

Greenvale Energy Limited

Quarterly Activities Report September 2018

ASX Release

25 October 2018

Highlights

- SRK Consulting (Australasia) Pty Ltd was appointed to advance MDL 330 using radio frequency and microwave extraction technology with a view of delineating a resource in the deeper zones while investigating the potential of insitu extraction rather than mining and surface processing. Also, a focus on the key licence, MDL 330 and the two EPM licences have been relinquished.
- Announcement of a conditional heads of agreement – for an interest in the Gold Basin project, in Phoenix Arizona. The Company is not pursuing the potential Egypt transaction.

Greenvale Energy Limited (ASX: GRV) is pleased to provide the following update on its activities for the 30 September 2018 quarter (the “Quarter”):

Overview

The Company's tenement holding, location and status held under its subsidiary, Alpha Resources Pty Ltd is shown in Figure 1 and Table 1 below:

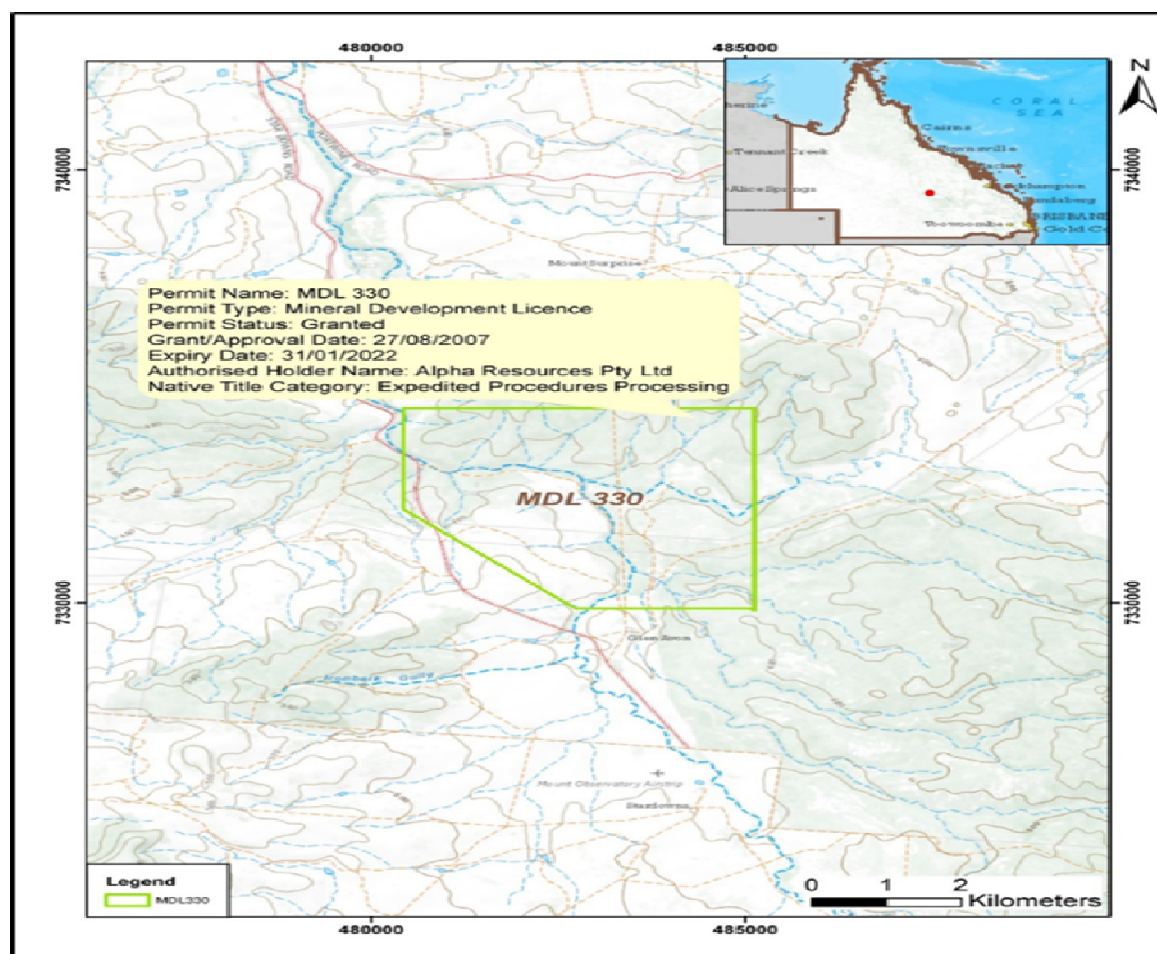


Figure 1: Location and details of MDL 330 – Alpha Oil Shale Project

Table 1: Summary of Tenement Ownership and status

Tenement	Percentage ownership	Status
MDL 330	99.99%	Current to 1 February 2022
Madre North EPM 25795	-	Relinquished during the September 2018 quarter
Madre North EPM 25792	-	Relinquished during the September 2018 quarter

Activities

On 17 September 2018, the Company issued a market update outlining its plans to progress MDL 330. The announcement detailed the proposed activities to be undertaken during the next quarter by SRK in relation to use of radio frequency technology. The purpose of the radio frequency is to obtain a contingent resource estimation in the deeper zones while investigating the potential of insitu extraction rather than mining and surface processing. Full details of the proposed work program and approach is set out in the above market announcement.

Full details of SRK's results will be published when they come to hand.

In the above market announcement, the Company also announced the relinquishment of Madre North, EPM 25795. The Company has also subsequently decided to relinquish EPM 25792. This will allow the Company to focus its resources on MDL 330, which is considered to be the most prospective oil shale asset.

Strategic acquisitions and diversification strategy

Phoenix Arizona

On the 24 September 2018, the Company announced that it had entered into a conditional heads of agreement for the acquisition of a potential gold project in Phoenix, Arizona, in the USA. The proposed acquisition is a result of the Board's decision to diversify its interests.

The proposed acquisition is for an effective 25.01% controlling interest in the Gold Basin project in return for the Company investing A\$550,000 into a special purpose company. The funds invested by the Company will be used to undertake exploration activities and further advance the Gold Basin project through an initial resource. Full details of the proposed acquisition can be found in the above market announcement

The Company is in the process of undertaking due diligence and legal documentation on its proposed acquisition and completion is expected to occur during Q4, 2018. On the basis that completion occurs, the Company expects drilling to immediately commence with a view to receiving results during Q2, 2019.

Egypt

The Company also noted in its announcement of the 17th September of not to pursue the potential Egypt project.

Funding

The Board is considering its funding options and further details will be made available assuming completion of the proposed gold project in Arizona.

Contact details

For further information, please contact:

Vince Fayad

Director and Company Secretary

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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

GREENVALE ENERGY LIMITED

ABN

54 000 743 555

Quarter ended ("current quarter")

September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(79)	(79)
(b) development		
(c) production		
(d) staff costs	(48)	(48)
(e) administration and corporate costs	(11)	(11)
1.3 Dividends received (see note 3)		
1.4 Interest received	5	5
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development refunds		
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(133)	(133)

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		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment		
(b) tenements (see item 10)		
(c) investments		
(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)		
2.6 Net cash from / (used in) investing activities		

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares		
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		
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 (provide details if material)		
3.10 Net cash from / (used in) financing activities		

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	1,361	1,361
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(133)	(133)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5 Effect of movement in exchange rates on cash held	-	-
4.6 Cash and cash equivalents at end of period	1,228	1,228

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	194	165
5.2 Call deposits	1,034	1,230
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)	1,228	1,395

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**

48

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**

22

-

8. Financing facilities available

Add notes as necessary for an understanding of the position

- 8.1 Loan facilities
- 8.2 Credit standby arrangements
- 8.3 Other (please specify)

**Total facility amount
at quarter end
\$A'000**

**Amount drawn at
quarter end
\$A'000**

-

-

-

-

-

-

- 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.

N/A

9.	Estimated cash outflows for next quarter	\$A'000
9.1	Exploration and evaluation	10
9.2	Development	-
9.3	Production	-
9.4	Staff costs	110
9.5	Administration and corporate costs	25
9.6	Other (Investment in the Gold Basin project)	550
9.7	Total estimated cash outflows	695

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	EPM 25792 and EPM 25795, in Queensland, Australia	Total surrender	99.99%	0.00%
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:



Date: 25 October 2018

Print name: Vince Fayad (Director and Company Secretary)

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.