



**PANTORO**

# Quarterly Report

Ending 30 June 2017

## Key Highlights

### Operations

- Record production of 11,826 ounces compared with 10,348 ounces in the March quarter, a 14% increase. Production at Nicolson's has increased in every quarter since the first gold pour in September 2015.
- The Nicolson's Processing plant operated above the targeted 200,000 tonnes per annum rate with a total of 55,425 tonnes @ 7.06 g/t processed during the quarter.
- High grade ore continues to be mined from Nicolson's Underground Mine and from the Wagtail North and South Open Pits with drilling continuing to identify additional ore outside of the current Mineral Resource.

### Resource Development & Exploration

#### Nicolson's Underground

- Ongoing drilling produced a number of additional high grade intercepts, primarily in the Johnston Lode. The best new results included:
  - » 2.7 m @ 218.8 g/t Au from 134 m downhole inc. 1.7 m @ 346.7 g/t from 135 m down hole.
  - » 1.15 m @ 90.4 g/t from 147 m down hole.
  - » 2.0 m @ 18.64 g/t Inc 1.65 m @ 22.0 g/t from 160 m down hole.
  - » 1.1 m @ 34.62 g/t from 151 m down hole.
  - » 1 m @ 32.3 g/t Au from 117 m downhole.
  - » 2.5 m @ 38.7 g/t Au from 125 m downhole.
  - » 0.5 m @ 178.0 g/t Au from 194.5 m downhole.
  - » 1.2 m @ 34.3 g/t Au from 60.2 m downhole.
  - » 0.5 m @ 50.43 g/t Au from 51.1 m downhole
  - » 0.5 m @ 58.54 g/t Au from 73.5 m downhole.
- Drilling at Nicolson's contributed to a large Mineral Resource and Ore Reserve increase announced during the quarter to underpin continued growth of the Nicolson's Project. The Total Mineral Resource now stands at 1.58 million tonnes @ 7.43 g/t for 376,700 ounces.

#### Regional Exploration

- Regional exploration continued during the quarter with the focus being Wagtail underground targets. Short drilling programs were also undertaken at Paddock Well, Western Reef, and Shifty's Reef.
- Grid based geochemical sampling undertaken at Paddock Well.

### Corporate

- A further 1,500 ounces were repaid to CBA during the quarter reducing total debt to 5,000 ounces.
- The company ended the quarter with \$11.9 million in cash and gold after loan repayments.

### Enquiries

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## About Pantoro Limited

Pantoro is an Australian gold producer with its 100% owned Halls Creek Gold Project in the Kimberly Region of Western Australia being the key operational focus. The project provides the company with a platform for growth through the operation of its first producing gold asset, which includes underground and open pit mines, and a modern CIP processing facility. Mineral Resource expansion and project scale exploration drilling is underway with outstanding results to date.

Pantoro commenced construction and refurbishment works at Nicolsons during February 2015 and commenced production in Q3 2015. The Mineral Resource and Ore Reserves have been significantly upgraded since operations commenced, with both higher grades, and additional Ore Lodes identified during mining. The Mineral Resource is open at depth and along strike.

The company is currently producing gold at levels exceeding its feasibility study targets and has expanded to a production rate of 50,000 ounces per annum.

In addition to the Halls Creek Project, Pantoro's exploration portfolio in Papua New Guinea is highly prospective for the discovery of world-class gold and copper deposits. One of the company's key discoveries is the Garaina Prospect in the Morobe Province, where Pantoro has discovered a large surface copper and gold anomaly, which has been further delineated by geophysical surveys, grid based geochemical assays, surface costean sampling and drilling. The discovery has potential to be developed into a large scale deposit through further exploration, however Halls Creek remains as Pantoro's sole focus at the present time.





# Activities Report

## Halls Creek Project – Western Australia



*The Halls Creek Project Location*

The Halls Creek Project includes the Nicolson and Wagtail Mines, (35 km south west of Halls Creek) and a pipeline of exploration and development prospects located south-west of Halls Creek in the Kimberley Region of Western Australia.

Pantoro acquired the project during April 2014, and took possession of the site in May 2014 enacting its rapid development plan for the project. First production was achieved at Nicolson in the September 2015 quarter.

The project currently has a declared Mineral Resource of 218,000 ounces of gold. Mine development and production to date has revealed a significant overcall to the feasibility Ore Reserve. An Ore Reserve upgrade was completed in May 2017, with further ongoing updates planned as drilling and development progresses.

Production activities have also resulted in silver production with approximately one ounce of silver recovered for every two ounces of gold produced to date.

The project region has been sporadically explored over a number of years. Prospecting has shown significant potential in

the immediate area, which remains sparsely explored with minimal drill testing of targets outside of the existing resources (beneath and immediately adjacent to the existing open pits). Early exploration by Pantoro has been highly successful in identifying additional mineralisation.

Pantoro has rapidly grown its production profile at Nicolson, and is increasing its exploration effort in order to secure further growth. The company is actively drilling depth extensions at Nicolson, underground mining targets at Wagtail, and a number of regional exploration targets. The company strategy is to continue profitable production while substantially growing the Ore Reserve to facilitate further growth at the operation.



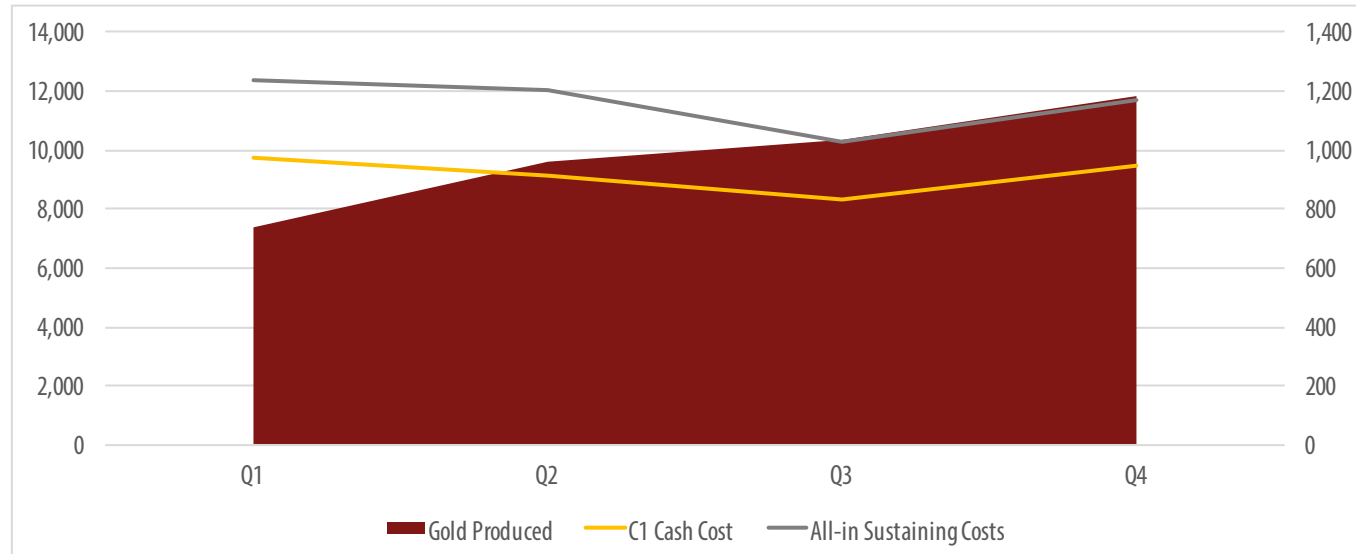
## Quarterly Progress – Nicolsons Mine

The June quarter resulted in continued increases in mine production. Record production of 11,826 ounces compared with 10,348 ounces in the March quarter, a 14% increase quarter on quarter and a 77% increase compared with the same period last year. Production at Nicolsons has increased in every quarter since the first gold pour in September 2015.

C1 cash cost and AISC were slightly higher than the previous quarter primarily due to a number of one off costs relating to a major mobile fleet change-out, finalisation of the processing plant optimisation, and increased operating waste and ore development to establish the southern orebodies. In addition, processing of large surface stocks while still incurring full open pit mining costs occurred during May as processing ramped up ahead of the mining ramp-up resulting in a stockpile adjustment. Nicolsons remains well on track to achieve long term AISC below A\$1,000 per ounce with an AISC of A\$947 in the month of June 2017.

Key operating statistics for the June quarter (FY2017 Q4) are set out in the table below:

	FY 2017			
Physical Summary	Q1	Q2	Q3	Q4
UG Ore Mined	33,866	34,073	42,243	40,446
UG Grade Mined	7.28	8.74	7.04	7.22
OP BCM Mined	0	238,599	264,392	316,916
OP Ore Mined	0	11,633	26,274	31,980
OP Grade Mined	0.00	3.68	4.16	4.18
Ore Processed	29,035	40,379	42,317	55,425
Head Grade	8.06	7.62	7.86	7.06
Recovery	98.0%	97.3%	96.8%	94.1%
Gold Produced	7,375	9,598	10,348	11,828
<b>Cost Summary (\$/oz)</b>				
<b>C1 Cash Cost</b>	<b>\$976</b>	<b>\$913</b>	<b>\$832</b>	<b>\$944</b>
Royalties	\$31	\$38	\$37	\$45
Marketing/Cost of sales	\$6	\$4	\$5	\$5
Sustaining Capital	\$205	\$237	\$144	\$164
Corporate Costs	\$17	\$12	\$11	\$10
<b>All-in Sustaining Costs</b>	<b>\$1,235</b>	<b>\$1,205</b>	<b>\$1,028</b>	<b>\$1,165</b>
Major Project Capital	\$415	\$462	\$317	\$213
Exploration Cost	\$25	\$15	\$37	\$38
<b>Project Capital</b>	<b>\$441</b>	<b>\$477</b>	<b>\$354</b>	<b>\$251</b>



## Nicolsons Underground Mine

Nicolsons underground mine continued to be the primary high grade ore source during the quarter with development and production activities continuing in the northern orebodies, and development of the Johnston orebody in the south now progressing. Decline development has continued to advance in both the north and south decline, and developed stocks continue to grow.



*Underground Stopping at Nicolsons*

Production for the quarter was 35,145 tonnes @ 7.98 g/t plus 5,301 tonnes @ 2.19 g/t of low grade material stockpiled for processing at a later date. The mine is now well positioned to capitalize on the large developed stock inventory and production from the mine is expected to further increase over the coming quarters, ensuring long term sustainability for the operation at the expanded production rate.

Results from the ongoing underground drilling program continued to deliver favourable results for the mine, culminating in an updated Mineral Resource and Ore Reserve being released early in May 2017. The new Mineral Resource and Ore Reserve is detailed separately below.

Some of the high grade drilling intercepts included:

- 2.7 m @ 218.8 g/t Au from 134 m downhole inc. 1.7 m @ 346.7 g/t from 135 m down hole.
- 1.15 m @ 90.4 g/t from 147 m down hole.
- 2.0 m @ 18.64 g/t Inc 1.65 m @ 22.0 g/t from 160 m down hole.
- 1.1 m @ 34.62 g/t from 151 m down hole.
- 2.9 m @ 7.13 g/t from 118 m down hole inc 1.05 m @ 15.2 g/t from 118 m down hole.
- 1.6 m @ 7.05 g/t from 145 m down hole.



- 1.8 m @ 7.31 g/t from 91 m down hole.
- 1 m @ 32.3 g/t Au from 117 m downhole.
- 2.5 m @ 38.7 g/t Au from 125 m downhole.
- 2 m @ 9.34 g/t Au from 92 m downhole.
- 0.5 m @ 178.0 g/t Au from 194.5 m downhole.
- 1 m @ 15.8 g/t Au from 175.9 m downhole.
- 1.2 m @ 34.3 g/t Au from 60.2 m downhole.
- 0.5 m @ 50.43 g/t Au from 51.1 m downhole.
- 0.5 m @ 58.54 g/t Au from 73.5 m downhole.
- 1.1 m @ 12.26 g/t Au from 212.4 m downhole.
- 1.5 m @ 13.88 g/t Au from 41.88 m downhole.

Full details were reported in releases to the ASX on 12 April and 8 May 2017 titled “High Grade Drilling at Nicolson’s” and “Additional High Grade Results at Nicolson’s”.

The additional drilling reported during the quarter was primarily focused on extensions to the Johnston Lode, but also positively contributed to the expansion of the Hall Lode Mineral Resource.

### **Wagtail Open Pit Mines**

Open pit mining continued to deliver high grade ore to the processing plant, supplementing production from the Nicolson’s underground mine. Rowdies pit was completed during January 2017 as planned, with Wagtail North and Wagtail South continuing to advance throughout the quarter.



With the record wet season now complete, the open pit mines advanced ahead of forecast with 26,174 tonnes @ 4.85 g/t mined plus a further 5,807 tonnes @ 1.18 g/t was stockpiled for processing at a later date. Both of the open pit mines, have continued to outperform the initial Ore Reserve, with ore stockpiles continuing to build.

The initial phase of open pit mining is expected to be completed in December 2017, and drilling of potential underground mining targets below the ultimate open pit designs is continuing.

## Mineral Resource and Ore Reserve Increase

Pantoro completed a Mineral Resource and Ore Reserve update during the quarter and released the new information to the ASX on 1 June 2017 in an announcement titled "Nicolsons Project Mineral Resource and Ore Reserve Update".

As 30 April 2017, the Nicolsons Project Mineral Resource stands at 1.58 million tonnes @ 7.43 g/t for 376,701 ounces. Ore Reserves stand at 773,252 tonnes @ 7.35 g/t for 182,823 ounces, a 62% increase after mining depletion compared with the previous Ore Reserve statement.

The Ore Reserve provides a base case life of approximately four years, with ongoing exploration and Mineral Resource development drilling being accelerated to ensure continued growth of the asset. Mineralisation remains open at depth in all Lodes currently being mined at Nicolsons and Wagtail.

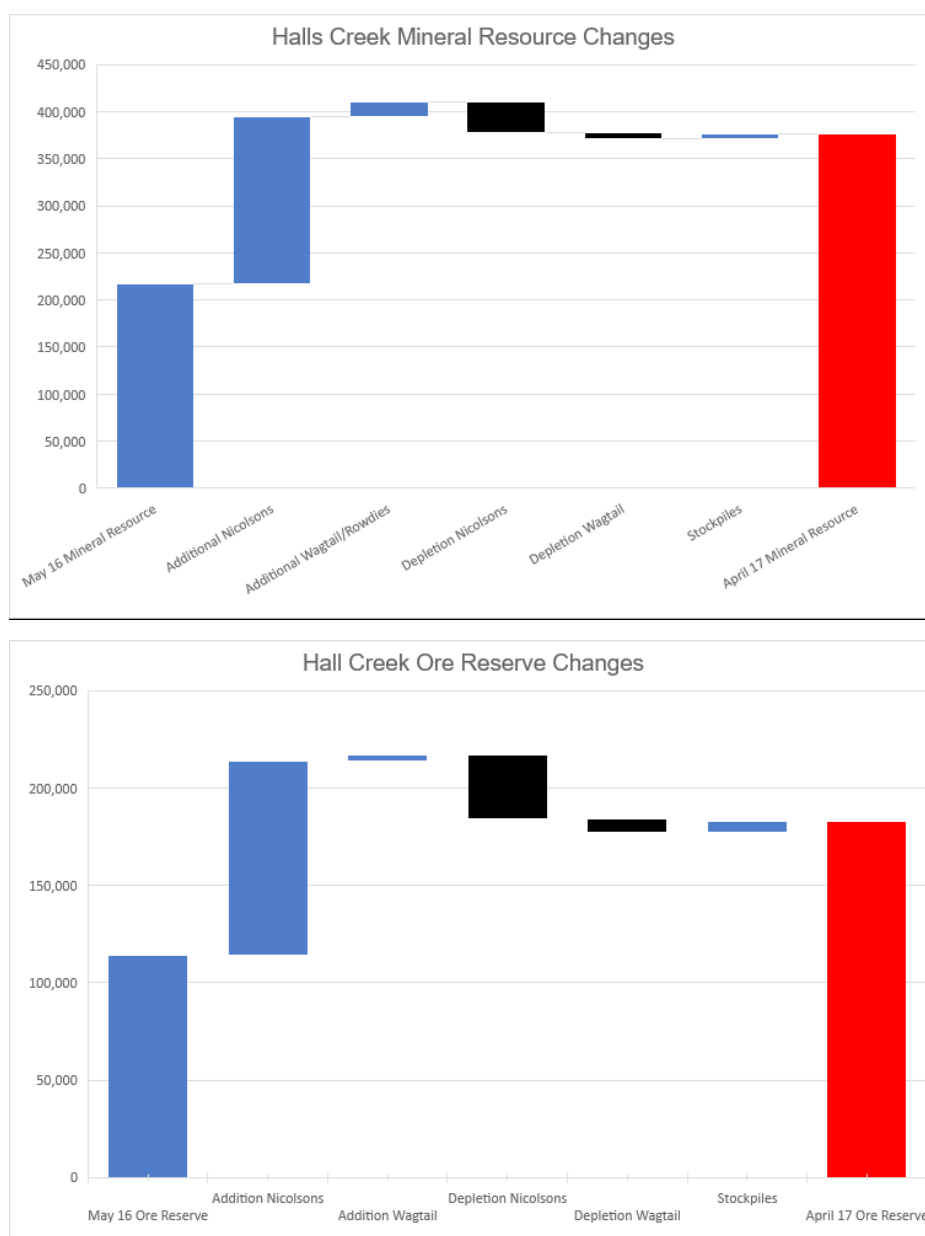
When taking total mining depletion (by Pantoro and reported by other companies historically) of approximately 74,000 ounces into account, the total known gold endowment at the project is now 451,000 ounces. This increase from previous estimates demonstrates the significance of the Nicolsons Project in the Australian gold mining context, and highlights the prospectivity of the under explored region.

Key Mineral Resource and Ore Reserve data as at 30 April 2017 are set out in the tables below.

	Measured			Indicated			Inferred			Total		
	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
Nicolsons	150,229	16.43	79,351	707,264	8.16	185,602	195,312	8.00	50,209	1,052,805	9.31	315,162
Wagtail	-	-	-	260,590	4.06	34,018	68,582	3.82	8,416	329,172	4.01	42,433
Rowdies	-	-	-	79,644	3.49	8,937	69,417	2.07	4,620	149,061	2.83	13,556
HG Stockpiles	16,042	7.11	3,667	-	-	-	-	-	-	16,042	7.11	3,667
LG Stockpiles	30,514	1.92	1,882	-	-	-	-	-	-	30,514	1.92	1,882
<b>Total</b>	<b>196,785</b>	<b>13.42</b>	<b>84,900</b>	<b>1,047,498</b>	<b>6.79</b>	<b>228,556</b>	<b>333,311</b>	<b>5.90</b>	<b>63,245</b>	<b>1,577,594</b>	<b>7.43</b>	<b>376,701</b>

	Proven			Probable			Total		
	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
Nicolsons Underground	136,005	10.60	46,329	443,142	6.78	96,610	579,147	7.68	142,939
Nicolsons Pits	31,165	12.39	12,416	23,189	8.42	6,275	54,354	10.70	18,691
Wagtail	-	-	-	93,196	5.22	15,643	93,196	5.22	15,643
Rowdies	-	-	-	-	-	-	-	0.00	-
HG Stockpiles	16,042	7.11	3,667	-	-	-	16,042	7.11	3,667
LG Stockpiles	30,514	1.92	1,882	-	-	-	30,514	1.92	1,882
<b>Total</b>	<b>213,726</b>	<b>9.36</b>	<b>64,294</b>	<b>559,527</b>	<b>6.59</b>	<b>118,529</b>	<b>773,252</b>	<b>7.35</b>	<b>182,823</b>

The waterfall charts overleaf set out the key changes to the Mineral Resource and Ore Reserve during the previous year. The majority of the growth is from Nicolsons due to the level of work undertaken during the year. With exploration efforts below the Wagtail open pits ramping up and underground exploration at Nicolsons ongoing, it is expected that subsequent updates will be sourced from both mining areas.



## Processing Plant

The processing plant exceeded the targeted 200,000 tonnes per annum run rate throughout the quarter with a total throughput of 55,425 tonnes @ 7.06 g/t. The throughput was 30% higher than the previous quarter. Recovery was slightly lower at 94%, primarily due to the higher throughput rate reducing mill residence time. Cost-benefit analysis for installation of additional leaching tanks will continue to be assessed as the plant settles into the increased processing rate.

Ore availability for the processing plant is excellent. Surface stockpiles of ore continued to build with 19,969 tonnes @ 5.05 g/t Au including 4,085 tonnes @ 7.54 g/t for 991 ounces of crushed ore, and a further 36,927 tonnes @ 1.86 g/t of low grade material for a total of 56,896 tonnes @ 2.98 g/t for 5,453 ounces available for processing.

Pantoro continues to work on planning for the next processing plant expansion at Nicolsons. Scoping work has determined that the next expansion will include addition of a second ball mill into the circuit, along with additional leaching capacity. The target production rate for the next plant upgrade is 400,000 tonnes per annum. Pantoro intends to continue work with a target of expanding its Mineral Resource and Ore Reserve base before undertaking the plant expansion.



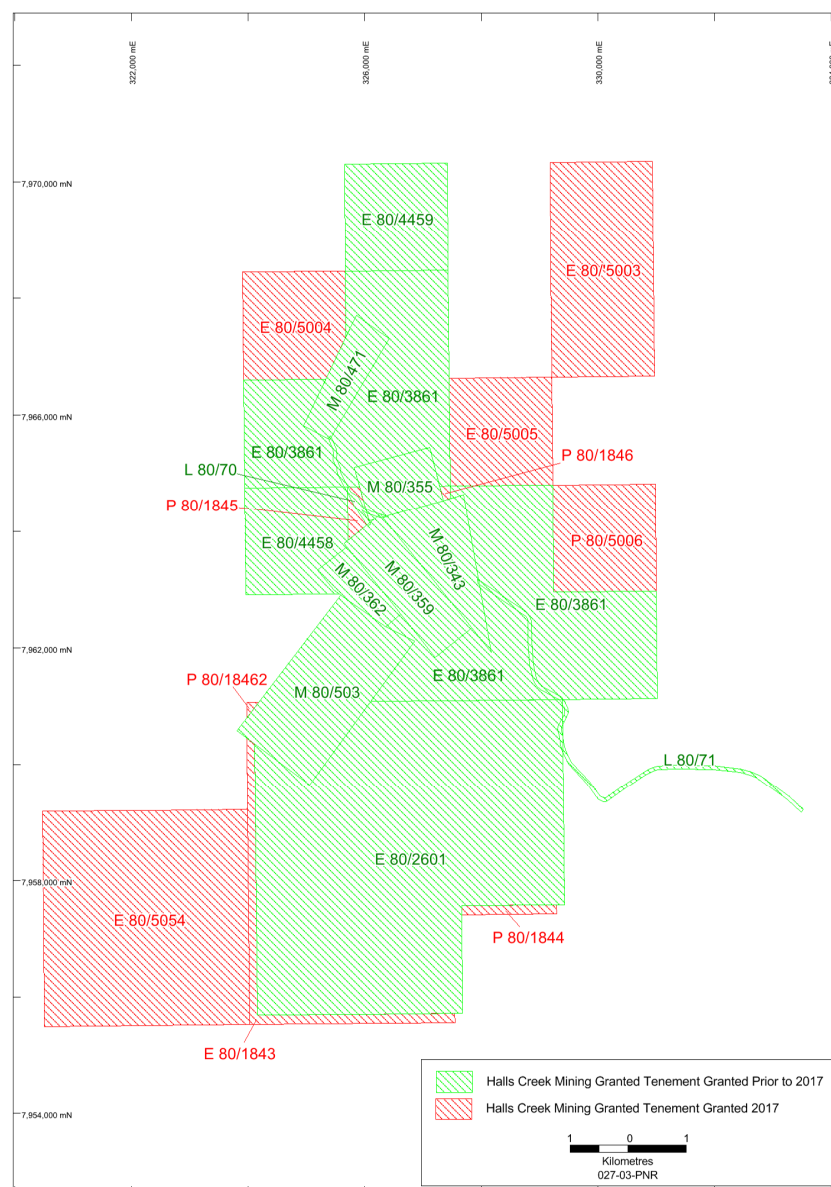
## Regional Exploration Update

Regional exploration within the tenement package recommenced during the quarter following the end of the unusually intense wet season. A number of activities aimed at identifying the next target for Mineral Resource drill out have been undertaken including:

- Grid based orientation geochemical sampling at Paddock Well;
- Follow up drilling at Paddock Well;
- First pass drilling at Western Reef;
- First pass drilling at Shifty's Reef; and
- Reconnaissance sampling within the southern areas of E80/2601, and in E80/5054.

Results from these early stage exploration programs are expected to be available during the coming weeks.

Pantoro was granted a new exploration lease, E80/5054 during the quarter. E80/5054 has two walk up drilling targets which are planned to be tested by Pantoro during the coming quarter. A number of prospective new tenement areas have been granted during 2017, as shown in the figure below. Pantoro continues to assess additional growth opportunities in the area.



## Papua New Guinea Projects

### **Garaina Project (EL1614 and EL 2013), Morobe Province, Papua New Guinea (100%)**

The Garaina Project is Pantoro's main exploration target in PNG, located 100 km southeast of the Hidden Valley Mine and Wau Town, in the Morobe province, covering an area of approximately 380 km<sup>2</sup>. The tenement area covers the suture zone between the Owen Stanley Metamorphic thrust to the west and the Papuan Ultramafic to the east. Most of the EL is underlain by the Owen Stanley metamorphic complex, which is common to the majority of the known major mineral deposits in PNG.

PNR discovered significant surface mineralisation at the Kusi Prospect in January 2011 and since that time has completed extensive exploration programs with exciting surface exploration and drilling results.

Field campaigns have identified mineralisation and alteration signatures similar to those seen at the Kusi Prospect as far north as the Sim Prospect, and as far west as the Kasuma Prospect.

#### **Quarterly Activity**

Pantoro has not yet received all of the results from the sampling program undertaken during the previous quarter. Once the results are received, additional work programs will be assessed.

Pantoro continues to seek development partners for the project.

### **Widubosh Project, ML 457 – Morobe Province**

The company holds ML457 in 50-50 joint venture with PNG Forest products (PNGFP), (the dominant landowner and employer in the region) which sees PNR holding 50% ownership of the fully permitted Widubosh Project (ML 457). ML457 lies approximately 10 km north of the Bulolo township near the confluence of the Bulolo and Watut Rivers. The tenement has been the subject of extensive bulk sampling by Pantoro, and is available for development by the joint venture partners. Pantoro intends to exit from the Widubosh project in the near term.

## Corporate Information

### Gold Hedging

Pantoro hedged a total of 8,000 ounces of gold during the quarter, with pricing at delivery between \$1,724 and \$1,725 per ounce. Pantoro is able to fill the contracts early to maximize cashflow while the spot gold price is substantially lower than the hedge contract prices.

### Company Structure

A total of 16,068,296 listed options (ASX:PNRO) due to expire on 25 August 2017 were exercised during the quarter, realizing cash inflow of \$964,097.76.

The company structure as at 30 June 2017 is provided in the table below.

<b>Cash &amp; Gold</b>	\$11.9 million
<b>Debt</b>	5,000 ounces of gold and normal trade creditors
<b>Ordinary Shares (PNR)</b>	761,659,872
<b>Listed Options (PNRO)</b>	16,428,142 (exercisable at \$0.06, expiring 25/08/17)
<b>Unlisted Options</b>	8,500,001 (exercisable at \$0.06, various expiry dates)
<b>Employee Options</b>	18,530,000 (various exercise prices and expiry dates)
<b>Performance Rights</b>	4,500,000 (various expiry dates)

## Compliance Statements

### Halls Creek Project - Mineral Resources & Ore Reserves

The information relating to Mineral Resources and Ore Reserves is extracted from a report entitled 'Nicolsons Project Mineral Resource and Ore Reserve Update' created on 1 June 2017 and is available to view on Pantoro's website ([www.pantoro.com.au](http://www.pantoro.com.au)). The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

### Nicolsons Drilling Results

The information relating to drilling results at Nicolsons is extracted from reports entitled 'High Grade Drilling at Nicolsons' created on 12 April 2017 and 'Additional High Grade Results at Nicolsons' created on 8 May 2017 and available to view on Pantoro's website ([www.pantoro.com.au](http://www.pantoro.com.au)). The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

### Forward Looking Statements

Certain statements in this report relate to the future, including forward looking statements relating to Pantoro's financial position and strategy. These forward looking statements involve known and unknown risks, uncertainties, assumptions and other important factors that could cause the actual results, performance or achievements of Pantoro to be materially different from future results, performance or achievements expressed or implied by such statements. Actual events or results may differ materially from the events or results expressed or implied in any forward looking statement and deviations are both normal and to be expected. Other than required by law, neither Pantoro, their officers nor any other person gives any representation, assurance or guarantee that the occurrence of the events expressed or implied in any forward looking statements will actually occur. You are cautioned not to place undue reliance on those statements.



## 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

Pantoro Limited

### ABN

30 003 207 467

### Quarter ended ("current quarter")

30 June 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	18,611	59,449
1.2 Payments for		
(a) exploration & evaluation	(479)	(1,355)
(b) development	(3,583)	(16,380)
(c) production	(9,161)	(26,878)
(d) staff costs	(3,620)	(13,258)
(e) administration and corporate costs	(271)	(1,461)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	9	36
1.5 Interest and other costs of finance paid	(13)	(30)
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>1,493</b>	<b>123</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(549)	(2,517)
(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 (12 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	20
	(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>(549)</b>	<b>(2,497)</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	992	3,999
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	3,200
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>992</b>	<b>7,199</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	7,797	4,926
4.2	Net cash from / (used in) operating activities (item 1.9 above)	1,493	123
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(549)	(2,497)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	992	7,199
4.5	Effect of movement in exchange rates on cash held	-	(18)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>9,733</b>	<b>9,733</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	1,400	347
5.2 Call deposits	8,333	7,450
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>9,733</b>	<b>7,797</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

**Current quarter  
\$A'000**

244

-

Total amounts paid to directors including salaries, directors fees, superannuation and consulting fees.

**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'000**

-

-



**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
9,508	9,508

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.

8.1 – Gold prepayment facility with CBA

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

**\$A'000**

9.1 Exploration and evaluation

425

9.2 Development

4,500

9.3 Production

8,900

9.4 Staff costs

3,600

9.5 Administration and corporate costs

300

9.6 Other (provide details if material)

-

**9.7 Total estimated cash outflows**

**17,725**

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				
10.2	Interests in mining tenements and petroleum tenements acquired or increased	E80/5054	Halls Creek Project Tenements Granted	0%	100%

**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: 27 July 2017

Print name: David Okeby

**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.