

Appendix 5B

Mining exploration entity quarterly report

Name of entity

Verdant Minerals Ltd

ABN

33 122 131 622

Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation – Feasibility studies *	(1,086)	(2,304)
(b) development		
(c) production		
(d) staff costs	(324)	(623)
(e) administration and corporate costs	(220)	(426)
1.3 Dividends received (see note 3)		
1.4 Interest received	21	57
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development grants, refunds, (repaid)	(640)	(640)
1.8 Other (provide details if material) –GST	23	57
1.9 Net cash from / (used in) operating activities	(2,226)	(3,879)

* Includes Tenement Rents and costs of maintaining tenements plus environmental and other government approvals.

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	12
	(b) tenements (see item 10)	-	-
	(c) investments		
	(d) other non-current assets	-	770
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	(2)	780

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	6,059	6,930
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,226)	(3,879)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2)	780

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
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	3,831	3,831

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	29	26
5.2	Call deposits	702	1,673
5.3	Bank overdrafts	-	-
5.4	Other (provide details) - Term Deposits	2,765	3,970
	Secured Term Deposits *	335	390
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,831	6,059

*Secured Term Deposits secure bank guarantees for obligations for environmental bonds in favour of the Department of Mines and Energy.

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
124
-

6.1 Director's remuneration, fees, wages and superannuation.

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	

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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.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,100
9.2 Development	
9.3 Production	
9.4 Staff costs	330
9.5 Administration and corporate costs	220
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	1,650

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	NT EL25183 EL25185 EL27987 EL28402 EL28403 EL28648 EL29373 EL29374 EL30520 EL30663 EL25184 EL24726	Surrendered ↓ Partial Surrender Partial Surrender	100% ↓ 100% 100%	Nil ↓ 100% 100%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	NT ELRA 31739 ELRA 31740 ELRA 31741 ELRA 31742 ELRA 31743 ELRA 31744 ELRA 31745 ELRA 31746 ELRA 31747 ELRA 31748 ELRA 31749 ELRA 31750 ELA31789 ELA31790 ELA31791	Application substituting granted EL ↓ New Application New Application New Application	Nil ↓ Nil Nil Nil	100% ↓ 100% 100% 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:

(Company Secretary)

Date: ..31st January 2018

Print name: **Bruce W. Arnold**

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.