

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

FIRST AU LIMITED (ASX: FAU)

ABN

65 000 332 918

Quarter ended ("current quarter")

30 September 2019

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(714)	(1,804)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	-	-
	(e) administration and corporate costs	(245)	(629)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	13
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other – GST Refund	70	205
1.9	Net cash from / (used in) operating activities	(888)	(2,215)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10) – Application Fees are expensed	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
	(c) investments – Refer Announcement 13 March 2019. Represented by \$180,000 investment in shares of West Wits Mining Limited ('WWI') and \$60,000 investment in Joint Venture with Tambina Gold Pty Ltd, subsidiary of WWI.	-	(240)
	(d) other non-current assets	-	-
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 – Stamp Duty on Tenement acquired at date of re-listing	-	-
2.6	Net cash from / (used in) investing activities	-	(240)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	927	927
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	(62)	(62)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(16)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – Proceeds from T2 subscriptions held in trust	45	45
3.10	Net cash from / (used in) financing activities	910	894

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,636	3,219
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(888)	(2,215)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(240)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	910	894
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,658	1,658

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	1,658	1,658
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)	1,658	1,658

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
– excl. GST
- 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**

123

-

Directors Services: \$62,500
CEO Services: \$30,000
Consulting services by a Director on normal commercial terms: \$30,000
Total (excluding GST): \$122,500

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	
N/A	

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.		

A General Meeting will be held on 7 November 2019. Refer Announcement dated 4/10/2019. Resolution 2 in the Notice of Meeting ('NOM') seeks approval to issue up to 22,900,000 fully paid shares at an issue price of \$0.025 per share amounting to \$572,500. The Explanatory Memorandum in the NOM at Resolution 2 (b) states: *'The Company proposes issuing the Placement Shares the subject of Resolution 2 shortly after the Meeting and in any event no later than 3 months after the date of the Meeting.'*

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	540
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	112
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	652

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	E45/4137	Talga – Reduction of 5 blocks (compulsory surrender to Dept of MIRS – Sept 2019	100%	100%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	E45/5571	Talga new tenement application for 11 blocks – Sept 2019	0%	100%
		E24/215	Option agreement with Kesli Chemicals Pty Ltd – refer Announcement dated 9 July 2019	0%	Exploration rights and Option to acquire up to an 85% interest

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 October 2019

Print name: David McBain

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.