

26 July 2024

QUARTERLY ACTIVITIES REPORT

Quarter ended 30 June 2024

Indiana Resources Limited (ASX: IDA) ("Indiana" or the "Company") is pleased to present its activities report for the quarter ended 30 June 2024.

HIGHLIGHTS

South Australian Exploration

- RC and AC drill programmes completed at Minos and Hopeful Hill targets
- 732m RC drilling at Minos testing high-grade gold mineralisation
- 576m AC drilling at Minos testing high-grade REE mineralisation
- 330m RC drilling at Hopeful Hill testing Zn-Cu anomalies previously identified by aerial survey
- Assay results expected in August
- Current REE target area of 6.0 km × 4.5 km remains open in all directions, with up to 40m thick TREC enrichment layer in weathering profile

Arbitration

- Final ICSID annulment hearing scheduled for 26 July 2024

Corporate

- 1-for-30 rights Issue raises ~\$1.1M (before costs)
- Directors subscribe for full entitlements (approx. \$100k)

EXPLORATION

South Australia – Gawler Craton Rare Earth & Gold Assets

During the quarter, the Company undertook reverse circulation (RC) and aircore (AC) drill programmes at the Minos and Hopeful Hill prospects within its wholly owned Central Gawler Craton Project in South Australia (refer ASX releases 24 June and 4 July 2024).

At the Minos gold prospect, a total of 732 metres of RC drilling was completed across five holes. These holes were designed to test the extension of high-grade gold mineralisation and a parallel structure located at the northwest end intersected in earlier drill campaigns. A total of eight AC holes were completed at the Minos REE prospect for 576 metres. Assay results will be used to confirm the extension of high-grade REE mineralisation and to provide additional samples for metallurgical test work.

At the Company's Hopeful Hill prospect, a total of three RC holes were drilled for 330 metres, testing several areas of interest identified following the completion in late 2022 of the HeliTEM² survey as part of the exploration programme co-funded with the South Australian Government.

CAPITAL STRUCTURE

634,371,276
Shares on Issue

A\$0.085
Share Price

54M
Market Cap

BOARD & MANAGEMENT

Bronwyn Barnes
Executive Chair

Robert (Bob) Adam
Non-Executive Director

Maja McGuire
Non-Executive Director

Kate Stoney
CFO & Joint Company Secretary

Josh Merriman
Joint Company Secretary

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TANZANIA

ICSID Arbitration

During the quarter, the Company continued its preparations for the annulment proceedings in the International Centre for Settlement of Investment Disputes ("ICSID"), part of the World Bank Group.

At 30 June 2024, the amount payable by the Government of Tanzania will stand at approximately USD\$125 million, being the amount of the Award plus interest together with legal costs of USD\$4.11 million (refer ASX release 13 March 2024).

The Claimants lodged their response to Tanzania's memorial with ICSID on 26 April 2024. The Claimants' response was accepted and the timeline for annulment remains on track, with the final hearing for Tanzania's annulment request to be held via Zoom on 26 July 2024.

CORPORATE

Rights Issue

During the quarter, the Company announced a 1-for-30 non-renounceable entitlement offer under its prospectus dated 16 May 2024 ("Prospectus") ("Offer"). The Company raised a total of \$1,104,396 (before costs) under the Offer, with approximately 46 percent of eligible entitlements accepted. Directors of the Company subscribed for the full amount of their entitlements, totalling approximately \$100,000.

The Company issued a total of 15,777,081 shares under the Offer at an issue price of \$0.07 per share, comprising 9,142,153 shares issued to existing shareholders accepting their entitlements and 6,634,928 shares issued to new and existing shareholders under the Shortfall Offer included in the Prospectus. A shortfall of 4,834,392 shares remains under the Shortfall Offer, which may remain open for up to three months after the closing date of the Offer.

Appendix 5B

Attached to this report is the Appendix 5B which contains the Company's cash flows for the quarter. The Company had cash at bank of approximately \$1.90 million at 30 June 2024. The significant outflows for the quarter included \$915,000 on administrative, corporate and staff costs (March: \$1.47 million), inclusive of payments relating to the ongoing ICSID proceedings against Tanzania and the s249D notice received in the previous quarter. Payments on exploration and evaluation during the quarter totalled \$218,000 (March: \$102,000).

The amount of payments made to related parties and their associates during the quarter was approximately \$95,000, as disclosed under section 6.1 of the Appendix 5B. This amount including payments for directors' fees, salaries, superannuation, and consulting fees.

ENDS

This announcement is authorised for release by the Chair of Indiana Resources Limited with the authority from the Board of Directors.

For further information, please contact:

Bronwyn Barnes
Executive Chair
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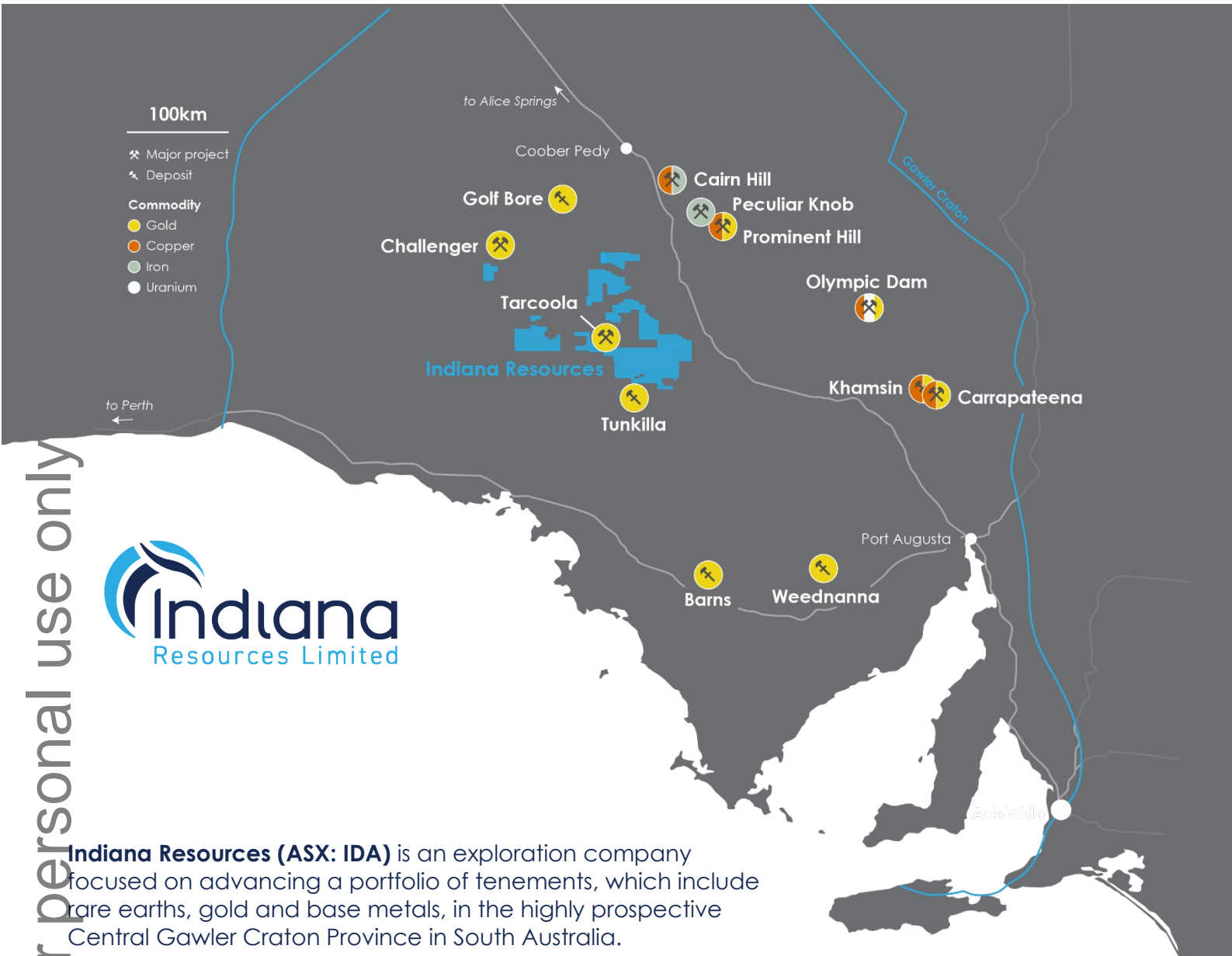
For more information, please visit www.indianaresources.com.au

Tenement interests at 30 June 2024

Tenement Number and name	Ownership	Project	Location
EL 5716 Gibber Plains	100%	Gawler Craton	South Australia
EL 5779 Hicks Well	100%	Gawler Craton	South Australia
EL 5786 Yerda	100%	Gawler Craton	South Australia
EL 5989 Hopeful Hill	100%	Gawler Craton	South Australia
EL 5991 Yerda	100%	Gawler Craton	South Australia
EL 5992 Tarcoola	100%	Gawler Craton	South Australia
EL 6184 Coondambo	100%	Gawler Craton	South Australia
EL 6185 Lake Labyrinth	100%	Gawler Craton	South Australia
EL 6186 Pinding	100%	Gawler Craton	South Australia
EL 6256 Wilgena Area	100%	Gawler Craton	South Australia
EL 6570 Wilgena	100%	Gawler Craton	South Australia
EL 6571 Pompeter Rocks	100%	Gawler Craton	South Australia
EL 6575 Big Tank	100%	Gawler Craton	South Australia
EL 6576 Lake Harris	100%	Gawler Craton	South Australia
EL 6586 Tarcoola West	100%	Gawler Craton	South Australia
EL 6587 Birthday	100%	Gawler Craton	South Australia
EL 6600 Mt Eba	100%	Gawler Craton	South Australia
EL 6601 North Hicks	100%	Gawler Craton	South Australia
EL 6629 Mentor	100%	Gawler Craton	South Australia
EL 6667 Yerda Northwest	100%	Gawler Craton	South Australia
EL 6688 Harris	100%	Gawler Craton	South Australia
EL 6810	100%	Gawler Craton	South Australia
ML 5856 Earea Dam Goldfield	100%	Gawler Craton	South Australia
Claim Block 4242 ¹	50%	St Stephen	New Brunswick, Canada
Claim Block 5787 ¹	50%	St Stephen	New Brunswick, Canada

¹ Subject to 50/50 joint venture with Vision Lithium Inc.

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Indiana Resources (ASX: IDA) is an exploration company focused on advancing a portfolio of tenements, which include rare earths, gold and base metals, in the highly prospective Central Gawler Craton Province in South Australia.

Indiana's ground position in the Gawler Craton covers 5,713km², with the Company's tenements strategically located between the historic gold mining centres of Tunkillia (965,000 ounce gold resource) and Tarcoola (15,800 ounce gold resource).

With a historical focus on gold, Indiana is progressing plans for a targeted Rare Earth Elements (REE) drilling programme. The Company benefits by its strategic positioning in a tightly held region, known for gold but with exciting REE opportunities.

The Company has a highly experienced management team, led by Executive Chair Bronwyn Barnes. Indiana has a tightly held register with benefits from strong support from major shareholders who are aligned with the Company's growth story.

Appendix 5B

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

Name of entity

Indiana Resources Limited

ABN

67 009 129 560

Quarter ended ("current quarter")

30 June 2024

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	(218)	(672)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(151)	(345)
	(e) administration and corporate costs ¹	(764)	(3,903)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	3	20
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	165
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(1,130)	(4,735)
¹ Inclusive of expenditure relating to the Company's ICSID arbitration proceedings against the Government of Tanzania.			

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(5)	(20)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

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) ¹	-	33
2.6	Net cash from / (used in) investing activities	(5)	13
¹ Subscription monies received from JV partner for shares in the Company's subsidiary Ntaka Nickel Holdings Ltd (refer ASX announcement 6 December 2023).			

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,096	4,924
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	109	254
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(260)
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	1,205	4,918

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.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,325	1,177
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,130)	(4,735)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(5)	13
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,205	4,918
4.5	Effect of movement in exchange rates on cash held	(5)	17
4.6	Cash and cash equivalents at end of period	1,390	1,390

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	1,375	1,310
5.2	Call deposits	15	15
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)	1,390	1,325

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	95
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>Payments to Directors during the quarter relate to director's fees and salaries, consulting fees, and superannuation.</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)	(1,130)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,130)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,390
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,390
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.2
<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?
	No. Operating cash flows in the June quarter were higher than usual due to the payment of legal fees in relation to the Company's ongoing ICSID arbitration proceedings and the 249D Notice received during the previous quarter.
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?
	During the quarter, the Company raised approximately \$1.1 million from a 1-for-30 non-renounceable rights offer under its prospectus dated 16 May 2024 ("Offer"). At the Board's discretion the Company may place the remaining 4,834,392 shortfall shares available under the Offer to raise further funds.
	The Company has received an Award of approximately USD\$109 million plus interest that continues to accrue from the International Centre for Settlement of Investment Disputes ("ICSID") in respect of the arbitration proceedings against the Government of Tanzania. Should additional capital be required prior to the receipt of funds from Tanzania, the Company is confident that it will be able to raise funds as required on favourable terms as demonstrated by its history of successful capital raisings.

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?

Yes, on the basis that operating cash flows are expected to be lower in future quarters and the Company is confident that it can satisfy its capital requirements as outlined in its response to question 8.8.2 above.

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.

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 July 2024

Authorised by: 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.