

26 April 2022

## QUARTERLY ACTIVITIES REPORT for the period ended 31 March 2022

### HIGHLIGHTS

- Airborne electromagnetic survey (AEM) completed in March 2022
- Nine priority copper targets defined from an Airborne Electromagnetic survey completed at Whitbarrow/Redlands Projects
- High priority targets defined at Miandetta Ni-Cu-Co and Redlands Cu prospects with AEM anomalies co-incident with historic workings
- Robust cash position of \$4.97m to fund ongoing exploration and further potential acquisition(s)

Parabellum Resources Limited (ASX:PBL) ('Parabellum', or 'the Company'), is pleased to update shareholders on its exploration programs throughout the quarter. The Redlands/Whitbarrow, Recovery and Lunns Dam Projects in the Tottenham-Girilambone district comprises four granted exploration licenses covering approx. 690km<sup>2</sup>; and the Obley Project in the Yeoval district comprises one granted exploration license covering approx. 180km<sup>2</sup> (Figure 1).

**Parabellum Non-Executive Director, Peter Ruse commented:** "The Board of PBL is very encouraged with the data received from the AEM program carried out by UTS. Identifying nine new anomalies across the Redland/Whitbarrow projects sets the company up for an exciting year of exploration. With a strong cash position, the company is positioned for an intensive period of target testing

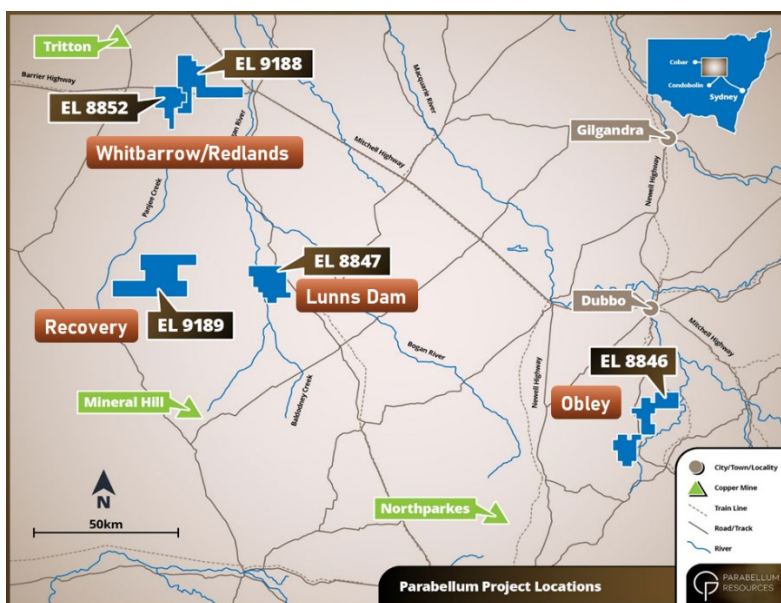


Figure 1: PBL Project Location (Source PBL 4th October 2021)



### Airborne EM program

The defined strategy of Parabellum is targeting massive sulphide (Besshi-type) copper mineralisation in rocks of the Girilambone Group in Western NSW, and copper/gold skarn mineralisation around an intrusive complex with known copper mineralisation in Central NSW.

UTS Geophysics have completed the heli-borne VTEM Max survey over four areas within PBL projects totalling approximately 2,000 line km (~380 km<sup>2</sup>). The survey focussed on areas within each project considered to have high potential for the discovery of massive copper sulphides.

Electromagnetics ('EM') is a proven discovery technique in the Cobar area with its ability to directly detect Massive Sulphide mineralisation. EM was a major factor in the recent discovery of the Constellation deposit by Aeris Resources Limited (ASX:AIS) proximal to the Company's tenements.

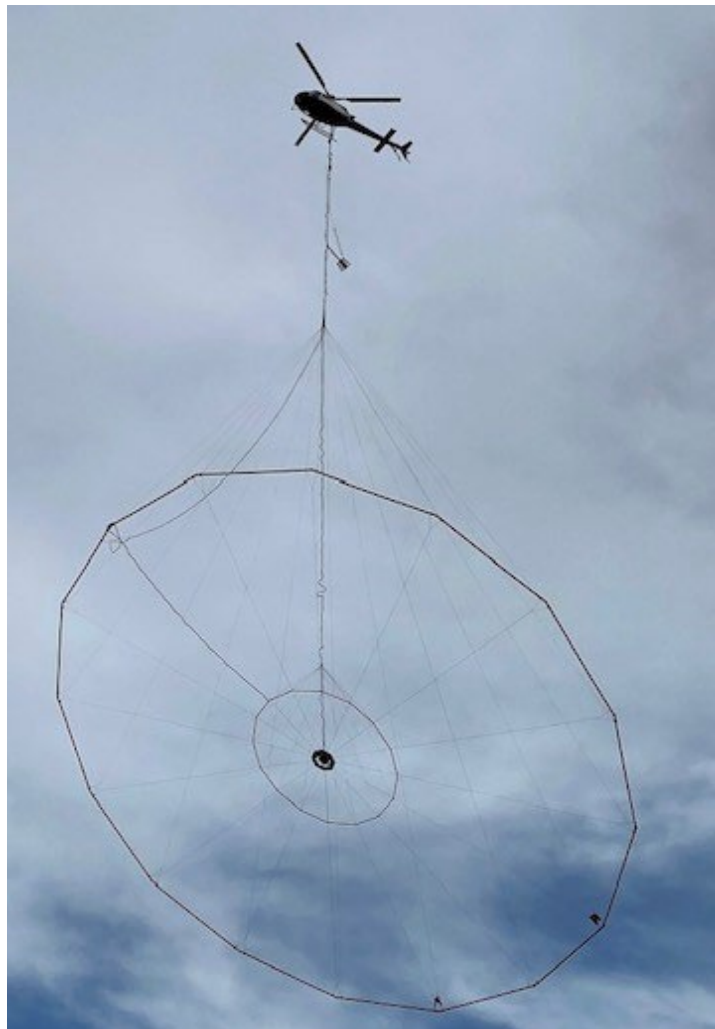


Figure 2: UTS heli-borne VTEM Max (Source UTS 17th January 2022)

### Whitbarrow/Redlands (EL8852 / EL9188)

As announced during the quarter (23/03/2022), the Whitbarrow/Redlands Project areas has been the initial focus for AEM surveying given it is proximal to Aeris Resources' Tritton operations.

All preliminary AEM data from the Whitbarrow/Redlands project areas have been received from UTS and interpretation of this data has identified nine high priority targets for immediate follow up by way of infill AEM surveying and ground inspection (Figure 2). The red lines on Figure 2 delineate the follow up in-fill AEM program.

PBL is particularly encouraged by the EM anomalies co-incident with the Miandetta Ni-Co-Cu and Redlands Cu prospects indicating their potential to host massive sulphide mineralisation.

Further observations from the AEM data (Figure 2):

- Anomaly W1 is along strike from Helix's Quanda EM anomaly.
- Anomaly W2 is co-incident with intense magnetic anomaly – potential nickel-copper bearing ultramafic intrusion.

The Company looks forward to reporting further information to shareholders from the in-fill AEM program and results of field inspection as soon as the final AEM data and assay data respectively become available.

Priority EM Anomalies	Easting MGA55	Northing MGA55	Comments
R1	498350	6517130	Point EM Anomaly - open paddock
R2	501400	6516220	Two line EM Anomaly - open paddock
R3	501440	6516130	Point EM Anomaly - open paddock
R4	499420	6515120	Point EM Anomaly - open paddock
Redlands	500350	6509930	Point EM Anomaly co-incident with copper workings
Miandetta	497400	6509800	Four line EM Anomaly co-incident with nickel-copper-cobalt workings
R5	496700	6508200	Two line EM Anomaly - open paddock
W1	486430	6502600	Two line EM Anomaly - open paddock
W2	493360	6505520	Three line EM Anomaly - open paddock

Table 1: Whitbarrow/Redlands AEM anomalies



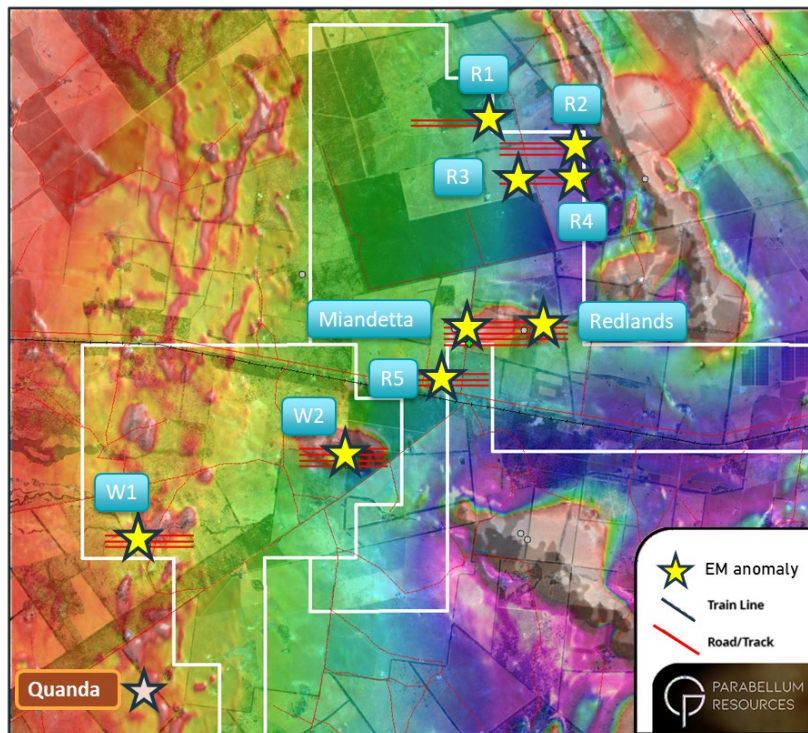


Figure 2: Redlands/Whitbarrow Project – AEM anomalies overlain on Magnetics. (Source PBL 21<sup>st</sup> March 2022)

### Obley Project (EL 8846)

As previously reported, a program of surface sampling (soils) targeting the Beehive, Naroo & Coppermine prospects defined three coherent pathfinder anomalies proximal to the Coppermine Gully workings & Naroo pits (Figure 3). These pathfinder anomalies indicate potential for Cu-Au mineralisation at depth.

Airborne EM surveying was completed this quarter and interpretation of the AEM data will be conducted when final data is received in order to determine potential drill targets.

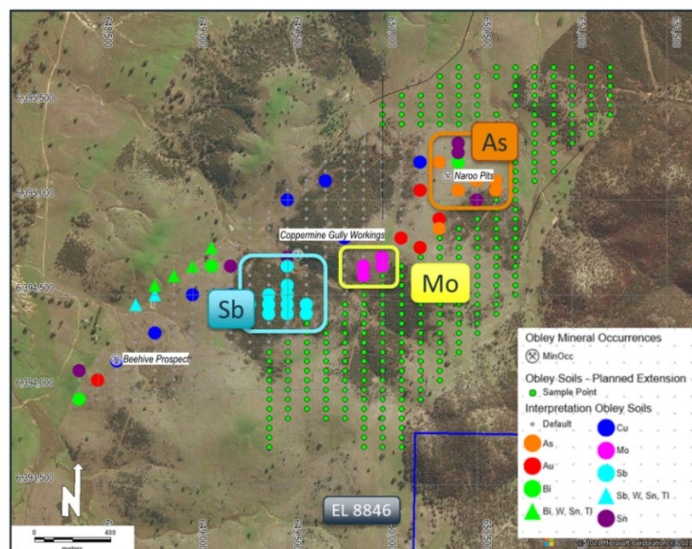


Figure 3: Obley Project – Soil Sampling Results (Source PBL 17<sup>th</sup> January 2022)

### Lunns Dam Project (EL 8847)

Airborne EM surveying and auger sampling was completed this quarter. Interpretation of the AEM data will be conducted when final data is received and integrated with the results of the auger program (results still outstanding) in order to determine potential drill targets.

### Recovery Project (EL 9189)

Airborne EM surveying and auger sampling was completed this quarter. Interpretation of the AEM data and assay results of the auger program will be conducted when final data is received in order to determine potential drill targets.

### Financial position and outlook

The Company held \$4.97m in cash at the end of the March 2022 quarter following the recent IPO \$6m capital raise (before costs) completed in November 2021.

A summary of the expenditure incurred on exploration activities is set out below. No development or production activities were undertaken during the Quarter.

Appendix 5B reference	ASX description reference	Amount	Company Summary
2.1(d)	Exploration and evaluation (if capitalised)	\$494,000	This item relates to the airborne electromagnetic survey, auger drilling, assaying and associated costs of the exploration program carried out during the quarter.

The aggregate total of payments to related parties and their associates, is disclosed in item 6.1 of the Appendix 5B pertaining to payments of non-executive directors' fees.

A comparison of the use of funds as set out in the Prospectus and the actual use of funds is set out in the annexure to this announcement.

### Mining tenements

The Company confirms that no tenements were acquired or disposed nor was there any change in the Company's interest in the below tenements. The following tenements are held at 31 March 2022:

Tenement	Name	Location	Parabellum Interest
EL 8847	Lunns Dam	NSW	100%
EL 8852	Whitbarrow	NSW	100%
EL 9188	Redlands	NSW	100%
EL 9189	Recovery	NSW	100%
EL 8846	Obley	NSW	100%



This announcement has been approved and authorised by the Board of Parabellum Resources Limited.

**ENDS.**

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**ABOUT PARABELLUM RESOURCES LIMITED (PBL)**

PBL is an ASX listed public mineral exploration company committed to increasing shareholder wealth through the acquisition, exploration and development of mineral resource projects in Australia. PBL's four projects have strong potential in under explored but rapidly emerging highly prospective region in New South Wales, Australia. PBL's project portfolio offers exposure to copper and gold.

**COMPETENT PERSONS REPORT**

Certain Exploration Results referred to in this announcement were first reported in accordance with ASX Listing Rule 5.7 in the Company's prospectus dated 4 October 2021 (**Prospectus**) and subsequent announcements of 19 January 2022 and 23 March 2022. The Company confirms that it is not aware of any new information or data that materially affects the information included in the Prospectus. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements.

**FORWARD LOOKING INFORMATION**

Various statements in this announcement constitute statements relating to intentions, future acts and events. Such statements are generally classified as "forward looking statements" and involve known and unknown risks, uncertainties and other important factors that could cause those future acts, events and circumstances to differ materially from what is presented or implicitly portrayed herein. The Company gives no assurances that the anticipated results, performance or achievements expressed or implied in these forward-looking statements will be achieved.

## Annexure

A comparison of the proposed use of funds set out in the Company's prospectus dated 4 October 2021 against the actual use of funds to date is set out below:

Description	Prospectus disclosure		Actual Expenditure \$	Commentary
	Year 1 (\$)	Year 2 (\$)		
Exploration expenditure	1,500,000	1,698,000	518,113	A.
Directors' fees	156,00	210,000	46,500	
General administration fees	331,000	350,000	122,142	
Future acquisition costs	350,000	375,000	-	
Expenses of the Offer	605,000	-	589,839	
Working capital	437,500	437,500	166,486	
<b>Total</b>	<b>3,379,500</b>	<b>3,070,500</b>	<b>1,443,080</b>	

### Commentary:

- A. Actual exploration expenditure will vary due to timing of the exploration programs on the various projects which is dependent on weather, access and availability of suppliers. The Company confirms there are no material variances to date between the proposed use and actual use of funds.