



Quarterly Report

30 September 2023

Great Divide Mining Ltd
ACN 655 868 803
ASX:GDM
Quarterly Report – Q1 FY2024



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ASX Release



GREAT DIVIDE MINING LTD.

Great Divide Mining is a Gold, Antimony and critical metals explorer in Queensland, with four projects across eleven tenements. GDM's focus is on developing assets within areas of historical mining and past exploration with nearby infrastructure, thus enabling rapid development. Through a staged exploration and development programme, GDM intends to generate cash flow from its initial projects to support further exploration across its portfolio of highly prospective tenements.

Corporate Information

Issued Capital

39,347,500 Shares (12,095,500 restricted until 23 August 2025)

10,200,000 Options ex \$0.40 exp 23 August 2026

5,000,000 Options ex \$0.30 exp 23 August 2026

2,000,000 CEO Performance Options ex \$0.20

Shareholders (30 September 2023)

335 Shareholders

Website

greatdividemining.com.au

Board

Paul Ryan	Non-Executive Chairman
Adam Arkinstall	Non-Executive Director (Independent)
Simon Tolhurst	Non-Executive Director (Independent)
Sonny Didugu	Company Secretary

Senior Management

Justin Haines	Chief Executive Officer
Lindsay Marshall	Chief Financial Officer

ASX release authorised by the Board of Directors.

Chief Executive Officer of Great Divide Mining, Justin Haines, commented:

“We are pleased to provide our first quarterly report to shareholders since being listed in late August 2023. We have hit the ground running, announcing our first Mineral Resource Estimate at Yellow Jack, and commencing our first exploration program as a listed entity which we are expecting to improve both the grade and size of our Yellow Jack gold resource.

Looking forward to this Q2 FY24, we will continue to accelerate our exploration and development programme with a view towards Yellow Jack providing early cash flows to support the broader exploration portfolio.”

¹Refer to Listing Rule Disclosures at end of document.

Recent Highlights

- Listed in August 2023 following an oversubscribed IPO raising \$5 million at \$0.20
- Announced first Mineral Resource Estimate, Yellow Jack, within weeks of listing – 1.84 Mt @ 0.86 g/t Au for 51,100 oz contained Gold above a cut-off grade of 0.5 g/t Au
- Mobile sample preparation lab being constructed, including portable-XRF (pXRF) which will enable on-site early sample analysis, improve turn-around times, and improve QAQC of samples
- Resource extension and in-fill drill program commenced at Yellow Jack to test resource at depth and along strike

Project Overview and Updates

Yellow Jack

The Yellow Jack project is the Company's primary focus as it has the potential to deliver early cashflows with limited capital expenditure given its relatively shallow resource and proximity to existing processing infrastructure.

During the September Quarter the Company progressed its maiden JORC 2012 compliant Mineral Resource Estimate at Yellow Jack, which was subsequently released in early October 2023, and advanced mine planning and development efforts.

The Mineral Resource Estimate is summarised in the table below, reported above a cut off grade of 0.5g/t Au. The Mineral Resource was estimated using previous RC and RAB drill hole results. Further infill drilling and a resource extension drill program comprising both RC and diamond drilling is planned to test the resource at depth and along strike. With the previous drilling limited to only 70m vertical depth, there is significant potential upside for the Company through this drill program to improve grade and increase tonnage.

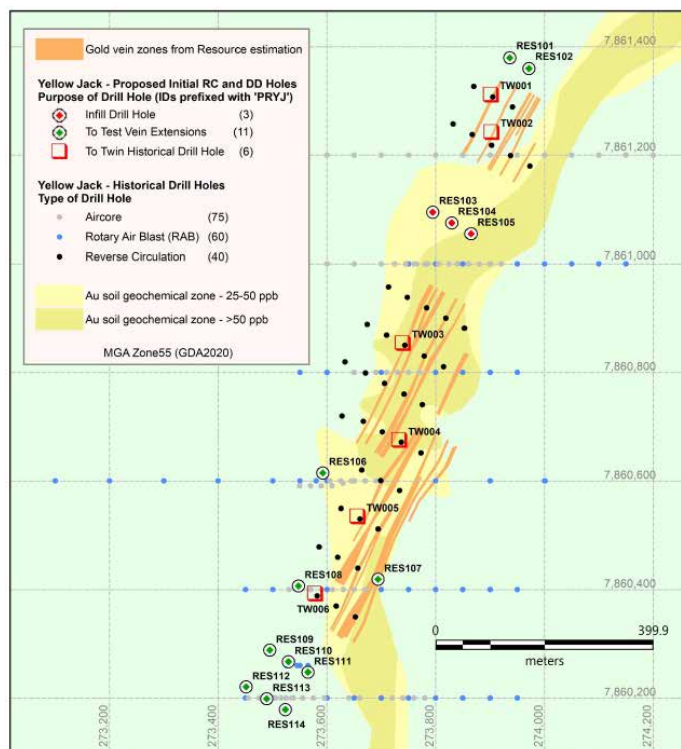


Figure 1.

Resource Classification	Tonnes (Mt)	Density (t/m ³)	Au (g/t)	As (ppm)	Contained Au (oz)
Inferred	1.84	2.65	0.86	1014	51,100

The Company expects to gain a much stronger understanding of the mineralisation through this drill programme, which could facilitate grade improvement through ore sorting and other processing methods.

Initial drilling results are expected within six weeks.

The majority of the funds expended during Q1 FY24 on exploration were expended on the Yellow Jack project.

The Company is targeting release of a conceptual mine plan during Q2 FY24 for Yellow Jack.

Yellow Jack Cont.



THE YELLOW JACK PROJECT BACKGROUND

The Yellow Jack Project is approximately 215 km west of Townsville in North Queensland. The Yellow Jack deposit occurs in the Broken River Province, deposited during the Silurian to the Carboniferous periods. The area surrounding Yellow Jack hosts abundant mineral occurrences, which are predominantly gold prospects. The nearby Big Rush Gold Mine, formerly owned by Great Northern Minerals, is located 20 km southwest of the Yellow Jack Project in a similar package of rocks.

Gold mineralisation at Yellow Jack is associated with quartz veins and stockworks hosted within a micaceous arkose. The initial drilling indicates that anomalous gold mineralisation occurs in a zone approximately 30-50 m wide, with a strike length of more than 1 km, indicating a strong structural control. A plan of the gold mineralisation is included above in Figure 1.

The gold-bearing veins generally have low concentrations of iron oxides and sulphides. The best grade mineralisation typically occurs above 35 m vertical depth. The base of oxidation is located at depths of greater than 50-60 m vertically. Anomalous gold values occur in a zone 30-50 m wide, and within this zone, higher-grade lodes (>1.0 g/t Au) are up to 5 m thick, with an aggregate thickness of up to 20 m. Lodes are associated with variably intense quartz veining and green sericite alteration and are interpreted to be steeply east-dipping to vertical. Vein intensity within the lode varies along strike and down-dip.

Devils Mountain

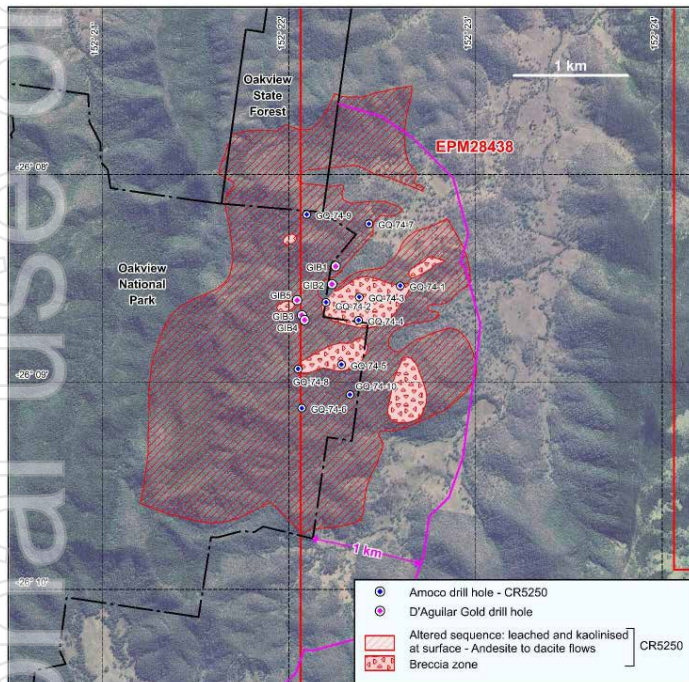


Figure 2.

During Q1 FY24 the Company conducted a desktop review of the Devils Mountain project and have identified a potential new porphyry Copper prospect, 'Gibraltar Rock'.

A preliminary technical report was completed by White Geoscience, which identified the potential for further exploration of Gibraltar Rock given the limited modern exploration conducted.

Gibraltar Rock is a porphyry-copper system that was first discovered by Amoco in the 1970s. Several other companies have also worked on this prospect over the past 50 years. A technical report commissioned by GDM from White Geoscience reviewed the historical exploration carried out at Gibraltar Rock including two previous drilling campaigns completed by Amoco in the 1970s and D'Aguilar Gold in 2007. Although exploration was undertaken, only fifteen holes were drilled at the prospect, of which ten were less than 200m deep. The historical data indicates that the system is likely open at depth.

The Gibraltar Rock copper prospect contains large areas of porphyry-style alteration (propylitic and phyllic alteration), intrusive "crackle" breccias and anomalous copper mineralisation.

GDM will now undertake further desktop analysis of Gibraltar Rock in addition to conducting geophysical and geochemical reviews, a large scale IP survey, soil sampling, and other on site activities with a view towards identifying key drill targets over the coming months. Subject to those activities, GDM anticipates drilling at Gibraltar Rock commencing in early 2024.

Although this was not the Company's intended focus at Devils Mountain, the Company considers exploration activities at Devils Mountain to be warranted on an expedited basis with any development of the project likely via joint venture or other similar agreement due to the nature of porphyry copper deposits.

Devils Mountain Cont.



DEVILS MOUNTAIN BACKGROUND

The Devils Mountain Project (DMP) is an advanced exploration project centred on an historic high grade gold mining area. The DMP is in the renowned Gympie gold mining area close to Brisbane allowing GDM to rapidly develop the full potential of the Project. The DMP has been subject to limited modern exploration and GDM is of the opinion that the DMP has significant potential upside.

The DMP is located approximately 30 km north-west of Gympie in southern Queensland (Figure 2) within a region of significant gold deposits, including the Gympie Goldfield and Mount Rawdon.

Coonambula

During Q1 FY24 the Company has recovered important historical drill chip samples and core taken from Banshee Antimony-Gold Prospect during the drill program undertaken by Queensland Ores Holding Pty Ltd in 2014. The company will update geological logs and undertake further analysis on these samples using the portable XRF analyser to determine mineralisation vectors.

A draft conduct and compensation agreement is being negotiated with the major landholder of EPM 16216. This is expected to be completed in Q2 FY2024, and will provide further access to GDM to enable high-impact exploration on site including drilling and rehabilitation of old costeans and pits.

Geological consultants have commenced a geophysical, structural, and geochemical interpretation which will be followed up with an initial program of geological mapping, soils and surface sampling. If the results are encouraging, the Company will progress to define further drill targets for late FY2024.



COONAMBULA BACKGROUND

GDM's Coonambula Project (CP) is an advanced exploration project that includes over 15 historic gold and antimony mines and workings. The CP hosts two significant historical mining areas, grouped by GDM into the Hungry Hill antimony-gold area (predominantly within EPM 16216) and the Perseverance gold area mines (predominantly within EPM 15203).

Cape

The Company's initial focus at the Cape Project is on the New Goldfield tenement which comprises greenfield gold, copper, and rare earth mineral prospects.

Geological consultants have commenced the re-interpretation of regional structure, geophysics, and geochemistry. Initial outcomes highlighted a large alteration

system potential not previously identified and resulted in GDM applying for an additional tenement, EPM Application 28913 "New Goldfield Extended" covering an area largely within the existing EPM 26646 New Goldfield. It is expected that initial reconnaissance geological mapping and sampling will proceed after the northern wet season, later in FY2024.

CAPE BACKGROUND

GDM's Cape Project (Cape) comprises two greenfields opportunities, the Bonanza and New Goldfields tenements. Bonanza is within the sought-after Chillagoe Formation which hosts the Mungana and Red Dome deposits and is close to a number of advanced copper prospects. New Goldfield has historically yielded several high-grade gold in rock chips which were not followed up by previous explorers. GDM is of the opinion that modern exploration techniques could produce positive results.

While exploration at Cape is at an early stage, GDM considers the Cape Project to present a significant opportunity.

The Cape tenements are located approximately 150 km south-west of Cooktown in far north Queensland. This project lies in a region of large gold and base metal systems including Red Dome / Mungana and Kidston.

Corporate Overview

During Q1 FY24 the Company completed its Initial Public Offering raising \$5 million. Funds expended during the quarter include \$584k on costs of the IPO, \$413k on exploration (largely at Yellow Jack), \$274k on general administration and corporate costs, as well as \$100k repayment of a seed funding arrangement which was terminated at IPO.

The Company has accelerated activities at Yellow Jack beyond budget with a view towards completing a mining lease application and feasibility study late in FY2024. The Company also recognises that a later than expected IPO has resulted in having less time prior to the wet season in North Queensland, also contributing to a preference towards accelerating on-ground exploration activities and reprioritisation of targets. The Company accordingly expects higher cash outflows in Q2 FY24 leading into reduced expenditure during Q3 FY24 as wet season may impede on-ground exploration. The Company will continue to monitor and reassess the situation on-ground and provide updates to market.

PROSPECTUS USE OF FUNDS CALCULATIONS

In accordance with ASX Listing Rule 5.3.4 the Company provides the following comparison between the Prospectus Use of Funds and the actual expenditure by the Company.

	Budget Year 1 \$'000	Budget Year 2 \$'000	Budget TOTAL \$'000	Actual Qtr 1 \$'000
Cash at Bank - Op. Bal	53	2294	53	9
Net Proceeds from Offer		-	-	
Proceeds from Offer	5000		5000	5000
Less: Expenses of Offer	(535)		(535)	(584)
Funds Available	4518	2294	4518	4425
Use of funds				
Exploration expenditure				
Cape Project	200	200	400	13
Coonambula Project	340	335	675	40
Devils Mountain Project	155	595	750	36
Yellow Jack Project	495	215	710	325
Unallocated (All projects)	238	269	507	-
Total Exploration Expenditure	1428	1614	3042	413
Seed Funding repayments	100		100	100
Directors' fees	120	120	240	-
General admin. & working capital	576	560	1136	274
Total Funds allocated	2224	2294	4518	787
Cash at Bank - C. Bal	2294			3638

The Company notes that the "Unallocated (All Projects)" provision in the Prospectus was a general provision for the purpose of the Use of Funds, however as funds are expended, they will be allocated towards a project. Accordingly the Company does not expect to report any funds expended against that provision.

Tenement Holdings

Interests in mining tenements at the end of the quarter

In accordance with ASX Listing Rule 5.3.3, the Company provides the following information on its mining tenements as at the end of Q1 FY2024.

Tenement ID	Tenement Name	Location	Status	Interest	Holder
EPM15203	Widbury	Eidsvold, QLD	Granted	100%	Queensland Ores Holdings Pty Ltd
EPM16216	Lady Margaret	Eidsvold, QLD	Granted	100%	Queensland Ores Holdings Pty Ltd
EPM17321	Yellow Jack	Greenvale, QLD	Granted	100%	Laura Exploration Pty Ltd
EPM17685	Devils Mountain	Gympie, QLD	Granted	100%	Laura Exploration Pty Ltd
EPM25260	Coonambula	Eidsvold, QLD	Granted	100%	Queensland Ores Holdings Pty Ltd
EPM26576	Bonanza	Laura, QLD	Granted	100%	Muscovite Gold Exploration Pty Ltd
EPM26646	New Goldfield	Laura, QLD	Granted	100%	Muscovite Gold Exploration Pty Ltd
EPM26709	Devils Mountain	Gympie, QLD	Granted	100%	Devils Mountain Gold Pty Ltd
EPM26743	Eidsvold	Eidsvold, QLD	Granted	100%	Queensland Ores Holdings Pty Ltd
EPM28433	Coonambula Extended	Eidsvold, QLD	Granted	100%	Laura Exploration Pty Ltd
EPM28438	Devils Mountain Extended	Gympie, QLD	Granted	100%	Laura Exploration Pty Ltd

The Company notes that during Q1 FY24, the Company completed its Initial Public Offering and listing on the ASX, pursuant to which it acquired Queensland Ores Holding Pty Ltd, Laura Exploration Pty Ltd, Muscovite Gold Exploration Pty Ltd, and Devils Mountain Gold Pty Ltd. The Company now holds 100% of the issued capital of those entities.

Following the end of Q1 FY24, Muscovite Gold Exploration Pty Ltd applied for EPMa28913 (New Goldfield Extended) located in Laura, QLD and forming part of the Cape project.

Related Party Disclosure

During Q1 FY24, the Company made payments to related parties and their associates totalling \$134k including:

- (a) Repayment of Westpearl 'Transaction Funding Agreement': As part of the Company's Initial Public Offering, GDM sourced seed funding from Westpearl Pty Ltd, an entity related to director, Paul Ryan. Upon listing, the Transaction Funding Agreement was terminated and a cash repayment of \$100,000 was made to Westpearl. This expenditure is disclosed at Item 3.6 of the Appendix 5B.
- (b) Purchase of goods from Butler Freight Services Pty Ltd: In August 2023, the Company acquired a shipping container from Butler Freight, an entity controlled by director Adam Arkinstall. The acquisition of the container totalled \$8k and was conducted on terms equivalent, if not better than, arms' length. The expenditure is disclosed at Item 6.2 of the Appendix 5B.
- (c) Rent and outgoings to Ryan Global Pty Ltd: The Company leases part of its registered office from Ryan Global Pty Ltd, an entity related to Paul Ryan. Pursuant to this arrangement the Company pays the amount of \$1,200 per month (including outgoings) for office space, and access to office amenities and services. The arrangement is on terms equivalent, if not better than, arms' length. Payments during the quarter totalled \$6.6k during Q1 FY24 (totaling five months of rent up to 30 September 2023) and the expenditure is disclosed at Item 6.1 of the Appendix 5B.
- (d) Reimbursement of expenses paid for by Paul Ryan: Ordinary expense reimbursements and repayments of expenses paid for by Paul Ryan on behalf of the Company totalling \$19.4k for amounts accrued from 1 June 2023.

Directors were not paid director fees during Q1 FY2024 with those amounts being accrued for future payment.

Listing Rule Disclosures

Yellow Jack MRE

The Company confirms that in respect of the Yellow Jack MRE 4 October 2023, that it is not aware of any new information or data which materially affects the information included in the relevant market announcement, and in relation to estimates of mineral resources or ore reserves and exploration targets, all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

Historical Exploration Results

Historical drilling results and other reporting of historical results referred to in this announcement (which do not relate to exploration conducted by Great Divide Mining Ltd have been previously released to market in the Company's Prospectus dated 26 May 2023, a copy of which is available on the Company's website. The Company confirms it is not aware of any new information or data that materially affects the information included in the Prospectus. The Company also confirms that the form and context in which the Competent Persons findings are presented have not been materially modified from the Prospectus.

GDM Exploration Results

The information in this announcement that relates to Exploration Results based on information compiled by Mr Justin Haines who is CEO of Great Divide Mining Ltd and a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and a Member of the Australian Institute of Geoscientists (AIG). Mr Haines has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration, and to the activity that is 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.' Mr Haines is an employee of GDM, and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

This announcement may contain 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.

Great Divide Mining Ltd
Appendix 5B
Mining exploration entity
Quarterly Cash Report
July 2023 To September 2023

		Qtr 1 \$A'000	YTD \$A'000
1	Cash Flow from Operating Activities		
1.1	Receipts from Customers	-	-
1.2	Payments for		-
	(a) exploration & evaluation		-
	(b) development		-
	(c) production		-
	(d) staff costs	(33)	(33)
	(e) administration and corporate costs	(126)	(126)
1.3	Dividends received (see note 3)		-
1.4	Interest received	8	8
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)		-
1.9	Net Cash Flow from Operating Activities	(151)	(151)
2	Cash Flow from Investing Activities		
2.1	Payments to acquire or for:		-
	(a) entities		-
	(b) tenements		-
	(c) property, plant and equipment	(102)	(102)
	(d) exploration & evaluation	(413)	(413)
	(e) investments		-
	(f) other non-current assets	(20)	(20)
2.2	(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)		-
2.6	Net Cash Flow from Investing Activities	(535)	(535)
3	Cash Flow from Financing Activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	5000	5000
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	(584)	(584)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(100)	(100)
3.7	Transaction costs related to loans and borrowings		-
3.8	Dividends paid		-
3.9	Other (provide details if material)		-
3.10	Net Cash Flow from Financing Activities	4316	4316
4	Net Increase/Decrease in Cash and Cash Equivalents for the period	3629	3629
4.1	Cash at the Beginning of the period	9	9
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(151)	(151)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(535)	(535)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4316	4316
4.5	Effect of movement in exchange rates on cash held	Nil	-
4.6	Cash and Cash Equivalents at the End of the period	3638	3638

Great Divide Mining Ltd
Appendix 5B
Mining exploration entity
Quarterly Cash Report
July 2023 To September 2023

		Qtr 1 \$A'000	YTD \$A'000
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		
5.1	Bank balances	3638	3638
5.2	Call deposits	Nil	-
5.3	Bank overdrafts	Nil	-
5.4	Other (provide details)	Nil	-
5.5	Cash and Cash Equivalents at the End of the period	3638	3638
6	Payments to related parties of the entity and their associates		
6.1	Aggregate amount of payments to related parties and their associates included in item 1	26	26
6.2	Aggregate amount of payments to related parties and their associates included in item 2	8	8
7	Financing facilities 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.	Total facility amount at QE \$A'000	Total drawn QE \$A'000
7.1	Loan facilities	Nil	Nil
7.2	Credit standby arrangements	Nil	Nil
7.3	Other (please specify)	Nil	Nil
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at QE		Nil
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.		
	N/A		
8	Estimated cash available for future operating activities		\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)		(151)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))		(413)
8.3	Total relevant outgoings (item 8.1 + item 8.2)		(565)
8.4	Cash and cash equivalents at quarter end (item 4.6)		3638
8.5	Unused finance facilities available at quarter end (item 7.5)		Nil
8.6	Total available funding (item 8.4 + item 8.5)		3638
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)		6.4
	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.		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:		
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?		
Answer			
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			
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			

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FOR THE PERIOD ENDING
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