

12 May 2017

QUARTERLY REPORT ON MINING ACTIVITIES AND APPENDIX 5B FOR JANUARY TO MARCH 2017

This is the Quarterly Report on Mining Activities for the Company for the period 1 January 2017 to 31 March 2017.

Summary of mining activities. Condor conducted no activities relating to mining production or development during the quarter. Condor conducted no activities relating to mining exploration during the quarter. Condor's expenditure on mining activities during the period was nil.

Summary of farm-in or farm-out agreements. During the quarter, Condor neither disposed of nor acquired any beneficial interest in farm-in or farm-out agreements. At the end of the quarter, Condor held no beneficial interest in farm-in or farm-out agreements.

Summary of mining tenements. During the quarter, Condor neither disposed of nor acquired any interests in any mining tenements. At the end of the quarter, Condor's directors understand that the mining tenements listed in the attached schedules continue to be held. However, the accuracy of these tenement schedules is currently under investigation. The results of this investigation will be disclosed to the market once results are certain.

Cash flow during quarter. Quarterly cash flows are detailed in the attached Appendix 5B.

Joshua Farquhar
Executive Chairman

SCHEDULE OF MINING TENEMENTS HELD

Holder: Condor Blanco Sociedad Contractual Minera (70% owned by Condor)

Tenement type: exploration.

Location: Copiapo, Chile.

#	Concession	Rol**	Court	SERNAGEOMIN*	Judgement	Status
4b1	Miguelito I 12	2076-2014	1° Copiapo	Approved	19 Jun 2015	In process
4b2	Miguelito I 13	3018-2014	3° Copiapo	Approved	28 Jul 2015	In process
4b3	Yareta 6	424-2014	2° Copiapo	Approved	21 Aug 2014	Constituted
4b4	Yareta 11	429-2014	2° Copiapo	Approved	21 Aug 2014	Constituted
4b5	Yareta 12	430-2014	2° Copiapo	Approved	21 Aug 2014	Constituted
4b6	Isla II 2	1839-2013	3° Copiapo	Approved	18 Mar 2014	Constituted

** Rol Nacional de Concesiones Mineras (National Registration of Mining Concessions)

* SERNAGEOMIN: Servicio Nacional de Geología y Minería (National Service of Geology And Mining)

SCHEDULE OF MINING TENEMENTS WITH UNCERTAIN STATUS

In Condor's December 2015 Quarterly Report, the Company announced that the following tenement had been disposed on 27 November 2015. It is unclear why this tenement might have been disposed, or how disposal might have occurred. Condor's current directors are continuing investigations to ascertain if the tenement continues to be held by the Company, or otherwise to understand the circumstances of the disposal.

Holder: Condor Blanco Sociedad Contractual Minera (70% owned by Condor)

Tenement type: exploration.

Location: Copiapo, Chile.

#	Concession	Rol**	Court	SERNAGEOMIN*	Judgement	Status
4a	Miguelito I 14	3017-2014	3° Copiapo	In review	Unknown	In process

** Rol Nacional de Concesiones Mineras (National Registration of Mining Concessions)

* SERNAGEOMIN: Servicio Nacional de Geología y Minería (National Service of Geology And Mining)

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

Condor Blanco Mines Limited

ABN

16 141347640

Quarter ended ("current quarter")

31 March 2017

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	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(2)	(10)
(e) administration and corporate costs	(34)	(254)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(6)	(16)
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	(42)	(280)

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	-	-
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
	(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	-	-
3.2	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	-	313
3.6	Repayment of borrowings	-	(13)
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	-	300

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	62	-
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(42)	(280)
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)	-	300
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	20	20

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	20	62
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (credit card)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	20	62

6. Payments to directors of the entity and their associates	Current quarter \$A'000
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	

Note: none of Condor's directors holding office since 5 July 2016 received payment of any fees during the quarter.

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	

8. Financing facilities available Add notes as necessary for an understanding of the position	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	\$300	\$300
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.		

The item listed at 8.1 refers to a \$300,000 secured loan facility provided by Finnian Group at 8% p.a.

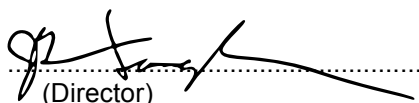
9.	Estimated cash outflows for next quarter	\$A'000
9.1	Exploration and evaluation	-
9.2	Development	-
9.3	Production	-
9.4	Staff costs	15
9.5	Administration and corporate costs	55
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	70

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	NA	NA	NA	NA
10.2	Interests in mining tenements and petroleum tenements acquired or increased	NA	NA	NA	NA

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: 12 May 2017

Print name: Joshua Farquhar

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.