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ASX Announcement **25 October 2024**

QUARTERLY ACTIVITIES REPORT FOR PERIOD ENDING 30th SEPTEMBER 2024

Triton Minerals Limited (ASX: TON) ("**Triton"** or "**the Company"**) is pleased to provide its activity report for the quarter ending 30 September 2024 ("**the Quarter"**).

QUARTERLY HIGHLIGHTS:

- **Sale of 70% of Mozambique Graphite Assets for A$17m cash** - Triton provided an update on the divestment of 70% of its Mozambique Graphite Assets for AUD 17 million. The company received the first tranche of AUD 2.55 million in July 2024, with the second tranche of AUD 5.95 million expected upon Foreign Investment Review Board ("**FIRB**") approval, and the final payment of AUD 8.5 million due by February 2025. Both Triton and Shandong Yulong Gold Co., Ltd (**"Shandong Yulong"**) are progressing on regulatory approvals.

  The sale proceeds will support Triton's 30% joint venture interest in the Mozambique Graphite Assets and provide working capital for new acquisitions. Triton's strategy focuses on expanding within the battery minerals and resource sectors, aiming to become a mid-tier resource company by developing small to medium-sized mineral deposits. This sale is a key step in securing the financial flexibility needed to drive future growth.
- **Project Works -** Triton has successfully obtained approval for the Ancuabe Project's Land Use Agreement ("**DUAT"**) and Resettlement Action Plan ("**RAP"**), pending a final independent review that will lead to the issuance of the Environmental License. This is the last major approval required before groundworks can commence, which will include clearing, civil works, and site development.
- **Acquisition of a Highly Prospective Gold and Copper Project in Tete Mozambique –** post quarter end, Triton signed a binding Memorandum of Understanding ("**MOU"**) to acquire up to 80% of the Aucu Gold and Copper Project in Tete Province, Mozambique. Spanning 588 km² near existing infrastructure and mines, the project is poised for efficient development. Initial exploration includes field mapping, soil sampling,

and aeromagnetic studies, with several targets identified. This acquisition supports Triton's strategy to grow into a mid-tier resource company and offers potential for increased shareholder value.

- **Aucu Gold and Copper Project Update –** post quarter end, Triton announced it made significant progress at the Aucu Gold and Copper Project in Mozambique. Recent rock chip sampling delivered highly promising results, with gold grades up to 17.4 gpt and copper grades up to 4.9%. These findings have led to the identification of multiple high-priority exploration targets. Preparations for a maiden drilling program, set to commence in early November, are underway, marking a crucial step in advancing the project and unlocking its potential value.
- **Cash on hand –** As at 30 September 2024, the Company held **A$1.88 million** in cash and no debt.

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SALE OF 70% OF MOZAMBIQUE GRAPHITE ASSETS FOR A$17M CASH

Triton has issued a formal update regarding the divestment process of its 70% stake in the Mozambique Graphite Assets[3] for AUD 17 million, and the status of key project and business development activities. This follows the announcement on 2 July 2024[4] regarding the execution of a binding MOU with Shandong Yulong for the transaction.

Triton has made significant headway in this transaction, with the first tranche[5] of AUD 2.55 million received from Shandong Yulong on 3 July 2024. The sale agreement includes the transfer of a 70% interest in the Ancuabe and Cobra Plains projects, as well as intellectual property associated with the Nicanda Hill and Nicanda West projects. The transaction, which is progressing according to the planned schedule, is structured around three payment milestones: an initial payment of AUD 2.55 million, a second tranche of AUD 5.95 million payable upon securing FIRB approval and meeting other completion conditions, and a final tranche of AUD 8.5 million expected by February 2025.

Both parties have actively engaged in the regulatory processes necessary for completing the sale. Triton has established a working group consisting of senior executives to oversee the process, and Shandong Yulong has initiated FIRB approval in Australia while liaising with Chinese regulatory bodies. Additionally, Shandong Yulong has completed a due diligence visit to Mozambique. The transaction is expected to conclude by February 2025, subject to customary conditions precedent, including FIRB approval, shareholder approval from both parties, and requisite approvals from the Mozambican and Chinese governments.

ANCUABE PROJECT DEVELOPMENT

In parallel with the divestment process, Triton has made notable progress in advancing the Ancuabe Project. The company has received approval for the DUAT and RAP, both of which are now undergoing independent review before the issuance of the Environmental License by the central government in Mozambique. The Environmental License represents the final major approval needed to commence groundworks, including site clearing, civil earthworks, early mining activities, and infrastructure development.

ACQUISITION OF AUCU PROJECT

Post quarter end, Triton announced the acquisition of a highly prospective gold and copper project[1] in the Tete Province of central-west Mozambique, referred to as the "Aucu Project." This project covers a substantial area of 588 km² (26,000 hectares) and is strategically located approximately 45 kilometres from Tete, the provincial capital. The project's proximity to major mining operations and established infrastructure provides logistical advantages for future development.

The Aucu Project features multiple artisanal gold and copper workings, which indicate significant mineral potential. Initial work in the area has already identified several exploration targets for follow-up. Despite its high geological prospectivity, the project has seen little modern exploration, creating a significant opportunity for Triton to implement systematic exploration programs using advanced technologies.

Under the terms of the acquisition, Triton will acquire up to 80% of the project through a staged process tied to milestone-based expenditures. Due diligence has been completed, and the acquisition will be formalized through Triton's subsidiary, Zambeze Metals, S.A. The transaction is contingent on approvals from the

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Government of Mozambique and relevant authorities. Initial exploration work will involve field mapping, rock chip and soil sampling, aeromagnetic surveys, and a first pass drilling program.

AUCU GOLD AND COPPER PROJECT UPDATE

During October, Triton achieved noteworthy advancements at the Aucu Gold and Copper Project in Mozambique[2]. The recent rock chip sampling program produced highly encouraging results, with grades of up to 17.4 gpt gold and 4.9% copper, reaffirming the strong potential of this project. These results have identified multiple high-priority exploration targets, setting the stage for further exploration and development. Triton is now in the final stages of preparation for a maiden drilling program, which is expected to begin in early November 2024. This upcoming drilling campaign will focus on validating the results from the sampling and further delineating the resource potential.

These developments underscore Triton's commitment to unlocking the value of its assets through strategic exploration and operational progress. The Aucu Project continues to be a key focus in the company's broader strategy of developing high-quality mineral deposits, and we look forward to providing additional updates as the drilling program progresses.

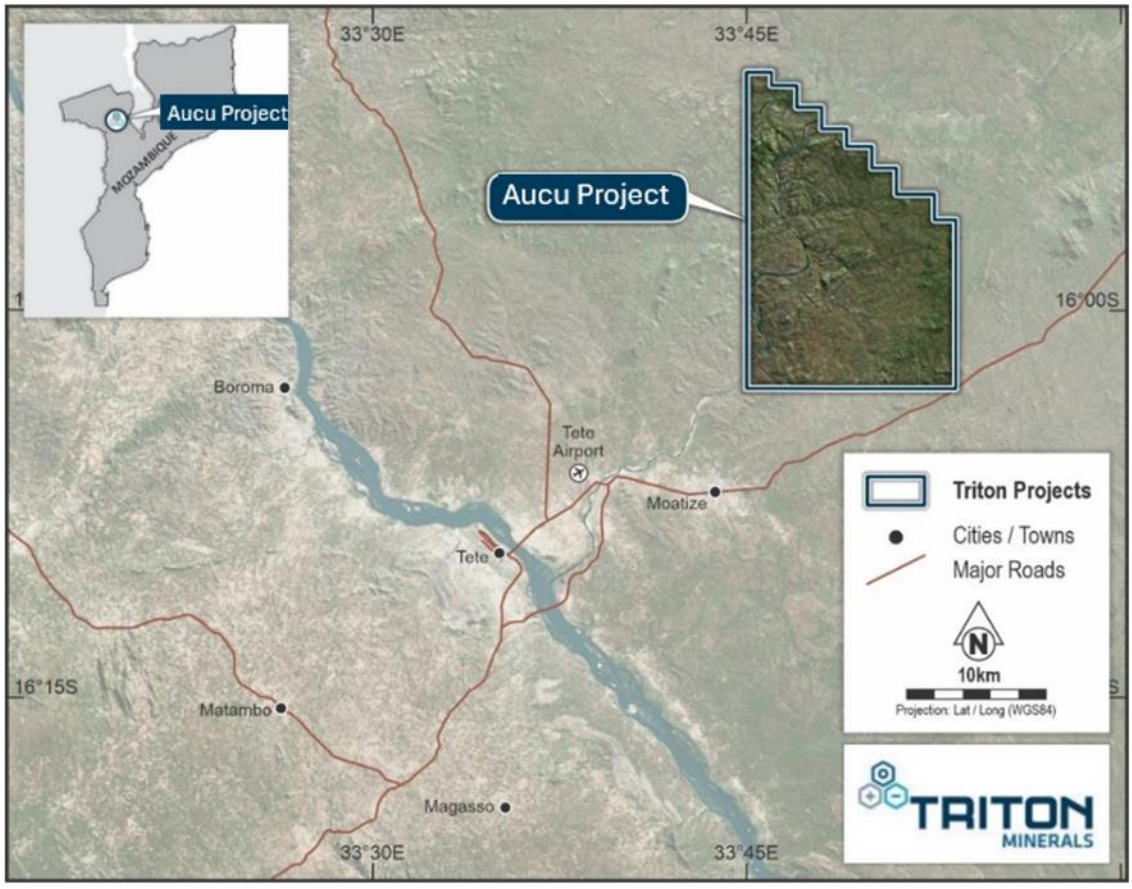

Figure 1: Project Location – Aucu Tete

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Some of the better results are:

- Gold (gpt) – 1, 1.3, 1.5, 2.2, 3.4 and two very high samples of >17.0gpt
- Copper (%) – 0.2, 0.35, 0.5, 1.35, 1.8 and two very high samples of >4.8%

Sample ID	Prospect	Easting (m)	Northing (m)	Cu (%)	Au (g/t)
MTZ A001	Tete AuCu	586421	8227947	0.36	1.33
MTZ A002	Tete AuCu	586421	8227947	0.20	0.99
MTZ A003	Tete AuCu	585286	8225980	0.01	0.10
MTZ A004	Tete AuCu	585355	8225911	0.01	0.09
MTZ A005	Tete AuCu	585522	8226802	4.89	0.09
MTZ A006	Tete AuCu	588935	8229725	4.84	0.20
MTZ A007	Tete AuCu	588935	8229725	0.58	0.38
MTZ A008	Tete AuCu	590082	8232536	0.53	1.46
MTZ A009	Tete AuCu	590421	8233531	0.01	0.09
MTZ A011	Tete AuCu	594228	8236145	0.10	0.12
MTZ A012	Tete AuCu	592409	8237168	0.16	0.12
MTZ A013	Tete AuCu	594091	8233350	0.04	3.43
MTZ A014	Tete AuCu	591124	8226706	0.01	0.10
MTZ A015	Tete AuCu	591162	8226772	1.35	0.07
MTZ A016	Tete AuCu	590162	8226884	0.01	2.19
MTZ A017	Tete AuCu	590162	8226884	DL	0.24
MTZ A018	Tete AuCu	581915	8232463	0.24	17.44
MTZ A018	Tete AuCu	581915	8232463	0.24	17.37
MTZ A019	Tete AuCu	581915	8232463	1.78	0.82

Table 1: Rock chip assay summary results

COBRA PLAINS

Works continued on the environmental approvals required as per the conditions of the August 2023 Mining Concession grant, which included works in relation to the DUAT, RAP and site surveying.

CORPORATE INFORMATION

As at 30 September 2024, the Company held A$1.88 million in cash and no debt.

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TENEMENTS

- **Ancuabe (MC913 2C) -** The Company holds a 100% legal and beneficial interest in the Ancuabe Mining Concession.
- **Cobra Plains (MC11584) -** The Company holds a 100% beneficial interest in the Cobra Plains Mining Concession.

FOOTNOTES

1. **ASX Announcement: 1 Oct 2024:** Acquisition of a Gold and Copper Project in Tete Mozambique
2. **ASX Announcement: 22 Oct 2024:** Aucu-Gold and Copper Project Update
3. **ASX Announcement: 12 Sep 2024:** Update on Mozambique Graphite Asset sale
4. **ASX Announcement: 2 July 2024**: Sale of 70% of Mozambique graphite assets for A$17m cash
5. **ASX Announcement: 3 July 2024**: 1st tranche funds received

The quarterly report was authorised for release by the Board of Directors.

For further information please contact:

Investor Enquiries

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Appendix 5B

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

Name of entity	
Triton Minerals Limited	
ABN	**Quarter ended ("current quarter")**
99 126 042 215	30 September 2024

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (9 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(664)	(1,588)
	(c) production	-	-
	(d) staff costs	(327)	(904)
	(e) administration and corporate costs	(350)	(647)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	2	8
1.5	Interest and other costs of finance paid	(16)	(16)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other	-	-
1.9	**Net cash used in operating activities**	**(1,355)**	**(3,147)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(75)	(75)
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	(2)
	(d) investments	-	-
	(e) other non-current assets	2,550	2,550
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**	**2,475**	**2,473**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9a	Reclassification of lease deposit as bank balance	-	-
3.9b	Proceeds from issues of equity securities to be allotted	-	-
3.9c	Principal element of lease payments	(14)	(69)
3.10	**Net cash used in financing activities**	**(14)**	**(69)**

4.	**Net decrease in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	779	2,630
4.2	Net cash used in operating activities (item 1.9 above)	(1,355)	(3,147)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	2,475	2,473
4.4	Net cash (used in)/from financing activities (item 3.10 above)	(14)	(69)
4.5	Effect of movement in exchange rates on cash held	(7)	(9)
4.6	**Cash and cash equivalents at end of period**	**1,877**	**1,877**

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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	1,877	779
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)**	**1,877**	779

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	75,000
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.

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.		

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8.	Estimated cash available for future operating activities	$A'000
8.1	Net cash used in operating activities (item 1.9)	1,355
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)	1,355
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,877
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	**1,877**
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	1.4

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 include3d 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: Yes. The Company can control its levels of operating costs. Triton has initiated a cost reduction exercise. The net operating costs will be at a reduced level for the immediate future.

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: On 2 July 2024, Triton Minerals Limited announced divest 70% of its Mozambique Graphite Assets to Shandong Yulong Gold Co. Ltd. for A$17 million. On 3 July 2024，the first tranche of AUD $2.55M has been received. AUD $5.95M will and AUD 8.5M will be on completion of various conditions of the deal.

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: Yes. Along with the existing cash resources and for-seeable funds to be received, operations will continue accordingly and enable the company to meet its business objectives.

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.

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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: .....25 October 2024.....

Authorised by: .....Board of Directors.....
(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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