ASX ANNOUNCEMENT 28 July 2021

CORAZON MINING LIMITED

QUARTERLY ACTIVITIES REPORT

PERIOD ENDING 30 JUNE 2021

Corazon Mining Limited (ASX: CZN) *(Corazon or Company) is advancing the entire Lynn Lake Nickel Copper Cobalt Mining Centre in Canada, and the Mt Gilmore Cobalt Copper Gold Sulphide Project in N.S.W. Two quality projects regarded as having the potential to supply strategic metals to the rechargeable battery industry, which is forecast to be a major growth sector. Corazon is an aggressive explorer and has recently discovered new, large sulphide systems at both of its projects.*

Corazon is pleased to present its Quarterly Activities Report for the June 2021 Quarter.

QUARTER HIGLIGHTS:

MULTIPLE CONDUCTORS IDENTIFIED AT LYNN LAKE NICKEL-COPPER-COBALT SULPHIDE PROJECT

- **Phase 1 of Corazon's 2021 drilling campaign has been completed at Lynn Lake in Canada.**
  - **Three holes completed for a total of 1,482m resulting in a successful first-pass test of a new target area west of the Fraser Lake Complex - drilling intersected favourable host rocks and extensive indications of magmatic Ni-Cu sulphide mineralisation.**
- **Downhole EM (DHEM) geophysical surveys more precisely locate conductor targets, with multiple "off-hole" EM conductors identified close to the recently completed drilling – potentially indicative of sulphide bodies.**
  - **Conductors represent high priority targets for the next phase of drilling**

NEW MINING STUDIES UNDERWAY AT LYNN LAKE

- **Large, high-quality JORC resources and key established infrastructure provide an excellent foundation for the potential recommencement of mining operations at Lynn Lake.**
- **New studies are looking at significantly reducing operating costs by adopting modern mining and processing practices.**
- **Studies are expected to be completed in August 2021 and will feed into detailed work designed to advance the development of the Lynn Lake Project.**

DRILLING UNDERWAY AT MT GILMORE, TARGETING A LARGE MINERALISED PORPHYRY

- **Drilling is underway at the Mt Gilmore Copper Cobalt Gold Project in New South Wales, testing the high priority Gordonbrook Hill mineralised porphyry intrusion, coincident with a large multi-metal geochemical anomaly and an IP chargeability geophysical anomaly.**
- **These will be the very first holes drilled into the Mt Gilmore copper trend - central eight (8) kilometre strike copper-cobalt-silver-gold soil geochemical anomaly with multiple high-grade rock chip and grab samples, and mineralised copper porphyry identified at surface.**
- **The initial program will include two core holes for an estimated 900 metres – results will be released when available.**

CORAZON TO ACQUIRE NICKEL-SULPHIDE PROJECT IN WESTERN AUSTRALIA

- **Post Quarter-end, Corazon announced it has an exclusive option to acquire the Miriam Nickel Project (Miriam) in the Goldfields of Western Australia.**
- **The nickel sulphide prospectivity of the Miriam Project is defined by broad zones of "cloud sulphide" within multiple ultramafic channel sequences, over a 2.5 kilometre strike that includes the Miriam Nickel Deposit and the Miriam North and Bouchers North nickel prospects.**
- **Corazon is currently undertaking due diligence and will update the market upon its completion.**

LYNN LAKE NICKEL-COPPER-COBALT SULPHIDE PROJECT

Overview

Corazon has acquired 100% of the Lynn Lake Project (Figure 1), a prolific historical mining centre that was mined for 24 years before closure in 1976. Corazon is the first company to have control of the entire Lynn Lake nickel camp since mine closure. Highlights of the Lynn Lake Project include:

- 100% ownership of nickel sulphide district
- Large JORC resources
- Exciting and proven exploration upside
- Beneficial infrastructure that would reduce start-up capital requirements
  - Township originally built for the historical mining operation
  - Hydro-Power – an important component for any future sustainable, environmentally compliant mining operation
- Nearby to emerging North American and European rechargeable battery industries

Corazon has a two-pronged strategy at Lynn Lake, focused on development and exploration.

Mining Centre studies are seeking cost and performance efficiencies in mining and processing practices, progressing the possible development of a significant, low-cost mining operation. Exploration in the mine area is looking to expand the near-surface JORC resource base in search of start-up feed to complement existing resources at depth.

Exploration within the greater project area has focused on the Fraser Lake Complex (FLC), where a large magmatic sulphide system, bigger than the Lynn Lake mine area, has been discovered.

Together, this work will enable the determination of value for Lynn Lake, at a time when there is an expectation of future increased demand for metals.

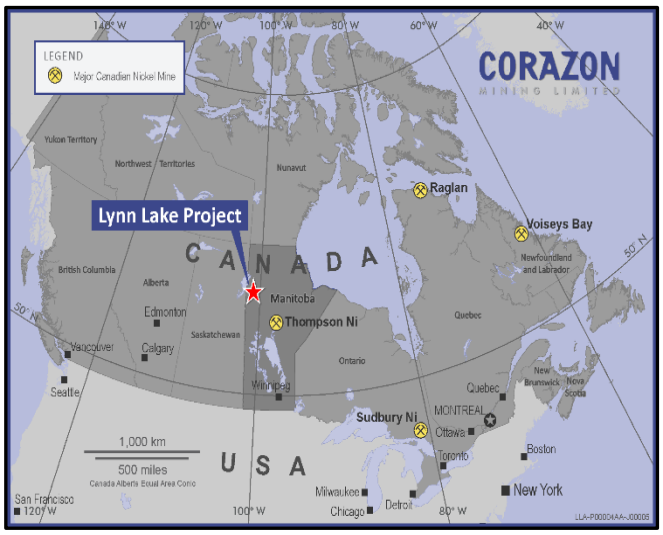


Figure 1 – Lynn Lake project location map

Initial Phase of 2021 Exploration Drilling at the FLC Completed

During the Quarter, Corazon announced initial findings from the first phase of its 2021 drilling campaign at the Lynn Lake Nickel-Copper-Cobalt Sulphide Project (ASX announcement 16 April 2021).

Corazon completed three holes for a total of 1,482 metres in this phase of drilling, resulting in a successful first-pass test of a new target area west of the FLC (Figure 2).

Drilling within the conductive target area west of the FLC (Figure 3) intersected favourable host rocks and extensive indications of magmatic sulphide mineralisation.

Downhole electromagnetic (DHEM) surveys of the drilling completed has identified multiple "off-hole" conductors that have the potential to be nickel-copper sulphide bodies.

Downhole Electromagnetic Geophysical Survey (DHEM) Delivering Results

Following the completion of the recent drilling program, Corazon completed a DHEM program on drill holes in the western areas of the FLC (ASX announcement 16 April 2021).

DHEM is a geophysical method that more accurately defines conductive bodies in close vicinity to drill holes. The method is considered more accurate than aerial surveys, although it is very focused on a radius typically less than 100 metres from the drill hole.

The DHEM completed has identified multiple new conductors of substantial size which may represent sulphide bodies. These anomalies are priority targets for the next phase of drilling and underpin the potential for the entire conductive trend, identified by an aerial MobileMT survey, to the west of the FLC.

Drilling will be undertaken as soon as practicable, subject to the availability of a drill rig. The Company will provide an update in due course.

Mining Studies Underway

During the Quarter, new mining studies commenced at Lynn Lake, designed to assess optionality and determine the most appropriate development pathway to deliver a robust, long-lived, economically viable mining operation, utilising modern mining and processing techniques. The commencement of mining studies represents a significant step forward in the Lynn Lake Project's development pathway (ASX announcement 26 May 2021).

With expectations of a rapidly increasing global market for quality Class-1 Nickel to meet rising demand from the rechargeable battery sector, the Lynn Lake Project presents an excellent redevelopment opportunity, strategically located close to the massive North American market and shipping ports for major international markets.

International mining consultants Palaris have been engaged to undertake the mining studies. The study will focus on four separate disciplines – Geology, Geotechnical, Mining Strategy, and Processing.

> *"We have the opportunity to completely redefine a mining operation at Lynn Lake by incorporating modern technology and a modern approach, to optimise the project's geology and infrastructure. Previous mining studies for the Lynn Lake Project utilised mining and processing practices from the 1950's.*
>
> *We think we there is a significant opportunity to pursue the development of a substantial modern mining operation by leveraging current mining practices, more suited to the Project's significant resource base."*
>
> Corazon's Chairman, Mr. Terry Streeter

The studies program will seek to assess and maximise the synergies and interactions across all four disciplines to ensure optimal whole-of-project outcomes. The final deliverable of the mining studies will be a revised mining strategy for the entire mineralised area, focused on optimal production rates and low mining costs. The mining studies are designed to identify gaps in the historical data and areas that can be optimised and enhanced, to facilitate the commencement of feasibility work on the Lynn Lake Project.

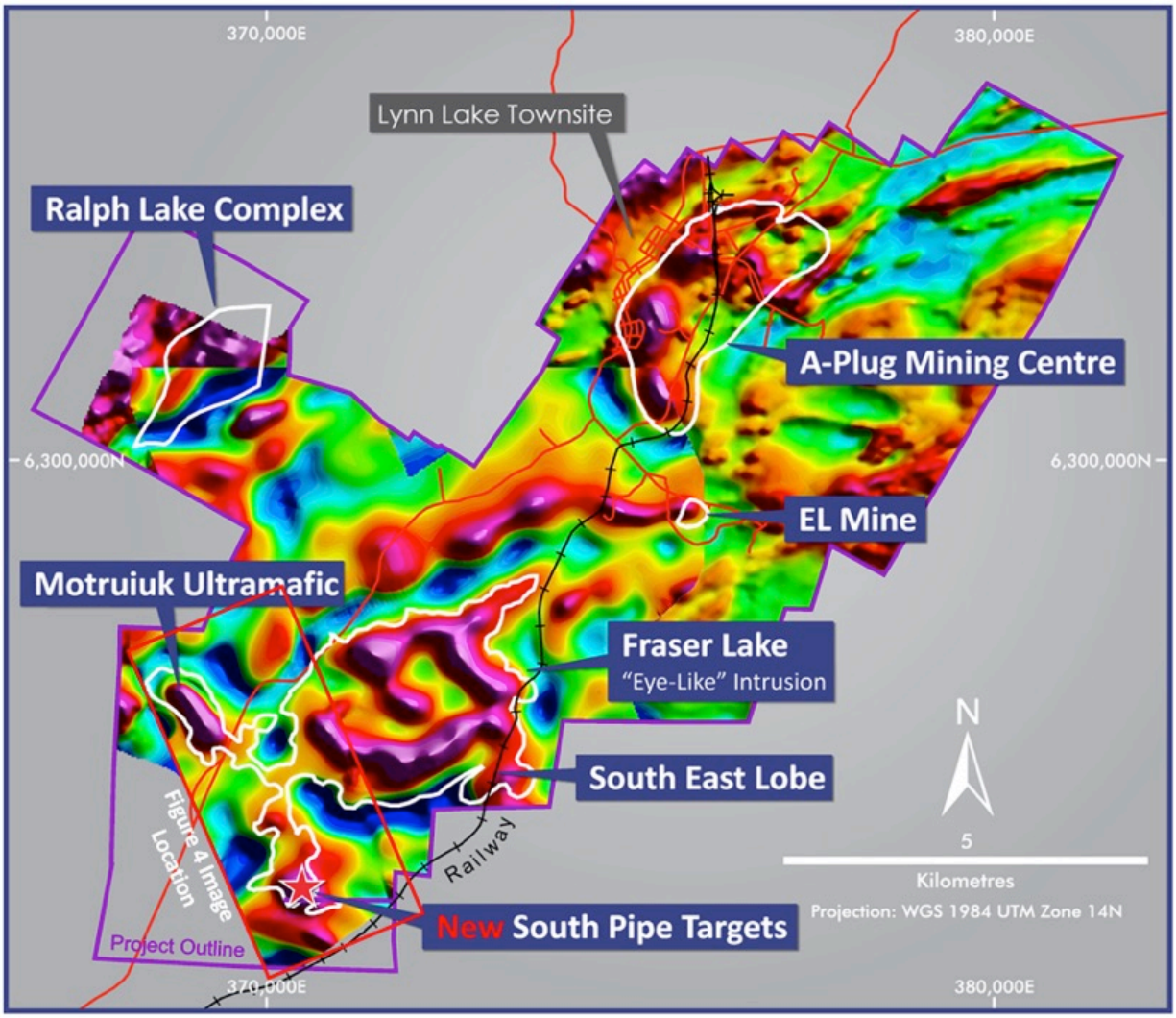


Figure 2 – Lynn Lake Project - MobileMT survey magnetic susceptibility inversion depth slice at 50m below surface - over a GeoTem total-field regional aeromagnetic image. Figure 3 shows a larger scale image of the area identified by the red insert box.

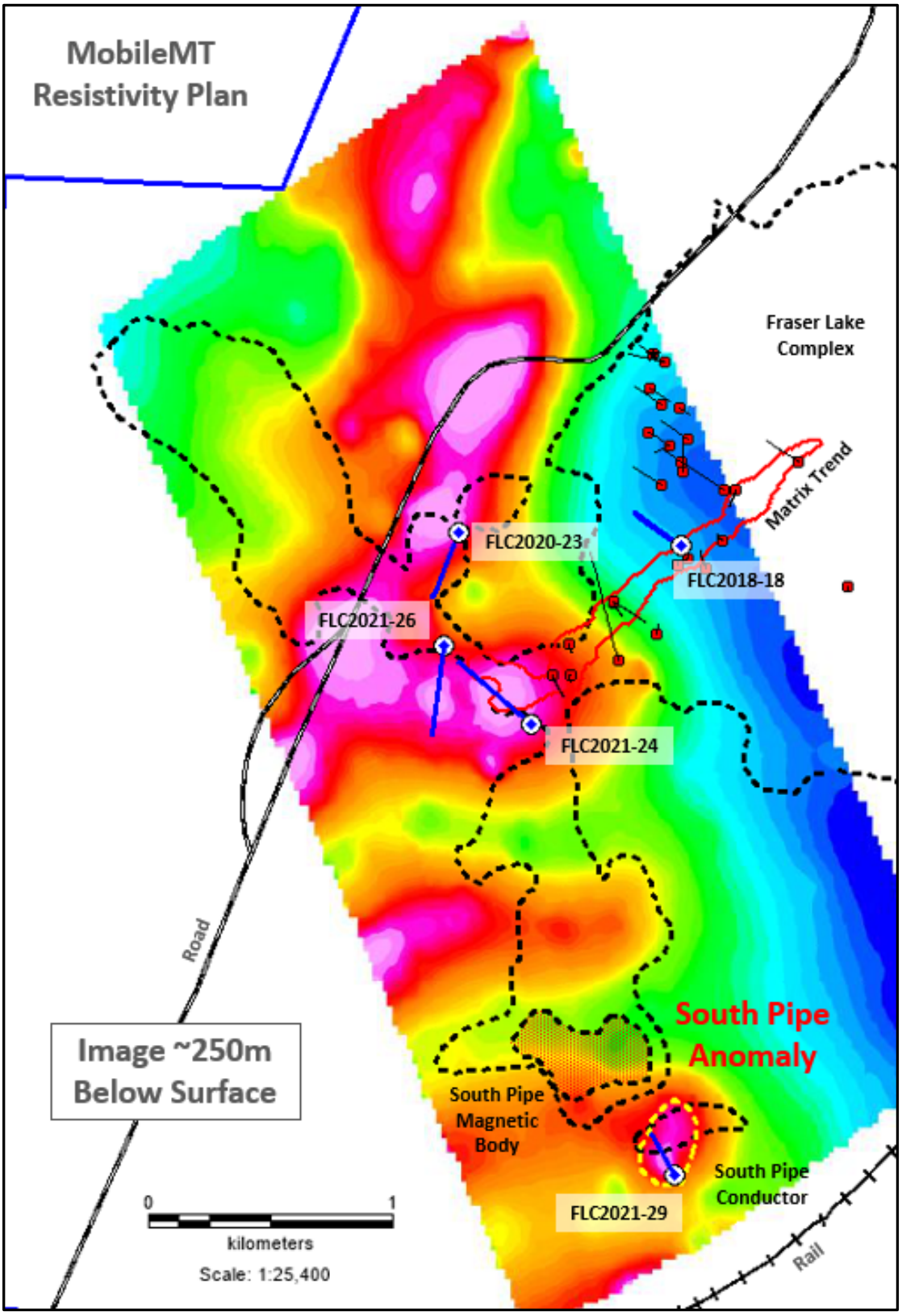


Figure 3 - Plan of MobileMT Resistivity Model depth slice at +100 mRSL (~250 metres below surface), with drill holes identified subject to down-hole EM surveys. MobileMT Resistivity Image: hotter colours (purples and reds) depict higher conductivity areas than the colder colours (blues and greens), which depict low conductivity areas.

MT GILMORE COBALT-COPPER-GOLD PROJECT

Overview

The Mt Gilmore Cobalt-Copper-Gold Project (Mt Gilmore) is located 35 kilometres from the city of Grafton in north-eastern New South Wales (N.S.W.) (Figure 4). Corazon owns an 80% interest in Mt Gilmore and is managing and sole funding exploration until any future decision to mine is made.

Much of Mt Gilmore's historical exploration has focused on the Cobalt Ridge prospect (Cobalt Ridge) - a rare high-grade cobalt sulphide deposit.

Work by Corazon since acquisition in mid-2016, underpins the belief that Mt Gilmore is prospective for hosting large intrusive related copper-gold systems, enriched in cobalt.

Corazon's recent exploration of the prospective "Mt Gilmore trend" uncovered a major copper–cobalt–silver-gold geochemical trend, potentially representing a +20 kilometre-long district-scale exploration play for large intrusive related copper-cobalt-gold deposits.



Figure 4 – Mt Gilmore Project Location Map

Drilling Commences Targeting a Large Mineralised Porphyry

During the Quarter, Corazon commenced a new phase of drilling at Mt Gilmore (ASX announcement 17 June 2021).

Drilling is targeting the priority eight (8) kilometres-long Gordonbrook Hill – May Queen copper-cobalt- silver-gold anomaly, within the greater 20 kilometre-long Mt Gilmore Trend (Figure 5).

This is the maiden drill program at the Gordonbrook Hill target and comprises two core holes for a total of 900 metres, designed to test the area near the Gordonbrook Hill mineralised porphyry, identified by Corazon in 2020 (ASX announcement 9 October 2020.

> *"We are excited about the very first drill holes into the high priority Gordonbrook Hill target at Mt Gilmore. The drilling will test new concepts, targeting one area of what looks to be a very large mineralised hydrothermal system."*
>
> Corazon's Managing Director,
> Mr. Brett Smith

This porphyry intrusion is mapped at surface over approximately 300 meters and is semi-parallel with the strike of a well-defined geophysical anomaly (an Induced Polarisation chargeability-high corridor). These coincident geochemical and geophysical features represent a significant mineralised porphyry target, kilometres in scale, making Gordonbrook Hill the priority target at Mt Gilmore.

This phase of drilling is expected to be completed over the next two months, with results released as they become available.

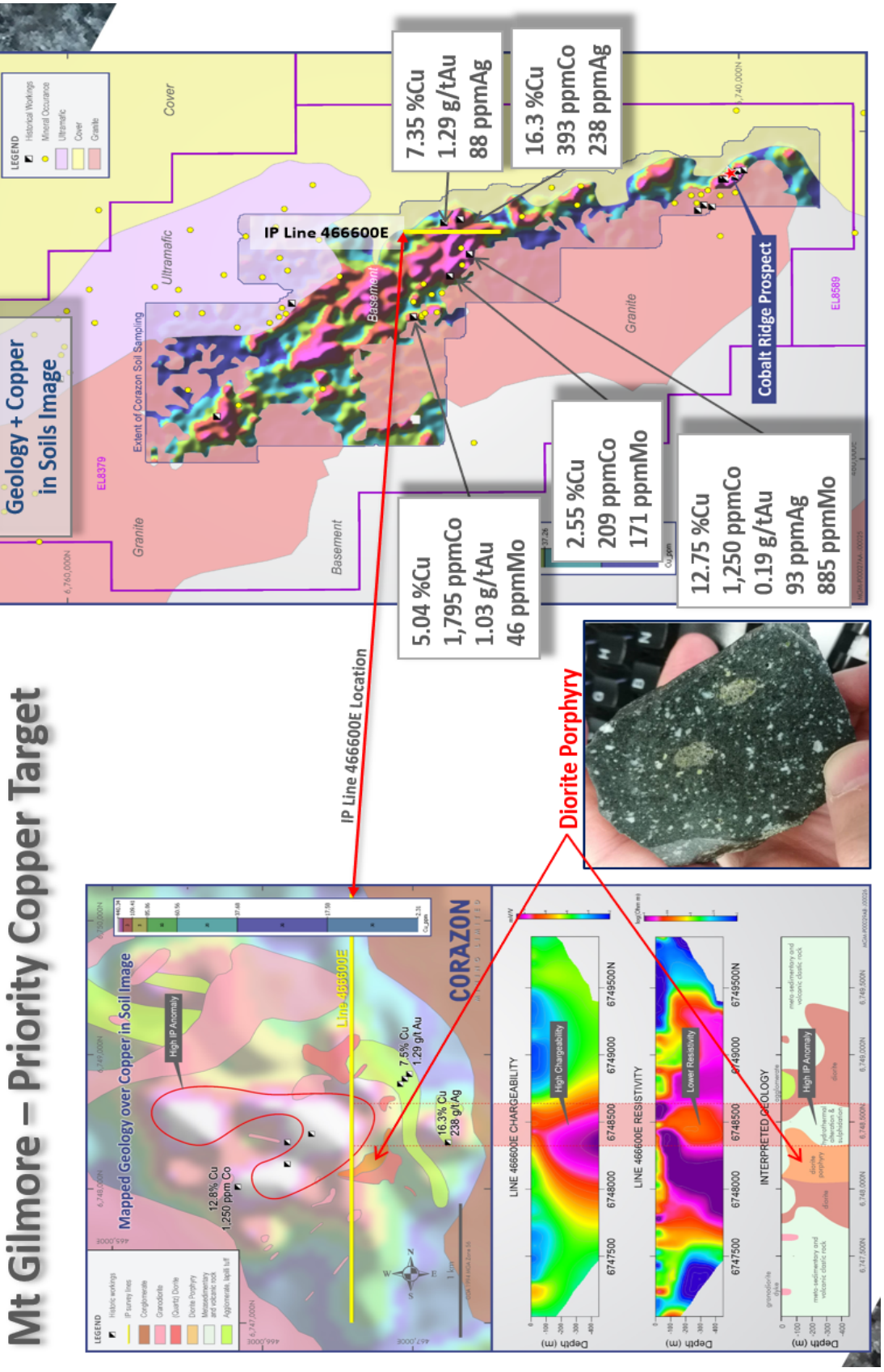


Figure 5 - Mt Gilmore Project Area and Gordonbrook Hill Prospect (zoom in) Copper Soil Geochemical Images with Geology and Prospect Locations. Gordonbrook Hill IP Line 466600E Interpreted Geology Cross-Section and IP Chargeability and Resistivity Sections

CORAZON MINING LIMITED

MIRIAM NICKEL-SULPHIDE PROJECT, W.A.

Overview

Post Quarter-end, Corazon announced it has entered into an option agreement pursuant to which it has been granted an exclusive option to acquire 100% of the Miriam Nickel Sulphide Project (Miriam or Miriam Project) near Coolgardie in Western Australia's Goldfields minerals district (Figure 6) (ASX announcement 26 July 2021).

Miriam is a highly prospective nickel exploration project hosting the Miriam Nickel Deposit and the Miriam North and Bouchers North nickel prospects, where drilling since the late 1960's has intersected 'high nickel tenor' massive and disseminated sulphides. The initial defining drill intercepts for the Miriam Deposit included:

- 9.6m @ 5.60% Ni
- 12.5m @ 0.56% Ni
- 3.2m @ 2.59% Ni
- 0.9m @ 5.57% Ni
- 6.1m @ 0.90% Ni

Corazon is currently undertaking due diligence on the Miriam Project and will advise of the outcome in due course.

"The Miriam Project presents an opportunity to strategically add to our nickel project portfolio, and provide a new exploration asset to complement our quality nickel sulphide project at Lynn Lake in Canada.

What attracted us to Miriam is the amount of sulphide that has been identified on that trend from the historical, widely spaced exploration drilling. There is a lot of smoke and we believe, that with modern high-powered geophysics, there is a good opportunity to better define nickel sulphide concentrations along strike or down-dip from the defined prospects.

The Miriam Project exhibits a high-nickel content in the nickel sulphides intersected in previous drilling. There are multiple channel sequences that have potential to host nickel sulphide, along with broad zones of cloud sulphide within the ultramafics drilled along strike to the north and south. We are currently undertaking project due diligence and once it's completed, we will advise of the outcome."

Corazon's Chairman, Mr. Terry Streeter

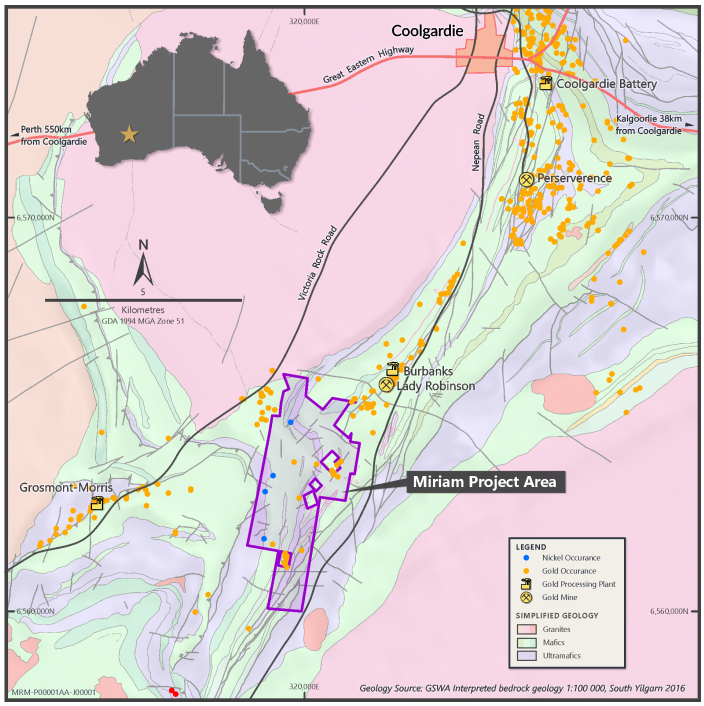


Figure 6 – Miriam Project Location Map

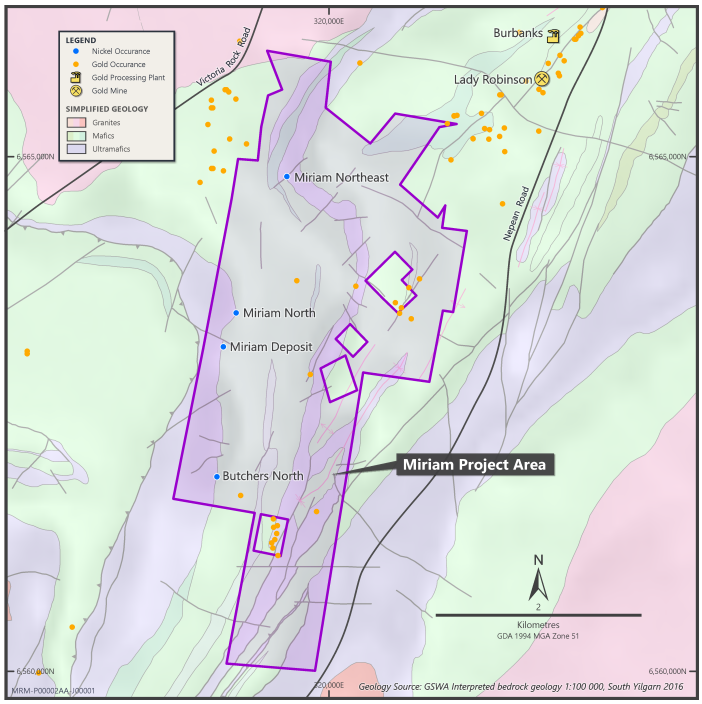


Figure 7 – Nickel prospects at the Miriam Project

CORPORATE

CORPORATE

Corazon closed the Quarter with approximately $638,000 in cash; the Company's quarterly summary of financials are presented as a separate ASX release in the Appendix 5B.

In accordance with Listing Rule 5.3.1, 5.3.2 and 5.3.5 the Company hereby provides disclosure to reflect the information required in the quarterly report and the Appendix 5B, the information required is as follows:

Item 6.1 in the Appendix 5B included an amount of $150,000 as payment to related parties this reflected payments to directors including non-executive directors for fees, salaries and consulting costs for the quarter.

Item 2.1 in the Appendix 5B included an expenditure of $756,000 on Exploration Activities, associated with drilling the Lynn Lake Project in Canada and geological interrogation, target generation within the Mt Gilmore Project in Australia.

General Meeting Results

On 17 May 2021, the Company held a General Meeting of Shareholders (General Meeting). All resolutions were passed by a poll.

Options - Issue

On 20 May 2021, the Company advised it has completed the issue of:

a) 4,000,000 Options exercisable at $0.10 each on or before 20 May 2024 to PAC Partners Securities Pty Ltd (ACN 623 653 912) (and its nominees); and

b) an aggregate of 6,500,000 Options exercisable at $0.10 each on or before 20 May 2024 to directors, Brett Smith, Terry Streeter, Jonathan Downes and Mark Qiu,

in accordance with shareholder approval obtained at the General Meeting held on 17 May 2021. Further information in respect of these Options is set out in the Notice of Meeting released on 13 April 2021.

In addition, the Company issued 5,040,000 Options to employees and contractors pursuant to its Incentive Option Plan, which was approved by shareholders at the General Meeting.

Miriam Project Option Agreement Details

Post Quarter-end, on 26 July 2021, Corazon announced it has entered into an option agreement with Limelight Industries Pty Ltd (Vendor), pursuant to which it has been granted an option to acquire up to 100% of the Miriam Project (comprising Prospecting Licence applications P15/6135 to P15/6139) on the following terms:

- Corazon has been granted an exclusive option to conduct due diligence on the Miriam Project for a period of three (3) months in consideration for an option fee of $75,000 (plus GST) (Option).
- If Corazon elects to exercise the Option, Corazon will be required to:
  - pay a non-refundable amount of $125,000 to the Vendor with five (5) business days of exercise of the Option;
  - pay an amount of $400,000 to the Vendor on the earlier to occur of the date that is six (6) months after the date of exercise of the Option and the date of grant of tenure; and
  - grant the Vendor a net smelter return royalty of 2%.
- The Vendor will retain the right to mine mullock dumps (for gold mineralisation) and to metal detect for a period of three (3) years subsequent to the grant of tenure.

Corazon is currently undertaking due diligence on the Miriam Project and will advise of the outcome in due course.

Options - Expiry

Post Quarter-end on 1 July 2021, the Company advised that 41,498, 214 unlisted options exercisable at $0.07 on or before 30 June 2021 expired unexercised.

Following the expiry of the above securities, the Company's issued capital is as follows:

Securities	Quantity
Shares	203,054,144
Quoted Options exercisable at $0.14 on or before 10 July 2022	26,481,560
Performance Rights expiring 20 December 2023	500,000
Unquoted Options exercisable at $0.14 each on or before 10 July 2022	250,000
Unquoted Options exercisable at $0.10 each on or before 20 May 2024	10,500,000
Unquoted Employee Options exercisable at $0.10 each on or before 20 May 2024	5,040,000

Table 1 – Corazon's issued capital as at 1 July 2021

END.

For further information visit www.corazon.com.au

This announcement has been authorised by Mr. Brett Smith on behalf of Corazon Mining Limited.

Competent Persons Statement

The information in this report that relates to Mineral Resources for the EL, Disco, 'N', 'O 'and 'P' deposits contained within the Lynn Lake Nickel Project is based on information compiled by Mr. Stephen Hyland who is a Fellow of the Australasian Institute of Mining and Metallurgy and who has provided expert guidance on resource modelling and resource estimation. Mr. Hyland is a Principal Consultant Geologist at HGMC consultants and has sufficient experience relevant to the style of mineralisation and type of deposit 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. Mr. Hyland consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Exploration Results and Targets is based on information compiled by Mr. Brett Smith, B.Sc Hons (Geol), Member AusIMM, Member AIG and an employee of Corazon Mining Limited. Mr. Smith has sufficient experience that is relevant to the style of mineralisation and type of deposit 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". Mr. Smith consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to the Processing and Metallurgy for the Lynn Lake Project is based on and fairly represents information and supporting documentation compiled by Damian Connelly who is a Member of The Australasian Institute of Mining and Metallurgy and a full time employee of METS Engineering (METS). Damian Connelly has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity 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'. Damian Connelly consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

This announcement contains certain statements that may constitute "forward looking statement". Such statements are only predictions and are subject to inherent risks and uncertainties, which could cause actual values, results, performance achievements to differ materially from those expressed, implied or projected in any forward looking statements.

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements.

These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

The Company believes that it has a reasonable basis for making the forward-looking Statements in the announcement based on the information contained in this and previous ASX announcements.

The Company is not aware of any new information or data that materially affects the information included in this ASX release, and the Company confirms that, to the best of its knowledge, all material assumptions and technical parameters underpinning the exploration results in this release continue to apply and have not materially changed.

Schedule of Tenements

CORAZON MINING LIMITED CONSOLIDATED BASIS

SCHEDULE OF INTERESTS IN MINING TENEMENTS

(as required by ASX Listing Rule 5.3.3)

Project	Mining tenements held	Location of tenements	Beneficial % interest at the end of the quarter	Change in the quarter
MT GILMORE	EL 8379	New South Wales	80%	
LYNN LAKE	P7698E	Canada	100%	
LYNN LAKE	P8370E	Canada	100%	
LYNN LAKE	P7699E	Canada	100%	
LYNN LAKE	P7702E	Canada	100%	
LYNN LAKE	P3163F	Canada	100%	
LYNN LAKE	P3164F	Canada	100%	
LYNN LAKE	P3165F	Canada	100%	
LYNN LAKE	P2291F	Canada	100%	
LYNN LAKE	P3534F	Canada	100%	
LYNN LAKE	MB2482	Canada	100%	
LYNN LAKE	MB3566	Canada	100%	
LYNN LAKE	MB3567	Canada	100%	
LYNN LAKE	P1045F	Canada	100%	
LYNN LAKE	MB3580	Canada	100%	
LYNN LAKE	MB3581	Canada	100	
LYNN LAKE	MB7346	Canada	100%	
LYNN LAKE	MB7349	Canada	100%	
LYNN LAKE	MB7350	Canada	100%	

LYNN LAKE	MB7025	Canada	100%	
LYNN LAKE	MB7361	Canada	100%	
LYNN LAKE	MB7362	Canada	100%	
LYNN LAKE	MB6364	Canada	100%	
LYNN LAKE	MB5175	Canada	100%	
LYNN LAKE	MB5701	Canada	100%	
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