



29 March 2023

## Drilling is Underway at Lainejaur, Northern Sweden

- **Diamond drilling has commenced on the Lainejaur project, a high-grade Nickel-Cobalt-Copper deposit of Bayrock Resources Limited (Bayrock) in northern Sweden.**
- **Bayrock is an Australian unlisted public company that QXR is assisting via a framework agreement to add value with project development and financing initiatives (ASX announcement 16 March 2023).**
- **The Lainejaur project (Ni-Cu-Co), owned by Bayrock, is along trend from an historical underground nickel mine which produced ~100kt at 2.2% Ni in the prolific Skellefteå Mineral Belt.**
- **In 2018, Carnaby Resources Limited (ASX: CNB) estimated a Mineral Resource Estimate in compliance with the JORC Code standards of 460Kt @ 2.2% Ni, 0.7% Cu, 0.15% Co, 0.68g/t Pd, 0.2g/t Pt and 0.65g/t Au**
- **Bayrock intends to undertake a pro-rata offer to its existing shareholders to raise circa \$2 million (before costs), which will be underwritten by QXR (ASX announcement 16 & 24 March 2023).**

Bayrock Resources Limited (**Bayrock**) via a framework agreement with QX Resources Limited (**ASX:QXR**), confirm that diamond drilling has commenced and is at 54 metres in a 300 metre deep hole on the Lainejaur project, a high-grade Nickel-Cobalt-Copper deposit near Malå in northern Sweden (Figures 1-4).

Previous results included over 9 metres at 2.1% Ni, 0.7% Cu, 0.17% Co, 0.5 g/t Au in this area of the Lainejaur project with high metal values ranging up to 3.89% Ni, 2.17% Cu, 0.75% Co, 2.05g/t Au and 0.42g/t Pd in previous drill core samples. Drilling is being undertaken by Artic Drilling, supported by Scott Geological and EMX Royalty Corp. Winter drilling (snow/ice) ensures a firm base for activities.

QXR has entered a framework agreement to assist Bayrock with financing and development of Bayrock's battery mineral projects in northern Sweden (QXR ASX announcement 16 & 22 March 2023). The Projects are considered highly prospective for key battery metals, nickel, copper and cobalt.

**Bayrock Technical Director, Dr Ian Pringle stated:** *"Bayrock's assets in Sweden have outstanding potential. By drilling now, with QXR's support, Bayrock can speed up assessment the high-grade Lainejaur deposit and this work will form an early step towards delivering value in a timely manner."*

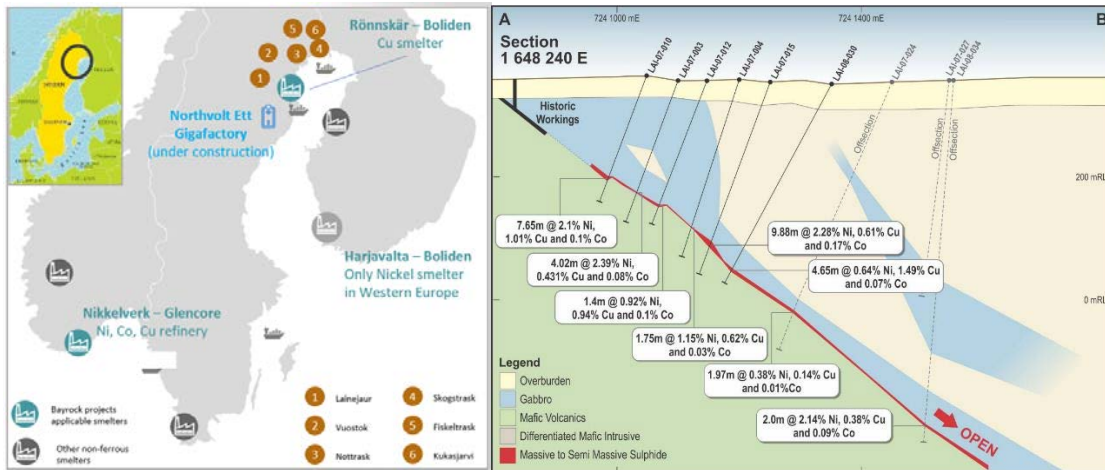
### **Lainejaur Ni-Cu-Co Project**

The Lainejaur Project is located in Västerbotten County in the municipality of Malå approximately 15km northeast of the town of Malå in northern Sweden (**Figures 1-3**). The Project consists of one exploration permit, held by Bayrock's wholly owned subsidiary Metalore Pty Ltd.

The Lainejaur Project comprises a historical underground Nickel mine which operated during World War II producing approximately 100kt at 2.2% Ni. A JORC 2012 Mineral Resource Estimate completed on the remaining mineralisation in 2018 established an Inferred Mineral Resource of 460,000t @ 2.2% Ni, 0.15% Co and 0.70% Cu, 0.68g/t Pd, 0.20g/t Pt and 0.65g/t Au. Potential exists for extensions down dip of the current mineralisation.



**Figure 1: Drill rig setting up at the Lainejaur Ni-Cu-Co project**



**Figure 2: Map of Bayrock projects**

**Figure 3: North-south section through Lainejaur**

For further Information please refer to: [www.bayrockresources.com](http://www.bayrockresources.com)

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**Competent Persons statement:** The information in this report that relates to Exploration Results and Exploration Targets is based on information compiled by Dr Ian Pringle, a Director and Shareholder of the Company, who is a 25+ year Member of the Australasian Institute of Mining and Metallurgy (MAusIMM), Member of the Australian Institute of Geoscientists and a Member of Australian Institute of Company Directors. Dr Pringle has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves”. Dr Pringle consents to the inclusion of the data contained in relevant resource reports used for this announcement as well as the matters, form and context in which the relevant data appears.

The Company confirms that it is not aware of any new information or data that materially affects the Exploration Results or Mineral Resources included in the ASX releases made by Berkut Minerals Limited on 26 July 2017 and 12 February 2018.