

QUARTERLY ACTIVITIES REPORT

JUNE 2023



Directors

Non-Executive Chairman

Mark Chadwick

Managing Director

Shane Volk

Non-Executive Director

Tim Hronsky

Company Secretary

Shane Volk

Issued Capital (ASX: DUN, DUNO)

Ordinary Shares: 68,888,907

ASX Quoted: 47,444,250

Escrow: 21,444,657

Listed Options: 28,421,447

Unlisted Options: 15,500,000

Highlights

- **Elevated Rare Earth Elements (REEs) values returned in Matilda South assay results**
- **REE Exploration Program in the Matilda South area planned**
- **Ownership of Exploration Licence E63/2063 transferred to Dundas Minerals**
- **Northwest soil sampling program completed**

Dundas Minerals Limited (ASX: DUN) (“Dundas Minerals” or “the Company”) is actively exploring for nickel, copper and gold in the prospective Albany-Fraser Orogen, Western Australia.

Elevated Rare Earth Element (REE) values in assay results from Matilda South reverse circulation (RC) drilling

Completion of the Matilda South drilling program was announced by Dundas Minerals on 10 March 2023.

Drilling at Matilda South (Figure 1) successfully tested the targeted audiomagnetotellurics (AMT) and combined gravity and magnetic anomalies. Specifically, a WNW – ESE trending moderate to low resistivity AMT anomaly was confirmed to represent a possible fault structure with spatially related alteration at the contact between felsic gneiss and amphibolite/mafic granulite. From the logging of drill chips, it was concluded that the coincident magnetic and gravity targets were variably magnetite-bearing granulites, granites and banded iron formations which are interpreted to be equivalent to those intersected by historical drilling 17km northeast of Matilda South, at the Splinter project – *the Splinter Gneiss*.

During the quarter assay results for samples submitted from all Matilda South drill holes were received. Although assays did not report significant anomalism for targeted minerals (nickel, copper, gold), elevated rare earth elements (REEs) values were returned across some intervals in four drill holes. Refer to the Company’s ASX Announcement of 28 April 2023 for details.

Of note was hole 23MSRC002, where a 3m interval (24m-27m) returned total rare earth oxides (TREO’s) of 858ppm comprising 44% magnetic rare earth oxides (MREO) and 48% critical rare earth oxides (CREO), also a 2m interval (22m-24m) of 1,164ppm TREO was returned in this hole comprising 25% MREO and 13% CREO.



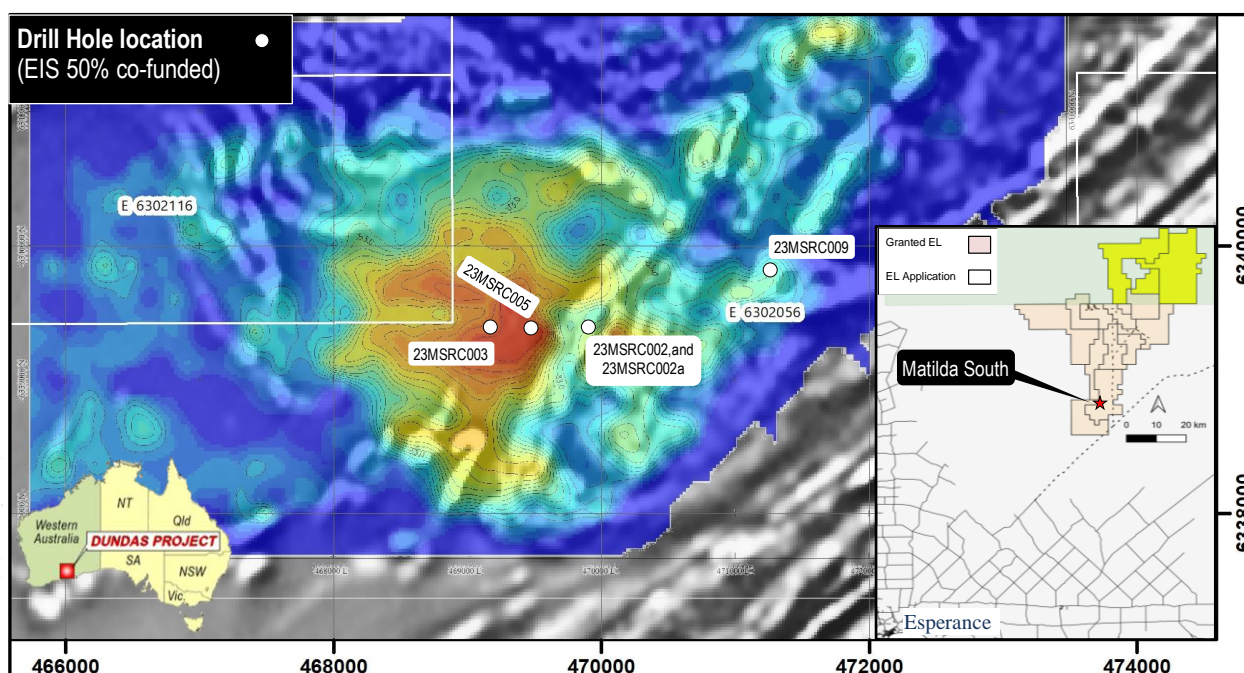


Figure 1: Matilda South actual drill hole locations on a Bouguer gravity anomaly image (colour). The background is a grey-scale second vertical derivative magnetic image.

Rare Earth Elements (REEs) exploration

As reported in the Company's 10 March 2023 ASX Announcement, various ASX listed companies that hold tenements surrounding Dundas Minerals have recently announced the completion of successful REE exploration programs, most recently Metal Hawk Limited (ASX: MHK) (refer Figure 2). The geology of the Matilda South area is interpreted as similar to that of surrounding tenements.

Whilst the potential REE endowment of the southern Albany-Fraser Orogen, east and northeast of Esperance, has been supposed for some time it was not until 2021/22 that various ASX listed companies such as Mount Ridley Mines Limited (ASX: MRD); Odette 6 Limited (ASX: OD6); and West Cobar Metals (ASX: WC1) pioneered dedicated (and successful) REE exploration programs in the region.

Dundas Minerals has now completed a compilation and review of various geophysical and geology data sets for the purpose of planning its own REE exploration program. The program, which is initially planned to comprise 400m spaced air-core (AC) drilling, will be able to commence once requisite approvals have been received and access to the proposed drilling locations is established. A Program of Work (PoW) for the inaugural REE drilling was submitted to the Western Australian Department of Mines, Industry Regulation and Safety (DIMRS) during the quarter. Access to drilling locations is expected to be established after winter rains have eased.

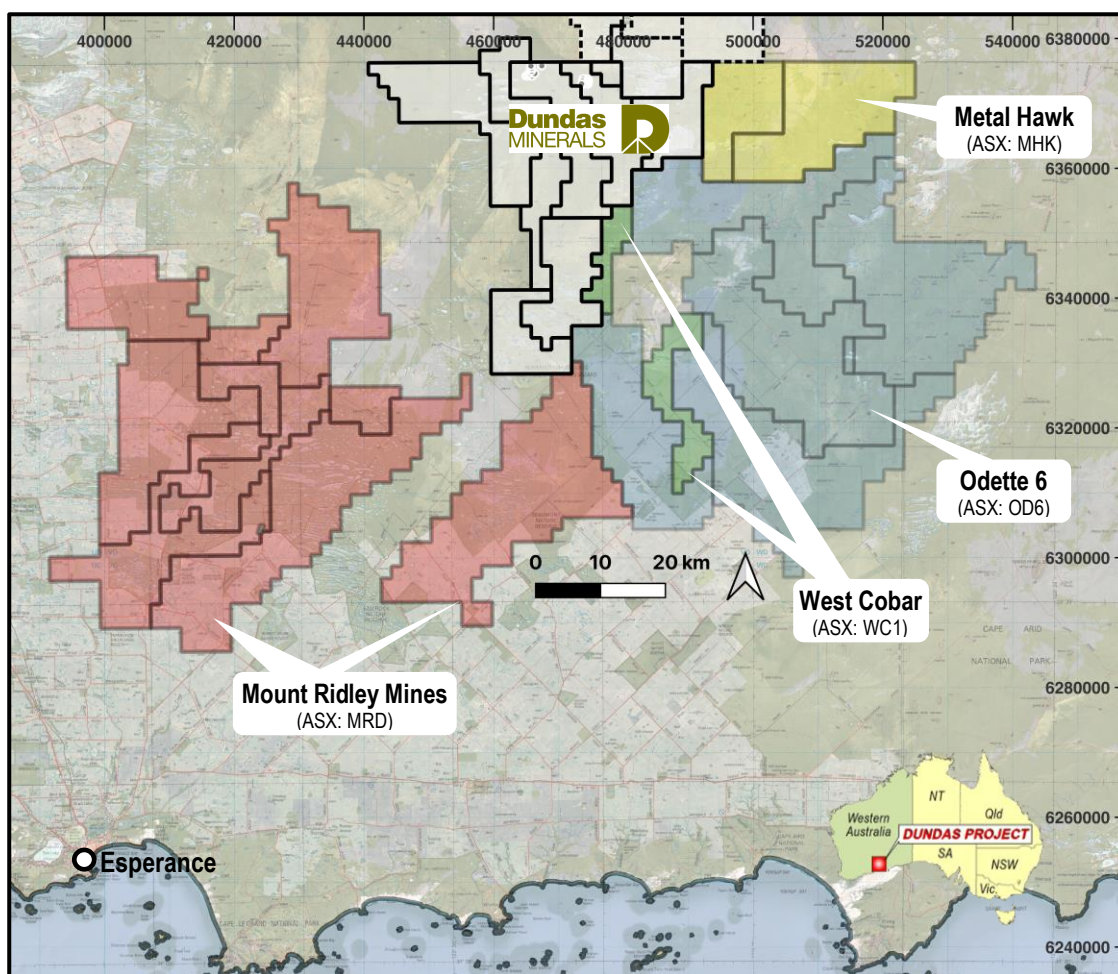


Figure 2: Tenement holdings of various ASX listed companies actively exploring for REEs in the vicinity of Dundas Minerals “Dundas” project exploration licences

Ownership of Exploration Licence E63/2063 transferred to Dundas Minerals

In early June 2023, Dundas Minerals exercised its option to acquire 100% ownership of exploration licence E63/2063 from unlisted public company Golden Camel Mining Limited. Ownership of the licence has now been transferred to Dundas Minerals. The licence is located within the Company’s namesake Dundas project, and the area that the licence covers has historically been subject to gold exploration (AngloGold Ashanti Australia Limited, 2012-14) (Figure 3). With the transfer of this licence to Dundas Minerals, all exploration licences within the Company’s Dundas project area are now 100% owned by Dundas Minerals.

Northwest soil sampling program

The northwest soil sampling program was completed in April 2023. Assay results from the program and an independent analysis and interpretation of the assay data were received during the quarter. Whilst there were no stand-out geochemical anomalies identified, the data provides a valuable new data-set for the Company. Dundas Minerals continues to review its geophysical, geological, geochemical and historical exploration datasets to prioritise and rank targets for further exploration.

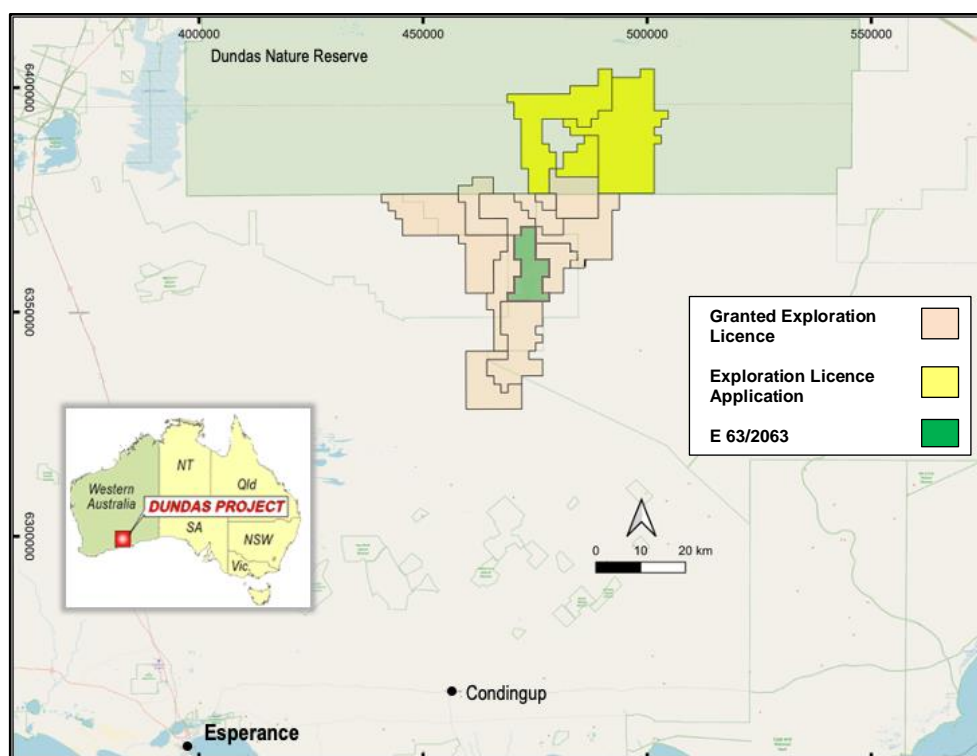


Figure 3: Dundas Minerals granted and pending Exploration Licences

Related Party Transactions

In accordance with the requirements of ASX Listing Rule 5.3.5, the payments that were made to, or an associate of, a related party of the entity that have been included in the Appendix 5B for the quarter are managing director remuneration and non-executive director fees (item 6.1).

ASX Listing Rule 5.3.2

For the purpose of ASX Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities by the Company or its subsidiaries during the quarter.

Use of Funds

Pursuant to ASX List Rule 5.3.4, a comparison between the use of funds statement in the Company's IPO Prospectus dated 17 September 2021, and actual expenditure to 30 June 2023 is shown in the table below.

Category	Prospectus Amount	Actual at 31-06-23	Variance
Exploration at the Dundas Project	\$3,986,000	\$4,505,378	(\$519,378)
Exploration at Triton ¹	\$70,000	\$1,190	\$68,810
Expenses of the Offer	\$670,000	\$662,154	\$7,846
Administration costs	\$998,000	\$938,062	\$59,938
Working capital	\$631,000	\$246,265	\$384,735
Total	\$6,355,000	\$6,353,050	\$1,950

Notes:

- The tenement that comprises the Triton project was not granted until 29 March 2023.

Tenement Summary

Pursuant to ASX Listing Rule 5.3.3, the Company did not acquire or dispose of any mineral tenements during the quarter. The Company's interests in mineral tenements as at the end of the quarter covered by this report is shown in the table below.

Holder	Tenement ID	Status	Percent Held	Location
Dundas Minerals Limited	E 63/2044	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2045	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2056	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2059	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2063	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2065	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2078	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2083	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2084	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2090	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2116	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2124	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2170	Granted	100%	Western Australia
Dundas Minerals Limited	E 63/2287	Application	100%	Western Australia
Dundas Minerals Limited	E 63/2288	Application	100%	Western Australia
Dundas Minerals Limited	E 63/2297	Application	100%	Western Australia

Capital Structure (30 June 2023)

Description	Number
Fully Paid Ordinary Shares (ASX quoted: DUN)	47,444,250
Fully Paid Ordinary Shares (not quoted on ASX, subject to ESCROW)	21,444,657
Total Fully Paid Ordinary Shares	68,888,907
ASX quoted options (ASX: DUNO) exercise price \$0.30, expiry 25-Feb-24	28,421,881
Unlisted options exercise price \$0.25, expiry 1-July-2024	2,000,000
Unlisted options exercise price \$0.30, expiry 1-July-2024	2,000,000
Unlisted options exercise price \$0.30, expiry 3-Nov-2024	3,000,000
Unlisted options exercise price \$0.25, expiry 1-July-2026	2,500,000
Unlisted options exercise price \$0.30, expiry 1-July-2026	2,500,000
Unlisted options exercise price \$0.25, expiry 10-Nov-2026	1,000,000
Unlisted options exercise price \$0.30, expiry 10-Nov-2026	1,000,000
Unlisted options exercise price \$0.50, expiry 25-Feb-24	1,500,000
Total Unlisted Options	15,500,000

Financial

The Company ended the quarter with \$1.9 million in cash.

Refer to the attached Appendix 5B for an overview of the Company's use of cash during the quarter.

Authorised by: Shane Volk (Managing Director and Company Secretary)

About Dundas:	Dundas Minerals Limited (ASX: DUN) is a battery-minerals and gold focussed exploration company exploring in the highly prospective southern Albany-Fraser Orogen, Western Australia. Dundas Minerals holds 12 contiguous exploration licences (either granted or under application) covering an area of 1,845km ² . All licences are 100% owned by Dundas and are located within unallocated Crown Land. The Albany-Fraser Orogen hosts the world-class Tropicana gold mine (AngloGold Ashanti ASX: AGG / Regis Resources ASX: RRL) and the Nova nickel mine (Independence Group ASX: IGO). The Dundas granted tenements are located ~120km southwest of Nova, have not been subject to modern exploration and are deemed prospective for battery materials (nickel, copper and rare earths), and gold. Dundas Minerals listed on the ASX on 10 November 2021.
Capital Structure:	Ordinary shares on issue (DUN): 68,888,907; ASX Listed Options (DUNO): 28,421,447 (Ex: \$0.30, Exp 25-02-2024) Unlisted Options: 1,500,000 (Exp. 25-02-24 Ex. \$0.50); 3,000,000 (Exp. 3-11-24 Ex. \$0.30); 4,000,000 (Exp. 1-7-24 Ex. \$0.25 & \$0.30); 5,000,000 (Exp. 1-7-26 Ex. \$0.25 & \$0.30); 2,000,000 (Exp. 10-11-26 Ex. \$0.25 & \$0.30)

COMPETENT PERSONS STATEMENTS

The information in this announcement that relates to exploration at the Company's Matilda South drilling assay results is extracted from the ASX Announcements titled "*Exploration Update: Matilda South and Northwest Soil Sampling Program*" published on 28 April 2023. The report is available to view on the Company's web site: www.dundasminerals.com. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX Announcement. The Company confirms that the form and context in which the Competent Person's findings are presented in this report, have not been materially modified from the original market announcement.

DISCLAIMERS AND FORWARD-LOOKING STATEMENTS

This announcement contains forward looking statements. Forward looking statements are often, but not always, identified by the use of words such as "seek", "target", "anticipate", "forecast", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions.

The forward-looking statements in this announcement are based on current expectations, estimates, forecasts and projections about Dundas and the industry in which it operates. They do, however, relate to future matters and are subject to various inherent risks and uncertainties. Actual events or results may differ materially from the events or results expressed or implied by any forward-looking statements. The past performance of Dundas is no guarantee of future performance.

None of Dundas' directors, officers, employees, agents or contractors makes any representation or warranty (either express or implied) as to the accuracy or likelihood of fulfilment of any forward-looking statement, or any events or results expressed or implied in any forward-looking statement, except to the extent required by law. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

Appendix 5B

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

Name of entity

Dundas Minerals Limited

ABN

14 640 432 819

Quarter ended ("current quarter")

June 2023

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$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	(97)	(318)
	(e) administration and corporate costs	(72)	(339)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	19	51
1.5	Interest and other costs of finance paid	(1)	(2)
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	(151)	(608)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(7)	(109)
	(d) exploration & evaluation	(114)	(2,875)
	(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 (12 months) \$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)	-	-
2.6	Net cash from / (used in) investing activities	(121)	(2,984)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,580
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	501
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(93)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(3)	(12)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other	-	-
3.10	Net cash from / (used in) financing activities	(3)	1,976
4.	Net increase / (decrease) in cash and cash equivalents for the period	(276)	(1,617)
4.1	Cash and cash equivalents at beginning of period	2,215	3,556
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(151)	(608)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(121)	(2,984)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(3)	1,976

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 (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,940	2,215

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	431	866
5.2	Call deposits	1,509	2,250
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)	1,940	3,116

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	(94)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
	Repayment of shareholder loans and accrued interest (included in item 3.6)	-

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.

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

7.	Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<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>		
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 quarter end		-
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.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	151
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	121
8.3	Total relevant outgoings (item 8.1 + item 8.2)	272
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,940
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,940
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	7.13
	<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: n/a	
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.

28 JULY 2023

Date:

SHANE VOLK – Managing Director & Company Secretary

Authorised by:
 (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.