



QUARTERLY ACTIVITIES REPORT FOR QUARTER ENDING 31 MARCH 2018

Pegasus Metals Ltd

ASX: PUN

ASX Announcement

30 April 2018

Shares on Issue

135,024,525

Current Share Price

A\$0.024

Market Capitalisation

A\$3.24M

Board of Directors

Mr Michael Fotios

Non-Executive Director

Mr Alan Still

Non-Executive Director

Mr Neil Porter

Non-Executive Director

Contact Details

24 Mumford Place

Balcatta WA 6021

Ph: 08 6241 1888

Projects

Mt Mulcahy: Cu Zn Ag

HIGHLIGHTS

- **Proposed acquisition of Scorpion Minerals Limited**
- **Results from late 2017 RC Drilling released post-quarter end**
- **Best result 30m @ 2.63 g/t Pd+Pt+Au; 0.51% Ni; 0.13% Cu from 35m**
- **Additional targets along Dablo Main Intrusion being assessed**
- **3,000m follow up RC drilling program underway**

Pegasus Metals Limited (ASX:PUN) provides the following update on activities undertaken during the March 2018 Quarter.

Scorpion Minerals Ltd Dablo Pd-Pt-Au-Ni-Cu Project, Burkina Faso

As announced on 10 January 2018, the Company entered into an agreement to acquire Scorpion Minerals Limited, which holds the rights to acquire up to a 70% joint venture interest in the Dablo Pd-Pt-Au-Ni-Cu (palladium-platinum-gold-nickel-copper) exploration project (**Dablo Project**) located in Burkina Faso (refer Figure 1).

The Dablo Project is a significant ultramafic-mafic complex which could potentially host a large palladium-platinum-gold-nickel-copper deposit. The acquisition of Scorpion provides Pegasus with a first mover advantage in an emerging PGE-Au-Ni-Cu Province. The Dablo Project consists of a large tenement package comprising 4 tenements for a total of 981 km² (refer Figure 2) along the Dablo Main Intrusion (DMI) with a strike length of 6km identified within >35km anomalous trend. For more detailed geological discussion and for the material terms of the Agreement, refer to the PUN:ASX announcement released on 10 January 2018.

Post quarter end, on 19 April 2018, the Company announced the results from eight Reverse Circulation (RC) drill holes, completed in late 2017 at the Dablo Project. The RC drilling was designed to test extensions to mineralisation encountered in the 2014 diamond drilling campaign, and to establish the geology and continuity of the mineralisation. Five of the eight holes intersected significant mineralised intervals (refer Table 1 below, and Figure 3), proving the mineralisation is locally continuous and confirming that the Dablo target represents a multi-pulse, dynamic mafic-ultramafic intrusion, with additional drill targets confirmed in the immediate vicinity.

Pegasus has completed an initial review of the results, but is awaiting additional detailed reports on petrology and additional geochemical modelling from NEWA. Drilling in the immediate vicinity has confirmed that mineralisation extends for at least 180m in strike, and possibly up to 300m in the small portion of DMI tested-to-date



Figure 1: Location of Dablo Project, Burkina Faso.

Mineralisation is currently interpreted as being closely associated with an Induced Polarisation (IP) chargeability anomaly (refer Figure 4), occurring semi-continuously along the contact of a magnetic anomaly. The mineralisation may form an annulus associated with the IP anomaly, highlighting the additional mineralisation potential at the untested northern contact defined by the IP.

Additional drilling will be planned to resolve the geometry of the mineralisation, and to test the northern and southwestern margins of the interpreted ultramafic body. Additional IP and geochemical targets along strike from the current drilling within the DMI are also being assessed and will be covered in additional releases to market when better understood.

Current Program

Under the Joint Venture agreement between Scorpion and NEWA, work has continued in 2018 with a number of exploration activities currently underway at Dablo. Work commenced in early April 2018 on a 3,000m RC drilling program that has been designed to:

- expand confidence in the known Dablo North mineralisation;
- test other areas of interest at Dablo North;
- test poorly understood 1980 German drilling mineralisation in the central part of the Dablo Main Intrusion; and
- test anomalies in the Dablo Main Intrusion to the south of Dablo village.

In addition the following activities are currently planned to be completed by June 2018:

- Desktop study to better understand opportunities in the 2014 VTEM survey;
- Desktop study to better understand the relationship between the disseminated sulphide mineralisation and IP anomalies;
- Geochemical lag survey over the Perko and Kelbo Ouest permit areas; and
- Orientation lag survey over the Dablo Main Intrusion.

The Company will provide further updates as the above work programmes are completed.

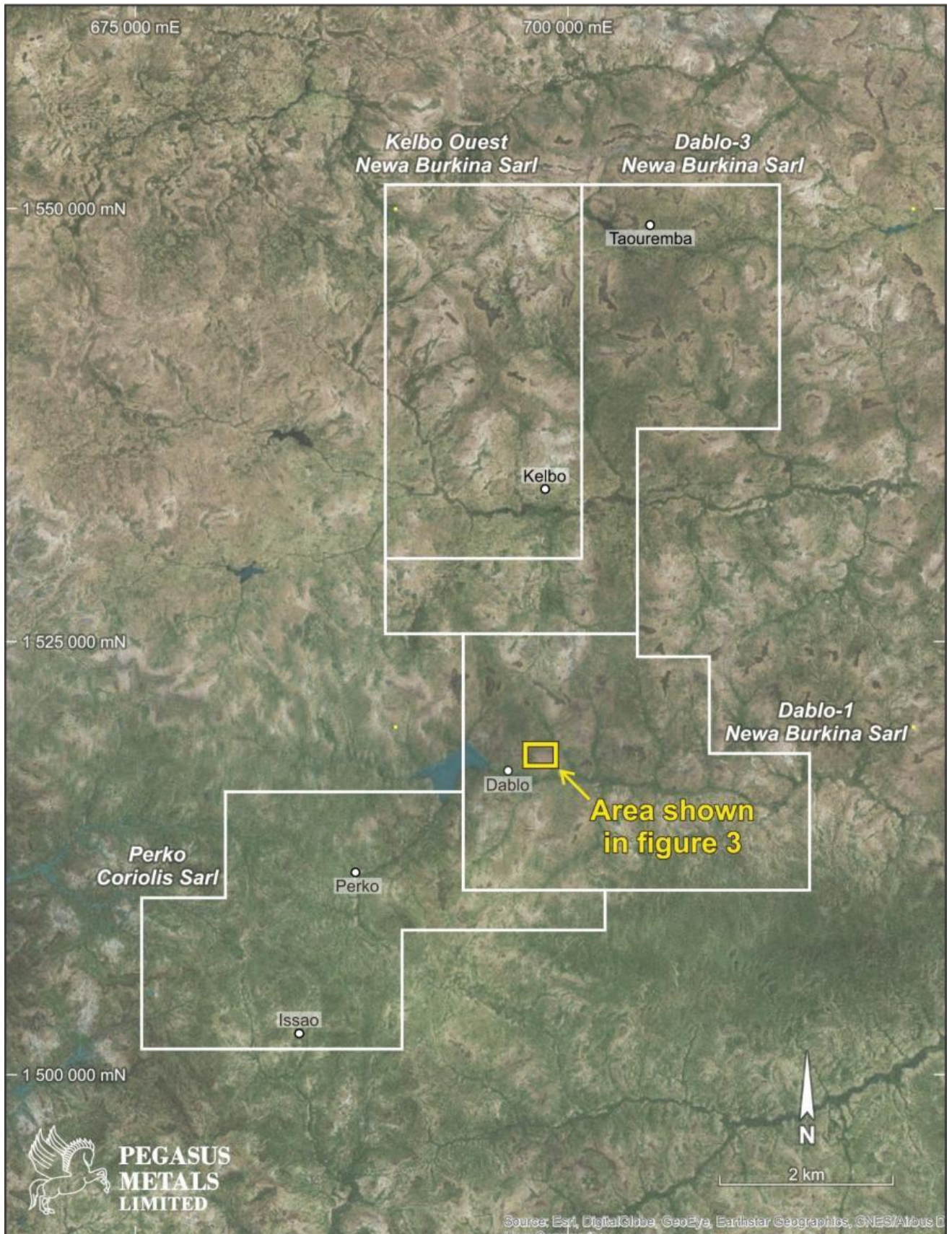


Figure 2: Dablo Project tenure, highlighting current area of activity

Table 1: Significant results 2017 RC Drilling, Dablo Project ($\geq 5\text{m}$ @ ≥ 1.0 g/t Pd+Pt+Au);- for more detailed summary refer Table 3.

Hole_ID	From	To	Length	Au_ppm	Pt_ppm	Pd_ppm	Ni_%	Cu_%	Pd+Pt+Au
DBRC2017-01	103	110	7	0.21	0.26	0.89	0.24	0.08	1.36
DBRC2017-02	128	134	6	0.29	0.31	0.96	0.32	0.12	1.56
DBRC2017-03	23	33	10	0.16	0.28	0.82	0.36	0.06	1.26
and	35	65	30	0.3	0.59	1.74	0.51	0.13	2.63
and	165	175	10	0.47	0.38	0.99	0.36	0.13	1.84
DBRC2017-04	129	138	9	0.39	0.37	0.94	0.39	0.1	1.7
DBRC2017-05	154	160	6	0.51	0.29	0.52	0.39	0.14	1.32
DBRC2017-06	NSR								
DBRC2017-07	NSR								
DBRC2017-08	NSR								

Table 2: Location of Reverse Circulation drill hole collars (WGS84 Z30N datum)

Hole_ID	UTM_E	UTM_N	EL	Az	Dip	Depth
DBRC2017-01	697800	1519910	320	180	-55	200
DBRC2017-02	697800	1519910	320	358	-89	200
DBRC2017-03	697900	1519920	319.5	180	-55	200
DBRC2017-04	697900	1519990	320	180	-55	200
DBRC2017-05	697950	1519950	319.2	180	-55	200
DBRC2017-06	697750	1519870	320	180	-55	200
DBRC2017-07	697650	1519780	320.8	160	-55	200
DBRC2017-08	697570	1519660	320	125	-55	200

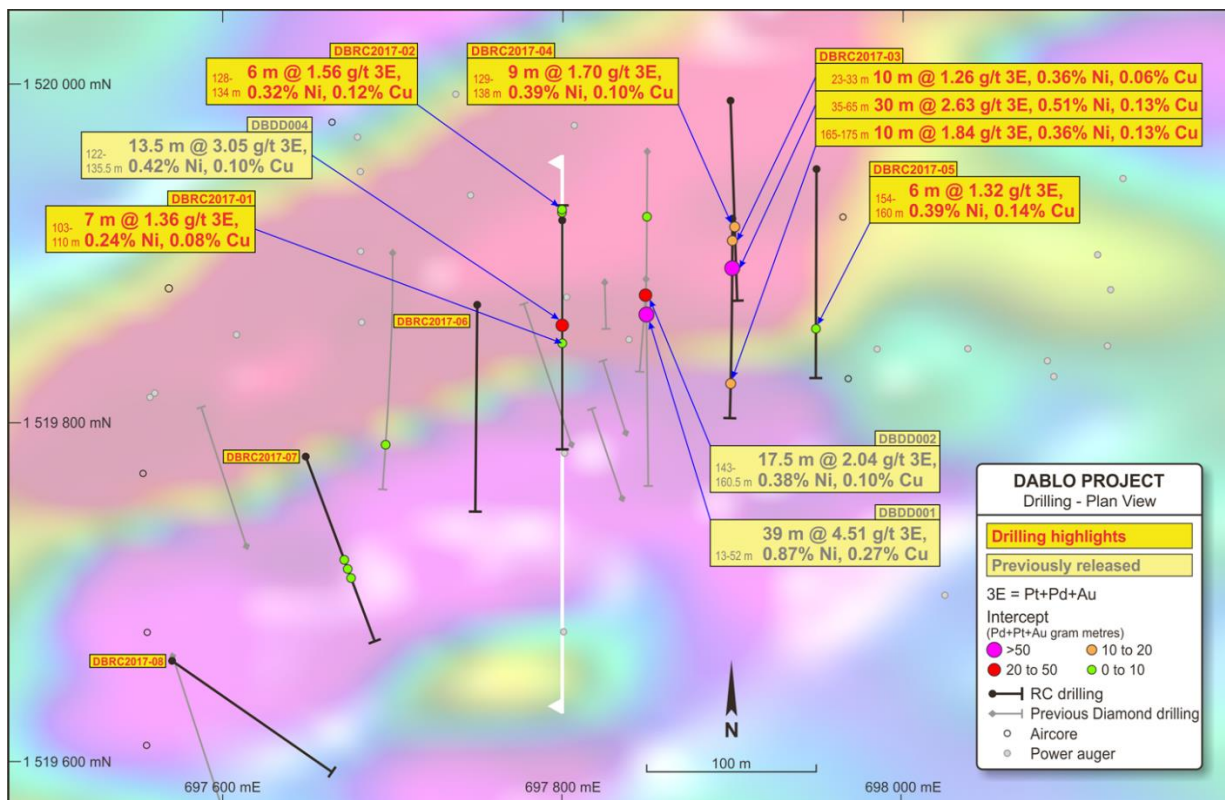


Figure 3: Dablo Project Drill Plan, with recent significant drill intercepts (3E=Pt+Pd+Au g/t) highlighted, set against 1VDRTP magnetic imagery (section line for Figure 4 shown in white)

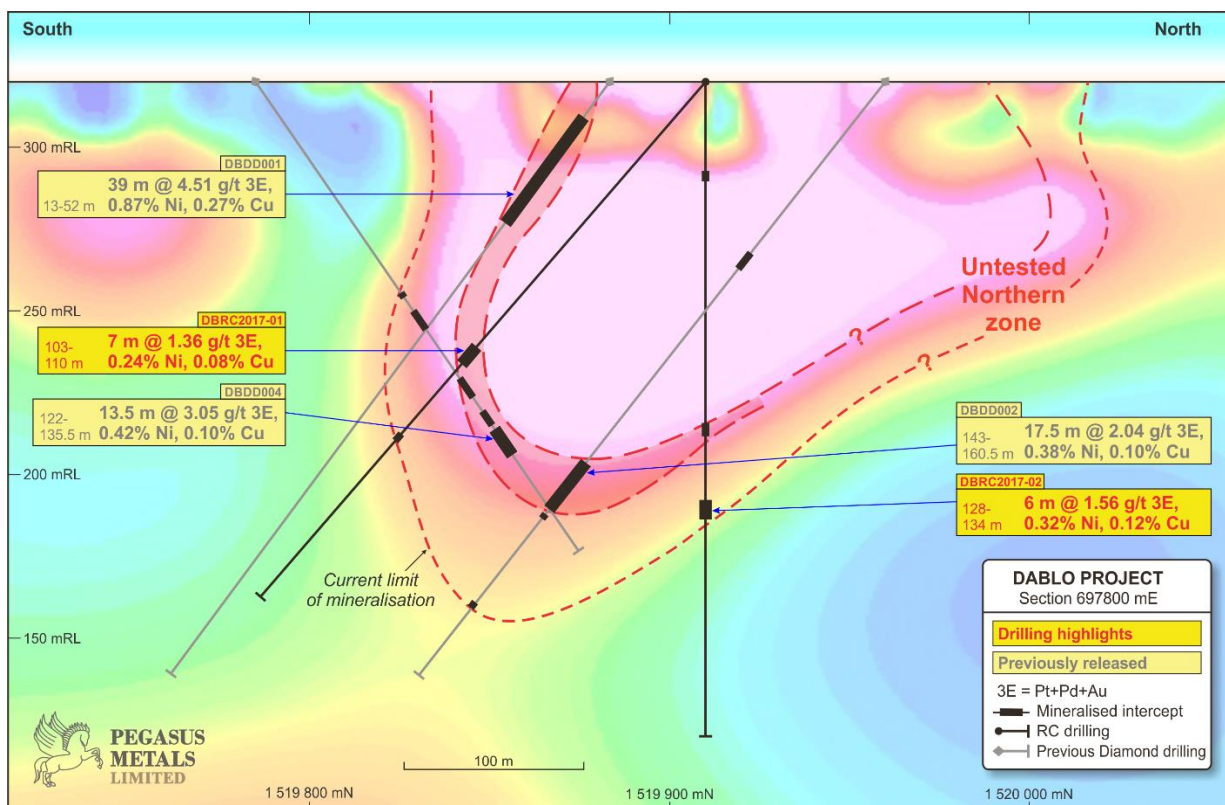


Figure 4: Dablo Project Cross Section 697800mE (+/- 100m, recent RC and DD only), showing the close relationship between mineralisation and IP chargeability anomaly. Interpreted mineralising geometry and significant intersections are highlighted in red and black respectively, with the untested 'northern contact' zone labelled.

Table 3: Detailed results from 2017 RC Drilling, Dablo Project ($\geq 1\text{m}$ @ $\text{Pd}+\text{Pt} \geq 0.5 \text{ g/t}$).

Hole		From	To	Int	Cu	Ni	Co	Au	Pt	Pd	Pd+Pt	Pd+Pt+Au(3E)
		m	m	m	ppm	ppm	ppm	g/t	g/t	g/t	g/t	g/t
DBRC2017-01		103	110	7	847	2407	114	0.21	0.26	0.89	1.15	1.36
DBRC2017-01	including	103	105	2	1205	3700	155	0.38	0.51	2.07	2.58	2.96
DBRC2017-01		115	116	1	267	2000	94	0.15	0.16	0.35	0.51	0.66
DBRC2017-01		119	121	2	421	2310	105	0.09	0.19	0.48	0.68	0.76
DBRC2017-01		137	140	3	162	3070	146	0.04	0.16	0.73	0.9	0.93
DBRC2017-01		190	191	1	578	3090	142	0.02	0.14	0.47	0.61	0.63
DBRC2017-02		28	31	3	382	3323	141	0.09	0.17	0.57	0.73	0.83
DBRC2017-02		105	109	4	498	3923	155	0.14	0.25	0.71	0.96	1.1
DBRC2017-02		128	134	6	1239	3177	120	0.29	0.31	0.96	1.27	1.56
DBRC2017-03		21	22	1	202	3820	176	0.09	0.14	0.38	0.52	0.61
DBRC2017-03		23	33	10	584	3648	135	0.16	0.28	0.82	1.1	1.26
DBRC2017-03		35	65	30	1332	5064	154	0.3	0.59	1.74	2.34	2.63
DBRC2017-03	including	37	42	5	1086	4726	162	0.35	0.74	1.82	2.56	2.91
DBRC2017-03	including	47	53	6	1204	4993	157	0.45	0.8	2.78	3.58	4.03
DBRC2017-03	including	55	65	10	2286	7781	146	0.44	0.94	2.21	3.15	3.59
DBRC2017-03		71	74	3	273	2583	126	0.01	0.12	0.44	0.56	0.57
DBRC2017-03		165	175	10	1326	3630	105	0.47	0.38	0.99	1.37	1.84
DBRC2017-03	including	167	169	2	2055	5125	138	0.7	0.58	0.58	1.16	1.86
DBRC2017-03	including	172	174	2	1543	4465	109	0.88	0.5	1.27	1.77	2.65
DBRC2017-03		181	182	1	636	2310	100	0.05	0.19	0.39	0.57	0.63
DBRC2017-04		116	126	10	308	2825	134	0.09	0.18	0.48	0.65	0.75
DBRC2017-04		129	138	9	1029	3878	124	0.39	0.37	0.94	1.31	1.7
DBRC2017-04	including	129	132	3	612	3427	133	0.62	0.26	0.6	0.85	1.48
DBRC2017-04	including	134	138	4	1732	5265	128	0.4	0.61	1.59	2.2	2.6
DBRC2017-04		143	146	3	614	2927	122	0.17	0.22	0.58	0.81	0.97
DBRC2017-04		149	150	1	321	2330	115	0.02	0.16	0.39	0.55	0.57
DBRC2017-04		160	164	4	332	2913	137	0.04	0.18	0.66	0.84	0.88
DBRC2017-04		181	183	2	133	3245	133	0.03	0.1	0.4	0.5	0.53
DBRC2017-04		188	189	1	159	3090	159	0.02	0.14	0.5	0.64	0.66
DBRC2017-05		154	160	6	1413	3888	125	0.51	0.29	0.52	0.81	1.32
DBRC2017-05		163	164	1	1165	2980	115	0.11	0.22	0.36	0.58	0.69
DBRC2017-05		183	186	3	977	2770	107	0.11	0.19	0.34	0.53	0.64
DBRC2017-06		NSR										
DBRC2017-07		104	106	2	297	2215	119	0.01	0.16	0.4	0.56	0.57
DBRC2017-07		114	118	4	764	2550	112	0.11	0.25	1.02	1.26	1.38
DBRC2017-07		120	122	2	658	2580	118	0.03	0.29	0.92	1.21	1.24
DBRC2017-07		127	129	2	1077	3100	106	0.07	0.34	1.05	1.39	1.46
DBRC2017-08		161	163	2	268	2515	128	0	0.11	0.55	0.67	0.66

Bold intervals in rows marked "including" are sub-intervals immediately following the main interval.
NSR = No significant result

Competent Person Statement

The information contained in this announcement that relates to geology and exploration results from the Dablo Project is based on, and fairly reflects, information compiled by Mr Grant Osborne, who is a Member of the Australian Institute of Geoscientists. Mr Osborne is a consultant to Pegasus Resources Ltd. Mr Osborne 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'. The Company confirms that the form and context in which the information is presented has not been materially modified and it is not aware of any new information or data that materially affects the information included in the relevant market announcements, as detailed in the body of this announcement.

CAPITAL RAISING

In conjunction with the proposed acquisition, the Company announced a three tranche placement to professional and sophisticated investors to raise a total of approximately \$600,000 through the issue of approximately 20,000,000 fully paid ordinary shares at an issue price of \$0.03 per share. The Placement will be completed in three tranches, utilising the Company's annual placement capacity under ASX Listing Rule 7.1.

On 16 February 2018, the Company issued 12,183,338 fully paid ordinary shares under tranche one, with a further 6,666,668 fully paid ordinary shares issued on 16 March 2018 pursuant to tranche two. It is expected that the third tranche will be issued to the incoming Directors pursuant to the Transaction, subject to shareholder approval.

The funds raised pursuant to the Placement have and will be applied to progress the proposed acquisition and exploration of the Dablo Project, exploration activities at the Company's Mt Mulcahy Copper Project, working capital and repayment of \$0.25M of the loan facility provided by Investmet Limited ("**Investmet**") to Scorpion.

On 16 February 2018, the Company issued a prospectus to invite selected investors to apply for up to 100 Shares at an issue price of \$0.03 per Share to raise \$3 before issue costs pursuant to section 708A(11) of the Corporations Act so that Shareholders under the Placement and the Scorpion Acquisition, if they choose to, can sell the Shares issued to them within the next 12 months without the issue of a prospectus.

CONDITIONS PRECEDENT

Completion of the Transaction will be subject to the following conditions precedent:

1. Scorpion obtaining all necessary regulatory and shareholder approvals pursuant to the Corporations Act 2001 (*Cth*) (**Corporations Act**) and any other law (including ASIC relief).
2. Pegasus obtaining all necessary shareholder and regulatory approvals pursuant to the ASX Listing Rules, the Corporations Act, and any other law (including all ASX approvals and waivers and ASIC relief) to allow Pegasus to lawfully complete the Transaction, including but not limited to, approval pursuant to item 7 of section 611 of the Corporations Act in relation to the debt conversion referred to below.
3. Pegasus Director Related Loans are currently A\$1.6M. As part of the Transaction, 50% equating to A\$0.8M will be converted to equity in Pegasus at an implied rate of 3 cents per Share, with the balance to remain outstanding, with repayment terms to be extended and repayment to be made in either cash or shares, at Pegasus' election, once the Pegasus share price has traded as a VWAP above 25 cents per share over a continuous 30-day period.

Subject to satisfaction of the Conditions, in consideration for Investmet entering the loan terms outlined above, Investmet shall be issued three (3) tranches of unlisted options in the capital of Pegasus ("**Investmet Options**") as follows:

- Tranche 1 - 7.5M Pegasus options with an exercise price of 3 cents per option, expiring 12 months from the date of issue;

- Tranche 2 - 7.5M Pegasus options with an exercise price of 5 cents per option, expiring 24 months from the date of issue; and

Tranche 3 - 7.5M Pegasus options with an exercise price of 10 cents per option, expiring 36 months from the date of issue.

Subject to shareholder approval, Ms Bronwyn Barnes and Mr Grant Osborne will be appointed to the Company as Directors. Mr Michael Fotios will be resigning from the Pegasus Board effective at completion of the Transaction and subject to receipt of shareholder approval for the acquisition of the Dablo Project.

MT MULCAHY COPPER PROJECT, Murchison, WA

Geology Discussion:

The Mt Mulcahy project (Refer Figure 5) hosts the Mount Mulcahy copper-zinc deposit, volcanic-hosted massive sulphide (VMS) zone of mineralisation, with a JORC 2012 Measured, Indicated and Inferred Resource of 647,000 tonnes @ 2.4% copper, 1.8% zinc, and 20g/t Ag (refer ASX release 25 September 2014) at the 'South Limb Pod' (SLP). The horizon hosting this mineralisation can be traced for a distance of at least 12 kilometres along strike and excellent potential exists for additional mineralisation to be discovered along this prospective horizon.

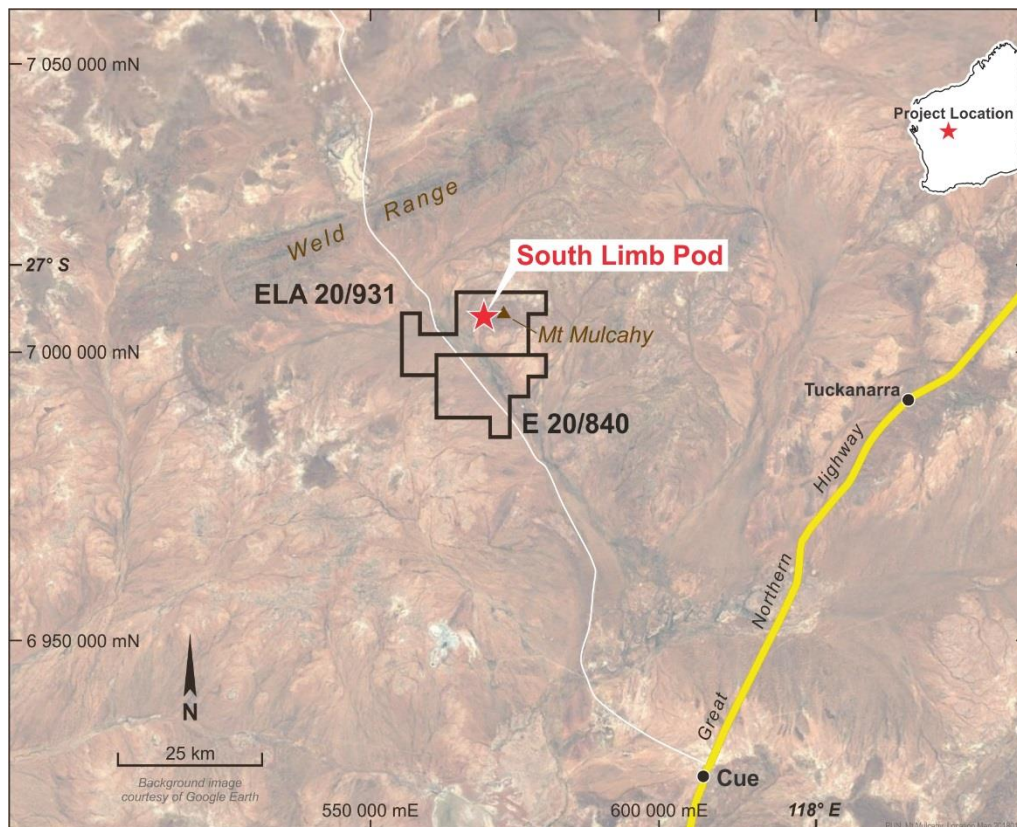


Figure 5. Pegasus Metals Mt Mulcahy location map

Geology Activities:

The company is awaiting the grant of ELA 20/931. Planned drilling of down-plunge extensional holes (refer Figures 6, 7) to the current resource at the SLP now awaits the grant of the new licence.

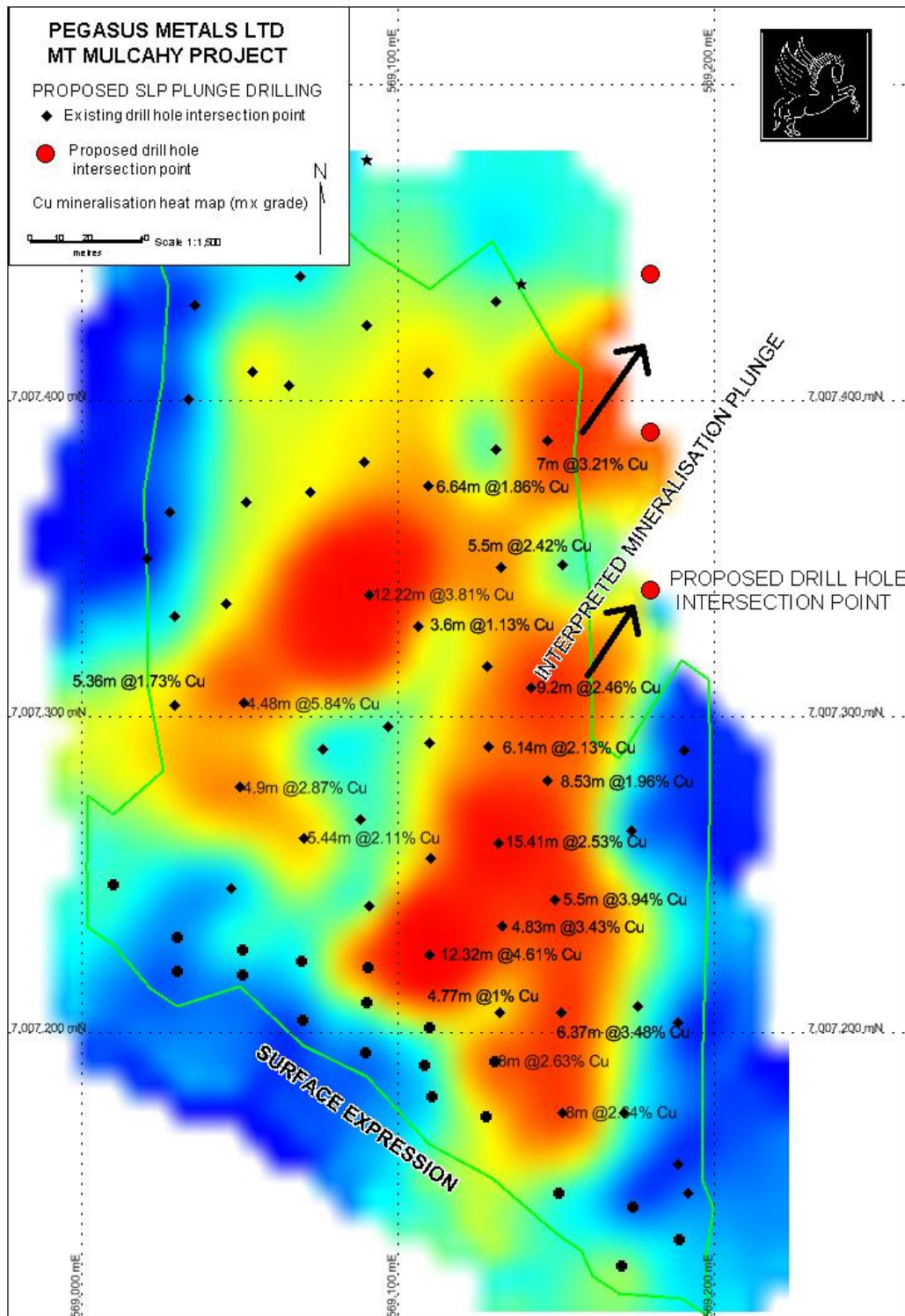


Figure 6: Plan of proposed SLP down plunge drilling.

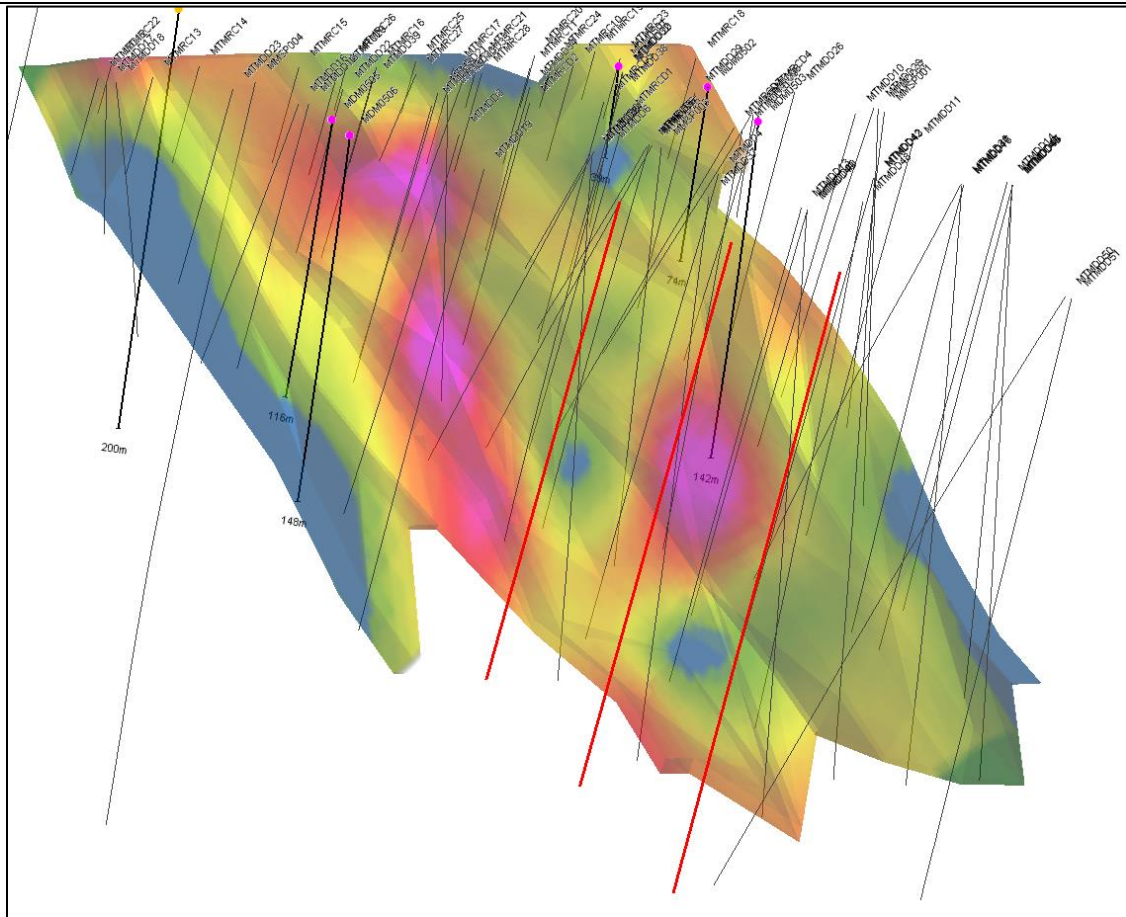


Figure 7: Oblique section of proposed SLP down plunge drilling (red traces), viewed from North East. Previous drilling defining the current resource denoted by grey or black traces.

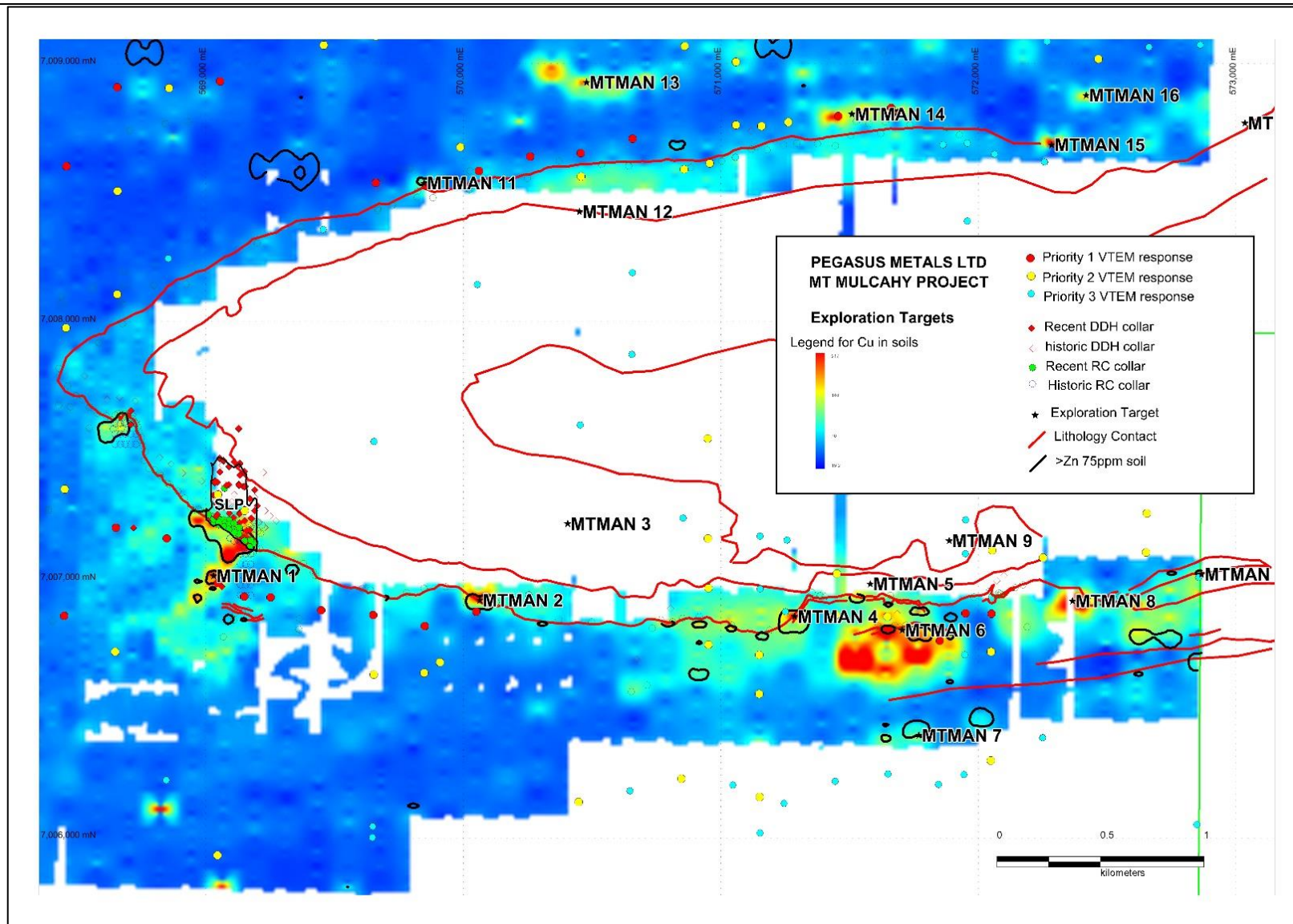


Figure 8: Mt Mulcahy priority exploration areas (MTMAN designation), in relation to South Limb Pod (SLP), shown with soil geochemistry, VTEM anomalies, and lithology contacts.

For further information contact:

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Contact: reception@deltaman.com.au



Figure 9: Project location map.

Mt Mulcahy South Limb Pod Mineral Resource Estimate as at 31 st March 2018											
Resource Category	Grade						Contained Metal				
	Tonnes	Cu (%)	Zn (%)	Co (%)	Ag (g/t)	Au (g/t)	Cu (t)	Zn (t)	Co (t)	Ag (oz)	Au (oz)
Measured	193,000	3.0	2.3	0.1	25	0.3	5,800	4,400	220	157,000	2,000
Indicated	372,000	2.2	1.7	0.1	19	0.2	8,200	6,300	330	223,000	2,000
Inferred	82,000	1.5	1.3	0.1	13	0.2	1,200	1,100	60	35,000	
TOTAL	647,000	2.4	1.8	0.1	20	0.2	15,200	11,800	610	415,000	4,000

Competent Persons Statements

Information in this announcement that relates to the Mt Mulcahy Mineral Resource estimations has been compiled by Rob Spiers, who was an employee of geological consultants H&S Consultants Pty Ltd at the time of resource reporting and a Member of The Australian Institute of Geoscientists. Mr Spiers 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'. The Company confirms that the form and context in which the information is presented has not been materially modified and it is not aware of any new information or data that materially affects the information included in the relevant market announcements, as detailed in the body of this announcement. All material assumptions and technical parameters underpinning the Mineral Resource estimates continue to apply and have not materially changed.

Information in this announcement that relates to Mt Mulcahy Exploration Results has been compiled by Michael Fotios who is a consultant geologist, Director of Pegasus Metals Limited and a member of the Australian Institute of Mining and Metallurgy. Mr Fotios 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 2004 and 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. The Exploration Results were released to ASX on 17 September 2012, 15 November 2012, 24 January 2013, 11 April 2013, 1 May 2013, 15 May 2013, 5 June 2013 and 30 August 2013. The Company confirms that the form and context in which the information is presented has not been materially modified and it is not aware of any new information or data that materially affects the information included in the relevant market announcements, as detailed in the body of this announcement. Mr Fotios consents to the inclusion of the information in this announcement in the form and context in which it appears.

Forward Looking Statements

Pegasus Metals Ltd has prepared this announcement based on information available to it. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this announcement. To the maximum extent permitted by law, none of Pegasus Metals Ltd, its Directors, employees or agents, advisers, nor any other person accepts any liability, including, without limitation, any liability arising from fault or negligence on the part of any of them or any other person, for any loss arising from the use of this announcement or its contents or otherwise arising in connection with it. This announcement is not an offer, invitation, solicitation or other recommendation with respect to the subscription for, purchase or sale of any security, and neither this announcement nor anything in it shall form the basis of any contract or commitment whatsoever. This announcement may contain forward looking statements that are subject to risk factors associated with exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimate.



Addendum - Tenement Table ASX Listing Rule 5.3.3

- ***The mining tenements held at the end of each quarter and their location***

➤ **TENEMENT SCHEDULE**

TENEMENT No.	LOCATION	STATUS	INTEREST %	HOLDER
ELA20/931	WA	Application	100	Pegasus Metals Ltd
E20/840	WA	Granted	100	Pegasus Metals Ltd
P51/3016	WA	Application	100	Pegasus Metals Ltd
P51/3017	WA	Application	100	Pegasus Metals Ltd

- ***The mining tenements acquired during the quarter and their location***

Nil

- ***The mining tenements disposed of during the quarter and their location***

Nil

- ***The beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter***

Nil

- ***The beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter***

Nil

+Rule 5.5

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

Pegasus Metals Limited

ABN

40 115 535 030

Quarter ended ("current quarter")

31 March 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(24)	(35)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(49)	(160)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	110	110
1.8 Other (provide details if material)	212 ¹	212
1.9 Net cash from / (used in) operating activities	249	127

Note 1: \$104,000 relates to a refund of a mining licence application which was withdrawn during the period.

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

+ See chapter 19 for defined terms

1 September 2016

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 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	104	104
3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	625	625
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	45	167
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	670	792
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1	1
4.2	Net cash from / (used in) operating activities (item 1.9 above)	249	127
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)	670	792
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	920	920

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	920	1
5.2 Call deposits	-	-
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)	920	1

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
-
-

N/A

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
-
-

N/A

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	1,000	398
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

8.1—On 26 October 2017, the Company renewed the loan facility of up to \$1 million with entities associated with Director Mr Michael Fotios.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	400
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	60
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	460

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

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.



30 April 2018

Sign here:
(Director/~~Company secretary~~)

Date:

MICHAEL FOTIOS

Print name:

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.