ASX ANNOUNCEMENT

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ABOUT CALIDUS RESOURCES

Calidus Resources is an ASX listed gold development company which controls the Warrawoona Gold Project in the East Pilbara district of the Pilbara Goldfield in Western Australia.

DIRECTORS AND MANAGEMENT

Mr Mark Connelly
NON-EXECUTIVE CHAIRMAN

Mr David Reeves
MANAGING DIRECTOR

Mr Keith Coughlan
NON-EXECUTIVE DIRECTOR

Mr Paul Brennan
PROJECT DEVELOPMENT

Mr Richard Hill
CHIEF FINANCIAL OFFICER

Ms Julia Beckett
COMPANY SECRETARY

calidus.com.au

ASX : CAI

info@calidus.com.au

Suite 12, 11 Ventnor Ave
West Perth WA 6005
AUSTRALIA

26 October 2020

September 2020 Quarterly Activities Report

Construction underway and exploration ramps up at Warrawoona Gold Project, WA

HIGHLIGHTS

- **Feasibility study demonstrates Warrawoona Gold Project can produce ~90,000ozpa at an AISC of $1,290/oz versus current gold price of +A$2,600/oz**
- **Early construction works underway at Warrawoona**
- **Major Tenders Issued and Indicative debt term sheets received**
- **Ministerial approval secured**
- **Acquisition of high-grade Blue Spec gold mine near Warrawoona Gold Project provides immediate opportunity to expand production and free cash flow at Warrawoona. DFS and integration plan to be undertaken during CY2021 in parallel with Warrawoona construction**
- **Calidus identifies 22 high-priority regional targets as it ramps up strategy to grow the current 1.5Moz Resource**
- **Calidus raised $25M for construction and exploration**
- **Calidus held $26M cash and $0.8M in listed investments at 30 September**

Calidus Resources (ASX:CAI) is pleased to report on a highly successful quarter during which it started early construction works and ramped up exploration at its Warrawoona Gold Project in WA's Pilbara.

CALIDUS RESOURCES LIMITED

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FEASIBILITY STUDY SHOWS WARRAWOONA WILL BE ECONOMICALLY AND TECHNICALLY ROBUST

During the quarter, Calidus announced that the Feasibility Study confirmed that Warrawoona is set to generate strong cashflow, outstanding financial returns and a rapid payback.

The Feasibility Study includes a 30% increase in the underground Reserves to 120,000oz (from June 2020), with total Project Reserves increasing to 547,000oz (Table 4). This underpins forecast production averaging 90,000 ounces a year in the first seven years, peaking at 105,000oz in year five, at an average AISC of A$1,290/oz.

Based on a gold price of A$2,500/oz, Warrawoona will generate a post-tax internal rate of return of 69% and have a payback period of just 13 months.

The key points were:

- The study showed Warrawoona will generate strong margins and cashflow
- Study uses cost inputs from Preferred Contractors for major scopes of work from competitive tender process – Mining, Processing Plant, Tails Storage Facility and Power Station
- Project Economics (Based on A$2,500/oz):
    - Pre-Tax Project Cashflow of $629M, average EBITDA of $110M pa, $NPV_{8\%}$ $408M, IRR 81% and payback of 13 months
    - Post-Tax Project Cashflow of $447M, NPV8% $286M, IRR 69% and payback of 13 months
- Average production of 90,000oz a year over first 7 years, peaking at 105,000oz in year five
- Total gold production of 658,000oz over eight-year life of mine based on current minable inventory
- Life of Mine All-In Sustaining Costs (AISC) of $1,290/oz
- Pre-production capital cost of $120M including contingency and pre-production mining costs
- Underground Reserve increases 30% to 120,000oz with further growth potential from planned resource extensional and infill drilling

Table 1 - Key Project Statistics

Production Summary	Units	Feasibility Study
Initial Mine Life	Years	8.3
Total Ore Mined	oz	17.6Mt @ 1.24g/t for 702koz
Gold Recovered	oz	658,277
Processing Rate	Mtpa	Oxide/Transition 2.4Mtpa and Fresh 2.0Mtpa
Average LOM CIL Metallurgical Recovery	%	94.4%
Project Development Capital		
Processing Plant	A$M	78
Non-Processing Infrastructure and Owners Cost	A$M	23
Contingency	A$M	4
Project Development Capital	**A$M**	105
Pre-Production Mining Costs	A$M	15
Total Pre-Production Capital	A$M	120

Project Economics				
Gold Price	**A$/oz**	**2,200**	**2,500**	**2,800**
Gold Revenue	A$M	1,448	1,646	1,843
All-In Sustaining Cost (AISC)[1]	**A$/oz**	**1,281**	**1,290**	**1,299**
Project Cashflow (Pre-tax)	**A$M**	**437**	**629**	**820**
$NPV_{8\%}$ (Pre-tax)	A$M	272	408	543
IRR (Pre-tax)	% p.a.	58%	81%	103%
Project Cashflow (Post-tax)	**A$M**	**309**	**447**	**587**
$NPV_{8\%}$ (Post-tax)	A$M	187	286	386
IRR (Post tax)	% p.a.	48%	69%	91%
Payback Period[2]	**Years**	**1.5**	**1.1**	**0.9**

Table 2 – Production Costs

Costs of Production	LOM Unit Cost (A$/t)	LOM Unit Cost (A$/oz)
Open Pit Mining	$18 /t OP Ore	$386 /oz
Underground Mining	$53 /t UG Ore	$279 /oz
Total Mining	$25 /t	$666 /oz
Processing and Maintenance	$16 /t	$422 /oz
Business Services	$2 /t	$56 /oz
Total Cash Cost (C1)	**$43 /t**	**$1,143 /oz**
Royalties	$3 /t	$74 /oz
Sustaining Capital	$3 /t	$73 /oz
Total All-In Sustaining Cost (AISC)	**$48 /t**	**$1,290 /oz**

Table 3 – Gold Price Sensitivity Analysis

Pre-tax	Unit	A$2,000/oz	A$2,250/oz	A$2,500/oz	A$2,750/oz	A$3,000/oz
Project Cashflow	A$M	309	469	**629**	788	948
$NPV_{8\%}$	A$M	182	295	**408**	520	633
IRR	%	42%	62%	**81%**	100%	118%
Post-tax	**Unit**	**A$2,000/oz**	**A$2,250/oz**	**A$2,500/oz**	**A$2,750/oz**	**A$3,000/oz**
Project Cashflow	A$M	217	332	**447**	564	680
$NPV_{8\%}$	A$M	121	203	**286**	370	453
IRR	%	34%	51%	**69%**	87%	106%
Payback Period	Years	2.3	1.4	**1.1**	0.9	0.8

[1] All-In Sustaining Cost includes mining, processing, site administration, royalty costs and sustaining capital. It does not include exploration, corporate costs and non-sustaining capital.
[2] Payback period is calculated from the month of first gold production.
[3] Calidus is estimated to have carried forward tax losses of $42M at 31 December 2020.
[4] All figures are presented in nominal Australian Dollars unless otherwise specified. Rounding errors may occur.

Table 4 - Ore Reserves (only Underground Reserve updated from June 2020)

Deposit	Proven			Probable			Total		
	kt	Au (g/t)	koz	kt	Au (g/t)	koz	kt	Au (g/t)	koz
Klondyke Open Pit	2,057	1.0	66	10,014	1.0	335	12,071	1.0	401
Klondyke Underground				1,900	2.1	120	1,900	2.1	120
St George Open Pit				244	1.2	9	244	1.2	9
Copenhagen Open Pit				95	5.5	17	95	5.5	17
Total	**2,057**	**1.0**	**66**	**12,253**	**1.2**	**481**	**14,310**	**1.2**	**547**

Table 5 - Global Mineral Resource Estimate (Inclusive of Reserves)

Deposit	Cut-Off	Measured			Indicated			Inferred			Total		
	(g/t)	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz	Mt	Au (g/t)	KOz
Klondyke Open Pit	**0.3**	**2.3**	**0.98**	**72**	**29.0**	**0.90**	**844**	**8.3**	**0.81**	**217**	**39.6**	**0.89**	**1,133**
including	*0.5*	*1.6*	*1.21*	*64*	*20.3*	*1.12*	*733*	*5.0*	*1.09*	*176*	*27.0*	*1.12*	*973*
Klondyke UG	**1.5**				**1.0**	**2.87**	**89**	**1.8**	**3.31**	**162**	**2.7**	**2.83**	**250**
including	2.0				0.7	3.36	72	1.2	4.08	130	1.9	3.33	202
Copenhagen	0.5				0.2	5.58	34	0.1	2.65	9	0.3	4.54	43
Coronation	0.5							0.5	2.19	34	0.5	2.19	34
Fieldings Gully	0.5				0.3	1.80	16	0.3	1.87	20	0.6	1.84	36
Total		**2.3**	**0.98**	**72**	**30.4**	**1.00**	**982**	**11.0**	**1.33**	**442**	**43.7**	**1.06**	**1,495**

DEVELOPMENT TIMETABLE

During the quarter, Calidus advised that it had taken key steps to ensure it meets the accelerated timetable for development of Warrawoona.

The project timeline is shown the table below.

Table 6 – Development timeline

PERMITTING	TIMING	Q3 2020	Q4 2020	2021
EPA Recommendation	✓			
Ministerial Sign Off	Q3 2020			
Operating Permits	Q4 2020			
DEVELOPMENT STUDIES				
Updated PFS	✓			
Feasibility Study	Q3 2020			
FINANCING				
Appointment of Debt Advisor	✓			
Indicative Debt Term Sheets	Q3 2020			
Completion of Financing Facility	Q4 2020			
First Drawdown	Q1 2021			
DEVELOPMENT				
Tenders	✓			
Preferred Contactors	Q3 2020			
Early Works	Q4 2020			
Commence Construction	Q1 2021			
First Gold - 10 months from construction				**+ 10 months**

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COMMENCEMENT OF EARLY CONSTRUCTION WORK AT WARRAWOONA GOLD PROJECT

During the quarter, Calidus announced the commencement of early construction works for Warrawoona following grant of the necessary Environmental Permits.

This construction activity will provide the base infrastructure, including an Access Road, Accommodation Village, Communications and Water Supply in preparation for main Project construction activities to commence in Q1 2021.

Early works includes:

- The construction of a 7km long access road to the village and process plant;
- The installation of the 240 room village that has been previously purchased by Calidus;
- The installation and operation of communications by Telstra;
- The installation and equipping of water bores.



Figure 1: New access road construction commenced

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TENDERS ISSUED AND AWARD OF PREFERRED CONTRACTORS

Calidus announced that tenders for the major contracts, comprising a schedule of rates mining contract, tailings dam construction, EPC for the processing plant construction and a build, own, operate (BOO) model for the power station, have been let to the market.

Calidus awarded preferred contractor status to the two largest value contracts being the open pit mining and EPC process plant contract to facilitate Front End Engineering and Design (FEED) and the placing of long lead items orders.

Macmahon Holdings Ltd (Macmahon) have been awarded preferred tenderer status for the open pit mining. Macmahon is an ASX listed company (ASX:MAH) with a market capitalisation of $564m. Macmahon provides contract mining services Australia wide, employs over 6,000 people and is currently very active in Western Australian Gold with its nearest operation being at Telfer Gold Mine.

GR Engineering Services Ltd (GRES) have been awarded preferred tenderer status for the EPC contract for the process plant. GRES is an ASX listed company (ASX:GNG) and is the pre-eminent gold EPC contractor in Australia having completed the last two gold plants in WA.

Both preferred tenderers have a long and successful track record in Western Australia and gold mining and have the financial, technical and operating experience to deliver on the proposed scope of works.

MINISTERIAL APPROVAL SECURED

On 24 August 2020, Calidus was pleased to announce that the Western Australian Minister for the Environment has approved the Warrawoona Project. A copy of the EPA Approval can be downloaded from the EPA website.

INDICATIVE DEBT TERM SHEETS RECEIVED

Calidus advised that its debt funding process is progressing well, with a high level of interest expressed by several potential lenders. Calidus has received attractive indicative term sheets from select banks, debt and credit funds as well as royalty and streaming providers. Notwithstanding the receipt of such terms sheets, Calidus cautions investors that these indicative proposals remain subject to negotiation and there is no guarantee that debt funding can or will be secured on the terms sought by Calidus.

As part of the debt financing process, an independent technical expert has been appointed with an initial draft report close to completion.

CALIDUS TO AQUIRE HIGH-GRADE BLUE SPEC GOLD MINE NEAR WARRAWOONA

Calidus advised that it has entered into a binding agreement with Novo Resources Corp. (**Novo**) (TSX.V:NVO) to acquire the high grade Blue Spec Project, located within trucking distance of Warrawoona.

Highlights included:

- Calidus has signed a binding agreement with Novo Resources Corp. (TSX.V:NVO) for the acquisition of the high-grade Blue Spec Gold/ Antimony Project in the Pilbara region of Western Australia for A$19.5 million cash consideration
- Located within trucking distance (~70km) of the Warrawoona Gold Project

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- Established JORC 2012-Compliant Mineral Resources currently undergoing review by Calidus of 415kt @ 16.3g/t Au and 1.3% Sb for 219koz Au and 5.2kt Sb
- Strong exploration potential down dip and along strike
- Blue Spec has historical production of ~60koz Au at more than 25g/t Au *(refer to Northwest Resources Prospectus dated 25 October 2004)*
- Strong potential operational and capital cost synergies between Blue Spec and Warrawoona, while maintaining exposure to ongoing exploration potential:
  - Focus on increasing production profile, extending mine life and maximising value of planned infrastructure at Warrawoona
  - Provides flexibility around timing and scheduling of mine operations at Warrawoona
  - Calidus can utilise in-house expertise and capacity to fast track development of Blue Spec
  - Planning to utilise existing infrastructure at Warrawoona, which already includes a sulphide plant for treatment of a high-grade open pit satellite deposit
- Demonstrates Calidus' commitment to establishing a new regional gold production hub in the East Pilbara district of the Pilbara Goldfield
- Plan to commence a strategic review/ integration study and further metallurgical testwork drilling on completion

The Blue Spec Project (**Blue Spec** or **the Project**) is located 20km south east of Nullagine and 70km from Calidus' 100% owned Warrawoona Gold Project. The Project is accessible by existing roads and a condition of the sale agreement is Novo granting a licence agreement permitting Calidus access to Novo owned roads and across tenements to facilitate potential future transport of material from Blue Spec to Warrawoona.

Given its close proximity, Blue Spec has significant potential to provide a strategic high-grade satellite feed to Warrawoona enhancing the production profile and extending mine life at a relatively low capital intensity. The Project also provides Calidus with potential for increased flexibility around mine scheduling at Warrawoona. In addition, some of the plant and infrastructure at Blue Spec may be suitable to include in the proposed 100 ktpa sulphide plant. The acquisition leases lie immediately adjacent to Calidus lease application P46/1972 which is immediately along strike of the main Blue Spec shear.

DRILLING COMMENCED AT THE OTWAYS GOLD-COPPER PROJECT

As announced on 27 May 2020, Calidus had entered into a Heads of Agreement with Rugby Mining to earn up to 70% interest in the Otways Project NE of Nullagine. In the late 1960s, shallow (<60m depth) percussion drilling of coincident soil and IP anomalies by Conwest identified copper mineralisation in metabasalts at or near surface (refer Figure 3). In addition, several holes contain Cu mineralisation that is open at depth. Historic drilling was never assayed for gold but nearby costean samples returned values of up to 13g/t Au.

Recent site visits identified the locations of previous drill holes and have confirmed visual occurrences of copper mineralisation at surface and in shallow workings.

Calidus announced on 27 July 2020, that drilling was about to commence at the Otways project. Highlights included:

- Five RC holes and 1 diamond hole to be drilled at the Otways (Doherty) prospect where substantial copper intercepts were obtained in historic percussion holes from surface

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- These drill holes were never assayed for gold and are along strike from trenches assaying up to 13g/t Au
- Six reconnaissance RC holes to be drilled at the Malachite Flats prospect targeting anomalous and high-grade gold rock-chip samples of up to 15.8g/t Au over a 600m diameter anomaly

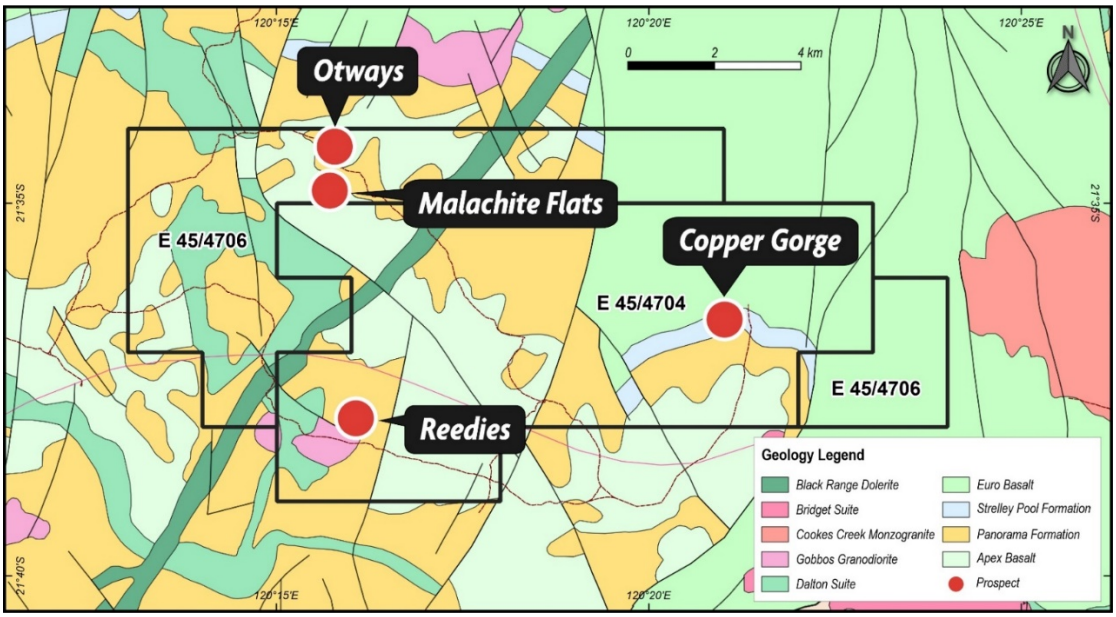


Figure 2: Tenements at the Otways Project with the GSWA 500k geology and prospect locations

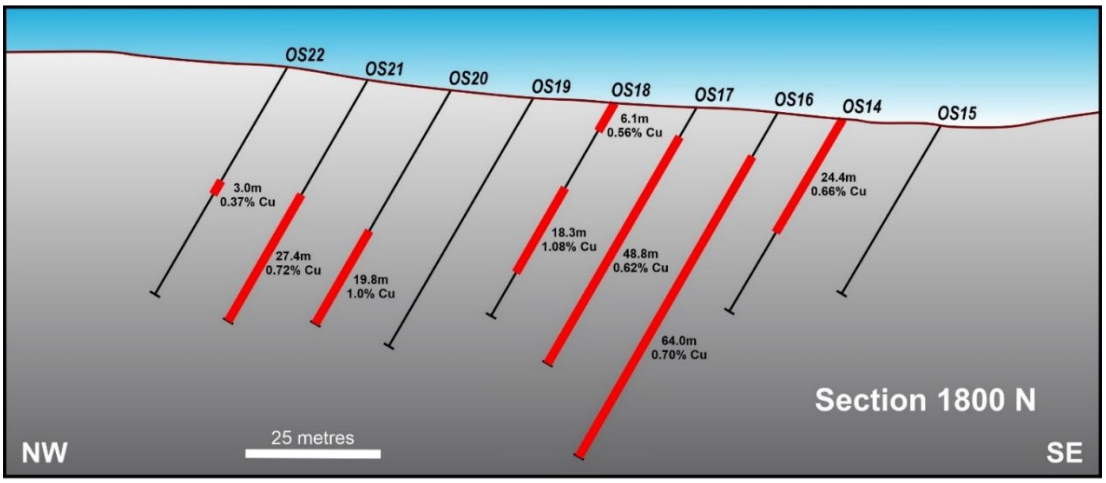


Figure 3: Cross section at the Otways Project showing the results of shallow percussion drilling by Conwest in the 1960s

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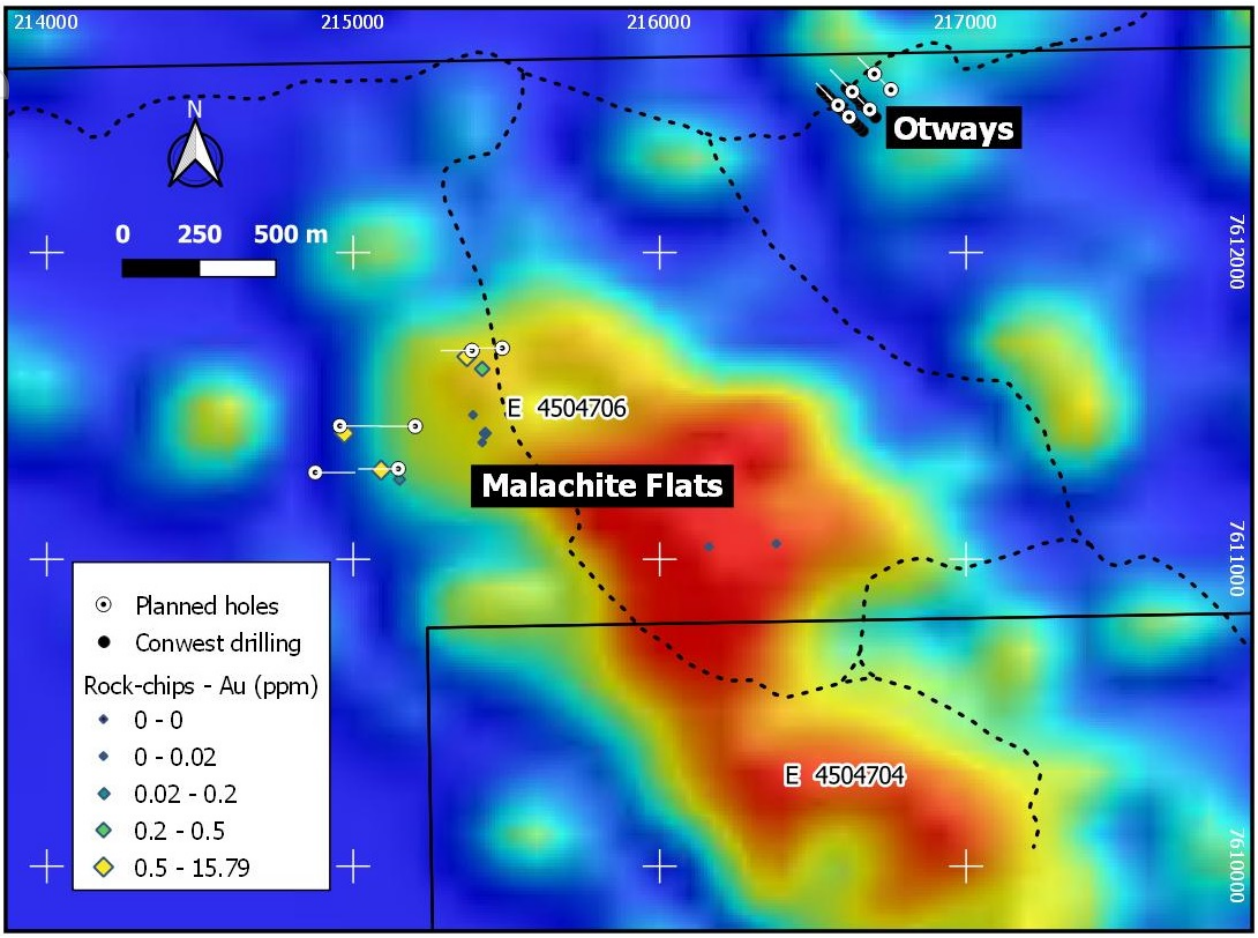


Figure 4: Map of the Otways–Malachite Flats area showing the locations of the planned drill holes on a horizontal conductivity slice at 100m depth from a HoistEM survey flown by Hazelwood Resources.

CALIDUS IDENTIFIES 22 HIGH-PRIORITY REGIONAL TARGETS AS IT RAMPS UP STRATEGY TO GROW 1.5MOZ RESOURCE

Post quarter, Calidus was pleased to announce that a review by Southern Geoscience Consultants of the Company's regional aeromagnetic and radiometric survey across the Warrawoona gold project has identified a host of regional exploration targets.

Highlights included:

- Calidus' strategy to accelerate exploration in parallel with project development work has led to the identification of 95 targets, including 22 high-priority targets
- The targets were identified from an aeromagnetic and radiometric survey in conjunction with Southern Geoscience Consultants
- Regional hydrothermal fluid pathways were identified using potassium signatures in the radiometric data
- Possible structural traps for gold-bearing fluid identified from structural complexity in the magnetic data along fluid pathways
- Fieldwork on the high-priority targets will begin in late October

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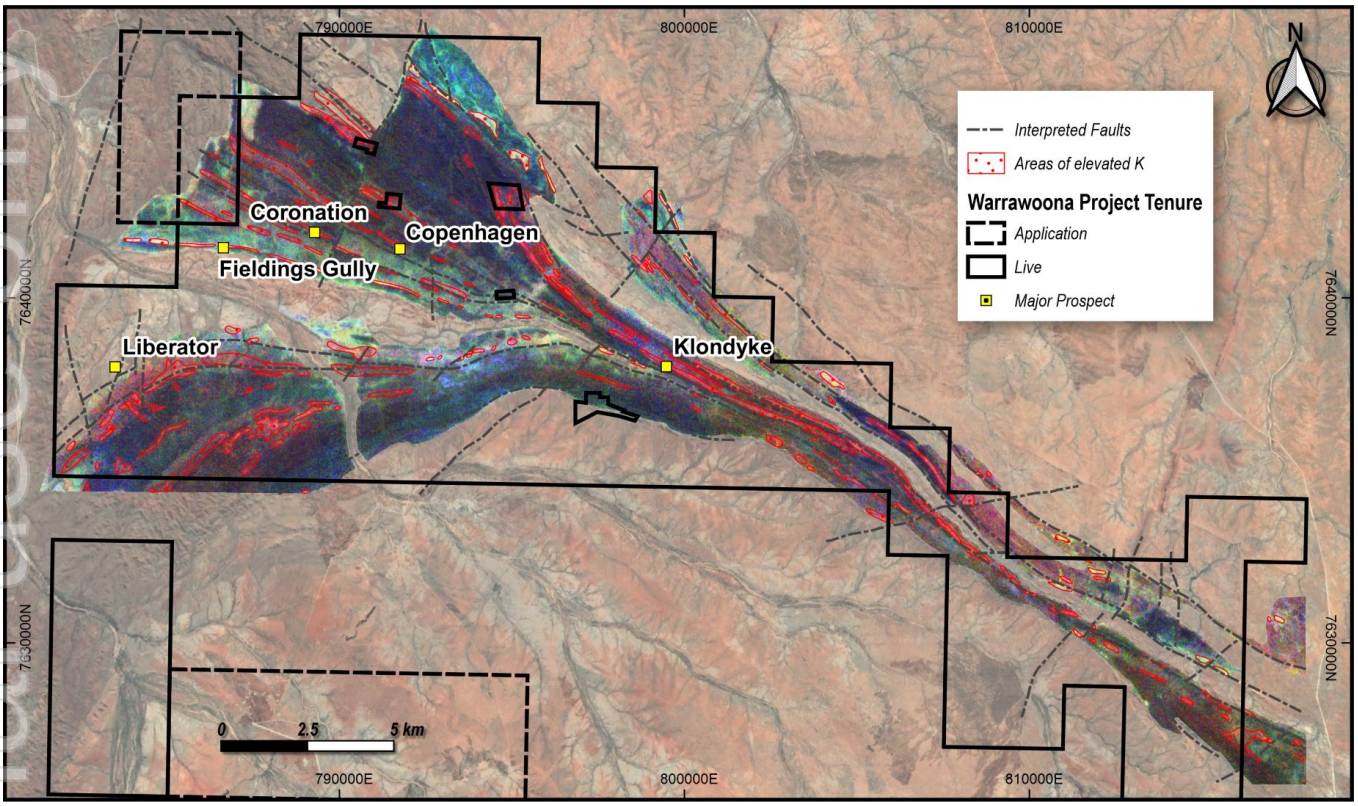


Figure 5: Radiometric ternary images of north and south parts of the greenstone belt clipped to remove large count in the granites and felsic volcanic rocks.

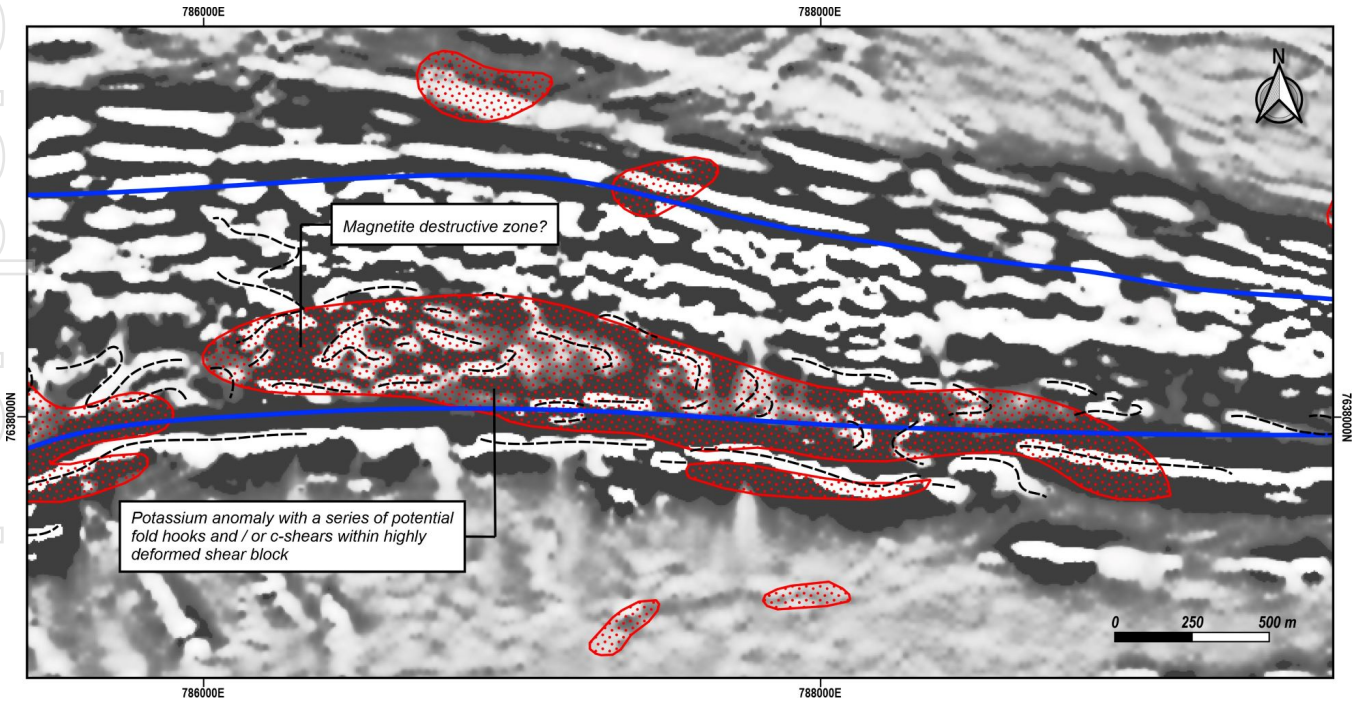


Figure 6: Potassium anomaly coincident with evidence for structural complexity and magnetite destruction

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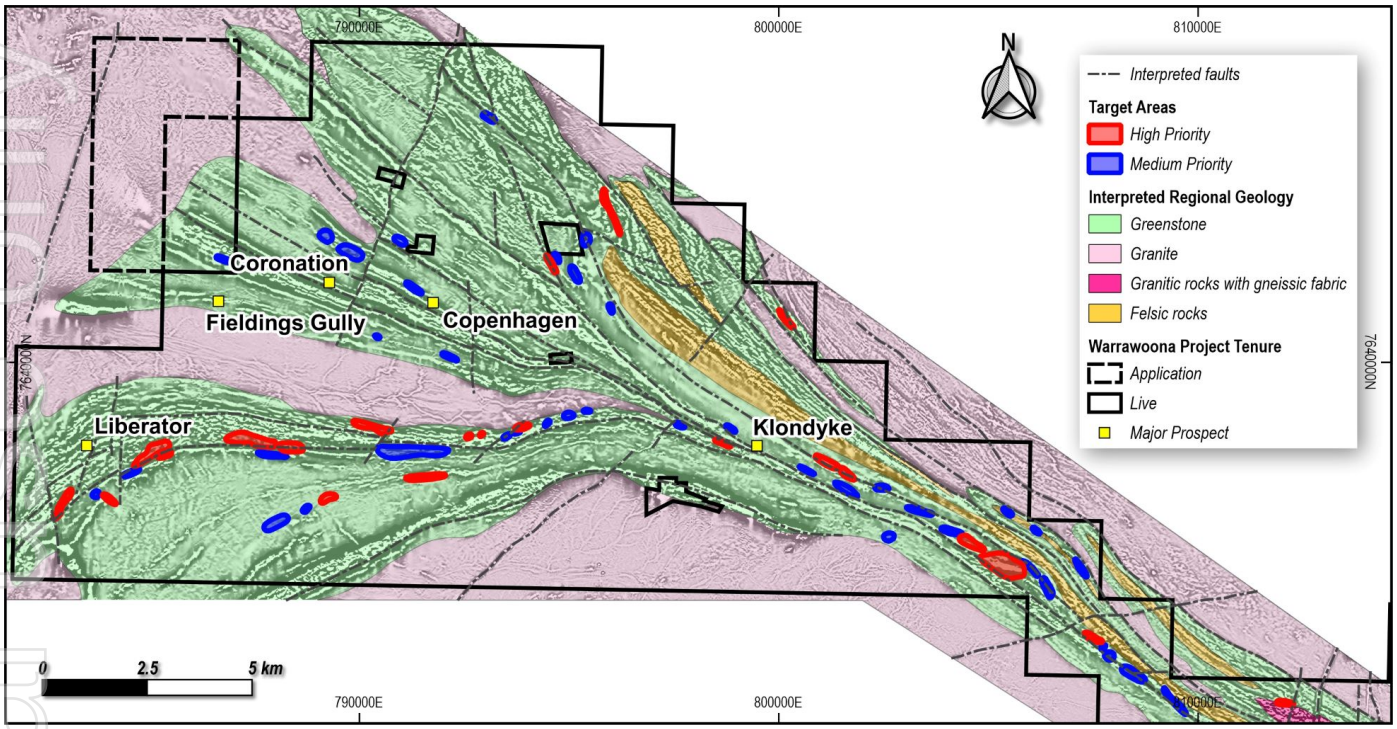


Figure 7: Regional lithologies and interpreted first order structures in the Warrawoona area with key deposits and project tenements, overlain on RTP 2VD greyscale magnetics image.

CORPORATE

Completion of $25M Share Placement

On 24 July 2020, Calidus was pleased to announce that it had raised $25 million via a share placement ("Placement") to professional and sophisticated investors through the issue of 49,019,608 shares at a price of 51c. The placement attracted strong interest in excess of the shares available to allocate.

Proceeds of the Placement will be used to fund a dual strategy of commencement of early infrastructure works at the Warrawoona Gold Project including roads, accommodation village, water supply and communications ad well as expanding the Company's exploration programmes at Warrawoona and Otways**,**

Financial

At the end of the quarter, Calidus and its subsidiaries held $25M cash and $0.8M in listed investments.

Summary of Expenditure for Quarter

As outlined in the attached Appendix 5B, during the quarter the Company spent approximately:

- $2.27M on exploration and evaluation activities;
- $91k in payments were made to related parties and their associates for director salaries, consultancy fees, superannuation and other related costs; and
- $0.7M on administration and corporate costs.

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Appointment of General Manager

Don Russell was appointed as General Manager for the Warrawoona Project. Don has extensive operating experience at gold mines across Australia in his 30-year career and his skills will be invaluable as we move ahead with this project.

The Calidus site team is in place consisting of General Manager, Construction Manager, Geology Manager, Mining Manager, Mining/Construction Superintendent and Business Services Manager.

Director Resignation

The Company advised on 27 July 2020 that Mr Adam Miethke resigned as Non-Executive Director of the Company. The Board thanks Mr Miethke for his valuable contribution to the Company over the last 3 years where he has been intimately involved in the listing and success of the Company. The Company looks forward to continuing working with Adam and the team at Discovery Capital as our Corporate Advisors in the future.

Presentations

Managing Director, David Reeves, presented at the Diggers & Dealers Mining Forum on 14 October 2020, held in Kalgoorlie, Western Australia.

For the purpose of ASX Listing Rule 15.5, the Board has authorised for this announcement to be released.

- END –

Refer announcements:

ASX announcement dated 14 October 2020 entitled "Calidus identifies 22 high-priority regional targets"
ASX announcement dated 29 September 2020 entitled "Feasibility paves the way for construction of Warrawoona"
ASX announcement dated 21 September 2020 entitled "Calidus to acquire high-grade Blue Spec gold mine"
ASX announcement dated 17 September 2020 entitled "Preferred Tenderer – Warrawoona Gold Project".
ASX announcement dated 17 September 2020 entitled "Construction underway at Warrawoona Gold Project"
ASX announcement dated 24 August 2020 entitled "Ministerial approval & indicative debt term sheets"
ASX announcement dated 5 August 2020 entitled "Early construction works to start at Warrawoona Gold Project"
ASX announcement dated 27 July 2020 entitled "Director Resignation / Appendix 3Z"
ASX announcement dated 27 July 2020 entitled "Director Resignation / Appendix 3Z"
ASX announcement dated 24 July 2020 entitled "Calidus completes $24m placement"
ASX announcement dated 17 July 2020 entitled "Calidus raises $25M for Construction & Exploration"
ASX announcement dated 13 July 2020 entitled "Drilling to commence at the Otways Gold-Copper project"
ASX announcement dated 7 July 2020 entitled "Major tenders issued and deb advisor appointed"
ASX announcement dated 4 June 2020 entitled "Exploration Update"
ASX announcement dated 14 August 2018 entitled "Multiple New Drill Targets Highlighted by Geochem Survey"

For further information please contact:

Dave Reeves
Managing Director

dave@calidus.com.au

Forward Looking Statements

This announcement includes certain "forward looking statements". All statements, other than statements of historical fact, are forward looking statements that involve risks and uncertainties. There can be no assurances that such statements will prove accurate, and actual results and future events could differ materially from those anticipated in such statements. Such information contained herein represents management's best judgement as of the date hereof based on information currently available. The Company does not assume any obligation to update forward looking statements.

CALIDUS RESOURCES & SUBSIDAIRIES - TENEMENT SCHEDULE				
Tenement ID	**Holder**	**Size (ha)**	**Renewal**	**Ownership/Interest**
Granted				
E45/3615	Keras (Pilbara) Gold Pty Ltd	3,508.10	22/11/2020	100%
E45/4236	Keras (Pilbara) Gold Pty Ltd	956.69	19/10/2024	100%
E45/4555	Keras (Pilbara) Gold Pty Ltd	1,915.22	1/03/2022	100%
E45/4843	Keras (Pilbara) Gold Pty Ltd	940.95	2/07/2022	100%
E45/4856	Keras (Pilbara) Gold Pty Ltd	2,551.02	20/05/2023	100%
E45/4857	Keras (Pilbara) Gold Pty Ltd	6,693.46	20/05/2023	100%
E45/4905	Keras (Pilbara) Gold Pty Ltd	638.00	29/11/2022	100%
E45/4906	Keras (Pilbara) Gold Pty Ltd	319.00	29/11/2022	100%
E45/5172	Keras (Pilbara) Gold Pty Ltd	4,291.17	30/05/2024	100%
M45/0240	Keras (Pilbara) Gold Pty Ltd	6.07	17/11/2028	100%
M45/0521	Keras (Pilbara) Gold Pty Ltd	18.11	10/03/2034	100%
M45/0547	Keras (Pilbara) Gold Pty Ltd	17.72	2/05/2035	100%
M45/0552	Keras (Pilbara) Gold Pty Ltd	9.71	18/01/2035	100%
M45/0668	Keras (Pilbara) Gold Pty Ltd	242.05	28/12/2037	100%
M45/0669	Keras (Pilbara) Gold Pty Ltd	101.95	28/12/2037	100%
M45/0670	Keras (Pilbara) Gold Pty Ltd	113.10	29/12/2037	100%
M45/0671	Keras (Pilbara) Gold Pty Ltd	118.65	29/11/2037	100%
M45/0672	Keras (Pilbara) Gold Pty Ltd	116.20	1/08/2037	100%
M45/0679	Keras (Pilbara) Gold Pty Ltd	121.30	8/04/2038	100%
M45/0682	Keras (Pilbara) Gold Pty Ltd	235.95	17/04/2038	100%
P45/3065	Keras (Pilbara) Gold Pty Ltd	29.45	29/03/2024	100%
L45/523	Keras (Pilbara) Gold Pty Ltd	172.54	18/09/2040	100%
Applications				
E45/5747	Keras (Pilbara) Gold Pty Ltd	3,826.11	APPLICATION	100%
E45/5748	Keras (Pilbara) Gold Pty Ltd	5,111.83	APPLICATION	100%
P46/1972	Keras (Pilbara) Gold Pty Ltd	194.57	APPLICATION	100%
L45/527	Keras (Pilbara) Gold Pty Ltd	251.51	APPLICATION	100%
L45/564	Keras (Pilbara) Gold Pty Ltd	60.19	APPLICATION	100%
L45/565	Keras (Pilbara) Gold Pty Ltd	6.62	APPLICATION	100%
L45/566	Keras (Pilbara) Gold Pty Ltd	8.88	APPLICATION	100%
L45/567	Keras (Pilbara) Gold Pty Ltd	1.96	APPLICATION	100%
L45/573	Keras (Pilbara) Gold Pty Ltd	11.03	APPLICATION	100%
Joint Venture				
E45/3381	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	7,954.31	16/03/2021	70%
E45/4622	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	4,216.80	4/05/2022	70%
E45/4666	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	3,159.89	23/11/2021	70%
E45/4934	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	1,595.08	22/01/2023	70%
P45/2781	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	2.42	10/06/2020	70%
G45/345	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	439.05	11/05/2041	70%
E45/5706	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	1,276.75	APPLICATION	70%
M45/1289	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	149.83	APPLICATION	70%
G45/347	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	2.22	APPLICATION	70%
G45/348	Keras (Pilbara) Gold Pty Ltd/Beatons Creek Gold Pty Ltd	36.32	APPLICATION	70%
E45/4704	Beckton Gledhill Pty Ltd	7,961.51	4/07/2022	Earning 70%
E45/4706	Beckton Gledhill Pty Ltd	5,414.49	1/08/2022	Earning 70%

Appendix 5B

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

Name of entity

Calidus Resources Limited (ASX:CAI)

ABN	Quarter ended ("current quarter")
98 006 640 553	30 September 2020

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	34	34
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	-	-
	(b) development	(648)	(648)
	(c) production	-	-
	(d) staff costs	(245)	(245)
	(e) administration and corporate costs	(445)	(445)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	5	5
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	88	88
1.8	Other: Stamp duty	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,211)**	**(1,211)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(350)	(350)
	(d) exploration & evaluation (if capitalised)	(2,271)	(2,271)
	(e) investments	-	-
	(f) other non-current assets	(200)	(200)

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	305	305
	(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**	**(2,516)**	**(2,516)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	25,000	25,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	113	113
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(1,100)	(1,100)
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**	**24,013**	**24,013**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	5,691	5,691
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,211)	(1,211)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,516)	(2,516)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	24,013	24,013

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**25,977**	**25,977**

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	7,465	7,465
5.2	Call deposits	18,512	18,512
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)**	**25,977**	**25,977**

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	91
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

The payments to directors and their associates in 6.1 include:

(i) Director fees and superannuation of $68k; and

(ii) Payment to companies associated with a Director in relation to office rent and corporate advisory fees of $23k.

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7.	**Financing facilities** *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.*	**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 (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)	(1,211)
8.2	Capitalised exploration & evaluation (Item 2.1(d))	(2,271)
8.3	Total relevant outgoings (Item 8.1 + Item 8.2)	(3,482)
8.4	Cash and cash equivalents at quarter end (Item 4.6)	25,977
8.5	Unused finance facilities available at quarter end (Item 7.5)	-
8.6	Total available funding (Item 8.4 + Item 8.5)	25,977
8.7	**Estimated quarters of funding available (Item 8.6 divided by Item 8.3)**	7

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

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

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

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

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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: 26 October 2020

Authorised by: The Board
(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.

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