



## ASX Announcement

30<sup>th</sup> April 2024

### Quarterly Activities Report to 31<sup>st</sup> March 2023

#### HIGHLIGHTS

- Matsa and BML Venture signed a Heads of Agreement to negotiate a mining contract for the Devon Pit Gold Mine
- The Department of Water and Environmental Regulation issued Matsa a License To Take Water from the Devon Pit Gold Mine which permits the following activities:
  - Dewatering for mining purposes; and
  - Dust suppression for mining purposes
- Regulatory approvals for the Devon Pit Gold Mine remain on track for mining to commence during Q4 2024
- New high grade gold assays for the Devon Pit Gold Mine were received including:

#### West Lode

6.0m @ 36.16g/t Au from 48m (DVWL007)  
10.0m @ 7.07g/t Au from 47m (DVWL010)  
10.0m @ 5.56g/t Au from 27m (DVWL012)  
5.0m @ 10.91g/t Au from 47m (DVWL010)  
4.0m @ 32.07g/t Au from 29m (DVWL016)  
9.0m @ 17.18g/t Au from 15m (DVWL021)  
2.0m @ 14.16g/t Au from 32m (DVWL032)  
3.0m @ 9.35g/t Au from 66m (DVWL041)

#### Main Lode

2.0m @ 5.23g/t Au from 12m (DVN007)  
4.0m @ 11.79g/t Au from 68m (DVS008)  
2.0m @ 6.72g/t Au from 69m (DVS010)

- Chok Dee EPLA (Thailand) has progressed to the Bangkok DPIM office for final signoff and is expected to be granted during the next quarter
- Matsa holds cash and receivables of **\$1.44M** at the end of the quarter

#### CORPORATE SUMMARY

##### Executive Chairman

Paul Poli

##### Directors

Pascal Blampain

Andrew Chapman

##### Shares on Issue

478.82 million

##### Unlisted Options

67.33 million @ \$0.07 - \$0.105

##### Top 20 shareholders

Hold 59.4%

##### Share Price on 30<sup>th</sup> April 2024

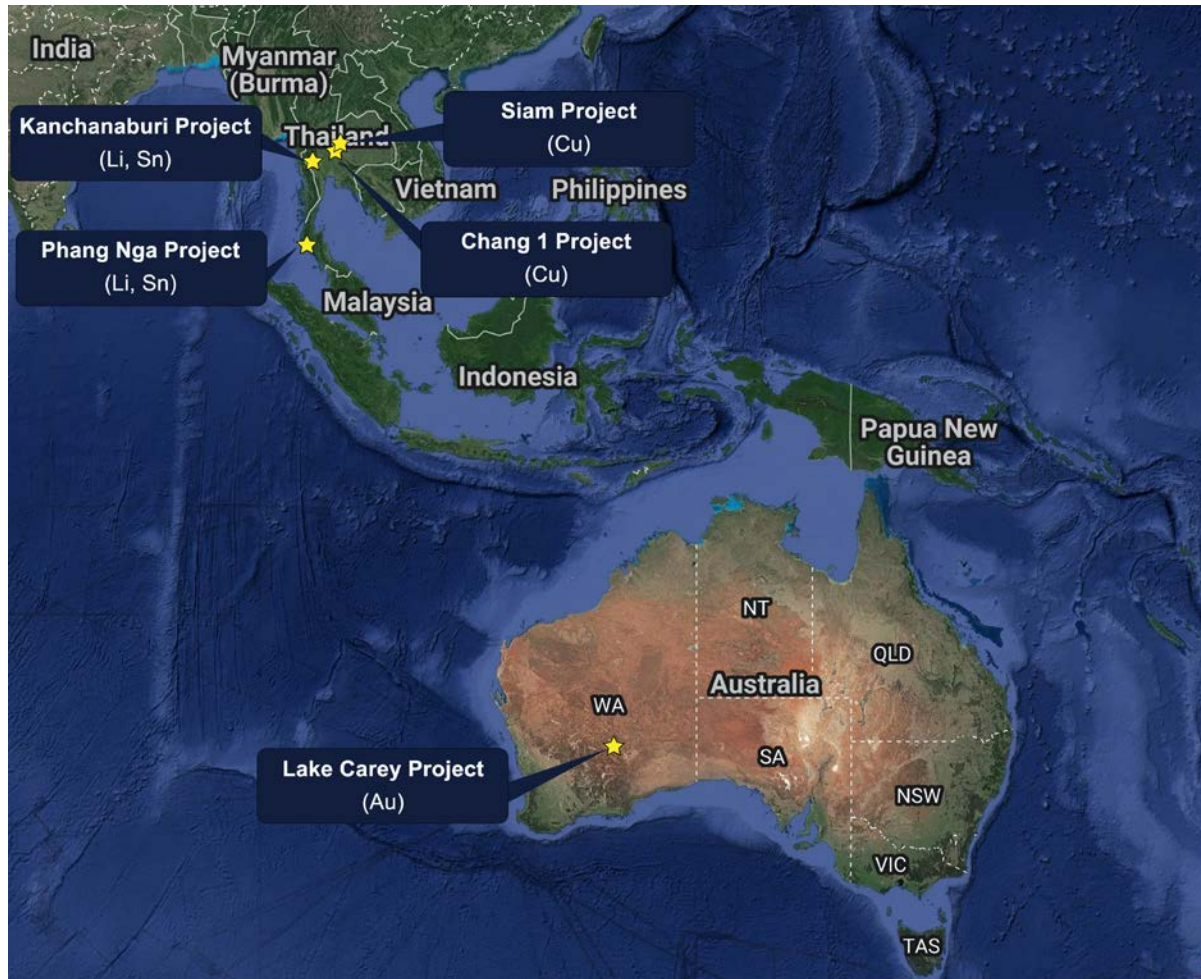
3.2 cents

##### Market Capitalisation

A\$15.32 million

## OVERVIEW

**Matsa Resources Limited** (“Matsa” or “the Company” ASX: MAT) is pleased to report on its exploration and corporate activities for the quarter ended 31 March 2024. Exploration activities were focused on the Company’s flagship Lake Carey Gold Project in Western Australia and Matsa’s lithium projects in western Thailand (Figure 1). Matsa’s lithium projects are located within Thailand’s highly prospective western granite belt where Matsa continues to add new lithium discoveries to the project.



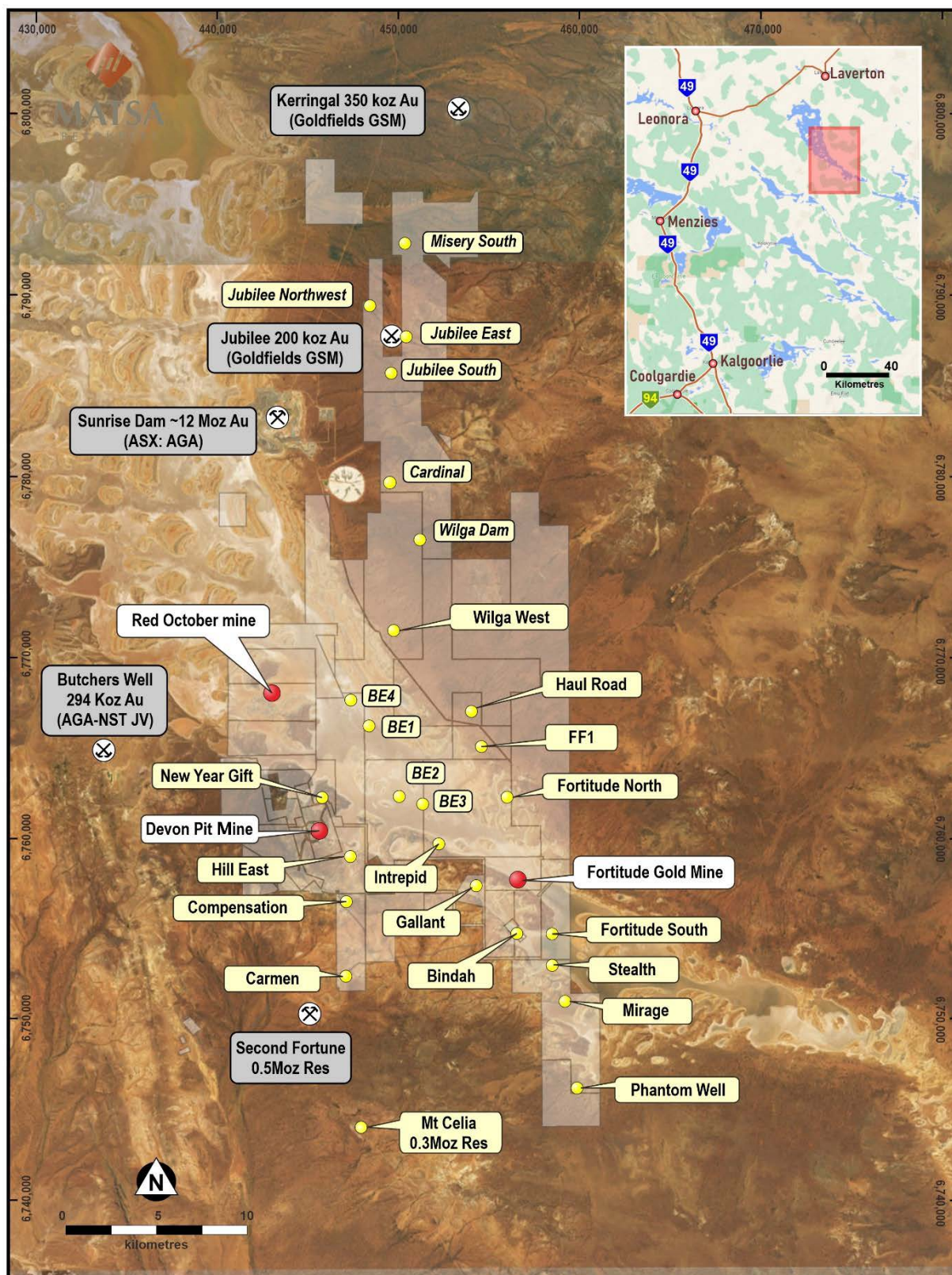
**Figure 1: Matsa’s Lake Carey gold project and lithium and base metals projects**

Exploration during the quarter comprised the following:

### Lake Carey

- Receipt of final assay results for 56 holes at the Devon Pit Gold Project (Figure 2) for infill and resource expansion
- Department of Water and Environment Regulation (DWER) Licencing was received for the Devon Pit Gold Mine that will allow Matsa to dewater the project for mining
- Planning and scheduling continue at the Devon Pit Gold Mine with the aim of putting the project into production during 2024
- Drill designs and planning in support of the company’s R&D seismic research projects continue with the aim of completing this drilling at Fortitude North, Red October and BE1 in mid-2024





**Figure 2: Lake Carey Gold Project showing Matsa tenements and key projects**



## Thailand

- Progressing applications with The Department of Primary Industries and Mining (“DPIM”) to grant further tenements at Kanchanaburi to allow the Company to conduct drilling operations (Figure 3)
- The Chok Dee EPLA has progressed through to the Bangkok DPIM office for final signoff and granting is expected during the June quarter
- Community consultation at Ratchaburi has resulted in consent to conduct drilling at the Spotted and nearby Purple Panther projects
- At Phang Nga field survey planning is underway to complete field work during the remainder of the dry season (April-May) when ground exposure is at its best



**Figure 3: Ratchaburi granted SPL tenements in red – western Thailand**

## EXPLORATION AND DEVELOPMENT

### LAKE CAREY

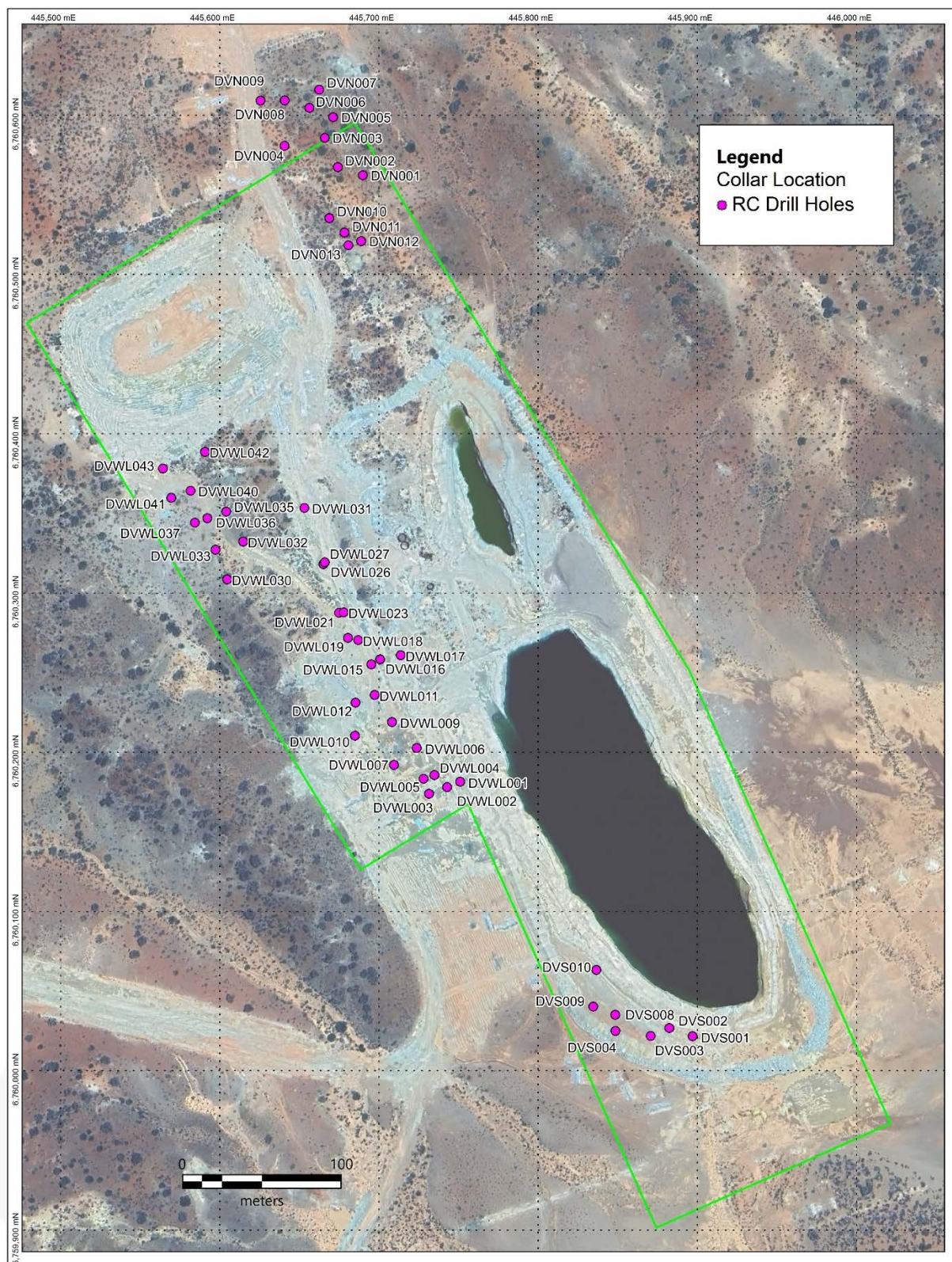
#### Devon Pit Gold Mine

Matsa received all assay results for the 56 reverse circulation (RC) drill holes completed at the Devon Pit Gold Mine in September 2023 (Figure 4). The drilling was aimed at extending and infilling the existing 69koz Au resource established at the Devon Pit Gold Mine.

Optimisation and detailed mine planning, designs and mining schedules are being developed and the project is on track for mining to commence later in 2024. First ore is expected during Q4 2024.



The drilling results continue to return strong intercepts (Table 1) and support recent updated studies<sup>1</sup> to recommence open pit mining at the Devon Pit Gold Mine. All the significant gold intercepts are located within the current optimised pit shell.



**Figure 4: Plan of Devon Pit Gold Mine and drill hole collars**

<sup>1</sup> ASX Announcement 17 May 2023 - Strong Upside in Updated Scoping Study Devon Project



Lode	Hole ID	Downhole thickness (m)	Grade	From	Hole depth	Azimuth	Dip	MGA_E	MGA_N	RL
Main Lode	DVN001	3	2.45	7	18	70	60	445690	6760562	409
	DVN002	3	7.00	24	36	70	60	445674	6760568	410
	DVN003	2	2.91	27	42	70	60	445666	6760586	411
	DVN004	Drilled too short			24	70	60	445671	6760599	410
	DVN005	2	7.24	12	36	70	60	445671	6760599	411
	DVN006	3	1.96	25	48	70	60	445656	6760605	412
	DVN007	2	5.23	12	66	70	60	445662	6760616	411
	DVN008	Drilled too short			30	70	60	445641	6760609	412
	DVN009	1	1.67	54	72	70	60	445625	6760609	413
	DVN010	NSI			66	70	60	445669	6760535	410
	DVN011	3	1.03	44	66	70	60	445678	6760526	409
	DVN012	NSI			72	70	60	445689	6760521	408
	DVN013	NSI			66	70	60	445681	6760518	409
	DVS001	NSI			78	70	60	445897	6760022	398
	DVS002	NSI			66	70	60	445882	6760027	398
	DVS003	2	8.55	48	73	70	60	445871	6760022	398
	DVS004	NSI			78	70	60	445849	6760025	399
	DVS005, 006, 007		Holes drilled too short, replaced with DVS008, 009 & 010							
	DVS008	4	11.79	68	72	70	60	445661	6760616	410
	DVS009	1	4.32	80	88	70	60	445883	6760027	398
	DVS010	2	6.72	69	84	70	60	445896	6760021	398
West Lode	DVWL001	2	16.18	18	24	70	60	445751	6760182	399
	DVWL002	1	6.51	44	54	70	60	445743	6760178	398
	DVWL003	4	13.44	55	90	70	60	445731	6760174	398
	DVWL004	NSI			42	70	60	445735	6760186	398
	DVWL005	1	50.30	47	60	70	60	445728	6760183	399
	DVWL006	5	2.49	5	30	70	60	445724	6760203	399
	and	5	2.11	20						
	DVWL007	6	30.16	48	96	70	60	445712	6760199	399
	and	3	6.40	86						
	DVWL009	1	3.79	12	42	70	60	445708	6760219	399
	DVWL010	10	7.07	47	90	70	60	445685	6760210	399
	DVWL011	NSI			18	70	60	445698	6760236	400
	DVWL012	10	5.56	27	48	70	60	445685	6760232	401
	and	1	1.48	47						
	DVWL015	NSI			18	247	60	445695	6760256	401
	DVWL016	4	32.07	29	42	247	60	445700	6760259	401
	DVWL017	3	4.03	43	72	252	60	445713	6760261	402
	and	1	1.22	57						
	DVWL018	NSI			18	262	60	445681	6760272	401
	DVWL019	5	5.27	23	42	270	57	445690	6760271	401
	DVWL020	NSI			72	275	70	445690	6760271	401
	DVWL021	9	17.18	15	30	265	60	445675	6760288	402
	DVWL022	1	1.05	33	42	70	60	445646	6760281	408
	DVWL023	2	28.63	34	60	265	65	445678	6760288	402
	DVWL026	7	8.12	32	48	227	58	445665	6760318	404
	DVWL027	8	14.69	53	78	225	70	445666	6760319	404
	incl	3	38.00	53						
	DVWL030	3	3.06	71	78	70	60	445610	6760311	406
	DVWL031	Drilled too short			42	244	58	445653	6760353	407
	DVWL032	2	14.16	32	54	70	60	445611	6760332	406
	DVWL033	4	1.04	60	78	70	60	445598	6760328	406
	DVWL035	4	3.99	26	42	70	60	445604	6760351	405
	DVWL036	3	8.68	47	60	70	60	445592	6760347	405
	DVWL037	1	1.26	64	78	70	60	445584	6760344	406
	DVWL040	4	7.49	39	54	70	60	445582	6760364	405
	DVWL041	3	9.35	66	90	70	60	445570	6760360	406
	DVWL042	NSI			18	70	60	445590	6760389	407
	DVWL043	1	4.41	52	78	70	60	445564	6760378	407

**Table 1: RC drilling and assay summary – all thicknesses are downhole intercepts**

## Permitting Status

Submissions for Works approval and licencing, Clearing Permit, Mining Proposal, Mine Closure Plan and 5C (water) abstraction (dewatering) licence have been lodged. The Works approval and licence has been approved by DWER. A ground water operating strategy was submitted in January 2024 at the request of DWER in support of the Works Approval to dewater the pit in preparation for mining and the dewatering licencing has now been granted.

Matsa is targeting a near-term restart of the mine (Figure 5), which lies on granted mining leases with existing road infrastructure in place.

Significant progress has been made towards obtaining the regulatory approvals required to commence mining at Devon. Below is a summary of the approvals:

Item	Purpose	Status	Comment
Tenements		Granted mining (and miscellaneous) leases	Valid to December 2034
Haulage	Allows ore haulage on public roads	Shire approvals obtained	Menzies and Leonora shires
Mining Proposal	Approval for construction of infrastructure and undertake mining activities	Lodged	Pending approval
Mine Closure Plan	Defines rehabilitation and closure prescriptions	Lodged	Pending approval
Clearing permit	Authorises clearing of native vegetation for project development	Lodged	Pending approval
Water abstraction licence	Enables extraction and use of water from project	Approved	Valid to 14 January 2030
Works approval	Permit to construct premises	Approved	Consent given July 2023
Operating licence	Licence to operate premises	In progress	To be submitted once dewatering commissioned
Mining Operations Notice	Allows mining of an operation	In progress	

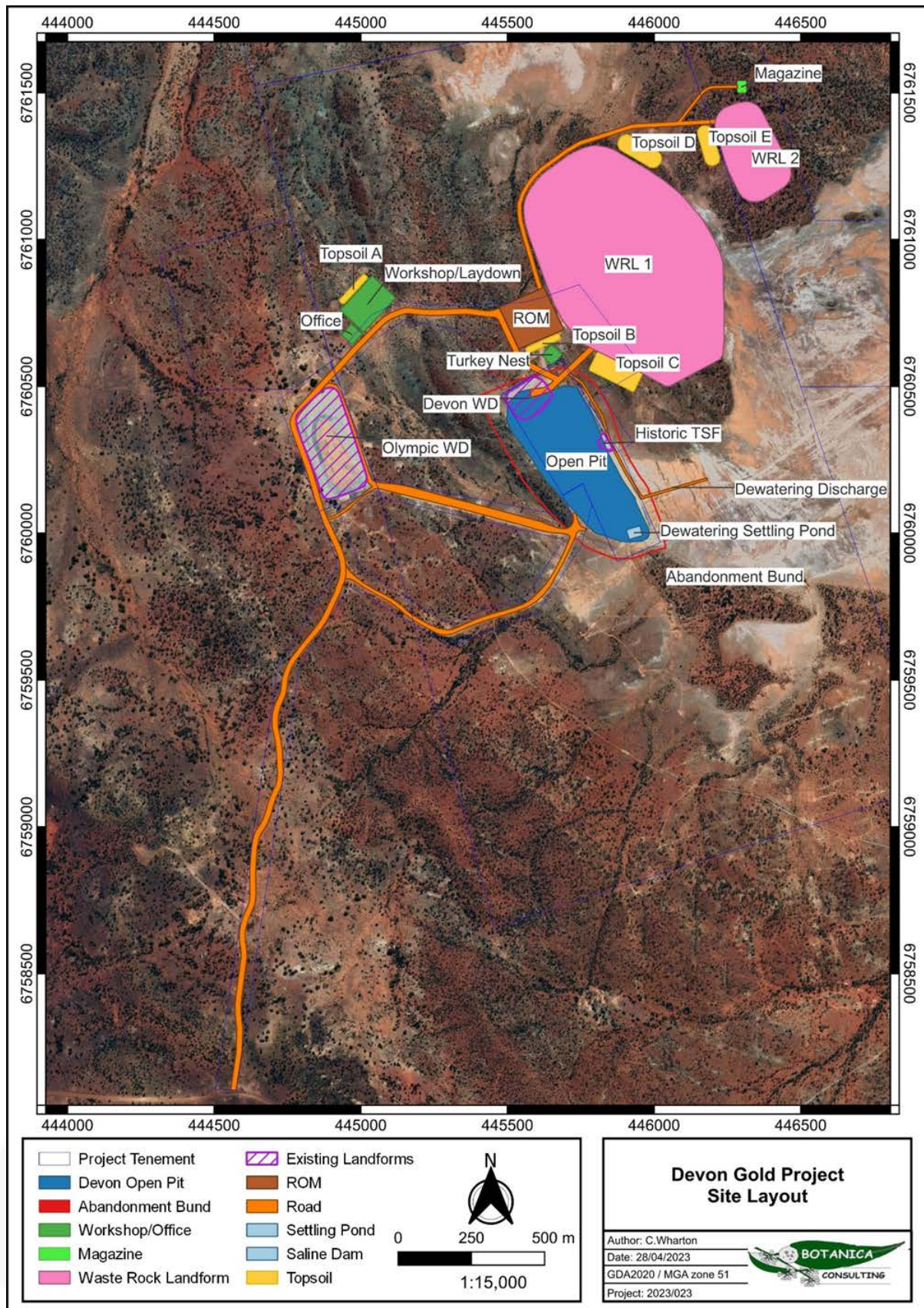
## EXPLORATION WORK FOR THE COMING QUARTER

### Lake Carey

#### Devon Pit Gold Mine

- Finalise a mining agreement for development of the Devon Pit Gold Mine
- Complete final flora survey and submit report to DMIRS for approvals to commence mining
- Continued ongoing permitting process to allow mining
- Conclude mining studies, designs and schedules
- Calculation and reporting of reserves
- Preparations to commence dewatering
- Negotiate and finalise milling agreements to process ore





**Figure 5: Devon Pit Gold Mine proposed layout**



## Lake Carey

- Drill designs, POW submission and drill preparation at Fortitude North to test the latest Fortitude North R&D seismic model
- Drill designs and preparations for potential underground exploration drilling at Red October in support of the R&D seismic research program

## Thailand

- Progress applications for grant of Special Prospecting Leases (SPL) and Exploration Prospecting Licences (EPL) that will enable Matsa to conduct drilling operations at Phang Nga and Kanchanaburi
- Drill planning for the Kanchanaburi and Ratchaburi lithium projects
- Continuation of scouting for new lithium prospective areas and interpretation of historical and exploration data throughout Thailand
- Matsa has now discovered 7 separate lithium bearing pegmatite projects that require initial exploration drilling to determine the extent of mineralisation at these prospects

## CORPORATE

### Financial Commentary

Cash on hand and receivables was approximately A\$1,440,000 as at 31 March 2024. Matsa expects to receive approximately \$900,000 in R&D grant funding over the next 3-4 months.

An overview of the Company's financial activities for the quarter ending 31 March 2024 (Appendix 5B) notes that:

- There was a negative operating cashflow for the quarter of \$141,000:
  - General project review and evaluation (Australia and Thailand)
  - Dewatering and maintenance costs at Red October
  - Other corporate and overheads

The quarter's operating cash outflow was offset by the receipt of the Company's 2023 R&D refund of \$927,000

- Exploration expenditure for the quarter on the Company's projects was \$549,000. This covers expenditure in both Western Australia and Thailand
- Project review and evaluation expenditure of \$220,000 for the quarter includes predominantly exploration expenditure on the Thailand lithium SPLA's as they are yet to be granted, along with project review expenditure in Australia.
- The Company received \$342,000 in R&D loan advance funding during the period which relates to the 2023/24 R&D refund expected based on eligible expenditure incurred in the first half of the financial year. These funds are reflected as loan funds until the finalisation and lodgement of the R&D return at the end of the calendar year.
- The total amount paid to directors of the entity and their associates in the period (Item 6.1 of the Appendix 5B) was \$179,000 and includes salary, director's fees, consulting fees and superannuation.

## Conferences and Marketing

During the quarter, the Company attended the Singapore Mining Club and Future Facing Commodities conference in Singapore and the RIU Fremantle Explorers conference. Presentations are available on the Company's website.

## 2024 MARCH QUARTER - ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("2012 JORC Code"). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

Date	Announcement
15 January 2024	New High Grade Gold Assays - Devon Pit Gold Mine
15 January 2024	Application for quotation of securities – MAT
15 January 2024	Secondary Trading Notice
31 January 2024	31 December 2023 Quarterly Report
13 February 2024	Further High Grade Assay Results – Devon Pit Gold Mine
29 February 2024	Change of Share Registry Address
4 March 2024	Mining Agreement Executed for Devon Pit Gold Mine
15 March 2024	Half Year Report
15 March 2024	Approval of Licence to Take Water – Devon Pit Gold Mine
22 March 2024	Further High Grade Gold Assays – Devon Pit Gold Mine
26 March 2024	Singapore Mining Club Presentation

These announcements are available for viewing on the Company's website under the Investors centre tab under ASX Announcements. The Company confirms that it is not aware of any new information or data that materially affects the information included in any original ASX announcement.



## MINERAL RESOURCES

The global Mineral Resource Estimate for Lake Carey stands at **936,000oz @ 2.5g/t Au** as outlined in Table 1 below.

	Cutoff g/t Au	Measured (‘000t) g/t Au	Indicated (‘000t) g/t Au	Inferred (‘000t) g/t Au	Total Resource (‘000t) g/t Au (‘000 oz)
<b>Red October</b>					
Red October UG	2.0	105 8.4	608 5.4	635 5.4	1348 5.6 244
<b>Red October Subtotal</b>		<b>105 8.4</b>	<b>608 5.4</b>	<b>635 5.4</b>	<b>1348 5.6 244</b>
<b>Devon</b>					
Devon Pit (OP)	1.0	18 4.4	434 4.6	16 6.0	467 4.6 69
Olympic (OP)	1.0	- -	- -	171 2.8	171 2.8 15
Hill East (OP)	1.0	- -	- -	748 2.0	748 2.0 48
<b>Devon Subtotal</b>		<b>- -</b>	<b>434 4.6</b>	<b>935 2.2</b>	<b>1386 3.0 132</b>
<b>Fortitude</b>					
Fortitude	1.0	127 2.2	2,979 1.9	4,943 1.9	8,048 1.9 489
Gallant (OP)	1.0	- -	- -	341 2.1	341 2.1 23
Bindah (OP)	1.0	- -	43 3.3	483 2.3	526 2.4 40
<b>Fortitude Subtotal</b>		<b>127 2.2</b>	<b>3021 2.0</b>	<b>5,767 1.9</b>	<b>8,915 1.9 553</b>
<b>Stockpiles</b>		<b>- -</b>	<b>- -</b>	<b>191 1.0</b>	<b>191 1.0 6</b>
<b>Total</b>		<b>232 5.0</b>	<b>4,063 2.7</b>	<b>7,337 2.2</b>	<b>11,840 2.5 936</b>

**Table 1: Lake Carey Resource\***

\*Matsa confirms that it is not aware of any new information or data that materially affects the Resource as stated. All material assumptions and technical parameters underpinning the Mineral Resource estimate continue to apply and have not changed since the last release. There have been no changes in the above table since the last release.

This ASX announcement is authorised for release by the Board of Matsa Resources Limited.

For further information please contact:

**Paul Poli**  
Executive Chairman  
T 08 9230 3555  
E reception@matsa.com.au

### Competent Person Statement

The information in this report that relates to Exploration results is based on information compiled by Pascal Blampain, who is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Blampain serves on the Board and is a full-time employee, of Matsa Resources Limited. Mr Blampain has sufficient experience which is relevant to the style of mineralisation and the type of ore deposit under consideration and 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 Blampain consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

**MATSA RESOURCES LIMITED**

**SCHEDULE OF TENEMENTS HELD AT 31 MARCH 2024**

<b>Tenement</b>	<b>Project</b>	<b>Interest at Beginning of Quarter</b>	<b>Interest at End of Quarter</b>	<b>Change During Quarter</b>
E 52/3339	Glenburg	100%	100%	
E 28/2600	Lake Rebecca <sup>3</sup>	20%	20%	
E 28/2635		20%	20%	
E38/2945	Lake Carey	100%	100%	
E 39/1837		100%	100%	
E 39/1863		100%	100%	
E 39/1864		100%	100%	
E 39/1957		100%	100%	
E 39/1958		100%	100%	
E 39/1980		100%	100%	
E 39/1981		100%	100%	
P 39/5652		100%	100%	
E 39/1796		90% <sup>2</sup>	90% <sup>2</sup>	
E 39/1752		100%	100%	
E 39/1770		100%	100%	
E 39/1803		100%	100%	
E 39/1812		100%	100%	
E 39/1819		100%	100%	
E 39/1834		100%	100%	
E 39/1840		100%	100%	
E 39/1889		90% <sup>1</sup>	90% <sup>1</sup>	
E 39/2015		100%	100%	
E39/2128		100%	100%	
L 39/247		100%	100%	
L 39/260		100%	100%	
L 39/267		100%	100%	
L 39/268		100%	100%	
L 39/291		100%	100%	
L39/295		100%	100%	
M 39/1		100%	100%	
M 39/1065		100%	100%	
M 39/1089		100%	100%	
M 39/286		100%	100%	
M 39/709		100%	100%	
M 39/710		100%	100%	
P 39/5669		100%	100%	
P 39/5670		100%	100%	
P 39/5694		100%	100%	



**MATSA RESOURCES LIMITED**

**SCHEDULE OF TENEMENTS HELD AT 31 MARCH 2024**

<b>Tenement</b>	<b>Project</b>	<b>Interest at Beginning of Quarter</b>	<b>Interest at End of Quarter</b>	<b>Change During Quarter</b>
P 39/5841		100%	100%	
E39/2311		100%	100%	
E 47/3518	Paraburdoo	100%	0%	Surrendered
E 39/1760	Devon	100%	100%	
E 39/1232		100%	100%	
L39/222		100%	100%	
L 39/235		100%	100%	
L 39/237		100%	100%	
M 39/386		100%	100%	
M 39/387		100%	100%	
M 39/500		100%	100%	
M 39/629		100%	100%	
M 39/1077		100%	100%	
M 39/1078		100%	100%	
P 39/6116		100%	100%	
P 39/6117		100%	100%	
L 39/217	Red October	100%	100%	
L 39/273		100%	100%	
M 39/411		100%	100%	
M 39/412		100%	100%	
M 39/413		100%	100%	
M 39/599		100%	100%	
M 39/600		100%	100%	
M 39/609		100%	100%	
M 39/610		100%	100%	
M 39/611		100%	100%	
M 39/721		100%	100%	
E52/4237	Four Corners	100%	100%	
E52/4253		100%	100%	
E59/2808		0%	100%	Granted
E59/2810		100%	100%	
E59/2841		100%	100%	
E38/3591		100%	100%	
E38/3809		100%	100%	
P39/6385		100%	100%	
P39/6386		100%	100%	
P39/6387		100%	100%	
P39/6388		100%	100%	

**MATSA RESOURCES LIMITED**  
**SCHEDULE OF TENEMENTS HELD AT 31 MARCH 2024**

<b>Tenement</b>	<b>Project</b>	<b>Interest at Beginning of Quarter</b>	<b>Interest at End of Quarter</b>	<b>Change During Quarter</b>
P39/6389		100%	100%	
SPL 11/66	Ratchaburi <sup>4</sup>	0%	100%	Granted
SPL 12/66		0%	100%	Granted

All tenements are located in Western Australia unless denoted otherwise.

<sup>1</sup> = Joint venture with Raven Resources Pty Ltd

<sup>2</sup> = Joint venture with Bruce Legendre

<sup>3</sup> = Joint venture with Bulletin Resources Limited

<sup>4</sup> = Located in Thailand



## Appendix 5B

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

Name of entity

MATSA RESOURCES LIMITED

ABN

48 106 732 487

Quarter ended ("current quarter")

31 March 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration and evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(277)	(641)
	(e) administration and corporate costs	(73)	(363)
	(f) dewatering and maintenance costs	(406)	(1,255)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	1
1.5	Interest and other costs of finance paid	(91)	(320)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	927	927
1.8	Other (provide details if material)		
	- Linden transaction costs	(36)	(147)
	- AngloGold exclusivity fee	-	550
	- Other income	35	151
	- Project review and evaluation	(220)	(610)
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(141)</b>	<b>(1,707)</b>
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(34)	(34)
	(c) property, plant and equipment	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
	(d) exploration & evaluation	(549)	(1,372)
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	2
	(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>(583)</b>	<b>(1,404)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	2,000
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	-	(125)
3.5	Proceeds from borrowings	342	856
3.6	Repayment of borrowings	(32)	(407)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (R&D Advance Funding)	342	342
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>310</b>	<b>2,666</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	763	794
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(141)	(1,707)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(583)	(1,404)



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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	310	2,666
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	<b>Cash and cash equivalents at end of period</b>	<b>349*</b>	<b>349</b>

\*Matsa also has receivables of approximately \$0.90M from R&D grant funding for eligible R&D expenditure

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	299	713
5.2	Call deposits	50	50
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>349</b>	<b>763</b>

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	179
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>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.</i></p> <p>Payments to directors and related parties are included in Item 1</p>		

<b>7.</b>	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	5,000	5,000
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	<b>Total financing facilities</b>	5,000	5,000
7.5	<b>Unused financing facilities available at quarter end</b>		-
7.6	<p>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.</p> <p>On 2 December 2022 Matsa announced that it has entered in to a new secured \$4M loan facility split equally between two separate parties. The loan attracts a 12% per annum interest rate and is repayable by 30 November 2025. This new loan facility replaces the previous loan facility held with the same parties that expired 30 November 2022.</p> <p>On 28 June 2023 Matsa signed a Deed of Additional Advance with an unrelated party whereby an additional advance of \$750,000 was provided of which \$750,000 was drawn at 30 September 2023. The additional advance attracts an interest rate of 12% per annum with the repayment to be made by 31 December 2023. \$250,000 was repaid 2 October 2023.</p> <p>On 19 December 2023 Matsa signed a Second Deed of Additional Advance for \$500,000 with the same unrelated party as the Deed of Additional Advance of which \$500,000 was drawn at 31 December 2023. All terms and conditions remain the same as the initial Additional Advance other than the repayment date has been extended to 30 June 2024.</p>		

<b>8.</b>	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(141)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(549)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(690)
8.4	Cash and cash equivalents at quarter end (item 4.6)	349
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	349
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.50
	<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	<p>If item 8.7 is less than 2 quarters, please provide answers to the following questions:</p> <p>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> <p>Answer: Yes. As an exploration company, the level of exploration expenditure is flexible and can be reduced accordingly to suit the Company's needs.</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: As an exploration company, Matsa is conscious of the need for additional cash to fund its operations and regularly evaluates its ongoing future cash requirements. Matsa is expecting a further \$0.9M to be received in the June quarter from R&D grant funding. On 29 April 2024 Matsa announced it had successfully conducted a capital raising via a \$2.15M placement.

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, please refer to the above responses.

*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: 30 April 2024

Authorised by: ..... By the Board.....  
(Name of body or officer authorising release – see note 4)

**Notes**

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.