

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2024

Minbos Resources Limited (ASX:MNB) (“Minbos” or the “Company”) is pleased to provide an update on its activities for the September 2024 quarter.

The Company’s focus during the period was the approval of the Fundo Soberano de Angola (“**FSDEA**”) US\$10 million investment to support the construction of the Cabinda Phosphate Fertilizer Project (CPFP).

Minbos also signed a non-binding Memorandum of Understanding (“**MoU**”) with Foskor Pty Ltd, advancing stage 2 of the Phosphate Project.

Additionally, Minbos finalised a US\$14 million loan facility from the Industrial Development Corporation of South Africa, which was signed post the quarter-end on 2 October 2024. The Company is working to satisfy conditions precedent to loan drawdown and to commence the project's construction.

Highlights

- Angolan Sovereign Wealth Fund Board approval to invest US\$10m
- MoU and Deepwater Port progress pave the way for stage 2 expansion of Phosphate Plant
- Cabinda Phosphate Fertilizer Project funding update, US\$14 million loan facility from the Industrial Development Corporation of South Africa secured

Corporate

As at 31 September 2024, the Company held \$1.24 million in available cash with no debt.

ANGOLAN SOVEREIGN WEALTH FUND CONFIRMED BOARD’S APPROVAL FOR A US\$10 MILLION STRATEGIC INVESTMENT

The Fundo Soberano de Angola, the Angolan Sovereign Wealth Fund (“**FSDEA**”), has confirmed its Board’s approval for a US\$10 million strategic investment in

31ST October 2024

ASX ANNOUNCEMENT



Minbos, to support the construction of the Cabinda Phosphate Fertilizer Project (“**CPFP**”).

FSDEA completed its due diligence in co-operation with the Industrial Development Corporation of South Africa Limited (“**IDC**”) and understands its investment will enable the Company to meet IDC’s condition precedent of raising \$US11M for equity funding to support the development of the CPFP.

Managing Director Lindsay Reed commented: “It is pleasing that the Fundo Soberano de Angola will both assist and benefit in the development of agricultural initiatives that will alleviate poverty, improve food security and durable broadening of the economy. The Sovereign Wealth Fund and IDC share the same interest in developing the Cabinda Phosphate Fertilizer Project for domestic and export sales. This will strengthen CPFP’s financials and manage our customer risk profile.”

About Fundo Soberano de Angola (the Angolan Sovereign Wealth Fund)

The Angola Sovereign Fund, abbreviated as Fund or FSDEA, is a collective public institution with legal personality and administrative, financial and patrimonial autonomy, created under Presidential Decree No. 48/11.

FSDEA specialises in strategic investments, whether in financial markets or in alternative assets, which is responsible for setting up a sustainable mechanism that ensures the maximization of long-term returns, the preservation of capital and support for Angola's sustainable socio-economic growth, through investments in strategic sectors, in Angola or abroad, with a view to maximizing capital and the generational transfer of wealth.

FSDEA has allocated US\$250 million dollars to the agricultural sector, with the aim of generating economic growth in the next 3-5 years. Agriculture is one of the most promising commercial sectors in Angola and has been one of the main focuses of foreign direct investment in the region.

FSDEA expects that its investments in the agricultural sector will contribute decisively to the economic growth in Angola and other regions of the continent through increased revenue from this activity.

MOU SIGNED WITH FOSKOR

- Minbos signed a non-binding Memorandum of Understanding (“**MoU**”) with Foskor Pty Ltd, a South African-based company that owns and

31ST October 2024

ASX ANNOUNCEMENT



operates a phosphoric acid-based fertilizer plant located in Richards Bay, South Africa.

- MoU contemplates a series of bulk samples and trials to evaluate Minbos' phosphate rock for commercial suitability. Upon completion of successful trials, the parties have agreed to discuss commercial terms relating to a potential offtake agreement.
- Logistics and technical due diligence activities have been initiated to establish the compatibility of the Cabinda Phosphate Rock and the timing of the logistics infrastructure at Porto do Caio.
- Construction at Porto do Caio remains on schedule for the opening of the first berth in December 2025 paving the way for export shipments from Cabinda in 2026.

About Foskor Pty Ltd

Foskor is a South African-based company that owns a phosphate mine in Phalaborwa (in Limpopo Province) and a phosphoric acid-based fertilizer plant located in Richards Bay (Kwa-Zulu Natal), both in South Africa.

Currently, Foskor sources the phosphate rock for its fertilizer plant from its mine located in Phalaborwa. Foskor is contemplating supplementing phosphate rock from its Phalaborwa mine with alternative phosphate rock sources to further its business objective.



Visiting Porto do Caio Stage 1 Quay which is scheduled for completion in December 2025.

31ST October 2024

ASX ANNOUNCEMENT



CABINDA PHOSPHATE FERTILIZER PROJECT FUNDING UPDATE

In October 2023, the Company announced it had signed a term sheet with the Industrial Development Corporation of South Africa Ltd (“**IDC**”) for a loan facility of US\$14 million (“**Loan Facility**”), with credit committee approval received in April 2024.

In light of these developments and progress regarding funding facilities, the Company is contemplating the immediate expansion of the plant.

The IDC Facility Agreement was signed on 2 October 2024. The Company will continue to keep the market updated on its progress in completing the outstanding conditions precedent to drawdown.

Due diligence visits and expansion planning

On 1 July 2024, the Company signed and announced a Memorandum of Understanding with Foskor Pty Ltd (“**Foskor**”) setting out a path to a potential offtake agreement. The announcement coincided with the Company hosting Foskor at its Cabinda sites as well as a visit to the deep water port, Porto de Caio.

Also in July, the Company hosted the FSDEA, the Angolan Credit Guarantee Fund (“**FGC**”) and Carrinho Agri for an inspection of the mine site and bulk sampling program, as well as the Subantando factory site and equipment laydown areas and general infrastructure.

Highlights from the visits included:

- Carrinho Agri advised that it has commenced propagating seedlings for a 20,000Ha palm oil project in Cabinda.
- Foskor finalised a MOU to investigate potential export from Porto de Caio to South Africa.
- Porto de Caio has confirmed it is on track to make a berth available in December 2025

Funding overview and project background

- In March 2020, Minbos announced it had successfully bid for the Cácata Phosphate Concession with the Definitive Feasibility Study (“**DFS**”) launched in May 2020 and a Scoping Study delivered in August 2020.
- In April 2020, Angola announced severe COVID-19 pandemic restrictions, with travel restrictions causing significant disruption to project and studies

31ST October 2024

ASX ANNOUNCEMENT



programs – including CEO (now MD) Lindsay Reed not being able to leave Angola for 13 months. Travel restrictions were lifted in March 2022.

- Despite these significant disruptions, the Company completed wet and dry season environmental studies, agronomic studies, was awarded its mining licence 5 and completed the DFS for the Cabinda Phosphate Project.
- The DFS outlined Stage-1 CAPEX expenditure of US\$48.5 million, which included CAPEX for the fabrication of the fertilizer plant (which was already under way in the USA), and in January 2023 the Company announced the prefabricated fertilizer plant was being shipped to Angola.
- In January 2023, following a flowsheet optimisation process and having already spent ~US\$11 million of the Stage-1 CAPEX, the Company announced a significant CAPEX reduction of US\$10 million.
- To date the Company has spent ~US\$12.5 million and budgets a further US\$24M to complete construction and commissioning of the Cabinda Fertilizer Plant.

GOVERNMENT SUPPORT OF FUNDING OF AGRICULTURAL PROJECTS

- The Angolan government has implemented two important measures that aim to make available approximately half a billion US dollars of credit to producers primarily in and assisting in the development of the agricultural sector, being a stated key policy objective of the government.
- The first such measure was prescribed by the Central Bank of Angola (BNA) under Aviso No.10 '*Granting Credit to the Real Sector of Economy*', which requires financial institutions to grant a minimum quota of credit per year (based on the institution's net assets) to borrowers in the sector, which explicitly includes fertilizer producers, with the cost of credit capped at 7.5% for loans and 10% for working capital facilities.
- The second measure provides qualifying borrowers up to 70% of the security required by the lenders, in the form of Public Guarantees from the Credit Guarantee Fund (FGC). The cost for the guarantee is 2%, which is also loaned by the lender.
- The Company is in the process to access such credit with Angola financial institutions.

31ST October 2024

ASX ANNOUNCEMENT



EXPENDITURE ON MINING EXPLORATION ACTIVITIES

In accordance with ASX Listing Rule 5.3.1, the Company advises its exploration and evaluation expenditure during the September 2024 quarter was zero dollars.

PAYMENTS TO RELATED PARTIES AND THEIR ASSOCIATES

In accordance with ASX Listing Rule 5.3.5, payments to related parties of the Company and their associates during the Quarter totalled \$113. The Company advises that this relates to Directors' fees and corporate management fees of service providers related to Directors.

LOANS WITH SHAREHOLDERS OF THE ANGOLAN SUBSIDIARY

During this quarter and last quarter, Minbos completed an obligation made at the inception of the Cabinda Phosphate Fertilizer Project to the Angolan shareholders of Soul Rock Lda. A loan of USD \$580,000 was given to each of the three shareholders for them to invest in Soul Rock Lda and loan to Soul Rock Lda, allowing each Angolan shareholder to hold 5% of the company. The loan will be repaid by the Angolan shareholders from their share of future dividends distributed by Soul Rock Lda.

The Cash Flow in Appendix 5B shows the transactions on lines 2.5, 3.1 and 3.9(c), where in the previous quarter the Angolan shareholders provided loans to Soul Rock Lda that were only converted to equity in this quarter due to the length of time to register the issues of shares in Angola.

CAPITAL STRUCTURE

Minbos currently has 878,622,469 fully paid ordinary shares on issue, 70,250,000 unlisted options and 98,671,430 listed options on issue at various exercise prices and expiry dates.

2024 SEPTEMBER QUARTER – ASX ANNOUNCEMENTS

This Quarterly Activities Report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("2012 JORC Code"). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

- 12 Aug 2024 - US\$10m Strategic Investment Approval Received

31ST October 2024

ASX ANNOUNCEMENT



- 10 Jul 2024 - Cabinda Phosphate Fertilizer Project Funding Update
- 01 Jul 2024 - MoU with Foskor and Port Update

- END -

For further information please contact:

Investor and Media Enquires

E: info@minbos.com

P: +61 8 6219 7171

Interest in Mining Licences

Below is a list of the Company's interest in licences, where they are situated and the percentage of interest held.

Licence Number	Type	Interest	Location
314/03/03/T.E/ANG MIREMPET/2021	Mining Licence	85%	Angola

Compliance Statement

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

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices, or potential growth of Minbos Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and

7

Minbos Resources Limited

ABN 93 141 175 493

T: +61 8 6219 7171 E: info@minbos.com W: www.minbos.com

Office: Suite 5, 254 Rokeby Road, Subiaco WA 6008

31ST October 2024

ASX ANNOUNCEMENT



expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

Appendix 5B

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

Name of entity

MINBOS RESOURCES LIMITED

ABN

93 141 175 493

Quarter ended ("current quarter")

30 September 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	(20)
(b) development	-	-
(c) production	-	-
(d) staff costs	(862)	(3,052)
(e) administration and corporate costs	(923)	(3,237)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	7
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (Non-Mining Projects)	(87)	(356)
1.9 Net cash from / (used in) operating activities	(1,871)	(6,658)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(30)	(2,118)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets (mine properties under development)	(195)	(201)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(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 (loan to Angolan shareholders)	-	(2,609)
2.6 Net cash from / (used in) investing activities	(225)	(4,928)

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	2,844	8,015
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	(40)	(391)
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 (a) Other (Office Rental Lease Liability)	(17)	(52)
3.9 (b) Other (Proceeds from unissued equity securities)	(945)	-
3.9 (c) Other (Loans from Angolan shareholders)	(1,899)	651
3.10 Net cash from / (used in) financing activities	(57)	8,224

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	3,493	4,606
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(1,871)	(6,658)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(225)	(4,928)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	(57)	8,224

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(104)	(8)
4.6	Cash and cash equivalents at end of period	1,236	1,236

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,188	3,445
5.2	Call deposits	48	48
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,236	3,493

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	(113)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
6.1 - \$103,989 paid in Director Fees; \$8,824 (US\$6,100) paid for corporate management services to Director related entity.		

7.	Financing facilities <i>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.</i>	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)	(1,871)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,871)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,236
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,236
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.7
	<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	
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 per the funding update to the ASX on 12 August 2024 (US\$10m Strategic Investment Approval Received).	
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, on the basis of current funding strategies and cashflow forecasts prepared for management purposes.	
	<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 October 2024

Authorised 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.