

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

Equator Resources Limited

ABN

50 127 411 796

Quarter ended ("current quarter")

31 March 2017

Consolidated statement of cash flows	Current quarter \$A	Year to date (9 months) \$A
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(411,964)	(443,103)
(b) development	-	-
(c) production	-	-
(d) staff costs	(116,243)	(308,185)
(e) administration and corporate costs	(129,776)	(331,283)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6,564	13,858
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)	-	-
1.9 Net cash from / (used in) operating activities	(651,419)	(1,068,713)

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

Consolidated statement of cash flows		Current quarter \$A	Year to date (9 months) \$A
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)	-	-
2.6	Net cash from / (used in) investing activities	-	-

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	3,002,500	4,202,392
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	1,420,000	1,420,000
3.4	Transaction costs related to issues of shares, convertible notes or options	(29,870)	(37,939)
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	4,392,630	5,584,453

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,637,973	1,863,444
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(651,419)	(1,068,713)
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)	4,392,630	5,584,453
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,379,184	6,379,184

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	Previous quarter \$A
5.1 Bank balances	2,379,184	2,637,973
5.2 Call deposits	4,000,000	-
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)	6,379,184	2,637,973

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
95,000
-

Directors' salaries, directors' fees and superannuation

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

Current quarter \$A
-
-

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	Amount drawn at quarter end \$A
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.		

N/A

9. Estimated cash outflows for next quarter	\$A
9.1 Exploration and evaluation	1,000,000
9.2 Development	-
9.3 Production	-
9.4 Staff costs	105,000
9.5 Administration and corporate costs	95,000
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	1,200,000

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	EL 25027 Acacia Fraser Project Australia	Granted	100%	0%
	EL 26777 Acacia Fraser Project Australia	Granted	100%	0%
10.2 Interests in mining tenements and petroleum tenements acquired or increased		Refer Annexure 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: Michael Naylor
 (Company secretary)

Date: 28 April 2017

Print name: Michael Naylor

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.

ANNEXURE A – TENEMENTS ACQUIRED DURING THE PERIOD

Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
Cobalt Camp, Ontario, Canada¹			
4280138	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4283320	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
1230544	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
1230840	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4278446	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280116	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280120	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280130	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280131	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280132	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280133	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280134	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280144	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280145	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%

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4280157	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280180	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280181	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280182	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280183	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280184	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280192	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280193	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280194	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280195	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280196	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280197	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280198	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280199	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280200	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4282378	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4282379	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%

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4283319	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4283505	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4276645	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280159	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280160	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280161	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280162	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280163	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280164	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280165	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280166	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280167	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280168	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280177	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281661	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281662	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281663	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%

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4275044	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280136	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280137	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280140	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280141	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280142	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280143	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280158	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280169	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280170	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280171	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280172	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280173	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280174	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280175	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280176	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280178	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%

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4281637	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281639	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281640	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4281664	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4280135	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4286015	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%
4286016	Indirect, held through 80% owned subsidiary Ophiolite Pty Ltd	0%	100%