
Quarterly Activities Report

Ended 30 September 2018

The Directors of Acacia Coal Limited (**Acacia** or the **Company**) provide a summary of activities in the September 2018 quarter.

On 23 July 2018 the Company held a general meeting of shareholders to seek approval to issue consideration shares for the acquisition of the Mt Windarra and Mt Bruce projects, as well as to approve the issue of placement shares to raise \$400,000 as previously announced to the ASX.

All resolutions at the meeting were passed on a show of hands.

Subsequently on 22 August 2018 the Company acquired the Mt Windarra project, comprising one granted Exploration Licence (EL39/1996), through the issue of 43,750,000 consideration shares.

Capital Raising

On 9 August 2018 the Company completed its private share placement and issued 400,000,000 fully paid ordinary shares at an issue price of \$0.001 per share to sophisticated and professional investors.

On 27 August 2018 the Company lodged a prospectus to undertake a rights issue to existing shareholders to offer up to 2,043,200,834 shares at \$0.001 per share on a one-for-one basis, to raise a total of \$2,043,201 before costs. The rights issue offer closed on 1 October 2018, with shareholders subscribing for a total of 884,932,075 shares to raise \$884,932.

The Company, in consultation with the Joint Lead Managers to the rights issue, intends to place the rights issue shortfall shares to raise up to a further \$1,158,269 in the coming weeks.

Bell Potter Securities and Nascent Capital are acting as Joint Lead Managers

The Company is planning a program of works for a maiden exploration program at the Mt Windarra project and continues to evaluate additional resource projects to add to its portfolio.

For enquiries, please contact:

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Chairman

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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

ACACIA COAL LTD (ASX CODE: AJC)

ABN

13 009 092 068

Quarter ended ("current quarter")

30 September 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) tenement administration costs			
(b) development			
(c) production			
(d) staff costs			
(e) administration and corporate costs		(85)	(85)
1.3 Dividends received (see note 3)			
1.4 Interest received		1	1
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		(84)	(84)
2. Cash flows from investing activities			
2.1 Payments to acquire:			
(a) property, plant and equipment			
(b) tenements (see item 10)		(21)	(21)

+ See chapter 19 for defined terms

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
(c) RAC project costs (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 2.4 Dividends received (see note 3) 2.5 Other			
	2.6 Net cash from / (used in) investing activities	(21)	(21)
3. Cash flows from financing activities			
3.1	Proceeds from issues of shares	400	400
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options	2	2
3.4	Transaction costs related to issues of shares, convertible notes or options	(43)	(43)
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 – repayment of rental guarantee deposit	52	52
3.10	Net cash from / (used in) financing activities	411	411
4. Net increase / (decrease) in cash and cash equivalents for the period			
4.1	Cash and cash equivalents at beginning of period	335	335
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(84)	(84)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(21)	(21)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	411	411

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	641	641

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	641	335
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)	641	335

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
32
-

Payments relate to Director's fees and fees for executive services

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

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

Current quarter \$A'000
-
-

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	50
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	80
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	130

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	E39/1996	Exploration licence acquired by Acacia Coal Ltd on 22 August 2018	0%	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: 29 October 2018

Print name: Brett Tucker

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.