



Dear Shareholders,

Thank you for attending our 2019-2020 Annual General Meeting..

I trust those shareholders interested have received their 2019-2020 Annual Report and have had the chance to digest its contents. Based on that assumption I will concentrate this update on International Base Metals Limited's latest developments.

With the finalisation of the Macquarie Gold/Challenger Mines Receivership IBML has two assets, the Craton project in Namibia held through Omico our joint venture company with Greenstone private equity; and our 10% interests in two Cobar Basin copper exploration licences held with Glencore through our 100% subsidiary Auricula mining.

Omico is still planning to have the bankable feasibility study finished by calendar year end 2022. The timetable has been adversely effected by the COVID-19 pandemic which restricted both labour and equipment both intra and inter Namibia, it also hindered Omico's ability to do assay testing where the preferred labs were in Chile and Canada. The drilling programme is now planned to commence in April 2021 after the Namibian 'wet season'. There has been some hidden benefit to the COVID delays however, the delay has allowed an extensive re-examination of all the historical geological data and the luxury reinterpretation. This has led to a hypothesis that there may be the opportunity to upgrade the resource size, further work is needed but we have sufficient interest to be entertaining an exploration drilling programme to run concurrently with the infill drilling on the identified ore body. The aim is to obviously ascertain whether the planned operation can be upscaled.

In regard to the copper exploration licences held through Auricula we have commenced discussion with Glencore as to their future. Both licences have been renewed in the last few month with both aerial magnetics having been flown over them recently, we are awaiting interpretation of the data.

As Chairman I have held discussion with many of the more significant shareholders and there continues to be support for the company to endeavour to identify base metals opportunities, particularly in Australia. With conclusion of the Macquarie/Challenger situation this will become our priority for calendar 2021.

On the expense management side IBML is now functioning on a very low cost base, we will maintain this model where we rely on trusted 3<sup>rd</sup> party assistance until we identify additional investment opportunities and can justify expanding the cost base. The estimate annual cost for IBML in calendar 2021 is approximately \$700,000.

Working capital needs for the company continue to be a challenge, we are currently in negotiation with several shareholders regarding funding for 2021. We hope that with the ambiguity around the MGL receivership now behind us we may be able to go the market for additional funding especially as preliminary drafts of the Omico BFS become available.

Finally, I do thank my fellow director, employees, JV partners and particularly our shareholders for their ongoing dedication and patience.