

QUARTERLY ACTIVITIES REPORT

31 January 2023

For the quarter ended 31 December 2022

Admiralty Resources NL (ASX: ADY) is pleased to report its activities for the December 2022 quarter.

Exploration and Quarterly Activities

Mariposa

During the quarter, the Company has continued to pursue the development of the Mariposa project. As announced on 8 November 2022 the Company also announced the successful sponsorship and employment of five key appointments, including the Company's Executive Chairman Mr Bin Li (who will be the Mariposa Project General Manager).

Further to securing these appointments Admiralty's full Board of Directors Mr Bin Li, Ms Susan Zhong and Mrs Jian Barclay travelled to Chile on 30 December 2022 to welcome the new employees to the Mariposa site, in addition to using this site visit to secure meetings with local peers and suppliers. These meetings are targeted at accelerating the Company's local presence and operational partnerships as it seeks to ready itself for mine construction and production at Mariposa.

During the quarter, and the site visit, the Board has progressed a number of key initiatives including:

1. The Company has notified the local authority that it intends to commence mining operation this year, and has sought assistance with local compliance of staffing, and locating local employees to work at the mine;
2. Electricity access and usage has been secured, with the main source located approximately 15 kilometres from the mine to connect to the transmission line. Admiralty is in the process of finalising the transmission line design and has discussed surface rights for the transmission line;
3. Meetings to progress:
 - a. pre-commencement activities prior to mining construction, which includes the relocation of native flower and fauna, engaging with consultants to prepare safety and health reports in compliance with the terms of the Company's DIA;
 - b. port access with both peer competitor CMP's Las Losas port, and the Guacolda port, to explore the maximum capacity to ship bulk export at each of the port;
 - c. negotiations with a local railway company to explore loading and transporting opportunities for the Company in the near future; and
 - d. progressing two additional options to access water at Mariposa, which are expected to be more economical than the current water source for the mine;
4. The key staff and Directors have conducted several site visits of local iron ore mines located in Vallenar and Copiapo to gain a greater understanding from local operators of the prices for diesel, explosives and mining equipment;
5. Interviews with a number of excavation and construction operators with the expectation of engaging the first group of workers during the subsequent (current March 2023) quarter; and

6. Topographic survey for preparation of the land has commenced, and is expected to be completed over the subsequent (current March 2023) quarter.

The shipment of mining equipment procured through Admiralty's proposed Joint Venture partner Hainan Xinlei Mining Management Co Ltd ("Hainan") is expected to depart from China to Chile on or about 25 January 2023, followed by a second batch of equipment to be shipped on or about 8 February 2023.

In conjunction with these equipment shipments and the deployment of key staff to Chile during the Quarter, the Company is progressing the negotiation and final commercial terms of its proposed partnership and financing of the Mariposa project with Hainan.

The Company will provide further updates as it progresses its commercial partnerships and readies for commencement of mining construction at Mariposa.

Soberana

There was no activity during the quarter.

The Company continues to engage with the liquidator of prior operator Rocterra. ADY will continue to keep the market informed as progress is made during this process.

La Chulula

ADY has continued to progress the second stage regulatory DIA approval, and will provide further updates with further development, noting the proximity of La Chulula to the Mariposa mine site.

Australian Projects

No activity to report during the quarter.

Corporate

Current Loan Facilities

As noted in the previous quarter, the Company secured an extension to the Convertible Loan Facility with Smart East Global Limited ("SEGL") and the loan agreement with Shanghai Long Sheng Technology Development Co. Limited ("Long Sheng") which both now have a maturity/expiry date of 31 December 2025.

The extension of additional funding from Long Sheng of a further \$1.5million in the headline limit to its loan facility with Company, with a total facility/loan limit for drawdown of \$6,000,000, provides Admiralty with additional working capital to progress the Mariposa project and its negotiations with its proposed project partner Hainan.

Project Advance

In conjunction with progress made during the quarter in negotiating a proposed binding Joint Venture with Hainan, a project advance was paid to Admiralty by Hainan late in December, as a demonstration of Hainan's commitment in finalising a binding Joint Venture agreement for the Mariposa project.

General Business

\$57,498 was paid to Directors during the quarter, which included \$6,000 in office lease payments. All payments to related parties and their associates were all remuneration for services as Directors in the ordinary course of business and on arms' length terms.

Exploration and evaluation expenditure in the quarter primarily comprised of the water supply/treatment retainer for the Mariposa site, and advisory fees paid to local consultants regarding Phase 2 of the La Chalula DIA.

Recent Announcements

Date	Announcement
8 November 2022	ADY Secures Strategically Important Personnel at Mariposa
25 November 2022	Results of Meeting
12 January 2023	Statement Regarding Board Remuneration

About Admiralty

Admiralty Resources NL (ASX: ADY) is a public diversified mineral exploration company listed on the Australian Securities Exchange with mineral interests in Chile and in Australia.

Admiralty's flagship projects are the iron ore districts in Chile: Harper South (2,498 Ha), Pampa Tololo (3,455 Ha) and El Cojin (600 Ha). The districts are located in prime locations, with close and easy access to the Pan-American Highway (a major route), a railway and power line and operating shipping ports.

Admiralty's project in Australia is the Pyke Hill Project, a cobalt and nickel project in Western Australia, whose mining lease is 50% owned by Admiralty.

Admiralty in Chile

The **Harper South district** ("Harper South") is the most advanced district in respect to exploration. To date, six targets have been confirmed as carriers of iron mineralisation: Mariposa, La Chulula, Soberana, Negrita, La Vaca and Mal Pelo.

- **Mariposa** has a JORC 2004 compliant resource of 174.5 Mt (*as per ASX announcement on 25/1/2013*). An engineering mine plan (or Prefeasibility Study) for an initial production of one million tonnes of finished product per annum has been commissioned to Redco Mining Engineers.
- **La Chulula**. The Mineral Resource Estimate quantifies the resources at La Chulula at 96 Mt at 24% Fe for a 15% Fe cut-off in the inferred category. The La Chulula resource estimate is based on the results obtained from the reverse circulation and diamond drilling campaign completed in 2012
- **Soberana** has a JORC 2004 compliant resource of 90.2 Mt (*as per ASX announcement on 15/1/2013*).

Pampa Tololo district - A high resolution ground magnetic survey carried out in 2011 identified three targets: Cochrane, O'Brien and Simpson. A reverse circulation drilling campaign of 3,311m took place at Simpson in July/August 2012. The results of this campaign are currently being evaluated by the Company.

El Cojin district - It is the least advanced of Admiralty's projects in Chile, with the first piece of exploration work being a high-resolution ground magnetic survey carried out in 2012. The survey identified 5 targets in total with 3 of them showing great depth and high susceptibility.

Schedule of tenements

<i>Tenement Reference</i>	<i>Registered Holder</i>	<i>% Held</i>	<i>Country</i>	<i>Project Group</i>
M39/159	Pyke Hill Resources Pty Ltd	50%	Australia	Pyke Hill
HARPER SOUTH				
Negrita 1-4	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Negrita Group
Leo Doce, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Negrita Group
Soberana 1-5	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
Phil Cuatro, 1-16	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
Leo 101, 1-30	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
Leo Cinco, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Seis, 1-58	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Ocho, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Nueve. 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Diez, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Once, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
Leo Trece, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
OTHER SECTORS				
Pampa Tololo 1-2475	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
Cerro Varilla 1-732	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
Leo 14, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
Leo 105	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
Leo 106	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
Leo 107	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
Mal Pelo	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements

Board

Managing Director

Mrs Qing Zhong

Executive Director

Mrs Jian Barclay

Executive Chairman

Mr Bin Li

Joint Company Secretaries

Mr Jarrod White

Ms Louisa Ho

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