QUARTERLY REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2022

- **Ongoing target assessment and review of results from previous drilling programmes at the First Hit Project**
- **High Court litigation adjourned until mid-October after expert SRK Consulting testify 33,000 ounces of gold depleted from the Akoase resource due to mining as part of ongoing royalty claim**
- **Project reviews and due diligence on potential mineral acquisition opportunities**
- **Strong cash position of $4.22M as of 30 September 2022**

Viking Mines Ltd (**Viking** or **the Company**) is pleased to present its quarterly activities report for the period ended 30 September 2022 (**September quarter**).

AUSTRALIA

First Hit Project, Western Australia

In the reporting period the Company continued to assess the results from the 3 phases of drilling activity totalling more than 15,000m which have taken place on the First Hit Project ("**First Hit Project**") since acquisition in the March quarter FY21. Due to the large amount of drilling and expenditure undertaken on the tenements over the previous 18 months, they remain in good standing whilst the Company determines the next phase of exploration activity. See Appendix 1 for the list of tenements held by the Company in Australia as of 30 September 2022.

The Board is reviewing the various gold and potential lithium targets on the First Hit Project Group of tenements and is seeking to determine the most effective methods to assess them to add value for shareholders.

GHANA

Akoase Gold Project (VKA 100% - reducing to 0% upon completion of sale)

The litigation in Ghana against the purchasers of the Akoase Project ("**the Project**"), namely Akoase Resources Limited, BXC Company Ghana Limited and Cheng Yi ("**the Defendants**") from Viking's wholly owned subsidiary Resolute Amansie Ltd ("**RAL**") remained ongoing during the September quarter.

As announced previously on 29 July 2022, the report prepared earlier by SRK Consulting (internationally accredited mining experts) ("**Expert**") was formally presented to the High Court in Ghana on 4 July 2022. The court subsequently adjourned the proceedings until 22 July 2022 to allow the parties to consider SRK's findings.

At the hearing on 22 July 2022, the judge commenced with questioning of the Expert who testified the following key points:

- 33,000 ounces of in-situ gold has been depleted from the block (resource) model due to mining;
- Mining is currently being undertaken at the Project and the Defendants are mining to a mine plan;
- Mineralisation seen in the mine workings is consistent with gold bearing mineralisation; and
- Mining of gold is taking place outside of the modelled mineralisation.

Based on the findings of the Expert, Viking is seeking royalty payments on the 33,000 ounces (plus interest on the royalty and outstanding sums) which is estimated to be greater than US$2.1M. In addition, any further ounces mined will be subject to the royalty agreement up to a royalty cap of 50,000 ounces total. The Company is also seeking punitive legal costs which we believe will be significant.

After the initial line of questioning, the judge adjourned the case until mid-October 2022 (after the annual Ghanaian judicial recess from 1 August to 30 September 2022) due to time constraints restricting her from continuing at that time.

Tumentu Gold Project (VKA 100%)

During the reporting period the Tumentu Gold Project exploration licence reached its 3 year term and expired on 13 August 2022. The Company did not seek to extend or renew the licence and no longer holds the tenure.

Butre Gold Project (VKA 100%)

No activity has taken place in the last quarter.

CORPORATE

The Company has a strong cash position of $4.22 million as of 30 September 2022 representing a net cash reduction of $226k from the June quarter after allowing for exchange rate variations. The company took advantage of the strengthening US dollar and transferred some of the cash reserves into Australian dollars.

As set out in section 6 of the attached Appendix 5B, the Company made payments to related parties of the entity of $96k in the quarter ending 30 September 2022. This amount comprised Director fees for the relevant period.

As advised on 13 September 2022, the Company changed its auditor from Rothsay Auditing to Rothsay Audit & Assurance Pty Ltd following their internal re-structure. The Company will seek shareholder approval of this change at the upcoming annual general meeting.

As announced on 23 September 2022, the Company will be holding its annual general meeting of shareholders at 10:00am (WST) on Tuesday, 15 November 2022 (**AGM**) at 15-17 Old Aberdeen Place, West Perth WA 6005.

The Company advises that in accordance with the requirements of ASX Listing Rule 5.3, the Company's expenditure on exploration and evaluation activities for the quarter predominantly related to:

- Exploration expenditure for the First Hit project.
- Consulting fees for the First Hit and Ghanaian projects.
- Tenement administration and management costs for the First Hit and Ghanaian projects.
- Legal fees associate with the Ghanaian litigation.
- General corporate and administration costs.

Other than as set out in this report, the Company undertook no substantive exploration, mining production and development activities during the quarter.

Corporate Opportunities

The Company continues to review and conduct due diligence on a vast array of mineral acquisition opportunities, to compliment the Company's existing project portfolio, with the objective of acquiring mature exploration assets with the potential to deliver long-term shareholder returns. The Board believes the Company is uniquely positioned to capitalise on some of the opportunity's that currently exist in the sector and has particular focus on acquiring advanced future metal projects. The Company will update the market should any of these opportunities that are being reviewed proceed to a more formal stage in line with the Company's continuous disclosure obligations.

The provision of this announcement to ASX has been authorised by the board of directors of the Company.



Julian Woodcock
Managing Director and CEO
Viking Mines Limited

For further information, please contact:
Viking Mines Limited
Sarah Wilson - Company Secretary
08 6245 0870

APPENDIX 1 – TENEMENTS HELD AS AT 30 SEPTEMBER 2022

Australia

License name	Location	License type	License Holder/ JV Partners*	Viking Mines Ownership
M30/0091	WA	Mining Licence	Red Dirt Mining Pty Ltd	100%
M30/0099	WA	Mining Licence	Red Dirt Mining Pty Ltd	100%
P30/1125	WA	Prospecting Licence	Red Dirt Mining Pty Ltd	100%
P30/1126	WA	Prospecting Licence	Viking Mines Ltd	100%
P30/1137	WA	Prospecting Licence	Red Dirt Mining Pty Ltd	100%
P30/1144	WA	Prospecting Licence	Red Dirt Mining Pty Ltd	100%
E29/1133	WA	Exploration Licence	Viking Mines Ltd	100%
E30/0529	WA	Exploration Licence	Viking Mines Ltd	100%
E29/1131	WA	Exploration Licence	Viking Mines Ltd	100% (under application)
E29/1169	WA	Exploration Licence	Red Dirt Mining Pty Ltd	100% (under application)
P29/2652	WA	Prospecting Licence	Viking Mines Ltd	100% (under application)
P30/1160	WA	Prospecting Licence	Red Dirt Mining Pty Ltd	100% (under application)

Red Dirt Mining is a 100% owned subsidiary of Viking Mines Ltd.

Appendix 5B

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

Name of entity	
VIKING MINES LIMITED	
ABN	**Quarter ended ("current quarter")**
38 126 200 280	30 SEPTEMBER 2022

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation	(47)	(47)
	(b) development		
	(c) production		
	(d) staff costs	(96)	(96)
	(e) administration and corporate costs	(224)	(224)
1.3	Dividends received (see note 3)		
1.4	Interest received		
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other (provide details if material)		
1.9	**Net cash from / (used in) operating activities**	**(367)**	**(367)**

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

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	**Net cash from / (used in) investing activities**		

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		
3.9	Other (provide details if material)		
3.10	**Net cash from / (used in) financing activities**		

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	4,445	4,445
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(367)	(367)
4.3	Net cash from / (used in) investing activities (item 2.6 above)		
4.4	Net cash from / (used in) financing activities (item 3.10 above)		

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
4.5	Effect of movement in exchange rates on cash held	141	141
4.6	**Cash and cash equivalents at end of period**	**4,219**	**4,219**

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	4,219	4,445
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)**	**4,219**	**4,445**

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	96
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.	

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(367)
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)	(367)
8.4	Cash and cash equivalents at quarter end (item 4.6)	4,219
8.5	Unused finance facilities available at quarter end (item 7.5)	
8.6	Total available funding (item 8.4 + item 8.5)	4,219
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	11.50

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: n/a

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: n/a

8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
Answer: n/a	
Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.	

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 14 October 2022
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Authorised by: Board of Viking Mines Ltd
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(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.