



QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 MARCH 2022

21 April 2022

ASX Code:

SFX

Directors:

Mr Bruce Griffin
Executive Chair

Mr Gordon Cowe
Non-Executive Director

Mrs Vanessa Kickett
Non-Executive Director

Mr Ian MacIver
Non-Executive Director

Mr John Richards
Non-Executive Director

Registered Office:

Level 2, 41-47 Colin Street
West Perth WA 6005

Share Registry:

Link Market Services
Level 12, QV1 Building
250 St Georges Terrace
Perth WA 6000

Capital Structure:

Ordinary Shares: 346.6M
Unlisted Options: 2.1M
Unlisted Rights: 5.3M

Market Capitalisation:

A\$201 million

Cash Reserves:

A\$40.9 million
(as at 31 March 2022)

Investor Relations:

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HIGHLIGHTS

Thunderbird Mineral Sands Project (Sheffield interest – 50%)

- Thunderbird BFS completed, delivering strong financial metrics of NPV₈ \$1.3B (post tax, pre-finance) and 27.5% post tax IRR with \$484m of total funding required
- Project financing well advanced via A\$160m NAIF loan and proposed commercial debt facility; current KMS JV cash balance stands at \$89m
- Estimated Sheffield equity contribution at FID of \$36m fully funded from existing cash, with a further \$26m to be contributed by Yansteel
- First production target remains Q1 2024
- EPC agreement executed with GR Engineering Services (GRES), with site mobilisation commencing April 2022
- Offtake agreement secured with Yansteel for 100% of magnetic concentrate

Corporate Activities

- Completion of Eneabba and McCalls project divestments to Image Resources delivers \$35m in cash proceeds with a further \$1m expected next quarter
- Cash balance totals \$40.9m as at 31 March 2021 (unaudited)

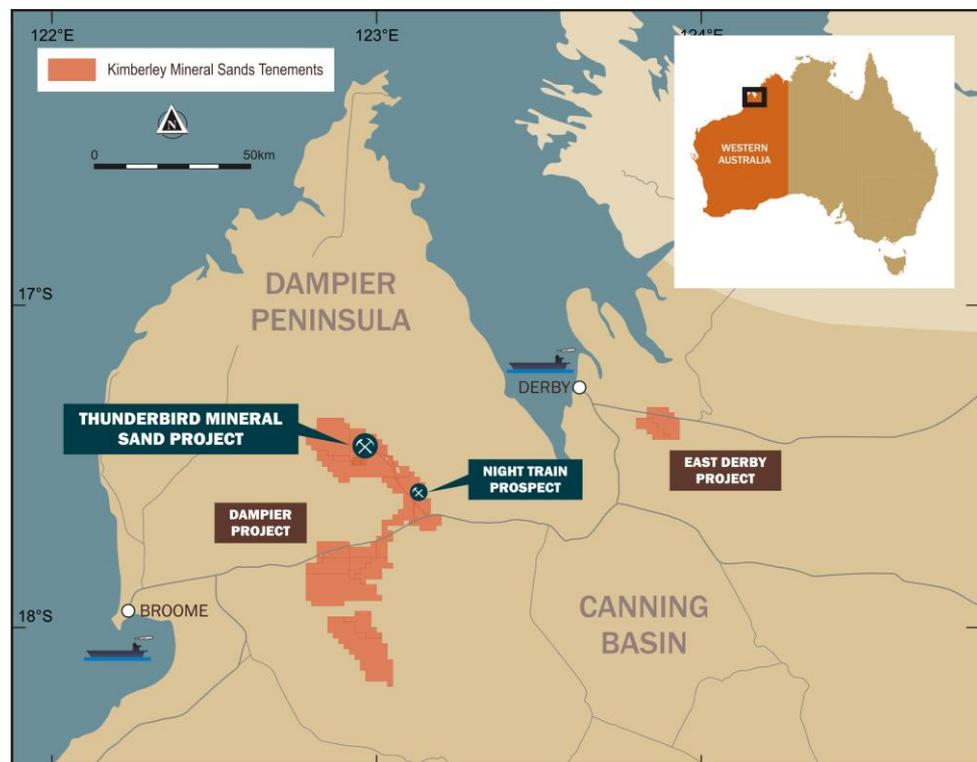


Figure 1: Location of Thunderbird Mineral Sands Project

KEY ACTIVITIES

Kimberley Mineral Sands Pty Ltd (KMS) (Sheffield interest – 50%)

Activity during the quarter included the finalisation of the Bankable Feasibility Study (BFS) for the Thunderbird Mineral Sands Project (Thunderbird), demonstrating robust economics including NPVs \$1.3B (post tax, pre-finance) and 27.5% post tax IRR with a forecast mine life of 36 years (refer ASX announcement “*Thunderbird BFS, Financing and Project Update*” 24 March 2022).

The BFS removes both the Ilmenite Processing Circuit containing the Low Temperature Roast (LTR) and the Mineral Separation Plant components. The BFS flowsheet is designed to produce a zircon rich non-magnetic concentrate, an ilmenite rich magnetic concentrate, and a paramagnetic concentrate containing zircon, titanium minerals and low levels of monazite.

Yansteel have agreed an offtake agreement for 100% of the magnetic concentrate from Stage 1 (refer ASX announcement “*KMS Executes EPC Construction and Offtake Agreements*” 24 March 2022). The removal of the LTR from the plant design leverages facilities already under construction at Yansteel’s smelter and pigment plant in China. The 100% offtake with Yansteel as co-owner of KMS mitigates the potential market risk associated with producing a magnetic concentrate.

In order to minimise cost escalation risk, KMS executed an EPC contract with GR Engineering Services Limited for the process facilities with the fixed price of \$179.5m. A Limited Notice to Proceed (“LNTP”) has been issued to enable GRES to mobilise to site in April 2022 and commence site works. The combination of executing the EPC agreement and LNTP is expected to further mitigate cost escalation risk during the project financing documentation and approvals process. (refer ASX announcement “*KMS Executes EPC Construction and Offtake Agreements*” 24 March 2022).

Project financing activities to support a Final Investment Decision are nearing completion. During the quarter, BFS due diligence was completed by SRK and TZMI on behalf of potential lenders, with technical and financial recommendations included within the BFS. Following the end of the March quarter, Sheffield announced that the Northern Australia Infrastructure Facility (NAIF) Board made an Investment Decision, offering financial assistance of up to A\$160 million to support the development of the Thunderbird Mineral Sands Project (refer ASX announcement dated 14 April 2022). The ASX announcement followed the receipt formal correspondence of 13 April from NAIF, confirming Board approval and the conclusion of the responsible Federal Minister’s review period. Term sheet negotiations for either a senior secured bond or loan from a mining credit fund are progressing in parallel with the requisite financing documentation and WA State approval process for the NAIF financing. The Company will provide the market with material updates as it works to conclude project financing.

Expenditure by KMS on the early works program since the inception of the joint venture in March 2021 has totalled approximately \$41m and total approved expenditure commitments of \$60m were made through to the end of March 2022. KMS cash reserves were \$89m as at the end of March 2022.

Thunderbird pre-FID Activities

Onsite activities continued throughout the quarter focussed on village, office and site earthworks, enabling GRES and the nominated village installation contractor to mobilise as scheduled during April 2022.

Engineering activities continued during the March quarter with GR Engineering Services (GRES). The Engineering Procurement Construction (EPC) contract was finalised during the quarter following completion of due diligence. Engineering works including mechanical, piping and structural modelling in conjunction with electrical design continued during the period. Tender packages for modular buildings, construction water treatment and spirals were awarded during the period. Engineering and design of the tailings storage facility was also advanced during the quarter.



Figure 2: Thunderbird Project – Plant site



Figure 3: Thunderbird village accommodation - site works



Figure 4 & 5 (above and below): EPC and accommodation contractor equipment mobilisation



Project Timeline

Site earthworks, project engineering and design activities were significantly advanced during the quarter, as were key commercial agreements to support project development. First production remains targeted for Q1 2024.

The BFS process and plant capital costs informed the EPC contract for the Stage 1 processing plant that was executed with GR Engineering Services Limited during the period. The processing plant EPC is based on a process design, PFDs, mechanical equipment lists and plant and an overall mine site layout, that have been reviewed and agreed between KMS, GRES and third party independent technical experts. The EPC agreement totalling \$179.5m is inclusive of recovery and performance test guarantees.

KMS is currently progressing project financing documentation and completion arrangements with NAIF, following NAIF's affirmative investment decision to provide a loan of up to \$A160m following the end of the March quarter. Subject to completion of due diligence, definitive documentation, approvals and customary conditions precedent, proposed project financing is targeted for completion by late Q2 2022.

In parallel with the NAIF process, term sheet negotiations for either a senior secured bond or loan from a mining credit fund are in progress and the preferred commercial debt tranche will be concluded in parallel with the NAIF financing approval process.

A timeline to FID and First Production is shown below.

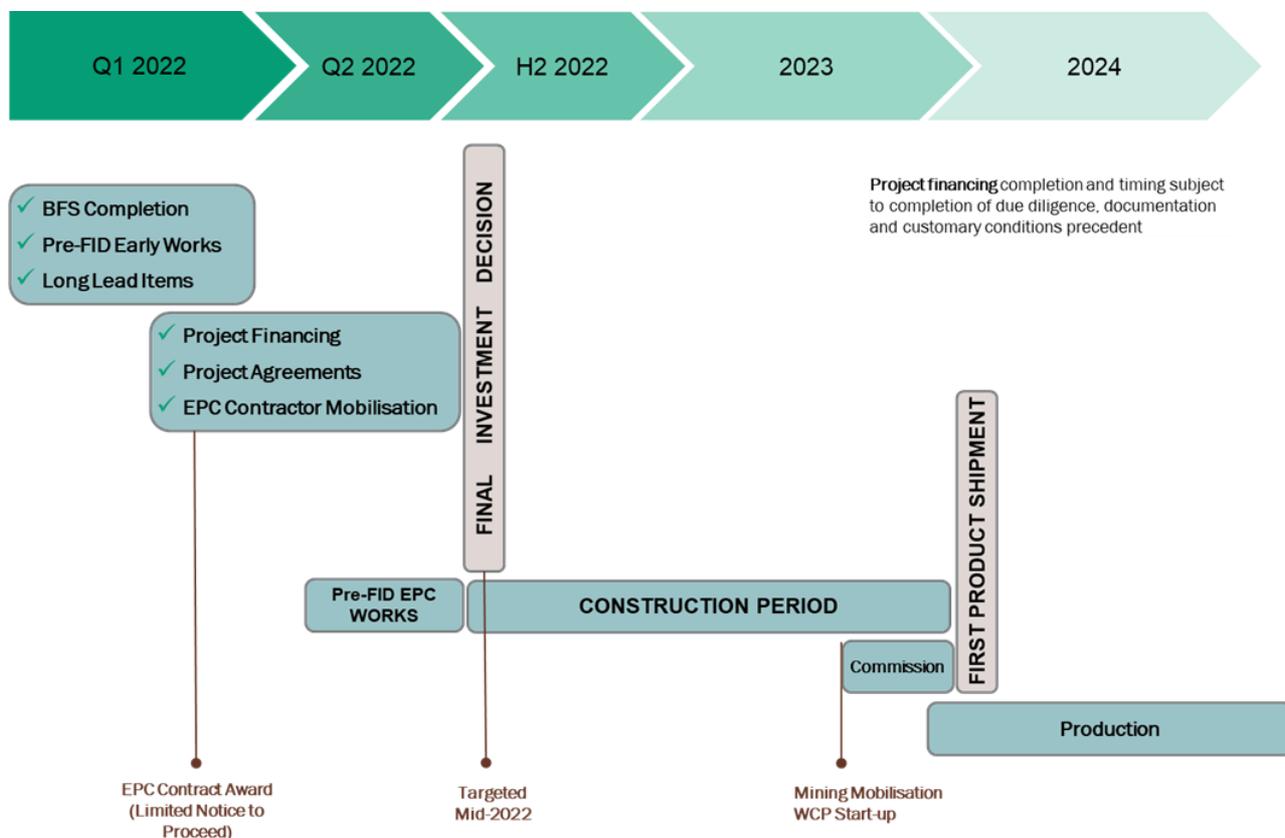


Figure 4: Timeline to FID and First Production

Community Engagement

The KMS team continued community engagement and consultation processes throughout the quarter, providing community, government representatives and traditional owners with an update on Thunderbird activities. KMS is assisting traditional owner groups with the establishment of labour hire services to ultimately support Thunderbird during operations.

Further community engagement activities are scheduled throughout 2022, in conjunction with the planned construction period for Thunderbird.

Products and Offtake Agreements

Aligned with the Thunderbird BFS, KMS has established strong relationships with offtake counterparties, having concluded a number of non-magnetic (zircon) concentrate take or pay offtake agreements during 2021, and during the quarter as described above, concluding a take or pay magnetic concentrate offtake agreement with Yansteel. Total offtake accounts for over 80% of forecast production volume for the initial five year production period for Thunderbird.

Markets

Mineral sands markets remain buoyant in 2022 with price increases for both zircon and titanium feedstocks.

Tight zircon supply and steady price increases has continued into 2022. Premium zircon from major producers has moved from c.US\$1,350 per tonne in mid-2019 through to c.US\$2,000 per tonne in early

2022. Tight supply remains forecast for the near to mid-term, with pricing for major producers expected to move toward US\$2,300 per tonne during the first half of 2022.

The titanium feedstock market remains strong with increase in demand occurring across all products. The benchmark 50% TiO₂ sulfate ilmenite price is above US\$400 per tonne in China and pricing is expected to remain at this level during 2022. Longer-term, high-grade pigment feedstock demand for production of chloride grade pigment is forecast to grow, and chloride slag (produced from sulfate ilmenite) is the most likely source of new supply.

Commodity price strength evidenced throughout 2021 and into 2022 represents a positive outlook for the Thunderbird project, with strong forecast pricing for zircon expected to translate into higher forecast revenues during the initial years of operation at Thunderbird.

Other Projects

Eneabba Project (Sheffield - 100%)

Following satisfaction of customary conditions, the Company closed the initial \$23m tranche of its transaction with Image Resources for the sale of its 100% owned Eneabba Project for total cash consideration of \$24m (refer ASX announcements dated 29 November 2021 and 19 January 2022). A further \$1m is scheduled to be received by Sheffield upon the transfer of Eneabba Project mining tenements, which are subject to Foreign Investment Review Board (FIRB) approval and other customary conditions.

McCalls Project (Sheffield - 100%)

Following a commercial process seeking expressions of interest to acquire its interest in the McCalls Project, the Company announced it had concluded a \$12m cash sale agreement with Image Resources NL (Image) to acquire its 100% owned McCalls Project. Cash consideration was received on 14 March 2022 (refer ASX announcement 14 March 2022).

CORPORATE ACTIVITIES

As at 31 March 2022, Sheffield held cash reserves of approximately \$40.9m (unaudited). During the quarter, Sheffield received proceeds totalling \$35m (including a further \$3.5m of GST payable to government) following its divestment of exploration tenements within the Eneabba and McCalls projects. As at the end of the quarter, \$1.2m of GST remained due for remittance to government in April 2022.

Cash proceeds arising from the Eneabba and McCalls transactions are not expected to result in any material tax liability for Sheffield, with proceeds partially offsetting the Group's carried forward tax loss position. Proceeds will be applied toward Sheffield's \$10m obligation to Kimberley Mineral Sands Pty Ltd (KMS) payable within 60 days following a Final Investment Decision for the Thunderbird Mineral Sands Project, plus any additional shared joint venture equity contribution in the Thunderbird BFS, currently forecast to be \$26m (refer ASX announcement dated 24 March 2022) as well as corporate purposes.

Please note the year to date position of the Quarterly Cashflow Report should be read in conjunction with this report. During the quarter, a total sum of \$171,833 was paid to related parties and their associates for Director fees, superannuation and termination benefits.

This announcement is authorised by the Board of Sheffield Resources Limited.



Mr Bruce Griffin
Executive Chair
21 April 2022

ABOUT SHEFFIELD RESOURCES

Sheffield Resources Limited is focused on developing the world class Thunderbird Mineral Sands Project, located in north-west Western Australia.

KIMBERLEY MINERAL SANDS

Kimberley Mineral Sands Pty Ltd, (KMS) is a 50:50 Joint Venture between Sheffield and Yansteel. The joint venture owns and is developing the Thunderbird Mineral Sands Project and adjacent tenements on the Dampier Peninsula.

KMS is governed by a four person Board of Directors with Sheffield and Yansteel each nominating two directors. Key Joint Venture decisions require unanimous approval of both shareholders. KMS operates as a standalone entity with its own management and employees.

THUNDERBIRD MINERAL SANDS PROJECT

Thunderbird is one of the largest and highest grade mineral sands discoveries in the last 30 years. The 2022 KMS Bankable Feasibility Study shows Thunderbird is a technically low risk, that generates strong cash margins from globally significant levels of production over a decades long mine-life.

Thunderbird will generate a high-quality suite of mineral sands concentrate products suited to market requirements. These products include a zircon concentrate and a magnetic concentrate that contains a high quality ilmenite suitable smelting into chloride slag or for manufacturing titanium dioxide pigment.

Thunderbird is located in one of the world's most attractive mining investment jurisdictions and is well placed to deliver long term, secure supply of high quality products to a range of potential customers.

ABOUT YANSTEEL

Yansteel is a wholly-owned subsidiary of Tangshan Yanshan Iron & Steel Co., Ltd, a privately owned steel manufacturer headquartered in Hebei, China producing approximately 10mt per annum of steel products and has annual revenues of ~A\$6bn.

Construction of a 500ktpa integrated titanium dioxide processing facility including a titanium slag smelter has commenced by the company. This complex will consume the magnetic concentrate from Stage 1 of the Thunderbird Mineral Sands Project under a take or pay offtake agreement.

FORWARD LOOKING AND CAUTIONARY STATEMENTS

The contents of this report reflect various technical and economic conditions at the time of writing. Given the nature of the resources industry, these conditions can change significantly over relatively short periods of time. Consequently, actual results may vary from those contained in this report.

Some statements in this report regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward-looking statements include, but are not limited to, statements preceded by words such as "planned", "expected", "projected", "estimated", "may", "scheduled", "intends", "anticipates", "believes", "potential", "predict", "foresee", "proposed", "aim", "target", "opportunity", "could", "nominal", "conceptual" and similar expressions. Forward-looking statements, opinions and estimates included in this report are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward-looking statements may be affected by a range of variables that could cause actual results to differ from estimated results and may cause the Company's actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward-looking statements. So there can be no assurance that actual outcomes will not materially differ from these forward-looking statements.

Schedule 1: Interests in Mining Tenements as at the end of the quarter as required under ASX Listing Rule 5.3.3

Sheffield Resources Limited

Project	Tenement	Registered Holder	Beneficial Holder ¹	Interest	Location	Status
Mineral Sands	E70/3762	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/3813	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/3814	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/3859	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Pending
Mineral Sands	E70/3929	Sheffield Resources Ltd	Titon-SR Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/3967	Sheffield Resources Ltd	Titon-SR Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4190	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4292	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4584	Sheffield Resources Ltd	Titon-SR Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4719	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4747	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted
Mineral Sands	E70/4922	Sheffield Resources Ltd	Titon-SR Resources PL	100%	Perth Basin	Granted
Mineral Sands	M70/872 ²	Sheffield Resources Ltd	Sheffield Resources Ltd	100%	Perth Basin	Granted
Mineral Sands	M70/965 ²	Sheffield Resources Ltd	Sheffield Resources Ltd	100%	Perth Basin	Granted
Mineral Sands	M70/1153 ²	Sheffield Resources Ltd	Sheffield Resources Ltd	100%	Perth Basin	Granted
Mineral Sands	R70/35 ²	Sheffield Resources Ltd	Titon Resources PL	100%	Perth Basin	Granted

Notes:

¹ Sale and purchase agreements have been executed with Image Resources NL and registered subsidiary entities of Image Resources NL during 2022. All tenements, where noted, are beneficially held on behalf of Image Resources and are subject to customary registration and transfer by the WA Government.

² Iluka Resources Ltd (ASX: ILU) retains a gross sales royalty of 1.5% in respect to tenements R70/35, M70/872, M70/965 & M70/1153. M70/1153.

Kimberley Mineral Sands Joint Venture (Sheffield interest – 50%)¹

Project	Tenement	Holder	Interest	Location	Status
Mineral Sands	E04/2081	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2083	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2084	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2171	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2349	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2390	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2456	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2478	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2494	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2509	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2540	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2554	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2571	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	E04/2597	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/82	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/83	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/84	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/85	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/86	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/92	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	L04/93	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted
Mineral Sands	M04/459	Thunderbird Operations Pty Ltd	100%	Canning Basin	Granted

Notes:

¹Thunderbird Operations Pty Ltd is a wholly owned subsidiary of Kimberley Mineral Sands Pty Ltd (refer to ASX announcement 12 March 2021). Kimberley Mineral Sands Pty Ltd is a 50:50 incorporated joint venture between Sheffield Resources Ltd and YGH Australia Investment Ltd (Yansteel).

Appendix 5B

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

Name of entity

Sheffield Resources Limited

ABN

29 125 811 083

Quarter ended ("current quarter")

31 March 2022

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	-	117
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(315)	(1,167)
(e) administration and corporate costs	(139)	(651)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	12
1.5 Interest and other costs of finance paid	(1)	(2)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(449)	(1,691)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(30)	(193)
(e) investments	-	-
(f) other non-current assets	-	-

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 (including GST amounts)	36,200	36,200
	(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 (return of bonds/guarantees)	-	27
2.6	Net cash from / (used in) investing activities	36,170	36,034

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of finance lease	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	5,141	6,519
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(449)	(1,691)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	36,170	36,034
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

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

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	-	-
4.6	Cash and cash equivalents at end of period	40,862	40,862

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	3,362	5,141
5.2	Call deposits	37,500	-
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)	40,862	5,141

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 – Salary & Directors fees	172
6.2	Aggregate amount of payments to related parties and their associates included in item 2	Nil

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

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.		

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

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(449)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(30)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(479)
8.4 Cash and cash equivalents at quarter end (item 4.6)	40,862
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	40,862
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	85
<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:	
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:	
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:	
<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: 21 April 2022

Authorised by: By the Board of Sheffield Resources Limited

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

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.