

## Appendix 5B

### Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Renegen Limited

ABN

93998352675

Quarter ended ("current quarter")

28 February 2021

Consolidated statement of cash flows		Current quarter ZAR'000	Year to date (12 months) ZAR'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	600	1 879
1.2	Payments for		
	(a) exploration & evaluation	(550)	(1 432)
	(b) development	-	-
	(c) production	(644)	(1 502)
	(d) staff costs - the current quarter is a cash inflow as the current quarter includes a catch-up adjustment for capitalisation of salary expenses included in 2.1 (c)	343	(13 213)
	(e) administration and corporate costs	(3 426)	(25 254)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	31	672
1.5	Interest and other costs of finance paid	(148)	(575)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter ZAR'000</b>	<b>Year to date (12 months) ZAR'000</b>
1.8	Other (provide details if material) – foreign exchange	8 916	8 916
	Loss before tax	(2 998)	(48 967)
	Adjustments to (1.1-1.7)	3 795	39 425
	Imputed interest	1 262	4 113
	IFRS 16	(263)	-
	Depreciation	787	4 745
	Hedging movement	-	-
	Share based payment	410	1 815
	Provision's adjustments and accounting adjustments	607	369
	Exchange rates	(17 984)	(7 017)
	Changes in working capital	2 702	8 260
	Restricted cash allocation	-	(320)
<b>Net cash from / (used in) operating activities</b>		<b>(6 560)</b>	<b>(28 086)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(187)	(592)
	(c) property, plant and equipment	(27 711)	(136 225)
	(d) exploration & evaluation	(4 842)	(22 369)
	(e) investments	-	-
	(f) other non-current assets hedge option	2 486	246
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) 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>(30 254)</b>	<b>(158 940)</b>

Consolidated statement of cash flows		Current quarter ZAR'000	Year to date (12 months) ZAR'000
<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	216 282
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	(22 903)	(36 205)
3.8	Dividends paid	-	-
3.9	Other (lease repayments)	(877)	(2 524)
	Lease	-	-
	Transfer to DSR account	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	(23 780)	177 553

<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	181 037	140 972
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(6 560)	(28 086)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(30 253)	(158 940)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(23 780)	177 553
4.5	Effect of movement in exchange rates on cash held	10 435	(620)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	130 879	130 879

5.	<b>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 ZAR'000</b>	<b>Previous quarter ZAR'000</b>
5.1	Bank balances	19 302	20 265
5.2	Call deposits	111 574	160 772
5.3	Bank overdrafts	-	-
5.4	Other (provide details)		
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	130 876	181 037

6.	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter ZAR'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	2 681
6.2	Aggregate amount of payments to related parties and their associates included in item 2	

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*

7.	<b>Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end ZAR'000</b>	<b>Amount drawn at quarter end ZAR'000</b>
7.1	Loan facilities Total of USD40million is available debt facility. USD32 500 000 was drawn by quarter end 30 November 2020. No funds withdrawn on facility the current quarter. The balances have been translated at 1USD:ZAR15.1151 at 28 February 2021	604 604	491 241
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	<b>Total financing facilities</b>	604 604	491 241
7.5	<b>Unused financing facilities available at quarter end</b>		113 363
7.6	<p>Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.</p> <p>Loan received from OPIC (Overseas Private Investment Corporation) for USD40 million (R604.6 million). A coupon rate of 2.11% is charged on the amount drawn down (USD20 million) and a 4% and 0.5% guarantee fee and commitment fees respectively. A second draw down took place in June 2020 of USD12.5 million which carries a coupon rate of 1.49%. USD7.5 million is still available on the facility.</p> <p>As part of the finance agreement signed on 20 August 2019, Tetra4 (Pty) Ltd has ceded in securitatem debiti to OPIC certain property and rights.</p> <p>The balances have been translated at 1USD:ZAR15.1151 at 28 February 2021</p>		

8.	Estimated cash available for future operating activities	ZAR'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(28 086)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(22 369)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(50 455)
8.4	Cash and cash equivalents at quarter end (item 4.6)	130 879
8.5	Unused finance facilities available at quarter end (item 7.5)	113 363
8.6	Total available funding (item 8.4 + item 8.5)	244 242
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	14.52
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	
8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	Answer:	
	<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	

## Compliance statement

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Date: **28 February 2021**

Authorised by: **By the Board**  
(Name of body or officer authorising release – see note 4)

## Notes

- This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
- If this quarterly cash flow 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*

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**Mining exploration entity or oil and gas exploration entity quarterly cash flow report**

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*Flows* apply to this report. If this quarterly cash flow 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.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.