



ACN: 062 284 084  
ASX Code: SYS

## ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE

31 January 2017

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### QUARTERLY REPORT FOR THE PERIOD ENDING 31 DECEMBER 2016

The Board of Syngas Limited ("Syngas" or "Company") is pleased to present the December 2016 Quarterly Report.

#### Corporate Transaction and Future Direction

We refer to our earlier announcements on the Memorandum of Understanding ("MOU") with Centuries Andalas Ltd. ("Centuries") for an equity/investment participation in PT Cahaya Terang Makmur ("PT Cahaya") relating to the participation in a 10 MW mini-hydro run-of-river power plant (the "Project") located on Batang Toru river in the Island of Sumatra, Republic of Indonesia to be constructed and operated by PT Cahaya.

The Company wishes to advise that it had sought an extension of the MOU from 30 September 2016 up to 30 June 2017 due to the protracted negotiations with the landowners of the identified site for the power plant project and the securing of the water use permits from the Provincial Authorities. Centuries has recently indicated a final extension deadline of 30 June 2017. An announcement will be made upon execution of the formal extension documentation.

The indicative timeline on the Company review of the Project is as follows:-

Finalise Technical Due Diligence	-	End Mar 2017
Financial & Legal Due Diligence	-	End Mar 2017
Review by Group Risk Management	-	End April 2017
Decision on investment	-	End June 2017

The Board is also open to consider investment in other income generating assets such as other existing income generating power plants as well of small potential producing minerals projects in order to generate income and cashflow for the Company.

#### Finance

During the Quarter the Company continued to rely on the loan facility provided by Mr Low Siak Wei, a director of the Company, which as at 31 December 2016 was drawn down to the amount of A\$700,000. In addition, the Company also has an A\$350,000 unsecured loan facility with AsiaPacific Businesslink Sdn Bhd, a company related to Mr Low. As at 31 December 2016, the total amount drawdown from the aforesaid facility was A\$300,000.

#### For Further Information contact:

**David Low**

**Executive Director**

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#### Syngas Limited

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+Rule 5.5

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

**Name of entity**

Syngas Limited

**ABN**

41 062 284 064

**Quarter ended ("current quarter")**

31 December 2016

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>			
1.1 Receipts from customers	-	-	-
1.2 Payments for			
(a) exploration & evaluation	-	-	-
(b) development	-	-	-
(c) production	-	-	-
(d) staff costs	(6)	(18)	(47)
(e) administration and corporate costs	(17)	(47)	
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 Research and development refunds	-	-	-
1.8 Other (provide details if material)	-	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(23)</b>	<b>(65)</b>	

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>-</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
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	100	100
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)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>100</b>	<b>100</b>

<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	34	76
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(23)	(65)
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)	100	100
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>111</b>	<b>111</b>

<b>5. 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 \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	111	34
5.2 Call deposits	-	
5.3 Bank overdrafts	-	
5.4 Other (provide details)	-	
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>111</b>	<b>34</b>

**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

<b>Current quarter \$A'000</b>
6
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During the quarter, Executive Director's fees of \$6,195 were paid and accrued administration fee of \$2,000 was paid to a company related to a Director.

**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

<b>Current quarter \$A'000</b>
-
-

**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)

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.

- Unsecured loan facility of \$700,000 from Director, Mr Low Siak Wei which carries an interest rate of 10.25% per annum which has been fully draw down. Loan facility has been extended to 18 Sept 2017.
- Unsecured loan facility of \$350,000 from entity related to Director, Mr Low Siak Wei which carries an interest rate of 9.25% per annum which has been drawn down up to \$300,000. Loan facility matures 22 December 2017.

**9. Estimated cash outflows for next quarter**

**\$A'000**

9.1 Exploration and evaluation

9.2 Development

9.3 Production

9.4 Staff costs

9.5 Administration and corporate costs

9.6 Other (provide details if material)

**9.7 Total estimated cash outflows**

**26**

**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

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10.2 Interests in mining tenements and petroleum tenements acquired or increased

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**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)

Date: 31 January 2017

Print name: David Low

**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.