaken during the quarter.

**Details of tenement activities**

The tenement schedule included below shows all holdings and any change for the Company and its subsidiaries.

**Details of related party payments**

The aggregate amount of payments to related parties and their associates included in the current quarter cash flows from operating activities was \$36,000, comprising Directors fees and superannuation.

For personal use only

**SCHEDULE OF TENEMENTS**  
As at 31 March 2023

Project / Tenement		Interest at Start of Quarter	Interest at End of Quarter	Acquired During the Quarter	Disposed During the Quarter
<b>Primrose Project - Western Australia</b>					
Paynes Find	M59/662	100%	100%	-	-
Paynes Find	P59/2076	100%	100%	-	-
Paynes Find	P59/2094	100%	100%	-	-
Paynes Find	P59/2130	100%	100%	-	-
Paynes Find	P59/2159	100%	100%	-	-
Paynes Find	P59/2160	100%	100%	-	-
Paynes Find	P59/2161	100%	100%	-	-
Paynes Find	L59/184	100%	100%	-	-
Paynes Find	M59/769	100%	100%	-	-
<b>Skyline Project - Western Australia</b>					
Skyline	EL 09/2646	100%	100%	-	-
Skyline North	*ELA 09/2733	100%	100%	-	-
White Castles	*ELA 09/2750	100%	100%	-	-
White Castles	*ELA 09/2751	100%	100%	-	-
White Castles	E09/2539	0%	100%	100%	-
White Castles	E09/2542	0%	100%	100%	-
<b>Critical Elements Project - Western Australia</b>					
Camel Hill	EL 09/2354	100%	100%	-	-
Camel Hill	E09/2388	0%	100%	100%	-
Wabli Creek	EL 09/2377	100%	100%	-	-
Gascoyne Banks	*ELA 09/2748	100%	100%	-	-
Morrissey Hill	E09/2375	0%	100%	100%	-

\*Application pending

*This announcement has been authorised by the Board of Reach Resources Limited*

For further information please contact:

**Jeremy Bower**  
Chief Executive Officer  
Level 4, 216 St Georges Terrace  
Perth, 6000 W.A  
[jeremy@reachresources.com.au](mailto:jeremy@reachresources.com.au)

-ENDS-

For personal use only



**About Reach Resources Limited**

Reach Resources is a critical mineral explorer with a large portfolio of tenements in the resource rich Gascoyne Mineral Field. Recent and historical exploration results have confirmed the presence of Lithium, REE, Niobium and Manganese across the Company's land holdings.

However, the Company is distinct from other pure explorers by also having an Inferred Gold Resource at Payne's Find and a significant investment in a downstream patented technology that recycles the rare earth elements from the permanent magnets required in electric vehicles, wind turbines, hard disk drives and MRI machines (REEcycle Inc.).

**Competent Person's Statement**

Information in this announcement that relates to exploration results is based on and fairly represents information and supporting documentation prepared and compiled by Mr Steve Vallance, who is a Member of the Australian Institute of Geoscientists. Mr Vallance is the Exploration Manager for Reach Resources Limited employed on a full-time basis. Mr Vallance has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person, as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Vallance consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

**No New Information**

Except where explicitly stated, this announcement contains references to prior exploration results, all of which have been cross-referenced to previous market announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements.

**Forward Looking Statement**

This report contains forward looking statements concerning the projects owned by Reach Resources Limited. If applicable, statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements are based on management's beliefs, opinions and estimates as of the dates the forward looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

## Appendix 5B

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

Name of entity

Reach Resources Ltd

ABN

79 079 982 235

Quarter ended ("current quarter")

31 March 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation (if expensed)	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(47)	(105)
(e) administration and corporate costs	(231)	(491)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(278)</b>	<b>(596)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) entities	(140)	(140)
(b) tenements	(200)	(200)
(c) property, plant and equipment	(71)	(71)
(d) exploration & evaluation	(134)	(336)
(e) investments	-	-
(f) other non-current assets	-	-

For personal use only

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(545)</b>	<b>(747)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	950	950
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	(66)	(66)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>884</b>	<b>884</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	614	1,134
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(278)	(596)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(545)	(747)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	884	884

For personal use only

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	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>675</b>	<b>675</b>

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	655	594
5.2	Call deposits	20	20
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>675</b>	<b>614</b>

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	36
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		

Payments included in item 6.1 are related to fees and remuneration (inclusive of superannuation) paid to Directors.

For personal use only

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<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	*450	450
7.2 Credit standby arrangements	-	-
7.3 Other	-	-
7.4 <b>Total financing facilities</b>	450	450
7.5 <b>Unused financing facilities available at quarter end</b>		-
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.		
* Lender: Bath Resources Pty Ltd Interest free Unsecured Maturity date – The Lender and the Company agreed to forbear the Loan for a period of 12 months from the date the Company's securities were reinstated to quotation on the ASX (4 June 2021). This was extended to 24 months by mutual agreement, dated 12 May 2022. The Lender and the Company agree to negotiate in good faith the terms of the repayment of the Loan during the remaining period, with repayment due 4 June 2023.  See, Resolution 6 (General Meeting of Shareholders to be held on 5 April 2023). Notice of Meeting lodged on ASX platform and dated 2 March 2023.  Reach Resources and its major creditor, Bath Resources Pty Ltd ("Bath"), have agreed to a settlement of the \$450,000 owed by Reach to Bath via the issue of 75,000,000 shares in Reach Resources at a deemed price of \$0.004 (\$300,000). The remaining \$150k was agreed to be forgiven by Bath.		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (Item 1.9)	(278)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(134)
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(412)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	675
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	675
8.7 <b>Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>	1.64
<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:	

For personal use only

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?

Yes.

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?

On 13 February 2023 the Company announced it had received binding letters of commitment to raise \$2,000,000 (before costs) at \$0.004 per share ("Placement").

The Placement is being undertaken in two tranches.

Tranche 1 for \$950,000 (complete).

Tranche 2 raising a total of \$1,050,000 will be settled after the general meeting of shareholders to be held this week on 5 April 2023.

Accordingly, the Company will receive an additional \$1,050,000 in cash receipts in the coming days.

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?

Yes, as per the above.

*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: 4 April 2023

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.== == == == ==