

5 April 2023

KGP DELIVERS ANOTHER STRONG QUARTER AND OUTSTANDING CASH GENERATION

Capricorn Metals Limited (**Capricorn** or the **Company**) is pleased to provide an early brief report on the Karlawinda Gold Project (**KGP**) Q3FY23 operations.

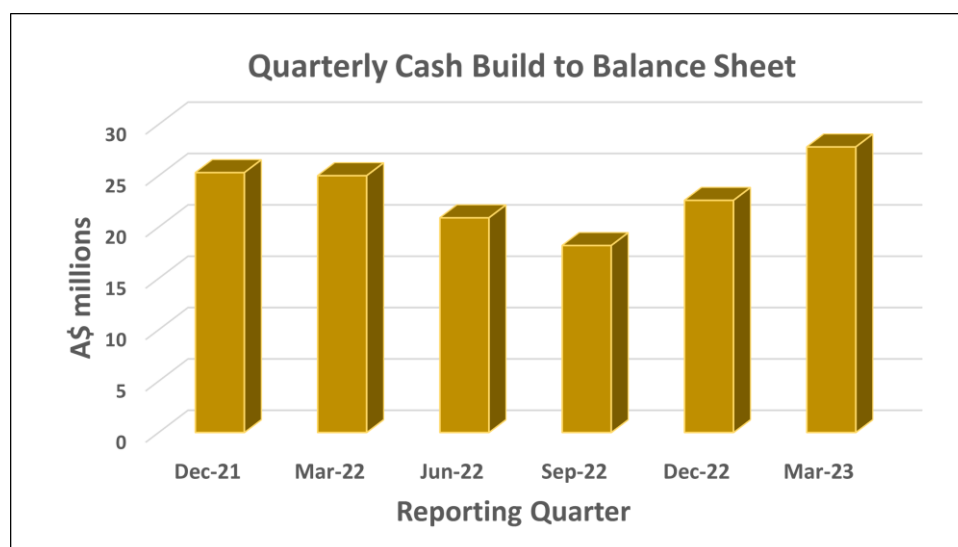
KGP delivered another excellent quarter of operations, producing 30,841 ounces of gold.

	<i>Unit</i>	Mar23Q	Dec22Q	Sep 22Q
Ore milled	<i>t ('000)</i>	1,022	1,055	1,120
Head Grade	<i>g/t</i>	1.02	0.93	0.92
Recovery	<i>%</i>	91.6	93.3	93.8
Gold production	<i>Oz</i>	30,841	29,310	31,005

This takes year to date gold production to 91,156 ounces and puts Capricorn on track to achieve the mid-point of FY23 guidance of 115,000 – 125,000 ounces.

Pleasingly this result was achieved despite the significant operating challenges at the KGP late in Q3 including a major weather event (220mm in last week of quarter) that disrupted mining operations in the Bibra open pit for 7 days and an unscheduled 2-day mill shut down to repair a plant electrical fault. These disruptions are not expected to affect production in Q4.

The Company's cash and gold on hand at the end of March 2023 was \$119.5 million, an increase of \$27.8 million from the prior quarter (Q2: \$22.6m). The net cash position at 31 March 2023 was \$69.5 million (Q2: 41.7m).



This strong cash build reflects the continued robust operating margins achieved by the KGP.

Full operational and cost details will be provided in the Quarterly Report later in April 2023.

This announcement has been authorised for release by the Capricorn Metals board.

For further information, please contact:

Mr Kim Massey

Chief Executive Officer

E: enquiries@capmet.com.au

T: +61 8 9212 4600

Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation of belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. The detailed reasons for that conclusion are outlined throughout this announcement and all material assumptions are disclosed.

However, forward looking statements are subject to risks, uncertainties, assumptions and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements.

Such risks include, but are not limited to resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as governmental regulation and judicial outcomes.

For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other filings. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any “forward looking statement” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.