

September 2018 Quarterly Review

- **Proposed Acquisition of Traprock Mining Limited**
- **Date of AGM extension requested**
- **ASIC advise no further action on Section 33 Notice issued in January 2018**

Proposed Acquisition of Copper-Gold Explorer – Traprock Mining

On 19 September 2018, the Company announced that it had entered into a Binding Heads of Agreement to acquire all of the shares of Queensland based, Traprock Mining Limited. Traprock holds the Mount Chalmers, Warroo and Herries range copper-gold projects.

The Company continues to work with the ASX to finalise the required resolutions to be put to Shareholders in relation to this transaction. A revised timetable will be released to the market once the Notice of Meeting is finalised.

For full details of the proposed transaction, which is subject to Shareholder Approval please refer to <http://lwptech.com/investor-centre/asx-announcements/>

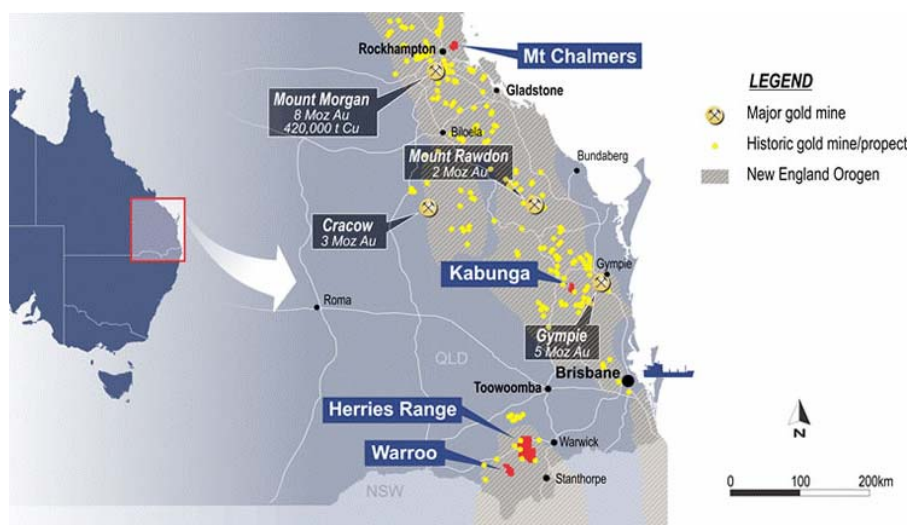


Figure 1 Location of Traprock Assets in South East Queensland

AGM Extension Request

LWP has written to the Australian Securities and Investments Commission (ASIC) requesting an extension to hold the date of the Annual General Meeting beyond the required date of 30 November 2018.

Elements of the proposed transaction with Traprock, including the capital raising and the consideration, require a range of shareholder approvals. The Company is presently preparing these comprehensive meeting materials and has engaged advisors to assist. The extension of time will allow the Company to complete all relevant negotiations and ensure that the Notice of AGM contains all relevant information. The extension also obviates the need to hold a separate general meeting, avoiding additional expense, which would otherwise have been borne by shareholders.

A further update will be released as soon as the date of the AGM extension request is known.

ASIC inquiry Update

ASIC has advised the Company that it has concluded its enquiries in relation to a Section 33 Notice under the Corporations Act issued on 25 January 2018 and based on its assessment of all available information it does not propose to pursue any further action. ASIC has advised ASX of the outcome of its enquiries.

Business Update

The Company is in negotiation with a third party to acquire the equipment located at the Clontarf factory. The Third Party is currently paying the monthly rent on the property pending arrangements to remove the Dryer, Kiln and Cooler and associated equipment. Final payment is under negotiation and is to be received prior to the removal of any equipment.

Cash and Equity Investments as at 30 September 2018

The Cash Balance at the end of the Quarter was \$56,000.

Equity Investments:

- o As at 30 September 2018, the market value of the ASX Listed equity investments held by the Company was \$73,714, comprised of 2 investments in ASX listed entities. Both investments are currently suspended from trading and have been impaired in full in the financial accounts.
- o The Company does not have any substantial shareholding as defined by section 671B of the Corporations Act in any of these entities.
- o None of the securities are in the S&P index.

– ENDS –

For further information, please contact:

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LWP Technologies Limited
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+Rule 4.7B

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

LWP Technologies Limited

ABN

80 117 379 503

Quarter ended ("current quarter")

30 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) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	-	-
(d) leased assets	-	-
(e) staff costs	-	-
(f) administration and corporate costs	(214)	(214)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other – Rental Income	4	4
1.9 Net cash from / (used in) operating activities	(210)	(210)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	-
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment	1	1
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other: Proceeds from realisation of portfolio	44	44
2.6	Net cash from / (used in) investing activities	45	45

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 quarter/year to date	221	221
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(210)	(210)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	45	45
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 quarter	56	56

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	1	27
5.2	Call deposits	55	194
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)	56	221

6.	Payments to directors of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	38
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	
Payment for consulting services at commercial rates 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	

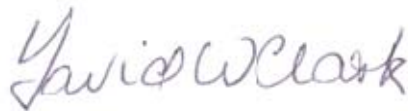
8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description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

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	-
9.2 Product manufacturing and operating costs	-
9.3 Advertising and marketing	-
9.4 Leased assets	-
9.5 Staff costs	-
9.6 Administration and corporate costs	100
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	100

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1 Name of entity	-	-
10.2 Place of incorporation or registration	-	-
10.3 Consideration for acquisition or disposal	-	-
10.4 Total net assets	-	-
10.5 Nature of business	-	-

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:
Company Secretary

Date: 31 October 2018

Print name: David Wallace Clark

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 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 standard applies 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.