GOLDEN CROSS RESOURCES LTD
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30 May 2022

ASX Market Announcements

CAPITAL RAISING AND LOANS REPAYMENTS

Golden Cross Resources Ltd ("**Company**") advises that it is in discussions with brokers and investors to raise additional capital to fund the exploration activities for the financial year 2022/2023, loans repayments and working capital. An announcement will be made in due course when binding terms have been agreed.

The Company is constantly reviewing its finance and liquidity. The Company currently has approximately $1.72M in cash, of which $650,000 has been reserved for the remaining proposed work programs for FY2022. It appears that on current timing estimates of expenditures, the FY2022 work program budget will be likely be underspent by about $340,000 as at 30 June 2022. This is mostly represented by feasibility components at Copper Hill, including drilling contingent on the outcome of the updated mineral resource estimate underway, and detailed input by specialists on the requirements for other feasibility components that are historically incomplete or need updating to support development approvals. This was also related to the period since Jan 2022 has been marked by industry wide personnel and contractor shortages, and by adverse weather conditions, as reported by other companies. Such factors add an element of uncertainty to the timing of implementation of work programs and incurring of the proposed expenditures. The Company therefore actively seeks to better deploy its fund and to cut its costs, in particular, interest expenses on its loans.

The Company has made the following debt and interest payments from working capital that will reduce future interest costs to operations:

- $150,000 plus accrued interest of $9,836 on the outstanding loan of $1.8 million from Astute Dragon Commercial Limited ("**ADC**") bearing interest at 9.5% per annum and due for full payment on 26 April 2023. ADC has been very supportive of the Company by providing the loan when funds were needed in July 2021 for working capital and assisting in the reinstatement of quotation of the Company's securities;

- $100,000 plus accrued interest of $887.06 for the 10 Unsecured Notes bearing interest at 12% per annum, overdue for repayment, issued to Director Mr Yuanheng Wang in January 2020 to supplement the Company's then working capital; and

- $10,000 plus accrued interest of $187.27 for the 1 Unsecured Note bearing interest at 12% per annum, overdue for repayment, issued to Acting CEO Mr Bret Ferris in June 2020 to supplement the Company's then working capital.

Executive Chairman Mr Jordan Li holds 1 unsecured Note of $10,000 bearing interest at 12% per annum, which was issued to him in June 2020 to supplement the Company's then working capital.

Mr Jordan Li has advised that he is not asking for repayment yet notwithstanding this Note is overdue for repayment.

This announcement is authorised by the Board of Golden Cross Resources Ltd.

Carolyn Jacobs
Joint Company Secretary

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