

**MARCH 2023 QUARTERLY ACTIVITIES REPORT**

# Labyrinth set to continue growing 500,000oz Resource at Canadian gold project

**The Labyrinth 5gpt Resource is open in all directions and surrounded by highly prospective targets. Plus, drilling underway at Comet Vale in WA to grow recently announced Resource.**

## **Key Points**

- **Planning well advanced for next drilling phase at Labyrinth Gold Project in Quebec, Canada to build on significant maiden JORC 2012 Resource of 500,000oz @ 5g/t<sup>1</sup>**
- **At Comet Vale, 1,500m RC drilling program is underway to expand known high-grade mineralisation of the Sovereign Trend<sup>2</sup>**
- **JORC 2012 Mineral Resource Estimate for Sovereign Trend prepared by independent consultants Right Solutions**
- **The high-grade updated Resource was released post quarter-end<sup>3</sup>, laying foundation for further growth at Comet Vale with:**
  - **Combined open pit and underground Indicated and Inferred Mineral Resource of 619,000t @ 4.8 g/t Au for 95,710oz**
  - **Underground Resource of 56,233oz @ 7g/t (2.5g/t cut-off)**
  - **Open pit Resource of 39,477oz @ 3.3g/t (0.5g/t cut-off)**
  - **Notable high-grade Indicated Mineral Resource component of 42,000oz @ 10g/t Au (above 5g/t Au cut-off)**

Labyrinth Resources Limited ('the Company' or 'Labyrinth') (ASX: LRL) is pleased to report on a successful quarter that saw it prepare for the next exploration campaign at its Labyrinth Gold Project in Canada and commence its maiden drilling program at the Comet Vale project in WA.

Post quarter-end, Labyrinth released an updated JORC 2012 Mineral Resource Estimate that delineated 95,710oz of high-grade gold in the Sovereign Trend at Comet Vale and included both open pit and underground inventory. Most pleasingly, the Resource is open in all directions and the drilling program includes extension targets outside of the modelled ore bodies that pave the way for rapid Resource growth.

Labyrinth Chief Executive Matt Nixon said: "It was a successful quarter which has paved the way for potential resource growth at both projects. We now have solid resource platforms at both our projects with opportunities to increase them with further drilling.

"In addition to drilling, we are in discussions with the Canadian vendors at Labyrinth regarding ways we can continue to work together to create further value for both parties".

<sup>1</sup> Refer to ASX Announcement 27 September 2022

<sup>2</sup> Refer to ASX Announcement 28 March 2023

<sup>3</sup> Refer to ASX Announcement 11 April 2023



## CANADIAN ACTIVITIES

The Labyrinth and Denain gold projects are located 230km apart along Highway 117 and situated in a world class mining jurisdiction hosted by the prolific Abitibi Greenstone Belt.



Figure 1 - Location of Labyrinth Resources Projects amongst Abitibi Gold Camps (Sources: Ontario Ministry of Northern Development and Mines Statistics <https://www.geologyontario.mndm.gov.on.ca>, History of Abitibi Gold Belt (2021) <https://www.visualcapitalist.com/sp/the-history-of-the-abitibi-gold-belt/>)

## LABYRINTH GOLD PROJECT

The high-grade Labyrinth Gold Project is located in the prolific Abitibi Greenstone Belt and was last mined in the early 1980s, when production stopped amid the depressed gold price. Very limited exploration has been conducted on the project since, however the underground mine remains accessible and includes five main levels of ore drive development to a depth of approximately 130m below surface, giving the Company a genuine point of difference compared to its gold exploration peers.

The host rocks exist within a 600m thick differentiated sill that grades from gabbro through to granodiorite with the mineralisation predominantly hosted in the diorite/andesite. The mineralisation at Labyrinth Gold Project is hosted within east-west trending quartz veins that can be traced for at least 1.6km along strike and run parallel with the trend of the lithology. The quartz veins show lamination and host sulphides associated with the mineralising event.





Labyrinth boasts a high-grade maiden JORC 2012 Mineral Resource completed in 2022 of 500,000oz at 5g/t Au (refer Table 1) with significant growth potential, regional prospectivity and near-term mining production opportunities. The Inferred Mineral Resource includes mineralisation within five lodes: Boucher, McDowell, Talus, Shaft and Front West.

Table 1 – Labyrinth Inferred Mineral Resource.

|          | Lode         | Tonnes (Mt) | Au (g/t)   | Au (oz)        |
|----------|--------------|-------------|------------|----------------|
| Inferred | Boucher      | 1           | 5.7        | 190,000        |
|          | McDowell     | 1           | 4.5        | 150,000        |
|          | Talus        | 0.7         | 5.3        | 110,000        |
|          | Front West   | 0.2         | 2.7        | 20,000         |
|          | Shaft        | 0.1         | 5.5        | 30,000         |
|          | <b>Total</b> | <b>3</b>    | <b>5.0</b> | <b>500,000</b> |

Notes:

1. Reported at a 3 g/t.m accumulation (grade x vein thickness) cut-off and depleted for historical mining.
2. The Mineral Resource is classified in accordance with the JORC Code (2012).
3. The effective date of the Mineral Resource estimate is 25 August 2022.
4. Estimates are rounded to reflect the level of confidence in the Mineral Resource at present. All resource tonnages have been rounded to the first significant figure. Differences may occur in totals due to rounding.

During the quarter, Labyrinth optimised multiple potential drilling strategies for the next phases of exploration at the project, including expansion of the Inferred Resource, delineation of Indicated classified material around existing historic workings and regional growth targets (refer Figure 2 and 3). Tender submission was invited for drilling during the Canadian mid-year summer months and review of the proposals were ongoing at quarter-end.

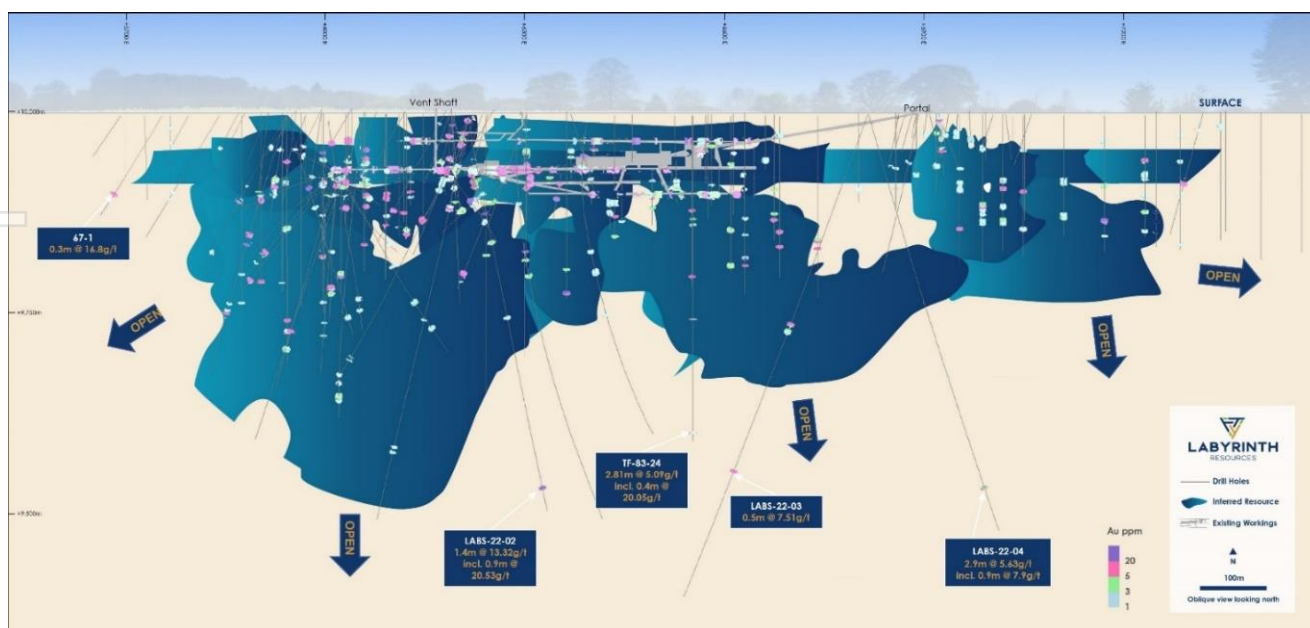


Figure 2 – Long section of Labyrinth Inferred Mineral Resource and drilling results.

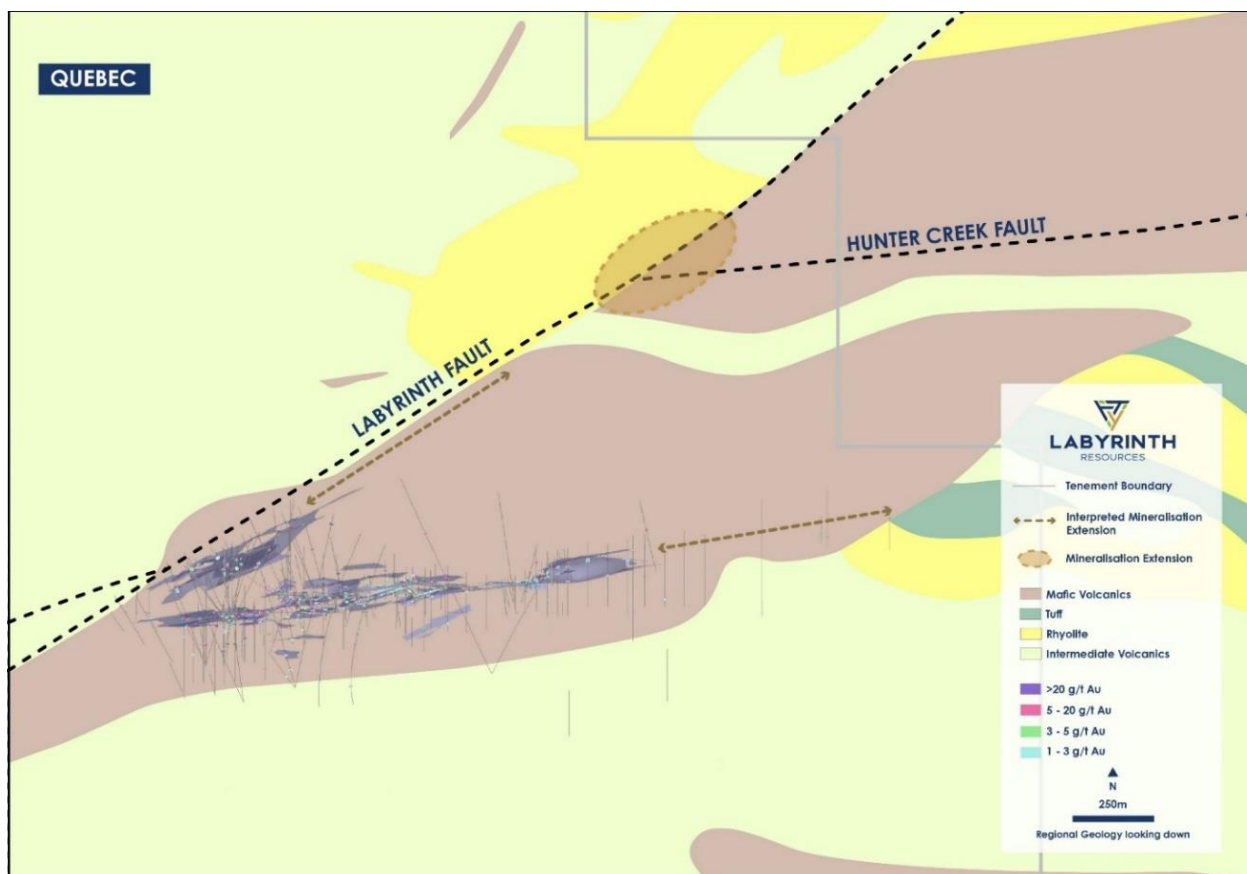


Figure 3 - Regional potential on Labyrinth Gold Project tenure

As announced on 3 April 2023, negotiations with G.E.T.T. Gold Inc ('GETT') were ongoing at quarter-end regarding the terms and conditions of the Project Acquisition Agreement and the subsequent amendments (refer ASX Announcements 2 September 2021 and 9 November 2022). Given these negotiations, Labyrinth and GETT agreed to extend the payment date of 31 March 2023 to 30 April 2023.

## DENAIN

The Denain Project is located 60km east of the town of Val d'Or and comprises 13 Claims across a tenure area of 360ha at the eastern abutment of the renowned Cadillac-Larder Lake Fault, which also hosts the current largest Canadian gold mine in Canadian Malarctic.

The presenting complex mineralogical system, likely attributable to the influence of late-stage faulting associated with the Grenville Front, appears to occur in all rock types at the prospect with the Quartz Porphyry/Agglomerate contact seeming most favourable. As this contact is irregular in nature it requires further work to identify the areas that are most conducive to hosting high grade gold and this will drive subsequent strategy on further exploration, with the Labyrinth Gold Project remaining the advanced and larger potential strategic project for the Company.

The Company continues to evaluate optimal strategic direction for the Denain prospect, including further future exploration or potential sale of the asset to neighbouring holders of significant tenure.



## AUSTRALIAN ACTIVITIES

During the quarter Labyrinth commenced ~1,500m reverse circulation drilling program targeting the Sovereign Gold Trend at the highly prospective, multi-commodity Comet Vale Project.

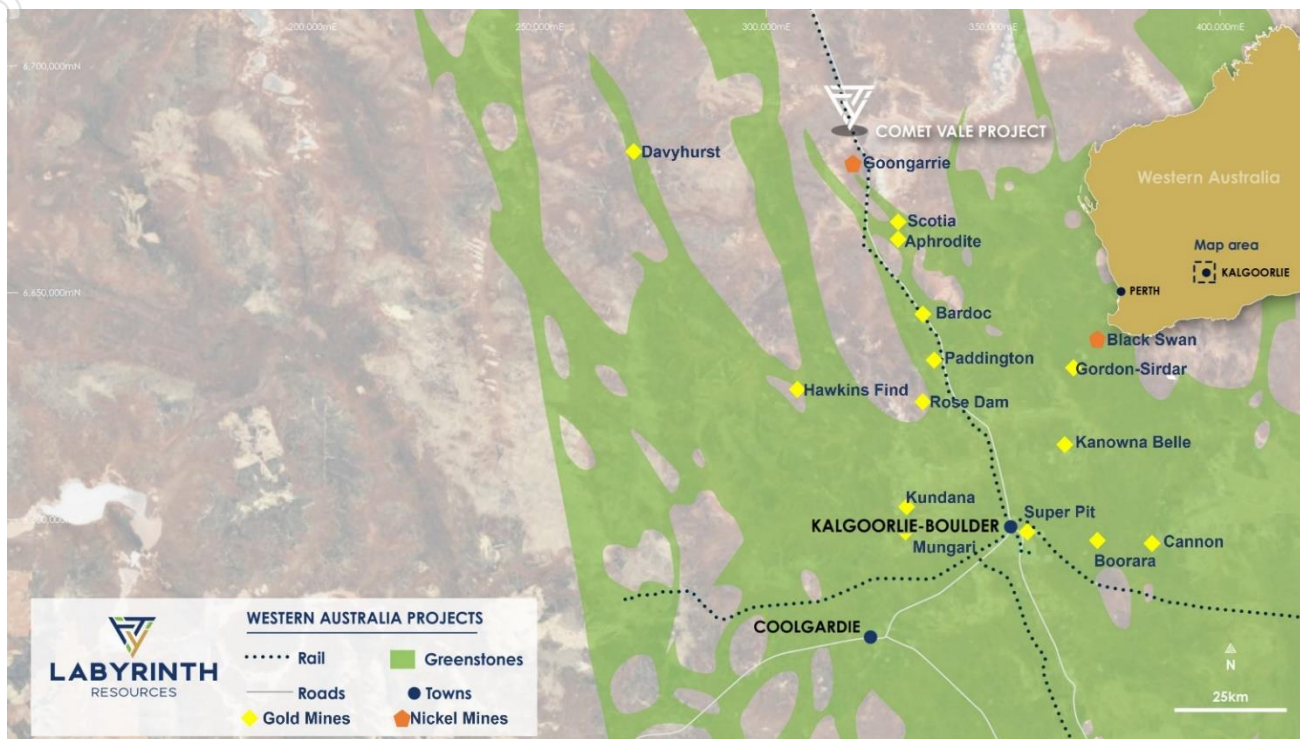


Figure 4 – Comet Vale Project location, WA

## COMET VALE

The drilling program commenced at the Comet Vale joint venture project (Labyrinth 51%/Sand Queen Gold Mines Pty Ltd 49%) in late March 2023 is the first genuine surface exploration undertaken for 15 years, despite the project hosting extensive high-grade gold and copper mineralisation and strong evidence of nickel laterite. The drilling will target confirmation and extension to known lodes, including the Sand Queen, Sand Prince and Princess Grace Lodes, as well as gather important geotechnical data, with results expected to be available for release in the June quarter.

Comet Vale is on the eastern limb of a regional-scale, north-south trending anticline: the Goongarie-Mt Pleasant Anticline. The Goongarie Monzogranite is in the core of this south plunging anticline and is enclosed by rocks of the Ora Banda Domain.

The mafic-ultramafic rocks in the Comet Vale area therefore are part of the same sequence that hosts the Grants Patch, Ora Banda and Mt Pleasant gold camps, as well as the Goongarie and Highway nickel laterite deposits on the southern and western limbs of this anticline and consist of the Missouri Basalt, the Walter Williams Formation and the Siberia Komatiite. To the east of the property is the northern extension of the prolific Boulder-Lefroy Fault that hosts the world-class Superpit mine.

Much of the western part of the project area is blanketed by a thin cover of wind-blown sands (1-4 m thick) and a thin underlying layer of lateritic gravel (<1 m thick). This transported regolith covers the majority of the ground that is prospective for parallel deposits to the Sovereign trend

so requires geophysical techniques to test for prospectivity. Most of the Walter Williams Formation has a laterite cover (up to 44m thick) and locally has a jasperoidal silica cap rock. This has preserved the underlying saprolitic part of the weathered profile that is also a potential host for lateritic Ni-Co deposits.

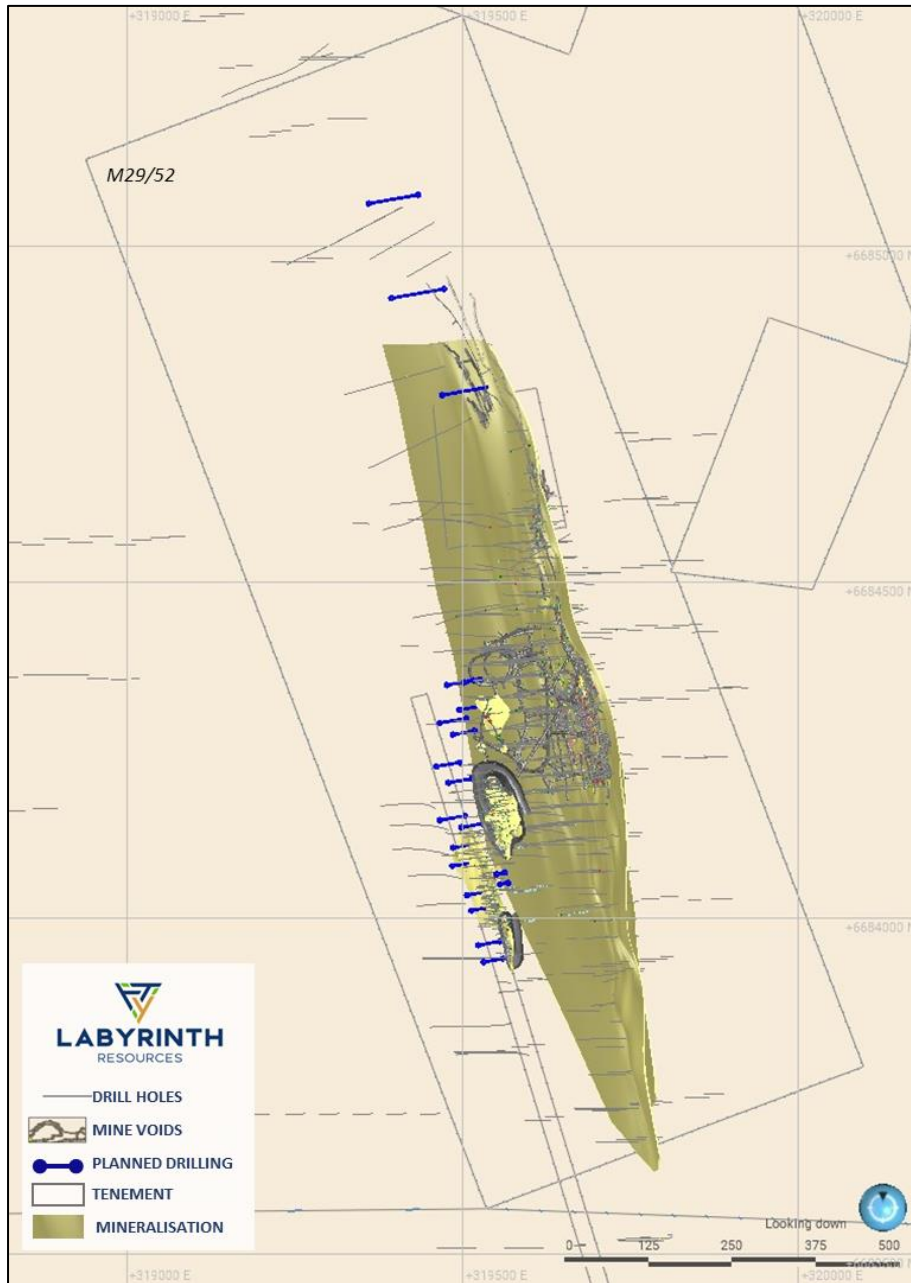


Figure 5 - Comet Vale exploration drilling program design

Technical works to produce an updated JORC 2012 Mineral Resource Estimate (MRE) also commenced during the March quarter as part of the first stage of the Comet Vale growth strategy, which was released post-quarter end and delivered an Indicated and Inferred Mineral Resource of 619,489t @ 4.81 g/t Au for 95,710oz whilst identifying numerous opportunities to grow the inventory.



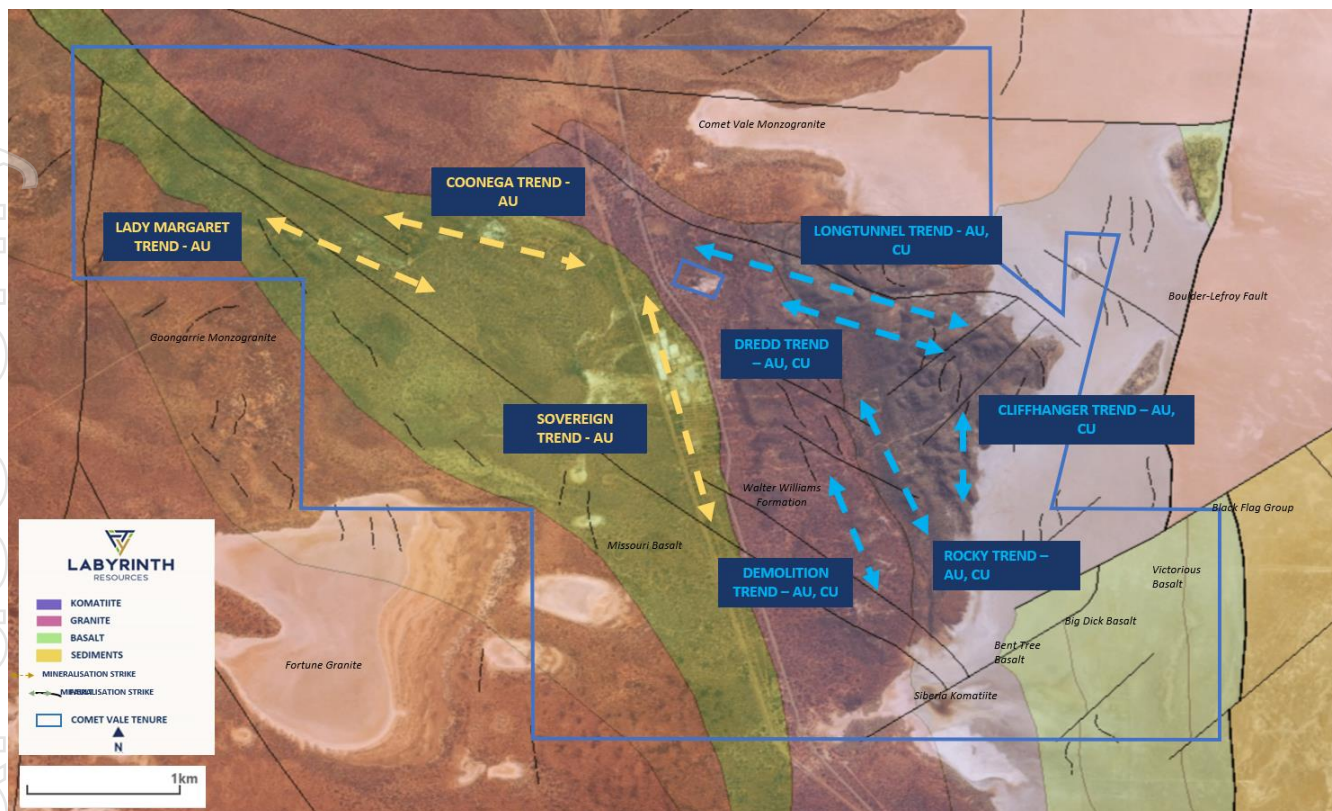


Figure 6 - Geological map showing mineralised trends and tenure boundaries

The global indicated and inferred mineral resource has been reported at two cut-off values to support both open pit and underground operations. A reporting cut-off value of 0.5g/t has been utilised for open pit (100m below surface) reporting while a reporting cut-off value of 2.5g/t has been utilised for underground. The combined reported Indicated and Inferred Mineral Resource is 620Kt at 4.81g/t for 96Koz of gold (**Au**) (Table 1).

- The global inferred mineral resource estimate for open pit, at a reporting cut-off value of 0.5g/t:
  - 369 Kt at 3.33 g/t for 39 Koz of Au (Table 1).
- The global indicated and inferred mineral resource estimate for underground, at a reporting at a cut-off value of 2.5g/t:
  - 250 Kt at 6.98 g/t for 56 Koz of Au (
  - Table 2).

Table 1: Comet Vale March 2023 Depleted Open Pit Resource (Au>=0.5g/t OP)

| Comet Vale Depleted Resource, Au>=0.5g/t (OP) |                |                |               |  |
|---|----------------|----------------|---------------|--|
| Category                                      | Tonnage        | Au Grade (g/t) | Au Ounces     |  |
| Indicated                                     | 182,478        | 4.34           | 25,455        |  |
| Inferred                                      | 186,482        | 2.34           | 14,022        |  |
| <b>Total</b>                                  | <b>368,960</b> | <b>3.33</b>    | <b>39,477</b> |  |



Table 2: Comet Vale March 2023 Depleted Underground Resource (Au>=2.5g/t UG)

| Comet Vale Depleted Resource, Au>=2.5g/t (UG) |                |                |               |
|---|----------------|----------------|---------------|
| Category                                      | Tonnage        | Au Grade (g/t) | Au Ounces     |
| Indicated                                     | 128,390        | 7.41           | 30,572        |
| Inferred                                      | 122,138        | 6.53           | 25,661        |
| <b>Total</b>                                  | <b>250,528</b> | <b>6.98</b>    | <b>56,233</b> |

This Mineral Resource covers only the Sovereign Trend of lodes to a maximum depth of ~400m below surface. With 7 other known mineralised gold trends as well as the potential for parallel systems to be discovered, there is significant growth potential across the Project which the Company intends to explore for future resource growth and to bring new discoveries into the pipeline.

## CORPORATE

### FINANCIAL INFORMATION

Total cash and investments in listed companies on 31 March 2023 was \$915k, with the cash balance comprising \$726k of this amount.

In accordance with Listing Rule 5.3.1, there were no substantive mining production and development activities undertaken during the March quarter.

In accordance with Listing Rule 5.3.5, Labyrinth advises that the payments to related parties as advised in the Appendix 5B pertain to legal fees of \$6,480 and Director fees of \$35,362.

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This announcement has been authorised and approved for release by the Board.

#### Investor Enquiries

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#### Media Enquiries

Mr Paul Armstrong  
Read Corporate  
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## INTERESTS IN MINING TENEMENTS

| Tenement/<br>Claim | Location             | Project    | Group Interest<br>Start of Quarter | Group Interest<br>End of Quarter |
|--------------------|----------------------|------------|------------------------------------|----------------------------------|
| L29/67             | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/35             | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/52             | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/85             | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/185            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/186            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/197            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/198            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/199            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/200            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/201            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/232            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/233            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/235            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/270            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| M29/321            | Western<br>Australia | Comet Vale | 51%                                | 51%                              |
| CDC2438660         | Quebec               | Denain     | 85%                                | 85%                              |
| CDC2438661         | Quebec               | Denain     | 85%                                | 85%                              |
| CDC2438662         | Quebec               | Denain     | 85%                                | 85%                              |
| CDC2438663         | Quebec               | Denain     | 85%                                | 85%                              |

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|            |        |           |      |      |
|------------|--------|-----------|------|------|
| CDC2438664 | Quebec | Denain    | 85%  | 85%  |
| CDC2438665 | Quebec | Denain    | 85%  | 85%  |
| CDC2438666 | Quebec | Denain    | 85%  | 85%  |
| CDC2438667 | Quebec | Denain    | 85%  | 85%  |
| CDC2438668 | Quebec | Denain    | 85%  | 85%  |
| CDC2438669 | Quebec | Denain    | 85%  | 85%  |
| CDC2438670 | Quebec | Denain    | 85%  | 85%  |
| CDC2438671 | Quebec | Denain    | 85%  | 85%  |
| CDC2438672 | Quebec | Denain    | 85%  | 85%  |
| BM869      | Quebec | Labyrinth | 100% | 100% |
| CDC2477686 | Quebec | Labyrinth | 100% | 100% |
| CDC2477687 | Quebec | Labyrinth | 100% | 100% |
| CDC2477688 | Quebec | Labyrinth | 100% | 100% |
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| CDC2477697 | Quebec | Labyrinth | 100% | 100% |
| CDC2477698 | Quebec | Labyrinth | 100% | 100% |

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|            |        |           |      |      |
|------------|--------|-----------|------|------|
| CDC2477699 | Quebec | Labyrinth | 100% | 100% |
| CDC2477700 | Quebec | Labyrinth | 100% | 100% |
| CDC2477701 | Quebec | Labyrinth | 100% | 100% |
| CDC2477702 | Quebec | Labyrinth | 100% | 100% |
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| CDC2477710 | Quebec | Labyrinth | 100% | 100% |
| CDC2477711 | Quebec | Labyrinth | 100% | 100% |
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| CDC2477713 | Quebec | Labyrinth | 100% | 100% |
| CDC2477714 | Quebec | Labyrinth | 100% | 100% |
| CDC2477715 | Quebec | Labyrinth | 100% | 100% |
| CDC2477716 | Quebec | Labyrinth | 100% | 100% |
| CDC2477717 | Quebec | Labyrinth | 100% | 100% |
| CDC2477718 | Quebec | Labyrinth | 100% | 100% |
| CDC2477719 | Quebec | Labyrinth | 100% | 100% |

*Note: Registered title of Labyrinth and Denain claims remains with G.E.T.T Gold (TSX-V: GETT) until payment of Final Payment as part of acquisition consideration, though Labyrinth Resources Limited obtained operational control immediately upon Completion in November 2021.*





## SUMMARY OF CASH EXPENDITURE PER PROJECT

| Project      | Cash Expenditure \$'000 |
|--------------|-------------------------|
| Labyrinth    | 295                     |
| Denain       | -                       |
| Comet Vale   | 67                      |
| <b>Total</b> | <b>362</b>              |

## COMPETENT PERSONS STATEMENTS

The information in this announcement that relates to exploration results for the Labyrinth Gold Project, Denain Project and Comet Vale Project is based on information compiled by Mr Andrew Chirnside, who is an employee of Labyrinth Resources Limited. Mr Chirnside is a professional geologist and Member of the Australian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which has been undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Chirnside consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

The information in this announcement that relates to Mineral Resources for the Labyrinth Gold Project is based on information and supporting documentation compiled under the supervision of Mr Rene Sterk, a Competent Person, who is a Fellow and Chartered Professional of The Australasian Institute of Mining and Metallurgy (AusIMM). Mr Sterk is Managing Director of RSC, independent resource development consultants. The full nature of the relationship between Mr Sterk and Labyrinth Resources Limited, including any issue that could be perceived by investors as a conflict of interest, has been disclosed. Mr Sterk has sufficient experience that 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 of Exploration Results, Mineral Resources and Ore Reserves'.

The information in this announcement that relates to Mineral Resources for the Comet Vale Project have been prepared under the guidelines of the JORC Code (2012) by a Competent Person in Jacinta Blincow, who is the Senior Resource Geologist for Right Solutions Australia Pty Ltd and confirms:

- I have read and understood the requirement of the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resource and Ore Reserve (JORC Code, 2012);
- I the Competent Person as defined by the JORC Code (2012), having a minimum of five years' experience that is relevant to the style of mineralisation and type of deposit described in the report and to the activity for which I am accepting responsibility;
- I am a Member of AIG; and
- I have reviewed the report to which this Consent Statement applies.

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Neither the author nor Right Solutions Australia Pty Ltd have any material interest or entitlement, direct or indirect, in the securities of Labyrinth Resources Limited. Right Solutions Australia Pty Ltd commenced providing geological services to Labyrinth Resources Limited in 2022.

I verify that the Report is based on is fairly and accurately reflects the form and context in which it appears, information in my supporting documentation relating to Mineral Resources.

Specific exploration results referred to in this announcement were originally reported in the following Company announcements in accordance with ASX Listing Rule 5.7:

| Title   | Date              |
|---|-------------------|
| Comet Vale Mineral Resource Estimate                      | 11 April 2023     |
| Drilling Underway at Comet Vale                           | 29 March 2023     |
| New Drilling Program to Expand High Grade Gold            | 6 March 2023      |
| Labyrinth Embarks on Comet Vale Exploration Program       | 15 December 2022  |
| Excellent Metallurgical Results at Labyrinth Gold Project | 24 November 2022  |
| Labyrinth Maiden Mineral Resource Estimate                | 27 September 2022 |

The Company confirms that it is not aware of any information or data that materially affects the information included in the said original announcements and the form and context in which the Competent Persons' findings are presented have not materially modified from the original market announcements.

### FORWARD LOOKING INFORMATION

This announcement contains forward-looking information about the Company and its operations. In certain cases, forward-looking information may be identified by such terms as "anticipates", "believes", "should", "could", "estimates", "target", "likely", "plan", "expects", "may", "intend", "shall", "will", or "would". These statements are based on information currently available to the Company and the Company provides no assurance that actual results will meet management's expectations. Forward-looking statements are subject to risk factors associated with the Company's business, many of which are beyond the control of the Company. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially from those expressed or implied in such statements. There can be no assurance that actual outcomes will not differ materially from these statements.

## Appendix 5B

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

Name of entity

LABYRINTH RESOURCES LIMITED

ABN

45 008 740 672

Quarter ended ("current quarter")

31 MARCH 2023

| Consolidated statement of cash flows                      | Current quarter<br>\$A'000 | Year to date (9<br>months)<br>\$A'000 |
|---|----------------------------|---------------------------------------|
| <b>1. Cash flows from operating activities</b>            |                            |                                       |
| 1.1 Receipts from customers                               | -                          | -                                     |
| 1.2 Payments for  |                            |                                       |
| (a) exploration & evaluation                              | -                          | -                                     |
| (b) development   | -                          | -                                     |
| (c) production  | -                          | -                                     |
| (d) staff costs   | (180)                      | (403)                                 |
| (e) administration and corporate costs                    | (62)                       | (1,025)                               |
| 1.3 Dividends received (see note 3)                       | -                          | -                                     |
| 1.4 Interest received                                     | 7                          | 15                                    |
| 1.5 Interest and other costs of finance paid              | (1)                        | (3)                                   |
| 1.6 Income taxes paid                                     | (68)                       | (178)                                 |
| 1.7 Government grants and tax incentives                  | -                          | -                                     |
| 1.8 Other – Sales tax and GST received                    | 92                         | 590                                   |
| <b>1.9 Net cash from / (used in) operating activities</b> | <b>(212)</b>               | <b>(1,004)</b>                        |

|  |       |         |
|--|-------|---------|
| <b>2. Cash flows from investing activities</b> |       |         |
| 2.1 Payments to acquire or for:                |       |         |
| (a) entities                                   | -     | -       |
| (b) tenements                                  | -     | (548)   |
| (c) property, plant and equipment              | -     | (41)    |
| (d) exploration & evaluation                   | (362) | (2,184) |
| (e) investments                                | -     | -       |
| (f) other non-current assets                   | -     | -       |



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

| Consolidated statement of cash flows |   | Current quarter<br>\$A'000 | Year to date (9<br>months)<br>\$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| 2.2                                  | Proceeds from the disposal of:  |                            |                                       |
|                                      | (a) entities  | -                          | -                                     |
|                                      | (b) tenements   | -                          | 627                                   |
|                                      | (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   | -                          | -                                     |
| <b>2.6</b>                           | <b>Net cash from / (used in) investing activities</b>                                   | <b>(362)</b>               | <b>(2,146)</b>                        |
| <b>3.</b>                            | <b>Cash flows from financing activities</b>   |                            |                                       |
| 3.1                                  | Proceeds from issues of equity securities (excluding convertible debt securities)       | -                          | 1,283                                 |
| 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 | (6)                        | (6)                                   |
| 3.5                                  | Proceeds from borrowings  | -                          | 344                                   |
| 3.6                                  | Repayment of borrowings   | (29)                       | (96)                                  |
| 3.7                                  | Transaction costs related to loans and borrowings                                       | -                          | -                                     |
| 3.8                                  | Dividends paid  | -                          | -                                     |
| 3.9                                  | Other   | -                          | -                                     |
| <b>3.10</b>                          | <b>Net cash from / (used in) financing activities</b>                                   | <b>(35)</b>                | <b>1,525</b>                          |
| <b>4.</b>                            | <b>Net increase / (decrease) in cash and cash equivalents for the period</b>            |                            |                                       |
| 4.1                                  | Cash and cash equivalents at beginning of period  | 1,334                      | 2,353                                 |
| 4.2                                  | Net cash from / (used in) operating activities (item 1.9 above)                         | (212)                      | (1,004)                               |
| 4.3                                  | Net cash from / (used in) investing activities (item 2.6 above)                         | (362)                      | (2,146)                               |
| 4.4                                  | Net cash from / (used in) financing activities (item 3.10 above)                        | (35)                       | 1,525                                 |

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

| Consolidated statement of cash flows |   | Current quarter<br>\$A'000 | Year to date (9<br>months)<br>\$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| 4.5                                  | Effect of movement in exchange rates on cash held | 1                          | (2)                                   |
| <b>4.6</b>                           | <b>Cash and cash equivalents at end of period</b> | <b>726</b>                 | <b>726</b>                            |

| 5. Reconciliation of cash and cash equivalents<br>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts |  | Current quarter<br>\$A'000 | Previous quarter<br>\$A'000 |
|---|--|----------------------------|-----------------------------|
| 5.1   | Bank balances  | 726                        | 1,334                       |
| 5.2   | Call deposits  | -                          | -                           |
| 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>726</b>                 | <b>1,334</b>                |

| 6. Payments to related parties of the entity and their associates |   | Current quarter<br>\$A'000 |
|---|---|----------------------------|
| 6.1   | Aggregate amount of payments to related parties and their associates included in item 1 | 42                         |
| 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.*

**Total reported at Item 6.1 consists of the following:**

\$6,480 – Payment of legal fees

\$35,362 – Payment of Director fees

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

| <b>7. Financing facilities</b>  | <b>Total facility<br/>amount at quarter<br/>end<br/>\$A'000</b> | <b>Amount drawn at<br/>quarter end<br/>\$A'000</b> |
|---|---|--|
| <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.<br/>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 – Insurance premium loan  | -   | -  |
| <b>7.4 Total financing facilities</b>   | <b>-</b>  | <b>-</b>   |
| <b>7.5 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. |   |  |
|   |   |  |

| <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)   | (212)          |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))  | (362)          |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2)  | (574)          |
| 8.4 Cash and cash equivalents at quarter end (item 4.6)   | 726            |
| 8.5 Unused finance facilities available at quarter end (item 7.5)   | -              |
| 8.6 Total available funding (item 8.4 + item 8.5)   | 726            |
| <b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>   | 1.26           |
| <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: The Company does not expect that it will continue to have the current level of net operating cash flows for the time being.</p> <p>The current level of net operating cash flow reflects the timing of one-off invoices related to annual audit and reporting obligations in Quebec and CNESST (Commission for standards, equity, health and safety at work) payment for CY2022. The monthly expense of income tax related to the sale of Penny's Find will also complete in May 2023.</p> |                |



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

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: The Company expects the FY22 Canadian Federal Tax refund to be finalised in the coming weeks which indicates a tax refund of up to CAD\$705,00. The Company holds appropriate periodic discussions with leading stockbroking firms regarding overall market status and the timing potential for cash raising activities in the best interest of shareholders. The Company has previously been successful in raising further cash to fund its operations related to its current strategic focus on its gold projects and believes that any future steps to raise cash will have a high likelihood of success.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: The Company expects to be able to continue its operations and meet its business objectives on the basis explained in 8.8.1 and 8.8.2. Late in the March quarter, the Company commenced exploration drilling activities at the Comet Vale Project in WA in parallel with the release of a JORC 2012 Mineral Resource Estimate. Negotiations related to the Labyrinth Gold Project (Quebec) payable gold structure continue with G.E.T.T Gold Inc. and the Company expects these negotiations to be finalised within coming weeks, enabling focus to return to the next phase of exploration works at the project.

As it has done so in the past, the Company will raise cash at appropriate times to meet Labyrinth's strategic objectives.

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: .....28 April 2023.....

Authorised 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.