

**Broken Hill Prospecting Ltd
(ASX: BPL)**

An Australian Exploration company
focussed on the discovery & development
of strategic technology mineral resources

Commodity Exposure

Heavy Mineral Sands
Cobalt

Directors & Management

Creagh O'Connor
Non-Executive Chairman

Geoff Hill
Non-Executive Director

Matt Hill
Non-Executive Director

Denis Geldard
Non-Executive Director

Trangie Johnston
Chief Executive Officer

Ian Morgan
Company Secretary

Capital Structure

Ordinary Shares on Issue (31/7/17) **148M**

Options: Listed **47M**

Market Cap (undiluted at 3.2 cps) **\$4.9M**

Broken Hill Prospecting Ltd

ARBN 003 453 503

Registered and Head Office
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Sydney NSW 2000
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Highlights - Cashed Up & Positioned for Growth

Corporate

- Successful ASX spin-off of Cobalt Blue (ASX: COB) in Q1 2017 delivers excellent exploration results and a positive Scoping Study at Thackaringa Cobalt Project
- Strategy of becoming a significant heavy mineral sands (HMS) producer in the world class Murray Basin, New South Wales is advancing well with new acquisitions. Divestment of disputed assets to raise significant funds
- Strong projected cash position of \$3.2 million at 30 September 2017 and no debt
- BPL is perfectly positioned for both organic and acquisition-based growth with project assessment underway

Projects**Murray Basin Heavy Mineral Sands Project, NSW**

- Ongoing data compilation and prospectivity analysis underpins several new tenement applications
- Targets identified include multiple, shallow, mineralised strandlines comprising high-value heavy mineral assemblages
- Divestment of disputed tenements raises significant working capital. BPL maintains the third largest tenement portfolio in the Murray Basin, NSW, after industry leaders Iluka Resources and Cristal Mining
- Market confidence remains high with sustained Titanium pigment price increases in past 12 months

Thackaringa Cobalt Project, NSW

- Significant resource upgrade after previous quarter drilling campaign; tonnage up 66%, grade up 9% (COB announcement [5 June 2017](#))
- Scoping Study (announcement [3 July 2017](#) and COB announcement [12 July 2017](#)) indicates strong potential for commercialisation of Thackaringa
- Aggressive program to advance the project underway, with joint venture terms modified to reflect best project delivery requirements

Thackaringa Base & Precious Metals, NSW

- Major geophysical survey program planned for Q4 2017 to target multiple base and precious metal prospects

MURRAY BASIN HEAVY MINERAL SANDS PROJECT

Expansion Plans Accelerated

The expansion of BPL's interests in the Murray Basin is the result of extensive data compilation and prospectivity analysis undertaken by BPL's expanded exploration and management team. This analysis of publicly available data has equipped BPL with a unique proprietary database comprising approximately 37,200 drill holes and 1,280,000 metres of drilling. The database reflects a total exploration replacement value of approximately \$50 million (drilling and assay only) in today's terms.

Two new tenement applications located approximately 20km to the south east of EL 8559 (Figure 1) were recently submitted. Highly prospective targets will form part of accelerated drilling programs in H2 2017.

Ongoing data analysis is being directed at the western and southern sectors of the Murray Basin. In addition, BPL is conducting due diligence on a number of advanced projects with the aim to expand our HMS portfolio.

Pending Resource Estimates

Detailed assessment of the new tenement areas indicates existing drilling will support Mineral Resource estimation, with modelling currently focussed on two priority targets:

- Jaws (EL8559): The Jaws strand is characterised by a shallow, well-developed foreshore horizon comprising medium - coarse mineral sands persistent over some 17km strike. The strand is approximately 200m wide and 6m thick with cover between 9 - 39m.
- Gilligans (EL8559): The Gilligans strand contains extensive mineralisation occurring up to 350m wide and over 15km of strike. Overburden is variable though averages 22m shallowing at the peripheries.

The above strandline targets all occur within a radius of 20km (Figure 1), supporting the Company's exploration and project development strategy targeting the establishment of a sustainable pipeline of high grade, low tonnage deposits amenable to processing through mobile plant equipment.

Legal Dispute with Relentless Resources Resolved

Following is a summary of the agreed terms and conditions by BPL and RRL:

1. Subject to approval under the *Mining Act 1992* (NSW) (Act) to the relevant transfer of tenements, RRL will acquire:

- 1.1. Broken Hill Minerals (BHM)¹ entire interest in tenements EL 8308, EL 8309 and EL 8310 for \$500,000 payable by 10 July 2017
- 1.2. Murray Basin Minerals (MBM)² entire interest in tenements EL 8560 and ELA 5513 for \$250,000 payable by 10 July 2017.
- 1.3. BHM's 50% Participating Interest in the Farm-in and Joint Venture Agreement between BHM and RRL, covering EL 8311, 8312 and EL 8385 for \$3,150,000 (of which RRL will retain the sum of \$800,000 in respect of the fees required to complete the Feasibility Study referred to in the Joint Venture Agreement) payable within 90 days of 26 June 2017. These tenements include the Copi North and Magic deposits.
2. BHM indemnifies RRL for any third party claims arising from the Joint Venture Agreement which are known to BHM and RRL as at 26 June 2017
3. The BPL Group will not apply for any tenements under the Act within a 100km radius of EL 8309 (excluding South Australia)
4. BHM and RRL will discontinue, with no orders as to costs, their proceedings in the Supreme Court of New South Wales
5. RRL will withdraw caveats placed over EL 8558 and EL 8559 issued under the Act

The initial payment of \$750,000 referred to at 1.1 and 1.2 above has been received and BPL anticipates the balance of the settlement funds will be paid within the agreed terms.

1 Broken Hill Minerals Pty Ltd, BPL's wholly owned subsidiary.

2 Murray Basin Minerals Pty Ltd, BPL's wholly owned subsidiary.

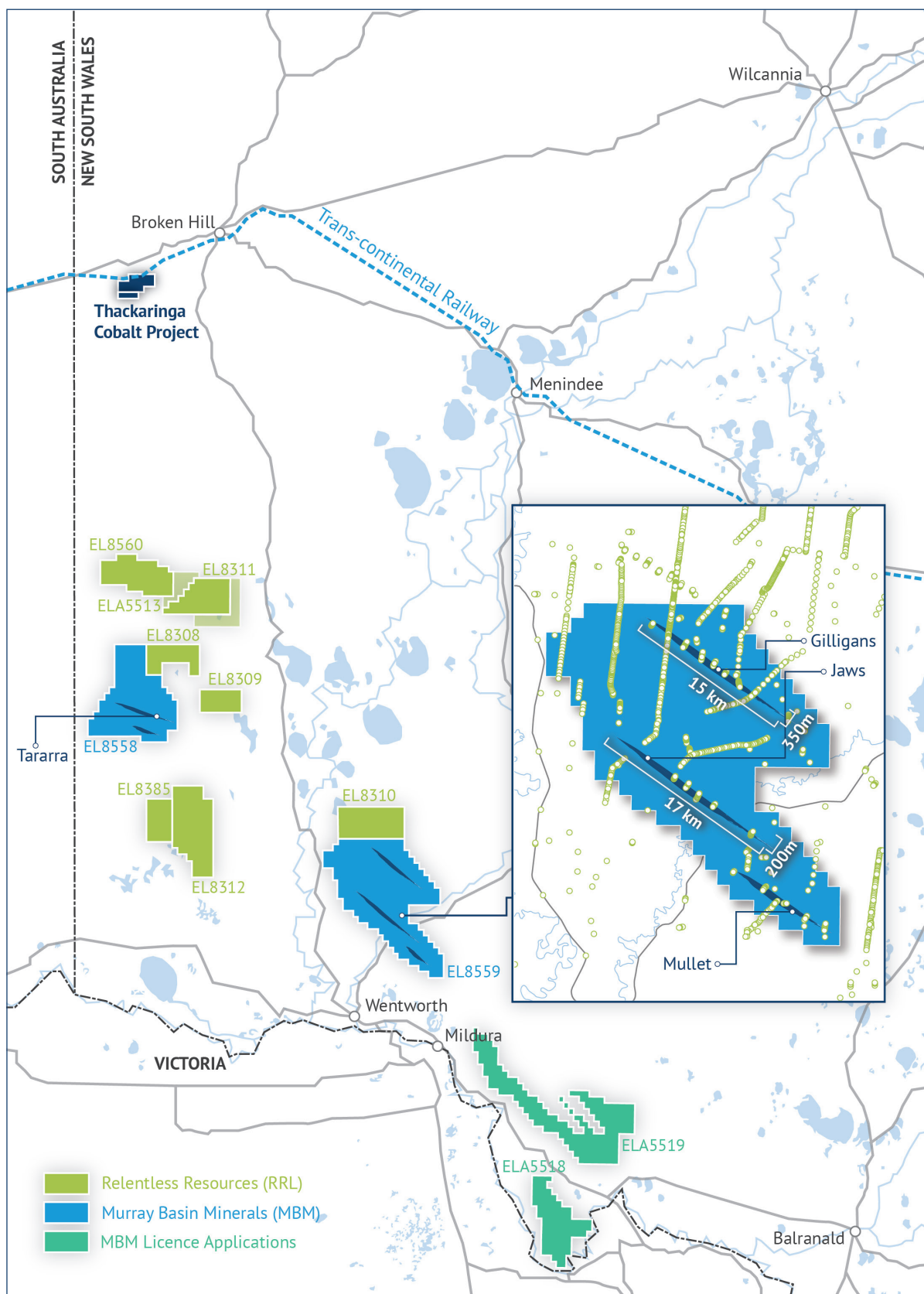


Figure 1. BPL's extensive HMS tenement portfolio within the world-class Murray Basin, western New South Wales. New tenement applications to the east of Mildura form part of our expansion strategy after extensive prospectivity analysis.

THACKARINGA COBALT PROJECT

Scoping Study

Broken Hill Prospecting Ltd (ASX: BPL) received a first class Scoping Study for the Thackaringa Cobalt Project from its joint venture partner Cobalt Blue Holdings Ltd (ASX: COB).

The results of the Study are positive and importantly provide strong encouragement for the joint venture to commit to the next stage of exploration and development. Pre-feasibility Studies (PFS) have commenced.

Key highlights:

- Outcropping mineralised ridges to support bulk mining operation with low stripping ratios
- Significant resource upgrade and exploration target to support long mine life operation

- Critical infrastructure, work force and strong community support
- Excellent cobalt recovery (~92%) with processing via commercially available techniques to generate three products: Cobalt-sulphate, elemental sulphur and hematite

Resource Upgrade

Following a major drilling campaign (7,957m RC & Diamond), the joint venture announced on the [5 June 2017](#) a significant resource upgrade with a 66% increase in overall tonnes and a 9% increase in cobalt grade.

Increased geological confidence has supported the classification of approximately 12% of the Mineral Resource as Indicated. The next drilling program planned for Q4 2017 will comprise approximately 10,000m RC and 2,000m Diamond with the aim to lift the Indicated category to 40Mt to support Ore Reserve estimation as part of the PFS.

The updated Mineral Resource estimate at the Thackaringa Project includes:

Deposit	Category	Mt	Co ppm	Fe %	S %	Pyrite %	Co Tonnes	Py Mt
Pyrite Hill (at a 500ppm Co cut-off)	Indicated	2.8	1001	10.99	10.42	19.54	2,758	0.54
	Inferred	20.8	948	11.03	10.22	19.16	19,710	3.98
	Total	23.5	954	11.02	10.24	19.21	22,468	4.52
Big Hill (at a 500ppm Co cut-off)	Indicated	0.8	787	7.41	6.77	12.7	596	0.1
	Inferred	7.4	760	7.42	7.19	13.49	5,638	1
	Total	8.2	763	7.42	7.15	13.41	6,234	1.1
Railway (at a 500ppm Co cut-off)	Indicated	3	947	10.93	10.29	19.29	2,828	0.58
	Inferred	20.2	913	10.23	9.63	18.05	18,456	3.65
	Total	23.2	917	10.32	9.71	18.21	21,284	4.22
Total (at a 500ppm Co cut-off)	Indicated	6.5	951	10.54	9.93	18.63	6,182	1.21
	Inferred	48.4	905	10.14	9.51	17.83	43,804	8.63
	Total	54.9	910	10.19	9.56	17.92	49,986	9.84

Additional resource potential has been defined through the identification of the following exploration targets:

Prospect	Mt	Co ppm	Fe %	S %	Pyrite %
Pyrite Hill	5 to 7	850 to 1050	10 to 13	9.5 to 11.5	18 to 22
Big Hill	2.5 to 3.5	650 to 750	6.5 to 7.5	7 to 8	11.5 to 13.5
Railway	11.5 to 15.5	850 to 950	9 to 10	8.5 to 9.5	16 to 18
Total	18 to 26	800 to 1000	8 to 12	8.5 to 10.5	16 to 20

The potential quantity and grade of these targets is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration would result in determination of a Mineral Resource.

Base & Precious Metal Exploration Activity Ramps Up

BPL retains base and precious metal exploration rights over the Thackaringa tenements and is planning to ramp up field activities in the H2 2017.

BPL considers the geological setting to be prospective for mineralisation styles additional to cobaltiferous-pyrite including:

- Stratiform Broken Hill Type (BHT) Copper-Lead-Zinc-Silver
- Copper-rich BHT
- Epigenetic Gold and Base metals

These targets have been identified from drilling and surface sampling work previously undertaken by BPL.

MAJOR GEOPHYSICAL SURVEY**Major Geophysical Survey**

A major geophysical survey program is being planned for the Q4 2017, covering the entire Thackaringa Project tenement area (63km²).

High resolution aerial EM & Magnetics will be used in conjunction with geological mapping to produce a new tenement scale 3D geological model, to assist targeting all styles of mineralisation. The survey is expected to greatly advance our geological knowledge and targeting ability.

COBALT BLUE FARM IN JOINT VENTURE

The successful spin-off of Cobalt Blue Holdings Limited (ASX: COB) was completed in February 2017, with investors seeking shares exceeding the \$10 million maximum being offered. The deal was an important initiative for BPL to realise significant value from its Thackaringa Cobalt Project.

An important part of the spin-off was that BPL entered a detailed farm-in joint venture agreement with COB to finance and undertake an extensive exploration and development program at Thackaringa (JV Agreement).

COB can earn 100% of the project if it completes a set of milestones before 30 June 2020.

The recently completed FY17 work program delivered strong results and a significant resource upgrade for the Thackaringa Project.

Following the results of the FY17 work program, BPL and COB agreed certain changes to the JV Agreement (see page 6).

CORPORATE**Cash Position**

The Company's consolidated statement of cash flows for the quarter is listed in Appendix 5B. At the end of the quarter the consolidated entity had \$803,000 cash.

As announced on [28 June 2017](#), the Company resolved the dispute with Relentless Resources Limited (RRL) and received payments totalling \$750,000 in July 2017 with a final payment of \$2,350,000 due in September 2017.

New Acquisitions Program

Settlement of the dispute with RRL provides BPL with a significant financial platform to expand our project base. The Board will initiate a project review process, seeking to identify value adding acquisitions in the precious and base metal sector, in the first instance focussing on (but not limited to) Australia. This initiative will run parallel to and not hinder the Company's mineral sands activities. A diversification of commodity exposure is considered prudent. Developments will be reported in due course.

	Previous JV Agreement	New JV Agreement	Status
Stage 1	Requires at least \$2.0 million to be spent on an approved, in-ground exploration program to define an Inferred Mineral Resource of 100 Mt and completion of a Scoping Study by 30 June 2017 to hold a 51% beneficial interest in the project.	<p>For COB to retain the 51% beneficial interest, then during the period commencing ending no later than 1 April 2018, COB must:</p> <ul style="list-style-type: none"> (i) Complete prior to 30 June 2017 a minimum \$2.0 million exploration program to define an Inferred / Indicated Mineral Resource of 54.5 million tonnes (ii) Complete after 30 June 2017 a further \$1.2 million exploration program to achieve an Indicated Resource of 40 million tonnes or such other tonnage as may be agreed unanimously by the JV committee (iii) Spend not less than \$0.2 million and not more than \$0.4 million to undertake an aerial geophysical survey of the JV mining tenements (iv) Expenditure under (ii) and (iii) in aggregate must be not less than \$1.4 million and not greater than \$1.6 million (v) Complete prior to 30 June 2017 a Scoping Study 	<p>Completed</p> <p>Completed</p>
Stage 2	Requires COB to fund a minimum \$2.5 million in-ground exploration program to define an Indicated Mineral Resource and complete a Pre-feasibility Study of the technical, commercial and economic feasibility of development and mining of cobalt by 30 June 2018. That work would earn COB an additional 19% interest.	<p>For COB to earn an additional 19% interest, COB must have completed Stage 1 earning obligations during the period commencing on 1 July 2017 and ending no later than 30 June 2018:</p> <ul style="list-style-type: none"> (i) A \$2.5 million approved exploration program within the JV area (ii) Complete a Pre-feasibility Study 	
Stage 3	Stipulates COB can earn a further 15% interest by 30 June 2019 if it spends a minimum \$5 million on an in-ground exploration program to define a Measured Mineral Resource and Ore Reserve and complete a Bankable Feasibility Study.	No change	
Stage 4	Enables COB to earn the final 15% interest in Thackaringa if it makes a decision to mine; procures necessary project approvals including financing; achieves financial close; and pays BPL \$7.5 million in cash no later than 30 June 2020.	No change	
	BPL has also been granted a 2% net smelter royalty on all cobalt produced from the Thackaringa tenements for the life of the mine.	No change	



Anthony (Trangie) Johnston
Chief Executive Officer

**For further information,
please contact**

Broken Hill
PROSPECTING

Tel: +61 2 9238 1170
Email: info@bhpl.net.au

PREVIOUSLY RELEASED INFORMATION

This ASX announcement refers to information extracted from the following reports, which are available for viewing on BPL's website <http://www.bhpl.biz>

- [12 July 2017 COB: Scoping Study Update – Strong Potential](#)
- [03 July 2017 Positive Scoping Study Delivered on Thackaringa](#)
- [28 June 2017 Dispute Settled and HMS Expansion Plans Accelerate](#)
- [13 June 2017 Murray Basin Heavy Mineral Expansion Plans Confirmed](#)
- [5 June 2017 COB: Significant Resource Upgrade for Thackaringa](#)
- [25 May 2017 Additional High Grade Cobalt at Thackaringa](#)
- [4 May 2017 Thackaringa Drilling Uncovers Higher Cobalt Grades](#)

BPL confirms it is not aware of any new information or data that materially affects the information included in the original market announcement, and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the

relevant market announcements continue to apply and have not materially changed. BPL confirms that the form and context in which the Competent Person's findings presented have not been materially modified from the original market announcement.

COMPETENT PERSON'S STATEMENT

The information in this report that relates to Mineral Resources and Exploration Targets is based on information compiled by Mr Anthony Johnston, BSc (Hons), who is a Member of the Australian Institute of Mining and Metallurgy and is a full time employee of the Company. Mr Johnston 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 2004 & 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Johnston consents to the inclusion in the announcement of the matters based on his information in the form and context that the information appears.

ABOUT BROKEN HILL PROSPECTING LIMITED

Broken Hill Prospecting Limited (BPL) is an Australian Exploration company focussed on the discovery and development of strategic mineral resources across two primary projects the Murray Basin Heavy Mineral Sands Project and the Thackaringa Cobalt Project.

MURRAY BASIN HEAVY MINERAL SANDS PROJECT

BPL has built a substantial portfolio of Heavy Mineral Sands (HMS; titanium & zircon) Projects within the world-class Murray Basin, NSW.

BPL's HMS portfolio is currently undergoing a re-structure with a recently announced cash deal with Relentless Resources ([28 June 2017](#)). Additional tenement applications and potential project acquisitions under review will continue to position the Company to take advantage of improving market conditions.

BPL is targeting the establishment of a sustainable pipeline of high grade, low tonnage deposits amenable to processing through mobile plant equipment that could be deployed across the broader project area.

THACKARINGA COBALT PROJECT

The Thackaringa Cobalt Project is strategically located 25km south-west of Broken Hill, New South Wales, adjacent to the main transcontinental railway line. Mineralised outcrop extends for over 10km, with less than a quarter of this trend having been drill tested. The large, near-surface deposits at Thackaringa make the project suitable for large-scale, open cut mining methods.

Cobalt is a necessary metal for the production of the latest generation, high density Lithium-ion batteries. Due to its high run-time properties, the use of cobalt has risen dramatically as portable Li-ion battery usage accelerates and electric vehicles become a reality.

The Thackaringa Cobalt Project is under a Farm In and Royalty Agreement with Cobalt Blue Holdings Ltd (COB). COB can earn 100% of the project if it completes a 4 stage farm-in by committing \$9.5 million project expenditure by 30 June 2020, and pays BPL \$7.5 million in cash.

In addition, BPL will receive a 2% net smelter royalty on all cobalt produced from the Thackaringa tenements for the life of mine. BPL retains the base and precious metal exploration rights over the Thackaringa tenements, where it has previously actively explored for Broken Hill style mineralisation.

TENEMENT HOLDING

The interests in tenements held by Broken Hill Prospecting Limited (and fully owned subsidiaries) and the related percentage of ownership:

Thackaringa Cobalt Project

EL 6622	100% Broken Hill Prospecting Ltd
EL 8143	100% Broken Hill Prospecting Ltd
ML 86	100% Broken Hill Prospecting Ltd
ML 87	100% Broken Hill Prospecting Ltd

Murray Basin Heavy Mineral Sands (HMS) Project

EL 8308	100% Broken Hill Minerals Pty Ltd*
EL 8309	100% Broken Hill Minerals Pty Ltd*
EL 8310	100% Broken Hill Minerals Pty Ltd*
EL 8558	100% Murray Basin Minerals Pty Ltd

EL 8559	100% Murray Basin Minerals Pty Ltd
EL 8560	100% Murray Basin Minerals Pty Ltd*
ELA 5513	100% Murray Basin Minerals Pty Ltd*
ELA 5518	100% Murray Basin Minerals Pty Ltd
ELA 5519	100% Murray Basin Minerals Pty Ltd

HMS Joint Venture

EL 8311	50% Broken Hill Minerals Pty Ltd* 50% Relentless Resources Ltd
EL 8312	50% Broken Hill Minerals Pty Ltd* 50% Relentless Resources Ltd
EL 8385	50% Broken Hill Minerals Pty Ltd* 50% Relentless Resources Ltd

*These tenements and applications will be transferred to Relentless Resources Ltd as part of the settlement referred to in the Company's announcement of [28 June 2017](#).

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Broken Hill Prospecting Limited

ABN

83 003 453 503

Quarter ended ("current quarter")

30 June 2017

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	679	1,259
1.2	Payments for		
	(a) exploration & evaluation	(124)	(806)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(22)	(88)
	(e) administration and corporate costs	(396)	(1,122)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	4	22
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other: Legal dispute and related costs	(370)	(508)
1.9	Net cash from / (used in) operating activities	(229)	(1,243)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	125
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other: Security Deposit	(30)	(60)
	Share of cash deposit on sale of joint venture investment	(234)	(234)
2.6	Net cash from / (used in) investing activities	(264)	(169)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	746
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	111
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(34)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other	-	-
3.10	Net cash from / (used in) financing activities	-	823

Mining exploration entity and oil and gas exploration entity quarterly report

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,296	1,392
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(229)	(1,243)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(264)	(169)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	823
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	803	803

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	803	1,296
5.2	Call deposits	-	-
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)	803	1,296

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3

**Current quarter
\$A'000**

169

-

- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Payment of directors' fees, officers' salaries and reimbursement of expenses

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	-
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify) ¹	3,100	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

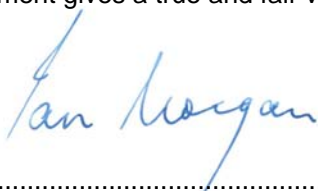
¹ As announced on 28 June 2017, the Company resolved its dispute with Relentless Resources Limited (RRL) and received a first cash payment of \$500,000 on 10 July 2017 and \$250,000 on 11 July 2017, with the final cash payment of \$2,350,000 due by 24 September 2017. Receivable is unsecured and interest free.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	200
9.2 Development	-
9.3 Production	-
9.4 Staff costs	23
9.5 Administration and corporate costs	115
9.6 Other:	377
9.7 Total estimated cash outflows	715

10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	-	-	-	-
10.2	Interests in mining tenements and petroleum tenements acquired or increased	EL 8558 Murray Basin	Licence granted	-	100%
		EL 8559 Murray Basin	Licence granted	-	100%
		EL 8560 Murray Basin	Licence granted	-	100% ¹
		ELA 5513 Murray Basin	Application	-	100% ¹
		ELA 5518 Murray Basin	Application	-	100%
		ELA 5519 Murray Basin	Application	-	100%

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.



Sign here:
(Director/Company secretary)

Date: 31 July 2017

Print name: Ian Morgan

¹ This tenement and application will be transferred to Relentless Resources Ltd as part of the settlement referred to in the Company's announcement on 28 June 2017.

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.