

ASX ANNOUNCEMENT

9 September 2022

Appendix 5B June 2022 Clarification

The Board of De Grey Mining Limited (ASX: DEG, “De Grey”, “Company”) wishes to provide an update with respect to its June 2022 Cash Flows Report (Appendix 5B).

The Company reported cash at bank of \$63.5 Million at the end of the June 2022 quarter representing 2.0 estimated quarters of funding available. The representation was based on rounding the number to one decimal point, so the actual calculated number of 1.955 became 2.0. Inadvertently and as a result of the rounding, we did not provide answers to Questions 8.8.1, 8.8.2 and 8.8.3 in the Appendix 5B. As such we now reply to the specific follow on questions in the June 2022 Appendix 5B Cashflow Report as follows:

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?

During the June 2022 quarter, the Company had up to 16 drilling rigs operating concurrently for the purposes of Intensive Mineral Resource and Prefeasibility Study (PFS) drilling. By the end of the quarter that number had been reduced significantly to the current 2 rigs in operation. Accordingly, the current level of net operating cash flows that existed during the June quarter were substantially reduced and not expected to continue.

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?

The Company has a strong historical track record of raising equity as and when required to further the exploration and evaluation of the Mallina Gold Project.

It should also be noted that the Company has now released its PFS on 8 September 2022, with respect to the Mallina Gold Project which provides for very robust economic outcomes.

Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Yes, the Company expects to continue its operations and meet its business objectives which it considers is supported by the release of the PFS on 8 September 2022, with respect to the Mallina Gold Project.

This announcement has been authorised for release by the Chair of the De Grey Board of Directors.

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