

# QUARTERLY ACTIVITIES REPORT

28 April 2023

## For the quarter ended 31 March 2023

Admiralty Resources NL (ASX: ADY) is pleased to report its activities for the March 2023 quarter.

### Exploration and Quarterly Activities

#### Mariposa

During the quarter, the Company has made significant developments in advancing the Mariposa concentrator construction, including:

1. Commencement of mine construction with levelling of the Mariposa site, repair of two major roads at the Mariposa Mine, mine stope construction and preliminary work to prepare for production.
2. Construction of the major roads at Mariposa continue to be built, with the No. 1 Highway repair completed on 15 March 2023, and No.2 Highway completed on 21 March 2023. These two highways are the main roadway to the site.
3. The senior management team put in place health and safety processes to ensure the smooth running of the mining site.
4. The senior management team consists of:
  - a. Mr Bin Li – Project General Manager;
  - b. Mr Jose Luis Barros - Operations Manager;
  - c. Mr Genaro Gin - Chilean Legal Representative of ADY;
  - d. Mr Shanping Yang - Mechanical and Maintenance engineer;
  - e. Mr Jiazhong Liu - Maintenance and Electrical engineer;
  - f. Mr Weijin Yan - Maintenance and Electrical engineer; and
  - g. Mr Bing Fei - Mechanical Maintenance engineer and Welding Technician.
5. Further to the electricity access and usage being secured, the Company has advanced its discussions with regards to the surface rights for the transmission line.
6. The Company is also exploring two additional options to access water at Mariposa, which is expected to be more economical than obtaining water through the current provider.
7. Equipment and supplies continue to arrive at the site as Mariposa prepare towards production.
8. It is anticipated that the Mariposa project is on track for production by March 2024 as outlined in the Term Sheet with Hainan (refer to ASX release dated 20 March 2023), with the key activities to also be completed in accordance with the project timeline.

#### *Agreement with Hainan to develop Mariposa Project*

The Company and Hainan Xinlei Mining Management Co Ltd (**Hainan**) continue to progress the long-form documentation associated with their agreement where Hainan will provide all capital equipment and undertake development activities required to commence production at ADY's Mariposa project (refer to ASX release dated 27 March 2023). The Company will provide the market with further updates as it progresses the long-form documentation.

Refer to the Company's ASX release dated 28 April 2023, for a more detailed update on the Mariposa Project.

### **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 continue 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**

#### *General Business*

\$40,065 was paid to Directors during the quarter. 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.

Development expenditure in the quarter primarily comprised of the water supply/treatment retainer for the Mariposa site, and preparation of the Mariposa site.

#### *Recent Announcements*

<b>Date</b>	<b>Announcement</b>
31 January 2023	<a href="#">December Quarterly Activities Statement</a>
31 January 2023	<a href="#">December Quarterly Appendix 5B</a>
16 March 2023	<a href="#">Half Yearly Report and Accounts</a>
17 March 2023	<a href="#">Appointment of New Director &amp; Appendix 3X</a>
20 March 2023	<a href="#">Mariposa Iron Ore Project Term Sheet Update</a>
20 March 2023	<a href="#">Correction to ASX Announcement</a>
27 March 2023	<a href="#">Mariposa Iron Ore Project Agreement</a>

## 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 Australia.

Admiralty is advancing its flagship Mariposa Iron Ore Project in Chile towards production, targeting first production in 2024, with a view to increasing production capacity from 2025.

The Mariposa project has favourable access to infrastructure, including being located just 6km from the railway line, 70km from port and 25km from the town of Vallenar, with access to road infrastructure and a high voltage power line.

Together with Mariposa, other exploration projects in the Company's Harper South district (2,498 ha) include La Chulula and Soberana, with potential for further growth in iron ore resources. Other exploration areas in Chile include the Pampa Tololo district (3,455 ha) and El Cojin (600 ha).

In Australia, Admiralty holds a 50% stake in the Pyke Hill Project, a cobalt and nickel project in Western Australia.

For more information, please visit <https://ady.com.au/>

## 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
<b>HARPER SOUTH</b>				
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
<b>OTHER SECTORS</b>				
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**

#### **Executive Chair**

Mr Bin Li

#### **Managing Director**

Mrs Qing Zhong

#### **Executive Director**

Mrs Jian Barclay

#### **Non-Executive Director**

Mr Gregory Starr

### **Contact**

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### **Joint Company**

#### **Secretaries**

Mr Jarrod White

Miss Louisa Ho

## **Forward Looking Statements**

This announcement contains forward looking statements, including statements of current intention, statements of opinion and predictions as to possible future events. Forward looking statements should, or can generally, be identified by the use of forward-looking words such as “believe”, “expect”, “estimate”, “will”, “may”, “target” and other similar expressions within the meaning of securities laws of applicable jurisdictions, and include but are not limited to the expected outcome of the acquisition. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. Such statements are not statements of fact and there can be no certainty of outcome in relation to the matters to which the statements relate. These forward-looking statements involve known and unknown risks, uncertainties, assumptions and other important factors that could cause the actual outcomes to be materially different from the events or results expressed or implied by such statements. Those risks, uncertainties, assumptions and other important factors are not all within the control of Admiralty and cannot be predicted by Admiralty and include changes in circumstances or events that may cause objectives to change as well as risks, circumstances and events specific to the industry, countries and markets in which Admiralty operates. They also include general economic conditions, exchange rates, interest rates, competitive pressures, selling price, market demand and conditions in the financial markets which may cause objectives to change or may cause outcomes not to be realised.

None of Admiralty or any of its subsidiaries, advisors or affiliates (or any of their respective officers, employees or agents) makes any representation, assurance or guarantee as to the accuracy or likelihood of fulfilment of any forward-looking statement or any outcomes expressed or implied in any forward-looking statements. Statements about past performance are not necessarily indicative of future performance.