

ASX ANNOUNCEMENT

25 January 2018

DECEMBER 2017 QUARTERLY ACTIVITIES AND CASH FLOW REPORT

Highlights

- Water bore test holes on the margin of the Lost Dog orebody intersected:
 - **LDW005: 11 metres at 3.17 g/t Au from 10 metres**
 - **LDW001: 8 metres at 2.13 g/t Au from 13 metres**
- Water bore test holes 2.2 Km east of the Lost Dog deposit intersected highly anomalous gold mineralisation:
 - **LDW015: 2 metres at 1.21 g/t Au from 33 metres**
 - **LDW016: 7 metres at 0.56 g/t Au from 32 metres**
- Sterilisation drilling north of the Lost Dog deposit intersected:
 - **JD17D193: 13 metres at 2.92 g/t Au from 13 metres**
 - **JD17D163: 6 metres at 2.92 g/t Au from 39 metres**
 - Including 3 metres at 2.50 g/t Au from 39 metres (transported regolith)
 - Including 2 metres at 5.04 g/t Au from 43 metres (granitoid saprolite)
 - **JD17D205: 3 metres at 1.41 g/t Au from 48 metres**
- Water bore test holes west to south west of Black Cat testing palaeochannel regolith intersected:
 - **BCW012: 4 metres at 1.52 g/t Au from 57 metres**
 - **BCW005: 2 metres at 2.39 g/t Au from 84 metres**
 - **BCW004: 2 metres at 1.24 g/t Au from 48 metres**
- Phase 2 water exploration commenced.

Beacon Minerals Limited (ASX:BCN) (Beacon or Company) is pleased to present its Quarterly Activities Report for the period ended 31 December 2017.

The Company announced on 17 November 2017 that a broader drilling programme had commenced at Beacon's Jaurdi Gold Project in Western Australia.

The drilling programme primarily aimed at:

- Testing the eastern parts of the previously identified gold–in-soil anomaly which includes the area of the peak result of 600ppb gold.
- Testing numerous geophysical targets identified from the recently completed VTEM and Ground Gravity surveys. These holes were targeting, not only gold, but potential water sources for our future mining requirements.

A total of 224 vertical and angled aircore holes for 10,905m was completed at the Jaurdi Gold Project, which included:

- **Black Cat**
 - 23 vertical holes for 1,465m
- **Lost Dog**
 - 58 vertical holes for 2,773m
 - 143 angled holes for 6,667m



Figure 1: Drill Rig at Jaurdi Gold Project – November 2017

Subsequent to the Quarter Ended 31 December 2017

Beacon announced on 15 January 2018 that the aircore drilling conducted at the Lost Dog and Black Cat prospects for water exploration and sterilisation purposes was successfully completed during November and December 2017.

Lost Dog Water Exploration Drilling

Beacon's intention is to commence production at the Lost Dog deposit this calendar year with the Company in discussions to build its own processing plant. As part of this strategy, Beacon will require a substantial supply of ground water from palaeochannel-hosted aquifers to facilitate the processing of the Lost Dog ore. An extensive exploration effort has been directed towards understanding the potential for the Jaurdi paleo-drainage systems to host this water source. The airborne VTEM survey conducted in July 2017 identified two main palaeochannel systems within M16/529 and more extensively within E16/469 (Figure 2). The ground gravity survey completed in the latter part of 2017 assisted in narrowing the focus of the water targets.

A total of 58 holes for 2,773 metres was drilled testing both palaeochannels. Water was successfully identified in the northern palaeochannel system and water bores will be drilled, tested and if productive submitted for licensing.

Sample return from all holes were analysed for gold mineralisation. Holes drilled within the Lost Dog orebody intersected ore grade mineralisation including **11 metres at 3.17 g/t Au** (LDW005) from 10 metres and **8 metres at 2.13 g/t Au** from 13 metres (LDW001). Highly anomalous gold was identified 2.2 Kilometres east of the Lost Dog deposit in holes LDW015 and 016; intersecting **2 metres at 1.21 g/t Au** from 33 metres and **7 metres at 0.56 g/t Au** from 32 metres respectively (Table 1). This is a significant result and a follow up exploration programme will be undertaken by Beacon in due course.

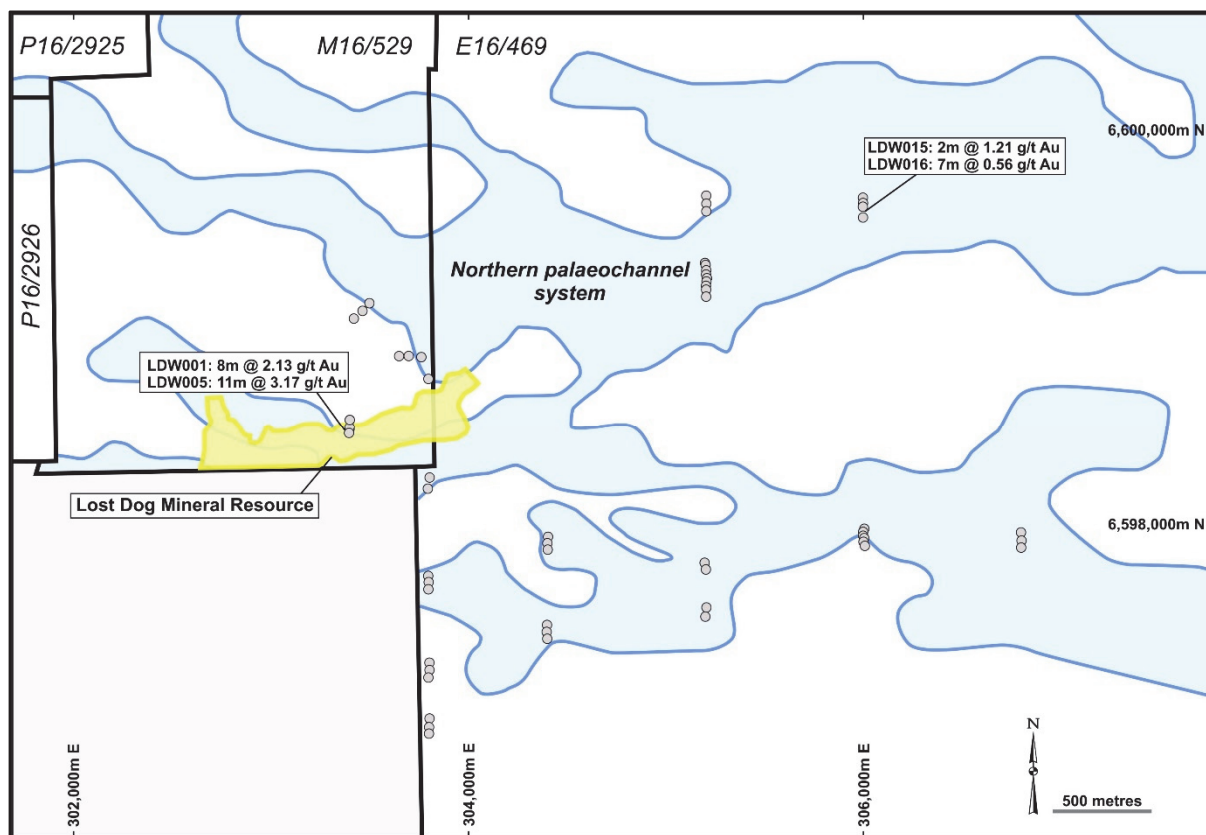


Figure 2: Lost Dog water exploration at the Jaurdi Gold Project

Table 1: Significant Intersections from the Lost Dog Water Exploration (M16/529 & E16/469) >0.1 g/t Au

Hole No	MGA East	MGA North	Total Depth (m)	From (m)	To (m)	Intecept	Regolith/Geology
LDW001	303,396	6,598,480	58	13	21	8 m @ 2.13 g/t Au	Lost Dog ore body
LDW002	303,401	6,598,495	55	8	25	17 m @ 0.34 g/t Au	Clay, pisolitic gravel & sandy clay
LDW003	303,400	6,598,513	49	17	18	1 m @ 0.12 g/t Au	Puggy transported clay
LDW005	303,397	6,598,460	59	10	21	11 m @ 3.17 g/t Au	Lost Dog ore body
				24	26	2 m @ 1.04 g/t Au	Sandy clay
LDW012	303,799	6,598,737	66	28	29	1 m @ 1.08 g/t Au	Transported saprolitic clay
				33	39	6 m @ 0.15 g/t Au	Sandy clay and sand
LDW015	305,999	6,599,556	57	33	35	2 m @ 1.21 g/t Au	Sandy clay
				35	38	3 m @ 0.27 g/t Au	Upper saprolite
LDW016	305,997	6,599,610	57	32	39	7 m @ 0.56 g/t Au	Sandy clay and sand
LDW017	305,999	6,599,656	45	32	37	5 m @ 0.32 g/t Au	Sandy clay and sand
LDW018	305998	6599628	53	35	36	1 m @ 0.13 g/t Au	Sandy clay
				39	40	1 m @ 0.14 g/t Au	Mostly sand
LDW023	305208	6599248	46	26	27	1 m @ 0.10 g/t Au	Transported clay
LDW024	305205	6599266	42	24	28	4 m @ 0.18 g/t Au	Transported clay
LDW029	305197	6599325	39	26	27	1 m @ 0.11 g/t Au	Sandy clay
LDW030	305201	6599312	42	24	25	1 m @ 0.19 g/t Au	Mostly silcrete

Lost Dog Sterilisation Drilling

An area to the north of the Lost Dog deposit, which is likely to be the site for the milling facility, was systematically drilled using an aircore rig. A large part of this area also coincides with the gold in auger-soil anomaly identified in July 2017. The programme consisted of 143 angled holes for 6,667 metres and was completed on lines approximately 100m apart with hole collars at 25 metre spaced centres along the lines. Holes were angled at –60 degrees to magnetic east. This orientation was selected as other gold mineralised systems in the region, including the Black Cat system, dip to the west and southwest.

The geochemical results from this drilling can be viewed to be hosted in basically two regolith horizons including the overlying transported horizon and the underlying in situ regolith horizon. Viewing the results from the transported parts of the regolith profile, a new area of gold-in-transported regolith has been identified in the south eastern parts of the drilled grid. Gold is located within a deeper part of the regolith profile at around 40 metres below surface and generally at the base of the transported profile in reduced clay, sandy clay and base-of-channel sand. This is considerably below the position of the Lost Dog mineralisation, which is generally at depths less than 25 metres and probably represents a palaeochannel tributary coming into the main, deeper parts of the channel to the south. Of further interest is that this tributary is draining from the area where the recent drilling has identified anomalous gold (>0.10g/t Au) from the in situ, weathered granitoid part of the regolith profile. This makes this area a high priority for follow-up drilling. Significant intervals of mineralisation within the transported regolith include JD17D163, **3 metres at 2.50 g/t Au** from 39 metres and JD17D196, **1 metre at 3.03 g/t Au** from 35 metres (Figure 3).

The gold results from the in situ (weathered granitoid) part of the regolith profile are also of significant interest and to a large degree are coincident with the gold-in-transported regolith intercepts, albeit that they are elongated over a west-northwest – east-southeast zone, which has at least 500m of strike and is open to the east-southeast. It is possible that some of this anomalous gold may represent leaching of the base of channel gold down into the in situ regolith through water table movement, however, the distribution of the in situ gold anomalies suggest some structural control and the area to the east-southeast should be followed up with further aircore drilling. Significant mineralisation within the weathered granitoid includes JD17D163, **2 metres at 5.04 g/t Au** from 43 metres and JD17D203, **1 metre at 1.34 g/t Au** from 50 metres (Table 2).

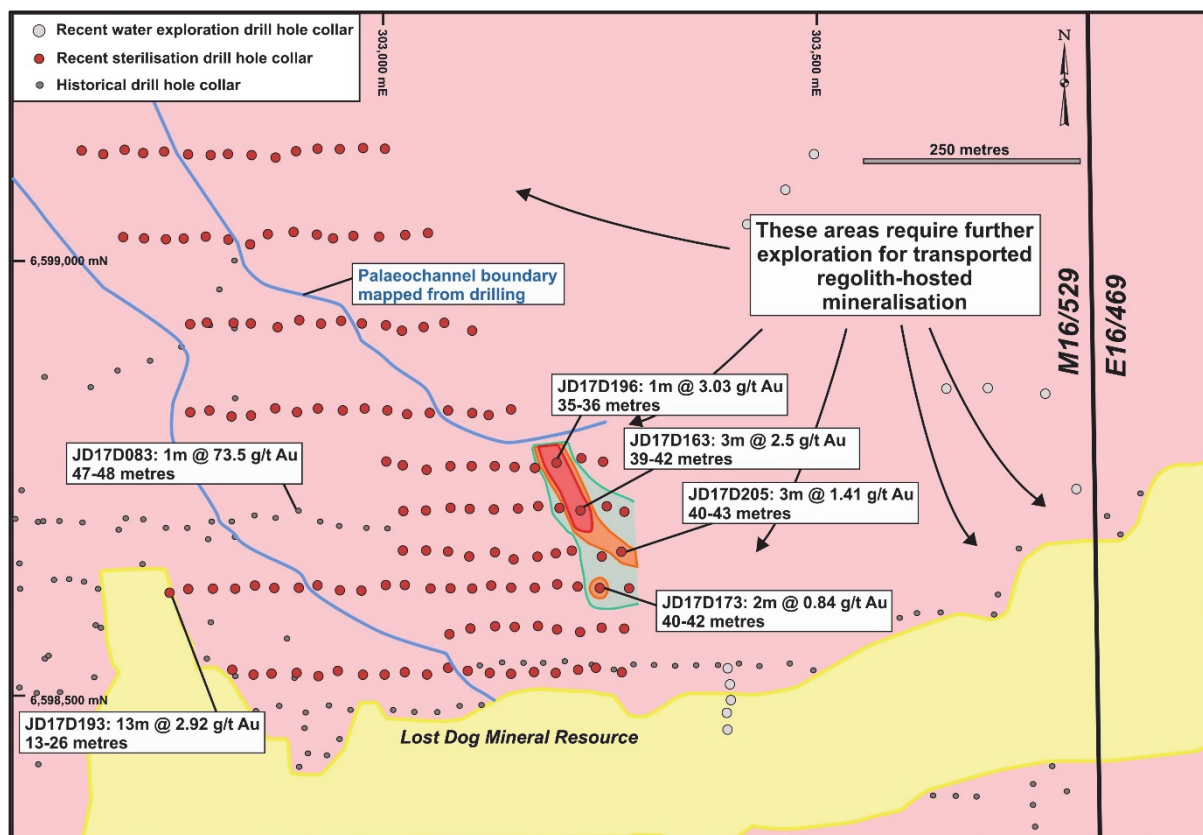


Figure 3: Recent sterilisation drilling north of Lost Dog showing anomalous gold in transported regolith

Extrapolation of this trend further to the east-southeast means that it passes through an area of no previous drilling, before hitting the Lost Dog north east mineralisation, where previous RC hole, JD17C190, intersected **1 metre @ 0.41g/t Au** from 50 metres in lower saprolite granitoid. To the south, but potentially still along strike from the newly identified in situ gold trend, is hole JD17C313, which intersected **2 metres @ 0.59g/t Au** from 29 metres in quartz-veined granitoid upper saprolite. It is possible that the JD17C190 and JD17C313 intercepts represent the south eastern most expression of this new in situ trend. The area between these two holes and the new trend, highlighted by JD17D163 (Figure 4), requires systematic testing with blade refusal aircore. This would cover parts of the Lost Dog north east mineralisation, where few holes have been completed to granitoid bedrock (blade refusal). The identification of both the transported and in situ gold mineralisation, by the recent aircore programme, means that further aircore drilling to the east and southeast is required to test for further transported regolith-hosted gold mineralisation and to test for a primary source within the underlying granitoid.

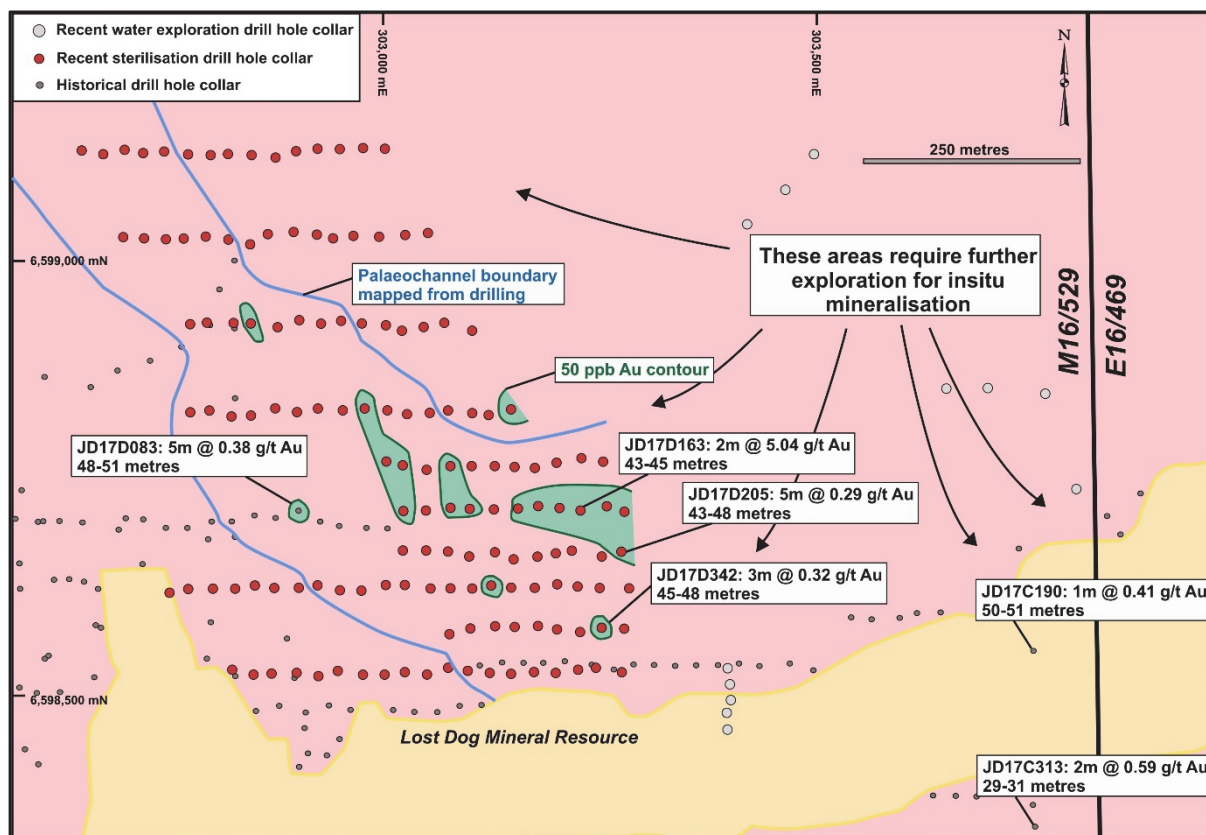


Figure 4: Recent sterilisation drilling north of Lost Dog showing anomalous gold in the weathered granitoid

Table 2: Significant Intersections from the Lost Dog Sterilisation Aircore (M16/529) >0.1 g/t Au

Hole No	MGA East	MGA North	Total Depth (m)	From (m)	To (m)	Intecept	Regolith/Geology
JD17D101	303,148	6,598,829	34	28	29	1 m @ 0.13 g/t Au	Granitoid lower saprolite
JD17D161	303,278	6,598,711	43	38	40	2 m @ 0.49 g/t Au	Sandy clay
JD17D162	303,258	6,598,718	42	38	41	1 m @ 0.20 g/t Au	Granitoid lower saprolite (BOH)
JD17D163	303,228	6,598,713	45	39	42	3 m @ 0.43 g/t Au	Sandy clay
JD17D164	303,204	6,598,716	45	40	45	3 m @ 2.50 g/t Au 2 m @ 5.04 g/t Au	Granitoid lower saprolite
JD17D169	303,078	6,598,716	50	46	47	2 m @ 0.46 g/t Au	Puggy clay & BOC sand
JD17D172	303,284	6,598,623	55	42	44	1 m @ 0.66 g/t Au	Upper saprolite
JD17D173	303,250	6,598,624	56	40	42	2 m @ 0.57 g/t Au	Reduces clay and sandy clay
JD17D178	303,125	6,598,627	57	40	42	2 m @ 0.84 g/t Au	Grey reduced clay
JD17D193	302,754	6,598,618	63	48	50	2 m @ 0.22 g/t Au	Upper saprolite
JD17D196	303,200	6,598,768	38	13	19	6 m @ 5.40 g/t Au	Lost Dog orebody
JD17D203	303,023	6,598,765	51	20	22	2 m @ 0.15 g/t Au	Transported clay
JD17D205	303,275	6,598,665	48	24	26	2 m @ 2.61 g/t Au	Transported clay
JD17D206	303,252	6,598,660	52	30	32	2 m @ 0.51 g/t Au	Pisolitic gravel and sandy clay
JD17C325	303,199	6,598,526	57	35	36	1 m @ 3.03 g/t Au	Reduced puggy clay
JD17C340	302,827	6,598,529	57	50	51	1 m @ 1.34 g/t Au	Granitoid lower saprolite (BOH)
JD17C342	303,252	6,598,578	63	40	43	3 m @ 1.41 g/t Au	Sandy clay and BOC sand
				43	48	5 m @ 0.29 g/t Au	Granitoid saprolite (BOH)
				38	40	2 m @ 0.19 g/t Au	Transported clay and sandy clay
				22	23	1 m @ 0.26 g/t Au	Reduced puggy clay
				16	23	7 m @ 0.58 g/t Au	Transported clay, minor silcrete
				45	48	3 m @ 0.32 g/t Au	Upper saprolite

Black Cat Water Exploration Drilling

Vertical aircore drilling comprising of 23 vertical aircore holes for 1,465m was completed during November 2017 to test palaeochannel regolith identified by the 2017 VTEM airborne survey within M16/115. The targets were all satisfactorily tested, most being located in the western parts of the tenement, with one target located in the far eastern parts of M16/115, near the eastern tenement boundary and where the palaeochannel leaves M16/115 and continues to the east onto P16/2925 and 2926. All holes were drilled to blade refusal to provide a complete picture of both the transported and in situ regolith profiles and any associated gold geochemistry.

Exploration for water within M16/115 was generally unsuccessful with only one suitable target identified. A deep transported regolith profile was identified in the western parts of the tenement with the base of palaeochannel sands and sandy clay being up to 60 metres below surface, before passing into in situ mafic regolith after basalt, dolerite, gabbro and some intrusive granitoid/porphyry. Drilling across the interpreted channel system generally identified a deepening of the channel, where base of channel sands might be thickest and likely to contain appreciable amounts of water and the targeted sandy regolith was intersected as expected, but apart from BCW012, water content was low. In the eastern parts of M16/115, aircore drilling indicated a much thinner transported regolith profile with the deepest transported regolith being at 40 metres below surface with no base of channel sand horizon, although some green silcrete was intersected at the base of the transported profile in a couple of holes. Minor water was located below this silcrete horizon.

Historical drilling in the western parts of M16/115 had previously intersected highly anomalous gold, e.g. JHR164, **7m @ 2.51 g/t Au** from 60 metres at the bottom of the hole. The recent aircore drilling has also intersected anomalous gold from both the transported regolith profile and from the in situ part of the profile. BCW009 was drilled within 20 metres south west of JHR164 and intersected **1 metre @ 1.00 g/t Au** from 59 metres (Table 3). Further to the South-West by 400 metres, BCW005 intersected **2 metres at 2.39 g/t Au** from 84 metres in a quartz-biotite rich saprock (Figure 5). There are a number of other gold intercepts in both historical and recent drilling in the general area, highlighting that the underlying mafic rocks are highly prospective. In all, drill coverage is very sparse and even holes BCW019-021, in the far east have anomalous intercepts, meaning that the entire M16/115 tenement area requires systematic exploration for gold.

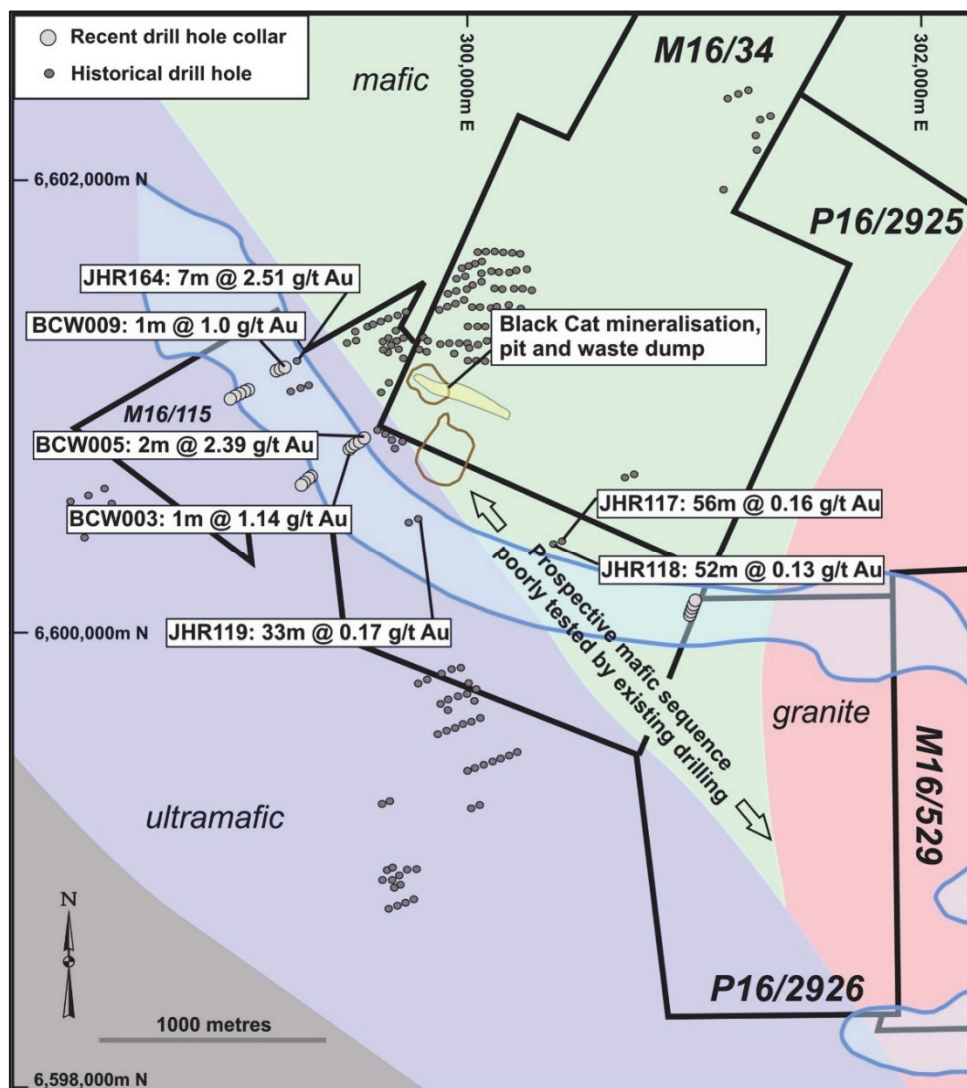


Figure 5: Recent and historical drilling at Black Cat showing palaeochannel identified by 2017 VTEM survey

Table 3: Significant Intersections from the Black Cat Water Exploration (M16/115) >0.1 g/t Au

Hole No	MGA East	MGA North	Total Depth (m)	From (m)	To (m)	Intercept	Regolith/Geology
BCW001	299,511	6,600,838	65	33	34	1 m @ 1.98 g/t Au	Transported Clay
				63	65	2 m @ 0.14 g/t Au	Mafic lower saprolite (BOH)
BCW002	299,493	6,600,823	72	69	72	3m @ 0.20 g/t Au	Dolerite saprock (BOH)
BCW003	299,478	6,600,816	68	50	51	1m @ 1.14 g/t Au	Lower saprolite after sediment?
BCW004	299,528	6,600,850	73	42	46	4 m @ 0.21 g/t Au	Transported clay
				48	50	2 m @ 1.24 g/t Au	Puggy transported clay
				52	57	5 m @ 0.89 g/t Au	Reduced transported clay
				57	60	3 m @ 0.19 g/t Au	Lower saprolite after sediment
BCW005	299,546	6,600,865	86	48	50	2 m @ 0.83 g/t Au	Puggy transported clay
				84	86	2 m @ 2.39 g/t Au	Qtz-biotite schistsaprock, 5% Qtz vein
BCW007	299,283	6,600,668	62	61	62	1 m @ 0.28 g/t Au	Mafic lower saprolite (BOH)
BCW009	299,190	6,601,172	60	59	60	1m @ 1.00 g/t Au	Mafic lower saprolite (BOH)
BCW010	299,175	6,601,170	63	53	54	1 m @ 0.76 g/t Au	Reduced transported clay
BCW012	299,016	6,601,066	75	57	61	4 m @ 1.52 g/t Au	Upper saprolite
				63	64	1 m @ 0.22 g/t Au	Upper saprolite
				72	74	2 m @ 0.52 g/t Au	Granitoid lower saprolite
BCW015	298,966	6,601,044	75	73	75	2 m @ 0.53 g/t Au	Granitoid saprock (BOH)
BCW017	299,033	6,601,074	69	56	57	1 m @ 0.29 g/t Au	Transported sandy clay
BCW019	300,993	6,600,074	39	36	38	2 m @ 0.21 g/t Au	High MgO basalt saprock
BCW020	300,999	6,600,092	45	34	38	4 m @ 0.13 g/t Au	Mafic lower saprolite
				41	43	2 m @ 0.22 g/t Au	Mafic lower saprolite
BCW021	301,005	6,600,109	47	36	43	7 m @ 0.11 g/t Au	High MgO basalt saprock
BCW022	301,012	6,600,126	51	29	32	3 m @ 0.15 g/t Au	Transported clay
BCW023	301,017	6,600,142	47	28	34	6 m @ 0.53 g/t Au	Transported clay, minor silcrete

Phase 2 Water Exploration

Water bore drilling commenced on the 12 January 2018 targeting the most prospective sites identified in the recent drill programme. This programme will include the drilling of mine dewatering bores as well as production bores.



Figure 5: Project Manager Alex McCulloch conferring with Drill Foreman Scott Baily at production water bore 2 kms east of lost dog ore resource

CASH RESERVES

As at 31 December 2017 the Company had approximately \$6.4 million in cash reserves.

CAPITAL STRUCTURE

As at the date of this report the Company has the following capital structure:

Fully Paid Ordinary Shares (BCN)	2,013,961,284
Listed Options ex. \$0.025 on or before 1 August 2022	498,490,321
Unlisted Options ex. \$0.004 on or before 31 January 2022	80,000,000
Unlisted Options ex. \$0.025 on or before 5 May 2019	5,000,000

OTHER OPPORTUNITIES

Senior management and external consultants have undertaken desk top reviews, and where justified, field inspections. Discussions continue and shareholders will be advised immediately of any material outcomes.

Should shareholders have any questions regarding Beacon, please feel free to contact Executive Chairman Geoff Greenhill or Managing Director Graham McGarry.

Geoff Greenhill
Executive Chairman
Beacon Minerals Ltd
M: 0419 991 713

Graham McGarry
Managing Director
Beacon Minerals Ltd
M: 0409 589 584

COMPETENT PERSON STATEMENT:

The information in this report that relates to the Jaurdi Gold Project Mineral Resource estimation is based on information compiled by Mr Richard Finch and Mr Darryl Mapleson, both full time employees of BM Geological Services. Mr Finch is a Member of the Australian Institute of Mining and Metallurgy, while Mr Mapleson is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Finch and Mr Mapleson have sufficient experience that is relevant to the style of the mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

This ASX announcement contains information extracted from the following reports, which are available on the Company's website at www.beaconminerals.com.au.

- 15 January 2018 Jaurdi Gold Project – Drilling Update

The Company confirms that it is not aware of any new information or data that materially affects the exploration results included in any original market announcements referred to in this report and that no material change in the results has occurred. 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 announcements.

SCHEDULE OF MINERAL TENEMENT INTERESTS

Beacon Minerals Limited provides the following schedule of mineral tenement interests held by the Company for the quarter ended 31 December 2017 as required by ASX Listing Rule 5.3.

Beacon Minerals Limited Mineral Tenement interest as at 31 December 2017;

TENEMENT	PROJECT/LOCATION	INTEREST AT THE BEGINNING OF THE QUARTER	INTEREST AT THE END OF THE QUARTER
	Jaurdi Gold Project		
M16/529	Jaurdi, Coolgardie	100%	100%
E16/0469	Jaurdi, Coolgardie	0%	0% ⁽¹⁾
M16/0034	Jaurdi, Coolgardie	0%	100%
M16/0115	Jaurdi, Coolgardie	0%	100%
P16/2925	Jaurdi, Coolgardie	0%	0% ⁽²⁾
P16/2926	Jaurdi, Coolgardie	0%	0% ⁽²⁾
L16/012	Jaurdi, Coolgardie	0%	100%

- (1) Beacon has executed an Option to Purchase Agreement with Mr Steven Argus and Zephyr Mining Pty Ltd, the holder of licence E16/469.
- (2) Beacon has executed an Option to Purchase Agreement with Australian Live-Stock Suppliers Pty Ltd, the holders of prospecting licences P16/2925 and P16/2926.

Disclaimer

This ASX announcement (Announcement) has been prepared by Beacon Minerals Limited ("Beacon" or "the Company"). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this Announcement.

This Announcement contains summary information about Beacon, its subsidiaries and their activities which is current as at the date of this Announcement. The information in this Announcement is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in Beacon.

By its very nature exploration for minerals is a high risk business and is not suitable for certain investors. Beacon's securities are speculative. Potential investors should consult their stockbroker or financial advisor. There are a number of risks, both specific to Beacon and of a general nature which may affect the future operating and financial performance of Beacon and the value of an investment in Beacon including but not limited to economic conditions, stock market fluctuations, gold price movements, regional infrastructure constraints, timing of approvals from relevant authorities, regulatory risks, operational risks and reliance on key personnel.

Certain statements contained in this announcement, including information as to the future financial or operating performance of Beacon and its projects, are forward-looking statements that:

- may include, among other things, statements regarding targets, estimates and assumptions in

respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;

- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Beacon, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Beacon disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements.

All forward looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

No verification: Although all reasonable care has been undertaken to ensure that the facts and opinions given in this Announcement are accurate, the information provided in this Announcement has not been independently verified.

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

Beacon Minerals Limited

ABN

64 119 611 559

Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
(a)	exploration & evaluation	(204)	(837)
(b)	development	-	-
(c)	production	-	-
(d)	staff costs	(65)	(123)
(e)	administration and corporate costs	(75)	(181)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	29	36
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)	5	8
1.9	Net cash from / (used in) operating activities	(310)	(1,097)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
(a)	plant and equipment	(8)	(92)
(b)	tenements (see item 10)	-	(239)
(c)	investments	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
(d) other non-current assets	-	-
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	(8)	(331)

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	-	7,477
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	-	(505)
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	-	6,972

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	6,798	936
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(310)	(1,097)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(8)	(331)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	6,972
4.5 Effect of movement in exchange rates on cash held	-	-
4.6 Cash and cash equivalents at end of period	6,480	6,480

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	26	233
5.2 Call deposits	6,454	6,565
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)	6,480	6,798

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	67
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	
N/A	

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	
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'000	Amount drawn at quarter end \$A'000
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		

Mining exploration entity and oil and gas exploration entity quarterly report

9.	Estimated cash outflows for next quarter	\$A'000
9.1	Exploration and evaluation	300
9.2	Development	-
9.3	Production	-
9.4	Staff costs	59
9.5	Administration and corporate costs	80
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	439

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	N/A	N/A	N/A	N/A
10.2	Interests in mining tenements and petroleum tenements acquired or increased	L16/012, Jaurdi	Licence	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: Sarah Shipway Date: 25 January 2017
Non-Executive Director/Company Secretary

Print name: Sarah Shipway

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.