



## Activities Report for the Quarter Ended 30<sup>th</sup> June 2018

### Geophysics underway at key uranium copper-gold project. New projects generated.

#### Highlights

##### **West Arnhem Uranium Copper-Gold Project, NT**

- IP Surveys to commence in July. Surveys planned for U40, U40 South and beneath the historical Nabarlek Uranium Mine.

##### **Bogong Copper-Gold Project, NSW**

- Significant near surface, broad copper intercepts identified in historical drilling at the Bogong Project, with mineralisation hosted in felsic rocks. Better intercepts include:
  - 54.9 metres @ 1.06% copper from 6.1 metres in hole 16;
  - 9.2 metres @ 2.02% copper from 39.6 metres in hole 17; and
  - 18.3 metres @ 0.91% copper from 15.2 metres in hole 6.
- These results have not been followed up.
- Landowner engagement underway to secure land access agreements.

##### **Kimberley Diamond Projects, NT**

- New exploration licence applications covering two prospective diamond exploration areas in WA's Kimberley Region.
- Oscar, immediately south-east of the Ellendale diamond mines and south of Lucapa Diamond Company's (ASX: LOM) Little Spring Creek prospect, where diamonds were discovered in lamproite during recent drilling.
- Mount Hann, equidistant from Ellendale and the world-class Argyle diamond mine, covers one the most significant unresolved micro-diamond anomalies in Australia.
- DevEx intends to commence ground-based exploration activities as soon as the applications are granted.

##### **Corporate**

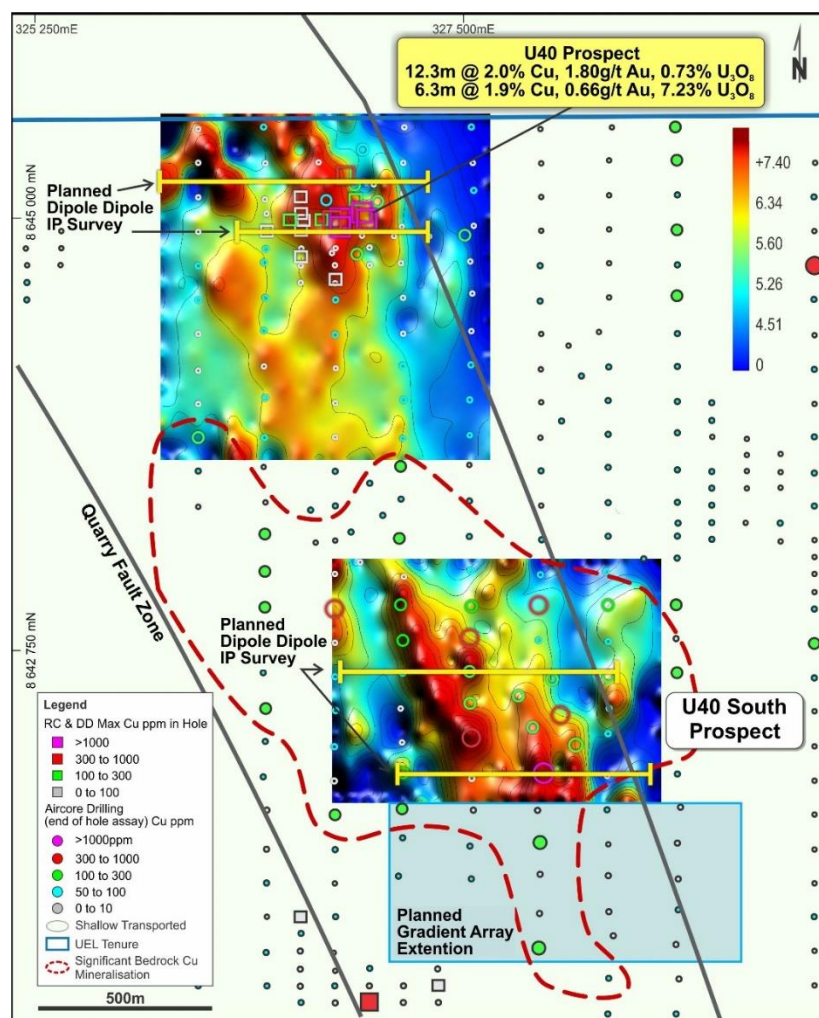
- Completion of a 1-for-4 non-renounceable pro-rata rights issue at \$0.005 per share and placement of the shortfall raised \$1,103,277 before costs.

## 1. West Arnhem Project, NT (100%)

A geophysical contractor has been mobilised to site with work planned at U40, U40 South and at the historical high grade Nabarlek Uranium Mine.

Gradient Array Induced Polarisation (IP) surveys carried out at U40 and U40 South during the December 2017 Quarter (see ASX Announcement, 6th December 2017 and 4th October 2017) successfully identified several clear chargeability anomalies lying close to previously noted bedrock copper, gold and high-grade uranium mineralisation (Figure 1). The anomalies are within and parallel to the regionally prospective Quarry Fault Zone, which is parallel to the adjacent Nabarlek Shear Zone.

Dipole-Dipole IP will be conducted over the anomalies to define targets at depth, and the IP Gradient Array will be extended to the south. Positive depth definition with the Dipole-Dipole survey will assist with drill-hole planning.



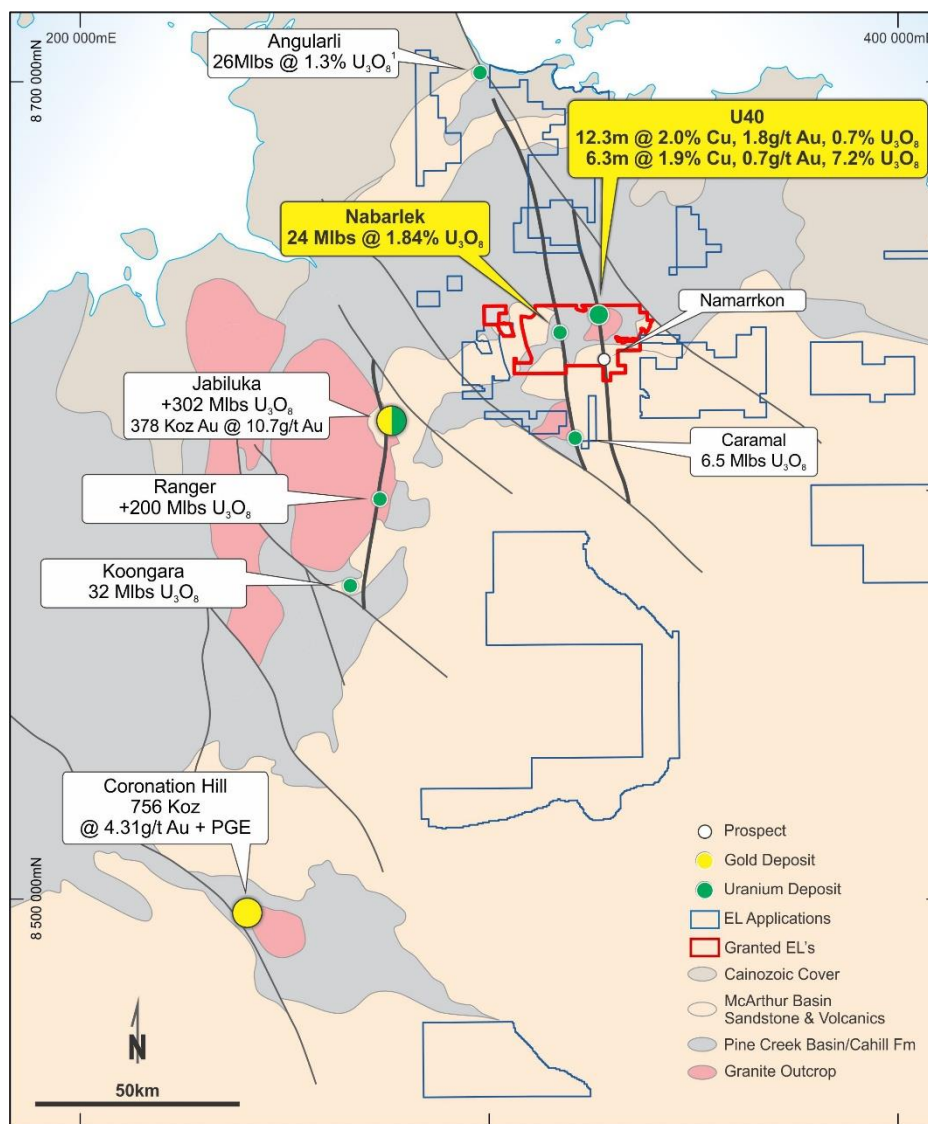
**Figure 1:** The November 2017 Gradient Array IP survey (for more detail see ASX Announcement, 6th December 2017) with chargeable anomalies (red on the background images) overlain by copper in bedrock mineralisation defined by drilling (circle and squares). The IP survey shows a chargeable anomaly open to the south.

The Alligator Rivers Uranium Province in the Northern Territory is a world-class Proterozoic uranium province (Figure 2) hosting numerous large scale uranium deposits. The Company is focussed on exploring within its granted tenements (3 Exploration Licences and 1 Mineral Lease) for:

- (i) Repetitions of the high grade Nabarlek Uranium Deposit (mined out) along the Nabarlek Shear.
- (ii) Structures parallel to the Nabarlek Shear, where previous copper-gold and uranium mineralisation was encountered in drilling.

The enduring prospectivity of this region for high grade uranium mineralisation was highlighted by the announcement by Vimy Resources Limited (ASX: VMY) on 20th March of a maiden Inferred Mineral Resource estimate at the Angularli Project of approximately 26Mlbs  $U_3O_8$  at a grade of 1.3%  $U_3O_8$ .

DevEx has agreements with the Traditional Owners and the Northern Land Council including a set of agreed principles and commercial terms which would apply at the mining stage of any commercial deposits discovered within the Exploration Licences.



**Figure 2:** Regional geology of the eastern Alligator River Uranium Province showing pre-mining endowment of uranium and gold deposits, and DevEx Resources Limited's tenement holdings.

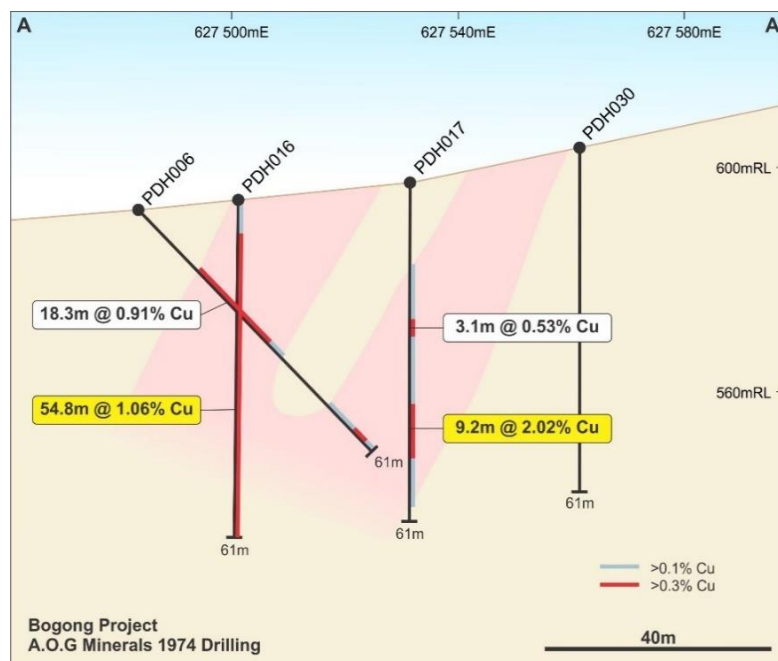
## 2. Bogong Copper-Gold Project, NSW

During the Quarter the Company announced the results of its review of historical exploration at the Bogong Copper-Gold Project (see ASX DEV Announcement on 22<sup>nd</sup> May 2018). This review identified significant open shallow copper mineralisation from historical percussion drilling by A.O.G. Minerals Pty Ltd ('AOG Minerals') in 1974 (Figure 3) including:

- 54.9 metres @ 1.06% copper from 6.1 metres in hole 16;
- 9.2 metres @ 2.02% copper from 39.6 metres in hole 17; and
- 18.3 metres @ 0.91% copper from 15.2 metres in hole 6.

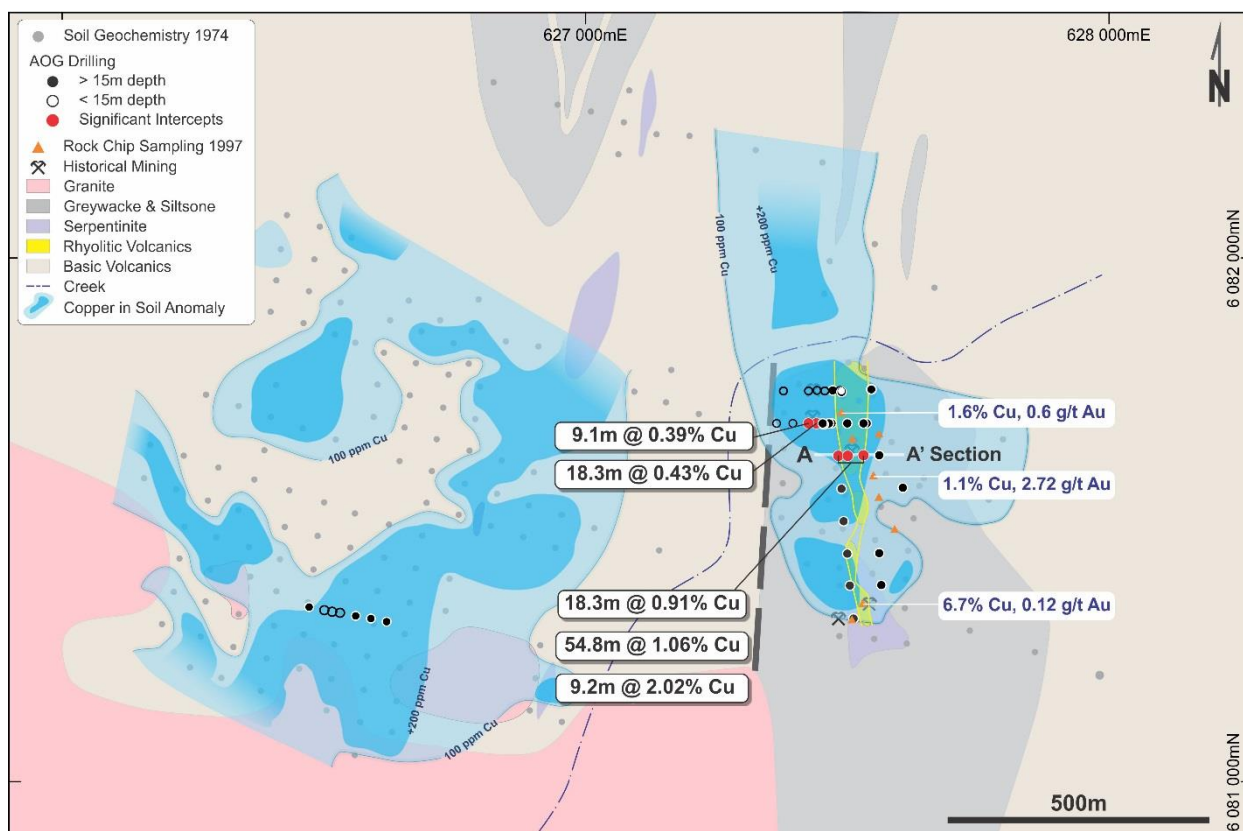
AOG Minerals' percussion drilling targeted beneath old copper workings where mapping and soil geochemistry identified bornite and chalcopyrite (copper sulphides) in outcrop and on mullock heaps. The drilling was assayed for copper and nickel only, using intervals of 10 feet, with individual copper assays peaking at 3.4% copper. Copper sulphide mineralisation noted in the drilling is hosted within rocks logged as felsic in composition and thought to be rhyodacites, although it is unclear whether the mineralised host rock is part of a felsic volcanic or porphyry sequence.

No modern geophysics has been carried out at the project.



**Figure 3:** Summary cross-section of drilling by AOG Minerals. Copper intercepts are reported as down-hole lengths as true widths are not known. Copper mineralisation comprising chalcopyrite and bornite is reported to be hosted by a felsic rhyodacite.

The mineralisation defined by this drilling remains poorly tested to the north where the drilling becomes considerably shallower, varying between 1.8 metres to 14 metres in depth (see Figure 4). Soil geochemistry undertaken by AOG Minerals, assaying for copper, nickel (and occasionally arsenic and zinc), supports the potential that the copper system remains open to the north.



**Figure 4:** Summary of significant copper drill-hole intercepts and copper in soil anomalies as previously reported by AOG Minerals. Copper intercepts are reported as down hole lengths as true widths are not known. Later rock-chip sampling by a previous explorer demonstrates a relationship between gold and copper.

Gold mineralisation also appears associated with the copper mineralisation. Reconnaissance rock chip sampling of old mullock heaps by a previous explorer returned anomalous gold assay results up to 2.72 g/t gold and 1.1% copper. AOG Minerals did not assay for gold in their drilling.

Exploration Licence (EL8717) covers an area of 53 km<sup>2</sup>, located close to modern infrastructure and only ~18km from the township of Tumut. The project lies within the Lachlan Fold Belt, a major geological province which also hosts the world-class copper deposits Cadia-Ridgeway (owned by Newcrest Mining) and Northparkes (owned by China Molybdenum Co Ltd).

The Company has commenced the process of landowner engagement to secure land access agreements which will allow it to carry out planned exploration activities including project scale mapping, rock chip and soil sampling and ground IP geophysics.

The Company considers that the Bogong Project is largely untested for economic deposits of copper and gold mineralisation. The broad widths of mineralisation intersected historically, and the association with a felsic host rock, are all seen as positive indicators of a significant copper system.

The lack of systematic gold assaying further enhances the potential of the area. Historical drilling and soil geochemistry indicate the presence of a north-south trending system that remains open to the north. The application of modern geophysics such as ground-based Induced Polarisation surveys would map the potential of the sub-surface copper system at depth and along strike from the historical drill-hole intercepts.

### 3. Kimberley Diamond Projects – Oscar and Mount Hann, WA

In July the Company announced that it has applied for tenements covering two exciting new diamond exploration projects in the Kimberley Region of Western Australia, Australia's premier diamond province, after completing a favourable review of the exploration potential of the region utilising new geological concepts and an innovative approach to the vast amount of historical exploration data available.

The Company has lodged eight exploration licence applications (totalling 2,700sqkm) covering two prospective areas, **Oscar** and **Mount Hann** (see Figure 5). The project areas include standout exploration targets in a region which is currently attracting significant investment in a new wave of modern diamond exploration.

The Kimberley has seen a resurgence in interest following the recent discovery of micro- and macro-diamonds in lamproite from drilling at the Little Spring Creek prospect by Lucapa Diamond Company (ASX: LOM - see release dated 23 May 2018), and the recovery of micro-diamonds from outcrop by Lithoquest Diamond Inc. (TSX.V: LDI) at its North Kimberley Diamond Project. The diamond endowment of the Kimberley, which includes the Ellendale and the world-class Argyle diamond mines, is globally recognised, and the district has the capacity to deliver additional discoveries, as demonstrated by the recent exploration successes.

The Exploration Licence Application areas at Oscar and Mount Hann were identified by DevEx as being prospective for economic diamond mineralisation following a study of the lithospheric architecture of the Australian continent, using data sets such as the Australian Seismological Reference Model: Lithosphere-Asthenosphere Boundary ('AuSREM'), and the Geological Survey of Western Australia 'Diamond exploration and prospectivity of Western Australia' database released in 2018 (the 'GSWA Diamond Database'), which incorporates results for over 88,000 diamond exploration samples that are available in the public domain.

At **Oscar Project**, four Exploration Licence applications (totalling 1,600sqkm) lie immediately south-east of the Ellendale diamond field and south of the Little Spring Creek prospect.

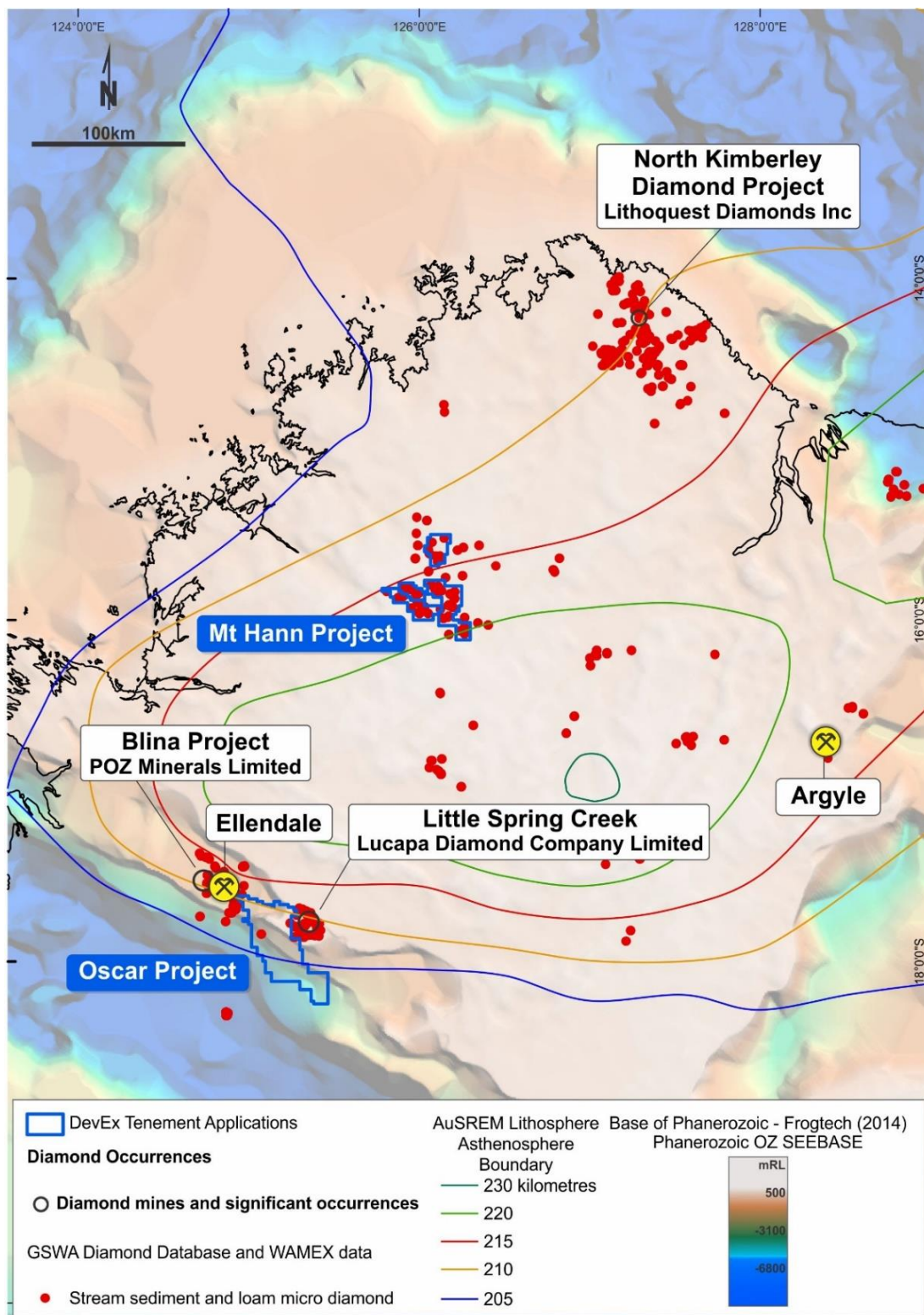
Within DevEx's Oscar applications, four known lamproites occurrences – one of which is an olivine lamproite – have been identified in drilling by previous explorers. These lamproite occurrences are interpreted to be part of a 'lamproite system', similar to that at Ellendale. They are located along the south-east structural trend, apparent in the Frogtech (2014) Phanerozoic OZ SEEBASE model, which shows the relative level of the base of Phanerozoic rocks (presented as the background image in Figure 6). A 'lamproite system' approach to exploration in this area may lead to discovery of diamond bearing lamproites.

DevEx will initially focus exploration on mapping and sampling within the potential 'lamproite system'.

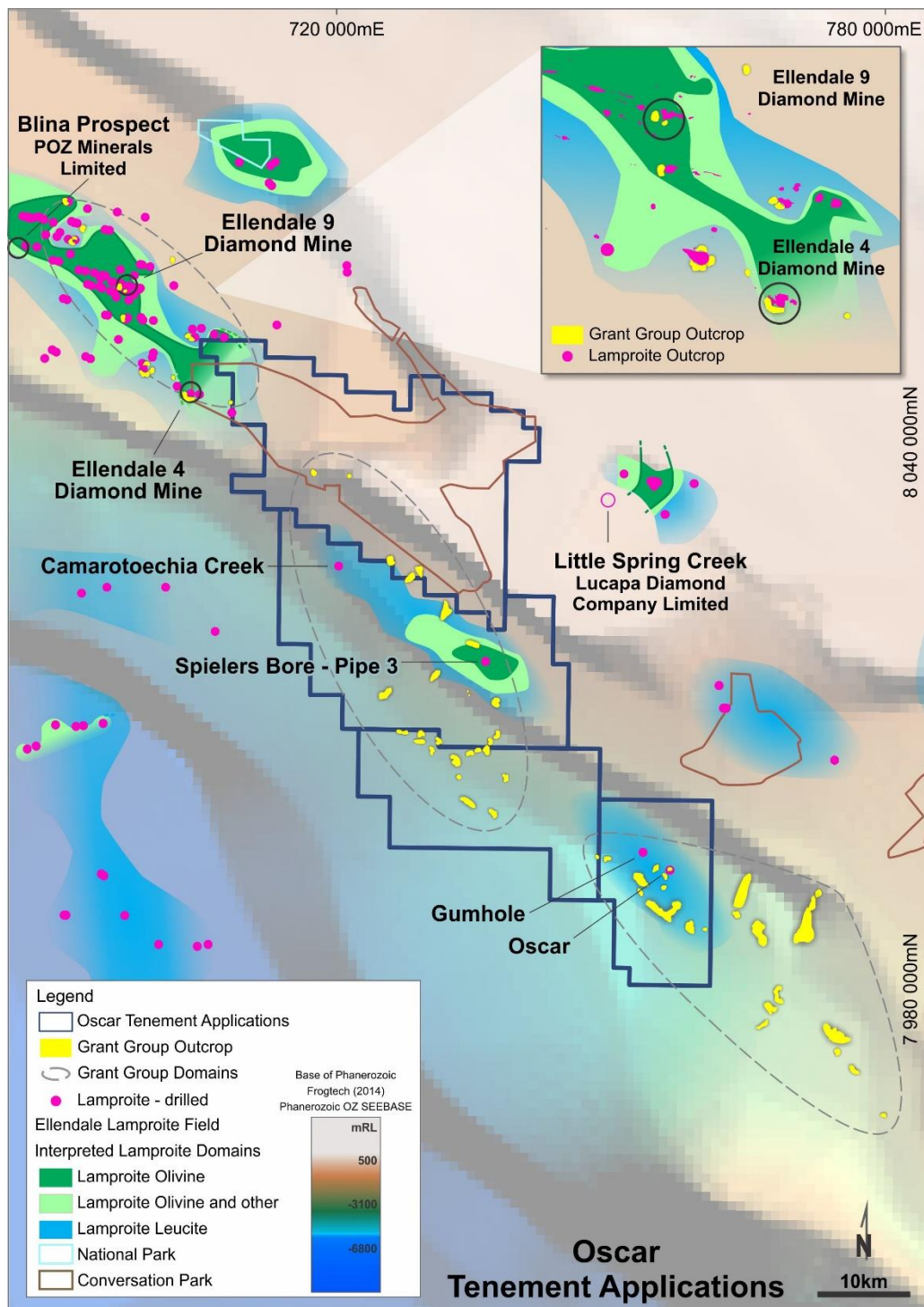
At **Mount Hann Project**, four Exploration Licence applications (totalling 1,100sqkm), lie approximately equidistant from Argyle and Ellendale, and are interpreted to overlie a similar lithospheric setting to these deposits. The Mount Hann area has produced numerous micro-diamonds from stream sediment and loam sampling by previous explorers such as CRA Exploration Pty Limited and Rio Tinto Exploration Pty Limited (see Figure 5). It is one of the most significant unresolved micro-diamond anomalies in Australia.

Rio Tinto drill tested only four of sixty four targets generated by a helicopter electromagnetic survey (HEM) before withdrawing from Mount Hann. The bedrock source of the diamond occurrences remains undiscovered. Re-processing of HEM geophysical data, and field sampling, is planned prior to defining drill targets.

Field work will commence as soon as the applications are granted and associated land access agreements are secured, and will focus on early identification of diamond-bearing targets.



**Figure 5:** Kimberley Region showing contours of depth to the lithosphere-asthenosphere boundary, anomalous diamond sampling, significant diamond occurrences and DevEx's new applications. The background is the Frogtech (2014) Phanerozoic OZ SEEBASE model showing the depth to crystalline basement, which illustrates presence of major structures.



**Figure 6:** DevEx's new Exploration Licence applications at Oscar. Lamproite occurrences from drilling are shown as magenta dots, and interpreted favourable lamproite mineralogical domains in green. A well-defined lamproite system is apparent at Ellendale, and there is potential for a similar system on DevEx's applications. Outcropping Grant Group sandstone, which has potential to represent sandstone baked by lamproite intrusions, is shown in yellow. The background is the Frogtech (2014) Phanerozoic OZ SEEBASE model showing the depth to crystalline basement, which illustrates presence of major structures.

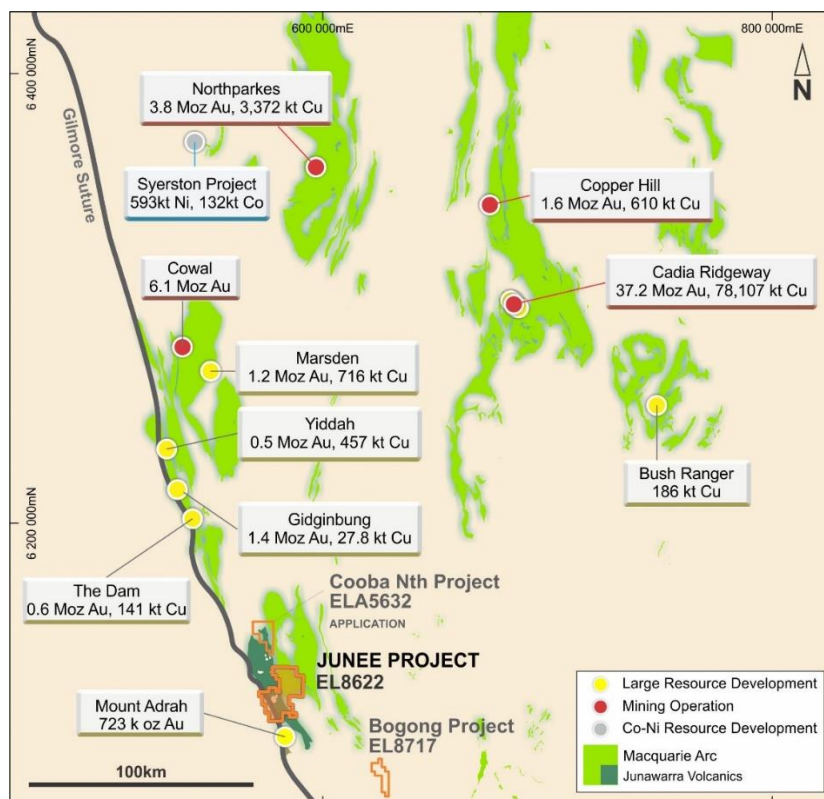


DevEx has used a modern approach to re-rate areas of known micro-diamond anomalism in recently compiled databases, and will revisit these areas with the knowledge that these anomalies potentially overlie lithosphere with characteristics similar to that beneath the known economic diamond deposits of the Kimberley. Success could produce a major diamond discovery.

#### 4. Junee Copper-Gold Project, NSW

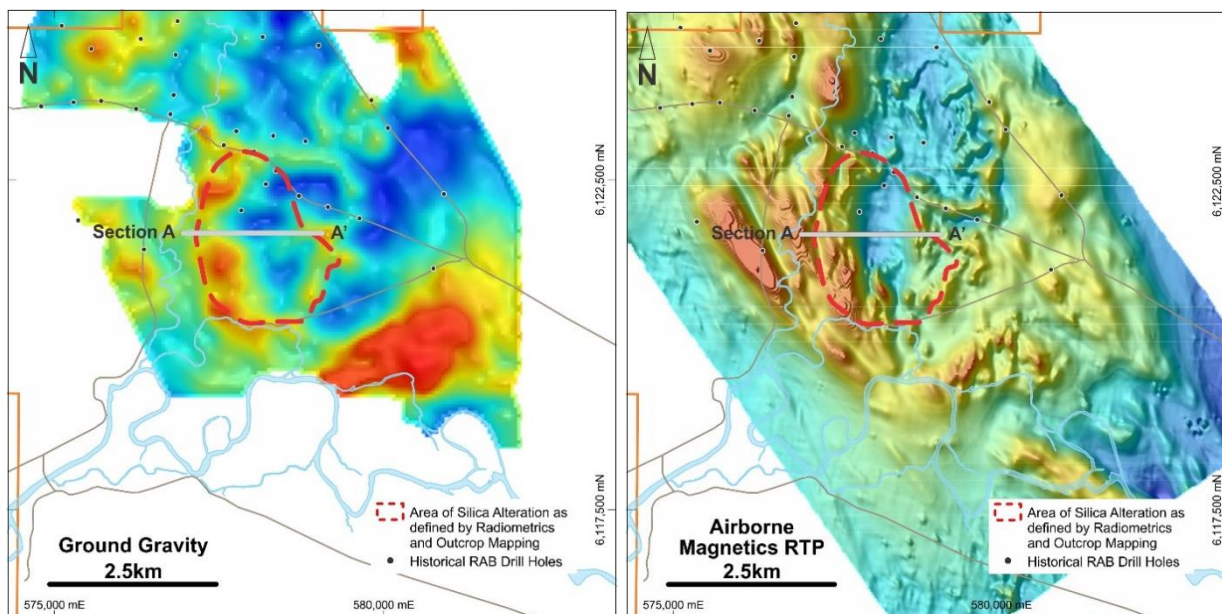
In January, the Company advised that it has substantially upgraded the exploration potential of its recently granted **Junee Copper-Gold Project**, located within the highly-endowed Lachlan Fold Belt of New South Wales, after identifying a number of promising targets with the potential to host large-scale porphyry copper-gold mineralisation (see ASX Announcement on 24<sup>th</sup> January 2018).

The Junee Project area covers a sequence of Ordovician and Silurian volcanics, the Junawarra Volcanics, adjacent to a major crustal structure, the Gilmore Suture Zone, within a province with a high copper-gold endowment, the Macquarie Arc. The rocks of the Macquarie Arc host many large porphyry copper-gold deposits, including the world-class Cadia-Ridgeway and Northparkes deposits (Figure 7). This is the style of mineralisation targeted on the Company's tenure.



**Figure 7:** Location of the Junee Project, NSW, within the Lachlan Fold Belt of New South Wales.

At the Billabong Creek Prospect, field reconnaissance completed last quarter showed alteration (silicification of sediments) and quartz veining, resulting in prominent elevated topography overlying coincident magnetic and gravity lows (see Figures 8a and 8b below).



**Figure 8a and 8b:** Billabong Creek gold prospect - Ground Gravity (Bouguer Anomaly) and Airborne Magnetics (Reduced to Pole) displaying coincident gravity and magnetic lows beneath an area of surface alteration (silicification of sediments) and quartz veining identifiable by a radiometric low in airborne magnetics (red dashed circle).

Re-interpretation of geophysical and geological datasets has highlighted the potential for a buried porphyry intrusion (see ASX Announcement on 24<sup>th</sup> January 2018). Historical drilling over the interpreted Billabong Creek porphyry system (2.5km by 2km as defined by the interpreted alteration outline) is limited to RAB drilling, with only two holes within the system. The deeper of these was 29.5m and is considered too shallow to have provided a test of the target concepts.

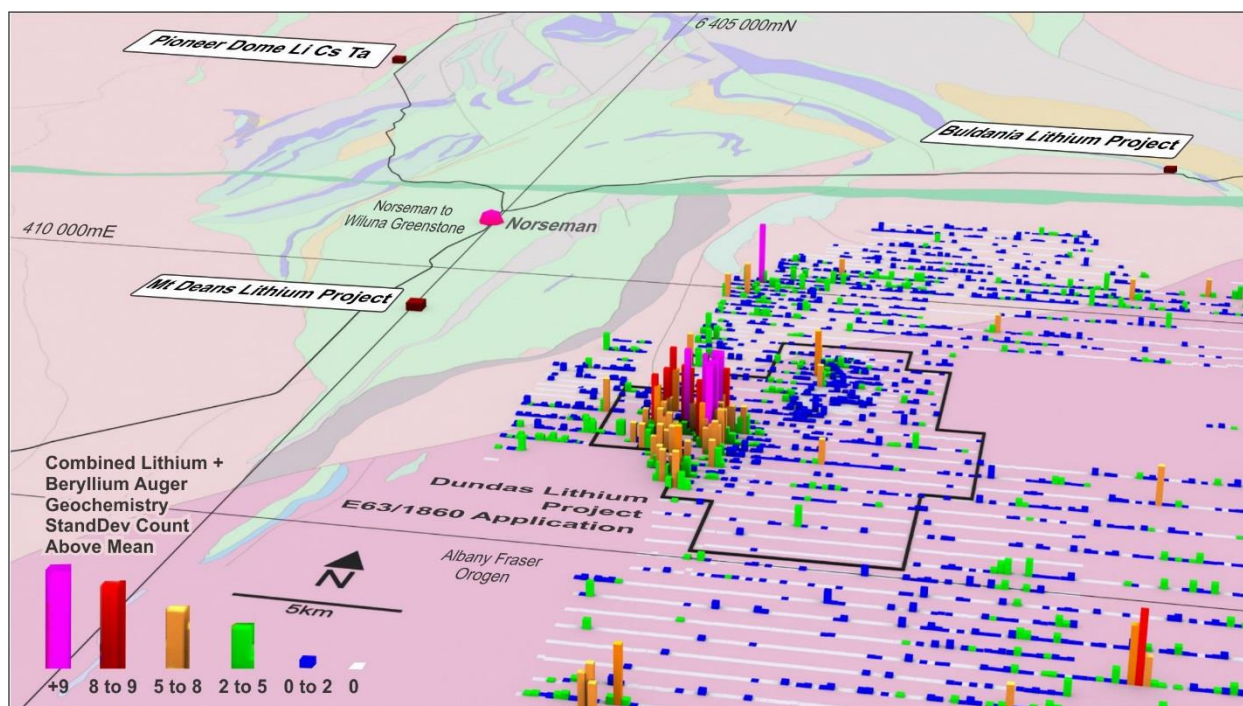
The Company has commenced the process of landowner engagement with the purpose of entering into land access agreements which will allow it to carry out exploration.

## 5. Dundas Lithium – Gold Project, WA

The Dundas Exploration Licences were granted during the Quarter. The Company is currently assessing its requirements as to Aboriginal Heritage, with a view to progress drilling.

In October 2017, the Company announced that a review of recently released auger sampling (+9,000 samples) had identified a standout 2km long coincident lithium and beryllium anomaly (Figure 9, see ASX Announcement on 10<sup>th</sup> October 2017).

The identification of lithium-bearing pegmatites in the region points to an emerging lithium province which also includes Tawana Resources NL's Bald Hill lithium project (ASX: TAW), Pioneer Resources Limited's Pioneer Dome lithium project (ASX: PIO) and Liontown Resources Limited's Buldania lithium project (ASX: LTR).



**Figure 9:** Location of the Dundas Lithium Project near town of Norseman Western Australia, Pioneer Dome and Mt Deans lithium projects. Combined lithium + beryllium anomaly within application E63/1860 with Western Australia government 1:500,000 geology draped beneath.

## 6. PROJECT SUMMARY

This section is provided in compliance with Listing Rule 5.3.

### Expenditure

Exploration and evaluation expenditure by the Company during the quarter was \$344,701 (YTD: \$988,033). In addition, the Company has spent \$128,094 on administration costs including staff costs (YTD: \$441,796) during the Quarter.

### Tenements

A full list of tenements held by the Company is enclosed in Appendix 1.

### Changes in tenements held during the quarter:

Location	Project	Tenement No.	Registered Holder	Nature of Interests
Australia – NSW	Cooba North	EL 8767 (formerly ELA5632)	TRK Resource Pty Ltd 100%	Granted
Australia - WA	Dundas	E63/1860 E63/1869 E63/1871	G E Resources Pty Ltd 100%	Granted
Australia – WA	Oscar	E04/2531 E04/2532	G E Resources Pty Ltd 100%	Applications

Location	Project	Tenement No.	Registered Holder	Nature of Interests
		E04/2533 E04/2537		
Australia – WA	Mt Hann	E80/5233 E80/5235 E80/5246 E04/2539	G E Resources Pty Ltd 100%	Applications
Australia – WA	Mt Narryer	E09/2269 E09/2270 E09/2274 E09/2276	G E Resources Pty Ltd 100%	Withdrawn
Australia – SA	Sloane Hill	ELA 2018/00064	TRK Resource Pty Ltd 100%	Withdrawn
Australia – SA	Adele	EL6178 (formerly ELA 2018/00040)	TRK Resource Pty Ltd 100%	Granted

**Changes in farm-in or farm-out agreements during the quarter:**

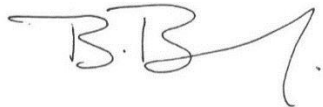
None

**CORPORATE**

During the Quarter, a 1-for-4 non-renounceable pro-rata Rights Issue at \$0.005 per share was completed in June 2018 with a total of \$1,103,277 being raised (see ASX announcement 20<sup>th</sup> June 2018).

The Group's cash balance at the end of the quarter was \$1,474,206 (refer Appendix 5B for further information).

DevEx Resources retains a 9.9% interest (3,455,371 shares) in the unlisted company PhosEnergy Limited ([www.phosenergy.com](http://www.phosenergy.com)).



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## COMPETENT PERSON STATEMENT

The Information in this report that relates to Exploration Results for the West Arnhem Project is extracted from the ASX announcements titled “*UEQ – Identifies High Grade Copper-Gold and Base Metal Potential at NT Uranium Projects*” released on 4<sup>th</sup> October 2017 and “*Multiple Priority Drill Targets Identified at West Arnhem Copper-Gold-Uranium Project, NT*” released on the 6<sup>th</sup> December 2017, both of which are available on [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Dundas Project is extracted from the ASX announcement titled “*Extensive Lithium Anomaly Identified at Dundas, WA*” released on 10<sup>th</sup> October 2017 and which is available on [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Junee Project is extracted from the ASX announcement titled “*Porphyry Copper-Gold Targets Identified at Junee Project, Lachlan Fold Belt, NSW*” released on 24<sup>th</sup> January 2018 and which is available on [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Bogong Project is extracted from the ASX announcement titled “*Copper-Gold Targets Identified at Bogong Project, NSW*” released on 22<sup>nd</sup> May 2018 and which is available on [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Kimberley Diamond Projects is extracted from the ASX announcement titled “*DevEx identifies outstanding new diamond exploration opportunities in Australia’s Kimberley Region*” released on 2<sup>nd</sup> July 2018 and which is available on [www.devexresources.com.au](http://www.devexresources.com.au).

The company confirms that it is not aware of any new information or data that materially affects the information included in the above original market announcements. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcements.

## FORWARD LOOKING STATEMENT

This announcement contains forward-looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

### Appendix 1 – Tenement Schedule

State	Project	Tenement	Status	Current Equity
NT	Nabarlek	EL10176	Granted	100% - transfers pending
		EL24371	Granted	100% - transfers pending
		EL23700	Granted	100% - transfers pending
		ELA24878	Application	100% - transfers pending
		EL31519	Application	100%
		EL31520	Application	100%
		EL31521	Application	100%
		EL31522	Application	100%
		EL31523	Application	100%
		EL31557	Application	100%
		MLN962	Granted	100%
		Arnhem Minerals	ELA25384	Application
	ELA25385		Application	100%
	ELA25386		Application	100%
	ELA25387		Application	100%
	ELA25389		Application	100%
	ELA25391		Application	100%
	ELA25393		Application	100%
	Headwaters	ELA27513	Application	100%
		ELA27514	Application	100%
ELA27515		Application	100%	
Woodside	ELA29947	Application	100%	
Browse	ELA29945	Application	100%	
Cadel North	ELA28316	Application	100%	
Aurari Bay	ELA29897	Application	100%	
Pluto	ELA30073	Application	100%	
NSW	Juneec	EL8622	Granted	100%
	Bogong	EL8717	Granted	100%
	Cooba North	EL8767	Granted	100%

State	Project	Tenement	Status	Current Equity
WA	Dundas	E63/1860	Granted	100%
		E63/1869	Granted	100%
		E63/1871	Granted	100%
		E63/1872	Application	100%
	York	E70/5120	Application	100%
		E70/5121	Application	100%
		E70/5122	Application	100%
	Oscar	E04/2531	Application	100%
		E04/2532	Application	100%
		E04/2533	Application	100%
		E04/2537	Application	100%
	Mt Hann	E80/5233	Application	100%
		E80/5235	Application	100%
		E80/5246	Application	100%
		E04/2539	Application	100%
	SA	Adele	EL6168	Granted

## 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

DevEx Resources Limited

### ABN

74 009 799 553

### Quarter ended ("current quarter")

30 June 2018

Consolidated statement of cash flows	Current quarter \$A	Year to date (12 months) \$A
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(344,701)	(988,033)
(b) development	-	-
(c) production	-	-
(d) staff costs	(37,950)	(100,222)
(e) administration and corporate costs	(90,144)	(341,574)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2,978	34,241
1.5 Interest and other costs of finance paid	-	(7,000)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other - Business Development Costs	(22,260)	(187,930)
Other – Insurance Claim	-	5,000
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(492,077)</b>	<b>(1,585,518)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(6,670)
(b) tenements (see item 10)	-	-
(c) investments	-	-



<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A</b>	<b>Year to date (12 months) \$A</b>
(d) other non-current assets	-	-
<b>2.2 Proceeds from the disposal of:</b>		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-
<b>2.3 Cash flows from loans to other entities</b>		
<b>2.4 Dividends received (see note 3)</b>	-	-
<b>2.5 Other (provide details if material)</b>	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	-	<b>(6,670)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of shares	1,103,277	3,050,227
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	(33,186)	(109,904)
3.5 Proceeds from borrowings	-	200,000
3.6 Repayment of borrowings	-	(200,000)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other – Security Bond	(10,000)	(20,000)
<b>3.10 Net cash from / (used in) financing activities</b>	<b>1,060,091</b>	<b>2,920,323</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	906,192	146,071
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(492,077)	(1,585,518)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	(6,670)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	1,060,091	2,920,323

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A</b>	<b>Year to date (12 months) \$A</b>
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>1,474,206</b>	<b>1,474,206</b>

<b>5.</b>	<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	<b>Current quarter \$A</b>	<b>Previous quarter \$A</b>
5.1	Bank balances	1,474,206	906,192
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,474,206</b>	<b>906,192</b>

<b>6.</b>	<b>Payments to directors of the entity and their associates</b>	<b>Current quarter \$A</b>
6.1	Aggregate amount of payments to these parties included in item 1.2	85,084
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	

Item 6.1 consists of the salary and superannuation paid to the Managing Director (\$60,225), directors fees and PAYG and superannuation for non-executive directors (February 2018 to June 2018) for the quarter (\$24,859).

<b>7.</b>	<b>Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A</b>
7.1	Aggregate amount of payments to these parties included in item 1.2	18,000
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	

Item 7.1 represents service charges paid to Chalice Gold Mines Ltd (a director related entity) for the provision of corporate services and office rent for the quarter.

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A</b>	<b>Amount drawn at quarter end \$A</b>
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.		

In January 2018 the outstanding debt facility provided by Mr Goyder was repaid in full including interest.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A</b>
9.1 Exploration and evaluation	400,000
9.2 Development	-
9.3 Production	-
9.4 Staff costs	40,000
9.5 Administration and corporate costs	160,000
9.6 Other (issued capital costs)	-
<b>9.7 Total estimated cash outflows</b>	<b>600,000</b>

## Mining exploration entity and oil and gas exploration entity quarterly report

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	<b>Australia</b> <b>WA</b> <b>Mt Hann</b> E80/5234  <b>Mt Narryer</b> E09/2269 E09/2270 E09/2274 E09/2276  <b>SA</b> <b>Sloane Hill</b> ELA 2018/00064	Application withdrawn  Application withdrawn Application withdrawn Application withdrawn Application withdrawn  Application Withdrawn	0%  0% 0% 0% 0%  0%	0%  0% 0% 0% 0%  0%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	<b>Australia</b> <b>NSW</b> <b>Cooba North</b> EL8767  <b>WA</b> <b>Oscar</b> E04/2531 E04/2532 E04/2533 E04/2537  <b>Mt Hann</b> E80/5233 E80/5234 E80/5235 E80/5246 E04/2539  <b>Dundas</b> E63/1860 E63/1869 E63/1871  <b>SA</b> <b>Adele</b> EL6178	Granted  Application Application Application Application  Application Application Application Application  Granted Granted Granted  Granted	0%  0% 0% 0% 0%  0% 0% 0% 0%  0% 0% 0%  0%	100%  0% 0% 0% 0%  0% 0% 0% 0%  100% 100% 100%  100%

**Compliance statement**

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



Sign here: .....  
(Company secretary)

Date: 23 July 2018

Print name: Kym Verheyen

**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.