

Rox Resources Limited
(ASX: RXL)

January 2022

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Investment Profile

Share Price (\$) at 4 January 2022	0.37
Issue Capital:	
Ordinary Shares (M)	157.61
Options (M)	21.14
Performance Shares	0.00
Fully Diluted (M)	178.75
Market Capitalisation (M)	\$58.32
12 month L/H (\$)	0.35-0.83

Board and Management

Directors:

Stephen Dennis – Non-Executive Chairman
Alex Passmore – Managing Director
John Mair – Non-Executive Director

Management:

Chris Hunt – Chief Financial Officer
Matt Antill – General Manager Youanmi Operations
Gregor Bennett – Exploration Manager

Major Shareholders

Hawkes Point Capital	13.29%
Directors	1.97%
Rest of Top 20	12.38%

Share Price Performance



SUCCESSFUL PIVOT TO GOLD

Rox Resources Limited (ASX:RXL) is a West Australian focused gold exploration and development Company. It is 70% owner and operator of the historic Youanmi Gold Project near Mt Magnet, approximately 480 kilometres northeast of Perth, and wholly owns the Mt Fisher Gold Project approximately 140 kilometres east of Wiluna.

KEY POINTS

Investment proposition – Rox is an emerging gold project developer offering the market with a very clean exposure to gold exploration focussed on two regions. The company is likely to be entering a phase of solid, sequential increases in the Youanmi Resource, and its valuation is likely to improve as the ounces grow and as the market places increasing value of those ounces, from the current A\$38.2/oz to A\$65/oz as an interim, and eventually into the region of A\$252/oz as the project is derisked.

Rox has the cash and the geological prospectivity to drive strong news flow – The Youanmi Resource has grown by 466koz over the last two years, and Rox is likely to be entering a discovery sweet spot where it has done the preliminary work to understand the mineral system and ongoing drilling will generate an increased rate of discovery. There are drilling programs in place for the 70% owned Youanmi mine area, the 45-50% owned greater Youanmi region, and for the Mt Fisher/Mt Eureka projects, where there are a number of identified targets, typically seeking extensions to existing Resources.

Share price drivers over next 12 months

- At the end of November 2021, the company was waiting on the results of 28 RC drill holes and 14 diamond drill holes in the Youanmi mine area (RXL 70%), as well as assays from 424 aircore holes totalling 22,337m over four targets in the Youanmi Regional Joint Venture tenements (45-50% RXL), including along strike from Ramelius' Penny West acquisition.
- A 160 hole 7300m aircore drill program has been completed at Mt Fisher and is awaiting assays.
- A 24 hole 4700m RC and one 363m diamond hole program is underway at Mt Fisher (RXL 100%) and drilling at Taipan (RXL earning up to 75%) has commenced.
- Youanmi Resource update likely in June 2022 with material additions likely from the Link, Hanging-wall and Junction Zones.
- Work has started on the processing elements of a Feasibility Study. The company has not specified a Feasibility reporting date, and that is likely to vary depending on exploration results.

VALUATION

As an exploration company with reported Resources but no published Feasibility Study information released to the market, we rely on peer comparisons to generate market valuations. Based on peer comparisons, we believe Rox's Resource base should be valued at between A\$47-252/oz Resource with a central value of A\$65/oz, which in turn generates a share price range of A\$0.53/sh to A\$2.15/sh, with a current central valuation of A\$0.67/sh.

This valuation is at a point in time and will be impacted by gold price movements and by discovery. We assume no change in the gold price, but we expect that the Resource will increase over the next six months and beyond, lifting the Rox valuation range.

Please note any comments on valuation are conditional on the occurrence of events that have yet to happen. All the assets of this company are either at the exploration stage, or very early in the project definition stage. Any comparative valuation comments are also conditional on the company delivering further satisfactory project definition information.

The investment opinion in this report is current as at the date of publication. Investors and advisers should be aware that over time the circumstances of the issuer and/or product may change which may affect our investment opinion.

OVERVIEW

- ◆ Rox has successfully refocused into a gold exploration company working new territory with early and visible success. The company had previously been successful as a base metals explorer, but had been stalled in terms of positive news flow. The share price resurgence has been driven by both its exploration success and the fact that success is in new ground that has not been explored by Rox or anyone else for some time.
- ◆ The company is concentrating on two project areas, being the Youanmi region through a number of different joint ventures with Venus Metals, and the Mt Fisher region in partnership with Cullen Resources. The bulk of the recent success has been at Youanmi.
- ◆ The Youanmi Joint Venture was conceived by Rox and Venus to progress rapidly to the development of a mine. The joint venture agreement gives Venus the right to force a sale of the OYG asset if a decision to mine hasn't been taken by 10 June 2025, three and a half years from now.
- ◆ The current Youanmi resource has grown from 1.19Moz to 1.66Moz. The latest Resource does not contain reported recent discoveries including Link, Junction, and Hanging-wall. All of this Resource is in the OYG Joint Venture in which Rox has a 70% interest.
- ◆ The company is spending over \$3M/quarter on exploration, with A\$3.8M spent in the September 2021 quarter, and has A\$10.7M cash available at 30 September 2021. Most of the expenditure is in drilling programs, and we expect those programs to generate continuing discovery news flow and increases in Resources.

VALUATION

SUMMARY

Table 1 Central valuation summary indicating that Rox should be trading at A\$0.67/sh in the current market

Valuation	Resource Koz (RXL 70% share)	Value A\$/oz or A\$/km ²	ASM	A\$/sh
Youanmi Resource ounces valuation	1159	65	75.36	0.48
Mt Fisher Resource ounces valuation	89	65	5.79	0.04
Mt Fisher acreage value (697km ²)		0.009	6.27	0.04
Mt Eureka acreage value (334km ²)		0.009	3.01	0.02
Cannon shareholding (8.55M shares)			4.62	0.03
Cash 30 September 2021			10.67	0.07
Total	1248		105.71	0.67

Source: IIR estimates from Table 5, RXL September 2021 5B

- ◆ The Resource per ounce valuation metrics are drawn from an analysis of gold explorer peers listed in Table 5. While there are companies trading at lower multiples than Rox, we consider that they are also undervalued.
- ◆ The Youanmi mineralisation includes both free milling and refractory ores. The issue of the refractory ore is offset by the emerging significant free milling Resource close to surface, that has the potential to fund initial development, and pay for any additional processing plant required to treat the more refractory underground ore later in the project life.
- ◆ Our central valuation of A\$65/oz is shared by a number of companies in the same exploration phase where they are seeking to build a resource base sufficient to support a Feasibility Study.
- ◆ We would expect Rox's valuation to migrate towards the upper end of the valuation range (ie A\$252/oz) as it de-risks its projects, by upgrading Resources to Measured and Indicated, by completion and publication of Feasibility Studies, and as they grow in size. Size brings institutional and international investor interest.

Table 2 Valuation range based on assessment of comparative companies (Resource quoted is Rox's share)

Valuation	Resource Koz	Value A\$/oz	Resource Value ASM	Other Assets ASM	ASM	A\$/sh
High Valuation	1248	252	314	25	339	2.15
Low Valuation	1248	47	59	25	84	0.53

Source: Tables 1 and 5

Upside to valuation from discovery

- ◆ This is a point in time valuation. It can be impacted by changes in gold price and future discovery. Our valuation assumes a flat gold price outlook.
- ◆ Rox has the financial ability to explore and add value to its tenements, particularly Youanmi, and we would expect the pace of resource addition to be maintained or accelerated, so that over the next 12 months, the value will appreciate in line with the additional ounces discovered.
- ◆ We see no reason why Rox should not be valued at a minimum of A\$65/oz of Resource, and as more ounces are discovered, particularly at Youanmi, we would expect the per ounce valuation applied by the market to increase, as the project builds critical mass.
- ◆ At today's gold price of around A\$2500/oz, and assuming the Western Australian median All In Sustaining Cost of A\$1500/oz, there is a pre tax margin of A\$1000/oz or post tax A\$700/oz. If the finding cost remains at A\$37/oz (Table 6), then each additional discovered ounce into reserves has an undiscounted value of A\$663/oz, which is why the de-risked Resources of companies like Bellevue and others are trading at the higher values.

Based on asset transactions Rox is worth A\$0.59/sh

- ◆ Mines OnLine track the price gold assets are being traded at, and the one year average of those trades for exploration ounces like those of RXL is US\$40/oz or A\$55/oz. If that value was fed into Table 1, the value of Rox shares would be A\$0.59/sh.

Table 3 Mines OnLine tracks asset trades globally providing a guide to median gold asset values by project status

US\$/oz Resource	Exploration	Development	Operation	Care & Maintenance
1 year average	40	49	137	na
2 year average	34	33	102	25
5 year average	34	33	98	29

Source: <https://minesonline.com/market-metrics/>

Joint Venture partner at 4% premium

Table 4 Joint venture partner Venus is trading at a 4% premium based on cash and respective OYG JV interests

	Issue Shares M	Share Price A\$/sh	Capitalisation A\$M	Cash A\$M	EV A\$M	EV A\$M per 1% of OYG
Venus Metals ASX:VMC	151.1	0.18	27.2	6.0	21.2	0.707
Rox Resources ASX:RXL	157.6	0.37	58.3	10.7	47.6	0.680

Source: Rox and Venus 2021 annual reports, September 2021 quarter cash flow 5B releases

- ◆ The minority joint venture partner in the Youanmi JV is trading at a 4% premium to its simplistic comparable valuation against Rox (see Table 4 and Figure 1). It is simplistic because it ignores the non Youanmi assets other than cash. Rox owns shares in Cannon Resources and both companies own other tenements. Also their other joint venture tenements are not 70% 30% splits.

COMPARATIVE VALUATION

- ◆ In our comparison work, we are looking at two elements
 - Enterprise Value per Resource ounce
 - Cost of Resource ounce addition
- ◆ While the current valuation of an exploration company is closely bound up with the reported Enterprise Value per Resource ounce, the attractiveness of an exploration company as an investment is driven by the rate at which those Resources will increase, and the cost of funding that increase.
- ◆ The cost of adding Resources becomes more expensive as the project matures, because the "finding cost" has to include the costs of infill drilling and metallurgical testing, and completing the Feasibility Study work and documentation, all of which rarely adds ounces. The best comparisons for Rox are therefore companies at the same stage of discovery.
- ◆ The peer group comprises 16 Western Australian/Northern Territory gold focussed explorers with reported resources. We have not included project developers because at the development stage, typically they are not growing their Resource. We have included

Bellevue, which is just moving into development, but is also still growing its Resource, so in that sense, is still an explorer.

Rox at A\$38.2/oz Resource vs comparable range of A\$47/oz to A\$252/oz

- ◆ Table 5 shows the Enterprise Value in A\$ per Resource ounce, and Rox is one of the cheapest of the dataset. It is not alone, and shares the bottom of the table with Bardoc (under bid by St Barbara ASX:SBM post Bardoc management team departure); Horizon Gold (illiquid); and Tanami, which has had the same resource for over two years, and has recently sold down a 10% project share to partner Northern Star. We would regard all three as being cheap.
- ◆ The top end of the table includes Red Dirt and Legacy which have small Resources and are probably pricing in large percentage increases; Apollo, which is subject to a take over bid by Ramelius; and Bellevue which is starting mine development. These stocks are not the best comparisons for Rox at this point of its development.
- ◆ Rox should be valued somewhere in the range of A\$47/oz to A\$252/oz (ie Karios to Musgrave). Rox is very comparable to Musgrave and Genesis, as well as the less highly rated companies. As a central value, we believe Rox should be priced at A\$65/oz in today's market, similar to Breaker and Kin, and has the potential to move to a higher rating on future news flow.

Table 5 Calculation of Enterprise value in A\$M and A\$/oz Resource

Company	ASX Code	Shares M	Share Price A\$/sh	Market Cap. A\$M	Cash A\$M	EV A\$M	EV A\$/oz Resource
Red Dirt Metals	RDT	146	0.720	104.8	8	96.7	1099.2
Apollo Consolidated	AOP	859	0.610	524	34	490	445.4
Legacy Iron Ore	LCY	6407	0.020	128	7	118	390.5
Bellevue	BGL	1031	0.840	866	36	830	276.8
Musgrave Minerals	MGV	533	0.350	187	21	166	252.2
Genesis	GMD	2505	0.160	401	7	394	245.3
Degrey	DEG	1406	1.20	1688	36	1652	184.8
Alto	AME	528	0.100	53	7	46	138.4
Anglo Australian	AAR	596	0.120	72	9	63	94.4
Breaker Res	BRB	326	0.300	98	8	90	65.8
Kin Mining	KIN	866	0.100	87	3	83	65.2
Saturn	STN	127	0.420	53	6	48	50.4
Kairos	KAI	1760	0.027	48	5	41	47.2
Rox Resources	RXL	158	0.370	58	11	48	38.2
Bardoc Gold	BDC	291	0.480	140	36	104	33.7
Horizon Gold	HRN	107	0.420	45	4	41	30.4
Tanami Gold	TAM	1175	0.065	76	38	38	27.9

Source: Company releases

Cost of Resource addition places Rox at A\$36.95/oz vs range of A\$10-78/oz

- ◆ Our estimate of finding cost is designed to estimate the total cost to the shareholder of finding more ounces in a way that is comparable across companies based on publicly available information.
- ◆ The finding cost in Table 6 takes the growth in reported Resource from 2019 to 2021 for each of the companies and divides that number into the total expenditure on exploration and overheads over the same period. The shareholders have to pay for both exploration and overheads and combining the two represents what the shareholders have paid to get the growth in ounces.
- ◆ The periods over which the growth in Resources occurred differs from company to company, but broadly falls into the 2019-2021 period.
- ◆ Rox finding cost is in the lower half of the table A\$36.95/oz.
- ◆ The company has reported its own estimate of finding cost at A\$16/oz, and we do not disagree with that number. The difference is a question of definition. The company has the detailed information to be able to make that calculation. Also the cost of acquisition is not included in our calculation, and Rox acquired 70% of the initial 1.19Moz for A\$6M (Table

7) or A\$7.2/oz. If the acquisition cost and exploration costs are combined, Rox' 70% of the current Resource of 1.66Moz cost A\$20/oz, on our calculation. However, our exploration costs include spending on Mt Fisher and Mt Eureka, as well as the other Venus Joint Ventures. If that was deducted, we expect our number would also be close to that of the company.

Table 6 Estimation of IIR version of finding costs for Rox and comparative companies

Company	ASX Code	Resource 2019 Koz	Resource 2021 Koz	Change Koz	Spend ASM	Finding Cost A\$/oz
Red Dirt Metals	RDT	43	88	45	4.0	89.11
Bellevue	BGL	1800	3000	1200	94.1	78.44
Saturn	STN	781	944	163	9.5	58.40
Bardoc Gold	BDC	2582	3073	491	28.4	57.90
Kin Mining	KIN	842	1275	433	25.0	57.68
Breaker Res	BRB	981	1370	389	19.5	50.24
Alto	AME	124	331	207	9.5	46.12
Kairos	KAI	643	873	230	9.1	39.68
Rox Resources	RXL	922	1248	326	12.1	36.95
Genesis	GMD	867	1607	740	25.5	34.49
Musgrave Minerals	MGV	440	657	217	5.2	23.98
Anglo Australian	AAR	116	665	549	12.4	22.60
Legacy Iron Ore	LCY	184	309	125	2.4	19.13
Apollo Consolidated	AOP	1035	1100	65	1.2	18.25
Degrey	DEG	1679	8938	7259	72.4	9.97
Horizon Gold	HRN	1388	1360	-28	0.0	0.00
Tanami Gold	TAM	1646.4	1372	-274.4	1.3	na

Source: Company releases

- ◆ In Rox's case, the starting point is the acquisition of Youanmi in April 2019. The cost base is the 70% of the sum of quarterly spend on operations, including exploration from the June 2019 quarter to the June 2021 quarter inclusive, divided by 70% of the growth in ounces since the acquisition. Rox is currently funding all the expenditure, some of which is earn in, which does not contribute to our version of finding cost, and some is via a loan to Venus which will be repaid. The Resources against Rox in Table 5 is its 70% of the total.

HISTORICAL DRIVERS OF MAJOR SHARE PRICE MOVEMENTS

Figure 1 Rox share price history vs Venus Metals, showing two major re-ratings



Source: IIR

Two major re-ratings

- ◆ At 30 May 2019 the share price was A\$0.15/sh and it rose to A\$0.49/sh by 13 August 2019, a total increase of 227%. The news flow starts with commencement of drilling at Currans Find, the closure of the Youanmi acquisition of 50% and the farm into Mt Eureka, all of

which added substance to the pivot to exploring for gold. The major share price drivers appear to be the mix of drilling results from Curran's Find and the Youanmi acquisition.

- ◆ On 16 June 2020, the share price rose 108% in a single day from A\$0.36/sh to A\$0.75/sh and kept rising until a peak of A\$1.30/sh on 7 July 2020. The precursors were a Rox move from 50% to 70% interest in Youanmi, and a \$4M equity raise, but the announcement on the day was drilling results including 24m at 34.79g/t at Grace. The positive news flow was maintained through June with very positive metallurgical results on 1 July 2020. The market then ran out of steam and the price has since been correcting.
- ◆ The noticeable 34% fall in share price on 14 January 2021 coincided with a Youanmi drilling report that included good intersections (12m at 6.54g/t) but appears to have disappointed the market. We believe whatever level of inflated expectations that were in the share price previously, those expectations have been washed out, setting a firm base for share price appreciation.

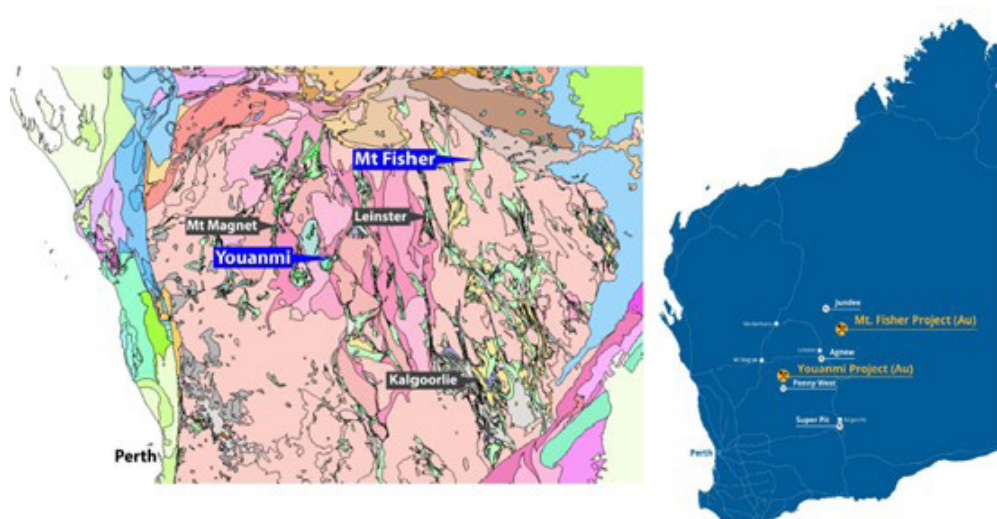
Venus Metals and Rox close to a simplistic fair value

- ◆ Figure 1 shows the share price of Rox against the share price of Venus, adjusted for their different interests in the Youanmi (OYG) Joint Venture, and the vertical lines show when the interests changed. Initially Rox outperformed but has come back to a 4% discount to Venus parity now. We use the word simplistic fair value because this comparison does not allow for differences in cash, changes in shares on issue, and other assets apart from the OYG Joint Venture.
- ◆ Both companies have other assets that are capable of producing a share price performance variance, but while the Youanmi OYG Joint Venture is generating all the positive news, the relative performance is likely to be the very similar.
- ◆ Table 4 looks at the relative valuation of Rox and Venus on today's share prices, and adjusts for cash, but not other assets. It suggests that the market is valuing both companies on cash and their interests in OYG (the 70% 30% JV) only, therefore any appearance of value in the other assets would be upside for the reporting company.

DESCRIPTION OF ASSETS

- ◆ Post the spinout of its nickel assets into Cannon Resources (ASX:CNR), Rox is now focussed on exploring for gold at Youanmi and at Mt Fisher, while retaining a 10% interest in Cannon.

Figure 2 Asset location



Source: RXL presentation 26 November 2021

YOUANMI

CURRENT ACTIVITY

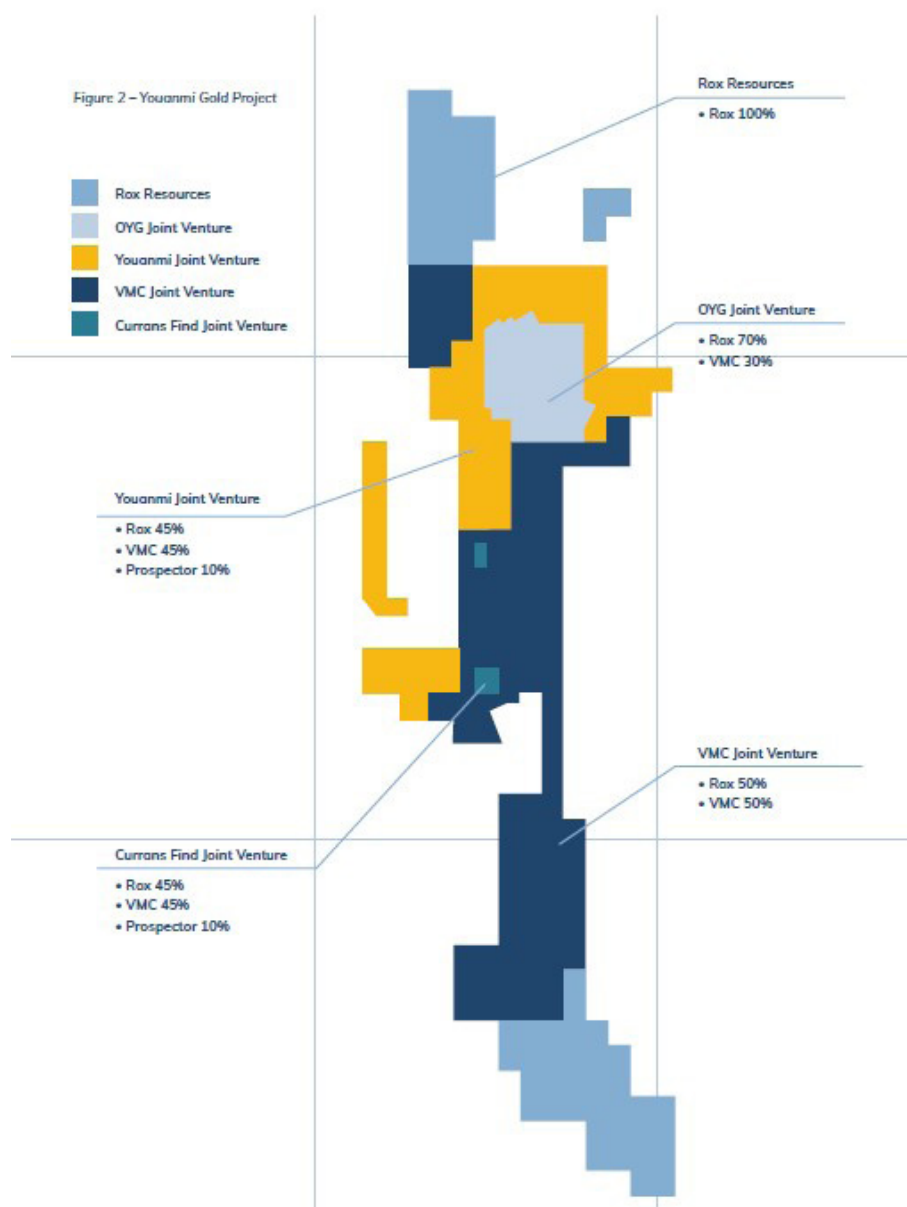
- ◆ At 29 November 2021, Rox was waiting on the assays for 42 holes from the Youanmi drilling program.
- ◆ Drilling in the Youanmi mine area will be ongoing.
- ◆ Youanmi regional program awaiting results from 22,337m of aircore drilling.

LOCATION AND EXPLORATION HISTORY

- ◆ The Youanmi Gold Project is located 480 km to the northeast of Perth, Western Australia. The project is accessed by the sealed Great Northern Highway for a distance of 418 km from Perth to Paynes Find and then for 150 km by the unsealed Paynes Find to Sandstone Road.
- ◆ Significant previous exploration has been carried out throughout the project by various companies,
 - 1971-1973 WMC: RAB, RC and surface diamond drilling
 - 1976 Newmont: 10 surface diamond drillholes (predominantly targeting base metals).
 - 1980-1986 BHP: RAB, RC and surface diamond drilling (predominantly targeting base metals).
 - 1986-1993 Eastmet: RAB, RC and surface diamond drilling.
 - 1993-1997 Goldmines of Australia: RAB, RC and surface diamond drilling. Underground mining and associated underground diamond drilling.
 - 2000-2003 Aquila Resources Ltd: Shallow RAB and RC drilling.
 - 2004-2005 Goldcrest Resources Ltd: Shallow RAB and RC drilling; data validation.
 - 2007- 2013 Apex Minerals NL: 9 diamond holes targeting extensions to the Youanmi deeps resource.
 - Previously produced 670,000 ounces at 5.4g/t Au; closure in 1997 when gold price was A\$400/oz – A\$450/oz . Last parcel of ore mined underground at Youanmi (Nov 1997) was at 14.6g/t Au grade.

OWNERSHIP AND ACQUISITION COST

Figure 3 The three joint ventures that make up the Youanmi project



Source: RXL 2019 annual report. Note VMC means Venus Metals Corporation Limited

Rox has formed a number of joint ventures with Venus Metals

- ◆ On 10 April 2019 the Company announced the intention to acquire the Youanmi Gold Project in joint venture with Venus Metals Corporation Limited ("Venus") and on 21st June 2019 the acquisition transaction was completed.
- ◆ The OYG Joint Venture area covers 65km², is circa 10km x 7km, and surrounds the Youanmi Gold Mine and nearby extensions (Rox 70%).
- ◆ The VMC Joint Venture which covers 302km² (Rox 45%).
- ◆ The Youanmi Joint Venture which covers 270km² (Rox 50%).
- ◆ The Currans Find and Pincher Joint Venture was formed on 15 April 2019 with the joint acquisition, by Rox and Venus, of a 90% interest. The 90% interest in each property being acquired is to be shared equally between Venus and Rox, with the remaining 10% held by a prospector.

Table 7 Ownership and earn in summary

Joint Venture	OYG to 50%	OYG to 70%	OYG Total	Venus (VMC) JV	Youanmi (Sandstone) JV	Currans Find & Pincher
Rox Earning	50%	20%	70%	50%	45%	45%
Minerals	All	All	All	Gold	Gold	All
Start Date	Apr-19	Jul-20		Apr-19	Apr-19	Apr 19
Payment A\$M	3.0	3.0	6.0			0.15
in cash A\$M	2.8	2.0	4.8			0.075
in shares A\$M	0.2	1.0	1.2			0.075
Spend commitment A\$M	2.0		2.0	0.8	0.2	
Total Acquisition Cost A\$M	5.0	3.0	8.0	0.8	0.2	0.15
Acquisition Cost A\$K per 1%	100	150	114	16	4	3
Operator	Rox	Rox	Rox	Rox	Rox	Rox
Post Earn in	AC - RXL loan to VMC			AC	AC	AC

Source: RXL 2021 annual report. Note: AC means All parties Contributing according to their interest share

Terms of OYG Joint Venture (Rox 70%, Venus 30%)

- ◆ In the 2019 financial year, the Group acquired a 50% interest in all minerals by the payment of \$2.8m and the issue of 1.7m fully paid shares at a deemed price of \$0.12 (a deemed \$0.2m). The Group was required to meet exploration expenditure of \$2m over the two years to June 2021 and to cover the costs of holding and managing the project.
- ◆ On 8 June 2020, the parties agreed to amend the term sheet whereby the consideration for the additional 20% interest would be \$2m within 2 business days of the Group delivering its Exercise Notice and issuing to Venus the number of Rox Shares equal to \$1m divided by the deemed issue price of \$0.36 (being 2.8m Rox Shares, post 15:1 share consolidation).
- ◆ On 10 June 2020, the Group met its \$2m expenditure commitment and delivered the Exercise Notice, whereby exercising its option to increase Rox's interest to 70%.
- ◆ Rox paid Venus \$2m on 10 June 2020, and on 30 July 2020, Rox acquired an additional 20% taking its interest to 70% by issuing to Venus 2.8M Rox shares deemed to be A\$1M.
- ◆ Joint Venture costs are contributed in proportion to ownership, with Venus electing under the joint venture agreement for Rox to fund its 30% of costs by way of a joint venture loan secured over Venus' interests in the Joint Venture.
- ◆ Rox has advanced a limited recourse loan which amounted to \$1,925,683 at 30 June 2021 (2020: \$119,007) to Venus subsidiary Oz Youanmi Gold Pty Ltd, on exploration expenditure pertaining to Youanmi Gold Mine Project which was 70% held by Rox. The term of the loan is interest free with no fixed maturity.
- ◆ Venus has the right to force a sale of the asset if a decision to mine hasn't been taken by 10 June 2025.

Terms of Venus Joint Venture (Rox 50% and Venus 50%)

- ◆ On 5 April 2019, the Group entered into an agreement whereby it may earn a 50% interest in the gold rights of the Venus Joint Venture by contributing the first \$0.8 million of exploration expenditure which was completed by June 2021. Following the earn-in the joint ventures are standard contribute or dilute arrangements.
- ◆ Rox is the manager of the Joint Venture.

Terms of Youanmi Joint Venture (Rox 45%, Venus 45% and 10% Legendre)

- ◆ On 5 April 2019, the Group entered into an agreement whereby it may earn a 45% interest in the gold rights of the Youanmi Joint Venture by contributing the first \$0.2 million of exploration expenditure on the project area across the Joint Venture to June 2021. Following the earn-in the joint ventures are standard contribute or dilute arrangements.
- ◆ Rox has completed its earn in spend and is the manager of the Joint Venture.

Currans Find & Pincher Joint Venture (Rox 45%, VMC 45% and 10% MER)

- ◆ On 12 April 2019, Rox entered into an agreement whereby it acquired a 45% interest in all minerals by the payment of \$75,000 and the issue of 500,000 fully paid shares (post 15:1 share consolidation) at a deemed price of \$0.15 (a deemed \$75,000).
- ◆ Rox has completed its earn in and is the manager of the Joint Venture.

ON SITE ASSETS REDUCE COST AND RISKS FOR A NEW PROJECT

- ◆ The Youanmi Project includes a developed underground mine (dewatering required) and surface infrastructure including:
 - Existing decline in place – to approx. 600 metres below ground.
 - Access roads (sealed roads 90km from mine gate).
 - Airstrip.
 - Core shed and workshop.
 - Borefield.
 - Tailings disposal facility.
 - Mine offices.
 - Process water available from local aquifers.
 - Mine village - well equipped for exploration crews.
 - Midwest Pipeline & Road Infrastructure.
 - Spur line to Mount Magnet has a 4.1TJ/D capacity (APA Group).
 - With a history of mining Youanmi is classified as a disturbed site and is on existing mining leases, and obtaining environmental approvals for development are expected to be a straightforward process.

GEOLOGY

Youanmi mine area

- ◆ The company has announced a number of targets along a 2.2Km strike with significant intercepts in mine area. Open pit targets include Youanmi Main Pit, Grace, Hill End, United North, Kathleen-Rebel, Bunker, and Plant.
- ◆ Underground targets are the Youanmi Deeps project area, which is subdivided into three main areas or fault blocks by cross-cutting steep south-east trending faults; and the 2021 Resource includes Pollard, Main, and Hill End from south to north respectively. Emerging targets include Link, Junction, Parallel/Hanging-wall and Youanmi South. The next Resource update is likely to have contributions from Link in the north and Junction and possibly Parallel/Hanging-wall in the south.
- ◆ The Youanmi Project straddles a 40km strike length of the Youanmi Greenstone Belt, lying within the Southern Cross Province of the Archaean Yilgarn Craton in Western Australia. The greenstone belt is approximately 80km long and 25km wide, and incorporates an arcuate, north-trending major crustal structure termed the Youanmi Fault Zone.
- ◆ This structure separates two discordant greenstone terrains, with the stratigraphy to the west characterised by a series of weakly deformed, layered mafic complexes (Windimurra, Black Range, Youanmi and Barrambie) enveloped by strongly deformed, north-northeast trending greenstones. Gold mineralisation is developed semi-continuously in shear zones over a strike length of 2,300m along the western margin of the Youanmi granite.
- ◆ The Youanmi gold lodes have historically been associated with a high pyrite and arsenopyrite content and the primary ore is partially to totally refractory. There are a series of major fault systems cutting through the Youanmi trend mineralisation that have generated some significant off-sets.
- ◆ Granite hosted gold mineralisation occurs at several sites, most notably Grace and the Plant Zone Prospects. Gold mineralization occurs as free particles within quartz sericite altered granite shear zones. The ore in the granite is not refractory and testing has indicated excellent recoveries.

Commonwealth – Connemarra Trend

- ◆ The Commonwealth-Connemarra mineralised trend is centred 4km northwest of the Youanmi plant. The geology comprises a sequence of folded mafic and felsic volcanic rocks intercalated with BIF and intruded by granite along the eastern margin.
- ◆ Gold mineralisation is developed over a 600m strike length, associated with a north trending and steeply west dipping shear zone that traverses the northwest trending succession.
- ◆ The mineralisation strikes generally NNW-SSE and dips to the west at approximately -50 degrees.

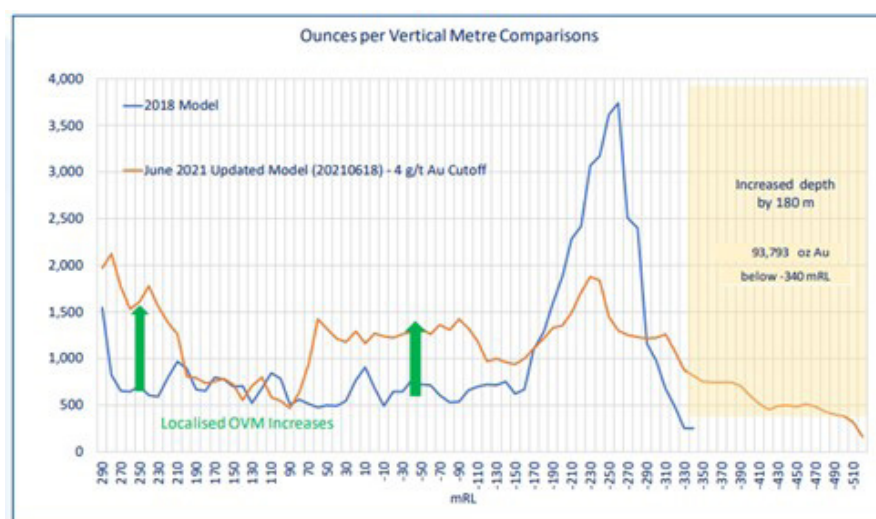
Resources

Table 8 Youanmi OYG Joint Venture Resources (Table shows 100% basis, RXL share 70%)

Area	Cut-Off g/t	Resource June 2021			Change in ounces	Previous 2018 Resource		
		Kt	g/t	Contained Koz		Kt	g/t	Contained Koz
Indicated								
Near Surface	0.5-1.5	7470	1.81	434	63%	4720	1.76	266.2
Deeps	4.0	1097	8.23	290.2	38%	808	8.1	210.2
Sub Total		8567	2.63	724	52%	5528	2.68	476.4
Inferred								
Near Surface	0.5-1.5	7240	1.57	366	37%	5360	1.55	266.5
Deeps	4.0	2279	7.73	566.2	27%	1605	8.7	447.5
Sub Total		9519	3.05	932	31%	6965	3.19	714.2
Total								
Near Surface	0.5-1.5	14710	1.69	800	50%	10070	1.65	532.7
Deeps	4.0	3377	7.89	856.3	30%	2413	8.48	657.9
Total		18087	2.85	1656	39%	12483	2.97	1190.6

Source: RXL release 23 June 2021

Figure 4 Ounces per vertical metre from surface at 300m RL comparing 2021 and 2018 Resources

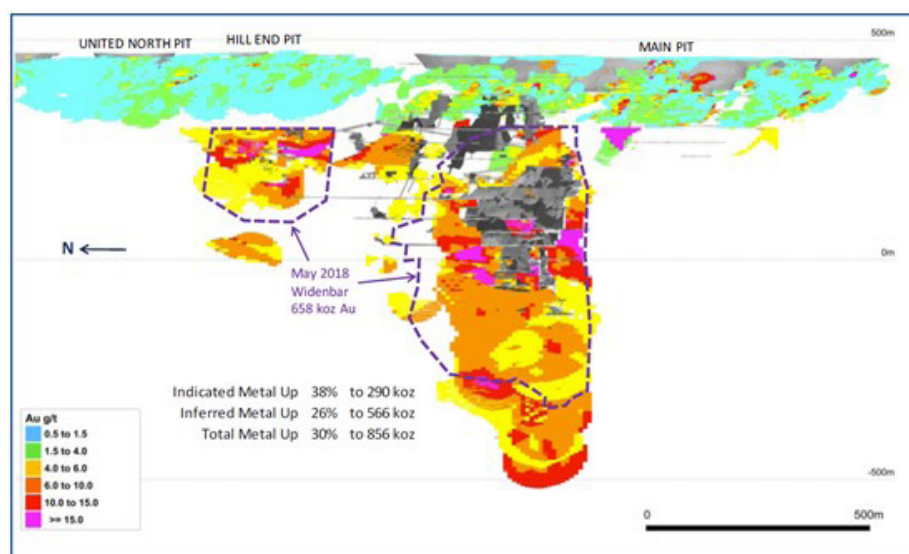


Source: RXL release 23 June 2021

Changes from 2018 Resource

- ◆ The new Resource has resulted in an increase in the endowment from surface to 380m deep where it of most use when developing a project (see the green arrows in Figure 4).
- ◆ Youanmi Total Mineral Resources increased by 466 koz (+39%) to 1,656 koz of contained gold (Au).
- ◆ Near Surface Resource increased by 50% to 800koz Au.
- ◆ Deeps Resource grew by 30% to 856koz Au with high grades preserved (7.9g/t Au resource average).
- ◆ Increase in Au metal ounces per vertical metre for Youanmi Deeps to 940oz/ vertical metre.
- ◆ Resources start from surface and in many cases do not require a pit cutback (Grace, Plant Zone, Hill End).

Figure 5 Outline of the 2021 Resource and 2018 Resource (dotted outline)



Source: 23 June 2021

Sources of additional upside

- ◆ Junction and Link mineralisation to be incorporated in later models.
- ◆ Opportunity for a high grade starter pit (Grace, Plant and potentially Hill End) followed by a high grade underground (using the 1990's decline as a starting point).
- ◆ Parallel lodes in the hanging wall a key growth opportunity and adds ounces per vertical metre (lower capital cost to access).
- ◆ Longer term – larger scale open pit expansion opportunity if Grace low grade is included.
- ◆ Drilling is ongoing with Resource growth likely to continue.

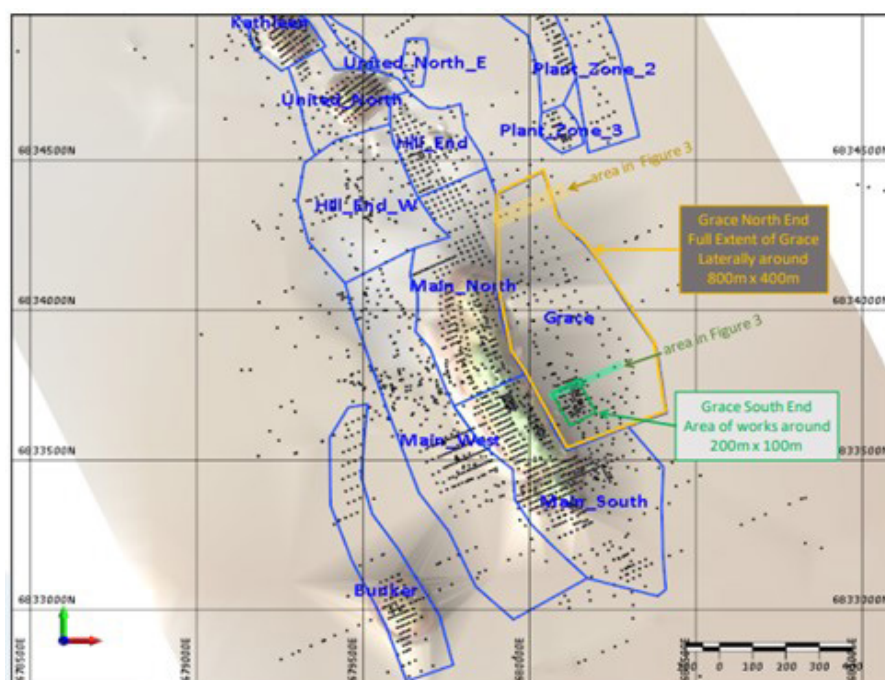
Table 9 Open pitable resource by exploration zone

Area	Cut-Off g/t	Kt	g/t	Contained Koz
Bunker	0.5	720	2.05	47
Commonwealth	0.5	610	1.91	38
Grace Granite	1.5	490	6.95	109
Grace Laterite	0.5	470	1.16	18
Plant Zone	0.5	6820	0.99	218
Main Shear	0.5	5420	2.01	350
Currans Find	0.5	180	3.81	22
Total		14710	1.69	800

Source: RXL release 23 June 2021

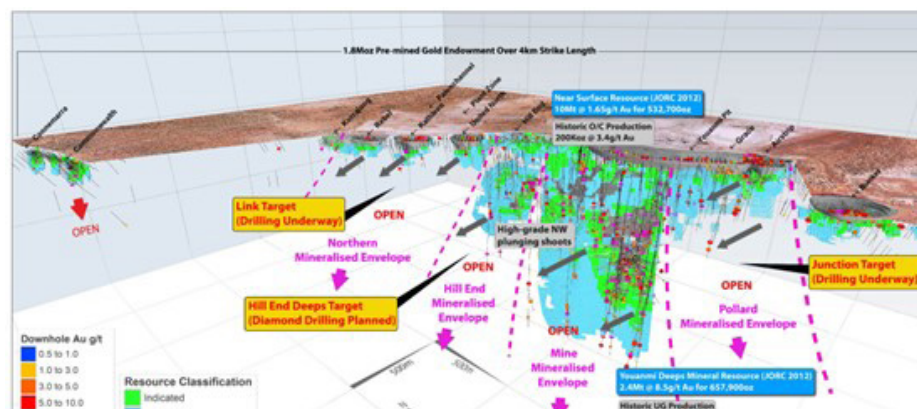
Orientation

Figure 6 Location of the various Youanmi target areas. The Link zone is down dip (ie west) of Kathleen and United



Source: 15 July 2021

Figure 7 Schematic of the various target zones



Source: RXL release 21 June 2021

Grace Zone (see Figures 8 and 9)

- ◆ The Grace Deposit is one of several north-south trending lines of mineralisation that occur within accommodation structures within the Youanmi Granite.
- ◆ Gold mineralisation at Grace is hosted in quartz-sericite altered shear zones within granite. It is characterised by high grade, north plunging ore shoots.
- ◆ The Grace mineralisation in the granite comprises high grade shoots surrounded by a large volume of low grade at 0.5g/t. When the standard open pit cutoff grade of 0.5g/t Au was applied, a very large tonnage of material reported to the Resource that wasn't going to form part of a small high grade open pit, so the decision was taken to use a 1.5g/t cutoff to retain focus on the high grade areas. This decision could be revisited in the future.
- ◆ To better understand the controls on mineralisation and the style and continuity of structure, Rox cut a "window" into the top of the mineralisation by removing the cap rock in the south end of Grace. Ditchwitch trenches have been cut to gain further knowledge from long face exposures and yield samples for gravity test work and other grade estimation analysis. This work was carried out in the June 2021 quarter.
- ◆ Grace could add materially to the next Resource update through either depth extensions or the inclusion of low grade bulk tonnage material.

Parallel/Hanging-wall Zone (Figures 8 and 9)

- ◆ The Parallel Zone has been renamed the Hanging-wall Zone and is a previously unknown body of mineralisation between the Main Lode and the Bunker Pit (47Koz). The Hanging-wall discovery has the potential to improve the economics of Bunker Pit, and well as Junction and if it goes far enough, Youanmi South.
- ◆ RXDD022 was targeting hanging wall mineralisation in an area between the Bunker Pit and the Youanmi Main lode, and intersected 4m @ 45.5g/t Au from 341m which highlights the significant potential for further discovery in this area. The results of this initial hole have been supported by subsequent drilling.

Link Zone (Figures 10 and 11)

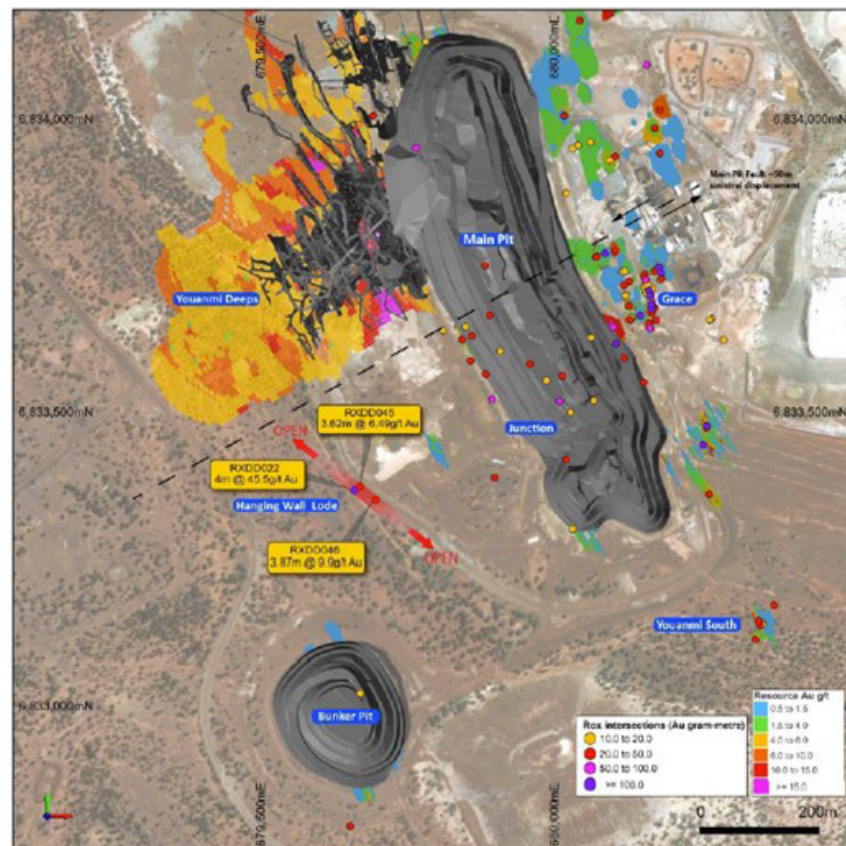
- ◆ The upper oxide part of the Link Zone is in the June 2021 Resource, but the depth extensions are additional. The link zone represents a northern repeat of the Hill End high grade shown in Figure 5.
- ◆ Step out hole RXDD026 had an intersection of 7.25m @ 15.02g/t Au from 315.8m, including 2.9m @ 22.37g/t Au from 320.1m which demonstrates continuity of high-grade mineralisation 120m from the existing resource and 80m down plunge of previously reported diamond hole RXDD018 : 6.8m @ 11.98g/t Au from 264m, including 2m @ 37.65g/t Au from 269m and 4.9m @ 6.51g/t Au from 250m (ASX: RXL 22 July 2021).
- ◆ The results from RXDD018 and RXDD026 provide strong confidence in the ability to add significant ounces to the resource inventory in this area. Additional closer spaced (indicated) resource extension drilling was completed 40m from the current resource at Link with all holes intersecting high-grade mineralisation.
- ◆ The company has indicated that these results will likely add both tonnes and grade of indicated resource material in this area. Mineralisation at Link is open down plunge to the north and up dip to the south.

Junction (Figures 12 and 13)

- ◆ This structure did not contribute any ounces to the 2021 Resource
- ◆ As a first pass into this area, the results are encouraging and confirm continuity of Youanmi Main Lode structure at depth. Future drilling will test along strike targeting areas where N-S trending conjugate structures intersect the Youanmi Main Lode that will likely result in thickening of mineralised zones. The intersection of these structures is where the major accumulations of gold are found at Youanmi.
- ◆ Figure 13 shows two drill holes testing the depth extensions. The results included: RXDD014: 0.51m @ 15.93g/t Au from 381.09m, 4.63m @ 3.7g/t Au from 549m, 3.1m @ 1.9g/t Au from 624.9m; and RXDD014W1: 0.87m @ 15.4g/t Au from 596m and 2.72m @ 2.61g/t Au from 278.32m.

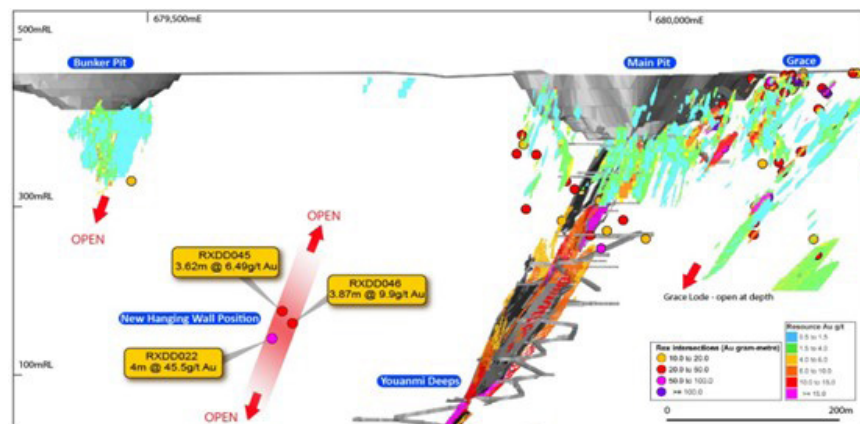
Grace and Parallel Zones

Figure 8 Youanmi mining area on plan view. Note early intersections in the pa



Source: RXL release 6 September 2021

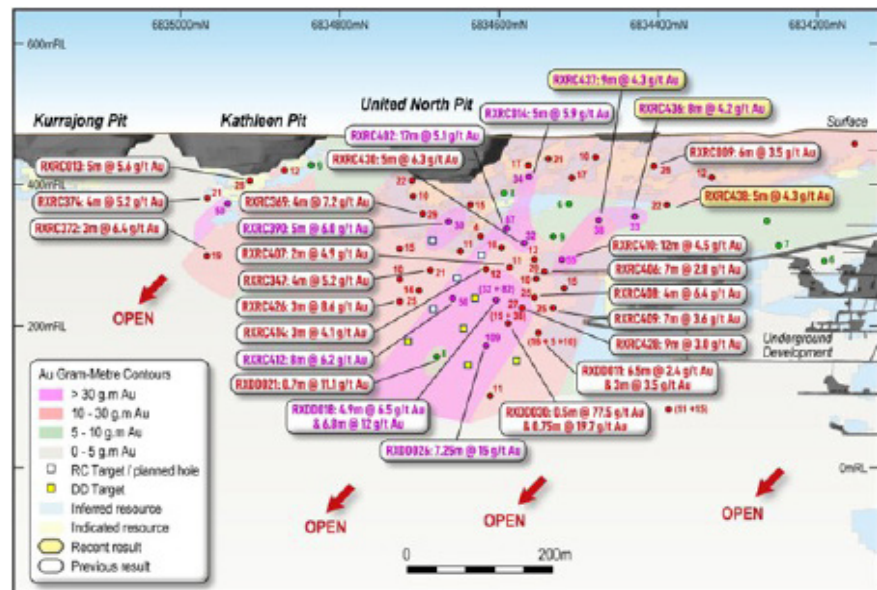
Figure 9 Cross section showing main lodes, with Parallel zone to the west and Grace depth extensions to the east



Source: RXL release 18 November 2021

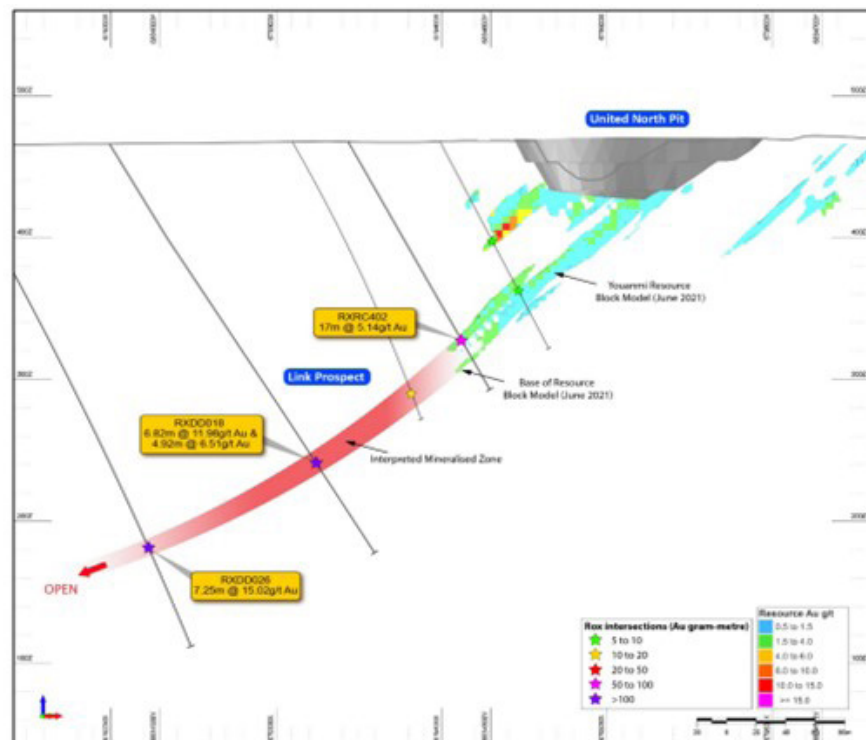
Link Zone

Figure 10 Long section of the Link Zone



Source: RXL Release 22 December 2021

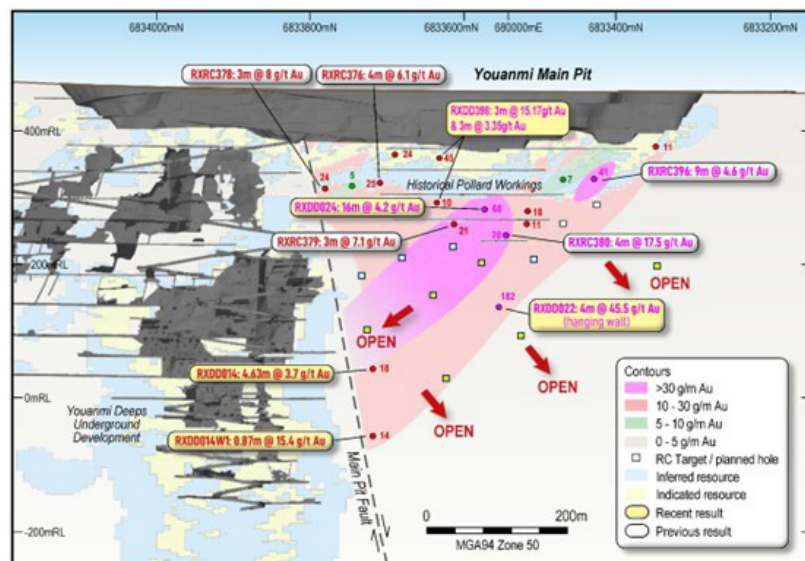
Figure 11 Cross section of the Link Zone



Source: RXL release 29 September 2021

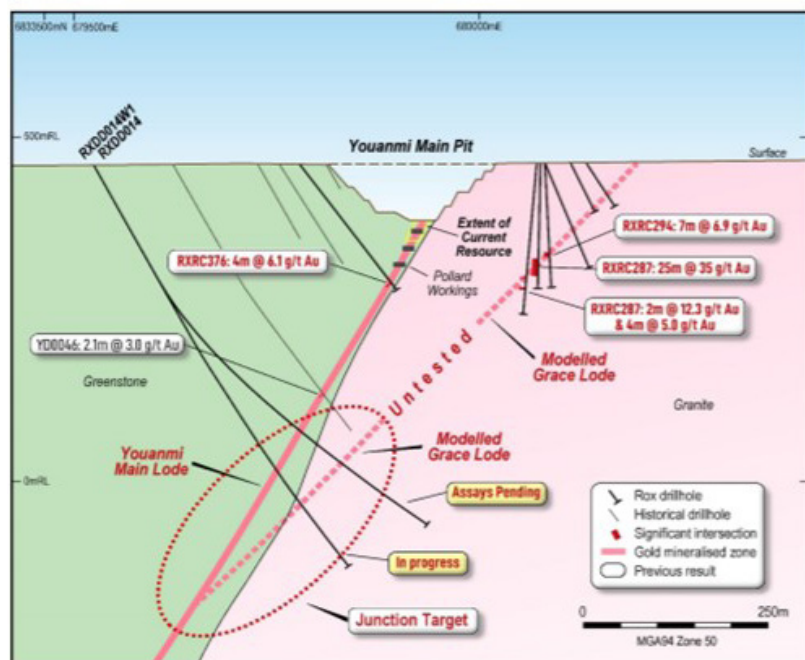
Junction Zone

Figure 12 Long section of the Junction Zone



Source: RXL release 6 September 2021

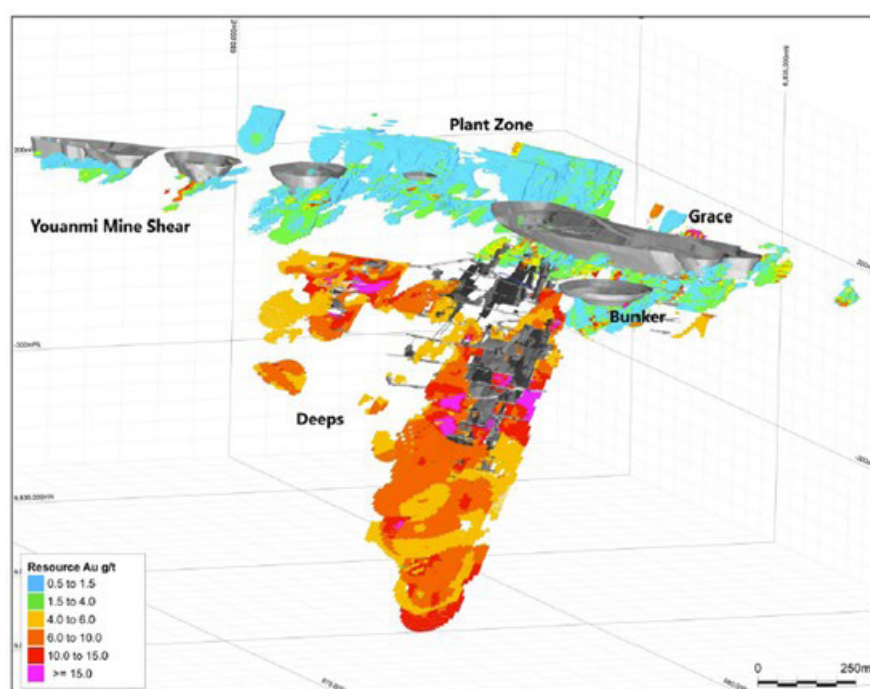
Figure 13 Cross section of the Junction Zone, showing a possible jointing up at depth with the Main Reef



Source: RXL release 21 June 2021

Main Zone (Deeps)

Figure 14 Footprint of the 2021 Resource including the Main Lode open at depth



Source: RXL presentation 29 November 2021

METALLURGY – CHALLENGES BEING RESOLVED

Overview

- ◆ Youanmi Total Mineral Resources currently 1,656 koz of contained gold (Au), comprising a Near Surface Resource of approximately 800koz Au, and a Deeps Resource of approximately 856koz Au with high grades.
- ◆ Approximately 20% of the Deeps Resource is refractory ore, and to the extent that is combined with the rest of the Deeps ore will require additional processing.
- ◆ September 2021 testwork showed substantial improvement in gold extraction for Youanmi Deeps. Historical production averaged 86.8% gold recovery, and the new testwork improved extraction to 95.6% using the Pressurised Oxidation Leach Process (POX). The Albion process achieved 88.8% to 94.4% recovery and is likely to be less capital intensive than POX (release 23 December 2021).
- ◆ The principal past producer at Youanmi, Gold Mines of Australia (GMA), operated the Youanmi Deeps underground mine in the 1990s. At which time GMA also operated a 600ktpa oxide ore CIL plant configured to handle 270ktpa of sulphide (i.e. Youanmi Deeps) feed through a bacterial oxidation plant (Bachtech technology). During this period the operation achieved an average of around 87% metallurgical recovery up until the plant shut down in November 1997.

Significant free milling ores present with very high recoveries

- ◆ The Youanmi Project is host to several styles of mineralisation, so to ensure adequate representation from the different mineralisation styles 81 samples were selected for metallurgical test work from 32 RC holes previously reported by Rox across the Project area.
- ◆ The results from the oxide, transitional and fresh zones at Grace are encouraging with gold recoveries averaging 97%, 94% and 95% respectively. These results indicate that gold mineralisation encountered in recent drilling at the Youanmi Project in general, and especially at Grace, is amenable to conventional cyanide extraction methods.

Table 10 Summary of recovery testing using conventional cyanide leaching by ore zone.

Prospect	Recoveries		
	Oxide	Transition	Primary
Grace	97%	94%	95%
Plant Zone	94%	Not tested yet	Not tested yet
Youanmi South	na	93%	Not tested yet
Commonwealth	na	Not tested yet	88%
Main Lode	94%	80%	76%

Source: RXL release 1 July 2020

Grace metallurgy

- ◆ The very high-grade gold mineralisation at Grace occurs in a series of moderate west-dipping quartz hosted gold lodes in the granite footwall rocks adjacent to the historically mined Youanmi Main Lode. The rocks in this area are significantly weathered (i.e. oxide zone) down to an average 50m depth below surface.
- ◆ There is a transitional zone from 50 to 80m on average and then fresh rock (i.e. containing primary mineralisation) below 80m.
- ◆ Gold recoveries for this area averaged an excellent 97% in the oxide material, 94% in transitional and 95% in the primary mineralisation.

Plant Zone metallurgy

- ◆ Plant Zone Gold mineralisation is associated with stockwork quartz veining within a granite host. Gold occurs as free particles within the sulphide-poor quartz veins and extends over a strike length of at least 1,400m.
- ◆ Mineralisation in the Plant Zone occurs in a deeply weathered granite host with an oxide zone extending from surface to 80m depth. Deeper drilling is required in this zone to test transitional and primary ore.
- ◆ Gold recoveries averaged 94% in the oxide mineralisation.

Youanmi South metallurgy

- ◆ Youanmi South gold mineralisation is developed in a dilation zone associated with bifurcation of the greenstone succession around the steeply south plunging southern margin of the Youanmi Granite.
- ◆ The Youanmi South area is deeply weathered with the oxide zone extending to 80m below surface. Transitional material is present beyond this with the deepest drilling to 120m yet to intersect fresh rock (primary).
- ◆ Youanmi South gold recoveries averaged 93% in the transitional mineralisation.

Commonwealth metallurgy

- ◆ Commonwealth gold mineralisation is associated with finely disseminated pyrite hosted by a zone of quartz veins in highly altered mafic volcanics and banded iron formation.
- ◆ The weathered profile is relatively shallow at Commonwealth with oxide zone extending to 35m below surface, transitional zone to 50m and fresh rock (primary) beyond this.
- ◆ Gold recoveries averaged 88% in the sampled primary mineralisation.

Refractory ores below the oxide zone

- ◆ Main Lode Gold mineralisation is developed along the Main Lode Shear Zone over a strike length of 2,300m. The gold lodes are associated with a high pyrite and arsenopyrite content and the primary ore (+100m depth) is partially refractory. In this test work, gold recoveries averaged 94% in the oxide mineralisation, 80% in the transitional mineralisation and 76% in the primary mineralisation.
- ◆ Refractory ores that would have poor recoveries using conventional cyanide leaching technology comprise almost 20% of current Deep Resource ounces.

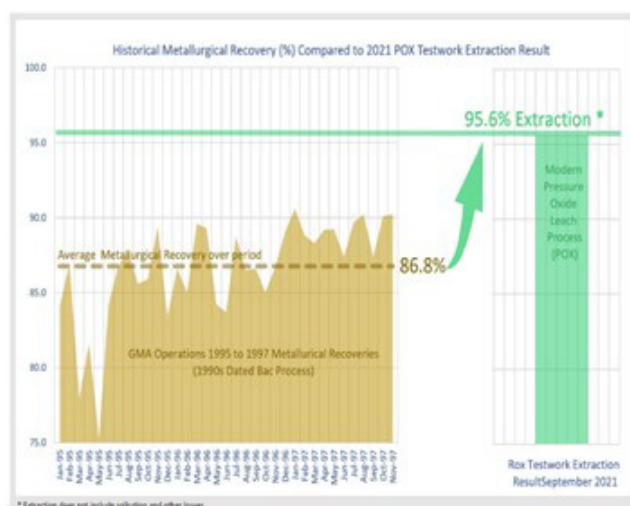
Small pressure oxidation plant would generate 95% recoveries

Table 11 Recoveries from Upper Main refractory ore by various processes

Treatment Route	Direct Leach	UFG 15 micron	UFG 10 micron	Roast	POX	Albion
Flotation						
Feed Mass (grams)		12000	12000	12000	12000	12000
Mass Pull (%)		12.7%	12.7%	12.7%	12.7%	12.7%
Mass Loss (%)				12.0%	16.8%	-46.5%
Recovery outcomes and reagent use						
Gold Extracted (g/t)	5.03	5.1	5.71	7.65	8.53	7.18
Gold in Tail (g/t)	4.00	3.27	2.76	0.97	0.40	0.90
Gold Recovery (%)	55.7	60.9	67.4	88.7	95.5	88.8
Calculated Head Grade (g/t)	9.03	8.37	8.48	8.62	8.93	8.09
NaCN (kg/t)	0.53	2.16	3.77	2.43	2.10	5.83
Lime (kg/t)	0.40	0.81	1.17	1.36	1.38	6.94

Source: Release 23 December 2021. Note: POX= Pressure Oxidation process, UFG= Ultra-Fine Grind to 80% passing 10 or 15 microns, vs the Direct Leach grind to 75 microns

Figure 15 Historical metallurgical recoveries vs current tests



Source: Release 6 October 2021

Processing Plant Scoping Level Study has been commenced

- ◆ Como Engineers has been engaged to conduct scoping level design and costing including capital and operating cost estimates for a processing plant solution which will include utilising parts of the existing 1990s circuit where appropriate into a new build located away from the recently discovered Grace mineralisation.
- ◆ The flowsheet design is based on utilising a standard crushing and grinding circuit to 75 microns, before performing conventional flotation to extract the high gold grade sulphides, after which float concentrates are reground to 15 microns before undergoing an oxidation and leach process to liberate gold at very high recovery rates, with the Albion Process preferred at the time of writing.
- ◆ Float tails will also be leached to ensure highest possible gold recoveries overall.
- ◆ The scoping level design work is based on a small processing plant of 300 ktpa capacity. If this plant were fed by refractory ore only, it would generate around 55Ktpa of concentrate feed for the oxidation plant (Albion or POX).
- ◆ The size of the Albion/POX circuit is small compared to other lower grade higher tonnage operations for two main reasons. Firstly, the concentrate processed is small compared to ore treated, and secondly, the very high head grade from the Deeps Resource at over 7.5 g/t Au means that an economic gold output can be obtained from a small ore throughput.

YOUANMI REGIONAL JOINT VENTURES

- ◆ Activity in the last 12 months has included geophysical surveys and aircore drilling, with 424 holes for 22.337m of drilling awaiting assay results. These results will inform the exploration program for 2022.
- ◆ Within the Regional Joint Ventures the Curran's Find JV has seen the most activity mainly in 2019, with intersections like 3m at 32.58g/t Au from 115m down hole. Gold mineralisation at Curran's Find is often high grade and hosted in multiple ENE trending quartz veins within mafic, untramafic and intermediate rocks.

MT FISHER PROJECT

Current activity

- ◆ Internal project scale review and target generation was completed by 1 December 2021.
- ◆ Reconnaissance aircore drilling of 160 holes totalling 7,300m over the Mt Fisher Fault was completed by 1 December 2021.
- ◆ 24 hole 4700m RC program to test priority drill ready gold targets is in progress.
- ◆ One diamond drill hole of 363m is planned to test the centre of the conductive anomaly directly down plunge from the Mt Fisher Mine (Figure 17).
- ◆ Project wide high resolution (50m spaced) aeromagnetic surveying is in progress.

Location and History

- ◆ The Mt Fisher/Mt Eureka tenements are around 140Km east of Wiluna and the processing plant of Wiluna Gold Mines (ASX:WMC) and 220Km east of Northern Star's (ASX:NST) Jundee plant.
- ◆ From 1996, Cullen Resources NL (Cullen) in joint venture with Newmont Mining Corporation (Newmont) conducted exploration in the Mt Eureka area for gold and were also involved in a nickel joint venture with BHP.
- ◆ Avoca Resources Ltd (Avoca) acquired the Mt Fisher Gold Project in 2004 and completed geological mapping and soil and rock chip sampling over much of the tenement area. Drilling was focussed on defining further mineralisation along the Dam-Damsel-Dirk gold corridor and extending known mineralisation at Moray Reef, with the internal reporting of Mineral Resources for the both the Dam and Moray Reef prospects. From 2004 to 2011, Avoca completed a total of 158 RAB/AC drill holes for 9,111 m and 64 shallow RC drill holes for 5,188 m.
- ◆ On 17 February 2011, Rox signed a heads of agreement to acquire the 615 square Km Mt Fisher Project from Avoca. The purchase price was an initial 20M shares in RXL plus a further 20M shares if Resources exceeded 250,000 ounces and a further 10M shares if Resources exceeded 1Moz. Neither of these later two contingent payments have been triggered. The acquisition was completed on 16 March 2011.
- ◆ On 27 May 2011, a further 170 square Km was acquired including the Mt Fisher Gold Mine for A\$0.5M in option payments and A\$3.5M to exercise.
- ◆ A Resource of 973Kt at 2.75g/t containing 86,080 ounces was reported on 10 February 2012. From 2013, Rox focussed on exploring for nickel, and gold exploration momentum faded.
- ◆ On 23 July 2015, Rox earned into the East Fisher tenements, focussed on nickel exploration.
- ◆ The nickel tenements were spun out into Cannon Resources on 30 September 2021. Rox retained the gold tenements and the gold rights to one of Cannon's tenements.

OWNERSHIP AND ACQUISITION

- ◆ Rox owns 100% of the Mt Fisher tenements at present. If Rox earns 51% or 75% of the Cullen JV, part of its Mt Fisher tenements will go into the Cullen JV.

Cullen (Eureka) Joint Venture (Rox earning 51%-75%, Cullen currently 100%)

Table 12 Ownership and earn in summary

Joint Venture	Cullen JV Stage 1	Cullen JV Stage 2	Cullen JV Overall
Rox Earning	51%	24%	75%
Minerals	All	All	
Start Date	2-Sep-19		
Payment A\$M	0.04		0.04
in cash A\$M	0.04		0.04
in shares A\$M			
Spend commitment A\$M	1.0	1.0	2.0
Total Acquisition Cost A\$M	1.04	1.00	2.04
Acquisition Cost A\$K per 1%	20	42	27
Operator	Rox	Rox	Rox
Post Earn in	Free to PFS		

Source: RXL 2021 annual report

- ◆ On 5 September 2019, the Group entered into an agreement with Cullen Resources Limited whereby it may earn up to a 75% interest in the Cullen joint venture. Cullen has received A\$40,000 in up front cash payment.
- ◆ Rox may earn a 51% interest by spending \$1,000,000 on exploration expenditure within a three-year period (Stage 1 Earn In).
- ◆ If Rox earns the 51% interest, it can elect to earn a further 24% interest by expending a further \$1,000,000 on exploration expenditure over a three-year period, commencing at the end of the Stage 1 Earn In.
- ◆ Rox must spend a minimum of \$333,334 and ensure the Cullen tenements are in good standing on a daily pro rata basis before it may withdraw.
- ◆ Upon Rox earning 51% or, if it earns the additional 24%, upon Rox earning 75%, the parties will be associated in an unincorporated Joint Venture in relation to the Joint Venture Tenements.
- ◆ Those Joint Venture tenements will include certain Rox tenements and applications.
- ◆ If Rox earns 75%, Cullen will be free-carried, with no liability for any Joint Venture costs, until completion of a Pre-Feasibility Study.
- ◆ If Rox only earns 51%, or earns 75% and completes a Pre-Feasibility Study, thereafter Cullen must contribute to Joint Venture costs pro-rata, or dilute under a standard dilution formula.
- ◆ If a Participant's interest falls to 10% or less, that Participant's interest will be converted to a Net Smelter Return Royalty of 1% on those Cullen tenements already subject to a royalty and 2.5% on the balance of the Joint Venture Tenements.
- ◆ As at the September 2021, Rox has not earned in to the 51% target interest in the joint venture. As at 30 June 2021, the Group has contributed \$759,520 to this arrangement (2020: \$285,980).

GEOLOGY

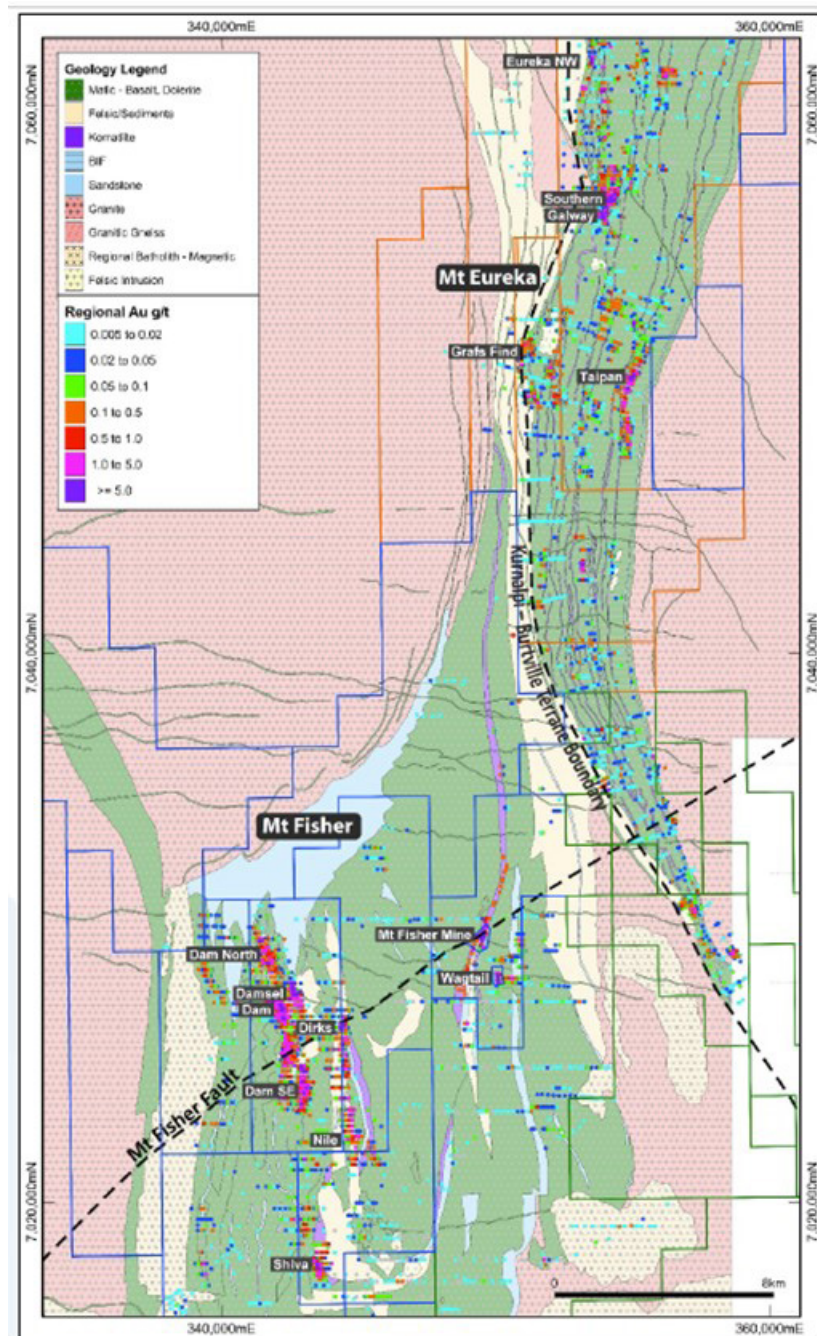
Table 13 Mt Fisher Resources

	Kt	Gold g/t	Gold Koz
Damsel			
Inferred	951.8	2.23	42.3
Indicated	151.5	2.27	11.06
Measured	23.7	2.59	2.0
Total	767.0	2.25	55.37
Mt Fisher			
Inferred	40.9	3.41	4.49
Indicated	59.5	3.63	6.9
Measured	125.6	3.61	14.57
Total	226.1	3.58	26.0
Moray Reef			
Inferred	1.2	3.87	0.2
Indicated	4.9	5.95	0.94
Measured	25.5	8.02	6.6
Total	31.7	7.53	7.68
Total			
Inferred	634.0	2.31	46.99
Indicated	215.9	2.73	19.0
Measured	174.8	4.11	23.12
Total	1024.8	2.70	89.1

Source: RXL 2021 annual report, originally reported 11 July 2018 at a 0.8g/t cut-off

- ◆ The combined Mt Fisher/Eureka 850km² ground position in one of the least explored greenstone belts in the prolific Yilgarn Craton, with targets including orogenic gold mineralisation and strata-bound VMS base metal style mineralisation.
- ◆ Within greenstone belts, the gold deposits commonly cluster along structures where they are localised at bends/kinks or at the intersection of two or more faults. The Mt Fisher-Mt Eureka Gold Project area straddles the Kurnalpi – Burtville Terrane boundary, with the boundary transecting the greenstone belt. This major NNW trending structure (Hootanui Shear) is potentially a deep-seated gold plumbing conduit. Such features are linked to the occurrence of nickel-sulphide and gold deposits. The geological setting of the Mt Fisher-Mt Eureka Gold Project has the potential to host major gold deposits.
- ◆ A well-defined, NE trending fault cross cuts the project area which may represent a major crustal structure that facilitated the placement of mineralised fluids during the region's major gold event. Mineralisation plunges moderately southwards beneath the southern end of the existing open pit mine and is open at depth.
- ◆ A ground electromagnetic (EM) survey by Rox in 2012 defined several conductive anomalies that are likely related to pyrrhotite associated gold mineralisation. The conductive anomaly is defined over 3km of strike length and appears to represent the down plunge extension of mineralisation at the Mt Fisher Mine. The conductors remain untested at depth.

Figure 16 Mt Fisher and Mt Eureka

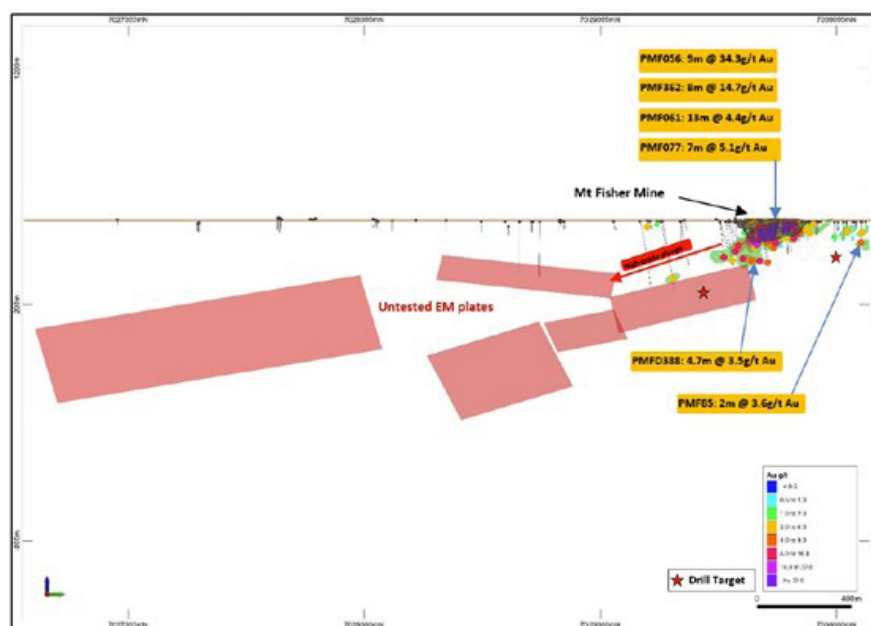


Source RXL release 1 December 2021

- ◆ The following figures include images with illustrated haloes that show indicative pit shells of 1-2g/t in green, 2-4g/t in yellow and 4-8g/t in orange. These shells are exploration guides, not Exploration Targets.

Mt Fisher Mine Prospect (RXL 100%)

Figure 17 Long section Mt Fisher Target

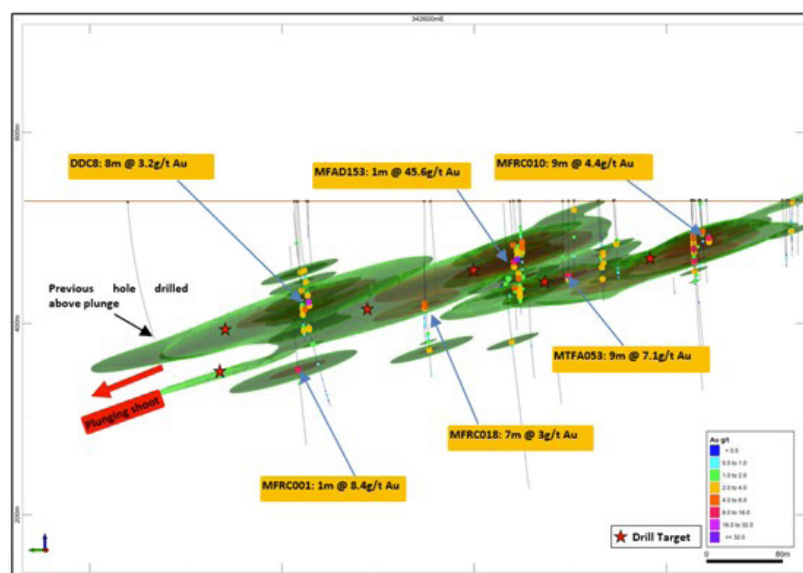


Source: RXL release 1 December 2021

- ◆ Gold mineralisation at the Mt Fisher Mine is strata bound, being contained within the sulphide facies chert horizon. Historical in-pit and diamond core observations show gold occurs in association with massive and disseminated sulphides.
- ◆ Mineralisation plunges moderately southwards beneath the southern end of the existing open pit mine and is open at depth. A ground electromagnetic (EM) survey by Rox in 2012 defined several conductive anomalies that are likely related to pyrrhotite associated gold mineralisation. The conductive anomaly is defined over 3km of strike length and appears to represent the down plunge extension of mineralisation at the Mt Fisher Mine. The conductors remain untested at depth.
- ◆ Total historical production from the Mt Fisher open pit was reportedly 218,000 tonnes at 4.3 g/t Au for 30koz. The current gold resource at the Mt Fisher mine is 230kt @ 3.6g/t Au for 26,000oz.
- ◆ Planned RC drilling will test the down plunge extension of mineralisation. Additionally, one diamond drillhole will be completed to test the centre of the conductive anomaly directly down plunge of the mine. Downhole electromagnetic (DHEM) surveys will be completed on drillholes to vector towards zones of high-grade mineralisation.

Dam/Damsel Target (RXL 100%)

Figure 18 Long section of Damsel Prospect

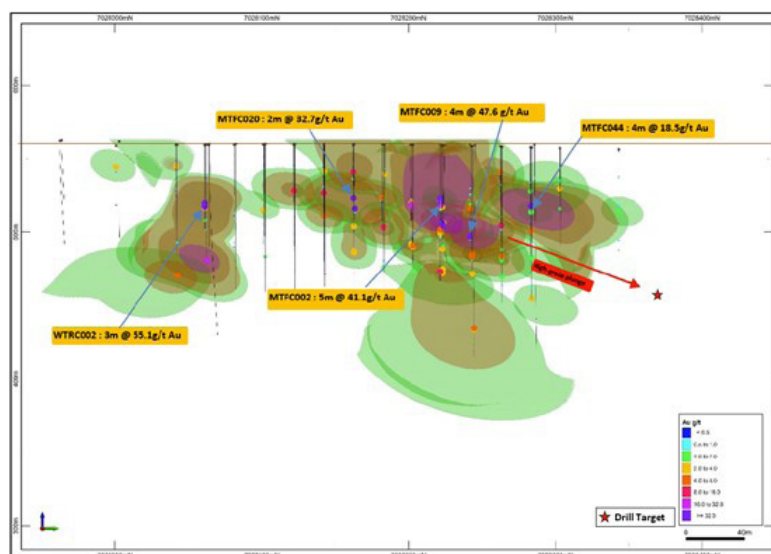


Source: RXL release 1 December 2021

- ◆ The Dam/Damsel Gold Trend is located approximately 7km SW of the Mt Fisher Mine on the western limb of the Wonganoo Anticline.
- ◆ There is current gold resource at Damsel of 770kt @ 2.2g/t Au for 55,400oz.
- ◆ The Dam/Damsel corridor is defined by a >10km stratabound zone of multi-element anomalism (Au, Cu, As, and Zn). The NE trending Mt Fisher Fault crosscuts the NW trending stratigraphy is believed to be the likely source of gold mineralisation in the area. Historical drilling is mostly limited to shallow RAB with minimal bedrock testing carried out along the Dam Damsel-Dirk corridor.
- ◆ Primary gold mineralisation strikes north-northwest, dips west and plunges moderately north. The northern plunge was not previously recognised with historical drilling intersecting above the plunging shoot. Planned RC drilling will test the down plunge extension and infill wider spacing drill sections with the aim of adding to the resource at Damsel.

Wagtail (Moray Reef) Prospect

Figure 19 Long section of Wagtail prospect

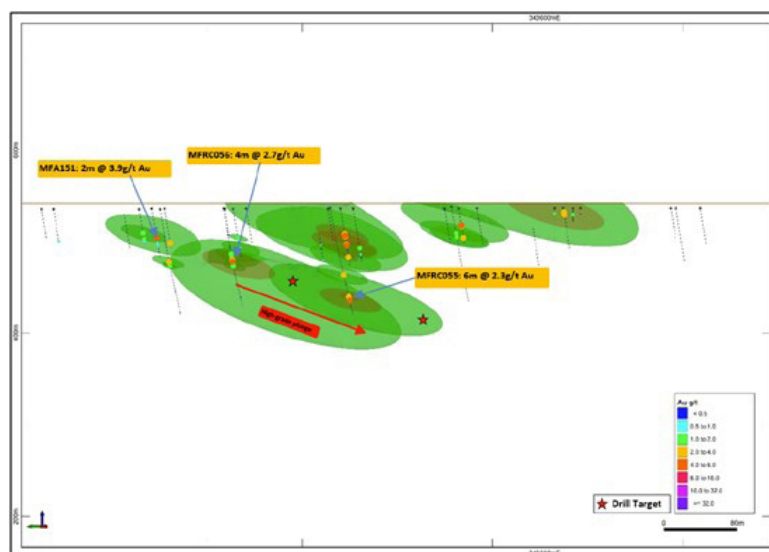


Source: RXL release 1 December 2021

- ◆ The Wagtail prospect (also known as Moray Reef) is a typical Archaean narrow vein quartz hosted gold reef system.
- ◆ Historic production from the deposit between 1949 and 1952 produced a reported 2,384 ounces at an average grade of 66 g/t Au.
- ◆ The current gold resource at Wagtail is 30kt @ 7.5g/t Au for 7,700oz.
- ◆ The reef strikes north, with an sub-vertical to steep easterly dip. High-grade mineralisation plunges moderately north.
- ◆ Planned RC drilling will test the down plunge extension of high-grade mineralisation
- ◆ Best results from the Wagtail prospect include MTFC002: 5m @ 41.13g/t Au from 44m, including 3m @ 67.94g/t Au from 45m; WTRC002: 3m @ 55.14g/t Au from 47m, including 2m @ 81.6g/t Au from 47m; and MTFC020: 2m @ 32.69g/t Au from 42m.

Shiva Prospect

Figure 20 Long section of Shiva prospect



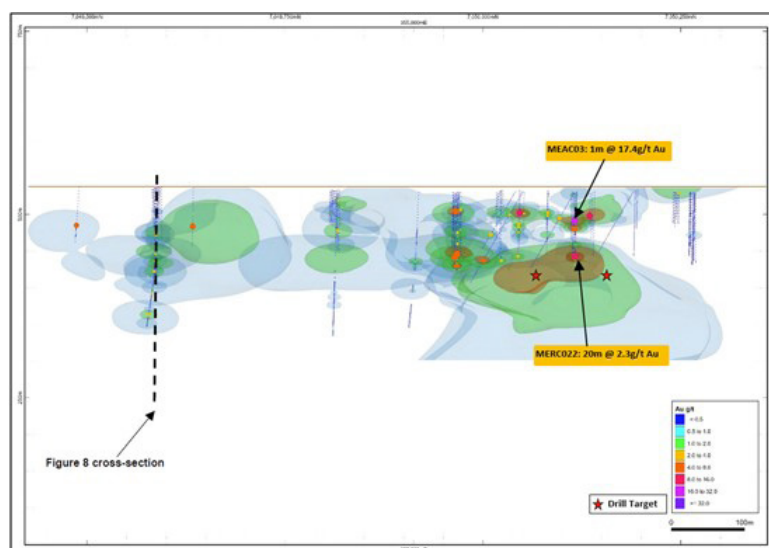
Source: RXL release 1 December 2021

- ◆ The Shiva Prospect is located to the south and generally along strike of 8km south the Dam-Damsel prospects. The gold in regolith anomaly has a broad strike length of over 1 km and overlies a complex zone of mafic extrusive and mafic intrusive lithologies. Primary gold mineralisation strikes north-northwest, dips west and plunges moderately south.
- ◆ Planned RC drilling will test the down plunge extension.
- ◆ Best results from the Shiva prospect include MFRC055: 6m @ 2.3 from 114m, including 1m @ 6.01g/t Au from 119m; MFRC056: 4m @ 2.74g/t Au from 66m, including 1m @ 7.09g/t Au from 68m; and MFA151: 2m @ 3.88g/t Au from 37m, including 1m @ 7.26g/t Au.

Taipan Prospect (RXL earning up to 75%)

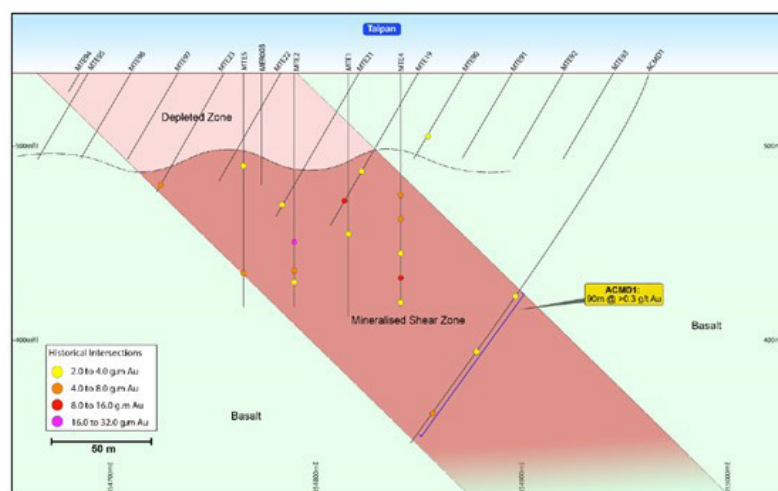
- ◆ The Taipan shear zone is defined as a large hydrothermal system in an encouraging and complex structural setting. The mineralised system of quartz veining, pyrite and carbonate alteration is hosted by sheared mafic schists over a strike length of 700m with a true thickness of up to 90m.
- ◆ High grade gold mineralisation occurs in the north portion of the prospect where historical drilling intersected 20m @ 2.28g/t Au from 100m, including 2m @ 9.85g/t Au from 102m in MERC022 and 1m @ 17.4g/t Au in MEAC03.
- ◆ No historical follow up drilling was completed at depth beneath this high-grade zone.
- ◆ Planned RC drilling will test down dip and along strike of MERC022 and MEAC03 to test the continuity of high-grade gold mineralisation.

Figure 21 Long section of Taipan Prospect, Cullen Joint Venture



Source: RXL release 1 December 2021

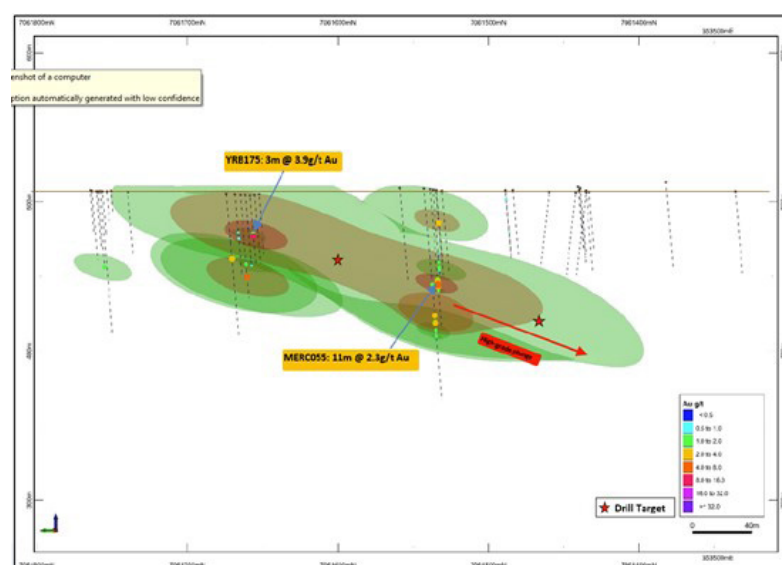
Figure 22 Taipan cross section (refer previous figure)



Source: RXL release 1 December 2021

Eureka Northwest Prospect

Figure 23 Long section of Eureka Northwest prospect



Source: RXL release 1 December 2021

- ◆ At Eureka NorthWest, gold mineralisation is related to quartz veining and shearing in mafics associated with the granite-greenstone contact. Primary gold mineralisation strikes north-northeast, dips east and plunges moderately south.
- ◆ Planned RC drilling will test the down plunge extension of high-grade mineralisation along the granite-greenstone contact.
- ◆ Best results from the Mt Eureka NW prospect include YRB175: 3m @ 3.86g/t Au from 29m, including 1m @ 9.87g/t Au from 31m; and MERC055: 11m @ 2.34g/t Au from 68m, including 1m @ 6.41g/t Au from 73m.

CAPITAL STRUCTURE

Table 14 Issues shares and options

At 30 September 2021	million
Issued Shares	157.608
Options expiring 31 Jan 2022 exercise price \$0.163	1.333
Options expiring 30 Nov 2022 exercise price \$0.433	4.467
Options expiring 31 Dec 2023 exercise price \$1.428	1.333
Options expiring 31 Dec 2023 exercise price \$1.813	1.333
Options expiring 31 Dec 2023 exercise price \$2.188	1.333
Options expiring 31 Dec 2023 exercise price \$0.988	10.476
Options expiring 31 Dec 2023 exercise price \$0.763	0.660
Diluted	178.543

Source: RXL release 24 June 2021. 8 September 2021 and 30 September 2021

- ◆ At 13 September 2021, 228 shareholders held 57.2% of the company.

Table 15 Major Shareholders at 23 September 2021

Major Shareholders	Shares M	Share %
Hawkes Point	20.952	13.29%
Directors	3.379	2.14%
Rest of top 20	19.233	12.20%
Total	157.608	100.00%

Source RXL 2021 annual report

- ◆ Turnover has averaged 288,001 shares per day over the last 12 months. At today's share price that is a bit over A\$109K/day.

Table 16 Accretion of issued shares

Date Issued	Action	Raised AS\$M	Price AS\$/sh	Issue M	Issued M
30-Jun-17					1236.3
26-Jul-17	Payment for Collurabbie Ni Cu	0.11	0.014	7.5	1243.8
7-Nov-17	Final payment for Mt Fisher gold	0.23	0.015	15.00	1258.8
30-Jun-18					1258.8
24-Jun-19	Payment to 50% of Youanmi	0.20	0.008	25.00	1283.8
26-Jun-19	Part payment for 45% of Currans Find	0.08	0.010	7.5	1291.3
30-Jun-19					1291.3
26-Sep-19	Placement	3.74	0.024	166.7	1457.9
2-Jun-20	Institutional placement	8.24	0.024	364.49	1822.4
19-Jun-20	SPP	3.77	0.024	166.7	1989.1
30-Jun-20					1989.1
8-Jul-20	Option Exercise	0.01		0.3	1989.4
8-Jul-20	Option Exercise	0.84		9.81	1999.2
30-Jul-20	Cash Issue	1.00		41.7	2040.8
15-Sep-20	Option Exercise	0.12		5.00	2045.8
27-Nov-20	Option Exercise	0.02		1.0	2046.8
30-Nov-20	Option Exercise	0.07		3.00	2049.8
26-Mar-21	Hawker Point Placement	10.75		314.3	2364.1
28-Jun-21	15:1 consolidation			-2206.51	157.6
30-Jun-21	Total				157.6

Source: RXL releases

BOARD AND MANAGEMENT

Mr Stephen Dennis - Non-Executive Chairman

- ◆ Mr Dennis has been actively involved in the mining industry for over 30 years. He has held senior management positions at MIM Holdings Limited, Minara Resources Limited and Brambles Australia Limited. Until July 2015, Mr Dennis was the CEO and Managing Director of CBH Resources Limited, the Australian subsidiary of Toho Zinc Co. Ltd of Japan.

- ◆ Holding a LLB and a B.Com., Mr Dennis is also currently the Chairman of Heron Resources Limited, Graphex Mining Limited, Cott Oil & Gas Limited and Lead FX.
- ◆ Mr Dennis was appointed in August 2015.

Mr Alex Passmore - Managing Director

- ◆ Mr Passmore is a qualified geologist with extensive corporate experience. He holds a Bachelor of Science degree with First Class Honours in Geology from the University of Western Australia and a Graduate Diploma of Applied Finance from the Securities Institute of Australia.
- ◆ Mr Passmore is an experienced corporate executive and company director with recent appointments including Managing Director of Cookatoo Iron NL, Non-Executive Director of Aspire Mining Ltd, Non-Executive (and Executive) Director of Equator Resources Ltd/ Cobalt One Ltd (which merged with TSX-listed First Cobalt Corp), and CEO of Draig Resources (now Bellevue Gold Ltd).
- ◆ Mr Passmore was appointed in May 2019.

Mr John Mair - Non-Executive Director

- ◆ Dr Mair is an economic geologist with extensive international experience across technical, managerial and corporate fields. He holds a PhD in economic geology (UWA) and held the position of post-doctoral research fellow at the Mineral Deposit Research Unit, UBC, Canada. Dr Mair is the Managing Director of Greenland Minerals Limited.
- ◆ He has authored numerous papers in leading scientific journals on the geology of gold deposits and he is a member of the Australasian Institute of Mining and Metallurgy.
- ◆ Mr Mair was appointed in October 2019.

Mr Chris Hunt - Chief Financial Officer

- ◆ Mr Hunt is an experienced finance executive with over 25 years' experience predominately in the resources and construction industries. He has held senior finance roles for close to 15 years and has strong experience in feasibility studies, corporate financing, and mining operations. Mr Hunt's most recent resources experiences were as the Chief Financial Officer for BC Iron Limited, Crossland Resources Limited, FerrAus Limited and Cliffs Natural Resources.
- ◆ He holds a Bachelor of Business, is a Fellow CPA, a graduate from the Australian Institute of Company Directors and has completed a Graduate Diploma of Applied Finance from the Securities Institute of Australia.
- ◆ Mr Hunt was appointed in May 2021.

Mr Matt Antill - General Manager Youanmi Operations

- ◆ Mr. Antill graduated from the University of Queensland in 1990 with Bachelor of Engineering in Mining, holds a WA First Class Mine Manager's Certificate of Competency and is a fellow of the AusIMM.
- ◆ He has 30 years of hard rock mining experience over half of which at Mine Manager level in both open pit and underground operations, with juniors and multi-nationals and over a wide range of commodities and mining methods.
- ◆ He has undertaken leadership roles in several successful operational mining start-ups in Australia and overseas including Sino Iron Project WA, Thunderbox Mine WA, Rapu-Rapu Mine Philippines. Mr Antill also has experience in the role of Project Manager for underground mining contractor Pybar Mining Services.
- ◆ More recently Mr Antill oversaw Canadian miner Monument Mining's Malaysian operations and progressed planning work for their Australian Murchison operations potential, and just prior to joining Rox oversaw narrow vein gold open pit and underground mining activities at Silver Lake Resources Mount Monger Operations.
- ◆ Mr Antill brings a wealth of knowledge and experience to Rox and in the role will progress scoping and feasibility studies through to completion, as well as implement and oversee commencement of operations in due course.
- ◆ Mt Antill was appointed in April 2021.

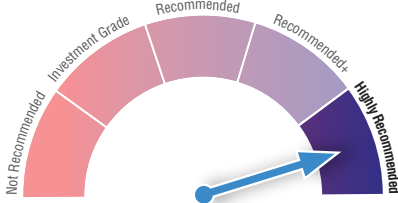
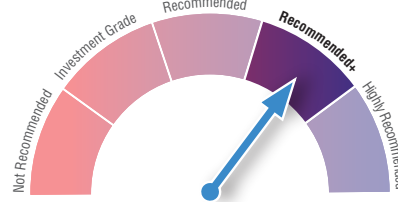
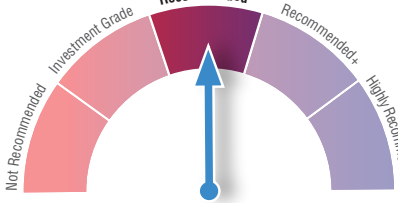
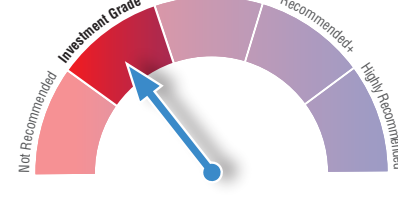
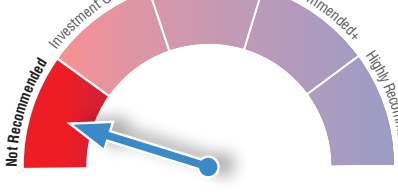
Mr Gregor Bennett - Exploration Manager

- ◆ Mr Bennett is an experienced geologist with over 10 years of experience in Archaean gold and nickel exploration. He has extensive experience in roles spanning all aspects of resource projects including exploration and targeting, discovery and resource development. Mr Bennett joined the Rox exploration team in 2013 and is now responsible for all exploration activities.
- ◆ He holds a Bachelor of Science in Geophysics and Geology and is a Member of the Australian Institute of Geoscientists.
- ◆ Mr Bennett was appointed in January 2020.

APPENDIX A – RATINGS PROCESS

Independent Investment Research Pty Ltd “IIR” rating system

IIR has developed a framework for rating investment product offerings in Australia. Our review process gives consideration to a broad number of qualitative and quantitative factors. Essentially, the evaluation process includes the following key factors: management and underlying portfolio construction; investment management, product structure, risk management, experience and performance; fees, risks and likely outcomes.

LMI Ratings	SCORE
Highly Recommended	83 and above
 <p>This is the highest rating provided by IIR, indicating this is a best of breed product that has exceeded the requirements of our review process across a number of key evaluation parameters and achieved exceptionally high scores in a number of categories. The product provides a highly attractive risk/return trade-off. The Fund is likely effectively to apply industry best practice to manage endogenous risk factors, and, to the extent that it can, exogenous risk factors.</p>	
Recommended +	79–83
 <p>This rating indicates that IIR believes this is a superior grade product that has exceeded the requirements of our review process across a number of key evaluation parameters and achieved high scores in a number of categories. In addition, the product rates highly on one or two attributes in our key criteria. It has an above-average risk/return trade-off and should be able consistently to generate above average risk-adjusted returns in line with stated investment objectives. The Fund should be in a position effectively to manage endogenous risk factors, and, to the extent that it can, exogenous risk factors. This should result in returns that reflect the expected level of risk.</p>	
Recommended	70–79
 <p>This rating indicates that IIR believes this is an above-average grade product that has exceeded the minimum requirements of our review process across a number of key evaluation parameters. It has an above-average risk/return trade-off and should be able to consistently generate above-average risk adjusted returns in line with stated investment objectives.</p>	
Investment Grade	60–70
 <p>This rating indicates that IIR believes this is an average grade product that has exceeded the minimum requirements of our review process across a number of key evaluation parameters. It has an average risk/return trade-off and should be able to consistently generate average risk adjusted returns in line with stated investment objectives.</p>	
Not Recommended	<60
 <p>This rating indicates that IIR believes that despite the product's merits and attributes, it has failed to meet the minimum aggregate requirements of our review process across a number of key evaluation parameters. While this is a product below the minimum rating to be considered Investment Grade, this does not mean the product is without merit. Funds in this category are considered to be susceptible to high risks that are not reflected by the projected return. Performance volatility, particularly on the down-side, is likely.</p>	

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