

QUARTERLY ACTIVITIES REPORT JUNE 2022

The Board of Fin Resources Limited (ASX: FIN) (**Fin** or the **Company**) is pleased to provide its Quarterly Activities Report for the period ending 30 June 2022, along with the Appendix 5B for the same period.

Sol Mar Project Scoping Study

The Company continued exploratory work on the Sol Mar tenement to understand the economic and technical options of a salt project and downstream products like Sulphate of Potash (SOP), Caustic Soda and Hydrochloric Acid. The Company also had meaningful conversations with potential customers of such products including large domestic mining players in Western Australia (WA).

World Class Renewable Energy Potential

Western Australia is attracting international attention with its potential to be a globally significant producer of green hydrogen and green ammonia using renewable solar and wind energy. The Company is actively exploring the opportunity to build a business on these lines, either on Sol Mar or on new areas with corresponding licenses. In this regard, the Company is in discussions with international players to form a partnership. The Company has also been engaged with local authorities, pastoralists, and native title groups. In the last few months, the Company has obtained a good understanding of the developing legislation pertaining to green hydrogen in WA and the approvals path to be taken.

McKenzie Springs Project

The focus this quarter at McKenzie Springs has been on reviewing potential opportunities with third party investment partners to advance the McKenzie Springs project. The McKenzie Springs project is located within the Kimberley Region of Western Australia, 85km north-east of the township of Halls Creek. The Project covers an area of approximately 81.6km² including identified nickel, copper, cobalt and graphite occurrences. The McKenzie Springs Project is considered prospective for magmatic Ni-Cu sulphide and PGE mineralisation. Further geological and geophysical modelling is required.

Board Changes

The Company announced the resignation of Mr Ryan de Franck as a Non-Executive Director.

Financial Commentary

The Quarterly Cashflow Report (Appendix 5B) for the period ending 30 June 2022 provides an overview of the Company's financial activities. The Company is in a strong financial position with \$3.4 million in cash at the end of the quarter. This will be sufficient to fund corporate costs and also facilitate exploration activities at the Sol Mar Project for the remainder of CY 2022.

Expenditure on exploration during the reporting period amounted to A\$223k, which included \$144k paid to technical consultants.

Corporate Directory

Managing Director
Gautam Varma

Technical Director
Brian Talbot

Non-Executive Director
Jason Bontempo

Company Secretary
Aaron Bertolatti

35 Richardson Street
West Perth WA 6005
Tel: +61 8 6117 0453

info@finresources.com.au
www.finresources.com.au

Payments for administration and corporate costs amounted to \$233K and included costs for and associated with director's fees, listing and compliance and legal fees (\$110K). The aggregate amount of payments to related parties and their associates included in the current quarter cash flows was \$137k (refer to Table 1). The aggregate amount of payments to related parties and their associates included in the current quarter cash flows was \$137k (refer to Table 1).

Table 1: Payments to Related Parties of the Entity and their Associates

Item	Current Quarter (A\$)	Previous Quarter (A\$)
Directors and Officer Remuneration		
Managing Director Fees		76,859
Non-Executive Director Fees and Superannuation		64,128
Director Consulting Fees		14,746
Company Secretarial Fees		30,000
		15,000
Total payments to related parties of the entity and their associates	136,605	159,820

FIN Resources Limited Tenements

The status of FIN Resources Limited Tenements are summarised in Table 2

Table 2: FIN Resources Limited Tenements

Tenement	Location	Area	Status	Interest
E80/4808	Western Australia	81.6km ²	Granted	70%
E08/2831	Western Australia	140km ²	Granted	80%
E08/2832	Western Australia	153km ²	Granted	80%
E08/2868	Western Australia	64km ²	Granted	80%
E08/3069	Western Australia	38km ²	Pending application	80%*
E08/3070	Western Australia	19km ²	Granted	80%
E08/3071	Western Australia	10km ²	Granted	80%
E08/3354	Western Australia	111km ²	Pending application	80%*
E08/3355	Western Australia	271km ²	Granted	80%**
E08/3423	Western Australia	99km ²	Pending application	80%*

Notes:

* Subject to grant of the tenement and receipt of ministerial consent to the transfer of the 80% from North West Solar Salt Pty Ltd.

** Transfer of tenement from North West Solar Salt Pty Ltd awaiting ministerial consent (see the Company's ASX announcement dated 7 January 2022).

km² – Square Kilometres

Changes during the June 2022 Quarter:

Exploration Licence 28/2652 was surrendered on 14 April 2022.

This ASX release was authorised by the Board of the Company

For further information contact:

Gautam Varma
 Managing Director
 gvarma@finresources.com.au

About Fin Resources Limited

Fin Resources Limited is an ASX listed company (ASX:FIN) focussed on the development of the Sol Mar Project. The project consists of nine exploration licences totalling 905 km² located in a proven salt production region with ideal climatic conditions to produce high purity salt. The Company is investigating the use of renewable energy in the form of wind and solar energy to create a zero-carbon footprint project and potentially fuel renewable product streams like hydrogen and other green by products.

The Company's other project, McKenzie Springs, is located within the Kimberley Region of Western Australia, 85km north-east of the township of Halls Creek. The Project covers an area of approximately 81.6km² including identified nickel, copper, cobalt and graphite occurrences. The McKenzie Springs Project is considered prospective for magmatic Ni-Cu sulphide and PGE mineralisation.

Appendix 5B

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

Name of entity

FIN RESOURCES LIMITED

ABN

25 009 121 644

Quarter ended ("current quarter")

30 June 2022

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	(69)	(276)
(e) administration and corporate costs	(233)	(840)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	7
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	(300)	(1,109)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	(20)	(520)
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(223)	(1,215)
(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	(243)	(1,735)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	211
3.2	Proceeds from issue of convertible debt securities	-	1
3.3	Proceeds from exercise of options	-	1,042
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(59)
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	-	1,195

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,937	5,043
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(300)	(1,109)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(243)	(1,735)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	1,195

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	3,394	3,394

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	1,056	1,601
5.2	Call deposits	2,338	2,336
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)	3,394	3,937

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	137
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>- Directors Remuneration - \$137k</p>		

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)	(300)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(223)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(523)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,394
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,394
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	6.59
<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: N/A	
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	
<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: 27 July 2022



Authorised by: Aaron Bertolatti – Company Secretary

(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.