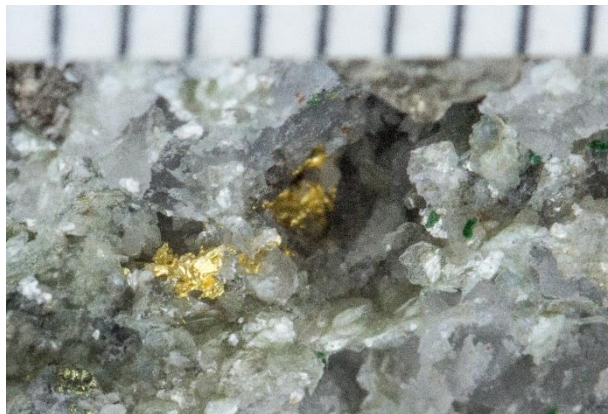


## FIRST QUARTER ACTIVITY & CASHFLOW REPORT 31 DECEMBER 2017

### HIGHLIGHTS

#### WESTERN AUSTRALIA

-  **Garden Gully Gold Project, Murchison Region (THX 100%)**
  - *Phase 5 programme: 11,650m drilled in 55 holes (9,711m in 44 Reverse Circulation (“RC”) holes and 1,939m in 11 Diamond Drilling (“DD”) holes)*
  - *First exploration at newly granted Crown Prince lease: high grade intercepts*



- *Visible free gold at 259.3m downhole shown in picture at left*
- *Hole TGGRCDD110*
- *Scale bar is in mms*
- *6 occurrences observed*
- *Primary gold mineralisation*
- *Free gold also in hole TGGDD090*
- *Main Lode extends at least 130m vertically below historical workings*
- *Objective is to define maiden resources at Crown Prince and Lydia*
- *Bonanza gold grades (reported 12 December 2017) from TGGRCDD110:*
  - **2.40m at 66.5 gAu/t** from 263.40m downhole; within
  - **5.65m at 29.2 gAu/t** from 260.80m downhole

#### CORPORATE

-  **Cash position at 31 December (excluding equity investments): \$5.1 million**
-  **Current marked to market value of equity investments: \$0.2 million**

#### SUBSEQUENT EVENTS SINCE 31 DECEMBER

-  **Lydia drilling results reported on 17 January 2018. New intercepts included:**
  - 11m at 2.9 gpt Au from 120m in TGGRC096
  - 9m at 4.8 gpt Au from 213m in TGGRC097
  - 5m at 3.1 gpt Au from 137m in TGGRC114
-  **2017 Annual Report released on 22 January 2018**
-  **Thundelarra AGM: Friday 23 February 2018, Celtic Club, West Perth.**

## Garden Gully Gold Project, WA (THX 100%)

The Garden Gully Project comprises 2 ELs and 15 PLs totalling approximately 78km<sup>2</sup>, located about 15km north-northwest of Meekatharra (Figure 1). Records show the area produced 20,718 oz gold at an average grade of 21.7 gpt, mainly from the Crown Prince lease.

Excellent local infrastructure includes two operational gold treatment plants nearby: the Bluebird Plant (~3.1 Mtpa) operated by Westgold Resources and Doray Minerals' Andy Well plant (~300ktpa), although the latter was placed on care and maintenance when underground mining was suspended from 01 November 2017. Westgold and Doray both have very active exploration programmes in the region in the search for more mineralisation to generate feed for their plants which have spare capacity. Both companies hold tenements that abut the Garden Gully project.

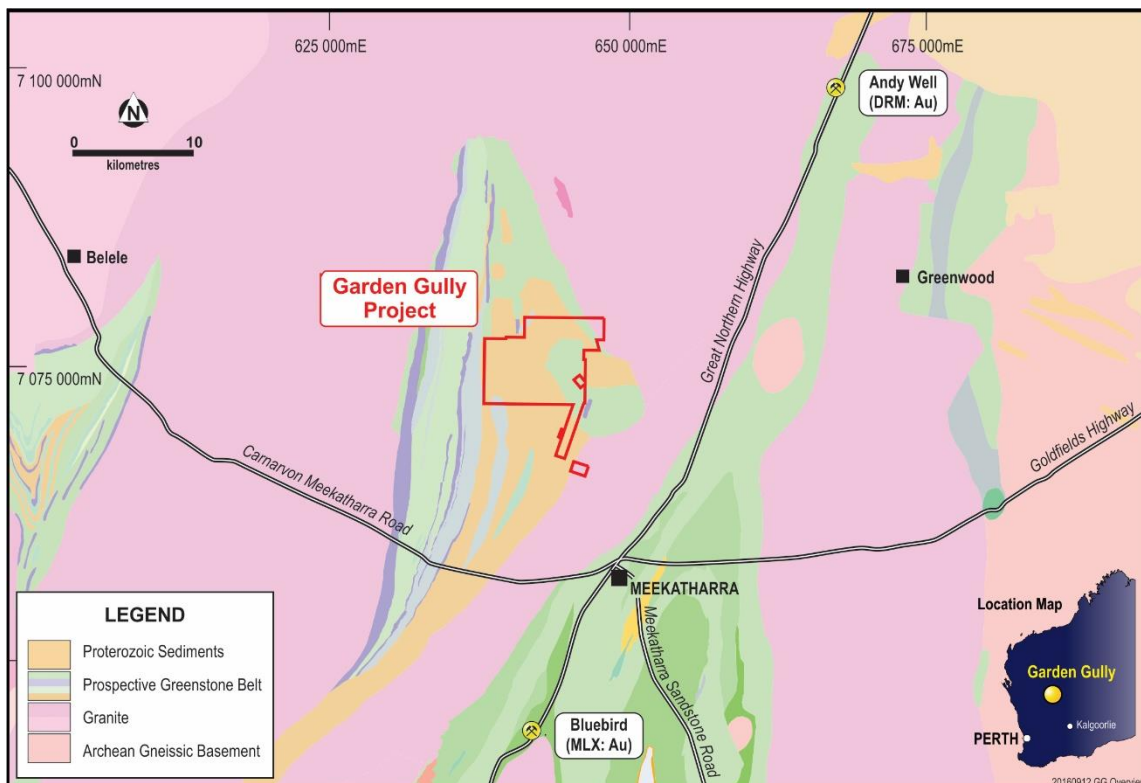


Figure 1. Garden Gully location showing proximity to local plant and infrastructure.

During the Quarter exploration began in earnest at the newly granted Crown Prince tenement (P51/3009) which was the main source of historical gold production from the Garden Gully area. Core from just the second diamond hole drilled by Thundelarra at Crown Prince (TGGDD090) contained visible gold from 128.80m downhole in the primary zone (Figure 2). This in itself was significant as it demonstrated that gold mineralisation was present about 30m below the last recorded level of historical workings.

The fifth diamond hole at Crown Prince (TGGRCDD110) then delivered an even more significant result with six observations of visible gold across a 5.5m interval of core from 259.3m downhole (Figures 3 to 8), which represents a vertical depth of about 245m. This evidence reinforced the interpretation that the gold mineralisation appears to continue to about 150m below the last recorded level of historical workings.

The mineralised interval in this hole was submitted to the laboratory for immediate assay, which confirmed the visual evidence in the core, returning bonanza gold grades across that interval:

**2.40m at 66.5 gpt Au from 263.40m; within**  
**5.65m at 29.2 gpt Au from 260.80m; within**  
**8.00m at 22.3 gpt Au from 259.20m**

Details of drillhole TGGRCDD110 and full assay results were reported in the announcements dated 15 November 2017 and 12 December 2017.



Figure 2. Visible free gold observed in drill core at 128.80m down hole TGGDD090 at Crown Prince.

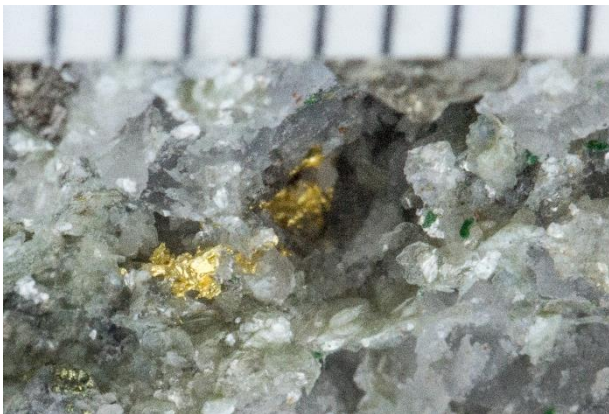


Figure 3. TGGRCDD110 at 259.30m (scale: mms).



Figure 4. TGGRCDD110 at 261.45m (scale: mms).

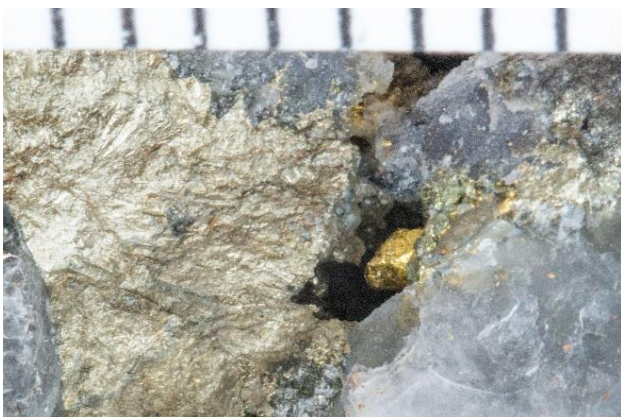


Figure 5. Free gold and sulphide at 263.80m in TGGRCDD110 (scale: mms).



Figure 6. Free gold and sulphide at 264.10m in TGGRCDD110 (scale: mms).

The Garden Gully Phase 5 drilling programme completed during the Quarter comprised 9,711m of RC (including 1.316m of pre-collars) in 44 holes and 1,938.9m of DD in 11 holes for a total advance of 11,649.9m in 55 drill holes. The programme tested aspects of six prospects within the project: Crown Prince, Lydia, Battery, Transylvania, South Crown and North Granite Well.



Figure 7. Free gold at 264.70m in TGGRCDD110 (scale: mms).



Figure 8. Free gold and sulphide at 264.80m in TGGRCDD110 (scale: mms).

These occurrences of visible free gold in fresh rock are highly significant. They represent primary gold mineralisation, not just near-surface supergene enrichment (nuggets) which is a common feature of weathering processes and is also present at Garden Gully, as demonstrated in hole TGGRC018 which returned 7m at 24.5gpt Au from 11m downhole (reported 29 July 2016).

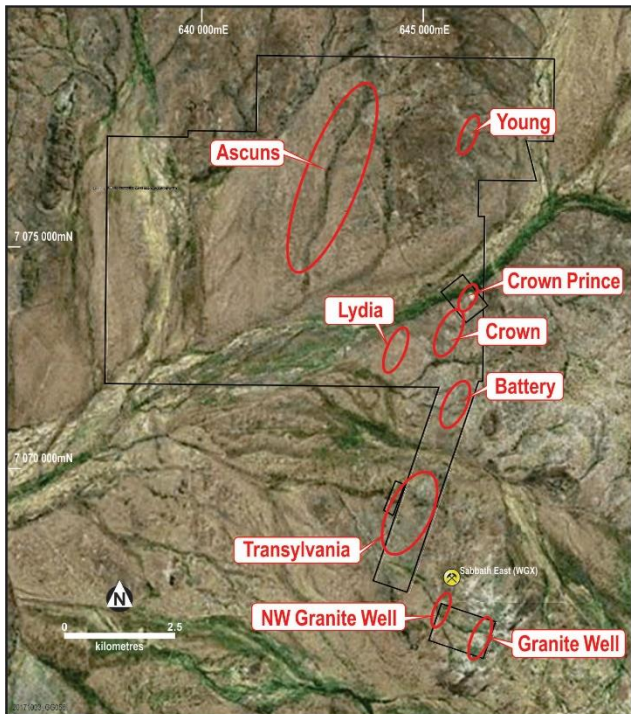


Figure 9. Garden Gully prospects on LandSat image.

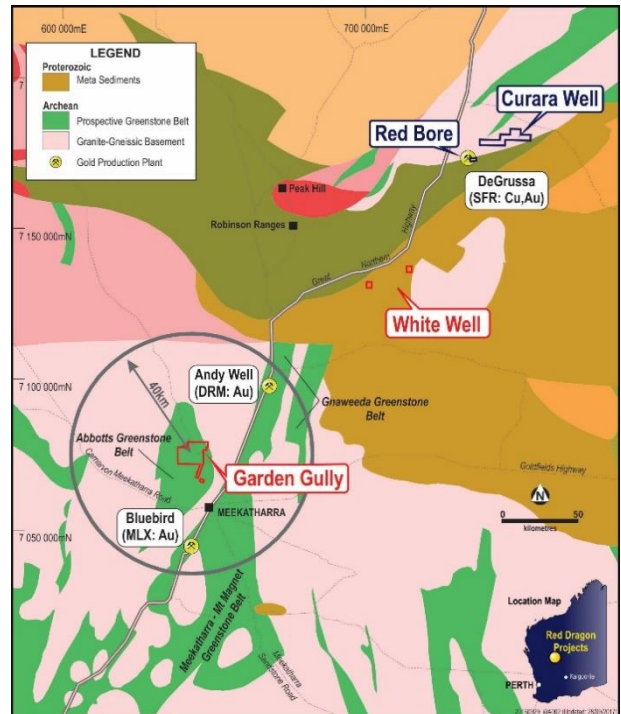


Figure 10. Garden Gully regional location.

These intersections in hole TGGRCDD110 at around 260m downhole (about 245m vertical depth) are about 130m below the lowest level of recorded historical workings and indicates vertical extensions and continuation of the main lode worked at Crown Prince.

Hole ID	Easting	Northing	Prospect	Lease	Depth (m)	Azimuth	Dip
TGGDD086	645855	7073766	Crown Prince	P51/3009	219.6	055	-50
TGGRC087	644254	7072762	Lydia	P51/2909	173	060	-60
TGGRC088	644248	7072733	Lydia	E51/1661	179	045	-60
TGGRC089	644246	7072698	Lydia	E51/1661	209	045	-70
TGGDD090	645858	7073764	Crown Prince	P51/3009	229	075	-60
TGGRC091	644250	7072799	Lydia	P51/2909	191	060	-60
TGGRC092	644279	7072851	Lydia	P51/2909	157	060	-60
TGGRC093	644319	7072956	Lydia	P51/2762	149	060	-60
TGGRC094	644234	7072955	Lydia	P51/2762	281	060	-60
TGGRC095	644241	7072900	Lydia	P51/2909	233	060	-60
TGGRC096	644264	7072828	Lydia	P51/2909	179	060	-60
TGGRC097	644217	7072818	Lydia	E51/1661	255	060	-60
TGGRCDD098	644266	7072777	Lydia	P51/2909	147.8	060	-60
TGGRCDD099	645854	7073714	Crown Prince	P51/3009	213.6	040	-60
TGGRC100	645810	7073755	Crown Prince	P51/3009	127	075	-60
TGGRC101	645720	7073805	Crown Prince	P51/3009	215	100	-60
TGGRC102	645807	7073798	Crown Prince	P51/3009	215	080	-60
TGGRC103	645807	7073748	Crown Prince	P51/3009	293	065	-70
TGGRC104	645810	7073562	Crown Prince	P51/3009	209	060	-60
TGGRC105	645802	7073703	Crown Prince	P51/3009	257	070	-60
TGGRC106	645799	7073557	Crown Prince	P51/3009	323	090	-70
TGGRC107	645258	7072792	South Crown	P51/2909	160	060	-60
TGGRCDD108	645909	7073661	Crown Prince	P51/3009	294.6	360	-60
TGGRC109	645806	7073747	Crown Prince	P51/3009	160	075	-70
TGGRCDD110	645786	7073742	Crown Prince	P51/3009	357.8	075	-70
TGGRC111	645813	7073829	Crown Prince	P51/3009	229	080	-60
TGGRC112	644233	7072733	Lydia	E51/1661	185	060	-60
TGGRC113	644224	7072761	Lydia	E51/1661	212	060	-60
TGGRC114	644237	7072752	Lydia	E51/1661	173	060	-60
TGGRCDD115	644341	7072455	Lydia	E51/1661	204.8	070	-65
TGGRCDD116	644341	7072455	Lydia	E51/1661	213.8	070	-70
TGGRC117	645795	7073561	Crown Prince	P51/3009	209	130	-70
TGGRCDD118	645770	7073735	Crown Prince	P51/3009	345.8	070	-70
TGGRC119	645869	7071154	Battery	P51/2910	263	230	-70
TGGRC120	645669	7070847	Battery	P51/2910	215	310	-60
TGGRC121	644659	7069192	Transylvania	P51/2911	191	060	-70
TGGRC122	644736	7069254	Transylvania	P51/2911	185	290	-70
TGGRC123	644742	7069244	Transylvania	P51/2911	143	290	-70
TGGRC124	644627	7069394	Transylvania	P51/2911	197	050	-60
TGGDD125	645788	7073564	Crown Prince	P51/3009	249.7	130	-70
TGGRC126	644739	7069342	Transylvania	P51/2911	161	240	-60
TGGRC127	644748	7069344	Transylvania	P51/2911	155	240	-70
TGGRC128	644728	7069195	Transylvania	P51/2911	89	240	-60
TGGRCDD129	645809	7073709	Crown Prince	P51/3009	357.6	360	-60
TGGRC130	645265	7069587	Transylvania	P51/2911	215	060	-60
TGGRC131	644185	7067652	Transylvania	P29/2912	167	090	-60
TGGRC132	644253	7067675	Transylvania	P29/2912	155	230	-60
TGGRCDD133	646049	7065960	Nth Granite	P51/2914	435.6	110	-75
TGGRC134	644264	7068138	Transylvania	P29/2912	215	060	-60

Hole ID	Easting	Northing	Prospect	Lease	Depth (m)	Azimuth	Dip
TGGRC135	644778	7069111	Transylvania	P51/2911	183	240	-60
TGGRC136	644814	7069584	Transylvania	P51/2911	263	240	-60
TGGRC137	645957	7071364	Battery	P51/2910	137	340	-60
TGGRC138	645905	7071579	Battery	P51/2910	11	300	-60
TGGRC139	645909	7071581	Battery	P51/2910	275	300	-60
TGGRC140	645728	7070901	Battery	P51/2910	207	340	-60

Table 1. Holes drilled in the Garden Gully Phase 5 programme. All locations on Australian Geodetic Grid GDA94-50. The azimuth shown is the magnetic azimuth of the drilling direction.

The host rock is quartz-carbonate veining with some arsenopyrite, pyrite and pyrrhotite sulphides (Figures 3 to 8). The veining is interpreted to be within the main shear zone and this hole extends the known occurrence of this host rock to at least 130m below the last recorded level of workings.

Hole No	From	To	Width (m)	Au (ppm)	Ag (ppm)	As (ppm)	Comment
TGGRCDD110	256.40	257.40	1.00	0.02	<0.1	<5	
TGGRCDD110	257.40	258.40	1.00	0.15	<0.1	80	
TGGRCDD110	258.40	259.20	0.80	0.01	<0.1	160	
TGGRCDD110	259.20	259.45	0.25	<b>51.67</b>	<b>0.5</b>	<b>145</b>	<b>259.20-267.20</b> <b>8.00m @ 22.3 gpt</b>
	repeat:			<b>46.13</b>			
TGGRCDD110	259.45	260.00	0.55	0.49	<0.1	285	
TGGRCDD110	260.00	260.80	0.80	0.13	0.3	335	including <b>260.80-266.45</b> <b>5.65m @ 29.2 gpt</b>
TGGRCDD110	260.80	261.40	0.60	<b>5.70</b>	<b>0.6</b>	<b>3,170</b>	
	repeat:			<b>3.70</b>			
TGGRCDD110	261.40	262.40	1.00	0.42	<0.1	130	
TGGRCDD110	262.40	263.40	1.00	0.06	2.1	80	including <b>263.40-265.80</b> <b>2.40m @ 66.5 gpt</b>
TGGRCDD110	263.40	263.90	0.50	<b>84.90</b>	<b>1.1</b>	<b>615</b>	
	repeat:			<b>79.21</b>			
TGGRCDD110	263.90	264.80	0.90	<b>107.27</b>	<b>2.7</b>	<b>840</b>	
	repeat:			<b>140.76</b>			
TGGRCDD110	264.80	265.80	1.00	<b>12.78</b>	<b>&lt;0.1</b>	<b>305</b>	
	duplicate:			<b>1.30</b>			
TGGRCDD110	265.80	266.20	0.40	0.23	<0.1	55	
TGGRCDD110	266.20	266.45	0.25	<b>7.73</b>	<b>&lt;0.1</b>	<b>175</b>	
	repeat:			<b>5.33</b>			
TGGRCDD110	266.45	266.70	0.25	0.12	<0.1	150	
TGGRCDD110	266.70	266.95	0.25	<b>2.08</b>	<b>0.2</b>	<b>235</b>	
TGGRCDD110	266.95	267.20	0.25	<b>3.30</b>	<b>&lt;0.1</b>	<b>30</b>	

Table 2. Assays from intervals sampled in TGGRCDD110 at Crown Prince. Full details reported 12 December 2017.

These are outstanding results, especially given that Thundelarra's exploration at Crown Prince only began in early October 2017. They appear to support the initial thesis that the Main Lode would extend to depth, thus enhancing the possibility of commercial mineralisation being present.

Assay results from the other holes drilled at Crown Prince were still pending at the end of the Quarter. When they have been compiled, collated and interpreted, a better understanding of the geometry of the mineralisation and the structural controls will emerge to reinforce the exciting potential we believe exists at Crown Prince.

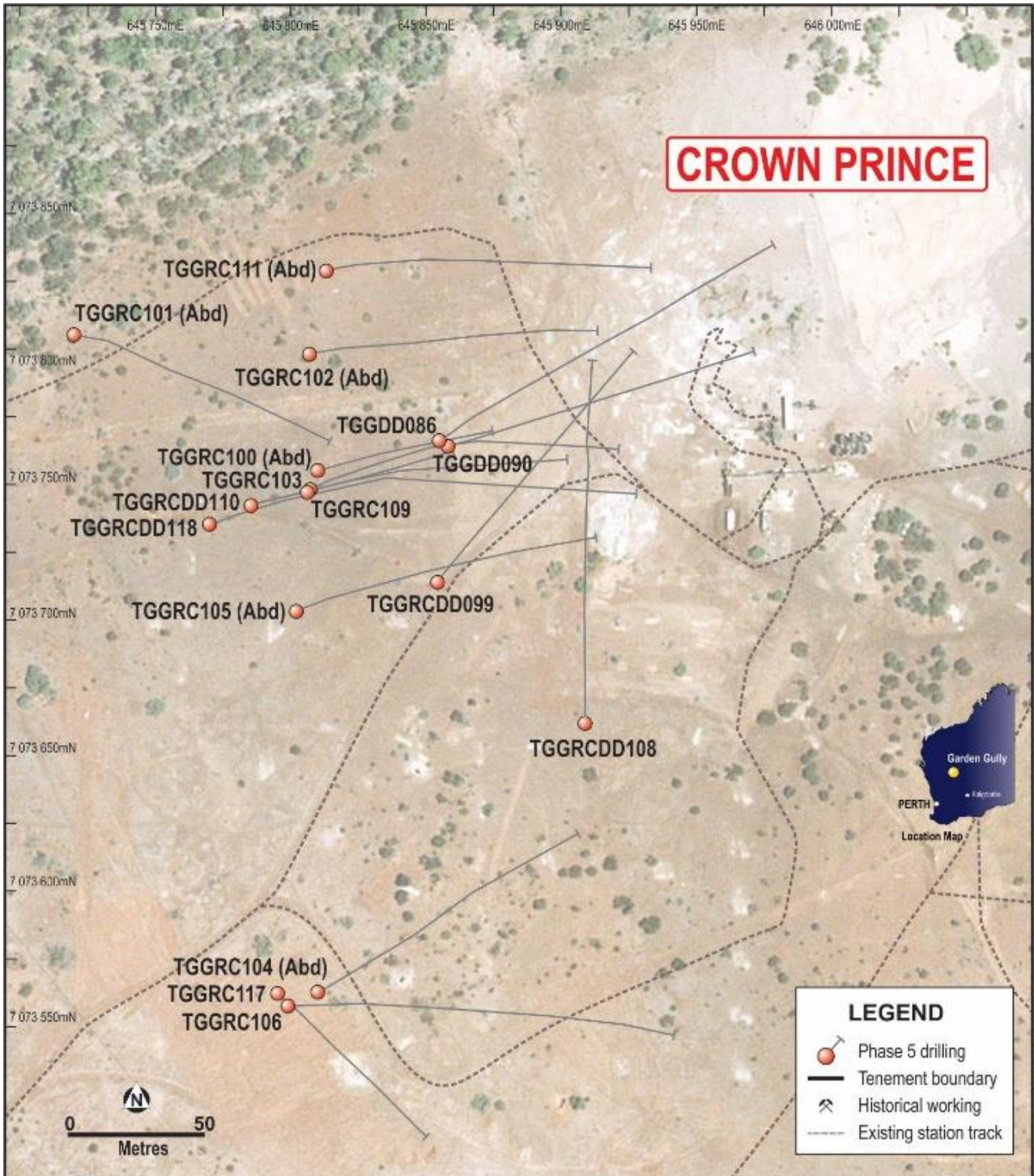


Figure 11. Crown Prince drill collar locations and drill traces.

Thundelarra began exploration at Garden Gully in mid-2016 and drilled 85 reverse circulation holes (13,721m) and 2 diamond holes (788m) prior to this most recent campaign.

Our aggressive approach to exploration at Garden Gully currently stands at:

**141 holes** for **26,159m** total advance, comprising

**23,432m** in **128 RC holes**; and

**2,727m** in **13 diamond holes**.

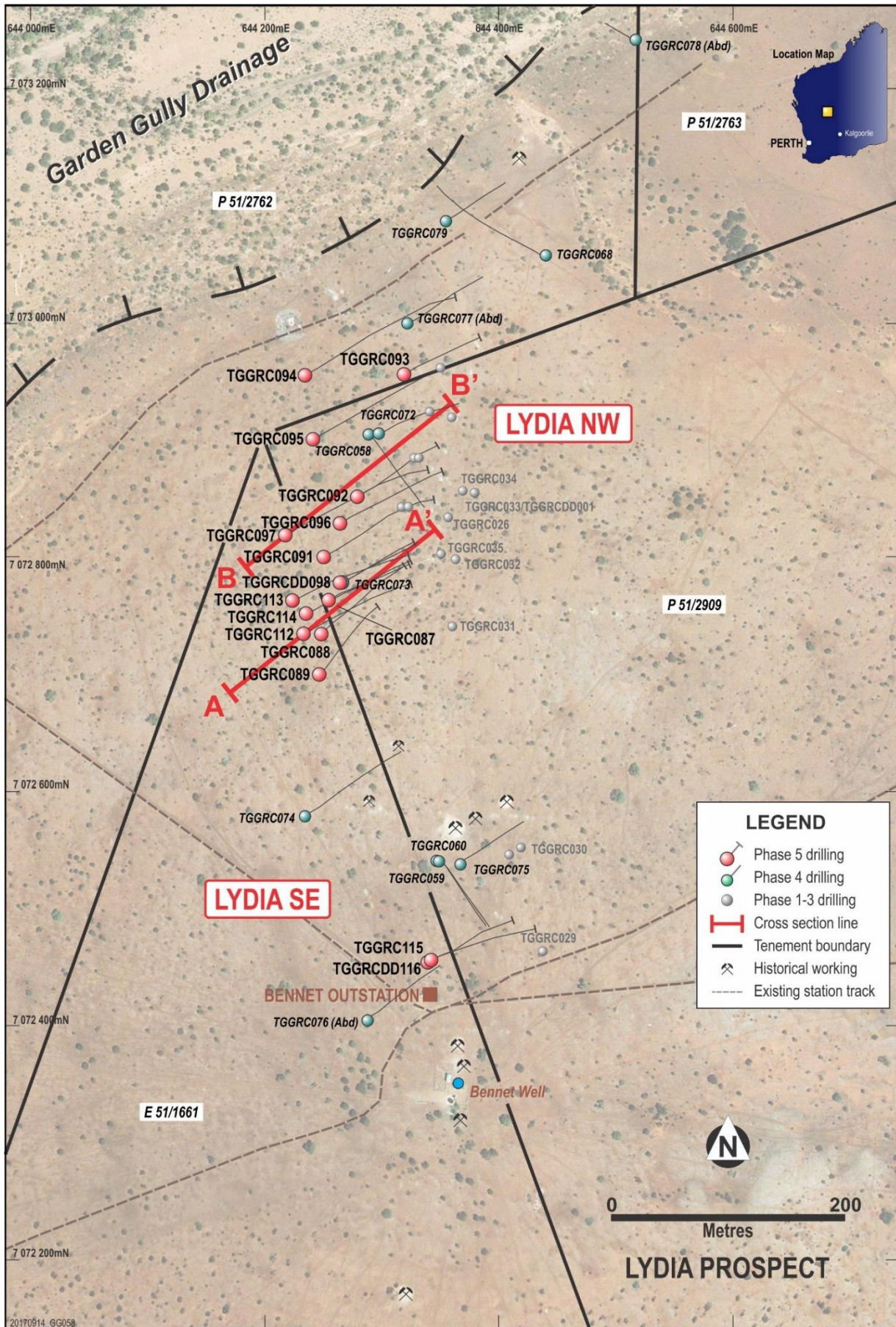


Figure 12. Distribution and surface projection of drill hole traces at Lydia Prospect. Details of recent drilling at Lydia are reported in the announcement dated 17 January 2018.



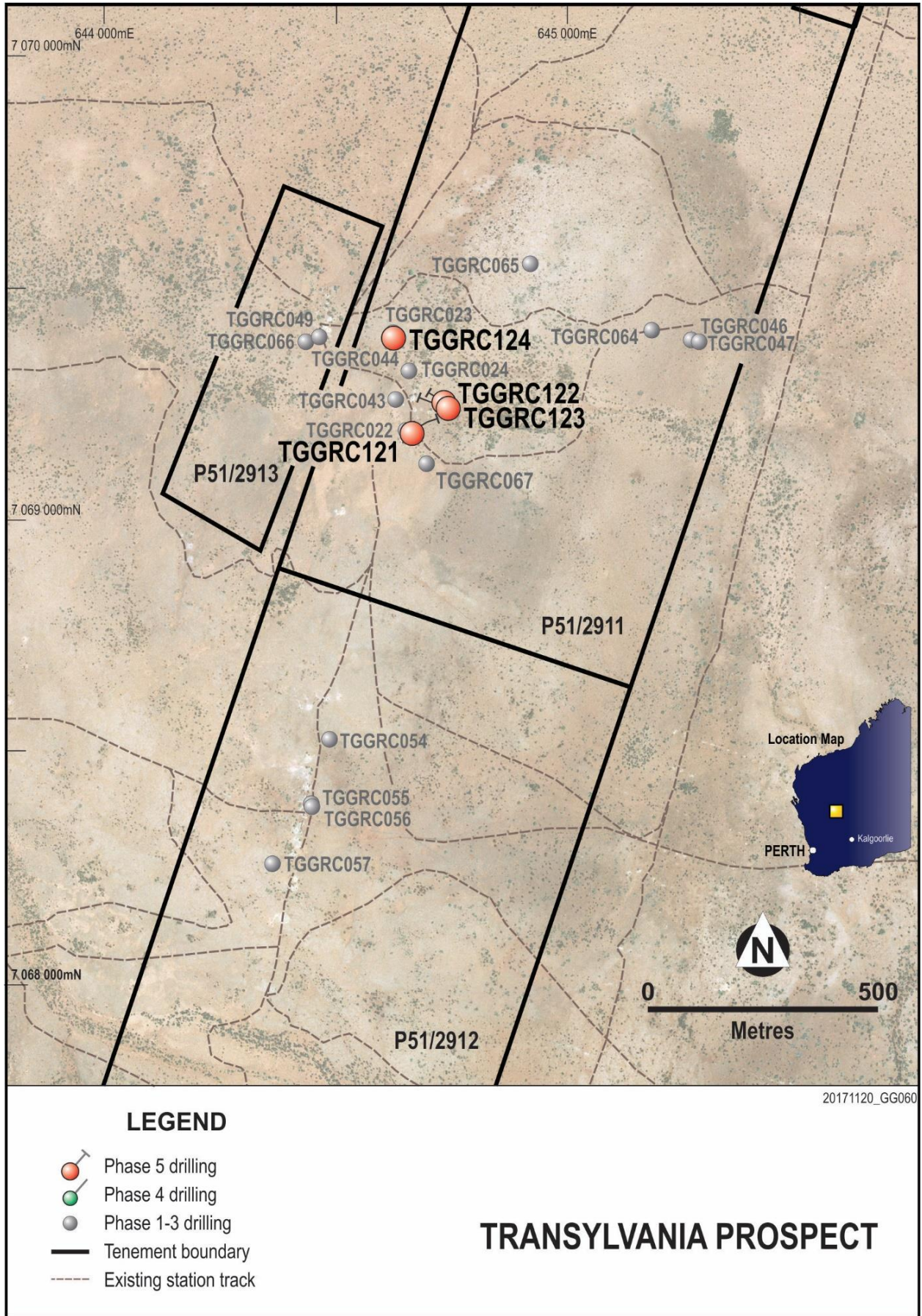


Figure 13. Drill collar locations and drillhole traces from holes drilled at Transylvania.

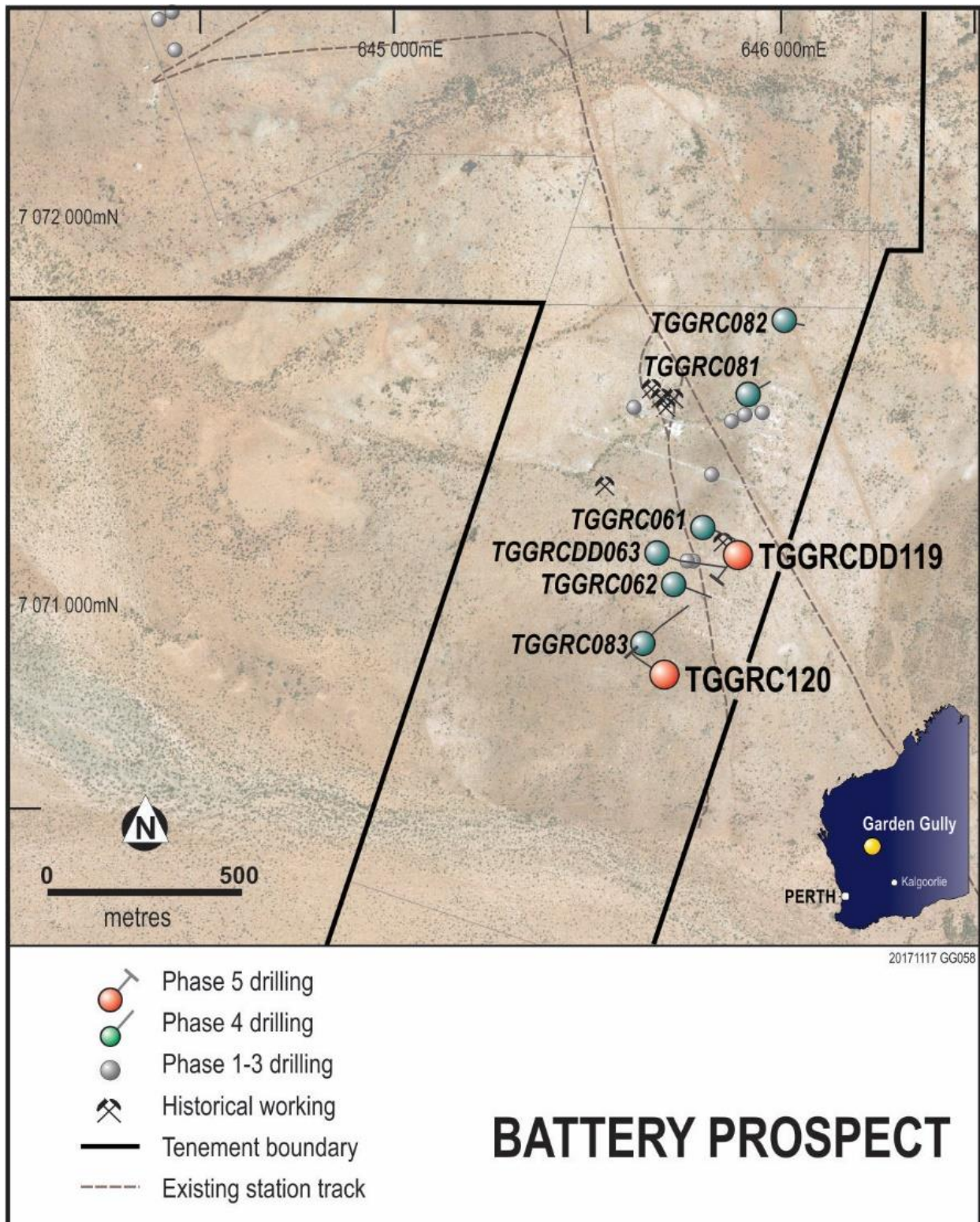


Figure 14. Drill collar locations and drillhole traces from holes drilled at Battery.

**Conclusions**

The results of the Phase 5 drilling programme have advanced our understanding of the controls on the mineralisation at both Lydia and Crown Prince, extending the main lode at the latter by at least 130m down plunge and delivering proof that the high grades that were mined near surface are also present at depth in the primary zone.

At Lydia the main mineralisation appears to be concentrated in two broad zones: Lydia NW and Lydia SE, within a zone of shearing that trends NNW-SSE. The next stage will be to evaluate what additional drilling may be required to allow the calculation of a maiden JORC 2012 compliant resource at Lydia.

The drilling at Crown Prince has demonstrated that the Main Lode appears to extend to depth. The exact geometry of the mineralisation, and its controls, still require further data to unravel what is a complex structural environment. The fact that our planned holes were able to intersect the interpreted extensions of the Main Lode is very gratifying and means that we are getting closer to unlocking the deposit and to establishing what additional drilling may be required to allow a maiden resource calculation at Crown Prince as well.

Phase 5 drilling carried out at Crown, Battery, Transylvania and Granite Well prospects is also being evaluated. Assays were still pending at the end of the December Quarter. Initial indications based on the geological drill logs are supporting the hypothesis that these targets could prove to be extensions or repetitions of the mineralisation already identified at Lydia and Crown Prince.

Regional air core / RAB drilling is also contemplated over areas not yet properly assessed, particularly in the northern and western parts of the Garden Gully project area. The work to date has clearly demonstrated that the transported cover over the project area reduces the efficacy of conventional shallow soil sampling techniques. Deeper sampling is needed to identify anomalous zones overlying the primary mineralised structures.

#### **White Well Gold Project, WA (THX 100%)**

White Well comprises 2 PLs for a total area of 308ha (~3km<sup>2</sup>). Located about 90km northeast of Meekatharra, the project is surrounded by tenements the subject of current active exploration by Sandfire following its October 2016 arrangement with local explorer Enterprise Metals.

No field work was carried out at White Well during the Quarter, but further desktop studies and reviews were done to develop geological models for testing in the coming quarters. The two PLs were renewed and their expiry date extended four years to 11-Jul-2021.

The process of adding a further two licences to the White Well project advanced with the signing of relevant Heritage Agreements. It is anticipated that work will be able to commence in the March Quarter of 2018 when all DMIRS documentation has been finalised and the titles granted.

#### **Paynes Find Gold Project, WA (THX 100%)**

Paynes Find comprises 1 EL and 2 PLs for a total area of approximately 28km<sup>2</sup>. The Project is located approximately 140km south of Mount Magnet along the Great Northern Highway.

No field work was conducted at Paynes Find during the Quarter.

#### **Doolgunna Projects, WA**

##### **Red Bore (THX 90%); and Curara Well (THX 90%)**

Red Bore is a granted Mining Licence (M52/597), two square kilometres in area, located about 900km NNE of Perth in the Doolgunna region of Western Australia. Its western boundary is less than 600m from Sandfire Resources NL's operating DeGrussa copper-gold mine's processing plant.

During the Quarter our Joint Venture partner W Richmond conducted an extensive review of all previous exploration carried out on the licence, by both Thundelarra and other companies. Previous geophysical survey data were reprocessed and re-imaged, including the aeromagnetic, airborne

radiometric, airborne digital elevation and ground gravity data. Existing EM, IP and MT survey data are also being re-processed. All existing geochemical assay data from both soil and drill samples were reviewed and re-plotted to highlight potential anomalous zones for follow-up.

The tenement was visited to establish access routes and the surface geology was re-mapped.

An extensive aircore drill programme is being planned to test the regolith for geochemical anomalies in undrilled areas containing Narracoota Formation volcanic and sedimentary units. It is anticipated that a Program of Work will be submitted and drilling will commence in the March 2018 Quarter.

Deep diamond drilling will follow later in the year, to test any targets identified.

It is likely that satisfactory completion of the work outlined above would incur sufficient expenditure to satisfy Mr Richmond’s commitment to sole fund at least \$1.5 million on exploration at Red Bore by late January 2019. That alone would not change the equity interests in the Red Bore project, which would remain at Thundelarra 90% and Mr Richmond 10%. To increase his equity interest in the licence W Richmond must define at least 30,000 tonnes of copper or copper equivalent that comply with JORC 2012 resource guidelines, to earn an extra 75%. Red Bore would then be Thundelarra 15% free carried and W Richmond 85%.

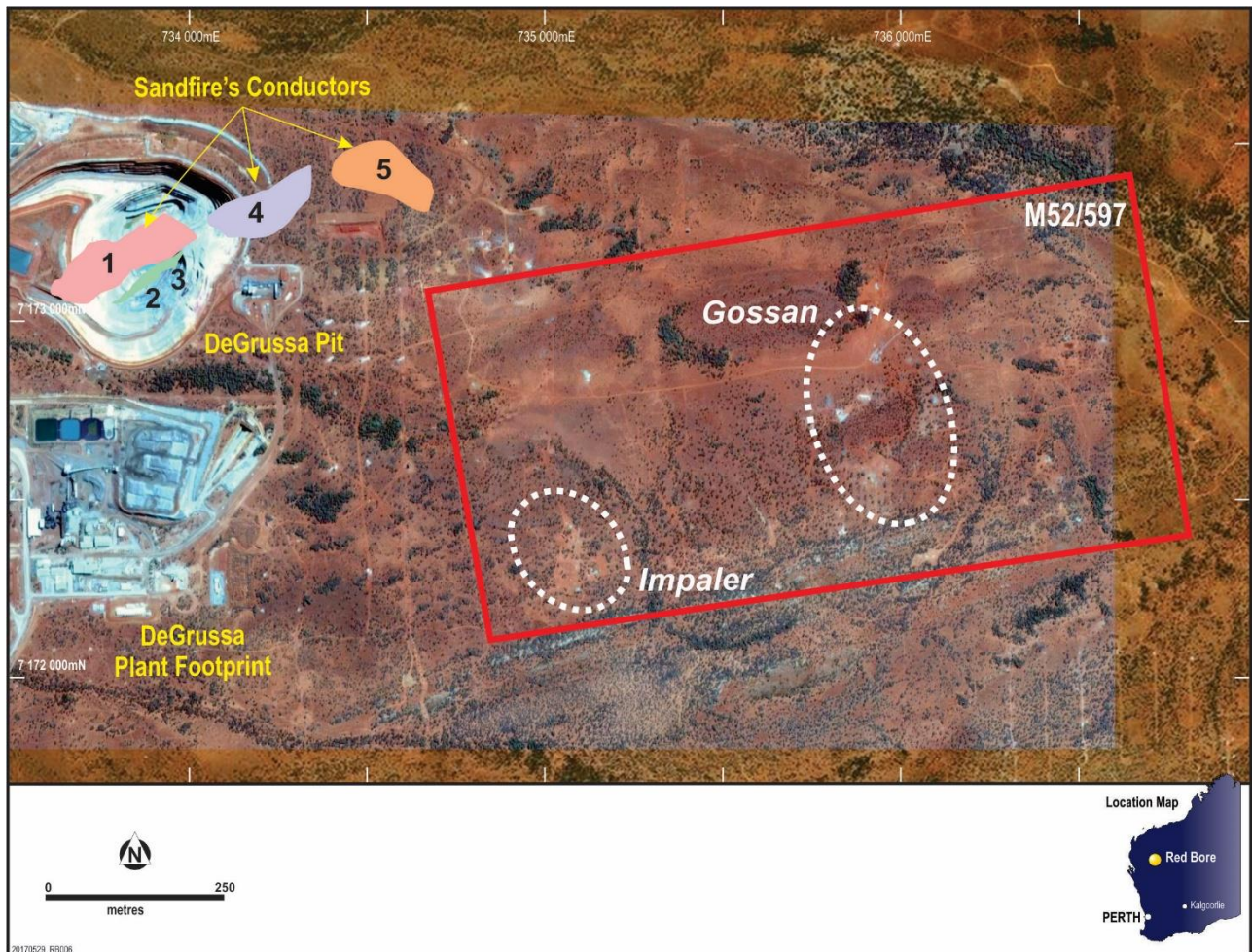


Figure 15. Red Bore lease on Landsat image, showing Gossan and Impaler target zones. Surface trace of Conductor orebodies (to scale) and location of DeGrussa pit and plant show proximity of Red Bore to Sandfire’s infrastructure.

Thundelarra continues to hold the belief that Red Bore remains prospective. As previously advised, studies confirm the interpretation that the Gossan mineralisation is remobilised and therefore that a possible source remains to be discovered.

W Richmond's commitment to sole fund \$1.5 million (excl GST) on exploration by late January 2019 should equate to an aggressive work programme, always with the possibility of a discovery. This is highly significant for Thundelarra and its shareholders, as Thundelarra will be the only ASX-listed entry through which any investors could gain exposure to any exploration success at Red Bore.

No field work was carried out at the **Curara Well** project during the Quarter.

### Sophie Downs, East Kimberley, WA (THX 100%)

Sophie Downs is approximately 30km to the north-east of Halls Creek in the East Kimberley region of Western Australia on Thundelarra's 100%-owned exploration license EL 80/3673.

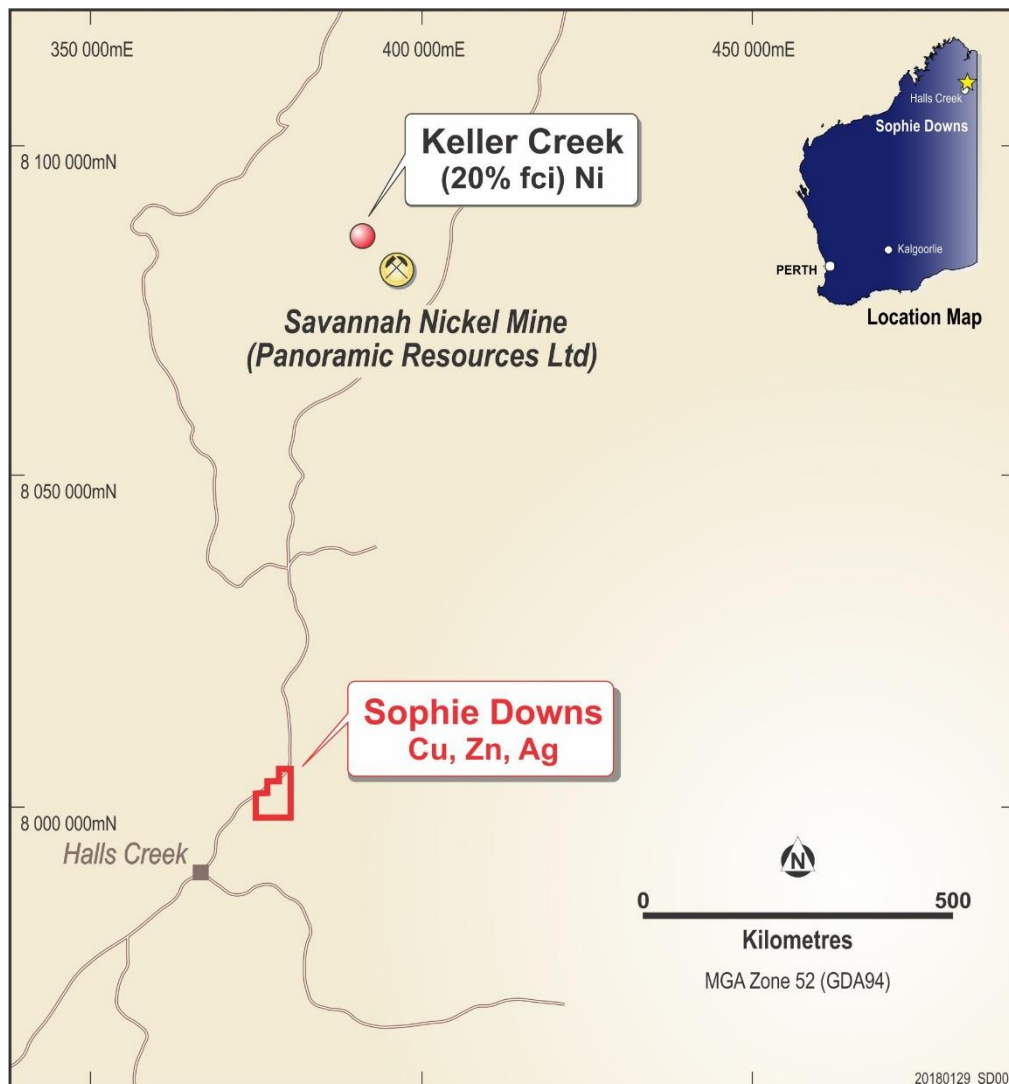


Figure 16. Sophie Downs and Keller Creek regional location map.

An RC drilling programme was scheduled to be carried out during the Quarter but was not able to be completed due to repeated mechanical malfunctions. Three RC drill holes were collared and a total of 420m advance was drilled, but the holes did not complete to allow the planned targets to be tested and there were no significant intersections in the holes drilled. The onset of rain then rendered a number of creek crossings impassable, preventing access to other planned drill sites. As a result the targets identified for drill testing remain untested to our technical satisfaction.

Conductors generated from earlier ground electromagnetic (EM) surveys that could be graphitic horizons or possibly massive sulphides were among the targets. The possibility of extensions or

repetitions of the zinc sulphide intersections from previous programmes was also to be tested as part of the planned programme. Given the continued strength in the market appetite for graphite, and the fact that zinc has hit its highest price since July 2007, the drill programme will be revisited when ground access conditions permit.

Detailed local ground reconnaissance and surface geological mapping was undertaken while attempts were underway to repair the rig's mechanical issues. This work identified a number of targets that may have potential for gold mineralisation and these too will be tested when a new exploration programme can be scheduled. Halls Creek was the location of the first gold discovered in Western Australia in 1885 – before the Coolgardie gold rush that started in 1892, to be followed by Kalgoorlie's Golden Mile the next year.

### **Allamber Project, Pine Creek, NT (THX 100%)**

Allamber is approximately 180km south-east of Darwin and is part of the Pine Creek Orogen. The project is very well served by regional infrastructure, with sealed road, rail, and a gas pipeline running within 25km of the project area.

No work was carried out at Allamber during the Quarter. The station on which most of the Allamber project lies was finally sold during the September Quarter, following the unfortunate passing of the pastoralist. Under Northern Territory regulations, land access agreements need to be struck to permit exploration activities. Our efforts to contact the new owners have not yet been successful and so are continuing, as we need to initiate a relationship with them so that land access terms can be agreed and documented in order to comply with the relevant Northern Territory legislation.

Exploration targets identified in late 2016 work programmes are still to be followed up (refer ASX announcement dated 16 December 2016) and will be scheduled once the relevant regulatory requirements have been met and satisfied.

## **CORPORATE**

Following the successful completion of the renounceable rights issue and accompanying private placement at the end of the previous Quarter, Thundelarra was well-funded to carry out the aggressive exploration programmes planned. At 31 December 2017, cash was \$5.064 million. The marked to market valuation of equity investments held at the date of this report was \$0.209 million and is additional to the reported cash balance.

We continue to evaluate opportunities consistent with our core commodity focus of gold. We also evaluate copper opportunities presented to us. Such projects must offer the potential to deliver positive returns to shareholders, either through direct exploration success or by adding geological value to the project to attract interest prior to subsequent sale or disposal.

Thundelarra explores aggressively while managing expenditures carefully and prudently. We continue to ensure that Company funds are spent on persistent, rigorous and systematic exploration, as we firmly believe that this is the only path to discovery and thus to share price appreciation.

20187 will see more aggressive exploration at Garden Gully with the primary objective of delivering maiden resources as the first step on the path to production.

## SUBSEQUENT EVENTS

Since the end of the December Quarter, the following subsequent events are noted:

- Results were received from the Lydia drilling and reported in the ASX announcement dated 17 January 2018. 16 RC and 2 DD holes were drilled for 3,093m in the December Quarter.
- Thundelarra's 2017 annual report was released on 22 January 2018.
- A reminder to Thundelarra shareholders that the AGM will take place at the Celtic Club in West Perth on Friday 23 February 2018.

## PRODUCTION AND DEVELOPMENT

None of Thundelarra's projects are at a production or development stage and consequently there were no activities during the quarter relating to production or development.

## SCHEDULE OF TENEMENTS

Project / Tenement		Interest at Start of Quarter	Interest at End of Quarter	Acquired During the Quarter	Disposed During the Quarter	Joint Venture Partner/Farm-in Party
<b>Western Australia</b>						
Sophie Downs	E80/3673	100%	100%	-	-	-
Keller Creek	E80/4834	20% fci	20% fci	-	-	Panoramic (PAN)
Red Bore	M52/597	90%	90%	-	-	WR Richmond
Curara Well	E52/2402	90%	90%	-	-	WR Richmond
<b>Garden Gully Project</b>						
Garden Gully	E51/1661	100%	100%	-	-	-
Garden Gully	E51/1737	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2760	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2761	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2762	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2763	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2764	100%	100%	-	-	-
Garden Gully Meeka NW	P51/2765	100%	100%	-	-	-
Garden Gully South	P51/2909	100%	100%	-	-	-
Garden Gully South	P51/2910	100%	100%	-	-	-
Garden Gully South	P51/2911	100%	100%	-	-	-
Garden Gully South	P51/2912	100%	100%	-	-	-
Garden Gully South	P51/2913	100%	100%	-	-	-
Garden Gully South	P51/2914	100%	100%	-	-	-
Garden Gully North	P51/2941	100%	100%	-	-	-
Garden Gully North	P51/2948	100%	100%	-	-	-
Crown Prince	P51/3009	100%	100%	-	-	-

Project / Tenement		Interest at Start of Quarter	Interest at End of Quarter	Acquired During the Quarter	Disposed During the Quarter	Joint Venture Partner/Farm-in Party
<b>Western Australia (continued)</b>						
<b>Payne's Find Project</b>						
Paynes Find	E59/1648	100%	100%	-	-	-
Paynes Find	P59/1929	100%	100%	-	-	-
Paynes Find	P59/1930	100%	100%	-	-	-
<b>White Well Project</b>						
Doug's Find West	P51/2787	100%	100%	-	-	-
Doug's Find East	P51/2788	100%	100%	-	-	-
<b>Northern Territory</b>						
<b>Allamber Project</b>						
Brumby Gap	EL10043	100%	100%	-	-	-
McKeddies	EL23506	100%	100%	-	-	-
Allamber 1	EL24549	100%	100%	-	-	-
Mary River	EL25868	100%	100%	-	-	-
Second Chance	EL28857	100%	100%	-	-	-

Table 3. Schedule of Tenements showing changes during the December 2017 Quarter.

**Tony Lofthouse**  
Chief Executive Officer

## THUNDELARRA LTD

### REGISTERED OFFICE

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PO Box 333, Nedlands, WA 6909

Ph: +61 8 9389 6927

www.thundelarra.com

info@thundelarra.com.au

ABN: 74 950 465 654

ACN: 085 782 994

ASX CODE: THX

Issued Shares: 635.1M

ASX CODE: THXOB (ex \$0.05 30-Sep-2019)

Quoted Options: 109.3M

Twitter: @thundelarra

Market Capitalisation: \$19.7M (at 31 January 2018)

### Competent Person Statement

The details contained in this report that pertain to Exploration Results, Mineral Resources or Ore Reserves, are based upon, and fairly represent, information and supporting documentation compiled by Mr Costica Vieru, a Member of the Australian Institute of Geoscientists and a full-time employee of the Company. Mr Vieru has sufficient experience which is relevant to the style(s) of mineralisation and type(s) 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" (JORC Code). Mr Vieru consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.



## 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**

THUNDELARRA LIMITED

**ABN**

74 950 465 654

**Quarter ended ("current quarter")**

31 DECEMBER 2017

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,557)	(1,557)
(b) development	-	-
(c) production	-	-
(d) staff costs	(136)	(136)
(e) administration and corporate costs	(516)	(516)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	14	14
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(2,195)</b>	<b>(2,195)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(39)	(39)
(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	-	-
2.3 Cash flows from loans to other entities	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
2.4	Dividends received (see note 3)	-	-
2.5	Other	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(39)</b>	<b>(39)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	2,673	2,673
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	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – share issue costs	(5)	(5)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>2,668</b>	<b>2,668</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	4,630	4,630
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,195)	(2,195)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(39)	(39)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,668	2,668
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>5,064</b>	<b>5,064</b>

Explanation necessary to understand the transactions included in items 3.1.

5. <b>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	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	92	358
5.2 Call deposits	4,972	4,272
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>5,064</b>	<b>4,630</b>

**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	161
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	

Thundelarra's financial year is from 1 October 2017 to 30 September 2018.

**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	-	-
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.

<b>9. Estimated cash outflows for next quarter</b>		<b>\$A'000</b>
9.1	Exploration and evaluation	700
9.2	Development	-
9.3	Production	-
9.4	Staff costs	163
9.5	Administration and corporate costs	140
9.6	Other (provide details if material)	-
<b>9.7</b>	<b>Total estimated cash outflows</b>	<b>1,003</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1	-	-	-	-
10.2	-	-	-	-

### 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:

Date: 31 January 2018

Print name: Frank DeMarte  
Company Secretary

### 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.