

31 July 2025

ASX ANNOUNCEMENT

QUARTERLY ACTIVITIES REPORT

Period ending 30 June 2025

Clara Resources Limited (ASX: C7A) (“Clara”, “the Company”, “C7A”) presents its Activities Report for the quarter ending 30 June 2025.

Ashford Coking Coal Project – Clara 100%

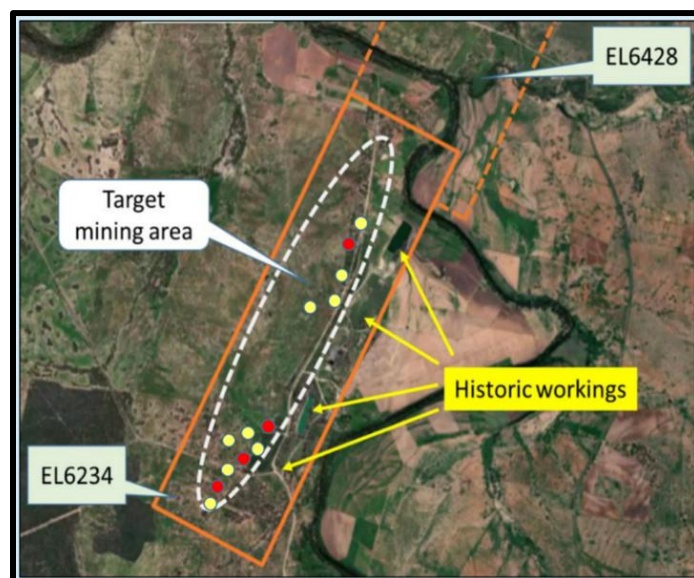
During the quarter, the Company progressed an updated JORC Resource report for Ashford, replacing the 2017 report. The updated 2025 report will include:

- Recovery of additional historic drill hole data
- Compilation of historic pit survey data

These additional points of observation are expected to increase confidence in structural and quality continuity. Although total resources are not expected to change significantly the increase in confidence will allow a transfer of some resources to Measured status.

Pending sufficient funding the Company has finalised preparations for the planned Resource and Quality Drilling Program on EL6234 including:

- Completion of Ecological assessments and cultural heritage sweeps
- Assessable Prospecting Operations for Exploration (NSW Government permit) now submitted
- Completion of work scopes, technical specifications and drilling contract documentation



The proposed drilling program will comprise 4 x cored holes and 8 x chip holes and is anticipated to provide sufficient information to:

- Further upgrade the JORC resource specifically the Measured category
- Verify depth, thickness & structure of coal seams
- Improve coal quality data, including coking properties and washability

This information will be used as inputs for the pre-feasibility study and specifically refinement of the mining plan and sequence, enhancement of the coal preparation study and process design options, and improving accuracy of costing models.

Kildanga Nickel/Cobalt (Qld) – Clara 100%

On 20th May, the Company announced it was undertaking a strategic review of its Kildanga Co-Ni-Au-Cu project. Clara is considering all options with respect to Kildanga, including potential divestment. Separately, the Company owns a block of land within the tenement area and is considering a sale of this land also.

Capital Management - Placement

Clara received firm commitments to raise approximately A\$600,000 (before costs) through a two-tranche placement of new fully paid ordinary shares at an issue price of A\$0.003 per share. The Placement results in the issue of approximately 200 million new shares. Tranche 1 of the Placement raised A\$230,000 via the issue of 76.6m new shares. The Tranche 1 shares were issued under the Company's existing 15 % placement capacity pursuant to ASX Listing Rule 7.1.

Tranche 2 will raise approximately A\$370,000 via the issue of 123.3m new shares at \$0.003 per share and will be issued subject to shareholder approval at a General Meeting of shareholders scheduled for Tuesday 5/8/25. Related party participation in the placement is included in Tranche 2 and subject to shareholder approval.

Peak Asset Management acted as lead manager to the Issue, and Cerberus Advisory assisted the Company during the process. The Placement was issued to professional and sophisticated investors as defined under sections 708(8) and 708(11) of the Corporations Act 2001 (Cth).

Extraordinary General Meeting

Post the quarter the Company issued a Notice of Meeting to seek shareholder approval on the following resolutions:

1	Ratification of previous issue of Tranche 1 Placement Shares
2	Approval for the issue of Tranche 2 Placement shares
3	Approval to issue Tranche 2 Placement Shares to Alex Fitzgerald or his nominee

4	Approval to issue 18,402,170 Shares to Mr Peter Westerhuis or his nominee in lieu of salary
5	Approval to issue 5,451,107 Shares to Mr Richard Willson or his nominee in lieu of Director fees
6	Approval to issue 7,837,500 shares to Mr Peter Harding-Smith in lieu of Contractor fees
7	Approval to issue Lead Manager Options to the Co-Lead Managers of the Placement
8	Approval to issue Deferred Broker Options

The EGM will be conducted on 5/8/25.

Corporate

1. ASX Listing Rule 5.3.5:

Payment to related parties of the Company and their associates during the quarter was \$108,000 as a result of resignations.

2. ASX Listing Rule 5.3.1:

Exploration and Evaluation Expenditure during the Quarter was \$148,000, which related to land holder engagement and cultural clearances.

3. ASX Listing Rule 5.3.2:

The Company confirms that there was no mine production and development activities for the Quarter.

4. ASX Listing Rule 5.3.3

In accordance with Listing Rule 5.3.3, Clara provides the following Information concerning its exploration licences, noting that advice was received post-quarter the Licence for EL6428 was renewed for a further three years, to June 2028.

Exploration Licences held at 30/6/25	Location	% Interest	Grant Date	Expiry Date
EPM 19366	QLD (Kilkivan)	100%	08.07.22	09.08.25
EL 6234	NSW (Ashford)	100%	19.04.04	19.04.26
EL 6428	NSW (Ashford)	100%	07.06.05	07.06.28

The application for extension of EPM19366 has been submitted.

- The board continues to assess exploration and development projects to augment the current portfolio.

6. Change of Address

Company address has changed to:

L12/10 Market Street
Brisbane Qld 4000

This ASX announcement has been approved by Clara Resources' Board of Directors.

For further information regarding this release or about Clara Resources in general please contact the undersigned below.

Peter Westerhuis

MD & CEO

Clara Resources Aust Limited

07 3303 0192

Duncan Gordon (Investor Relations)

Executive Director

Cerberus Advisory

+ 61 404 006 444

Principal ASX Announcements during the March 2025 Quarter

3/4/25	Application for quotation of securities
10/4/25	Change of Director's interest & cleaning notice
15/5/25	Change of address
20/5/25	Kildanga strategic review
26/5/25	Change of Director's interest
16/6/25	Capital raising & corporate update
16/6/25	Proposed issue of securities
17/6/25	Notification of cessation of securities
23/6/25	Application for quotation of securities

Appendix 5B

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

Name of entity

Clara Resources Australia Limited

ABN

84 122 957 322

Quarter ended ("current quarter")

June 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation		
	(b) development		
	(c) production		
	(d) staff costs	-	(138)
	(e) administration and corporate costs	(255)	(942)
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)	(95)	(95)
1.9	Net cash from / (used in) operating activities	(350)	(1,175)

1.8 Non-recurring costs associated with the resignation of Directors Moller and Mather in April 2025

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment	-	(33)
	(d) exploration & evaluation	(148)	(396)
	(e) investments	-	(3,448)
	(f) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments	50	4,494
	(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	(98)	617

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	230	1,707
3.2	Proceeds from issue of convertible debt securities	-	(172)
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	-	(678)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)	(10)	(202)
3.10	Net cash from / (used in) financing activities	114	435

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	300	9
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(168)	(825)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	88	716
4.4	Net cash from / (used in) financing activities (item 3.10 above)	114	435

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	334	334

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	334	300
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)	334	300

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	108
6.2	Aggregate amount of payments to related parties and their associates included in item 2	
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	295	295
7.2	Credit standby arrangements		
7.3	Other (please specify)		
7.4	Total financing facilities	290	290
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.		
	Loan from related parties, unsecured, 12% interest paid monthly, maturing 12 months		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(350)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(148)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(498)
8.4	Cash and cash equivalents at quarter end (item 4.6)	106
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	106
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.21
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: Yes. The Company plans to commence drilling at the Ashford Coal Project and increased project activity as funding allows.	
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: Yes. As announced on 16 June 2025, the company raised \$600,000 (before costs) through a two-tranche placement. Tranche 2 (\$370k) is expected to settle early in August post the shareholder meeting to be held on 5 August 2025.	
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, As above	
	<i>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.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date:31 July 2025.....

Authorised by:By the Board.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.