

22 May 2024

ASX Announcement

Lady Ada & Lady Magdalene Mining Lease Granted

- **Mining Lease M77/1310:** Adding to Classic's current mining operations at Kat Gap, the Department of Mines, Industry Regulation and Safety has granted a 21-year mining lease over the Lady Ada and Lady Magdalene gold projects at Forrestania. This Mining Lease is located over the Forrestania Tenements being purchased by Classic from Reed Exploration Pty Ltd (a wholly owned subsidiary of Redivium Ltd)¹.
- **Strategic Partnership:** Classic maintains strong ties with the Ballardong People under the existing Indigenous Land Use Agreement.
- **Preparation for Mining:** Classic is set to lodge mining proposals and mine closure plans, as per DMIRS standards.



Figure 1: Satellite Image of M77/1310 approved tenement

¹See ASX announcement: 03 October 2023

This approval enhances our operational scope and adds to our strategic position in the region, paving the way for a larger mining project from Classic’s Forrestania Gold Projects, including the Lady Ada and Lady Magdalene deposits.

Classic Minerals Ltd (ASX: CLZ, “the Company” or “CLZ”) announces the official approval of **Mining Lease M77/1310** at the Forrestania Gold Project (FGP). This significant milestone marks the beginning of a 21-year mining lease in accordance with the provisions of the Mining Act 1978 (WA).

The lease, covering an area of **1,803.81 hectares**, is strategically located within the Ballardong People’s Indigenous Land Use Agreement area. Classic maintains a standing agreement with the Ballardong People, reflecting our commitment to cooperative engagement and sustainable practices in the region. This lease encompasses critical sections between and around the existing **E77/2239 and E77/2220 tenements, fully including the P77/4291 and P77/4290 areas.**

With this approval, Classic Minerals can now proceed to lodge the necessary mining proposal and mine closure plans in line with the DMIRS approval process. This step is crucial as it ensures that we are compliant and are adhering to all regulatory requirements and demonstrating our commitment to responsible mining practices.

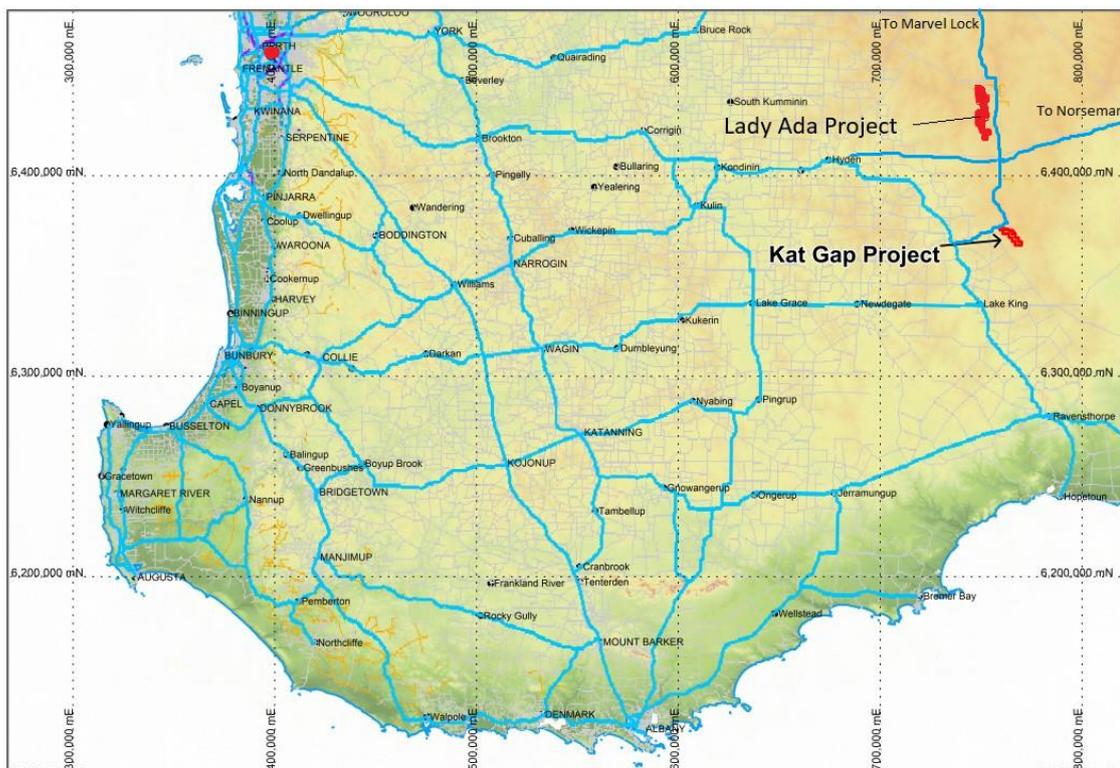


Figure 2: Regional map of Classic Minerals Ltd gold projects.

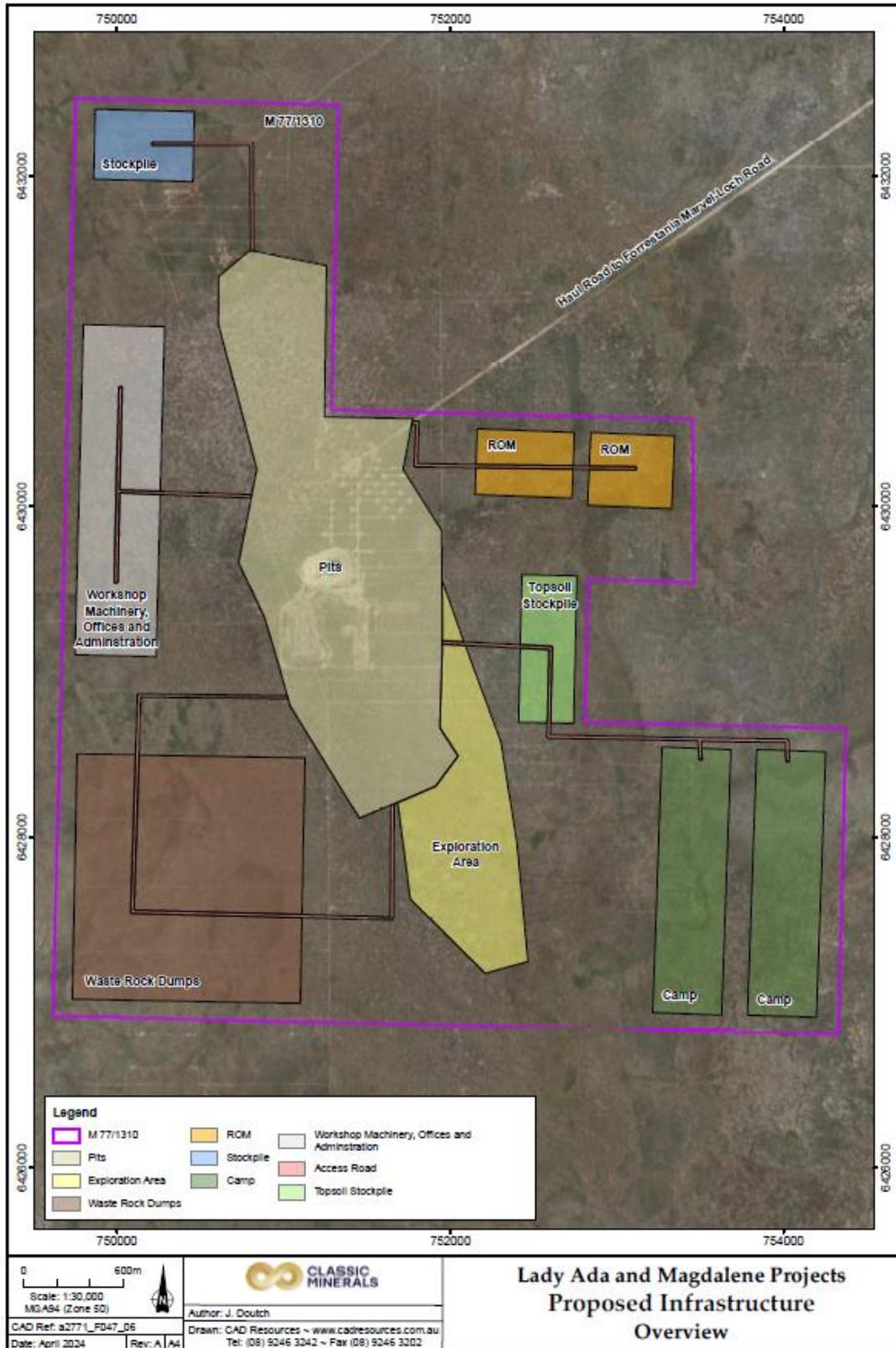


Figure 3: Approved Site Lay out of Operations at M77/1310

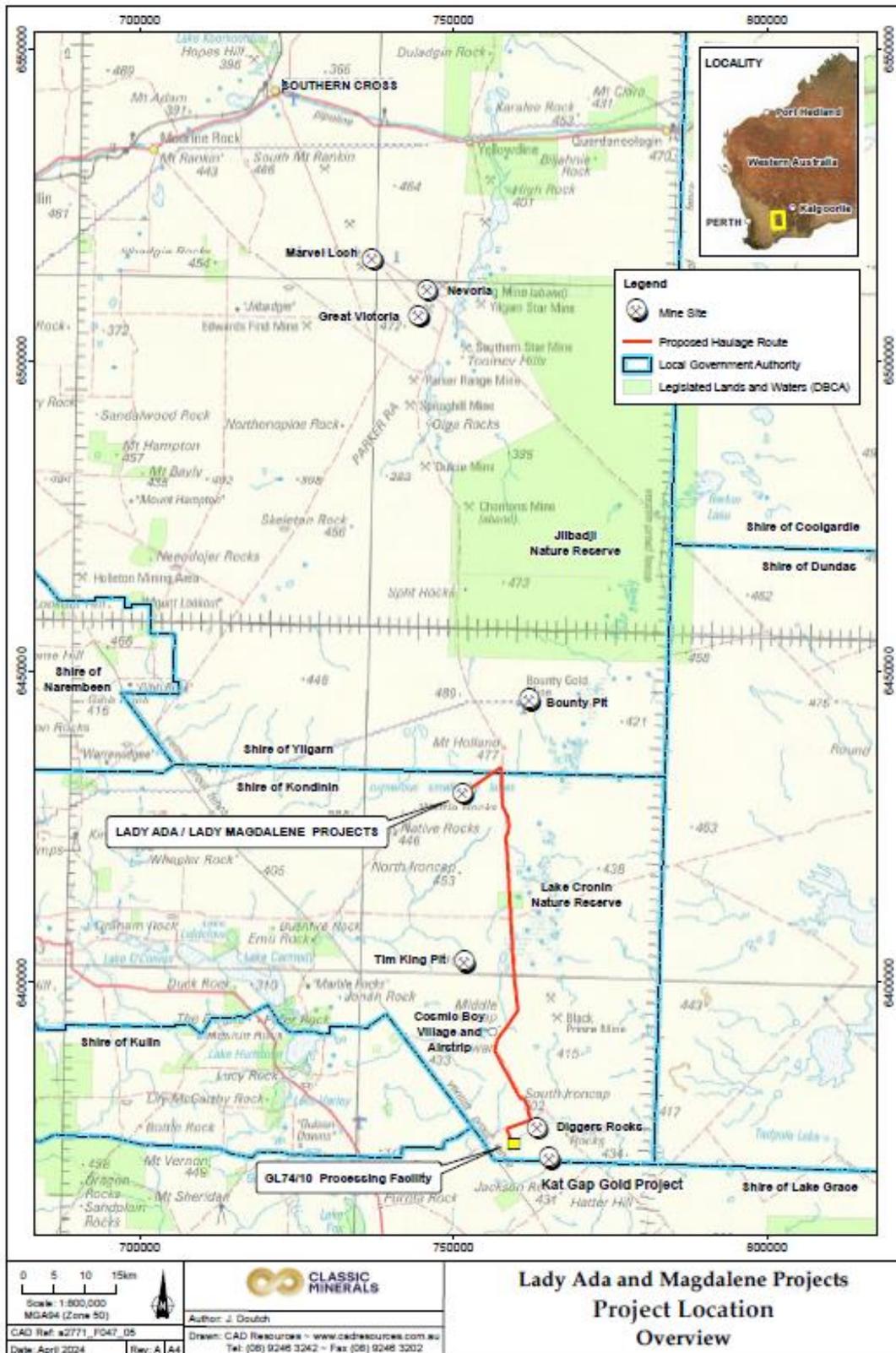


Figure 4: Haulage route at Kat Gap processing plant.

Classic notes that the Mining Lease, is currently in the name of Reed Exploration Pty Ltd a wholly owned subsidiary of Hannans Ltd. Since the announcement, Hannans Ltd underwent a change of name to Redivium Limited², and as per ASX Announcement of 03 October 2023, Classic is in the process of acquiring the tenements. The outstanding conditions precedent to completion of the tenement sale agreement are: -

- \$200,000.00 in cash payable at completion; and
- the approval by Classic shareholders at the upcoming shareholder meeting to be held on 24 May 2024 for the purpose of ASX Listing Rule 7.1 to enable Classic to issue the consideration shares;
- The issue of 10,000,000 fully paid ordinary shares in Classic; and
- Payment of \$106,196.00 as reimbursement for amounts paid by Reed on behalf of Classic (pursuant to existing arrangements between the parties to keep the tenements in good standing).

The project development submissions have been prepared in adherence to Section 74(1)(ca)(ii) of the Mining Act 1978, ensuring comprehensive consideration of regulatory requirements and transparent documentation of mining operations.

Classic Minerals Ltd anticipate the commencement of mining operations at the Forrestania Gold Project in the fiscal year 2024/2025, contingent upon the successful completion of the following key milestones:

Key Milestones:

1. **Resource Depletion and Mine Planning:**
Scheduling of mining activities to start either upon depletion of the Kat Gap resource or concurrently with Kat Gap activities, based on mine planning efficiency.
2. **Negotiation of Mining Agreement with Native Title Claimants:**
Constructive negotiations for a comprehensive and mutually beneficial Mining Agreement.
3. **Identification and Collaboration with Suitable Partner:**
Securing a partner with requisite skills and expertise to optimise mining efficiency.
4. **Upgrade from Scoping Study to Pre-Feasibility Study:**
Enhancing precision and reliability of mining plans through the preparation of a comprehensive Pre-Feasibility Study.
5. **Obtaining Government Approvals:**
Diligently working towards all necessary government approvals, adhering to environmental and safety standards.

² ASX Announcement: 29 November 2023 – Redivium Ltd

Forrestania Gold Project (FGP) Highlights:

On 21 January 2020 Classic announced a resource upgrade for FGP³ which include the following:

- **Mineral Resource:**
A combined 7.27 Mt at 1.33 g/t Au, totalling 311,050 oz for both Lady Ada and Lady Magdalene resources.
- **Scoping Study:**
The Company undertook a scoping study of the Forrestania Gold Project in 2017⁴. Auralia Mining Consulting has been engaged to update the Scoping Study to take into account relevant variables based on consideration of the current gold price (~AUD3,500.00) and current costs.

MINING METHOD

The proposed mining methodology for the Lady Ada and Magdalene gold deposits involves:

- **Re-entry & Mining Strategy:**
Utilising conventional drill and blast methods for optimal ore extraction.
- **Operational Efficiency:**
Consistency with equipment currently in use at the Kat Gap project for improved efficiency and lower costs.
- **Scheduled Mobilisation:**
Mining equipment will be scheduled to optimize efficiency, minimise downtime and maximise productivity.



Figure 5: 2002 Mining at Lady Ada Pit

³ ASX Announcement: 21 January 2020.

⁴ ASX Announcement: 01 May 2017.

PROCESSING

Processing of ore extracted from FGP will occur at Classic's Kat Gap processing plant.

Key steps:

- **Ore Transportation:**
Safe and efficient transport of mined ore to processing plant.
- **Crushing and Grinding:**
Reducing particle size as per metallurgical test work to ideal fraction(s) to liberate gold particles.
- **Gravity Separation and Flotation:**
Recovery of gold through gravity separation, with potential flotation based on ore mineralogy.
- **Leaching and Gold Recovery:**
Classic will source the most advantageous methods for complete gold recovery like cyanidation or carbon adsorption.
- **Dewatering and Smelting:**
Final dewatering and smelting to produce gold doré bars.

SITE AND INFRASTRUCTURE

Infrastructure required for the mining operation at the Forrestania Gold Project includes:

- **Stockpiles:**
Designated areas for gold ore, hard cap material, and topsoil.
- **Waste Rock Dump:**
Secure storage of non-ore materials.
- **Camp and Workshop Facilities:**
Comfortable accommodation and well-equipped workshop for operational efficiency.
- **Office and Administration Buildings:**
Dedicated structures for compliance to operations and regulatory statutes.

Proposed Mining Operation Site Layout:

- **Open Pit:**
Situated within delineated mineralisation outline, final configuration based on reserve estimates and feasibility studies.
- **Haul Road:**
Vital transportation route for ore, waste, and equipment from FGP to Kat Gap.

Compliance with Mining Act 1978

The mining lease application has been prepared in adherence to Section 74(1)(ca)(ii) of the Mining Act 1978, ensuring comprehensive compliance with all regulatory requirements and mining operations.

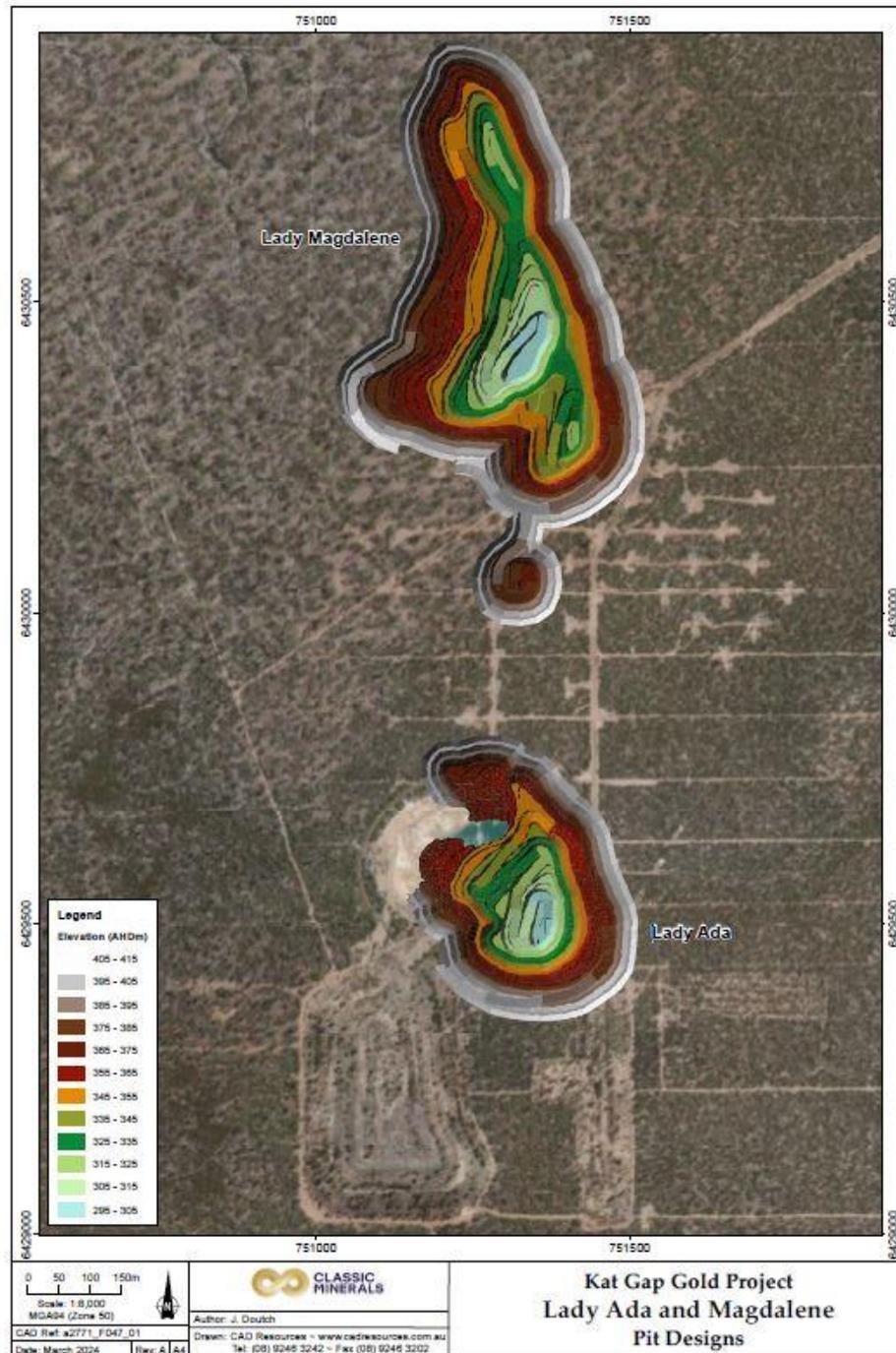


Figure 6: Indicative Pits at Lady Ada and Lady Magdalene Projects

This announcement has been authorised by the Board.

ENDS:

ABOUT THE FORRESTANIA GOLD PROJECT

Classic has inferred and indicated mineral resources of **8.41 Mt at 1.45 g/t for 391,417 ounces of gold**, classified and reported in accordance with the JORC Code (2012), with a Scoping Study (see ASX Announcement released 2nd May 2017) suggesting both the technical and financial viability of the project. The current post- mining Mineral Resource for Lady Ada, Lady Magdalene and Kat Gap is tabulated below. Additional technical detail on the Mineral Resource estimation is provided, further in the text below and in the JORC Table 1 as attached to ASX announcements dated 18 December 2019, 21 January 2020, and 20 April 2020.

Prospect	Indicated			Inferred			Total		
	Tonnes	Grade (Au g/t)	Oz Au	Tonnes	Grade (Au g/t)	Oz Au	Tonnes	Grade (Au g/t)	Oz Au
Lady Ada	257,300	2.01	16,600	1,090,800	1.23	43,100	1,348,100	1.38	59,700
Lady Magdalene				5,922,700	1.32	251,350	5,922,700	1.32	251,350
Kat Gap	254,900	2.5	20,488	886,512	2.11	60,139	1,141,412	2.19	80,367
Total	512,200	2.25	37,088	7,900,012	1.40	354,589	8,412,212	1.45	391,417

Notes:

1. The Mineral Resource is classified in accordance with JORC, 2012 edition
2. The effective date of the mineral resource estimate is 14 June 2023.
3. The mineral resource is contained within FGP tenements
4. Estimates are rounded to reflect the level of confidence in these resources at the present time.
5. Mineral resources for Lady Ada and Lady Magdalene (Ladies) are reported at 0.5 g/t Au cut-off grade, Kat Gap at 0g/t Au.
6. Depletion of the resource from historic open pit mining has been considered for the Ladies deposits. Trial pit mining depletion at Kat Gap has not been accounted for in the block model due to the ore remaining unprocessed.

The Company confirms that it is not aware of any new information or data that materially affects the information included in this market announcement and, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

Forward Looking Statements - Disclaimer

This ASX announcement (Announcement) has been prepared by Classic Minerals Limited (“Classic” or “the Company”). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this Announcement.

This Announcement contains summary information about Classic, its subsidiaries and their activities which is current as at the date of this Announcement. The information in this Announcement is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in Classic.

By its very nature exploration for minerals is a high-risk business and is not suitable for certain investors. Classic’s securities are speculative. Potential investors should consult their stockbroker or financial advisor. There are a number of risks, both specific to Classic and of a general nature which may affect the future operating and financial performance of Classic and the value of an investment in Classic including but not limited to economic conditions, stock market fluctuations, gold price movements, regional infrastructure constraints, timing of approvals from relevant authorities, regulatory risks, operational risks and reliance on key personnel.



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Certain statements contained in this announcement, including information as to the future financial or operating performance of Classic and its projects, are forward-looking statements that:

- *may include, among other things, statements regarding targets, estimates and assumptions in respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;*
- *are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Classic, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,*
- *involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.*

Classic disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements.

All forward-looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein. No verification: Although all reasonable care has been undertaken to ensure that the facts and opinions given in this Announcement are accurate, the information provided in this Announcement has not been independently verified.