



CARBINE RESOURCES
LIMITED

ASX Announcement
ASX: CRB

27 April 2018

March 2018 Quarterly Report

Carbine Resources Limited (ASX: CRB) (the **Company** or **Carbine**) advised during that quarter that the Company's Board of Directors had resolved to cease all project expenditure and stop all work associated with the Mount Morgan Project, effective immediately (ASX: 23 March 2018). The Board's resolution is a direct result of the Company not being able to achieve any meaningful outcomes with the key stakeholders to improve the terms of the various agreements associated with the Project to increase returns to an acceptable level as outlined in its ASX announcement of 22 February 2018.

On 22 February 2018, the Company advised that an economic review of the Mount Morgan Gold Project has found that the forecast all-in sustaining cost (**AISC**) has increased to A\$862/oz from the A\$549/oz contained in the feasibility study estimate, originally released to the market on 8 December 2016. The increase is due primarily to higher cyanide consumption and lower by-products credits due to a lower pyrite price and the loss of copper sulphate premium associated with a change in the copper products produced. For full details, please see the Company's announcement dated 22 February 2018.

Corporate Activities

Board Changes

On 23 March 2018, following the Board's decision to stop expenditure and work on the Mount Morgan Project, the Company also advised that Managing Director, Mr Tony James had given the Board notice of his resignation from the position as Managing Director of the Company and Mr John Fitzgerald and Mr Graham Brock resigned as Directors of the Company.

The Company Secretary, Ms Oonagh Malone, joined the Board as a Non-Executive Director.

For further information, please contact:

Oonagh Malone
Company Secretary





Appendix 1: Carbine's Tenement Interest

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 31 March 2018.

The Company held no interest in any mining tenements at the end of the quarter.

The Company did not acquire any interests in mining tenements during the quarter.

The Company's interests in the following tenements were disposed of during the quarter:

Mount Morgan, Queensland	Tenement Reference
	ML5628
	ML5613
	ML5616
	ML5660
	ML5608
	ML5617
	ML5609
	ML5619
	ML5602
	ML5618
	ML5658
	ML5635
	ML5622
	ML5620
	ML5623
	ML5627
	ML5615
	ML5589
	ML5659
	ML5634
	ML5626
	ML5633
	ML5621
	ML5624
	ML5625
	ML6692
	ML5612
	ML5649
	ML5614
	ML5648
Many Peaks, Queensland	
	ML3640
	ML3641
	MDL30



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

CARBINE RESOURCES LIMITED

ABN

81 122 976 818

Quarter ended ("current quarter")

31 MARCH 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(578)	(578)
(b) development	-	-
(c) production	-	-
(d) staff costs	(162)	(162)
(e) administration and corporate costs	(82)	(82)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	20	20
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)	-	-
1.9 Net cash from / (used in) operating activities	(802)	(802)

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	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
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 (option fee for acquisition of 100% of Raging Bull Mining Pty Ltd)	-	-
2.6 Net cash from / (used in) investing activities	-	-

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	-	-
3.2 Proceeds from issue of convertible notes	-	-
3.3 Proceeds from exercise of share options	-	-
3.4 Transaction costs related to issues of shares, convertible notes or options	-	-
3.5 Proceeds from borrowings	-	-
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	-	-

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	3,875	3,875
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(802)	(802)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	3,073	3,073

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	573	375
5.2	Call deposits	2,500	3,500
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)	3,073	3,875

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**

188

-

Payments to directors/director associates for director fees, salary, superannuation, accounting and other fees.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
\$A'000**

-

-

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Mining exploration entity and oil and gas exploration entity quarterly report

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.		

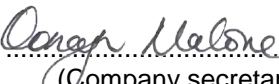
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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	42
9.2 Development	-
9.3 Production	-
9.4 Staff costs	96
9.5 Administration and corporate costs	127
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	265

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	All mineral exploration interests for the Mount Morgan Project as listed in Appendix 1 to the March 2018 Quarterly Activities Report.	Option to acquire 100%	Option to acquire 100%	nil
10.2 Interests in mining tenements and petroleum tenements acquired or increased	NA			

Compliance statement

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Sign here: 
(Company secretary)

Date: 27 April 2018

Print name: Oonagh Malone

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.