

30 April 2018

Australian Securities Exchange  
Level 5, 20 Bridge Street  
SYDNEY NSW 2000

## ASX ANNOUNCEMENT

### QUARTERLY REPORT: 1 January to 31 March 2018

#### HIGHLIGHTS

- Drilling commenced in November 2017 at Theta Hill and continued into 2018, with high grade shallow flat-lying gold reef confirmed (implied in-situ grade of 30g/t in Lower Theta Reef<sup>1</sup>)
- Preliminary metallurgical testwork at Theta Hill indicates average 95% recovery from 8 samples<sup>2</sup>
- High grade gold reef discovered at Columbia Hill (1m @ 20.4g/t Au from 27m in CHRC9b; 1m @ 9.6g/t Au from 11m and 2m @ 4.95g/t Au from 26m in CHRC9<sup>3</sup>)
- Confirmation of SWJ's open-cut strategy with announcement of maiden open-cut resource at Vaalhoek (0.62Mt @ 16.9g/t Au for 335Koz, 82% Inferred, 18% Indicated JORC 2012<sup>4</sup>)
- Rietfontein work has included underground access and refurbishment, along with commencement of dewatering to facilitate underground resource drilling and metallurgical sampling in due course
- Several Process Engineering companies visited site and are preparing estimates for the plant refurbishment and upgrade
- Two rigs have been operating since November 2017. The RC rig is returning to site early May to take the total to 3 rigs on site (including 2 diamond rigs)
- Geologist Bill Guy appointed as a director in March, and A\$2.1m raised to fund ongoing exploration and pre-development expenditure and general working capital. Continued progression of approvals to convert last remaining Prospecting Rights to full Mining Rights.

#### EXECUTIVE SUMMARY

The March quarter saw an increase in activities at the TGME gold project in South Africa, following successful discovery of high grade, shallow gold reef at Theta Hill as announced in December, 2017.

Discovery of widespread, oxidised gold-bearing reef at shallow depth was confirmed at both Theta Hill and Columbia Hill, with announcement of a maiden JORC resource at Vaalhoek following a review of historical data. Work on underground refurbishment and access at Rietfontein is ongoing, including dewatering to enable underground resource drilling and metallurgical sampling in due course.

Drilling at Theta Hill continues, with aim of both generating initial resources with the plan to declare open-cut reserves later in 2018. Additional open-cut targets in close proximity to the TGME CIL plant have also been identified, and will be articulated in due course.

<sup>1</sup> Refer to ASX Release dated 28/02/2018, <sup>2</sup> Refer to ASX Release dated 24/01/2018

<sup>3</sup> Refer to ASX Release dated 16/01/2018, <sup>4</sup> Refer to ASX Release dated 09/03/2018

## **CORPORATE**

### **Cash position**

As at 31 March 2018, the Group had \$371,000 in cash.

During the quarter, the Company raised \$2.1 million from a placement of 111,595,257 fully paid ordinary shares at \$0.019 per share and 111,595,257 free attaching listed options (ASX: SWJO). The options are exercisable at \$0.03 each on or before 31 October 2020.

The Company continues to proactively manage its cash flow requirements to ensure that funds are available, including from capital raisings, as and when required.

### **Appointment of Bill Guy as a Director**

Mr Charles William (Bill) Guy was appointed a Non-Executive Director of the Company on 7 March 2018. Mr Guy has over 25 years' experience in exploration and resource development in Asia, Australia and Europe. He was the Managing Director of Longford Resources Limited (ASX: LFR) and previously served as Exploration Manager of Jupiter Mines Limited. At Jupiter Mines, he developed exploration protocols that enabled the projects to progress from grass roots to a viable resource. As Managing Director of Longford Resources, he progressed the Keel zinc project in Ireland to its first JORC resource within just a few months of securing an option over the project. Mr Guy's skills and experience will help drive Stonewall's strong exploration culture to increase and commercialise the large JORC resources including the open cut discoveries at Project Bentley and high grade underground project at Rietfontein Mine.

### **Dispute with AMCU**

As previously disclosed in the Company's financial statements, a subsidiary of the Company was in dispute with the Association of Mineworkers and Construction Union (AMCU) in South Africa relating to an allegation of unfair dismissal. The employees were claiming re-instatement with back pay to their date of dismissal or 12 months' salary as compensation for their alleged unfair dismissal. On the worst case scenario and should each employee be re-instated with back pay to their date of dismissal, the total amount was estimated at USD1,352,000.

The matter was heard in the Labour Court of South Africa in March 2018 and the Court ruled in the Company's favour. AMCU has the right to appeal the decision.

### **Shandong Arbitral Award**

On 1 September 2016, the Tribunal of the Hong Kong International Arbitration Centre (HKIAC) delivered the Arbitral Award in favour of Stonewall in its damages claim against Shandong Qixing Iron Tower Co. Ltd (now known as Northcom Group Limited) ("Northcom"). The basis of the Award was acceptance of the valuation of the Company in relation to the termination of a Share Sale Agreement between Stonewall, Northcom and others as announced on 21 November 2014. The Tribunal's Award directed as follows:

- Northcom to pay Stonewall US\$12.6 million;
- Interest on that amount at 8%, compounded quarterly, commencing 1 January 2015 until paid;

- Northcom to pay Stonewall's legal costs;
- Interest on Stonewall's legal costs at 8%, compounded quarterly, commencing 1 September 2016 until paid;
- Northcom to bear 100% of the Tribunal's costs and the HKIAC's administration costs.

On 21 July 2017, the Beijing No. 4 Intermediate People's Court ruled that the Arbitral Award is enforceable under the jurisdiction of the Chinese Courts. As a result of Northcom's actions below, the Beijing court has suspended its enforcement actions.

On 24 August 2017, Northcom released an announcement stating that its controlling shareholder, Loongflying, or Loongflying together with Northcom, had filed a case with the police in a separate jurisdiction to investigate allegations of contract fraud. Both Stonewall and the Arbitral Award were mentioned in the announcement, which could imply that the Company and other claimants are linked to this action. Whilst this case has absolutely nothing to do with Stonewall, the announcement has been drafted to create the impression that Stonewall and other claimants may be linked to this action, thereby potentially creating doubt in the minds of Northcom shareholders that Northcom may not have to immediately comply with the court's ruling.

The current value of the award, costs plus interest at 31 Mar 2018 was US\$17.7 million. The Company continues to work with its legal advisers on enforcing the award.

## **DEVELOPMENTS POST THE QUARTER**

Exploration and pre-development activities continue at the TGME project, with two diamond rigs currently operational and an RC rig due to be on site in early May 2018 taking the number of rigs to three on site. Recent trenching results at DG4 have demonstrated the continuous nature of the surficial mineralisation at this location adjacent to the TGME CIL plant.

Trenching at DG4 has yielded extensive, typically low grades (up to 122m across, 1-2g/t) from the Bevet's seam exposed at surface. The RC drilling rig being mobilised for the first week of May is to advance the evaluation of the depth extent that has been exposed by 5 trenches, as well as undertake infill drilling at DG4 on the Lower Theta and Beta Reef targets.

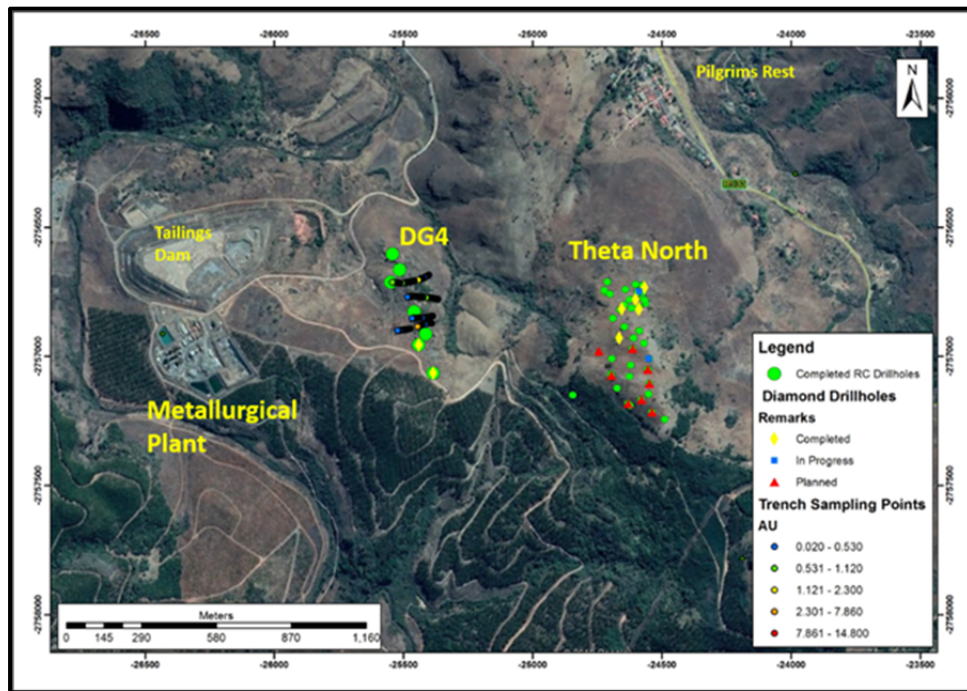


Figure 1) Location of DG4 target area in relation to Theta North and TGME CIL Plant



Figure 2) Location of DG4 target area in relation to Theta North and TGME CIL Plant

The DG4 area of the Theta Hill project is situated within 700 m of the exiting and fully permitted TGME processing plant and tailings dam (Figure 1). Following some initial proof of concept RC drilling the decision was taken to undertake trenching in the area to target hitherto unrecognised Bevet's mineralisation locating at the Pretoria Shales/Malmani dolomite unconformity. At Theta Hill DG4 this mineralisation is variably exposed at surface over a large area. The trenching was completed with Tractor-Loader-Backhoe ("TLB") over a width of several hundred metres in a general east to west direction and to a depth of between 0.5 and 2.1 m (Figure 2). Vertical channel samples approximately 15 centimeters wide were taken every 2 metres on the southern face of the trench from the top to the bottom of the exposed face.

DG4 SUMMARY TRENCH RESULTS						
TrenchID	Excavated length	Av Sample Depth	Intersected Mineralisation (> 0,5 g/t Au cutoff)			
	m	m	Ticket From (m)	Ticket To (m)	Width (m)	Au g/t
Tr A	68	1,32	TRA_13	TRA_20	16	0,63
			TRA_21	TRA_33	26	1,05
Tr B	114	1,47	TRB_07	TRB_07	2	3,04
			TRB_29	TRB_54	52	0,90
				<i>incl</i>	<i>12</i>	<i>1,42</i>
Tr C	120	1,58	TRC_06	TRC_20	30	2,36
				<i>incl</i>	<i>2</i>	<i>3,75</i>
				<i>and</i>	<i>2</i>	<i>14,80</i>
				<i>and</i>	<i>2</i>	<i>11,20</i>
			TRC_21	TRC_40	40	0,71
			TRC_46	TRC_60	30	1,62
Tr D	92	1,32		<i>incl</i>	24	1,86
			TRD_01	TRD_05	10	1,18
			TRD_15	TRD_24	20	1,16
				<i>incl</i>	<i>14</i>	<i>1,38</i>
			TRD_26	TRD_42	34	1,37
				<i>incl</i>	<i>2</i>	<i>7,86</i>
				<i>and</i>	<i>8</i>	<i>1,53</i>

Table 1) Summary of positive trench results at DG4

The Bevet's mineralisation is flat lying and in geological sequence overlies in parts the higher grade Theta, Lower Theta and Beta reefs. Trench sampling is conducted with 2m spaced vertical samples which range in vertical length from 0.35m to 2.10m, averaging 1.44m. The weighted average trench widths are an estimate of gold continuity laterally. The vertical extent still needs to be constrained with follow up RC drilling.

A second diamond drill rig is on site to assist with Theta North drilling program whereafter it will be relocated to the DG4 area to advance the resource drilling for this area. Diamond drilling has been below expectations to date with slow progress and poor core recovery mainly as a result of the highly fractured and variable ground conditions including voids in the dolomite, and broken ground. New techniques and additional expertise has been engaged, and the second rig should also assist to complete the program.

Further work is underway to enable a maiden JORC resource to be calculated at Theta Hill in consultation with the company's independent geologists, Minxcon. This work is expected to be completed by the end of May.

The low strip ratio of DG4 may represent an early cashflow opportunity for SWJ, with predicted lower strip ratios than the higher grade reef at Theta Hill. The focus of SWJ is to commence refurbishment and upgrade of the CIL plant, following declaration of reserves which should facilitate funding. Group activities are focused on this strategy.



## **SOUTH AFRICAN PROJECTS (SWJ: 74%)**

### **Project Bentley**

The high grade Project Bentley was first announced in September 2017, based on the potential for a high grade, multi-level gold reef system located adjacent to the gold treatment plant. Work has been underway for more than six months now, with drilling undertaken across both Theta Hill and Columbia Hill, with high grade gold discovered at both prospects.

The move to diamond drilling has been slower than anticipated due to the challenging ground conditions, with a second drill-rig on site to assist in overcoming some of the issues (such as core-loss and low daily meterage rates) and accelerate the push towards maiden resources and then reserves.

During the quarter a number of engineering groups inspected the TGME processing facility, and they are preparing a refurbishment and upgrade estimation.



*Figure 3) RC Rig onsite in March at DG4 target area, Theta Hill*

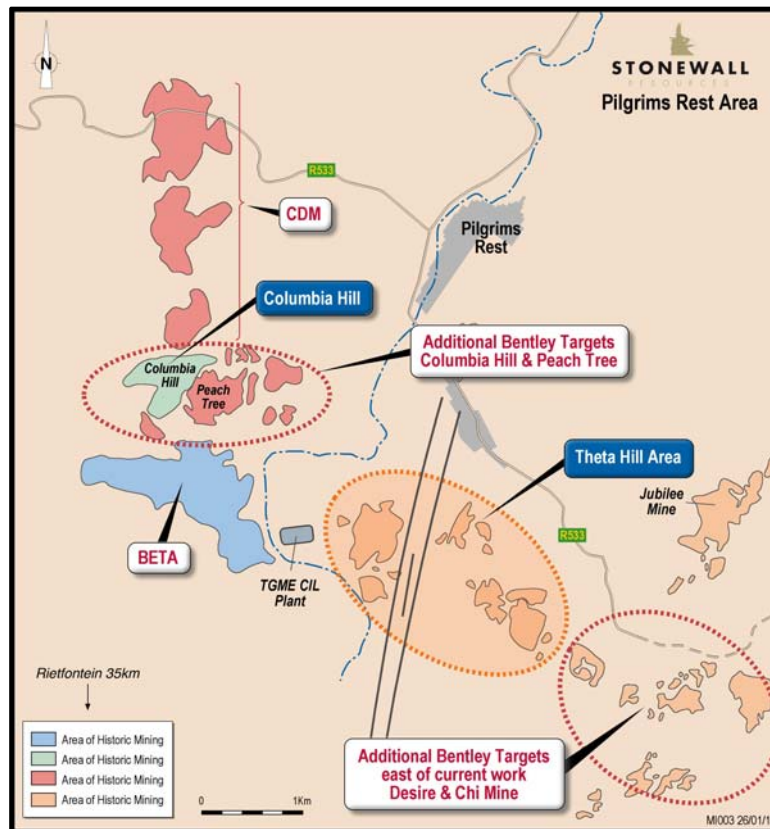


Figure 4) Phase 1 drilling locations for Theta Hill and Columbia Hill

Encouraging assays were received at Theta Hill from the early drilling programs (primarily the high grade Lower Theta Reef) including:

- 2m @ 16.5g/t Au from 25m (RCBH14) – Lower Theta reef
- 16m @ 2g/t Au from 22m (RCBH24) - Lower Theta reef
- 5m @ 6.0g/t Au (inc 2m @ 8.9g/t Au) from 11m (RCBH6) – Lower Theta reef
- 1m @ 11g/t Au from 29m (RCBH55B) – Lower Theta reef
- 1m @ 9.2g/t Au from 23m (RCBH51) – Lower Theta reef
- 1m @ 6.8g/t AU from 43m (RCBH45) – Lower Theta reef
- 1m @ 10.4g/t Au from 51m (RCBH46B)- Lower Theta reef
- 1m @ 9.6g/t Au from 55m (RCBH61)- Lower Theta reef

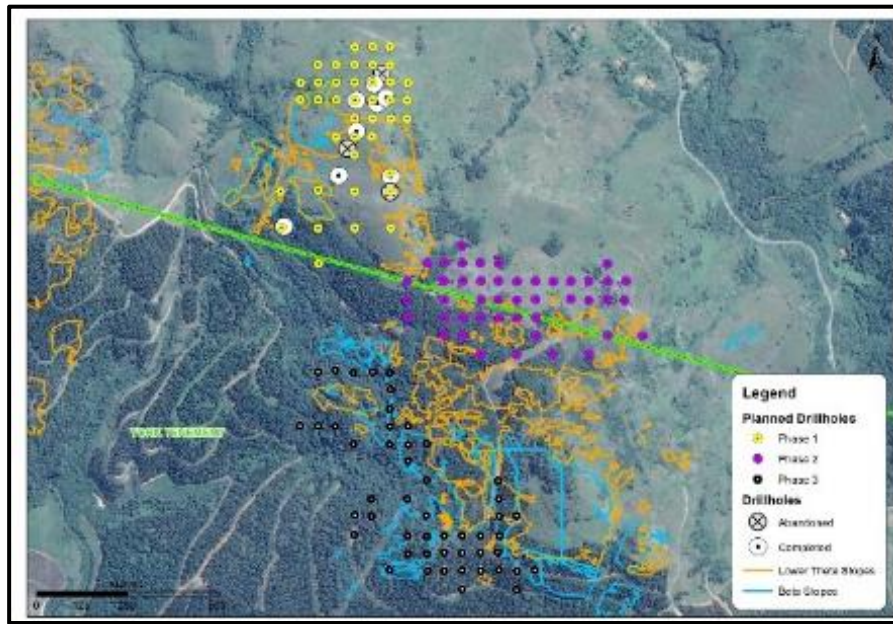


Figure 5) Phase 1 and Phase 2 drilling locations, Theta Hill

As part of the annual JORC review of project areas conducted in conjunction with the company's geological consultants, Minxcon, SWJ announced a 215% increase in the resource at Vaalhoek to 3.3Mt @ 7.46g/t Au (791koz, 89% inferred 11% indicated). This included an open-cut resource of 0.62Mt @ 16.9g/t Au for 335Koz (82% inferred, 18% indicated).

Table 2) Open-Cut (open-cast) mineral resources, Vaalhoek

Total Open Cut Mineral Resources

Reef	Resource Classification	Reef Width Grade	Reef Width	Content	Reef Tonnes	Au Content	
		g/t	cm	cmg/t	Mt	Kg	Koz
Vaalhoek	Indicated	17.25	33	574	0.111	1,920	61.7
Thelma Leader	Indicated						
	Total M&I	17.25	33	574	0.111	1,920	61.7

Reef	Resource Classification	Reef Width Grade	Reef Width	Content	Reef Tonnes	Au Content	
		g/t	cm	cmg/t	Mt	Kg	Koz
Vaalhoek	Inferred	20.32	43	880	0.213	4,319	138.9
Thelma Leader	Inferred	14.25	97	1388	0.293	4,172	134.1
	Total Inferred	16.80	75	1255	0.505	8,491	273.0

Reef	Resource Classification	Reef Width Grade	Reef Width	Content	Reef Tonnes	Au Content	
		g/t	cm	cmg/t	Mt	Kg	Koz
Vaalhoek	Total M,I Inf	19.27	39	756	0.324	6,239	200.6
Thelma Leader	Total M,I Inf	14.25	97	1388	0.293	4,172	134.1
	Total M,I Inf	16.88	67	1134	0.617	10,411	334.7

Note

1. Resource within the pit shell and a Resource Cut-off of 0.5 g/t
2. Depletions have been applied
3. Pillars have been included in the Resource table
4. Geological losses of 5% for Indicated and 10% for Inferred were applied
5. Channel Density of 3.6 t/m<sup>3</sup>



**Table 3) Underground mineral resources, Vaalhoek**

**Total Underground Mineral Resources**

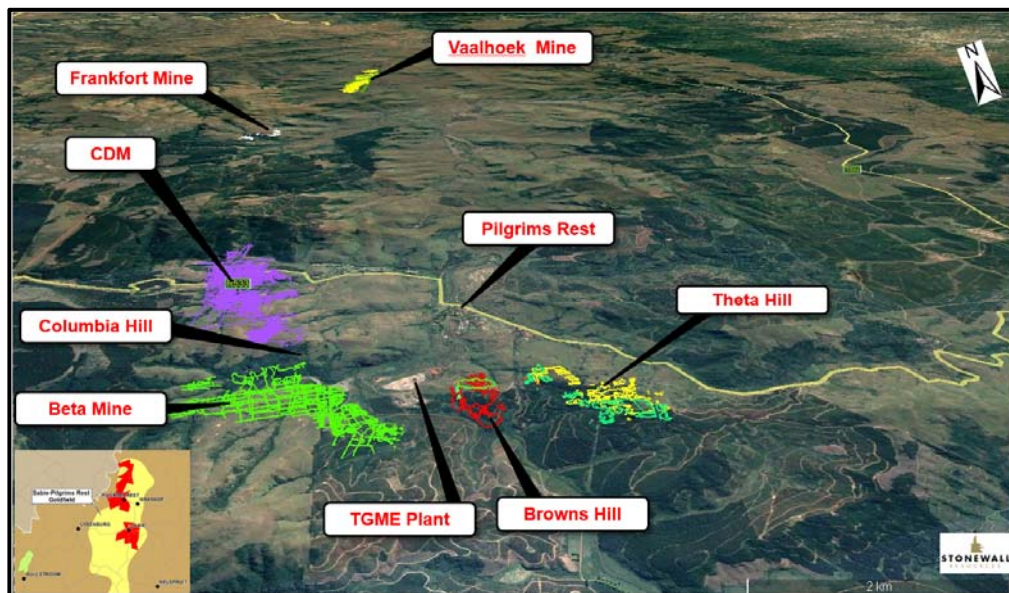
Reef	Resource Classification	Reef Width Grade	Stoping Grade	Reef Width	Stope width	Content	Reef Tonnes	Stope Tonnes	Au Content	
		g/t	g/t	cm	cm	cmg/t	Mt	Mt	Kg	Koz
Vaalhoek	Indicated	14.78	6.94	37	90	549	0.057	0.121	841	27.03
Thelma Leader	Indicated									
	Total M&I	14.78	6.94	37	90	549	0.057	0.121	841	27.03

Reef	Resource Classification	Reef Width Grade	Stoping Grade	Reef Width	Stope width	Content	Reef Tonnes	Stope Tonnes	Au Content	
		g/t	g/t	cm	cm	cmg/t	Mt	Mt	Kg	Koz
Vaalhoek	Inferred	17.07	5.16	23	90	392	0.767	2.535	13,087	420.75
Thelma Leader	Inferred	13.30	10.72	100	127	1332	0.021	0.026	274	8.81
	Total Inferred	16.97	5.22	25	90	424	0.787	2.561	13,361	429.56

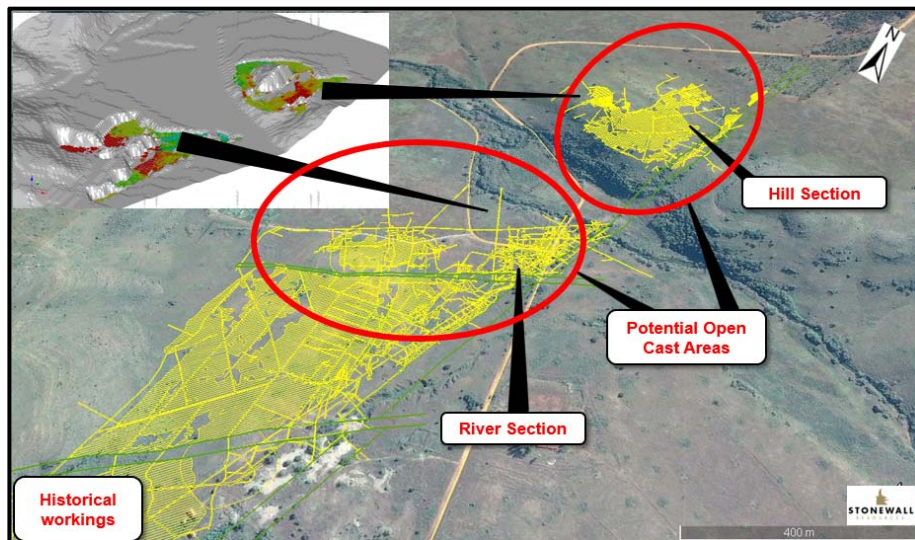
Reef	Resource Classification	Reef Width Grade	Stoping Grade	Reef Width	Stope width	Content	Reef Tonnes	Stope Tonnes	Au Content	
		g/t	g/t	cm	cm	cmg/t	Mt	Mt	Kg	Koz
Vaalhoek	Total M, I Inf	16.91	5.24	24	90	399	0.823	2.656	13,927	447.78
Thelma Leader	Total M, I Inf	13.30	10.72	100	127	1332	0.021	0.026	274	8.81
	Total M, I Inf	16.83	5.29	26	90	434	0.844	2.682	14,202	456.59

**Note**

1. Resource pay limit of 230 cmgt
2. Depletions have been applied
3. Pillars have been included in the Resource table
4. Geological losses of 5% for Indicated and 10% for Inferred were applied
5. Channel Density of 3.6 waste Density of 2.84
6. Note the back calc does not work from the AuSW due to difference between Reef and Waste density



**Figure 6) Aerial view of prospects in vicinity of TGME plant**



*Figure 7) Potential open-cut deposits identified at Vaalhoek*

At Rietfontein, a decision was taken to dewater the mine below four level via gravity decant and to access the mine via this footwall drive where better conditions were expected.

This should reduce the timeline to access the deeper parts of the mine for metallurgical sampling, and review of potential locations for underground resource drilling. This new approach is expected to establish underground fan drilling locations instead of drilling from surface and improve on reserve drilling costs.

Core skills and personnel from previous hard-rock operations in the period 2012-2015 remain in place, along with water, grid power and support facilities all maintained in a ready to go status. All environmental compliance requirements are up to date, with routine annual administrative amendments to proposed mining works expected to be readily approved once submitted later in 2018.



*Figure 8) Rietfontein dewatering underway*

Onsite legal and environmental planning work has been ongoing for the last 18 months, as part of converting the remaining Prospecting Rights (PR) to Mining Rights (MR). All of our core projects such as the Project Bentley open cut areas at Theta Hill and Columbia Hill and the Rietfontein and Beta underground projects are already covered by Mining Rights except for Vaalhoek which is covered under this PR to MR conversion process. The Vaalhoek PR to MR conversion process is proceeding well.

This process can be considered similar to the Environmental Impact Assessment (EIA) process to obtain mining approval in Australia. Various requirements including assessment of water quality, air and noise impacts, amenity, community consultation, other legal issues and the like all need to be addressed in order for Mining Rights to be granted.

### Competent Persons Statement

The information in this report relating to Theta Hill and Columbia Hill exploration results and Vaalhoek mineral resource is based on, and fairly reflect, the information and supporting documentation compiled by Mr Uwe Engelmann (BSc (Zoo. & Bot.), BSc Hons (Geol.), Pr.Sci.Nat. No. 400058/08, MGSSA), a director of Minxcon (Pty) Ltd and a member of the South African Council for Natural Scientific Professions.

The original reports titled “Drilling Confirms High Grade And Open Cut Mining Potential At Theta Hill”, “New High Grade Discovery At Columbia Hill”, “Metallurgical Testwork Indicates 95% Gold Recovery at Theta Hill”, “Theta Hill Drilling Results and TGME Project Update” and “New Open-Cut Discovery at Vaalhoek Mine with Maiden 17g/t Resource” were dated 21 December 2017, 16 January 2018, 24 January 2018, 28 February 2018 and 9 March 2018 respectively and were released to the Australian Securities Exchange (ASX) on those dates.

The information in this report relating to the DG4 Trenching is based on, and fairly reflects, the information and supporting documentation compiled by Mr Phil Bentley (MSc (Geol), MSc (MinEx), Pr.Sci.Nat. No. 400208/05, FGSSA), and a member of the South African Council for Natural Scientific Professions.

The original report titled “Stonewall Advances Theta Hill DG4 Evaluation” was dated 23 April 2018 and was released to the ASX on that date.

The Company confirms that –

- it is not aware of any new information or data that materially affects the information included in the ASX announcements; and
- all material assumptions and technical parameters underpinning the estimates in the ASX announcements continue to apply and have not materially changed.



## ABOUT STONEWALL RESOURCES LIMITED

Stonewall Resources Limited (ASX: SWJ) is a gold development company that holds a range of prospective gold assets in a world-renowned South African gold mining region. These assets include several surface and near-surface high-grade gold projects which provide cost advantages relative to other gold producers in the region.

Stonewall's core project is TGME, located next to the historical gold mining town of Pilgrim's Rest, in Mpumalanga Province, some 370km east of Johannesburg by road or 95km north of Nelspruit (Capital City of Mpumalanga Province).

Following small scale production from 2011 – 2015, the Company is currently focussing on the refurbishment of the existing CIL plant and nearby mines with the intention of resuming gold production.

The Company aims to build a solid production platform to over 100kozpa based primarily around shallow, adit-entry hard rock mining sources. Stonewall has access to over 43 historical mines and prospect areas that can be accessed and explored, with historical production of approximately 6.7Moz recorded in the tenement areas.



For more information please visit: [www.stonewallresources.com](http://www.stonewallresources.com), or contact:

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or

### Investor Enquiries

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## 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

<b>STONEWALL RESOURCES LIMITED</b>
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### ABN

30 131 758 177
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### Quarter ended ("current quarter")

31 March 2018
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Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(670)	(1,838)
(b) development		
(c) production		
(d) staff costs		
(e) administration and corporate costs	(829)	(2,856)
1.3 Dividends received (see note 3)		
1.4 Interest received	18	20
1.5 Interest and other costs of finance paid	(35)	(88)
1.6 Income taxes paid		
1.7 Research and development refunds		
1.8 Other	3	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(1,513)</b>	<b>(4,762)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(22)
(b) tenements (see item 10)		
(c) investments		
(d) other non-current assets		

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	2
	(b) tenements (see item 10)		
	(c) investments	-	236
	(d) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>216</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	2,120	4,766
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options	(322)	(494)
3.5	Proceeds from borrowings	120	360
3.6	Repayment of borrowings	(390)	(1,087)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>1,528</b>	<b>3,545</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	356	1,372
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,513)	(4,762)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	216
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,528	3,545
4.5	Effect of movement in exchange rates on cash held		
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>371</b>	<b>371</b>

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	371	356
5.2 Call deposits		
5.3 Bank overdrafts		
5.4 Other (provide details)		
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>371</b>	<b>356</b>

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

**Current quarter  
\$A'000**

190

Payments for consulting fees, salaries and office rent at commercial rate.

**7. Payments to related entities of the entity and their associates**

- 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

**Current quarter  
\$A'000**

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	6,640	6,640
8.2 Credit standby arrangements		
8.3 Other (please specify)		
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.		

Details of the loan facilities are set out in Note 22 of the Company's Financial Report for the Year Ended 30 June 2017.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	750
9.2 Development	-
9.3 Production	-
9.4 Staff costs	250
9.5 Administration and corporate costs	550
9.6 Other (loan repayment and legacy creditors)	450
<b>9.7 Total estimated cash outflows</b>	<b>2,000</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
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				



**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: 30/04/2018

Print name: Chin Haw Lim

**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.