

## Quarterly Activities Report For Period Ended 31 March 2023

### Highlights

#### Lyons River in the Gascoyne Region of Western Australia

##### Gold - Goodbody

- Multiple discrete gold-bearing quartz vein zones discovered over 1.5km long trend at Goodbody with gold grades of up to 5.52g/t Au returned,
- New gold bearing quartz vein zones discovered:
  - correlate with previously defined Au-in-soils anomalies defined over strike length of 3km; and are open in all directions.

##### Base Metals – Browns

- Phase 2 Browns AC (aircore) drilling returned numerous mineralized intersections including:
  - 63m @ 1.76g/t Ag from 16m (LRAC032)
  - 16m @ 1.43g/t Ag from 68m (LRAC033)
  - 21m @ 0.33% Pb, 0.17% Zn, 0.52g/t Ag from 1m (LRAC034)
- Selected 1m resampling assays of Phase 1 Browns AC drilling confirmed higher grade Pb intervals:
  - 10m @ 1.04% Pb, 0.49% Zn, 2.85g/t Ag from 37m (LRAC010)
  - *Including 1m @ 3.13% Pb, 0.24% Zn, 5g/t Ag from 38m*
- Thickest Pb, Zn, and Ag intercepts to date provide evidence for potential northeasterly structures controlling higher grade mineralisation.
- Geology intersected in Phase 2 drilling at Browns BHT/SEDEX prospect/target highlights continued prospectivity to south, to be tested. Numerous stratigraphic markers identified in recent drilling builds an understanding of the basin, assisting vectoring to BHT/SEDEX deposits within the larger Browns prospect 2km X 1km area.

#### Namban in the Wheatbelt Region of Western Australia

##### Ni-Cu-PGE-Au

- Diamond drilling program completed to test significant Ni-Cu-PGE\*+Au geochemical anomalies coincident with IP anomalies at the Manning prospect, Namban Project.
- Manning drill program partly funded by the Exploration Incentive Scheme grant awarded to Dalaroo for \$175,000 by the Government of Western Australia.
- Potential for magmatic intrusion hosted Ni-Cu-PGE-Au and or Cu-Au deposits at the Manning prospect, located in the newly emerging West Yilgarn Province.

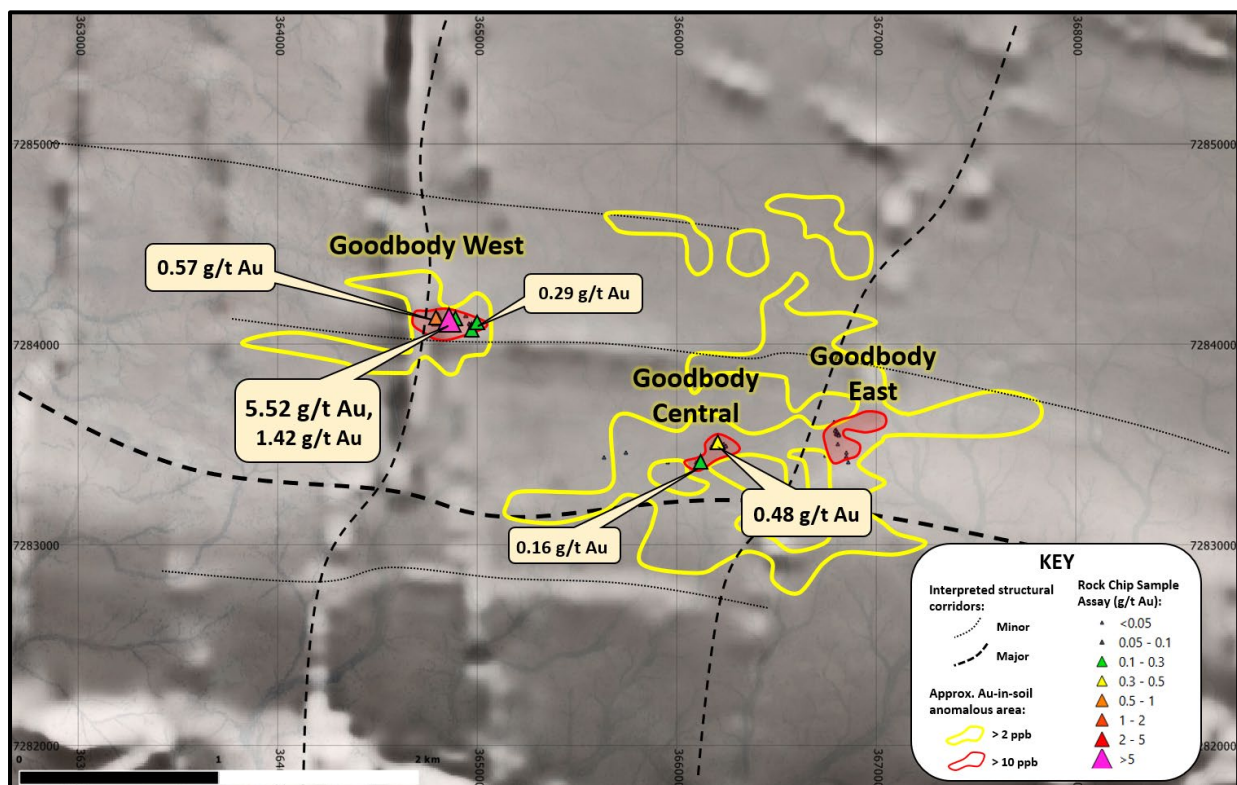
Dalaroo Metals Ltd (ASX: DAL, “Dalaroo” or “Company”) is pleased to provide an update on its activities during the March Quarter 2023.

## Lyons River Project

Dalaroo’s Lyons River Project comprises a strategic (100% owned) land position of 703km<sup>2</sup> within the Proterozoic Mutherbukin Zone of the Gascoyne Province, Western Australia. Lyons River is prospective for vein and shear related gold deposits. Dalaroo believes the Gascoyne Province is also an emerging Broken Hill Type (“BHT”)/Sedimentary Exhalative (“SEDEX”) deposit setting. The Browns prospect is one of six Pb-Zn drill tested and or soil geochemical prospects identified at Lyons River within a Proterozoic Age base metal prospective basin setting covering an area of 30km by 10km (Figure 2).

### Goodbody – Gold

New gold mineralisation in outcropping quartz veins have been discovered at the Goodbody West and Goodbody Central target areas proximal to previously reported Au-anomalous soil samples of 54 ppb Au and 93 ppb Au, respectively. The extent of auriferous veins in the Goodbody West area are confirmed over a strike length of 200m, remaining open in all directions. Similarly at Goodbody Central, the extent of Au anomalous rock chip sampled veins span 140m strike and remain open. The combined footprint of mineralized rock chips from these two target areas is approximately 1.5km within the broader Goodbody prospect defined over a strike length of 3km (Figure 1).

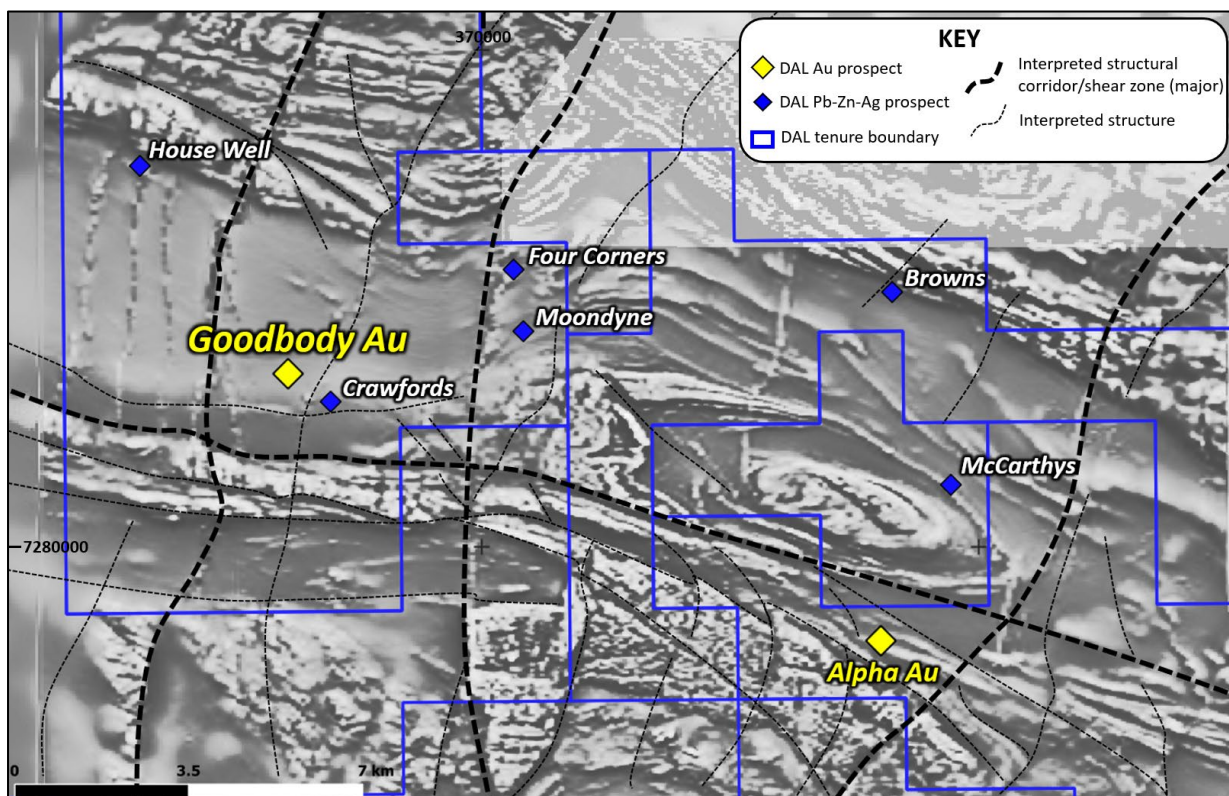


**Figure 1:** Location of recent rock chip samples (triangles) within the Goodbody gold prospect area. The Goodbody West to Goodbody Central mineralized quartz vein zones are hosted within a 1.5km stretch within the broader 3km long Goodbody Au soil anomaly. Overlaid on greyscale Total Magnetic Intensity (TMI)1VD basemap and satellite imagery.

The sampled quartz veins are typically 5-30cm thick and are comprised of mainly quartz with minor biotite and, locally, ferruginous oxide phases. They form sub-parallel to the pervasive structural fabric within foliation planes and commonly contain internal breccia zones consisting of Fe-oxide and silica-rich matrices surrounding fragmented quartz vein clasts. The samples were composed of entirely vein material, the adjacent wall rocks, or a combination of both.

At the Goodbody West target, gold concentrations of up to 1.42g/t and 5.52g/t (Figure 2) have been returned from a particular set of quartz veins hosted within a metasedimentary rock package of pelitic schists and siliceous cherts, iron stones and BIF-style units. Historic rock chip sampling of quartz veins in this area returned up to 6.25g/t Au. In the Goodbody Central target area, pelitic schists are the dominant host rocks but zones of iron-oxide rich siliceous vein breccias and quartz-biotite altered wall rocks are also prevalent results of 0.48g/t Au. At this locality, muscovite and tourmaline bearing quartz veins have also been found to be mineralized with results of 0.16g/t Au.

It is noted that high-strength soil anomalies and multiple rock chip assays of up to 5.52g/t Au associated with the Goodbody West, Central and East targets spatially coincide with the location of intersections between interpreted WNW-striking structures and NNE-trending structures (Figure 2). Conceptually, structural intersection zones represent potentially intensified deformation areas that may be associated with favourable sites of hydrothermal fluid movement and gold mineralisation. **As such, the Goodbody Au targets are considered high priority for follow-up exploration work.**



**Figure 2:** Location of Goodbody prospect in relation to additional gold and base metal prospects and interpreted regional structures within Dalaroo Metals' Lyons River Project area. Overlaid on greyscale Total Magnetic Intensity (TMI) 1VD base map.

### **Browns - Pb-Zn-Ag**

In December 2022, 16 AC holes totaling 1,153 m were drilled at the Browns prospect with the objective of testing:

- (1) Zn soil and rock chip geochemical anomalism in southern Browns beyond the limits of previously drill-tested zone - in particular the northern edge of an interpreted “trough” or fold structure deemed highly prospective for BHT/SEDEX deposits;
- (2) extensions to mineralisation intersected in the previous AC drilling at Browns; and
- (3) conceptual geological targets with the purpose of advancing the understanding of the host basin sequence and paleo-architecture to guide follow-up targeting.

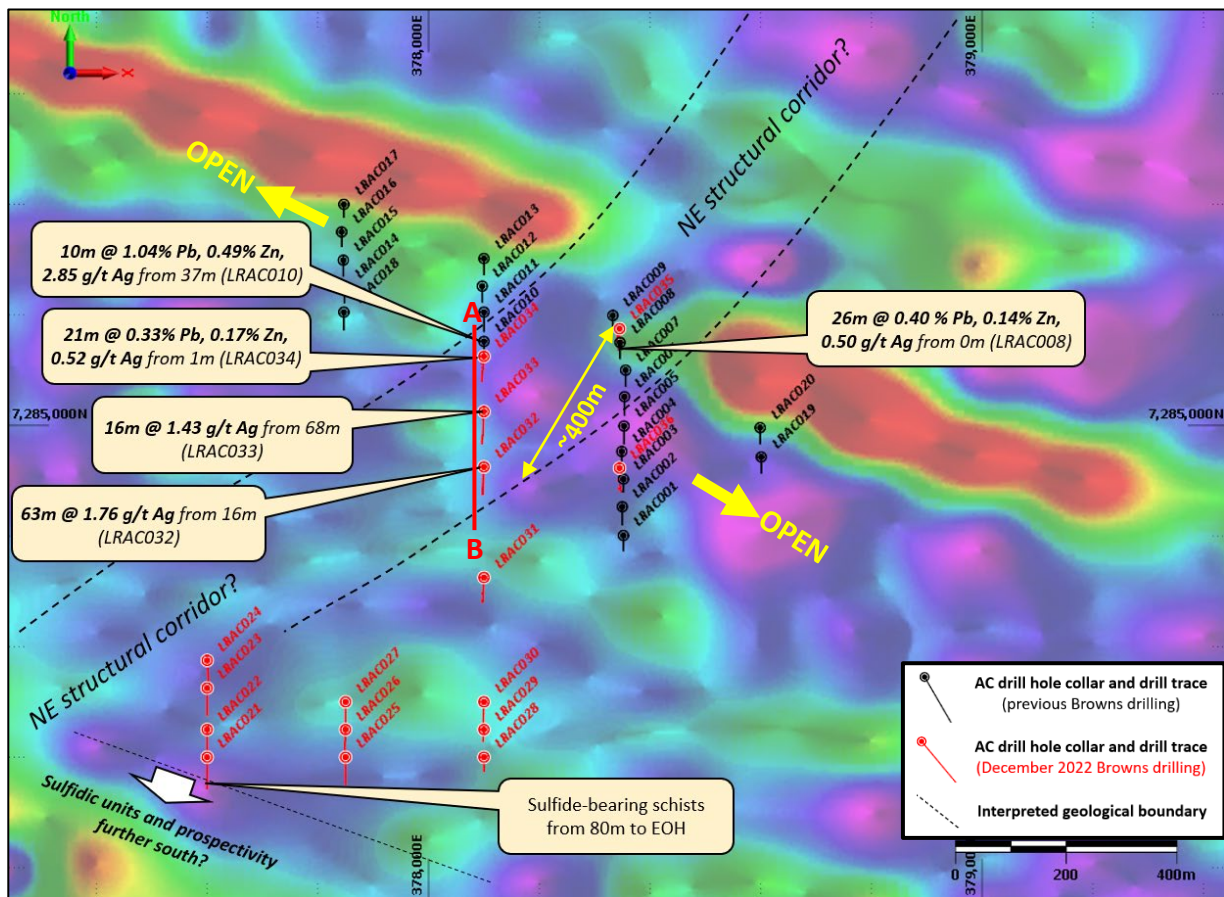
The Pb-Zn-Ag mineralized zone at “central Browns” during phase 1 drilling in July 2023, mineralisation remained open to the south and up-dip from LRAC010 (e.g. 10m @ 1.04% Pb, 0.49% Zn, 2.85g/t Ag from 37m). In this drilling campaign, known mineralisation in LRAC010 was extended up-dip to the surface oxide zone with the intersection of 21m @ 0.33% Pb, 0.17% Zn, 0.52g/t Ag from 1m (LRAC034).

Importantly, approximately 150m south of the mineralized units in LRAC010 and LRAC034, thick zones of variably pyritic biotite-quartz gneiss, likely representing metamorphosed shales, were intercepted and found to be enriched in silver, returning 63m @ 1.76g/t Ag from 16m (LRAC032) and 16m @ 1.43g/t Ag from 68m (LRAC033). **This extends the footprint of Pb-Zn-Ag mineralized system at Browns to approximately 400m in thickness in its central portion** (Figure 3). The location of higher-grade mineralized intercepts supports management’s previous interpretation that BHT/SEDEX mineralizing processes may be related to an oblique NE-trending structure that transects the NW-trending basin stratigraphy.

The drilling of bedrock beneath surface geochemical anomalism in southern Browns intersected mostly biotite-quartz-feldspar gneiss and quartzite with sulfide-bearing schists towards end-of-hole LRAC021. The anomalous zinc in geochemical samples is attributed to a secondary enrichment process with the source of metals weakly zinciferous biotite-rich schists intercepted in this zone, which are found to have elevated background zinc contents (up to 804 ppm in LRAC027).

Significantly, the geological transition to more pyritic and phyllosilicate-rich units identified at the southern limits of the tested area (from 80m depth in LRAC021) is interpreted to represent a transition in the pre-metamorphic protolith stratigraphy to lower energy sedimentary units, considered more prospective for BHT/SEDEX type deposits. Therefore, future investigations will continue to test southwards into this domain, which also coincides with the “trough” structure epicenter interpreted from detailed gravity plus airborne magnetics geophysical data.

Resampling and assay of composited drill samples, collected in the first phase of AC drilling at Browns (see ASX announcement, 12 September 2022), has been completed to obtain grade intercept data at the 1m interval resolution. The mineralized intersections defined in the first sampling and assay campaign have been repeated and, significantly, high grades of Pb have been returned at the 1m interval scale. Results include 1m @ 3.13% Pb from 38m, 0.24% Zn, 5g/t Ag from 38m (LRAC010). This intercept suggests that localized high grades of base metals and silver (e.g. percent levels of Pb) mineralisation identified in surface rock chips (39.6% Pb, 0.71% Zn, 82g/t Ag; (see ASX announcement, 15 November 2022) exist in the subsurface hypogene mineral system at Browns.



**Figure 3:** Map view of aircore drilling completed at Browns on ground gravity data basemap. Note location of newly reported mineralized intersections and structural interpretation.

See Figure 2 for annotated cross-section A-B.

## Next Steps at Lyons River

### Goodbody – gold target

Rock chip sampling campaign carried, has represented just a first pass geological reconnaissance guided by the Au-in-soil anomalism at Goodbody (Refer ASX Announcement, 28 November 2022). Significantly, these results have confirmed the successful application of Dalaroo’s soil sampling in highlighting the locations of in situ gold mineralisation at the Lyons River Project.

Therefore, during June Quarter 2023, the Company intends to extend targeted rock chip sampling to the full 3km length of the Goodbody Au soil anomaly zone, in addition to completing step-out sampling of the newly identified mineralized vein systems at the Goodbody West and Central targets. AC drilling is proposed to test the drill defined targets at Goodbody once approvals are in place.

**Browns – Pb-Zn-Ag**

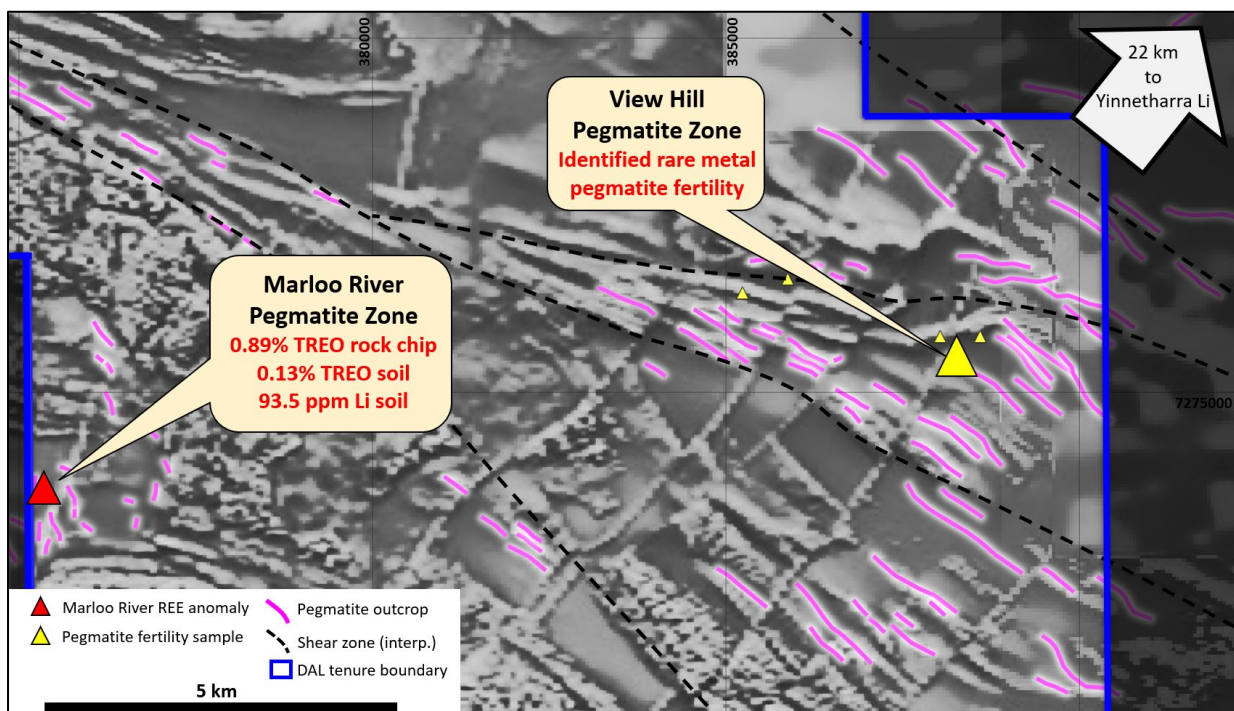
Dalaroo proposes to carry out Induced Polarisation (IP) geophysical surveys supported with additional close-spaced surface geochemical sampling in the next phase of exploration. The goal of these surveys will be the delineation of a mineralized body at depth that possesses not just the surface geochemical signature, but also the geophysical properties, characteristic of a significant BHT/SEDEX deposit in the Browns prospect area (Figure 3).

Deeper diamond drilling is also proposed to better understand the geological transition to more pyritic and phyllosilicate-rich units identified at the southern limits of the drill tested area interpreted to represent a transition in the pre-metamorphic protolith stratigraphy to lower energy sedimentary units, considered more prospective for BHT/SEDEX type deposits.

**REE and Li**

At Marloo River, detailed mapping, soil/rock chip sampling of pegmatites will be completed across the prospect area. Whole rock geochemistry of the various pegmatite bodies and any significant internal zonation may then be assessed for a potentially large-scale rare metal mineralisation system at Marloo River. (Figure 4).

In the View Hill pegmatite zone, regional scale north-south oriented 100m-spaced soil sampling transects will be completed to assess geochemical zonation and, therefore, trends in fertility and rare metal/Li prospectivity across the large 9km x 6km area. It is expected that definition of such geochemical trends will aid in vectoring towards high-grade rare metal mineralisation at the deposit scale.



**Figure 4:** Lyons River Project – Marloo River and location of anomalous TREO geochemical results, and View Hill with location of samples indicating fertile pegmatite and granite areas.

## Namban Project

Namban Project is an under explored ground package located 150km north-northeast of Perth located within Southwest Terrain of the Archaean Yilgarn Craton (“Craton”). The Project covers a strike distance of 60km adjacent the crustal-scale Darling Fault which defines the western margin of the Craton (Figure 5).

### ***Manning Ni-Cu-PGE Prospectivity and Potential***

Greenfields exploration activity has increased significantly within the Southwest Terrain since the Goneville/Julimar magmatic Ni-Cu-PGE discovery in April 2020 leading to a rerating of the mineral prospectivity of the area. Recent exploration programs in this area have returned additional quality greenfield drill intersections, not only for magmatic nickel sulphide as at Caspin Resources Yarawindah Brook Project (Serradella prospect), but also copper (Cu) and gold (Au) at Minerals 260’s Moora Project.

The wide variety of mineralisation intersections further underpins the prospectivity of the Southwest Terrain, however the current geological understanding of the area remains in its infancy. It is important to note that the common pathway leading to these new greenfields drill intersections is the testing of surface multi-element surface geochemistry anomalism aligning with coincident geophysical anomalies.

There has been no previous drilling completed at the Manning prospect and its surrounds to date. To the north and south of the Manning prospect, historical exploration was centered on the search for talc deposits in what is termed the “Moora Talc Belt”. No modern systematic exploration has been undertaken over Namban area for Ni-Cu-PGE+Au until the recent work completed by Dalaroo.

Dalaroo commenced a diamond drilling program at its Manning prospect, Namban Project during the March Quarter 2023. The drilling program is seeking to test significant Ni-Cu-PGE\*+Au geochemical anomalies that are coincident with IP anomalies with high chargeability values of up to 40 mV/V.

The diamond drill program will be partly funded by Dalaroo’s successful application in Round 26 of the Exploration Incentive Scheme sponsored by the Government of Western Australia. The grant is for an amount of up to \$175,000 from the Department of Mines, Industry Regulation and Safety (“DMIRS”), structured as a contribution towards 50% of direct drilling cost.

The diamond drill program underway was completed March 2023 (Figure 6). Drill core samples, once logged and processed will be dispatched for multi-element analyses with assay results expected during the June Quarter 2023.

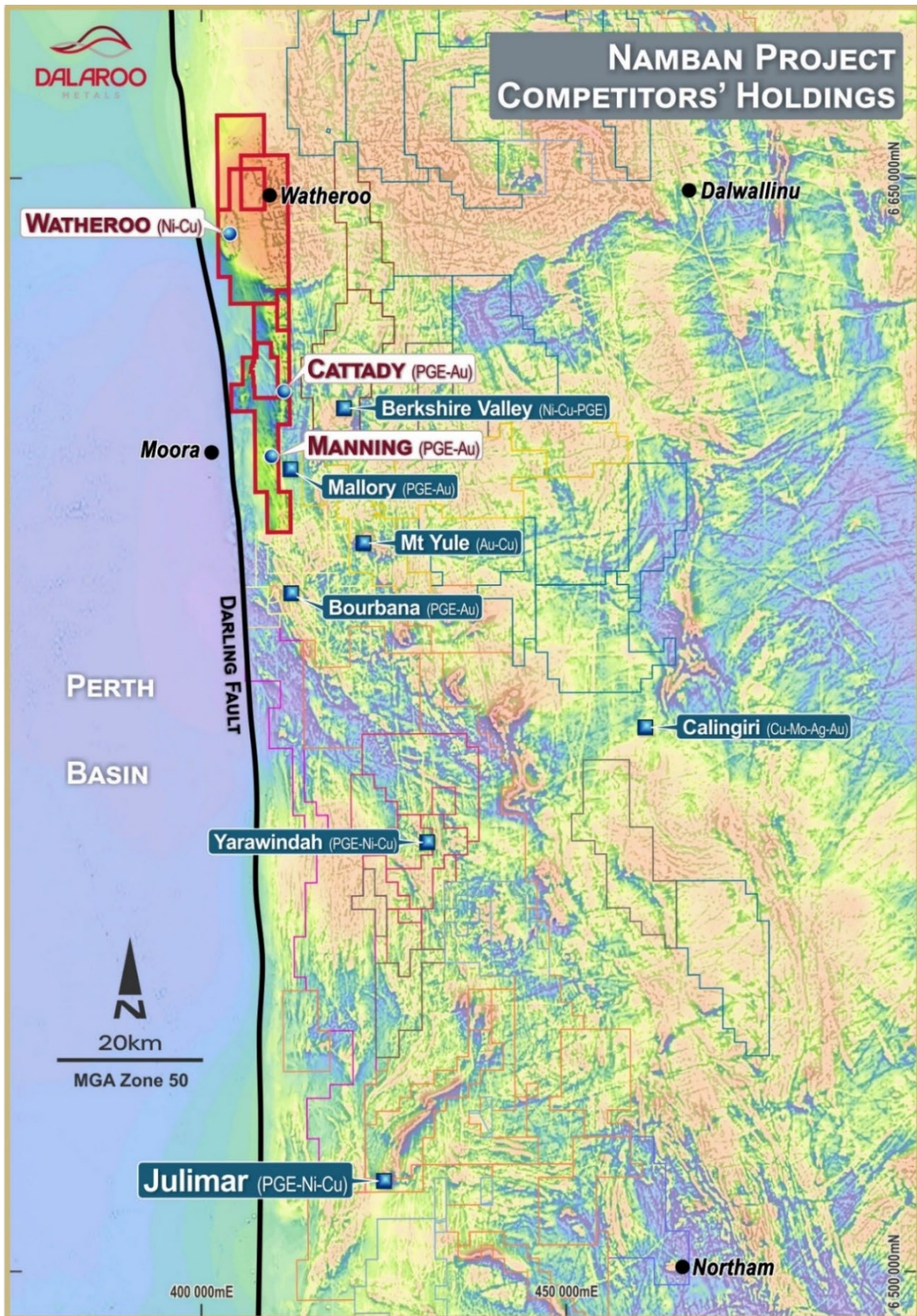


Figure 5: Namban Project Location and competitor map



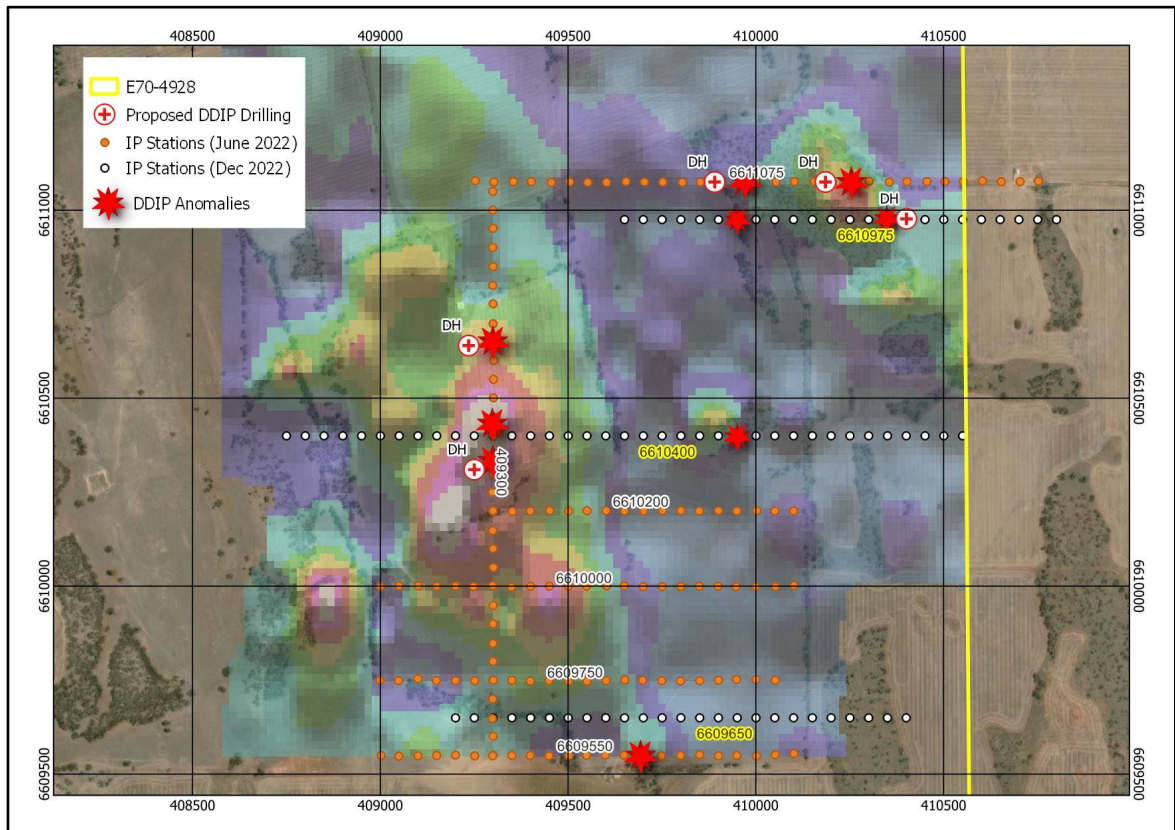


**Figure 6:** Diamond drill rig at Manning prospect

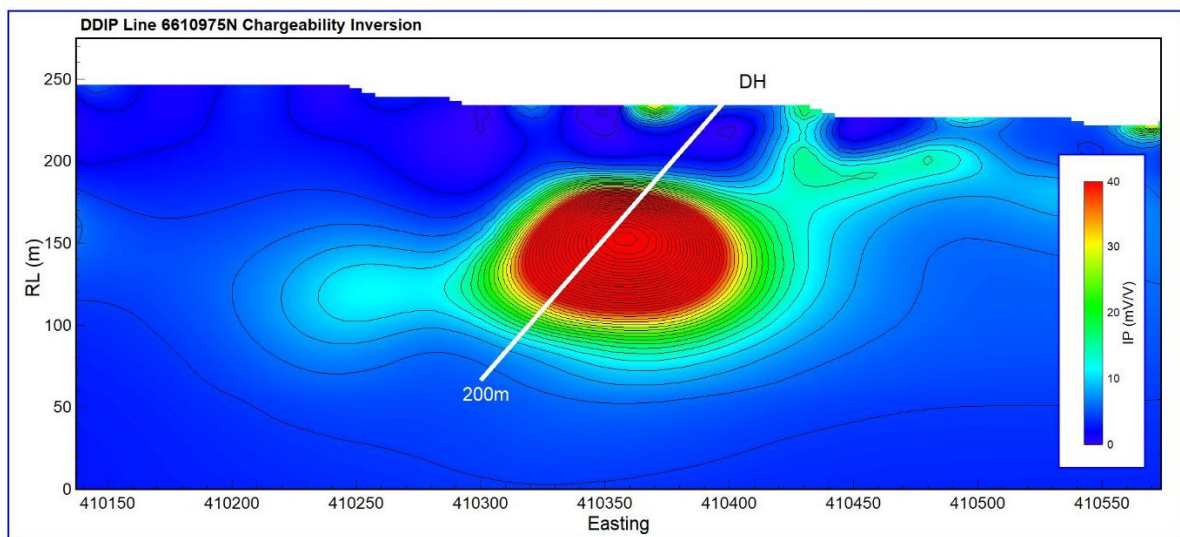
### **IP Survey & Results**

A follow up Dipole Dipole Induced Polarisation (“DDIP”) survey was undertaken at Manning during December 2022 with assessment of the results completed in the March Quarter 2023. The DDIP survey lines were designed to cover Ni-Cu-PGE-Au auger geochemical anomalies to determine if a sulphide basement source is present that may reflect primary mineralisation.

The DDIP survey consisted of three lines of which were oriented east-west for a total of 3.55km (Figure 7). The field acquisition of the IP data was monitored and then interpreted by Core Geophysics before inversions were conducted converting the pseudo section results to chargeability and resistivity depth. Line 6610975N at the northern end of the DDIP survey returned high chargeability values of up to 40 mV/V (Figures 6 and 7) which correlates well with the eastern anomalous Ni-Cu-PGE Geochem anomaly results (see ASX announcement, 11 April 2022).



**Figure 7:** Manning IP surveys with DDIP traverses over Ni geochem anomalies



**Figure 8:** Manning, Line 6610975N – IP inversion results highlighting bedrock chargeability anomaly with proposed drill hole DH.

## Corporate

As at the date of this report, the Company has the following securities on issue:

Security Type	Number
Fully Paid Ordinary Shares	54,000,000
Unlisted Options - exercisable at \$0.25 each, expiring 28 September 2025	8,000,000
Unlisted Options – exercisable at \$0.25 each, expiring 28 September 2024	5,000,000

Performance Rights:

- 1,300,000 Class 1 Performance Rights if the volume weighted average price per Share, calculated over a period of 20 consecutive trading days is equal to or greater than \$0.174;
- 1,300,000 Class 2 Performance Rights if the volume weighted average price per Share, calculated over a period of 20 consecutive trading days is equal to or greater than \$0.196;
- 1,300,000 Class 3 Performance Rights if the directors remain with the Company until at least 30 June 2025, subject to the discretion of the Board under the rules of the Plan.

At the date of this report none of the conditions had been satisfied for any of the performance rights to vest.

No further shares, options or performance rights were issued during the March Quarter 2023.

### Listing Rule 5.3.4 Use of Funds

Dalaroo was admitted to trading on ASX on 28 September 2021. The March Quarter 2023 is included in a period covered by a Use of Funds statement in a prospectus dated 26 August 2021 and lodged with ASX under Listing Rule 1.1 condition 3. A comparison of the Company's expenditure since listing against the estimated Use of Funds statement is set out below as required under Listing Rule 5.3.4.

Expenditure Item	Estimate for the two years after ASX Admission (\$'000)	Actual Use of Funds to 31 March 2023 (\$'000)	Variance Under/(Over) (\$'000)
Exploration – Namban Project	1,425	1,028	397
Exploration – Lyons River Project	1,775	2,123	(348)
Working Capital and Administration	1,673	1,351	322
Estimated expenses of the Offer	541	561	(20)
<b>TOTAL</b>	<b>5,414</b>	<b>5,063</b>	<b>351</b>

## Financial Commentary

The Appendix 5B for the quarter ended 31 March 2023 provides an overview of the Company's financial activities. Exploration expenditure for the quarter was \$356K. Corporate, staff costs and other expenditure for the quarter was \$217K. The total amount paid to Directors of the Company, their associates and other related parties was \$129K which includes salary and fees and rent paid to Borden Holdings Pty Ltd (an entity associated with Mr David Quinlivan) for leasing the corporate offices.

The Company's cash balance at the end of the quarter was \$800K.

**ENDS**

**For more Information:**

Please visit our website for more information: [www.dalaroometals.com.au](http://www.dalaroometals.com.au)

Harjinder Kehal, Managing Director on +61 400 044 890  
Authorised for release to the ASX by the Board of Dalaroo Metals Ltd.

**COMPETENT PERSON**

The information in this report that relates to Exploration results is based on information compiled by Dalaroo Metals Ltd and reviewed by Mr Harjinder Kehal who is the Managing Director of the Company and is a Registered Practising Geologist and Member of the AusIMM and AIG. Mr Kehal has sufficient experience that is relevant to the style of mineralisation, the type of deposit under consideration and to the activities 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 Kehal consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

**FORWARD-LOOKING INFORMATION**

This report may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning the planned exploration program and other statements that are not historical facts. When used in this report, the words "could", "plan", "estimate", "expect", "intend", "should" and similar expressions are forward-looking statements. Although Dalaroo believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

**CAUTIONARY NOTE**

The statements and information contained in this report are not investment or financial product advice and are not intended to be used by persons in deciding to make an investment decision. In releasing this report, Dalaroo has not considered the objectives, financial position or requirements of any particular recipient. Accordingly, potential investors should obtain financial advice from a qualified financial advisor prior to making an investment decision.

### ASX Releases during the March Quarter 2023

	Description
1 February 2023	Discovery of Multiple Gold Bearing Quartz Veins at Goodbody
14 February 2023	Pb-Zn-Ag Mineralisation System continues to grow at Browns
17 February 2023	Ni-Cu-PGE Targeted Diamond drilling underway at Manning
1 March 2023	Investor Presentation
8 March 2023	Half Yearly Accounts and Report

### TENEMENT SCHEDULE AS AT 31 MARCH 2023

Project Name	Location	Tenement Licence	Interest held at 31 March 2023
Lyons River	WA	E09/1824	100%
Lyons River	WA	E09/1825	100%
Lyons River	WA	E09/2098	100%
Lyons River	WA	E09/2102	100%
Lyons River	WA	E09/2304	100%
Lyons River	WA	E09/2305	100%
Lyons River	WA	E09/2312	100%
Lyons River	WA	E09/2713 (application)	100%
Namban	WA	E70/4694	100%
Namban	WA	E70/4928	100%
Namban	WA	E70/5702	100%
Namban	WA	E70/5494	100%
Namban	WA	E70/5502	100%
Namban	WA	E70/5604	100%

Note: All the Tenement Licences are granted, apart from E09/2713

### About the Lyons River Project

Lyons River is located approximately 1,100km north of Perth and approximately 220km to the north-east of the coastal town of Carnarvon, Western Australia. The Lyons River Project lies within the Mutherbukin Zone of the Gascoyne Province, which is the deformed and high-grade metamorphic core zone of the early Proterozoic Capricorn Orogen (Figure 9).

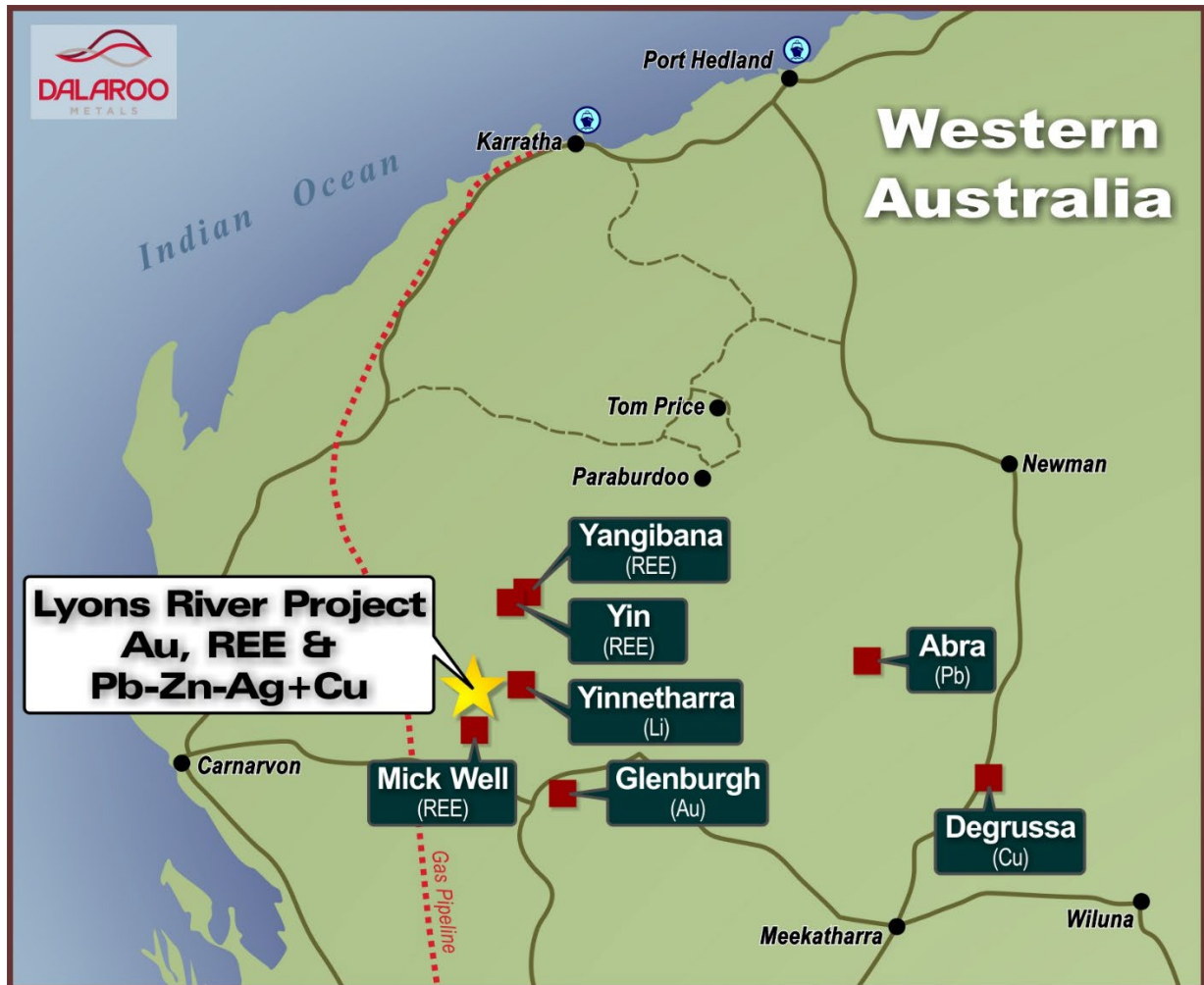


Figure 9: Lyons River Project location diagram

### About the Namban Project

Namban Project comprises an under explored ground package totalling 437km<sup>2</sup> located in the mid-north part of the wheatbelt region, deemed by Dalaroo to be prospective for magmatic intrusion related Ni-Cu-PGE deposits. The Company has a 100% controlling interest in the Namban Project, comprising six tenements extending from the townships of Moora in the south to Three Springs in the north (Figure 10).

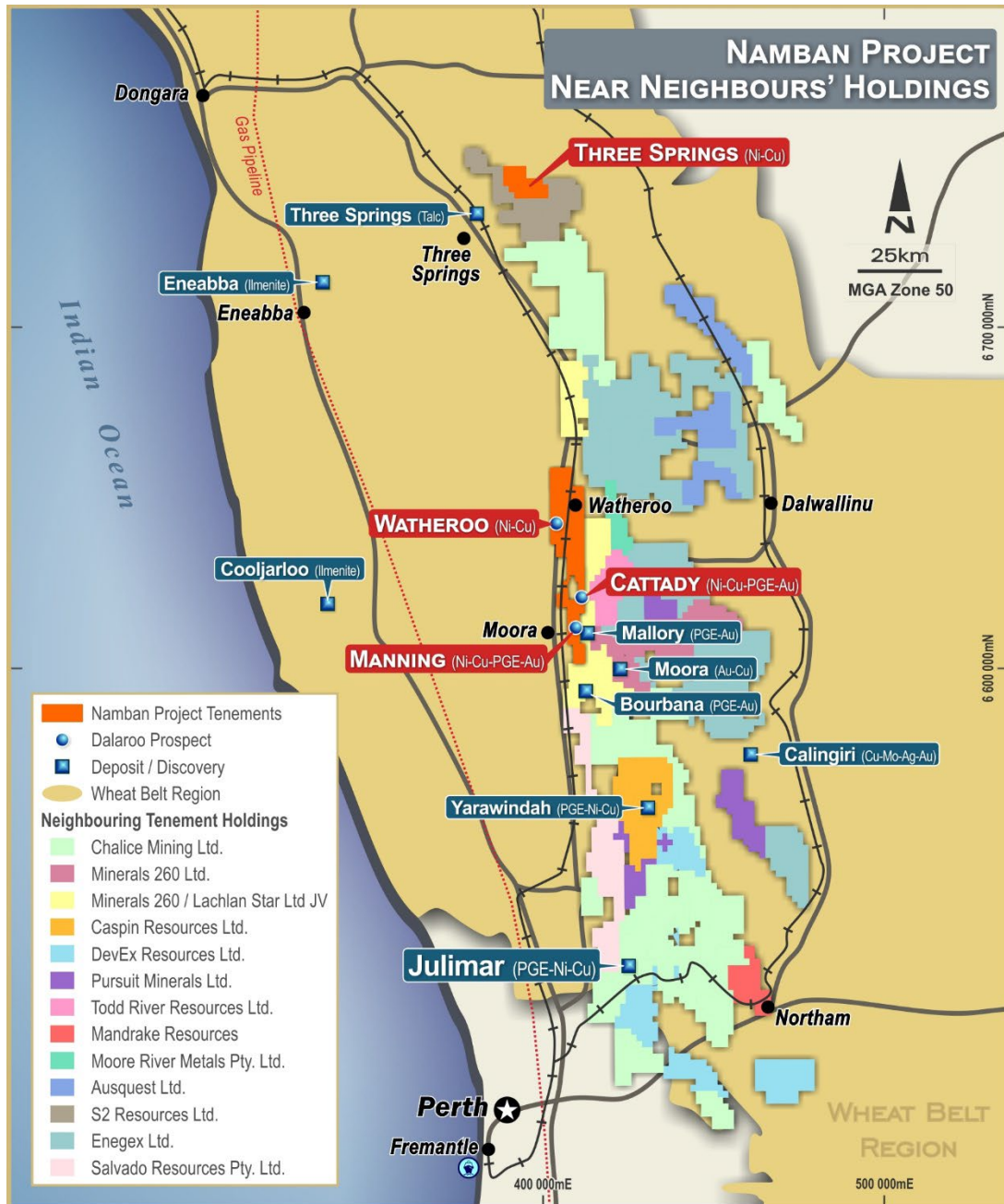


Figure 10: Namban Project tenements location map.

## Appendix 5B

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

Name of entity

<b>DALAROO METALS LTD</b>
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ABN

23 648 476 699
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Quarter ended ("current quarter")

31 March 2023
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<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	2	4
1.2 Payments for		
(a) exploration & evaluation	(356)	(1,165)
(b) development	-	-
(c) production	-	-
(d) staff costs	(134)	(381)
(e) administration and corporate costs	(83)	(295)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	7	9
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>(562)</b>	<b>(1,826)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(50)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
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</b>	<b>Net cash from / (used in) investing activities</b>	-	<b>(50)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
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</b>	<b>Net cash from / (used in) financing activities</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	1,362	2,676
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(562)	(1,826)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(50)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
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>800</b>	<b>800</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances		
5.2	Call deposits	800	1,362
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>800</b>	<b>1,362</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	129
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.*

<b>7.</b>	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	<b>Total financing facilities</b>	<b>-</b>	<b>-</b>
7.5	<b>Unused financing facilities available at quarter end</b>		<b>-</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)	(562)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(562)
8.4 Cash and cash equivalents at quarter end (item 4.6)	800
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	<b>800</b>
8.7 <b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>1.4</b>
<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?	
Answer: 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?	
Answer: Yes, the Company intends to conduct a capital raising via existing shareholders, brokers and sophisticated and professional investors to ensure it has sufficient capital to fund its future operations. The directors of the Company have indicated that they will contribute funds to support the capital raising. The Company believes there is a high likelihood of raising the capital required.	
8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Yes, by raising sufficient cash to support its current exploration programmes.	
<i>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.</i>	

## 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 of Dalaroo Metals Ltd  
(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.