



CEO'S UPDATE

ANNUAL GENERAL MEETING OF FREEHILL MINING LIMITED HELD ON WEDNESDAY, 30 NOVEMBER 2022 AT 10:00AM AEDT

Dear Shareholders,

I'd like to join the Chairman in welcoming and thanking all shareholders, directors, staff, and guests for their attendance today as well as those joining us online.

As the Chair has stated, it has been a volatile year not only in terms of global events but specifically in terms of our industry with iron ore prices going for a high of US\$161 per tonne to hovering just above US\$90 per tonne more recently.

Against this backdrop we have successfully transitioned into a production company. However, I and the rest of the Board have been frustrated with the rate at which production is occurring, but I am confident that the first quarter of 2023 will see an improvement in output.

While modest deliveries have been made to CMP during November 2022, we had anticipated blasting a new section of the mine pit to give us the necessary ore to ramp up deliveries. However, the current truck driver strike in Chile has put a halt to most of our activities with fuel and supply deliveries impacted. It is hoped that this will be resolved in the coming days with blasting and subsequent production able to re-start.

An initial order from cement maker Cementos BSA has been received with deliveries expected to start this week. This represents the first step in an evolving sales process covering multiple waste products. Discussions with other customers for reject material are ongoing.

Clearly there has been an understandable questioning of our progress during the year, and this appears to be reflected in our share price. Delays on multiple fronts from the initial order to approval of trucks have been challenging, however I believe we will shortly see improvement in our fortunes at Yervas Buenas.

In addition, multiple new exciting project opportunities to augment YB have been under consideration, and we are applying a strict filter across all such opportunities. Notwithstanding, our immediate objective is to establish a cash flow positive operation at Yervas Buenas and then consider potential acquisition opportunities.

Despite a difficult year behind us I am confident about the future of our Company, and I look forward to updating you on progress as fiscal 2023 advances.

Thank you again for your support this year.

Paul Davies

CEO & Executive Director