



30 January 2018

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING DECEMBER 31 2017

HIGHLIGHTS

- 2766 metres of RC drilling in 23 holes completed on the Mount Isa Project during the December Quarter.
- Targets tested include Jubilee, Millennium, Kalman West, Hammertime, Serendipity and Pharaoh East.
- At the **Jubilee Copper-Gold Project** (in Joint Venture with MIM Limited) high-grade copper and gold sulphide mineralisation was intercepted. Significant results include:
 - **5m at 7.34% Cu and 3.75g/t Au** from 35m in HJRC009 within an envelope of **8m of 4.72% Cu and 2.37g/t Au** from 33m. Peak assays over a one metre interval are 12.45% Cu and 14.9g/t Au.
 - **6m at 2.55% Cu and 1.25g/t Au** from 60m in HJRC003 with peak values over a one metre interval of 4.46% Cu and 1.81g/t Au.
 - **3m at 4.91% Cu and 5.73g/t Au** from 26m in HJRC006 within an envelope of **6m at 2.69% Cu and 2.89g/t Au** from 23m. Peak assays of 9.17% Cu and 9.29g/t Au.
 - Follow-up RC drilling has commenced.
- At the **Millennium Cobalt-Copper-Gold Project** (in Joint Venture with Global Energy Metals Corporation - GEMC) strong cobalt results were intercepted in the first three drill holes including:
 - **28m at 0.20% Co and 0.35% Cu** from 104 metres in MIRC026 including **17m at 0.26% Co** from 115 metres with peak values over a one metre interval of 1.11% Co, 3.8% Cu and 1.42g/t Au.
 - **13m at 0.10% Co, 0.33% Cu and 0.17g/t Au** from 91m and **12m at 0.23% Co and 0.27% Cu** from 127m in MIRC025 with peak values over a one metre interval of 0.67% Co, 1.27% Cu and 0.74g/t Au.
 - An infill and extensional 10-hole diamond drilling program expected to commence early February.
- At the **Hammertime Copper-Gold** target broad low-grade copper and gold results were returned including:
 - 254m at 0.11% Cu from 3m including 16m at 0.34% Cu and 0.17g/t Au from 103m in HTRC002. Peak values over a one metre interval were 0.53% Cu and 0.51g/t Au.
- Base metal assay results for drilling at Serendipity, Kalman West and Pharaoh East are pending however no significant gold results (>1g/t Au) were returned from these targets.
- High-resolution aeromagnetic and radiometric surveys were completed over a 45km strike length over and area including the Mary Kathleen and Mount Philp Breccia zones.

Corporate

- Cash balance at end December 2017 is \$2.5 million.
- Formal search process for a strategic partner and/or joint venture partners in progress with several major mining and exploration groups.



OPERATIONS SUMMARY

MOUNT ISA PROJECT

Hammer Metals Limited (**ASX: HMX**) ("Hammer" or "the Company") is exploring its Mount Isa project for large iron oxide copper-gold (IOCG) deposits of the Ernest Henry style (approximately 220 million tonnes at 1.1% Cu and 0.5g/t Au). Hammer holds approximately 3,000 km² of tenure in the Mount Isa region.

In addition to Hammer's exploration on its 100%-owned targets, Hammer manages three joint ventures that cover about 8% of its Mount Isa holdings. Late in 2015 a Farmin and Joint Venture Agreement was executed with Newmont Exploration Pty Ltd ("Newmont") encompassing three of Hammer's IOCG prospects – **Overlander, Even Steven and Dronfield**. In May, 2017 an Option Agreement was signed with Global Energy Metals Corporation (GEMC), a Vancouver-based exploration company with a focus on energy metals to progress exploration and potential development of the five granted mining leases hosting the **Millennium Cobalt-Copper-Gold** project. In August 2017 Hammer finalized both the purchase of a 51% interest in EPM 14467 (**Mt Frosty**) and new commercial terms for the Mt Frosty Joint Venture with MIM Limited (a subsidiary of Glencore) that holds the remaining 49% interest in the Mt Frosty copper-gold project.

Hammer is focusing on several IOCG targets including the Hammertime, Kalman West, Mt Philp Breccia and a range of VTEM targets generated in late 2016 along the Pilgrim Fault zone. A systematic IOCG targeting exercise within the Mount Isa region is ongoing.

Mount Frosty Copper-Gold Project

The Mt Frosty Joint Venture over EPM 14467 is located adjacent to the Mary Kathleen Uranium Mine, 60 kilometres east of Mount Isa, and covers the Mary Kathleen Shear Zone that hosts several copper-gold, uranium and REE prospects including Jubilee, Koppany and Blue Caesar. The Jubilee prospect is located within 2 kilometres of the sealed Barkly Highway, midway between Mount Isa and Cloncurry.

Under the terms of the Joint Venture Agreement with Mount Isa Mines Limited (MIM - a 100% owned subsidiary of Glencore PLC) each Party to the Joint Venture will contribute exploration expenditure according to their participating interest (HMX - 51% / MIM – 49%). Hammer is managing the exploration activities.

Nine RC holes of the phase 1 program were drilled at the Jubilee copper-gold target during the quarter. As reported, shallow copper-gold sulphide mineralisation was intersected in the majority of holes. (*Refer to ASX release dated December 20th, 2017 for details.*)

The observed sulphide mineralisation is quartz vein related, broadly conformable to the dominant foliation (observable in the host rock) and is composed of chalcopyrite (a copper sulphide), pyrite and pyrrhotite (both iron sulphide minerals). The depth of complete oxidation is shallow at approximately 10m to 15m.

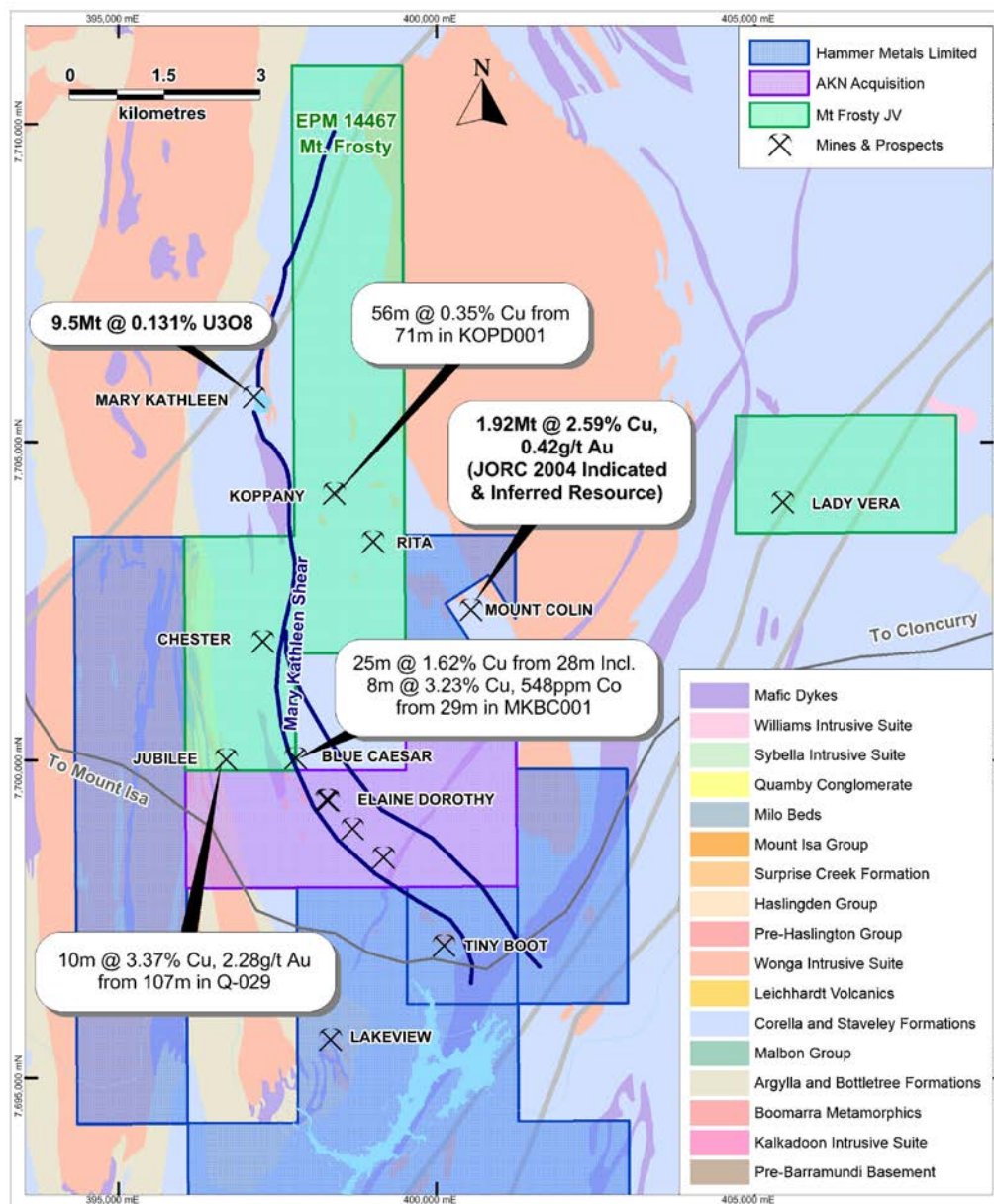
Significant intersections include:

- **5m at 7.34% Cu and 3.75g/t Au** from 35m in HJRC009 within an envelope of **8m of 4.72% Cu and 2.37g/t Au** from 33m. Peak assays over a one metre interval are 12.45% Cu and 14.9g/t Au.
- **6m at 2.55% Cu and 1.25g/t Au** from 60m in HJRC003 with peak values over a one metre interval of 4.46% Cu and 1.81g/t Au.
- **3m at 4.91% Cu and 5.73g/t Au** from 26m in HJRC006 within an envelope of **6m at 2.69% Cu and 2.89g/t Au** from 23m. Peak assays of 9.17% Cu and 9.29g/t Au.
- **2m at 1.10% Cu and 1.08g/t Au** from 31m in **HJRC002** with peak values of 1.44% Cu and 1.35g/t Au

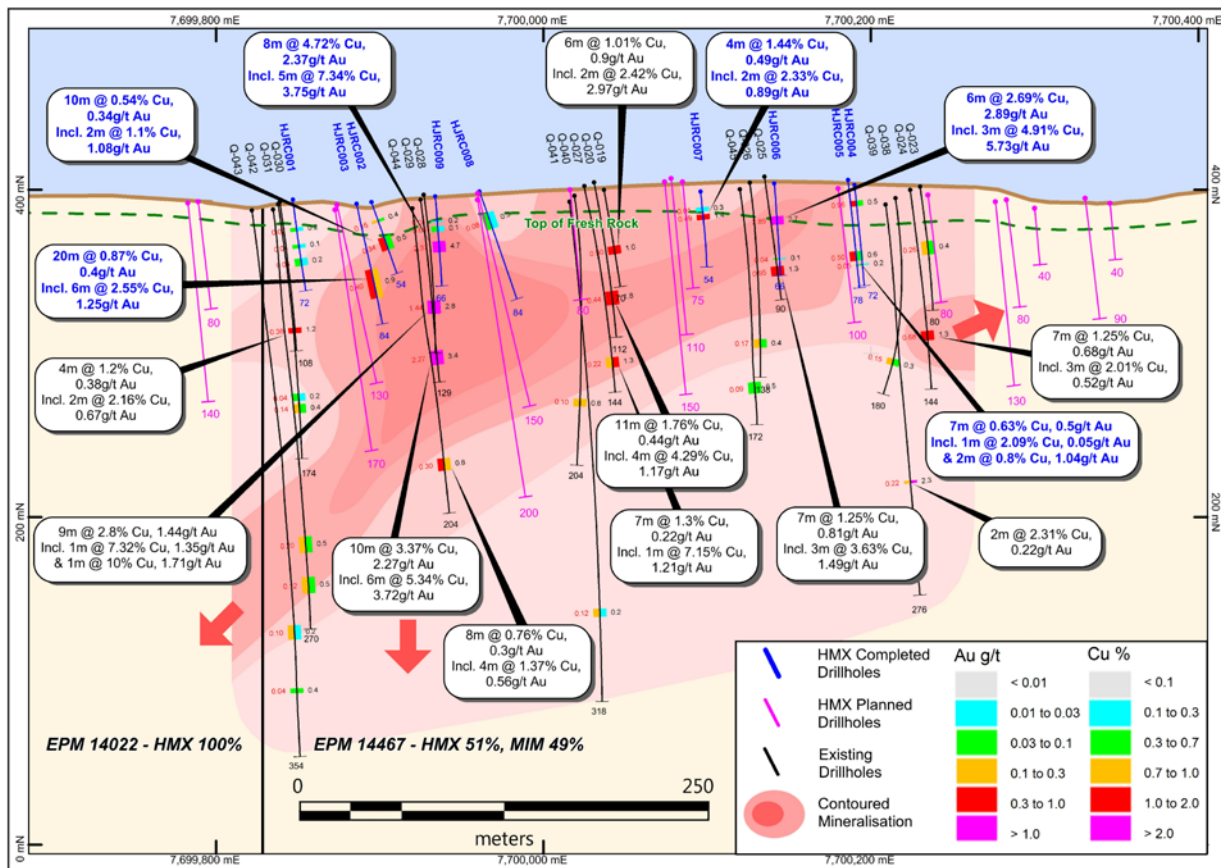
Planned Activity

A follow-up program of approximately 13 RC holes for 1,500 metres commenced in late January. The program is designed to better define and extend the high-grade copper-gold mineralisation intercepted in the previous program. Some diamond drilling is planned in order to collect samples for metallurgical testwork.

Hammer considers the Mount Frosty JV tenement (and surrounding 100%-owned tenements focused on the Mary Kathleen shear zone to be highly prospective. Hammer now holds an 8km section of the Mary Kathleen shear zone, from north of the Mary Kathleen uranium mine to where the structure intersects the Fountain Range and Pilgrim Faults. In addition to Jubilee, Koppany and Blue Caesar there are a suite of targets yet to be tested. The new high-resolution aeromagnetic and radiometric survey data over the Mary Kathleen district is expected to facilitate target definition.



Mount Frosty Joint Venture – Mary Kathleen Shear Zone



Mt Frosty Long Section – looking west.

Millennium Copper-Cobalt-Gold Deposit

During the quarter Hammer completed a three hole, 471m RC drilling program at the Millennium Co-Cu-Au deposit; the first phase of a planned infill and extensional drilling program under the Millennium Joint Venture with TSX listed, Global Energy Metals Corporation (GEMC).

The Millennium Joint Venture over granted Mining Leases 2512, 2761, 2762, 7506 and 7507) is located 19km to the west of the Rocklands Cu-Co mine operated by CuDECO Limited and 30km northwest of Cloncurry. The Millennium Co-Cu deposit is located adjacent to the Pilgrim Fault zone, which also hosts the Kalman Cu-Au-Mo-Re deposit 50km to the south. Hammer is managing the exploration activities on behalf of the joint venture.

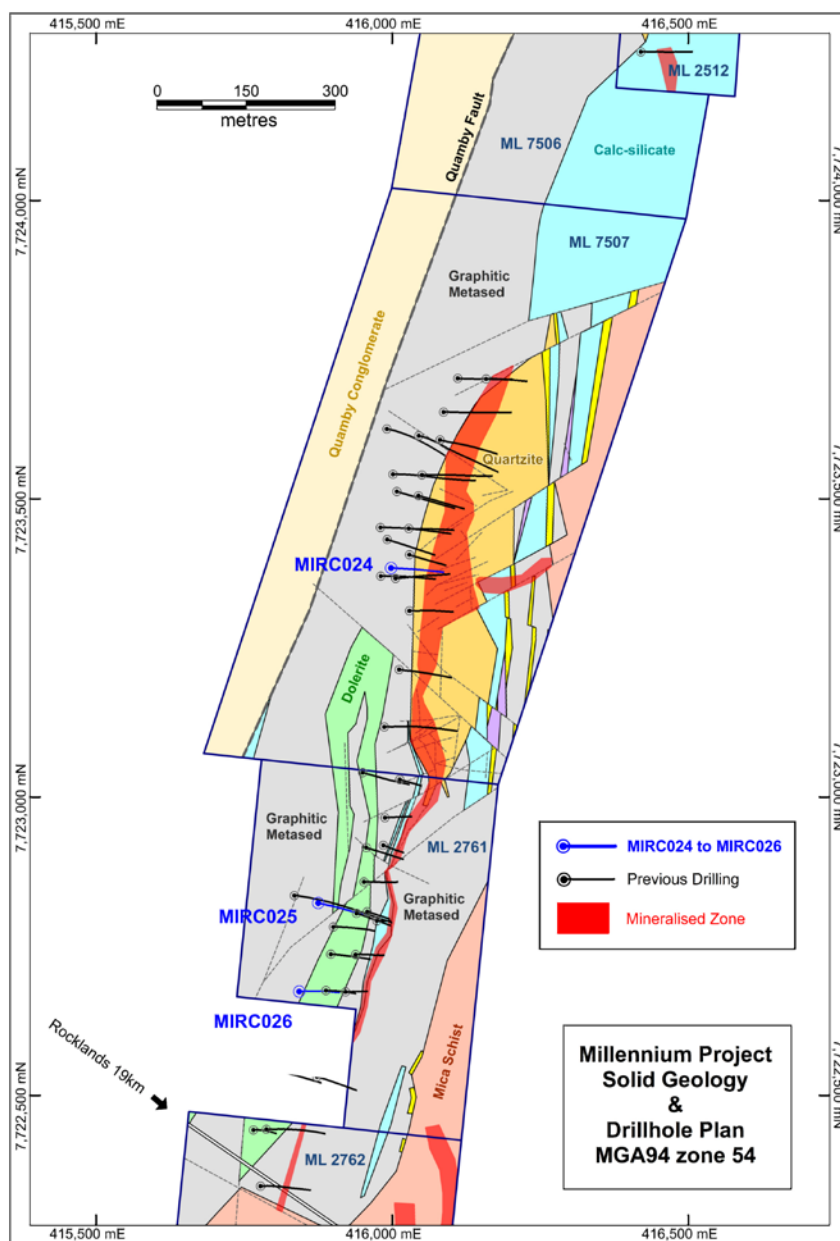
The maiden Mineral Resource Estimate for the Millennium deposit of **3.07 Mt at 0.14% Co, 0.35% Cu and 0.12g/t Au (1.29% CuEq)** in the Inferred category was announced late in 2016. (Refer to ASX release dated December 6th 2016 and Appendix A.)

The program was designed to test gaps in the existing drilling and to confirm grade continuity. The program was a success, with several significant intersections returned. (Refer to ASX release dated January 17th 2018.)

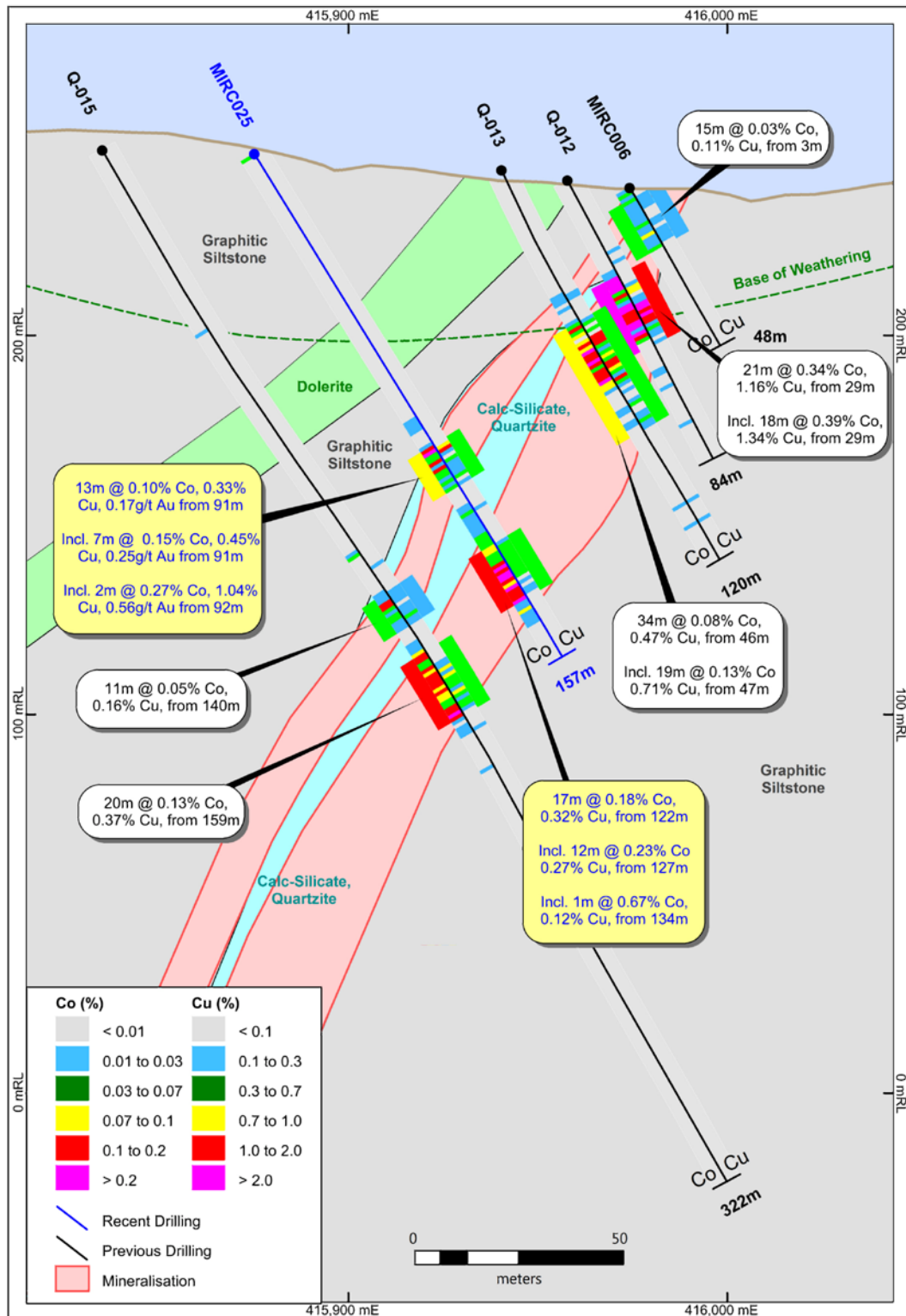
Significant intercepts include:

- **28m at 0.20% Co and 0.35% Cu** from 104 metres in MIRC026 **including 17m at 0.26% Co** from 115 metres with peak values over a one metre interval of 1.11% Co, 3.8% Cu and 1.42g/t Au.
- **13m at 0.10% Co, 0.33% Cu and 0.17g/t Au** from 91m and **12m at 0.23% Co and 0.27% Cu** from 127m in MIRC025 with peak values over a one metre interval of 0.67% Co, 1.27% Cu and 0.74g/t Au.

A 10-hole, 1300-metre diamond drilling program designed to infill and extend the current resource is planned to start in February 2018. The program will also provide samples for metallurgical testwork.



Millennium Drill Hole Locations and Geology

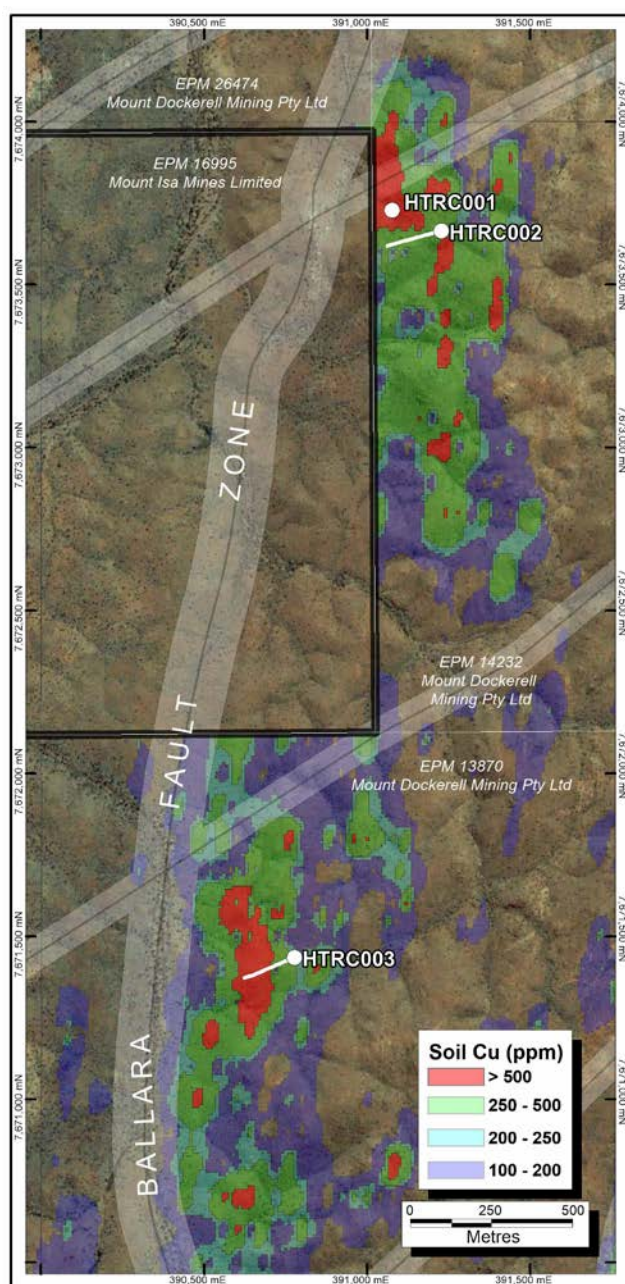


Millennium Section 22800N

100% owned Hammer Tenements

RC Drilling Program

During the quarter Hammer completed an 11 hole RC drilling program for 1671 metres at the Hammertime, Kalman West, Serendipity and Pharoah East prospects. Most gold results have been received, however except for the Hammertime samples, the base metal assay results and some one metre split samples for gold are still pending and will be reported when they become available. (Refer to ASX Release dated January 25th 2018.)



Hammertime Drill Hole Locations and Soil Geochemistry

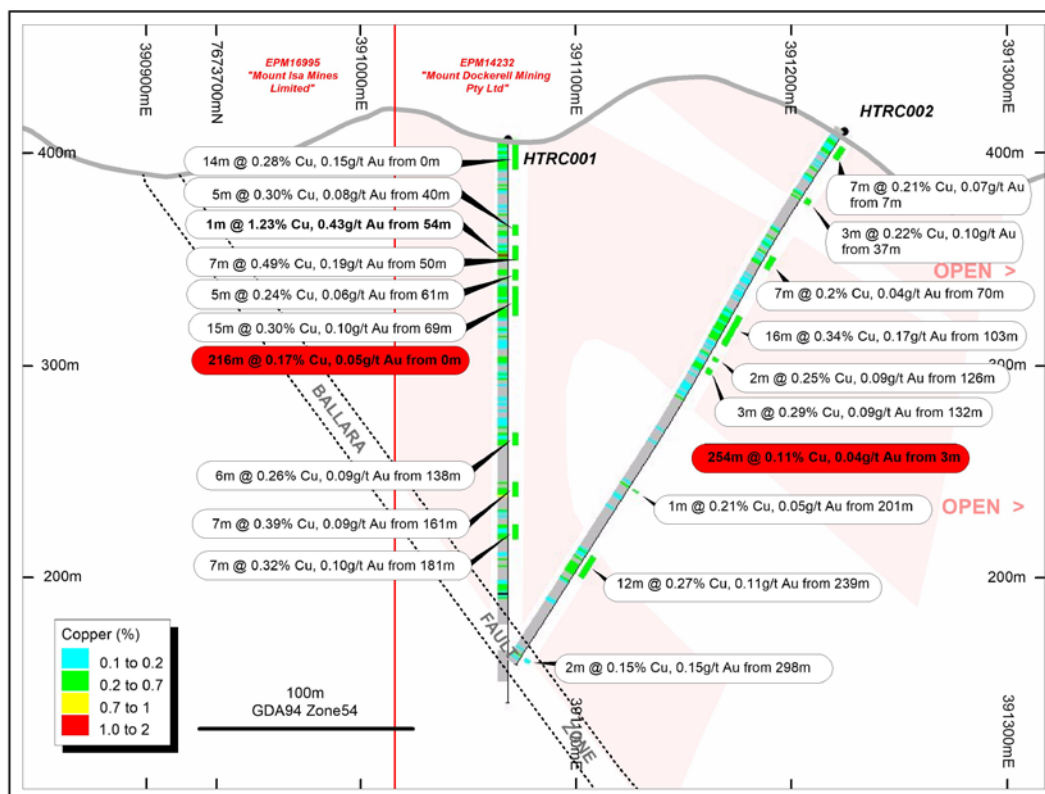
Hammertime

Hammertime is located 4km west of Kalman adjacent to the Ballara Fault. An extensive area (4km x 1km) of altered and brecciated rocks with copper and gold anomalism has been outlined in the hanging wall position of the fault. The first drill hole by Hammer (HTRC001) to test this zone returned a broad low grade copper-gold zone of 216 metres at 0.17% Cu.

Two RC holes were drilled at Hammertime for 603 metres (HTRC002 and HTRC003). Both drillholes intercepted the hanging wall sequence of altered calc-silicate rocks with disseminated pyrite, chalcopryrite and magnetite and were terminated after intercepting the Ballara Fault.

Broad low grade copper and gold results were returned, particularly from the northern hole (HTRC002) including 254 metres at 0.11% Cu from 3 metres including 16 metres at 0.34% Cu and 0.17g/t Au from 103 metres. The peak copper and gold values over a one metre interval were 0.53% Cu and 0.51g/t Au.

The size and extent of the alteration and disseminated copper and gold mineralisation at Hammertime underlines the potential of this target for hosting a copper deposit with significant gold credits. Hammer's focus is targeting high grade zones within the zone.



Hammertime oblique cross section through HTRC001 and HTRC002

Table 1: Hammertime – Hole listing and significant intercepts

Prospect	Hole_ID	East (1)	North (1)	RL (1)	Dip	Az_Grid	TD		From	To	Int	Au (g/t) (2)	Cu (%) (2)
Hammertime	HTRC002	391225	7673659	407.99	-55	260	303.5		3	257	254	0.04	0.11
								incl.	7	135	128	0.05	0.14
								incl.	7	14	7	0.07	0.21
								and	23	24	1	0.13	0.27
									27	28	1	0.08	0.30
									37	40	3	0.10	0.22
									58	59	1	0.09	0.35
									62	63	1	0.22	0.26
								incl.	70	119	49	0.07	0.18
								and	70	77	7	0.04	0.20
									103	119	16	0.17	0.34
								incl.	115	117	2	0.34	0.50
									126	128	2	0.09	0.25
									132	135	3	0.09	0.29
									201	202	1	0.05	0.21
									239	251	12	0.11	0.27
									255	256	1	0.05	0.23
									298	300	2	0.15	0.15
	HTRC003	390787	7671437	417.43	-55	250	300		61	62	1	0.13	0.14
								71	72	1	0.28	0.01	
								144	146	2	0.03	0.23	
								159	167	8	0.07	0.17	
								202	203	1	0.14	0.13	
								232	234	2	0.07	0.35	
(1) - Positions relative to GDA94, Zone 54. RL relative to best available DEM data													
(2) - Intersections calculated using 1000ppm and 2000ppm Cu envelopes as a guide. Included intercepts calculated to highlight elevated grades of both Au and Cu.													

Kalman West

The Kalman West prospect is located 1km west of the Kalman copper-gold-molybdenum-rhenium deposit and is located on a 7km long structural splay from the Pilgrim Fault. The structural zone is anomalous in copper, lead, zinc and gold over much of its length and is poorly tested.

A previous drilling program intercepted significant gold results including 1m at 36.9g/t Au from 101m in HKWRC001 and 1m at 3.93g/t Au from 13m in HKWRC002. (Refer to ASX Release dated August 28th 2017.) In the December Quarter Hammer drilled an additional six holes for 678 metres (HKWRC003 to HKWRC008) to follow up these intersections. Low grade gold values up to 0.38g/t Au were intercepted in the anticipated mineralised position but no higher grade values (>1g/t Au) were returned – downgrading the potential for a gold deposit at this location. Results for the base metals and other elements are pending. A full assessment of the target will be undertaken when all the assays are received.

Serendipity

Gold and copper anomalism in soils and rock chips is widespread in this geological position adjacent to the Pilgrim Fault, 10km south of Kalman. Two RC holes for 288 metres (HSRC003 – HSRC004) were drilled. Gold results have been received but the base metal results are pending. No gold values >1g/t Au have been returned to date although several anomalous four metre composite samples have been split and gold assays for the one metre intervals are pending.



Table 2: Kalman West, Serendipity and Pharaoh – Hole listing and significant intercepts

Prospect	Hole_ID	East (1)	North (1)	RL (1) and (2)	Dip	Az_Grid	TD		From	To	Int	Au (g/t) (3)
Kalman West	HKWRC003	391963	7671576	409.45	-55	90	84		No Significant Intercepts			
	HKWRC004	391889	7671575	408.7	-55	86	186		28	32	4	0.16
									122	125	3	0.24
	HKWRC005	391961	7671537	411.26	-55	90	102		No Significant Intercepts			
	HKWRC006	391945	7671493	411.65	-54	90	108		76	78	2	0.24
	HKWRC007	391963	7671453	412.34	-54	87	108		4	8	4	0.15
	HKWRC008	391959	7671622	408.8	-54	90	90		No Significant Intercepts			
Pharaoh	K-141	393597	7675971	500	-55	90	102		No Significant Intercepts			
Serendipity	HSRC003	391778	7666861	408	-55	280	126		124	126	2	0.30
	HSRC004	391584	7666740	500	-55	90	162		5	8	3	0.17
									137	141	4	0.24
(1) - Positions relative to GDA94, Zone 54. RL relative to best available DEM data												
(2) - Where no RL is available a default of 500 has been utilised												
(3) - Gold intersections calculated using a 0.1g/t Au cut-off. Base metals assays are pending												

Mount Isa Farmin and Joint Venture (Newmont Exploration Pty Ltd)

No field activity occurred during the quarter. Data compilation and assessment continued.

Exploration Permit Applications

During the quarter one new exploration permit application (EPM26994 – Mt Philp) was submitted over key parts of the Mt Philp Breccia complex including the Bette copper workings. Hammer now holds 100% of the mapped area of the Mt Philp Breccia unit.

Future Activities at Mount Isa

Field activities during the March 2018 Quarter will focus on RC and diamond drilling at Jubilee, Millennium and Elaine.

An assessment of the drilling programs completed in late 2017 at Kalman West, Hammertime Serendipity and Pharaoh East will be completed when the pending assay results are received.

Processing of the new high-resolution aeromagnetic and radiometric data that covers some of Hammer's key target areas including the Mary Kathleen Shear Zone and the Mt Philp Breccia Zone is expected to be completed and a structural and geological interpretation commence.

CORPORATE

The Company held \$2.5 million on deposit at the end of the quarter. During the quarter Hammer raised \$1.17 million before costs from a Non Renounceable Entitlement Issue.

A search process for a strategic partner and/or further joint venture partners is underway.

- ENDS -



Hammer Metals Limited (ASX: HMX) Hammer Metals holds a strategic tenement position covering approximately 3,000km² within the Mount Isa mining district, with 100% interests in the Kalman (Cu-Au-Mo-Re) deposit, the Overlander North and Overlander South (Cu-Co) deposits, the Millennium (Cu-Co-Au) deposit as well as the recently acquired Elaine-Dorothy (Cu-Au) deposit. Hammer is an active mineral explorer, focused on discovering large copper-gold deposits of the Ernest Henry style and has a range of prospective targets at various stages of testing.

For further information, please contact:

Alex Hewlett | Executive Director & CEO

info@hammermetals.com.au

T: +61 8 3691195

Russell Davis | Executive Chairman

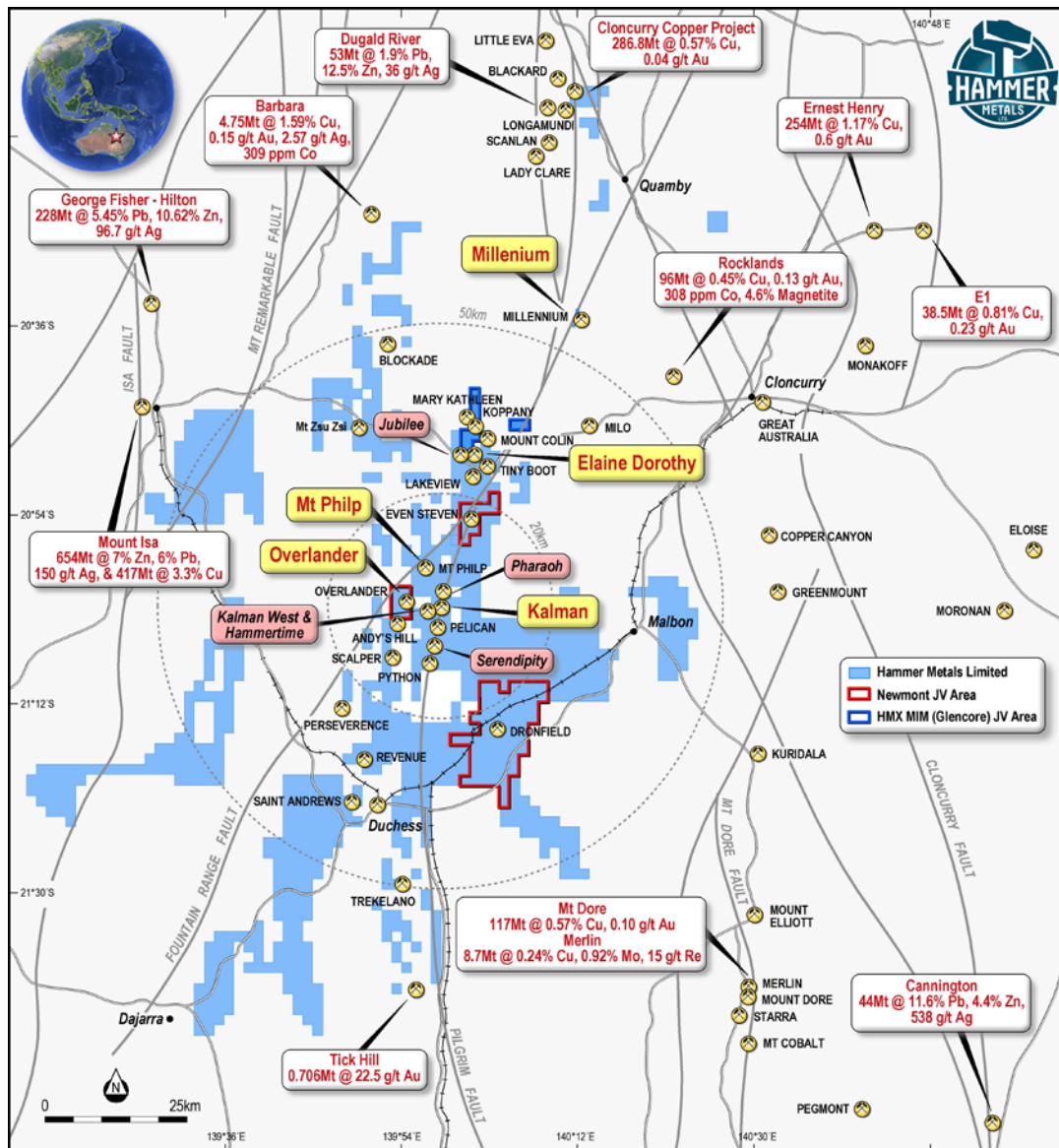
M: +61 (0) 419195087

Competent Person's Statement:

Exploration Results

The information in this report as it relates to exploration results and geology was compiled by Mr. Mark Whittle, who is a Member of the AusIMM and a consultant to the Company. Mr. Whittle who is a shareholder and option-holder, has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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'. Mr. Whittle consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Where references are made to previous ASX announcements relating to Exploration results, Mineral Resource Estimates and updates provided to the market, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and all material assumptions and technical parameters underpinning those announcements continue to apply and have not materially changed.



Mount Isa Project



APPENDIX A

Millennium Deposit Inferred Mineral Resource Estimate

The Millennium Mineral Resource Estimate was conducted in December 2016 in accordance with the JORC Code (2012 Edition). (Refer to the ASX Release dated 6th December 2016 for full details of the Resource Estimate.)

(Reported at 0.7% CuEq and 1% CuEq cut-offs across four domains)

CuEq Cut-off	Tonnes	CuEq (%)	Cu (%)	Co (%)	Au (ppm)
1.0%	3,070,000	1.29	0.35	0.14	0.12
0.7%	5,890,000	1.08	0.32	0.11	0.11

Metal Equivalent Information -

The Copper Equivalent (CuEq) equation has been calculated to reflect current and forecast pricing. CuEq grades were calculated using estimated block grades for Co, Cu, Au and Ag.

Metal prices used were:

- Cu: US\$4,600/t;
- Co: US\$27,000/t;
- Au: US\$1,330/oz; and
- Ag: US\$20/oz.

The copper equivalent equation is:

$$\text{CuEq} = \text{Cu \%} + (\text{Co \%} * 5.9) + (\text{Au ppm} * 0.9) + (\text{Ag ppm} * 0.01)$$

Cut-offs of 0.7% and 1.0% CuEq has been applied for reporting Mineral Resources.

Previous preliminary metallurgical test-work indicated that acceptable copper-cobalt sulphide concentrates could be produced via conventional processing methods. Based on the test-work conducted, it is the company's opinion that all metals used in the metal equivalent calculation have a reasonable potential to be recovered.

The 100%-owned Millennium polymetallic deposit is situated on granted mining leases approximately 32km northwest of Cloncurry in North West Queensland and 19km northwest of the operating Rocklands copper-gold-cobalt mine. The Millennium deposit lies within five Mining Leases; ML's 2512, 2761, 2762, 7506 and 7507. Hammer currently has a 100% interest in all five Mining Leases. The tenements are in good standing and no known impediments exist.



APPENDIX B

Tenement Interests at the end of December 2017 as per Listing Rule 5.3.3

PROJECT	TENEMENT	STATUS	INTEREST %	Acquired during quarter	COMMENT
Pilbara Iron Ore - WA	E08/1997	Granted	100%	No	Converting to Retention Licence
Mt Isa Project - QLD	EPM 12205	Granted	100%	No	Subject to 2% NSR
	EPM 13870	Granted	100%	No	
	EPM 14019	Granted	100%	No	
	EPM 14022	Granted	100%	No	
	EPM 14232	Granted	100%	No	
	EPM 14467	Granted	51%	No	
	EPM 15972	Granted	100%	No	
	EPM 16726	Granted	100%	No	
	EPM 16987	Granted	100%	No	
	EPM 17762	Granted	100%	No	
	EPM 18084	Granted	80%	No	
	EPM 18116	Granted	100%	No	
	EPM 19783	Granted	100%	No	
	EPM 19784	Granted	100%	No	
	EPM 25145	Granted	100%	No	
	EPM 25369	Granted	100%	No	
	EPM 25425	Granted	100%	No	
	EPM 25486	Granted	100%	No	
	EPM 25523	Granted	100%	No	
	EPM 25666	Granted	100%	No	
	EPM 25686	Granted	100%	No	
	EPM 25777	Granted	100%	No	
	EPM 25866	Granted	100%	No	
	EPM 25867	Granted	100%	No	
	EPM 25892	Granted	100%	No	
	EPM 25997	Granted	100%	No	
	EPM 26126	Granted	100%	No	
	EPM 26127	Granted	100%	No	
	EPM 26128	Granted	100%	No	
	EPM 26130	Granted	100%	No	
	EPM 26172	Granted	100%	No	
	EPM 26306	Granted	100%	No	
	EPM 26392	Granted	100%	No	
	EPM 26474	Application	100%	No	
	EPM 26511	Application	100%	No	
	EPM 26512	Application	100%	No	
	EPM 26628	Application	100%	No	
	EPM26994	Application	100%	Yes	Application submitted during Quarter
	ML 100125	Application	100%	No	
	ML 2512	Granted	100%	No	
	ML 2761	Granted	100%	No	
	ML 2762	Granted	100%	No	
	ML 7506	Granted	100%	No	
	ML 7507	Granted	100%	No	

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

HAMMER METALS LIMITED

ABN

87 095 092 158

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	(609)	(1,059)
(b) development	-	-
(c) production	-	-
(d) staff costs	(32)	(48)
(e) administration and corporate costs	(220)	(367)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	3
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – Collaborate Drilling Incentive Grant	-	100
1.8 Other – Research and Development Tax Incentive	124	124
1.8 Other – exploration expenditure relating to farm-in	(108)	(232)
1.9 Net cash from / (used in) operating activities	(843)	(1,479)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
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	-	-	-
(d) other non-current assets	-	30	30
2.3 Cash flows from loans to other entities	-	-	-
2.4 Dividends received (see note 3)	-	-	-
2.5 Other – Cash calls received from farm-in partner	234	384	384
2.5 Other – Option fee from new farm-in partner	-	99	99
2.6 Net cash from / (used in) investing activities	234	513	
3. Cash flows from financing activities			
3.1 Proceeds from issues of shares	1,170	2,412	
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	(59)	(121)	
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	1,111	2,291	
4. Net increase / (decrease) in cash and cash equivalents for the period			
4.1 Cash and cash equivalents at beginning of period	1,198	1,198	
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(843)	(1,479)	

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	234	513
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,111	2,291
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,523	2,523

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	2,013	1,892
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – JV bank account	510	129
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,523	2,021

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

91

-

Directors remuneration payments for the quarter.

**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 <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.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	185
9.2 Development	-
9.3 Production	-
9.4 Staff costs	30
9.5 Administration and corporate costs	125
9.6 Other – exploration relating to farm-ins	610
9.7 Total estimated cash outflows	950

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	EPM 26994	Application	0%	0%

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: 30 January 2018

Print name: Mark Pitts

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.