



ACN 130 964 162

ASX Release via e-lodgement  
13 April 2017

**Report for Quarter ended  
31 March 2017**

**Key Points**

- **Sale of Bundarra Gold Project to Saracen**
- **Exploration Programme Commenced at Wonder East**

Bligh Resources Limited (ASX: BGH) ("Bligh or the Company") is pleased to provide this quarterly update on its operations and activities for the quarter ended 31 March 2017.

On 14 February 2017 and as updated on 2 March 2017, the Company announced to the ASX that it had entered into a binding conditional tenement sale agreement to sell the Company's interest in the Bundarra gold project to Saracen Mineral Holdings Limited (ASX:SAR), for consideration of 7,142,857 fully paid ordinary shares in Saracen (Transaction)<sup>1</sup>.

Completion of the Transaction is subject to the following conditions precedent:

- (a) Bligh shareholders approving the Transaction at a general meeting scheduled for 19 April 2017;
- (b) the parties entering into a deed of assignment and assumption whereby Saracen will assume the existing royalty obligations in respect of the project; and
- (c) Saracen obtaining all necessary regulatory approvals and other consents to effect the registration of the transfer of the relevant tenements to Saracen in accordance with the Mining Act.

The Company has retained tenement P37/8384 (Wonder East), located proximate to the Bundarra Gold Project. Following completion of the Transaction, the Company will continue to hold Wonder East, it is the Company's intention to continue to explore this tenement with a view to developing a new gold exploration project.

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<sup>1</sup> 50% of the Saracen shares issued to Bligh will be freely tradeable upon issue and 50% will be subject to escrow for one month (which may be waived at Saracen's discretion).

## **Wonder East Project Location and Geology**

The Wonder East Project is located 4km south east of the Wonder North open pits which are incorporated in the Bundarra Project, lying within the Norseman-Wiluna greenstone belt of the Archaean Yilgarn Craton. At the local scale the Wonder East Project lies within the Murrin-Margaret geological sector of the Eastern Goldfields Superterrane, within a low strain terrane of greenstones and granitoids bounded by the north-northwest trending Keith-Kilkenny Lineament to the west, and the Laverton Tectonic Zone to the east. The Archaean sequence is dominated in the east by granitoids of the Bundarra Batholith that includes numerous partially assimilated rafts of Archaean greenstone on its western edge (Figure 1). The granitoids intrude basalts, gabbros and felsic volcanics. The felsic volcanics overlie an older mafic sequence to the east, which has been intruded by the Bundarra Batholith.

Structures observed within the Wonder East Project area include early NW-SE striking brittle to brittle-ductile shearzones and late E-W striking brittle faults containing silicified albitised zones, and quartz-carbonate veins respectively.

Gold mineralisation within the Bundarra gold camp occurred late in the tectonic history and is closely associated with the D4 shears and mafic granitoids. The preferred host is a highly oxidised, coarse-grained granitoid that varies in composition from a granodiorite, through tonalite to quartz diorite. Gold mineralisation occurs within the mafic granitoids close to their contacts with greenstones.

The Wonder East Project area is moderately-to-strongly weathered with the base of complete oxidation extending to depths exceeding 70m.

## **Wonder East Exploration Programme**

During the quarter the Company commenced a desktop review of existing datasets relating to the Wonder East Project area which revealed a number of untested geophysical anomalies concentrated around north westerly trending structures (Figure 2).

These areas will form the basis of initial exploration work conducted within the Wonder East Project area. The systematic exploration programme will include the following:

1. Continued desktop review of all information related to the Wonder East Project area with particular emphasis on available geophysical datasets, with the potential for reprocessing of raw data (if available) to further refine the target structure(s).
2. Completion of a soil sampling programme designed to identify geochemical anomalies (both gold and pathfinder elements) across the project particularly in the context of the NW-SE trending structures known to host gold mineralisation.
3. Dependent on soil geochemical results, completion of rotary air blast (RAB) drilling on a grid pattern targeting bedrock in areas of soil geochemical anomalism.

## **Corporate and Strategy**

The Company is actively reviewing new opportunities. The Company's significant corporate and technical expertise, financial support, and capital reserves upon completion of the Transaction will enable Bligh to pursue growth through investment and acquisition opportunities.

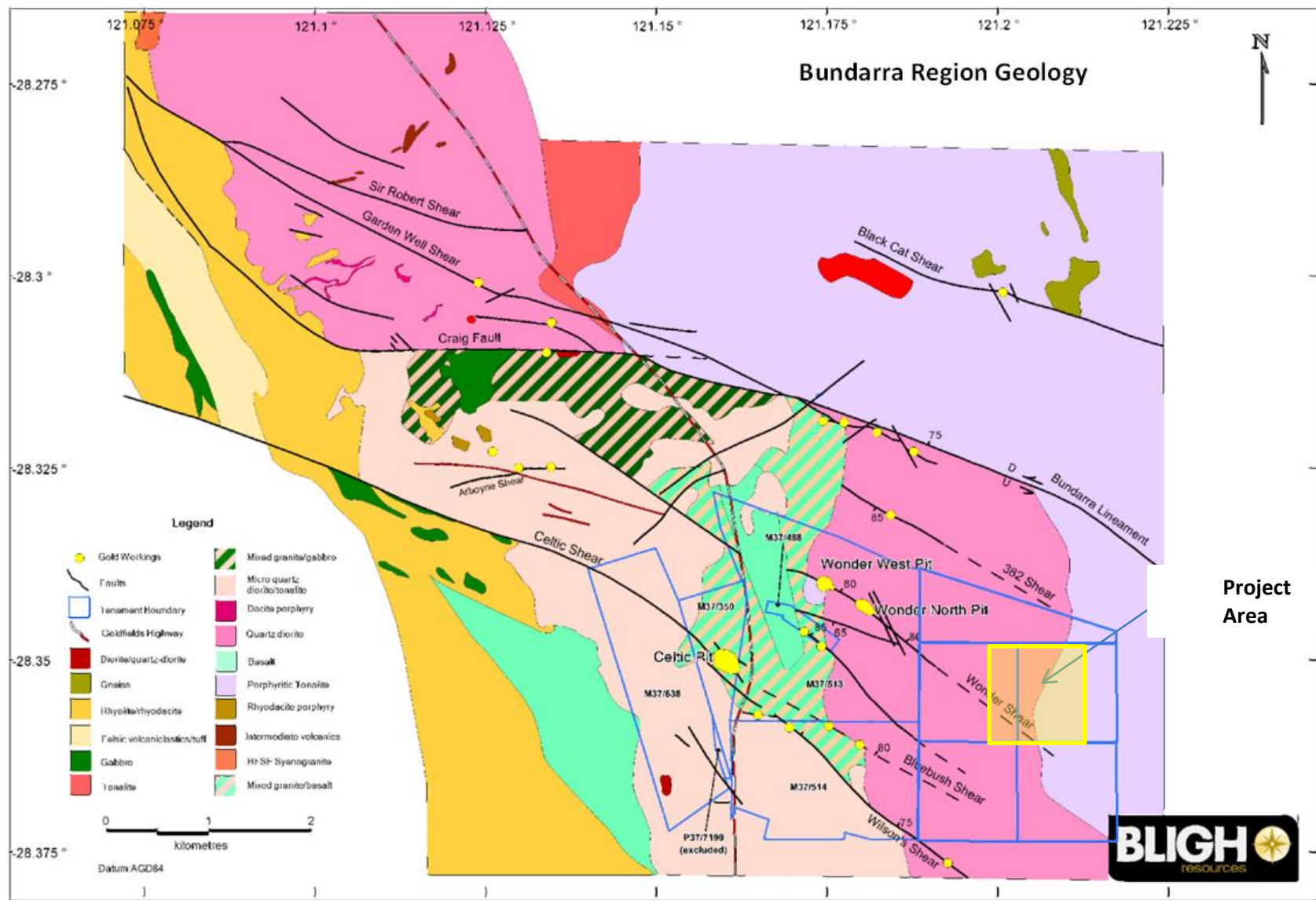
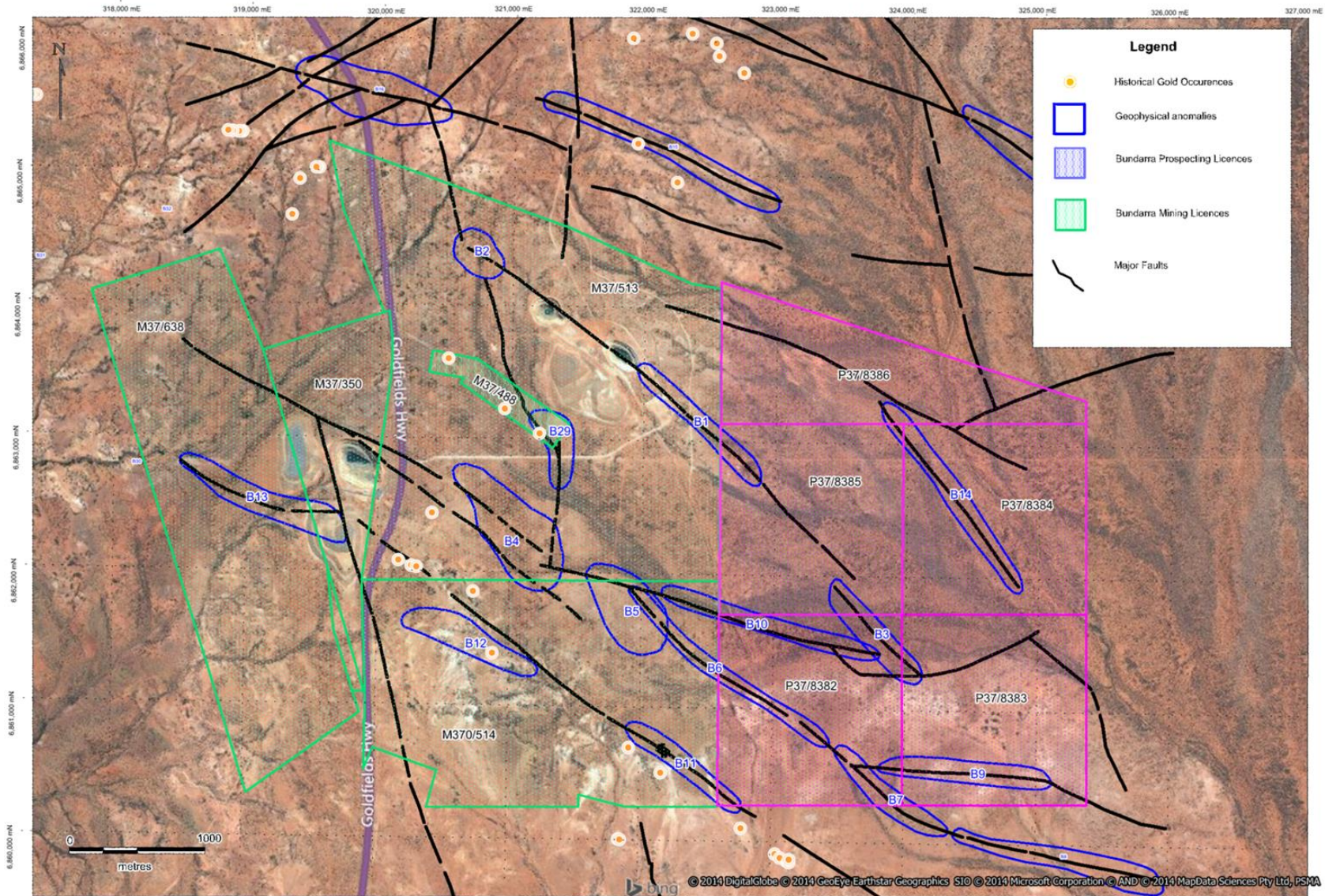


Figure 1. Geology of Bundarra Region Showing Wonder East Project Area (Yellow)



**Figure 2. Geophysical Anomalies (note feature B14 within Wonder East Project area)**

## Tenements

Tenement	Location	Interest
M 37/514	Bundarra	100%
M 37/638	Bundarra	100%
M 37/350	Bundarra	100%
M 37/488	Bundarra	100%
M 37/513	Bundarra	100%
P 37/8306	Bundarra	100%
P 37/8382	Bundarra	100%
P 37/8384	Bundarra	100%
P 37/8386	Bundarra	100%
P 37/8383	Bundarra	100%
P 37/8385	Bundarra	100%
L 37/201	Bundarra	100%
L 37/210	Bundarra	100%

There have been no changes in interests in tenements during the quarter.

**For further information, visit [www.blighresources.com.au](http://www.blighresources.com.au) or contact:**

**Patrick Burke**

**Director**

**Phone: 08 9420 9310**

### About the Bundarra Gold Project

The Bundarra Gold Project lies within the Norseman-Wiluna greenstone belt of the Archean Yilgarn Craton, approximately 60km north of Leonora in the Eastern Goldfields region of Western Australia. The Company has previously reported Mineral Resources (JORC 2012) across three deposits and a new exploration zone (Celtic, Wonder North, Wonder West and Bluebush). Details of the resource estimate are contained in the Company's announcement dated 20 December 2016.

The project tenement schedule consists of five Mining Leases, six Prospecting Licences and two Miscellaneous Licences for groundwater exploration and a future haulage route covering an area of 60.5km<sup>2</sup>. To date, more than 3,000 holes have been drilled with an accumulated drill depth of more than 150,000m.

### Competent Person Statement

*Information in this report that relates to exploration results is compiled by Mr Paddy Reidy, General Manager of Bligh Resources, and a Member of the Australasian Institute of Mining and Metallurgy. Mr Reidy has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity upon which he is reporting on as a Competent Person as defined in the 2012 Edition of "The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Reidy consents to the inclusion in this report of the matters based on the information compiled by him, in the form and context in which it appears.*

## 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

Bligh Resources Limited

### ABN

83 130 964 162

### Quarter ended ("current quarter")

31 March 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(329)	(973)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	(150)
(e) administration and corporate costs	(159)	(628)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	3
1.5 Interest and other costs of finance paid	-	(26)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (ne GST)	-	(88)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(487)</b>	<b>(1,862)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(20)
(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 (9 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>(20)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	2,274
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	300	300
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(370)
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>300</b>	<b>2,204</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	543	34
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(487)	(1,862)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(20)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	300	2,204
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>356</b>	<b>356</b>

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	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	5	41
5.2 Call deposits	351	502
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>356</b>	<b>543</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	41
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	

Payments made to directors at normal commercial rates

7. <b>Payments to related entities of the entity and their associates</b>	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	



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

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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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<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	250
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	50
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>300</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	N/A	N/A	N/A	N/A
10.2 Interests in mining tenements and petroleum tenements acquired or increased	N/A	N/A	N/A	N/A

**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: .....13 April 2017.....

Print name: .....Lloyd Flint.....

**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.