

DECEMBER 2023 QUARTERLY REPORT

29 JANUARY 2024

HIGHLIGHTS

RED METAL FUNDED PROJECTS

Sybella, Rare Earth Elements, QLD

- Phase 1 metallurgical test work on percussion drill chips in progress with results anticipated in early February.
- Geophysical trials completed.
- Core holes drilled in preparation for Phase 2 metallurgical test work.

Nullarbor, Copper, Nickel, Niobium, WA

- Drill test on standout gravity/magnetic target initiated.
- Visual results expected over the next month.

Gulf, Copper-Gold and Lawn Hill, Zinc-Lead-Silver, QLD

- Infill gravity surveys over key targets completed.
- Modelling in progress.

ALLIANCE WITH BHP

Yarrie, Copper-Gold-Cobalt, WA

Additional heritage surveying ahead of drilling planned for early in field season.

CORPORATE

Capital Raising

• Completion of \$4.48 million capital raising.

Maronan Metals Investment

- Key milestones surpassed on 13,500,000 performance rights issued to Red Metal.
- 9,500,000 performance rights converted into Maronan Metals shares.
- More wide intercepts of high tenor silver and lead mineralisation reported.
- Compilation work towards a revised resource and mining study is progressing.



OUR NEW DISCOVERY

RED METAL FUNDED PROJECTS

The Sybella Project: Rare Earth Elements, Mount Isa Inlier, QLD

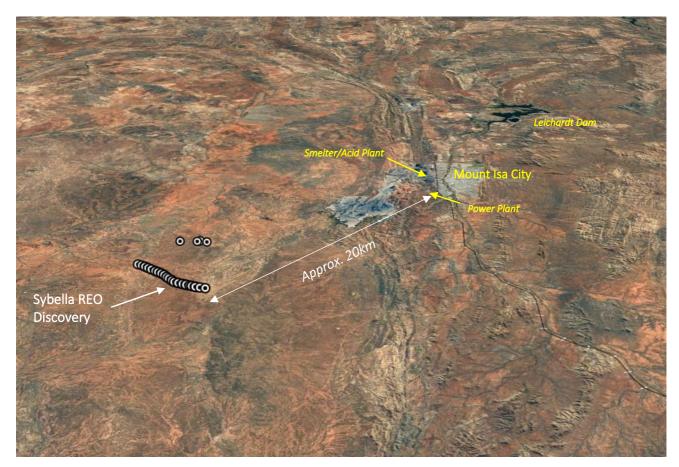
During the quarter, both pulverised and non-pulverised RC chip samples from the recent drilling were lodged with the Core Group and ANSTO Minerals for independent beaker and bottle roll leach test work (Phase 1).

In addition, two metallurgical core holes at representative sites along the Boundary Fence traverse were drilled in December in preparation for comminution work and additional sized fraction leach tests (Phase 2). Geophysical techniques including passive seismic, deep ground penetrating radar and seismic refraction were trialled along the Boundary Fence traverse to image the boundary between fresh and oxidised granite.

Results from the Phase 1 test work and geophysical trials are anticipated in early February.

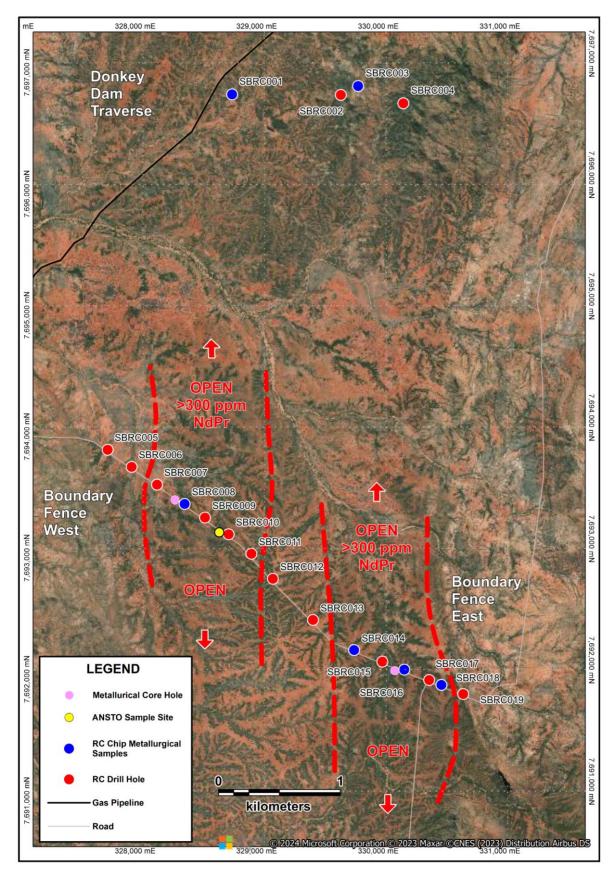
In August 2023 Red Metal announced the exciting new Sybella rare earth oxide (REO) discovery just 20 kilometres southwest of Mount Isa in Northwest Queensland which we believe is a new REO deposit style for Australia and potentially a "world first". The weathered REO-enriched granite target is over 12 kilometres long and 3 kilometers wide and almost all within Red Metal's 100% owned tenement.

The initial RC drilling program discovered large widths of granite-hosted REO mineralisation at relatively high grades starting at surface, with three broad areas of interest identified - Boundary Fence East, Boundary Fence West, and Donkey Dam (Figure 2). Work this year will seek an effective process for REO extraction and provide a more certain indication of the size and grade potential of this exciting new REO discovery.



[Figure 1] Oblique aerial view facing north showing Sybella discovery drill holes in relationship to the city of Mount Isa and associated infrastructure.





[Figure 2] Sybella Project: Recent Red Metal drill hole locations on satellite image highlighting wide zones of >300 ppm NdPr oxide. ANSTO surface sample site used for mineralogical and preliminary leach test highlighted as yellow circle. Note: blue traces highlight RC percussion holes composite sampled for metallurgical test work, pink circles shows approximate location of metallurgical core holes drilled in December 2023 for the pending Phase 2 metallurgical test work.

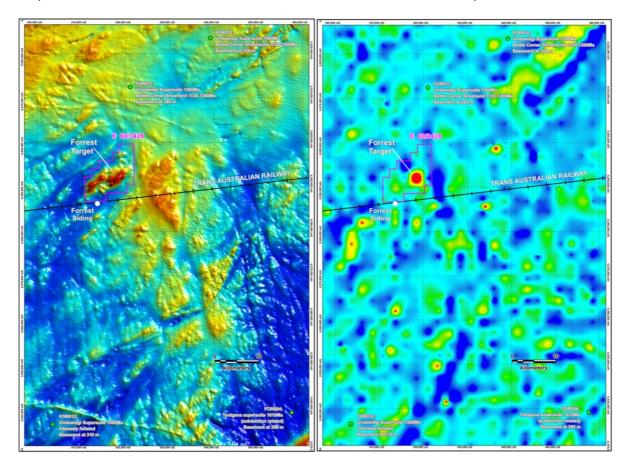


The Nullarbor Project: Copper-Nickel or Niobium-REE, Madura/Coompana Provinces, WA

A proof-of-concept drill test on the Forrest target located in the remote Nullarbor Plain region of Western Australia is underway (Figure 3).

Drilling aims to test a standout combined gravity and magnetic anomaly offering potential for copper or nickel sulphide mineralisation or carbonatite-hosted niobium and rare earth element mineralisation. The target is modelled below just 280 metres of younger sedimentary cover and is well located adjacent to the Trans Australian rail line and an active airstrip at Forrest Siding.

This remote drill test is supported by a \$200,000 grant awarded under the Western Australian Government's 2024 Exploration Incentive Scheme. Visual results should be available in February 2024.



[Figure 3] Nullarbor Project: Regional total magnetic image (right) and vertical gradient gravity image (left) showing the regional significance of the Forrest target and the nearest historic drill holes.

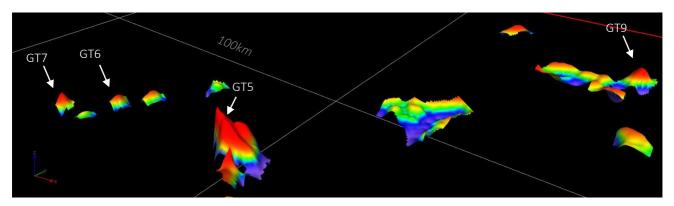
The Gulf Project: Copper-Gold, Mount Isa Inlier, QLD

Infill gravity surveying over regional gravity and magnetic targets was completed this quarter confirming targets GT9 and GT5 as regional priorities (Figure 4).

The Gulf project is targeting large Iron Oxide Copper-Gold (IOCG) breccia systems capable of hosting significant copper-gold mineralisation within an underexplored extension of the Cloncurry terrain (Figure 7).

Last field season, proof-of-concept drill tests on four standout gravity and magnetic targets on the Gibson's Tank tenement were completed with two targets interpreted to be typical of a proximal IOCG setting. The host rock, alteration mineralogy and geochemistry intersected at GT7 and GT6 compare favourably with that surrounding the large Ernest Henry copper and gold deposit located 200 kilometres to the south, and together with target GT9 and GT5, are ranked highly for future drilling.





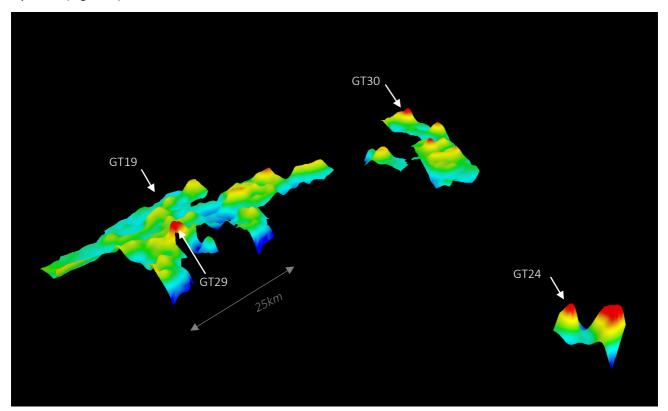
[Figure 4] Gulf Project: Regional scale residual gravity image from Red Metal's surveying presented as a 3D oblique topographic view facing northwest. Key gravity targets considered prospective for IOCG breccia deposits are labelled.

The Gidyea Project: Copper-Gold, Mount Isa Inlier, QLD

Our first proof-of-concept drill test on the standout magnetic target GT19 was completed this quarter, however no significant copper mineralisation or hydrothermal breccia was intersected down-grading its status. A CEI grant refund of up to \$275,000 is pending.

Future drilling on the Gidyea project will be directed towards the standout gravity targets GT29 and GT24 (Figure 5). An application for a Collaborative Exploration Initiative (CEI) grant to drill GT29 was lodged with the Queensland Government in December.

The Gidyea project targets several standout magnetic and gravity anomalies which Red Metal views as an under explored extension of the Cloncurry terrain offering scope for the discovery of large IOCG breccia systems (Figure 7).



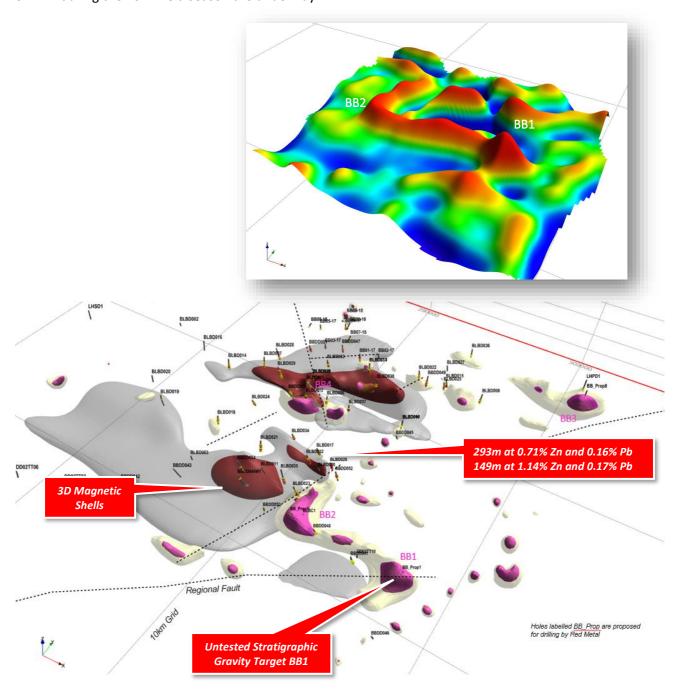
[Figure 5] Gidyea Project: Regional scale residual gravity image from Red Metal's surveying presented as a 3D oblique topographic view facing northwest. Key gravity targets considered prospective for IOCG breccia deposits are labelled.



The Lawn Hill Project: Zinc-Lead-Silver & Copper-Cobalt, Mount Isa Inlier, QLD

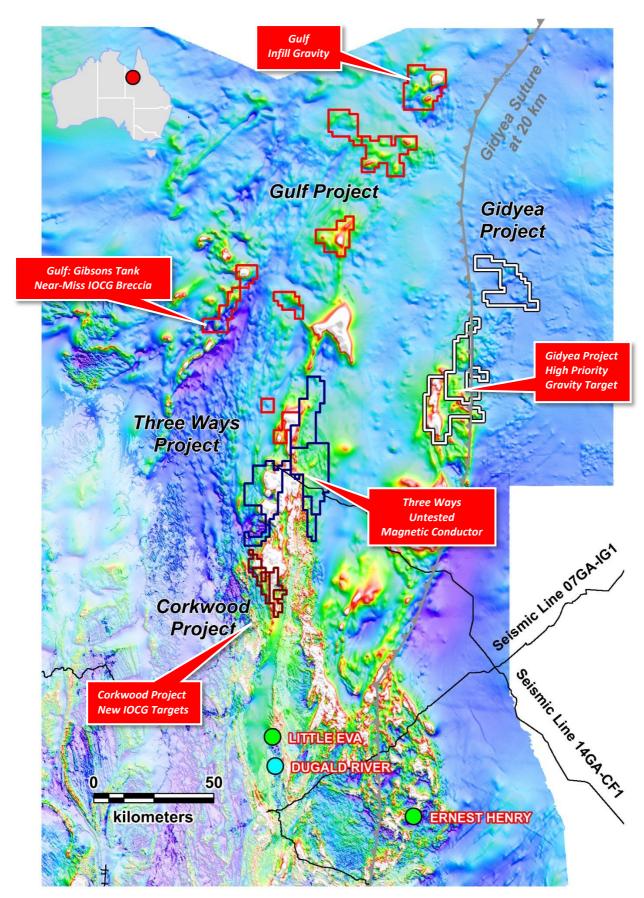
On this project, a higher resolution in-fill gravity survey was completed over key targets BB1, BB2 and BB3 and an application for a CEI grant to drill BB1 was lodged with the Queensland government.

Advanced geophysical modelling and a new interpretation of historic geological data on the Bluebush prospect has outlined four high-priority geophysical targets, BB1 to BB4, considered prospective for giant stratabound zinc and possibly breccia hosted zinc and copper mineralisation (Figure 6). Land access preparations for drilling on BB1 during the 2024 field season are underway.



[Figure 6] Lawn Hill Project, Bluebush Prospect: Oblique 3D view facing northwest showing historic drilling and high gravity shells (pink-yellow) and high-magnetic shells (brown-grey) from 3D modelling and the four previously untested, high-priority, geophysical targets labelled BB1, BB2, BB3 and BB4. Inset above is a residual gravity image as oblique 3D terrain view using new, high resolution data, highlighting BB2 and high-gravity stratigraphic trend.





[Figure 7] Three Ways (dark blue), Gulf (red), Gidyea (white) and Corkwood (brown) Projects covering the extension of the Cloncurry terrain: Total magnetic intensity image highlighting regional project locations and the interpreted projection of the Gidyea Suture at 20 kilometres below surface. Regions of exposed or outcropping geology highlighted as white translucent areas.



The Corkwood Project: Copper-Gold, Mount Isa Inlier, QLD

Corkwood is situated about 100 kilometres northwest of Evolution's large Ernest Henry copper-gold mine and about 60 kilometres north of the advanced Little Eva copper-gold deposit (Figure 7). Historic exploration drilling over the Corkwood project has identified favourable porphyritic volcanic host rocks, alteration, trace-element geochemistry and low-grade copper and gold mineralisation typical of that observed in the halo surrounding the large Ernest Henry breccia deposit.

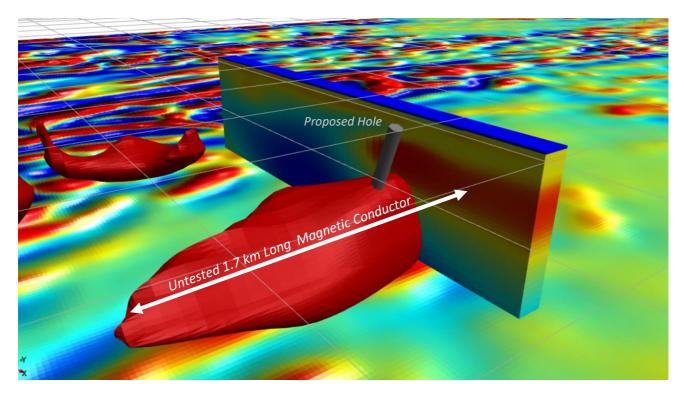
At the Jimmy's Creek prospect, the porphyritic volcanic units are brecciated and host wide zones of low-grade copper, gold and silver mineralisation: a good indicator of the potential for these styles of deposits elsewhere in the district. Better intercepts include 211 metres at 0.33% copper with 0.16 g/t gold and 153 metres at 0.41% copper with 0.1 g/t gold plus 10 g/t silver which included 32 metres at 1.16% copper with 0.3 g/t gold (refer Red Metal ASX announcement dated 21 March 2011).

Advanced geophysical modelling by Red Metal has led to the recognition of several untested geophysical targets located adjacent to historic drill holes with encouraging near-miss geology and geochemistry for future drilling.

The Three Ways Project: Copper-Cobalt-Gold, Mount Isa Inlier, QLD

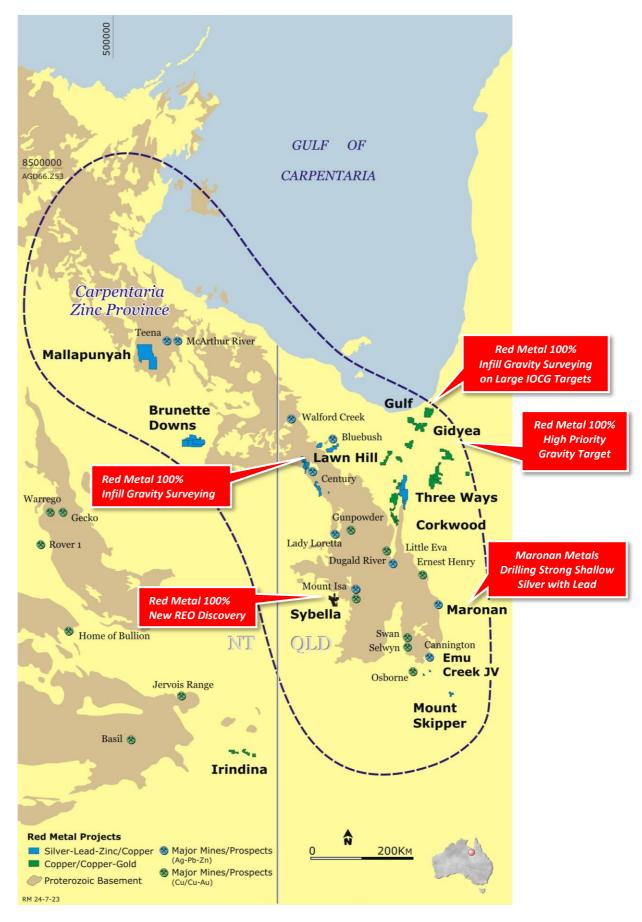
This project is located in covered terrain 130 kilometres along trend from the Dugald River zinc-lead-silver mine (Figure 7) and offers potential for large, structure-controlled, copper deposits similar to the giant Mount Isa copper deposit.

Recent Red Metal exploration on Three Ways discovered previously unrecognised sequences of heavily sulphidic and graphitic metasediments which are preferred host rocks for the Mount Isa style of copper mineralisation. Red Metal is now planning a follow-up program directed towards more structure-controlled anomalies visible as discrete, highly conductive, magnetic targets (Figure 8). Land access preparations for drilling are underway.



[Figure 8] Three Ways Project: 3D oblique view facing northwest showing a 1.7 kilometre magnetic target (red body) and the magneto-telluric section highlighting this target's high conductance. Note the proposed drill hole trace (grey).





[Figure 9] Northwest Queensland and Northern Territory: Major deposits and Red Metal tenement locations.



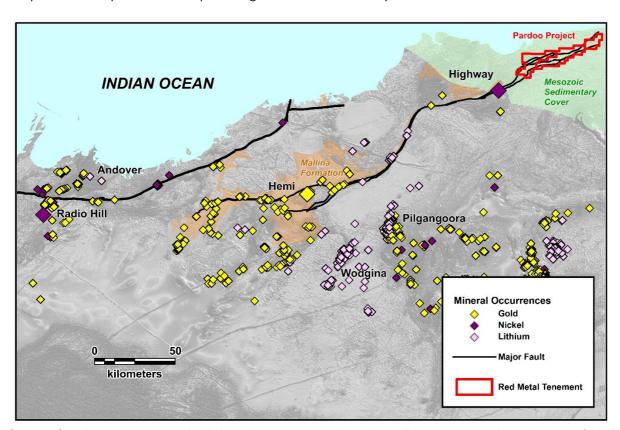
The Pardoo Project: Gold Nickel-Copper and Lithium, Pilbara Craton, WA

The Pardoo project is situated within the highly sought after western Pilbara Craton where the De Grey Mining's giant Hemi discovery (251 Mt @ 1.3 g/t gold for 10.6 million oz) and Azure Minerals' exciting Andover lithium-pegmatite discoveries (209 metres at 1.4% Li₂O) have captured market attention (Figure 10).

Pardoo incorporates the covered extension of the Hemi structural corridor under about 50-150 metres of younger sedimentary cover (Figure 10). The project takes in several discrete bullseye magnetic targets offering potential for Hemi-style intrusion-related gold mineralisation, as well as disseminated magmatic nickel and copper sulphides, and pegmatite-associated lithium.

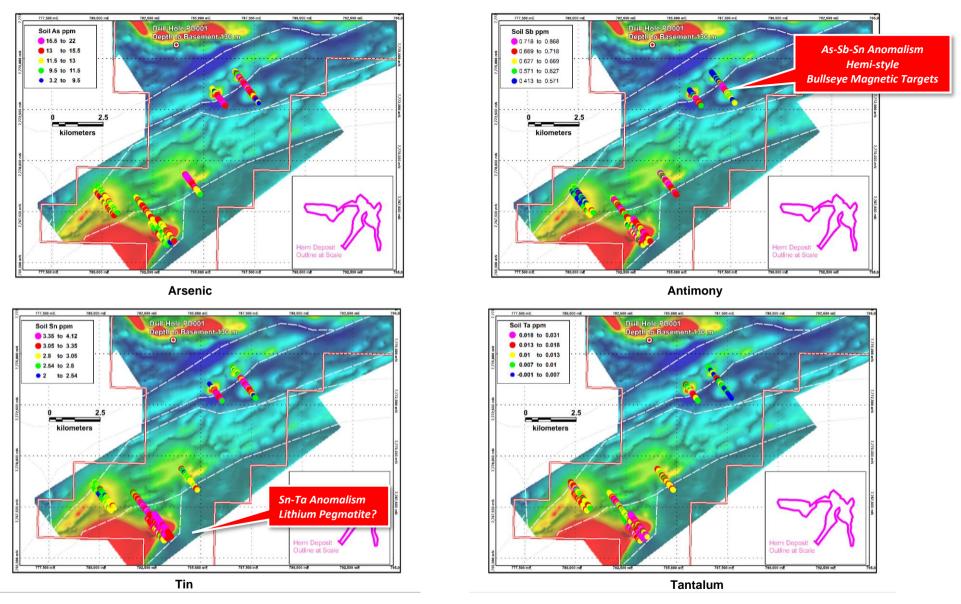
Trial lines of ultra-fine fraction soil sampling collected over key magnetic targets highlight low level but anomalous arsenic, antimony, bismuth, molybdenum, tungsten, tin, tellurium, silver, zinc and mercury in soils above and adjacent to some magnetic targets. Wide zones of anomalous tin and tantalum were also detected on two soil lines that warrant drill testing for lithium-bearing pegmatites (Figure 11).

Preparations for proof-of-concept drilling in 2024 are underway.



[Figure 10] Pardoo Project Location: highlighting the Hemi structural corridor, Mallina Formation rocks, and location of the large Hemi gold deposit, Andover lithium discovery and nearby Highway Ni-Cu-Co deposit.





[Figure 11] Pardoo Project: Total magnetic intensity image highlighting bullseye magnetic targets indicative of magnetic intrusions or alteration overlain by thematic ultra-fine fraction soils results for arsenic and antimony (top row) and tin and tantalum (bottom row).



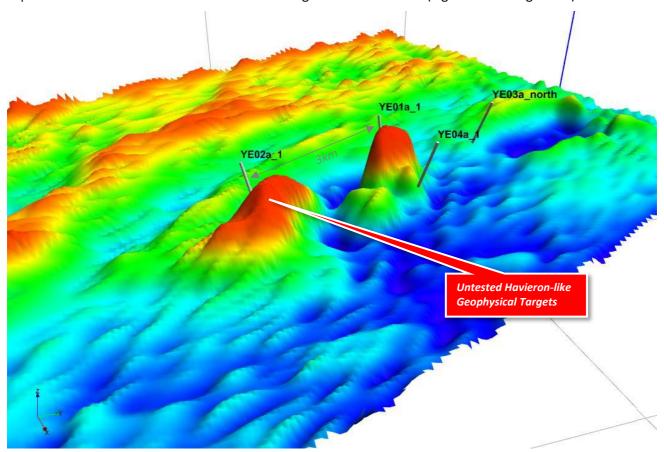
GREENFIELDS DISCOVERY ALLIANCE WITH BHP

The Yarrie Project: Copper-Cobalt & Copper-Gold, Paterson Province, WA

The Paterson Province, which is home to the tier one Telfer gold mine and large Nifty copper mine, has come into renewed prominence with several new discoveries including those at Winu by Rio Tinto, at Havieron by Newcrest and at Minyari by Antipa Minerals (Figure 13).

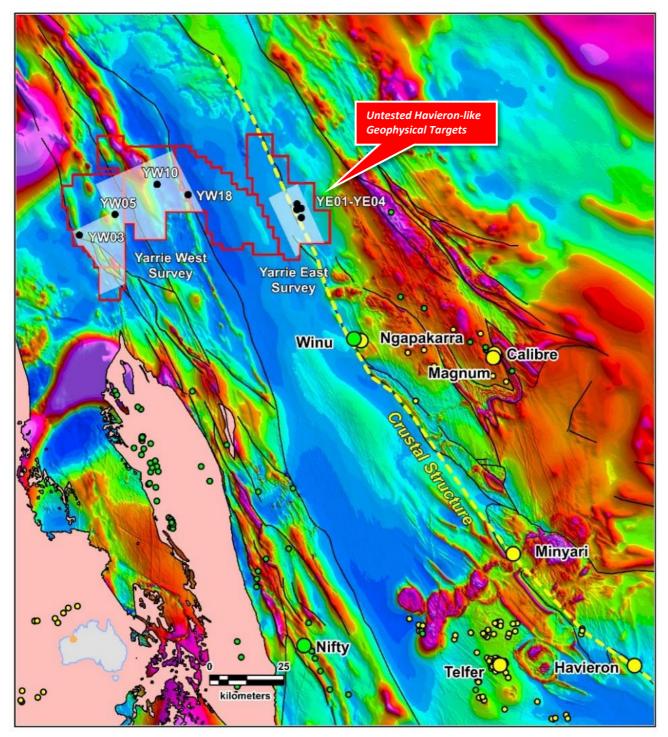
Advanced processing of airborne electromagnetic and magnetic data flown by the Alliance has enabled the interpretation of eight high-priority geophysical targets for potential proof-of-concept drilling. Heritage surveying in preparation for drilling was finalised last quarter with five of the eight targets cleared for drilling. Additional heritage surveying ahead of drilling is set to commence early in the 2024 field season.

Red Metal was awarded two separate grants totalling \$390,000 under the Western Australian Government's Exploration Incentive Scheme for drill tests on targets YEO2 and YW10 (Figure 12 and Figure 13).



[Figure 12] Yarrie Project: 3D oblique view of total magnetic image showing planned drill hole traces and highlighting the regional significance of the Havieron-like magnetic targets YE01 and YE02.





[Figure 13] Paterson Province Yarrie Project: Magnetic imagery overlain by the recently flown airborne electromagnetic and magnetic survey areas (frosted white) showing the Nifty mine, Telfer mine, new Winu and Haverion discoveries and Red Metal's Yarrie tenements (red line). Priority geophysical targets are labelled YE01-YE04 on the Yarrie East survey and YW03, YW06, YW10, YW18 on the Yarrie West survey. The Yarrie East targets are interpreted by Red Metal to occur along the same crustal scale structure (dashed yellow line) as the Havieron, Minyari, Winu and Ngapakarra deposits. Copper-cobalt or copper-gold major deposits and occurrences (green circles); gold or gold-copper major deposits and occurrences (yellow circles). Note the exposed basement terrain of older Archaean rocks (buff coloured polygon).



OTHER PROJECTS

Some of Red Metal's other projects are briefly summarised below in Table 1.

[Table 1] Red Metal Limited: other projects.

Project	Description	Status
QUEENSLAND		
Emu Creek JV Cu-Au & Pb-Zn-Ag	Joint venture partner Chinova Resources Pty Ltd is seeking IOCG and Cannington style lead-zinc-silver within trucking distance of the Osborne Mine (Figure 9).	Ongoing prospect evaluation
SOUTH AUSTRALIA		
Pernatty Lagoon JV Cu-Au	These projects are located 30 kilometres south of BHP's large Carrapateena copper-gold deposit and target magnetic skarn style deposits where the regional IOCG mineral systems invade carbonate host rock types	Geophysical modelling and land access preparations for possible drilling are progressing.
	Several untested magnetic targets, some adjacent to potential near-miss drill holes, have been identified for step-out drilling.	
<u>Callabonna JV</u> Cu-Au	Red Metal has long recognised the potential for large IOCG deposits along the northern margin to the Curnamona Province and several large magnetic and gravity targets in remote sand dune covered terrain remain to be tested for their copper-gold potential. Advanced three-dimensional processing and modelling of gravity and magnetic data together with new passive seismic data has prioritised several possible breccia targets for drill testing.	Heritage surveys in preparation for potential drilling are planned.
NORTHERN TERRITORY		
Mallapunyah Pb-Zn-Ag & Cu-Ag-Co	Application on Aboriginal Land located within the McArthur Basin targeting zinc-lead-silver deposits similar to the giant McArthur River and Century mines as well as sedimentary-hosted styles of copper mineralisation (Figure 9).	t
<u>Irindina</u> Ni-Cu-Co	This project is centred on a standout magnetic target considered prospective for magmatic nickel-copper sulphide mineralisation (Figure 9).	<u> </u>
Brunette Downs Cu-Ag-Co and Pb-Zn-Ag	Recent interpretation of seismic line 19GA-B1 by Geoscience Australia and the Northern Territory Geological Survey has mapped base metal prospective, Isa Superbasin sediments adjacent to regionally significant basin margin faults — a key setting for giant copper and zinc deposits in both the Mount Isa and McArthur River regions. Red Metal is targeting these middle Proterozoic sequences for giant sediment-hosted copper-cobalt and zinc-lead-silver deposits (Figure 9).	l planned pending heritage survey.



CORPORATE

Capital Raising

In September 2023 Red Metal announced a capital raising via a proposed placement of securities (Placement) and pro rata non-renounceable rights issue (Rights Issue) to raise \$4.48 million (together, the Capital Raising). The Placement (\$1.5 million) was completed in September 2023, and the Rights Issue (\$2.98 million, including the placement of shortfall securities) was completed in December 2023. The Shares pursuant to the Capital Raising were issued at a price of \$0.085 per Share. In addition, subscribers received one free attaching option with an exercise price of \$0.13 and an expiry date of 25 October 2025 for every two Shares applied for.

Funds raised from the Capital Raising will be allocated to complete additional drilling and metallurgical test work currently in progress on our exciting new Sybella REO discovery in Northwest Queensland and advance drill tests on the Pardoo, Gidyea, Nullarbor projects and other existing and new projects in the portfolio. Funds will also be allocated towards the Company's working capital and expenses of the Capital Raising.

Maronan Metals Investment

Maronan Metals Ltd (ASX: MMA) initial 2022/2023 drill campaign was completed at the beginning of the December 2023 quarter having drilled 16,784 metres since the program commenced in August 2022.

A review of the assay results from this campaign confirmed five holes from the program successfully surpassed the milestones on 13,500,000 performance rights issued to Red Metal. With this success, Red Metal elected to convert 9,500,000 of the performance rights into MMA Shares resulting in the Company's strategic holding in MMA increasing from 50% to 52.98%. The remaining 4,000,000 performance rights will be issued at a later date upon Red Metal's request (refer RDM: ASX release dated 2 January 2024).

During the quarter MMA reported several very strong assays results from the final holes in the 2023 program including a wide, high-grade silver with lead sulphide intercept in MRN23016 located just 100 metres below surface, and down-plunge extensions to thickened zones along the Eastern and Western Horizons in MRN23020 and MRN23022 respectively.

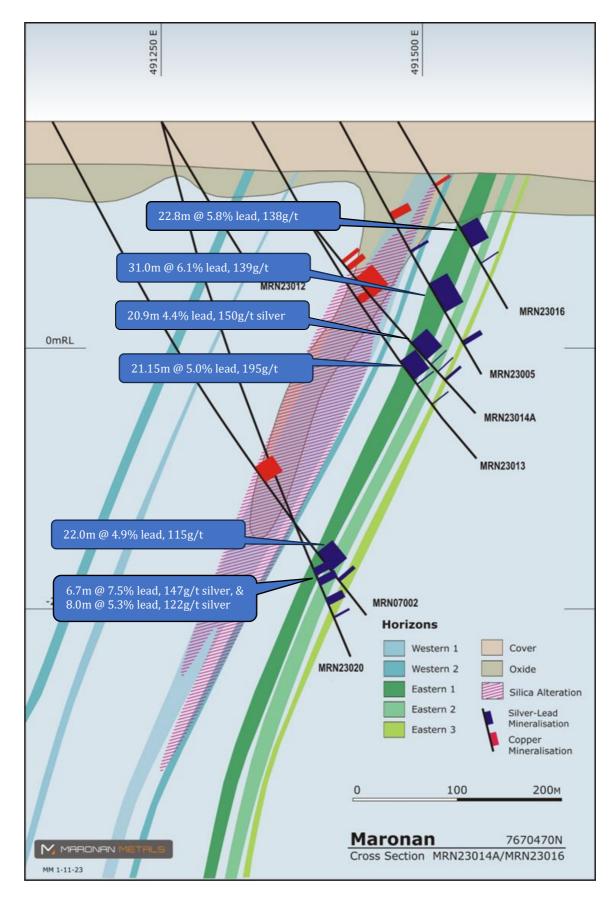
The many potentially mineable widths of higher-grade silver with lead mineralisation achieved during the 2022/2023 campaign have helped to confirm the resource potential at Maronan and highlight the strong continuity and plunge control of the mineralisation (Figure 14). Importantly, the closer spaced drilling continues to add value by discovering thickened, high grade, shoots between the more widely spaced historic holes.

The dedicated MMA team has made rapid progress defining potential shallow starter zones for both the lead-silver and copper-gold mineralisation at Maronan and a new resource update is due shortly together with the results of the Preliminary Scoping Study.

The MMA holding is a primary asset of Red Metal and it will continue to be a long-term supporter of MMA as it advances this exciting deposit towards development.

More detailed information on MMA's activities can be found on their web site www.maronanmetals.com.au





[Figure 14]: Cross section showing from highlighting strong geological and grade continuity of the separate Eastern Horizons within the shallow Starter Zone at the 7670470 northing.



ADDENDUM TO DECEMBER 2023 QUARTERLY ACTIVITIES REPORT

ASX Additional Information

- 1. ASX Listing Rule 5.3.1: Exploration and Evaluation Payments (excluding staff costs and expenditure incurred by the Alliance) during the Quarter for the Red Metal Group was \$2,170,000 including \$854,000 by Red Metal Limited and \$1,316,000 for 53% owned subsidiary Maronan Metals Limited. Full details of exploration activity during the Quarter are set out in this report.
- 2. ASX Listing Rule 5.3.2: There were no substantive mining production and development activities during the Quarter.
- 3. ASX Listing Rule 5.3.5: Payments to related parties of the Company and their associates during the Quarter \$89,000: These payments relate to non-executive director's fees and the managing director's salary.

Table 1 – Granted exploration tenements held at the end of the Quarter are as follows:

Project	Tenement Reference	Interest %	Comment
Yarrie	ELs 45/5185, 45/5186, 45/5187, 45/5225, 45/5236	100	Refer note 1
Corkwood	EPMs 13380, 26032, 27472, 27665, 27808	100	
Lawn Hill	EPMs 25902, 25905, 25985, 26157, 27179, 27224, 28465	100	
Gulf	EPMs 26434, 26436, 26654, 26655, 26656, 26657, 26672, 26674	100	
Gidyea	EPMs 27308, 27309, 27567, 27568	100	
Three Ways	EPMs 26941, 26943, 27371, 27803		
Mount Skipper	EPM 19232	100	
Emu Creek JV	EPM 15385	100	Refer note 2.
Sybella	EPMs 28001, 28003	100	
Callabonna JV	EL 6204, 6318	51	Refer note 3.
Pernatty Lagoon JV	EL 6014	90	Refer note 4.
Punt Hill	EL 6035	100	
Irindina	EL 27266	100	
Nullarbor	ELs 69/3428, 69/3433, 69/3436, 69/3437, 69/3441, 69/3596	100	
Pardoo	EL 45/5698, 45/5699	100	
Brunette Downs	Els 32708, 32709, 32710, 32714	100	
Maronan	EPM 13368	100	Refer note 5

Notes:

^{1.} Greenfields Discovery Alliance Agreement between Red Metal (diluting to 49%) and BHP (earning 51%). No change in interest during the auarter.

^{2.} Joint venture between Red Metal (diluting to 30%) and Chinova Resources (Osborne) Pty Ltd (earning 70%). No change in interest during the quarter.

^{3.} Joint venture between Red Metal (51% earning 70%) and Variscan Mines Limited (49% diluting to 30%). No change in interest during the quarter.

^{4.} Joint venture between Red Metal (90%) and Havilah Resources NL (10%). No change of interest during the quarter.

^{5.} Tenement held by Maronan Metals Limited, a 53% owned subsidiary of Red Metal Limited.



Table 2 – Exploration tenements acquired or disposed of during the quarter are as follows:

Project	Tenement Reference	Status	Comment
Lawn Hill	EPM 28465	Granted	

This announcement was authorized by the Board of Red Metal. For further information concerning Red Metal's operations and plans for the future please refer to the recently updated web site or contact Rob Rutherford, Managing Director at:

Phone +61 (0)2 9281-1805 www.redmetal.com.au

Rob Rutherford Managing Director Russell Barwick Chairman

Competent Persons Statement

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Robert Rutherford, who is a member of the Australian Institute of Geoscientists (AIG). Mr Rutherford is the Managing Director of the Company. Mr Rutherford has sufficient experience which 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 JORC Code). Mr Rutherford consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Appendix 5B

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

Name of entity

RED METAL LIMITED	
ABN	Quarter ended ("current quarter")
34 103 367 684	31 December 2023

comp (parer	solidated statement of cash flows - rising cash flows of Red Metal Limited nt) and Maronan Metals Limited (53% d subsidiary)	Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation	(2,170)	(4,611)
	(b) development		
	(c) production		
	(d) staff costs	(350)	(691)
	(e) administration and corporate costs	(336)	(617)
1.3	Dividends received (see note 3)		
1.4	Interest received	19	38
1.5	Interest and other costs of finance paid	(10)	(10)
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other (provide details if material)		
	Project management and consulting fees received	000	400
	Other income	338	433 12
	GST Net	85	(16)
			(19)
1.9	Net cash from / (used in) operating activities	(2,420)	(5,462)

2.	Cash flows from investing activities	
2.1	Payments to acquire or for:	
	(a) entities	
	(b) tenements	
	(c) property, plant and equipment	(2)

ASX Listing Rules Appendix 5B (17/07/20)

comp (pare	solidated statement of cash flows - orising cash flows of Red Metal Limited nt) and Maronan Metals Limited (53% od subsidiary)	Current quarter \$A'000	Year to date (6 months) \$A'000
	(d) exploration & evaluation		
	(e) investments		
	(f) other non-current assets		
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)		
	Advances to Alliance	-	(235)
	Reimbursements from Alliance	22	243
	Bonds recovered	1	11
2.6	Net cash from / (used in) investing activities	21	17

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	2,982	4,482
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 (Costs of share issue)	(145)	(239)
3.10	Net cash from / (used in) financing activities	2,837	4,243

Page 2

comp (pare	solidated statement of cash flows - orising cash flows of Red Metal Limited nt) and Maronan Metals Limited (53% ed subsidiary)	Current quarter \$A'000	Year to date (6 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	5,008	6,648
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,420)	(5,462)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	21	17
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,837	4,243
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	5,446	5,446

The total Red Metal Group cash and cash equivalents at 31 December 2023 of \$5.45 million comprises cash and cash equivalents of (i) Red Metal Limited (parent) of \$3.42 million; and (ii) Maronan Metals Limited (53% owned subsidiary) of \$2.03 million.

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	5,446	5,008
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	5,446	5,008

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	89
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.		

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 quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at qu	uarter end	-
7.6	Include in the box below a description of each rate, maturity date and whether it is secured facilities have been entered into or are proposinclude a note providing details of those facilities.	or unsecured. If any add osed to be entered into af	itional financing

8.	Estimated cash available for future operating activities	\$A'000			
8.1	Net cash from / (used in) operating activities (item 1.9)	(2,420)			
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)	(2,420)			
8.4	Cash and cash equivalents at quarter end (item 4.6)	5,446			
8.5	Unused finance facilities available at quarter end (item 7.5)	-			
8.6	Total available funding (item 8.4 + item 8.5)	5,446			
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.25			
	Note: if the entity has reported positive relevant outgoings (is a not each inflaw) in item 2.2 engage item 2.7 or "N/A"				

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?

An	SW	ıΑι		N	Δ

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?

An	ISW	er:	N	Ά

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: N/A

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: 29 January 2024

Authorised by the Board of Directors

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.
- 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.