

Quarterly Report

For the period ended 30 June
2022

- Hawsons Iron is answering the world's call for high-grade iron ore products
- The Company has a 100% interest in the Hawsons Iron Project, source of Hawsons Supergrade® product
- The Hawsons Iron Project will supply a product that will be in high demand from steelmakers who understand the benefits of producing "Green Steel"

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Hawsons BFS focuses solely on 20 Mtpa project

Highlights

Hawsons Iron Project

- Bankable Feasibility Study (BFS) for the high-grade Hawsons Iron Project focused solely on development of a 20 million tonne per annum (Mtpa) project.
- Option Agreement signed with landholders to acquire a site for the development of a deep-water export facility at Myponie Point on South Australia's eastern Spencer Gulf.
- Memorandum of Understanding (MOU) signed with Flinders Ports Pty Limited to co-operate on the design, construction and operation of a greenfield port at Myponie Point.
- Leading engineering group Australian Mine Design and Development Pty Ltd (AMDAD) joins Hawsons' BFS team as the project's mining consultant.
- Worley consulting business Advisian completes and presents its comprehensive report, detailing the ideal energy balance to optimise the Hawsons Iron Project's Environmental, Social and Governance (ESG) and sustainability outcomes.
- Federal Government renews Hawsons Iron Project's Major Project Status for three more years in recognition of its potential to supply high-quality magnetite for the production of low emissions steel.

Announcements subsequent to the end of the Quarter.

- On 8 July, 2022, Hawsons announced the appointment of Mr Andre du Preez to lead the Hawsons Iron Project Team as Project Director.
- On 26 July, 2022 Hawsons announced a material Mineral Resource upgrade, delivering sufficient Measured and Indicated Resources to support the BFS and satisfy project debt funding requirements.

Corporate

- Experienced resources industry professional Mr Dave Woodall appointed as Non-executive Chairman to lead the Company through the development of its high-grade Hawsons Iron Project.
- Investor Relations activities maintained during the period, including a series of meetings in Sydney and Melbourne to brief merchant banks, institutional investors, broking houses and industry participants on material progress.
- Non-executive Director Mr Jon Parker exercised 1,000,000 options at 0.15c on the 23rd of May 2022, providing the Company \$150,000 in additional funds.
- Net cash used to fund activities during the quarter was \$10.449 million, with cash reserves at the end of the quarter standing at \$7.928 million.

Announcements subsequent to the end of the Quarter.

- On 12 July, 2022 Hawsons announced the issue of a capital Call Notice to LDA Capital Limited targeting a \$10 million equity draw-down under the terms of its strategic \$200 million Put Option Agreement with the US-based financier.



Hawsons Iron Project

BFS now focused on a 20 Mtpa project; MOU executed with Flinders Ports and Option Agreement signed to secure port site

Hawsons Iron Ltd (ASX: HIO) remains focused on completing its BFS to support the development of its proposed, high-grade Hawsons Iron Project near Broken Hill, NSW.

During the quarter the Board endorsed a decision to focus the BFS solely on the development of a 20 Mtpa project due to its expected superior economics, ESG outcomes and investment appeal, relative to a 10 Mtpa project.

The initial decision to extend the scope of the BFS to examine a 20 Mtpa option and transport solution was based on the strength of preliminary investigations after the Company announced a Mineral Resource upgrade to 400 million tonnes on 19 October 2021.

Further in-depth analysis confirmed the expected superiority of the 20 Mtpa project's potential ESG outcomes and project economics, while the strength of customer and capital market feedback highlighted its enhanced investment appeal.

The decision to focus on a 20 Mtpa project decision was further underpinned by two important related factors.

The first was the successful negotiation and execution of an Option Agreement with landholders to acquire an ideal site for development of a deep-water export facility at Myponie Point on South Australia's eastern Spencer Gulf.

The second key factor was the negotiation and execution of a non-binding MOU with Flinders Ports documenting plans to co-operate on the potential development and operation of a proposed new Myponie Point Port for the export of 20 Mtpa of magnetite concentrate.

The MOU envisages that Flinders Ports would finance, construct, own and operate the Myponie Point Port, therefore reducing the Hawsons Iron Project's capital requirements. There is also an exciting opportunity for Hawsons to participate in the future growth of this Port as its 'cornerstone' customer.

Significantly, securing the proposed port site enabled our team of leading global partners and specialists engaged to complete the BFS to undertake detailed engineering design and progress the project's estimated delivery timetable.

During the period Hawsons appointed leading engineering group Australian Mine Design and Development Pty Ltd

(AMDAD) to join the BFS team as the project's mining consultant.

AMDAD is preparing a complete mine plan, including final pit design, mining sequence, implementation schedules, fleet composition, mine power requirements, costings and pathways to net-zero emissions.

Hawsons also received a comprehensive report during the period from Worley consulting business Advisian, detailing the ideal energy balance to optimise the Project's ESG and sustainability outcomes.

This report sets out three decarbonisation pathways for Scope 1 and 2 emissions abatement, the most comprehensive of which would enable the Hawsons Iron Project to achieve net-zero emission status required for production of 'Green Steel' by 2035.

At the start of the quarter the Company welcomed Federal Government renewal of the Hawsons Iron Project's Major Project Status (MPS), recognising the Project's capacity to supply quality magnetite product for low emissions steelmaking while supporting significant regional jobs creation and skill retention in NSW and SA.

"The MOU envisages that Flinders Ports would finance, construct, own and operate the Myponie Point Port, therefore reducing the Hawsons Iron Project's capital requirements. There is also an exciting opportunity for Hawsons to participate in the future growth of this Port as its 'cornerstone' customer"

— Hawsons Iron Managing Director, Bryan Granzien

Announcements subsequent to the end of the quarter.

On 8 July 2022, the Company announced the appointment of Mr Andre du Preez as Project Director responsible for the successful completion of the BFS.

On 26 July, 2022 the Company announced a 21 per cent increase in the Hawsons Iron Project's Mineral Resources estimate to 484 million tonnes (Mt), including 54 Mt in the highest confidence Measured category required to support debt financing.

These maiden Measured Resources, combined with a 46.2 per cent uplift in Indicated Resources to 193 Mt, will satisfy project lenders there is sufficient high-grade ore to confidently meet targeted concentrate production of 20 million tonnes per annum.



Features



**World Class Australian
Iron Ore Mining
Project**



**Magnetite the Key to
Steel Industry
Decarbonisation**



**Price Premium for
Hawsons Supergrade®
70% Fe Product**



**Compelling
Decarbonisation and
Social Credentials**



**Clear Pathway to First
Production**



**Expert Board &
Management Team**

70%

Fe percentage of
Hawsons
Supergrade®
iron ore product

484

Mt Mineral Resource
Announced 26th July 2022
(contained
Supergrade®
70% Fe DTR
concentrate)

20

Mtpa production
target in upcoming
Bankable Feasibility
Study ("BFS")



Corporate

During the period Hawsons effected a seamless corporate leadership change to support the Company's transition from mineral resource explorer to producer.

On 20 May, 2022 Hawsons announced the appointment of experienced resources industry professional Mr Dave Woodall as Non-executive Chairman to lead the Company through the development of its high-grade Hawsons Iron Project near Broken Hill, NSW and into production.

His appointment enabled former Executive Chairman Mr Bryan Granzien to pivot into the performance-management role of Managing Director and focus on delivery of the Hawsons Iron Project's BFS.

The subsequent appointment of Andre du Preez as Project Director to lead the BFS Team has enabled Mr Granzien to concentrate further on corporate affairs.

Mr Woodall had been involved with Hawsons during the previous 18 months - most recently as a member of the Advisory Committee appointed to provide the Board with strategic advice on the progress and quality of the BFS.

During the quarter the Company maintained a high level of investor communications activity - aided by a strong flow of positive news and material market announcements.

Mr Granzien and Capital Finance Lead Glenn Vassallo travelled to Sydney and Melbourne in late May to brief a variety of bankers, brokers, institutions and industry participants on the Project and provide an update on recent significant developments.

Significantly, the spot price for iron ore fell almost 20% during the quarter amid concerns about the global economy and anticipated weaker demand from China. This sentiment had a negative impact on equity markets and the Company's share price.

Subsequent to the end of the quarter on 12 July 2022, the Company announced the submission of a capital Call Notice to LDA Capital Limited (LDA Capital) targeting a \$10 million equity draw-down under the terms of its strategic \$200 million Put Option Agreement with the US-based financier.

The pricing and exact amount to be raised from the issue of 25 million Collateral Shares will be determined in accordance with the terms and conditions of the Agreement and will be announced when finalised.

These funds will be used to cover the \$10 million cost of purchasing Starlight Investment Company Pty Ltd's joint venture interest in the Hawsons Iron Project.

Cash Activities for the Quarter ending 30 June 2022

Hawsons Iron Ltd held cash of \$7.928 million at the end of the June 2022 quarter, down \$10.449 million from the March 2022 quarter.

This reduction in cash includes \$3 million paid as a second instalment to acquire Starlight Investment Company Pty Ltd's 6.037% stake in the Hawsons Iron Project Joint Venture.

A payment of \$55,000 (inc GST) secured the Option Agreement with landholders to acquire land for the proposed Myponie Point port. \$150,000 was received from Non-executive Director Mr Jon Parker relating to the exercise of 1,000,000 options at 0.15c each.

The remaining expenditure is otherwise in line with planned Operating and Investing activities necessary for the scheduled completion of the Bankable Feasibility Study.



Table 1: Quarterly summary of spending activities

| | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|---|-------------------------|----------------------------------|
| 1. Operating Activities | | |
| 1.2 (d) - Staff Costs | (120) | (358) |
| 1.2 (e) - Administration Costs ¹ | (430) | (2,375) |
| 1.4 - Interest | 1 | 3 |
| Total Operating Activities | (549) | (2,730) |
| ¹ Administration Costs YTD include 1.204 million for paid consultant liability | | |
| 2. Investing Activities | | |
| 2.1 (c) - Plant and Equipment | (2) | (45) |
| 2.1 (d) - Exploration & Evaluation, made up of: | | |
| - Salaries & Wages | (554) | (1,640) |
| - EIS & Approvals | (838) | (1,342) |
| - Resource Upgrade | (4,510) | (13,163) |
| - Project maintenance | (59) | (229) |
| - Marketing | (196) | (238) |
| - Pilot Plant Testwork | (310) | (506) |
| - Additional asset purchase | (3,000) | (8,000) |
| - Option - land | (55) | (55) |
| - Port/pipeline | (441) | (726) |
| Total Exploration & Evaluation | (9,963) | (25,899) |
| 2.5 - Other | | |
| Cash Call contributions made by Starlight Investment Company Pty Ltd for the period July 2021 to November 2021 as per the Bankable Feasibility Study approved budget. | | 532 |
| Total Investing Activities | (9,965) | (25,412) |
| 3. Financing Activities | | |
| 3.1 - Proceeds from issue of equity securities | - | 35,596 |
| 3.3 - Proceeds from exercise of options ² | 150 | 260 |
| 3.4 - Transaction Costs ³ | (85) | (2,136) |
| Total Financing Activities | 65 | (33,720) |

² Options exercised by Jon Parker – 1,000,000 at an exercise price of 0.15c (150k received by the Company).

³ GRT Lawyers – Corporate Advisory Costs relating to potential capital raise options (73k) Rimon Law – foreign securities law advice (10k) ASX Operations (2k).



Payments to related parties of the entity and their associates

Total Director wages and fees for the quarter is \$68,185.08. 35% of Bryan Granzien expense is charged and capitalised within the activities outlined at 2.1 (d). 35% remains at item 6.1 for Bryan Granzien and 100% for the director fees, totalling \$68,185.

| | |
|-------------------------------|-----------------|
| Bryan Granzien Gross Wages | \$31,802 |
| Bryan Granzien Superannuation | \$ 2,515 |
| David Woodall Director Fee | \$ 6,701 |
| David Woodall Superannuation | \$ 809 |
| Paul Cholakos Director Fee | \$ 9,551 |
| Paul Cholakos Superannuation | \$ 3,628 |
| Jon Parker Director Fee | \$ 9,551 |
| Jon Parker Superannuation | \$ 3,628 |
| Total | <u>\$68,185</u> |

In relation to Listing Rule: 5.3.2 – There were no substantive mining production and development activities during the Quarter.

The statement of cash flows for the quarter and financial year to date are attached to this report at Appendix 5B.

Overview and outlook

We continued to gain momentum during the past quarter in pursuit of our goal to complete the BFS and clear the path of regulatory approvals required to develop and bring the Hawsons Iron Project into production.

Having established the superior ESG outcomes and economics of a 20Mtpa mine and direct-to-port underground slurry pipeline, we secured an option to acquire a suitable site for the deep-water port and an MOU with a leading operator in Flinders Ports.

Importantly, securing the proposed port site has enabled the BFS team to determine the optimum pipeline route which in turn has facilitated discussions with the South Australian Government and negotiations with impacted landholders.

Significantly, the Mineral Resource upgrade announced on 26 July, 2022 delivered the crucial Measured and Indicated tonnage we required to satisfy debt financing conditions and enable our BFS team of leading international consultants to complete the remaining detailed design and engineering work with confidence.

Discussions with potential product off-takers and project financiers, including financial institutions, steel mills and commodity trading houses remain on foot prior to completion of the BFS.

An assessment of water options is now being finalised and initial mining optimisation work has been providing direction on the proposed mining fleet and integration with the Company's ESG roadmap.

Metallurgical test work is also proceeding and providing input to the process engineers working on optimising the plant design.

Preliminary layout and concept designs of the tailings storage facility are being developed and testing of the tailings material will be undertaken once the metallurgical test work has been completed.

Ecology assessments and Cultural Heritage surveys have also been continuing on site as part of the Environmental Impact Statement (EIS) process.

During the current quarter Hawsons will be lodging an application for further exploration activities with NSW Resources Regulator.

Other on-site work will focus on geotechnical testing within four cored drill holes and the installation of continuous monitoring instrumentation for water and geotechnical rock properties.

Hawsons Iron Ltd tenement schedule 30 June 2022

| Licence | Notes | Name | Grant date | Expiry date | Equity | Units | Area – km2 |
|---------|-------|--------------|-------------------|-------------------|--------|-------|------------|
| EL6979 | 1,2 | Redan | 11/12/2007 | 11/12/2026 | 100% | 62 | 180 |
| EL7208 | 2 | Burta | 22/09/2008 | 22/09/2025 | 100% | 100 | 290 |
| EL7504 | 2 | Little Peak | 08/04/2010 | 08/04/2023 | 100% | 14 | 41 |
| MLA460 | 3,4 | Hawsons Iron | Under application | Under application | 100 | n/a | 187 |

- 1) 1.5% NSR royalty to Perilya Broken Hill Pty Ltd.
- 2) Application to amend title to 100% Hawsons Iron Ltd, in progress.
- 3) MLA made on 18 October 2013. Tenement application subject to unspecified grant date and conditions.
- 4) Application to amend Mining License Application to 100% Hawsons Iron Ltd, in progress.

This report references Mineral Resource information released to the ASX on 26 July, 2022 “Mineral Resource Upgrade”. The company is not aware of any new information which would materially affect the outcome of the Mineral Resources reported 26 July 2022.

Release authorised by the Board

Corporate directory

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Postal address

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ABN: 63 095 117 981
ACN: 095 117 981

Australian Securities Exchange Ltd

ASX Code: HIO Ordinary Shares

Share Registry

Link Market Services Limited
Level 21, 10 Eagle Street
Brisbane, QLD, 4000
Phone: 1300 737 760

Contact information

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Disclosure

The information in this report that relates to Exploration Results, Exploration Targets and Mineral Resources is based on information evaluated by Mr Simon Tear of H&S Consultants Pty Ltd who is a member of the Australian Institute of Mining and Metallurgy (MAAusIMM) and has sufficient experience 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 Tear consents to the inclusion in the report of the Mineral Resources in the form and context in which they appear.



Appendix 5B

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

Name of entity

| |
|-----------------------------|
| HAWSONS IRON LIMITED |
|-----------------------------|

ABN

| |
|-----------------------|
| 63 095 117 981 |
|-----------------------|

Quarter ended ("current quarter")

| |
|---------------------|
| 30 June 2022 |
|---------------------|

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date \$A'000 |
|---|----------------------------|-------------------------|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | | |
| 1.2 Payments for | | |
| (a) exploration & evaluation | | |
| (b) development | | |
| (c) production | | |
| (d) staff costs | (120) | (358) |
| (e) administration and corporate costs | (430) | (2,375) |
| 1.3 Dividends received (see note 3) | | |
| 1.4 Interest received | 1 | 3 |
| 1.5 Interest and other costs of finance paid | | |
| 1.6 Income taxes paid | | |
| 1.7 Government grants and tax incentives | | |
| 1.8 Other (provide details if material) | | |
| 1.9 Net cash from / (used in) operating activities | (549) | (2,730) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | | |
| (b) tenements | | |
| (c) property, plant and equipment | (2) | (45) |
| (d) exploration & evaluation | (9,963) | (25,899) |
| (e) investments | | |
| (f) other non-current assets | | |

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

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date \$A'000 |
|--------------------------------------|---|----------------------------|-------------------------|
| 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) | | 532 |
| | Starlight Investment Company Pty Ltd cash call contribution for July to Nov 21. | | |
| 2.6 | Net cash from / (used in) investing activities | (9,965) | (25,412) |

| | | | |
|-------------|---|-----------|---------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | | 35,596 |
| 3.2 | Proceeds from issue of convertible debt securities | | |
| 3.3 | Proceeds from exercise of options | 150 | 260 |
| 3.4 | Transaction costs related to issues of equity securities or convertible debt securities | (85) | (2,136) |
| 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) | | |
| 3.10 | Net cash from / (used in) financing activities | 65 | 33,720 |

| | | | |
|-----------|--|---------|----------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 18,377 | 2,350 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (549) | (2,730) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (9,965) | (25,412) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 65 | 33,720 |

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| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date \$A'000 |
|--------------------------------------|---|----------------------------|-------------------------|
| 4.5 | Effect of movement in exchange rates on cash held | | |
| 4.6 | Cash and cash equivalents at end of period | 7,928 | 7,928 |

| 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 | 7,824 | 18,273 |
| 5.2 | Call deposits Term deposits for office lease guarantee | 104 | 104 |
| 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) | 7,928 | 18,377 |

| 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 | 68 |
| 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.

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

| 7. | Financing facilities <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> | 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 (Put Option Agreement) | 200,000 | 0 |
| 7.4 | Total financing facilities | 200,000 | 0 |
| 7.5 | Unused financing facilities available at quarter end | | 200,000 |
| 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. | | |

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A\$200 million equity financing Put Option Agreement with United States investment group LDA Capital Limited. The company may access up to A\$200m in equity capital over four years at its sole discretion. Hawsons Iron (HIO) will be entitled to flexibly draw down up to A\$200 million by issuing put options to LDA Capital over the duration of the four-year Agreement.

The Company can draw down funds during the term of the Agreement by issuing ordinary shares of the Company (Shares) for subscription to LDA Capital. The Company may issue call notices to LDA Capital with each call notice being a put option on LDA Capital to subscribe for and pay for those Shares.

The number of Shares subject to a call notice is limited to a maximum of 10 times the average daily number of the Company's Shares traded on the ASX during the 15-trading day period before its issue. The issue price of the capital call Shares will be 90% of the higher of the average VWAP of Shares in the 30-trading day period after the issue of the put option notice by HIO (subject to any applicable adjustments) and the minimum acceptable price (MAP) notified to LDA Capital by the Company upon exercise of the put option and the issue of the Collateral Shares to LDA Capital. The VWAP calculation is subject to adjustment as a result of certain events occurring including trading volumes falling below an agreed threshold level or a material adverse event occurring in relation to the Company.

Except for option shares, LDA must not, on any Trading Day during the Pricing Period sell Collateral Shares representing more than 1/30th of the Shares specified in the Capital Call Notice. LDA does have the right to reduce the Proposed Capital Call Shares (Subject to adjustments) by up to 50% or increase the number of Proposed Capital Call Shares by up to 100%.

The Agreement includes unlisted share options under which HIO will issue 71,500,000 options to LDA Capital. The strike price of the options is 125% of the 90-day VWAP at the two-year anniversary of the issue of the options, or if the 90-day VWAP at the two-year anniversary of the issue of the options is at least \$0.55c, then \$0.70c. Each option has an exercise period of four years. Options exercised by LDA Capital will inject up to a further A\$50.05 million in equity capital into HIO.

The Company has agreed to pay an Option Premium Fee (2%) to LDA Capital of A\$4 million payable within 12 months of the date of execution of the Agreement – 50% (A\$2 million) to be in cash and 50% in shares based on 90% of the average VWAP of Shares in the 90-trading day period preceding the 12-month anniversary date from signing of the Agreement. HIO has paid US\$15,000 on 16th December to cover LDA Capital legal costs which were capped at US\$25,000.

On 12 July, 2022 Hawsons announced the issue of a capital Call Notice (25,000,000 Collateral Shares) to LDA Capital Limited targeting a \$10 million equity draw-down.

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

| 8. Estimated cash available for future operating activities | \$A'000 |
|---|----------------|
| 8.1 Net cash from / (used in) operating activities (item 1.9) | (549) |
| 8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (9,963) |
| 8.3 Total relevant outgoings (item 8.1 + item 8.2) | (10,512) |
| 8.4 Cash and cash equivalents at quarter end (item 4.6) | 7,928 |
| 8.5 Unused finance facilities available at quarter end (item 7.5) | 200,000 |
| 8.6 Total available funding (item 8.4 + item 8.5) | 207,928 |
| 8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3) | 19.78 |
| <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: | |
| 8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful? | |
| Answer: | |
| 8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis? | |
| Answer: | |
| <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: ..29 July 2022.....

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

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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.