

QUARTERLY ACTIVITIES REPORT – Q3 2022

HIGHLIGHTS

- Battery Metals and Rare Earth Elements (REE)-focused Voltaic Strategic Resources Limited Successfully raised \$4.55M via an oversubscribed re-compliance capital raise
- Exploration focus is Lithium, Rare Earth Elements (REE), Ni-Cu-PGE and Gold
- Gascoyne Project:
 - Field reconnaissance planning completed, where the focus is on REE and lithium rockchip sampling, outcrop mapping and ‘ground truthing’ historical drillholes with anomalous REEs
 - Target generation and prioritisation
 - Stakeholder engagement – relationships established with local pastoralists
- Historical exploration data collection and technical appraisal
- Exploration planning and budgeting
- Assessment of further prospective external tenure which align with the Company’s strategic objectives
- Key contractors and technical partners established

Voltaic Strategic Resources Limited (‘Voltaic’ or ‘the Company’) (ASX:VSR) shares commenced trading on the Australian Securities Exchange (ASX) on 5 October 2022 following the successful capital raise of \$4.55M (before costs) (Public Offer) and a further \$625,000 via an acquisition, during September 2022. The company has acquired a portfolio of highly prospective battery and precious metals exploration projects in the Gascoyne and Meekatharra regions of Western Australia (WA), and in Nevada, USA, in close proximity to several active exploration and development projects (see **Figure 1**). The immediate exploration focus will be on the **Gascoyne Battery Metals** project (see **Figure 2**).

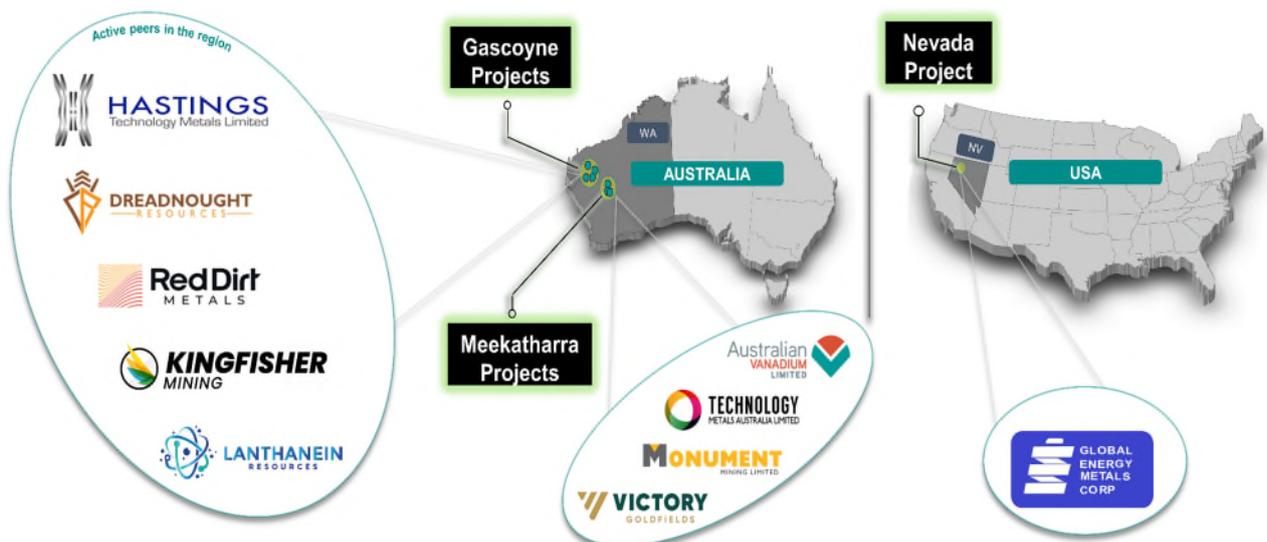


Figure 1: Location of Voltaic's Projects in Western Australia and Nevada, USA, including neighbouring peers



GASCOYNE LITHIUM, REE & BATTERY METALS PROJECT

The Gascoyne Lithium, REE & Battery Metals project is situated ~100km east from the town of Carnarvon in Western Australia, covering a total area of ~1,136 km², comprising four regional Project areas: Ti Tree Lithium Project, West Well / Paddys Well REE project; Talga / Talga West project and Kooline project.

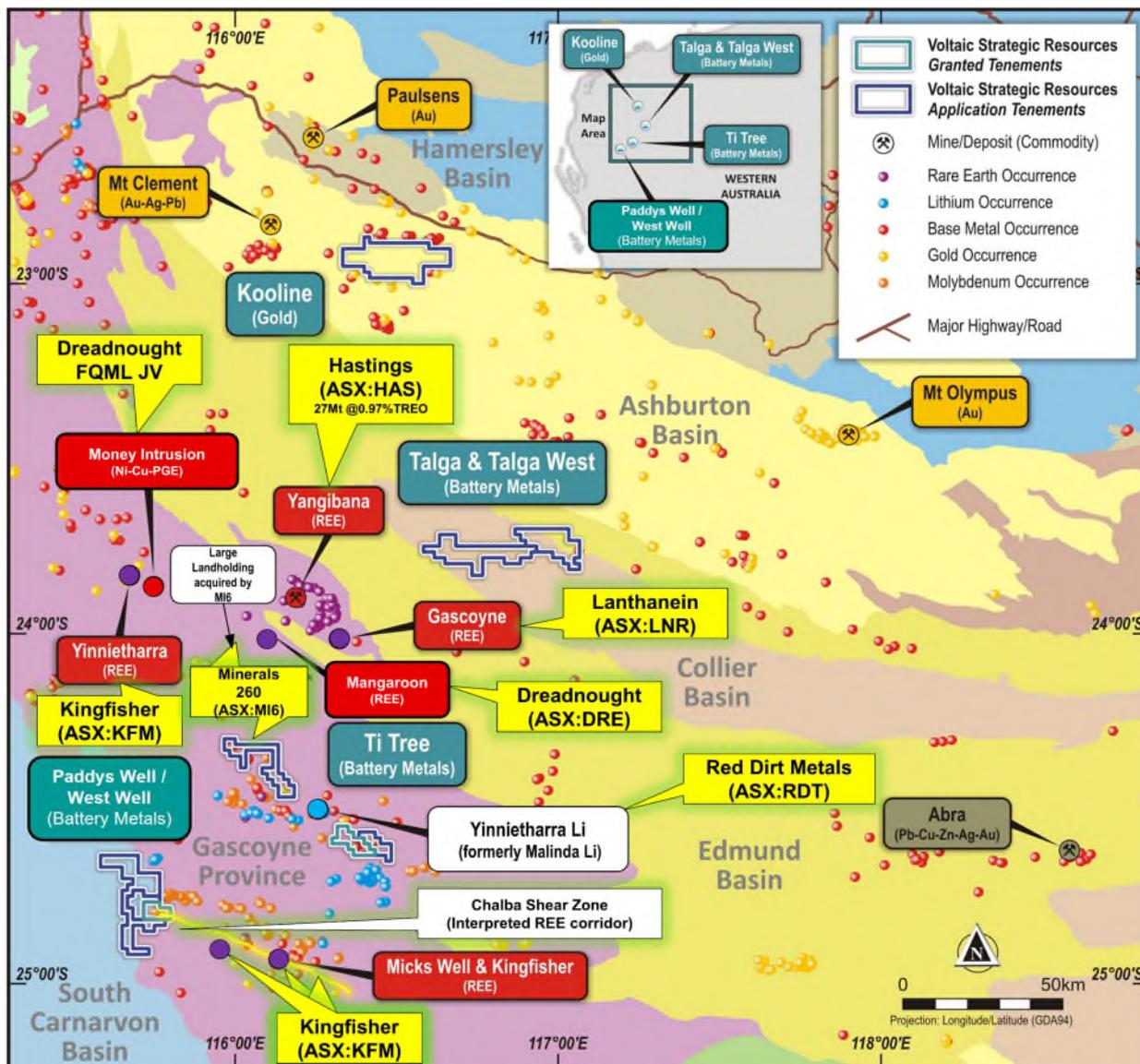


Figure 2: Location of the Company's Gascoyne Project in Western Australia

This project area encompasses a portion of both the Gascoyne Province and Ashburton Basin of the Capricorn Orogen, and is prospective for REE mineralisation hosted in iron-rich carbonatite dykes or intrusions, lithium-caesium-tantalum (LCT) bearing pegmatites, and magmatic nickel-copper-cobalt-PGE mineralisation. Historically, the area has had a limited amount of mineral exploration where the primary focus was uranium, base metals, and diamonds stretching back to the 1970's. Targeted REE and lithium exploration in the region has only occurred in recent years, driven by the surge in demand for 'battery' and 'critical' minerals that underpin the transition to lower carbon dioxide-intensive energy sources.

OPERATIONAL OVERVIEW

Data Review

During the quarter, the Company has undertaken an extensive review of historical data to assist with target generation and prioritisation. This included digitisation and validation all available historical drilling and surface sampling data, assessment of outcrop/aerial photography, and field access planning to support the upcoming inaugural field reconnaissance program to the Gascoyne project.

A review of historical data within the Company’s ‘Paddys Well’ tenement (EL 09/2414) has confirmed multiple REE occurrences within both historical drill core and surface rockchips, extending the Company’s interpreted Chalba Shear Zone “CSZ 1” target corridor which is prospective for REEs (See [ASX release ‘Rare Earths confirmed at Voltaic’s Gascoyne project’, 13/10/2022](#)). The results were encouraging as elevated REE values were observed over several significant widths, with high tenor mineralisation consistent through both shallow oxide cover and primary basement. Moreover, the mineralisation appears to have a high proportion of the in-demand ‘magnet’ REEs, namely neodymium (Nd), praseodymium (Pr), terbium (Tb) and dysprosium (Dy), which is encouraging for potential economic extraction in the future. Our immediate focus will be delineation of the extents of this highly prospective corridor by targeting both outcropping ferrocarnatites (ironstones), carbonatite intrusions under cover, and potential oxide supergene mineralisation above interpreted regional structures.



Figure 3: Gascoyne project location map with historic drillhole location noted within E09/2414

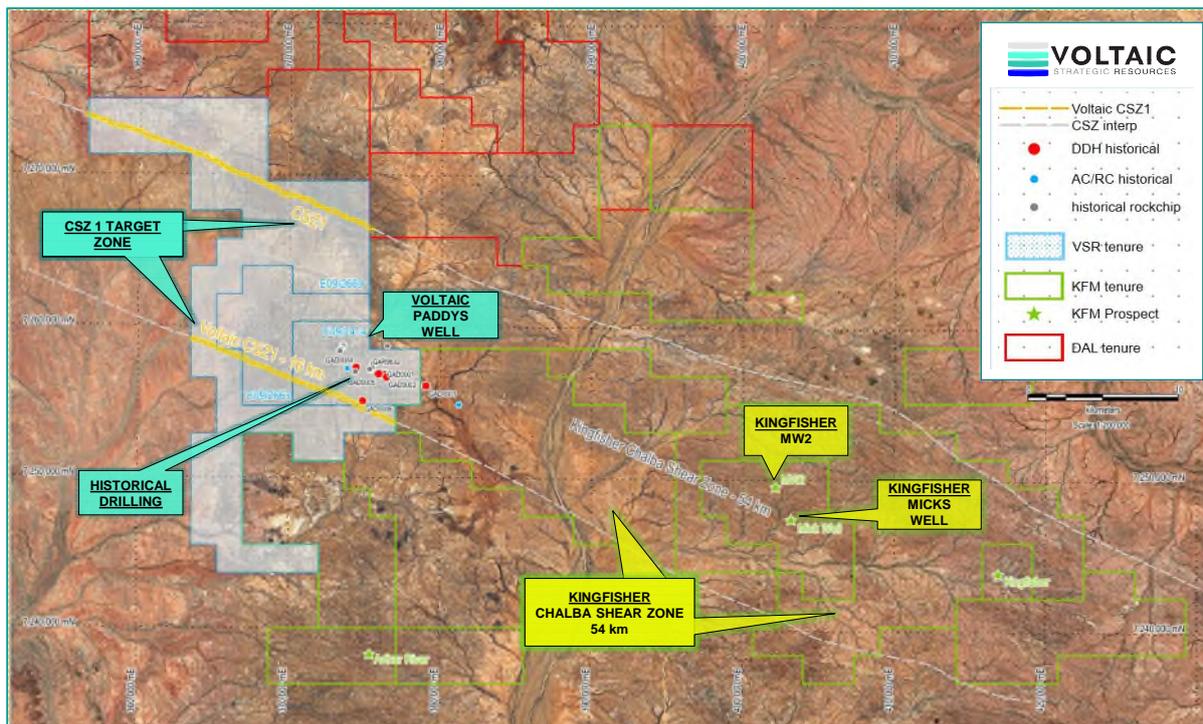


Figure 4: Regional map showing: historical drillhole locations within E09/2414; other REE occurrences in the area; & the interpreted prospective corridor

Field Reconnaissance

Planning for the Company’s inaugural field reconnaissance program to the Gascoyne Project began during the quarter, including logistics/access planning, target generation, safety management planning, and identification of key stakeholders. The field reconnaissance program’s primary purpose is to: establish access logistics to key project areas; undertake geological mapping; collect rockchip samples over prospective terranes; ‘ground truth’ historical drillholes with anomalous REEs; and establish contact with pastoralists.

The Company’s immediate focus at its “Paddys Well” REE project is to delineate the extents of the highly prospective ‘CSZ 1’ corridor by targeting: outcropping ferrocarnatites (ironstones); carbonatite intrusions under cover; and potential oxide supergene mineralisation above interpreted regional structures. Planned Q4 2022/Q1 2023 exploration aims to generate and refine drill targets through the acquisition of radiometrics / magnetics / ASTER satellite imagery data, and supporting field activities to advance these targets. Similar activities are planned for the Ti Tree Lithium Project, also in the Gascoyne, where we are targeting lithium and REEs. Work on our other active projects (Bundie Bore and Cue) will include review and compilation of historical data, field reconnaissance mapping and sampling, and target generation.

Additional activities completed during the quarter include commencement of recruitment of geological team; consultation with key contractors and technical partners such as: assay laboratories; drilling contractors; geophysical consultants; geological contractors; metallurgical testing laboratories; and radiation management consultants.

Business Development

The Company continues to assess further prospective external tenure which align with the Company's strategic objectives.

CORPORATE / FINANCIAL

Re-compliance listing

During the Quarter, the Company was engaged with ASX, Brokers and Corporate advisors to finalise the re-compliance listing. The following actions were taken during the quarter:

- Lodgement of the Re-compliance Prospectus on 7 July 2022
- EGM of members held on 13 July 2022
- Lodgement of new constitution approved by shareholders (13 July 2022)
- Completion of name change from Eon NRG Ltd to Voltaic Strategic Resources Ltd
- Conditional admission letter from ASX received on 8 September 2022
- Prospectus and public offer closed on 26 September 2022
- Shares and options issued under the prospectus and funds raised from investors transferred to the Company
- Settlement of acquisition of Monamatapa Coal Pty Ltd

A total of 375,911,942 new shares were issued as a result of the re-compliance listing taking the total number of shares to 420,180,649. A further 191,024,167 options with an exercise price of \$0.03 and an expiry date of 5 October 2025 were issued. The Company's shares were readmitted onto ASX on 5th October.

Mr David Izzard was appointed as a director of the Company on 5th October 2022.

Financial Summary

Following completion of the Re-compliance listing, the Company is in a strong financial position with a cash balance of \$5.1 million. Voltaic raised a total of \$5.576 million of equity (before costs) during the quarter and had expenditure of \$453K from Operating and Investing activities.

During the quarter, related party consulting fees of \$43k were paid and \$111k of related party loans were repaid.

Authorised by:
Board of Voltaic Strategic Resources Ltd

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COMPETENT PERSONS STATEMENT

The information in this announcement that relates to Exploration Results is based on and fairly represents information compiled by Mr Claudio Sheriff-Zegers. Mr Sheriff-Zegers is employed as an Exploration Manager for Voltaic Strategic Resources Ltd and is a member of the Australasian Institute of Mining and Metallurgy. He has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. He consents to the inclusion in this announcement of the matters based on information in the form and context in which they appear.

FORWARD-LOOKING STATEMENTS

This announcement may contain forward-looking statements which involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions, and estimates should change or to reflect other future developments

APPENDIX 1

Tenement Schedule

Project Location	Project Name	Tenement Number	Status
Meekatharra Gold	BUNDIE BORE	E 51/1909	Granted
	BUNDIE BORE	E 51/1946	Granted
	BUNDIE BORE	P 51/3145	Granted
	BUNDIE BORE	P 51/3146	Granted
	BUNDIE BORE	P 51/3147	Granted
	CUE	E 51/2057	Granted
	BLUEBIRD SOUTH	E 51/2022	Application
Gascoyne Battery Metals	WEST WELL	E 09/2663	Application
	WEST WELL	E 09/2669	Application
	PADDYS WELL	E 09/2414	Granted
	TALGA	E 08/3303	Application
	TALGA WEST	E 08/3420	Application
	TI TREE	E 09/2503	Granted
	TI TREE	E 09/2522	Application
	TI TREE	E 09/2470	Application
Pilbara Gold	KOOLINE	E 08/3314	Application
Total Area (New Tenements)			

Note: all of the above tenements were acquired as part of the re-compliance listing of the Company and the acquisitions were considered to have been completed with the various vendors during the month of September 2022.



ACN 138 145 114

(Formerly Eon NRG Limited)

Appendix 5B

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

Name of entity

Voltaic Strategic Resources Limited

ABN

66 138 145 114

Quarter ended ("current quarter")

30 September 2022

Consolidated statement of cash flows	Current quarter (Q3-22)	Year to date (9 months)
	\$'000	\$'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation (if expensed)	(42)	(42)
(b) development	-	-
(c) production	-	-
(d) staff costs	(29)	(48)
(e) administration and corporate costs	(307)	(472)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(378)	(562)

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

Consolidated statement of cash flows	Current quarter (Q2-22)	Year to date (6 months)
	\$'000	\$'000
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	(75)	(189)
(c) property, plant and equipment	-	-
(d) exploration & evaluation (if capitalised)	-	-
(e) investments	-	-
(f) other non-current assets	-	-
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)		
2.6 Net cash from / (used in) investing activities	(75)	(189)
3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	5,576	5,692
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5 Proceeds from borrowings	47	263
3.6 Repayment of borrowings	(111)	(111)
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	5,512	5,844

Appendix 5B

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

Consolidated statement of cash flows		Current quarter (Q2-22)	Year to date (6 months)
		\$'000	\$'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	33	-
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(377)	(562)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(75)	(189)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	5,512	5,844
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	5,093	5,093

5. Reconciliation of cash and cash equivalents		Current quarter \$'000	Previous quarter \$'000
at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts			
5.1	Bank balances	5,094	33
5.2	Call deposits	-	-
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)	5,094	33

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

Current quarter \$'000
43
-

Explanation regarding the transactions included in items 6.1 and 6.2 above:
 Consulting fees paid to S Adams (Director) for re-compliance listing - \$43K

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

7. Financing facilities	Total facility amount at quarter end \$'000	Amount drawn at quarter end \$'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	\$'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	378
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	378
8.4 Cash and cash equivalents at quarter end (Item 4.6)	5,093
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	5,093
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	13

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.

- 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?
- Answer:** N/A
- 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?
- Answer:** N/A
- 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?
- Answer:** N/A
- 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:31./10./2022.....

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.