



## The Directors Report for Greentech Minerals Ltd (GTM, Greentech, Company)

### Annual Report 2023

Dear Shareholders

Firstly, we acknowledge the continued support of all shareholders.

The Company has been through a challenging period since our last AGM, after having withdrawn the IPO on 27 January 2023.

#### **Recapitalisation of the Company**

The Company's Board then commenced to actively explore alternate funding options at a lower EV, including a consolidation of shares followed by financing that could lead to a new listing proposal and a discounted private financing to raise sufficient funds to advance the business to first production. The Board explored the option of a third party transaction with a Limited Liability company commencing March 2023 and the proposal being mutually terminated on the 1 June 2023.

On 18 July 2023, the Company announce a rights issue to raise \$1.98M. This included a comprehensive slide deck outlining the company's position and plans at that time.

The rights component of the fund-raising was closed in late August with only about \$85,000 raised, with most of that coming from directors. The shortfall financing raised \$1.3M, all of that coming via Richlink Capital. This funding, which arrived in late September, has enabled the company to pay all of its outstanding financial obligations and part of its contingent liabilities, while retaining limited funds to progress the Company's HPQ project.

The balance of the shortfall (~\$600,000) was to be raised by Canaccord, however, that was not successful and the agreement with Canaccord has been terminated. The additional shortfall funding is being provided which is assisting GTM in meeting operational costs.

#### **Changes to the Board**

Given Richlink's contribution and the Board's very positive view of their ability to continue to materially assist the Company, I was invited their Managing Director, George Su, to join the GTM board. That was confirmed at our meeting on Monday 30 October 2023.

On the 8 November 2023 Michael Etheridge and Campbell Jones both resigned as Directors. Both Michael and Campbell wished the Company well for the future and both offered their services as consultants. Their areas of expertise are significant and their offer to assist the Board is greatly appreciated.

On the 10 November 2023 Michael Ivkovic resigned as a Director. Michael's contribution over the past 5 years has also been significant. His knowledge of Capital Markets and Shareholder interests has been at the forefront of his commitment during his tenure. He also wished the Company well for its future prospects.

On the 10 November 2023 Terry Grace was appointed to the Board. Terry will continue as the Company Secretary. Terry has made the commitment, along with the remaining Board members, Hugh Dai and myself, to improve communication to all shareholders and move as quickly as possible in getting testing material to China.

### **HPQ project**

Since Oct 2023, GTM has re-focused its resources on progressing its HPQ project near Mt Isa.

The Company has previously identified HPQ feedstock for crucible making as a priority product direction considering the superior quality of the company's quartz resource and the acute shortage of this material in China where the downstream industries relied heavily on inconsistent HPQ imports or processed HPQ sand from Sibelco/The Quartz Corp.

The process of purifying quartz material into HPQ sand often involves proprietary technologies that vary from factory to factory. To confirm the suitability of our materials for each purification factory requires test production of certain quantities using our material.

GTM has collected and sent samples ranging from 10 kg to 4 tonnes to multiple parties in China since January 2024.

Half dozen factories/labs in China, including one of the largest solar panel manufacturers in the country introduced by Richlink, have been provided sample materials for trial production. So far test results confirmed some of the factories can indeed process our materials to very low impurity levels. However, the suitability for crucible making is yet to be conclusively confirmed.

The Company is currently working toward being a primary source of HPQ feed stock for the solar panel industry. The Board is establishing the "HPQ best fit" for the various end users. The Board's strategy being to establish the best cost benefit result for GTM through processing to end use financial return.

The Board looks forward to a successful commencement of our mining endeavours and the further development of our markets in China.

### **Exploration Opportunities**

While progressing the HPQ project, in parallel the board has engaged external consultants to collect and review historical exploration data on the company's tenements and surrounding areas to develop an exploration strategy. Our consultants are encouraged by the outcome of the review, including limited surface sampling results for rare earth and copper prospects.

The board is currently reviewing various options to implement the exploration plan once finalised by the consultants to maximise the value of its exploration potential.

A handwritten signature in blue ink, appearing to read 'G Su', written in a cursive style.

Mr G Su

Non-Executive Director and Chairman  
Greentech Minerals Ltd