

## Quarterly Report for September 2018

### Highlights

#### ASX ANNOUNCEMENT

30 October 2018

**Australian Securities  
Exchange Code: RND**

**Board of Directors:**  
Mr Otakar Demis  
*Chairman*  
Joint Company Secretary

Mr Anton Billis  
*Managing Director*

Mr Gordon Sklenka  
*Non-Executive Director*

Mr Roland Berzins  
*Joint Company Secretary*

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- During the quarter, 207,666 tonnes of EKJV ore were processed at the Kanowna Plant and 50,112 tonnes of EKJV ore were processed at the Greenfields Mill.
- 23,878 oz of gold and 4,073 oz of silver were credited to Rand and Tribune Bullion Accounts.  
**(Rand's share is 25%)**
- At the end of the quarter, the EKJV had the following stockpiles:

EKJV STOCKPILES				
ROM pad	Ore Source	Ore	Grade	Rand's Entitlement
		t	g/t Au	%
Raleigh	Raleigh	4,278	7.11	12.50
Raleigh	Raleigh Low Grade	15,216	1.84	12.50
Rubicon	Pegasus, Rubicon & Hornet	26,468	5.50	12.25
Rubicon	P/R/H Low Grade	4,965	1.88	12.25
Rubicon	Pegasus, Rubicon & Hornet	143,845	4.92	12.25
Rubicon	P/R/H Low Grade	66,837	1.88	12.25
Rubicon	Raleigh Ore Sorting Samples	1,204	9.16	12.50
Rubicon	RHP Ore Sorting Samples	4,000	4.55	12.25
Kanowna Belle	Raleigh	7,665	7.11	12.50
Kanowna Belle	Raleigh Low Grade	11,490	2.50	12.50
Kanowna Belle	Pegasus, Rubicon & Hornet	40,065	5.51	12.25
Kanowna Belle	P/R/H Low Grade	-	-	12.25
	<b>Total EKJV Stockpiles</b>	<b>326,033</b>	<b>4.23</b>	
	<b>Rand attributable stockpiles</b>	<b>40,039</b>	<b>4.23</b>	

- During the Quarter, the Takeovers Panel heard and made findings with regards to an earlier application by R Hedley into the affairs of Tribune Resources, a significant shareholder in Rand. The findings and Orders are currently being reviewed by the Company.

## GEOLOGY AND MINING

### EAST KUNDANA JOINT VENTURE

#### Raleigh Underground Mine Production

Stope production from the 5966-TL, 5932, 5915, 5898, 5847 and 5614 levels and the Crown Pillar at Raleigh continued during the quarter.

Contained gold in stope development and stope ore mined during the quarter, estimated by grade control face chip sampling, is tabulated below:

<b>RALEIGH UNDERGROUND GRADE CONTROL ESTIMATES</b>			
<b>Month</b>	<b>Tonnes</b>	<b>Grade</b>	<b>Ounces</b>
	<b>t</b>	<b>g/t</b>	<b>troy oz</b>
July	16,497	9.50	5,038
August	28,051	7.49	6,758
September	17,408	7.11	3,982
<b>September 18Q</b>	<b>61,956</b>	<b>7.92</b>	<b>15,778</b>
June 18Q	73,693	10.06	23,841

#### Rand's Entitlements (12.5%)

<b>Quarter</b>	<b>Tonnes</b>	<b>Grade</b>	<b>Ounces</b>
	<b>t</b>	<b>g/t</b>	<b>troy oz</b>
<b>September 18Q</b>	<b>7,745</b>	<b>7.92</b>	<b>1,972</b>
June 18Q	9,212	10.06	2,980

#### Raleigh Underground Mine Development

At the end of the quarter, the bottom of the Raleigh Decline is at 5618 m RL, 727 m from the surface and the bottom of the Raleigh Exploration Drive is at 5973 m RL, 372 m from the surface.

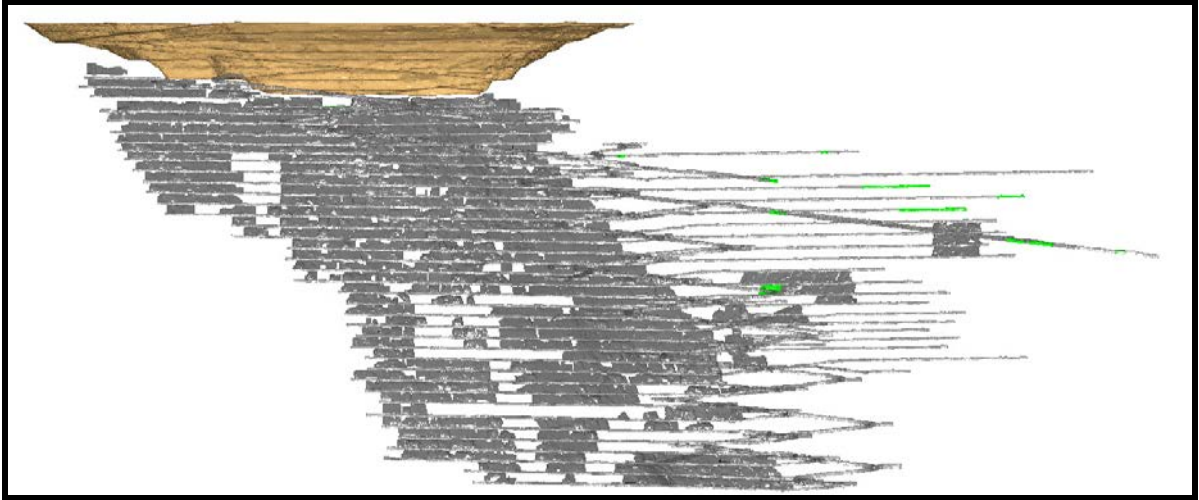
Development progressed on the 6085, 6067 and 6034 levels.

<b>RALEIGH UNDERGROUND DEVELOPMENT</b>					
<b>Month</b>	<b>Capital</b>		<b>Operating</b>		
	<b>Decline (m)</b>	<b>Secondary (m)</b>	<b>Waste (m)</b>	<b>Ore (m)</b>	<b>Paste Fill (m)</b>
July	0.0	112.8	13.1	200.2	66.7
August	0.0	135.8	41.9	153.0	28.0
September	0.0	150.1	65.0	34.7	0.0
<b>September 18Q</b>	<b>0.0</b>	<b>398.7</b>	<b>120.0</b>	<b>387.9</b>	<b>94.7</b>
June 18Q	0.0	582.7	8.6	517.7	94.0

The diagrams below show the status of the mine at the end of each month of the quarter.

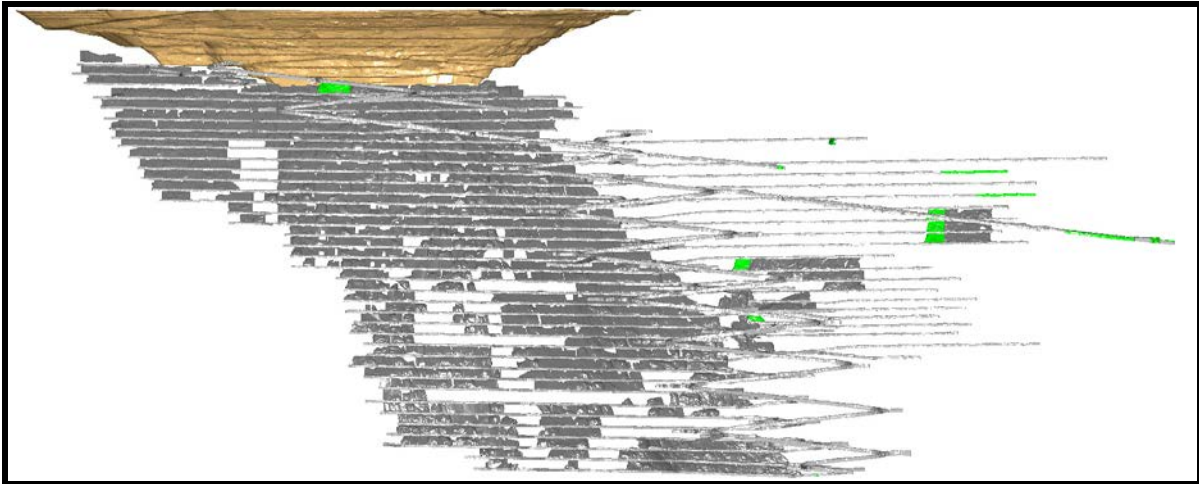
**July 18**

Green indicates new development at Raleigh



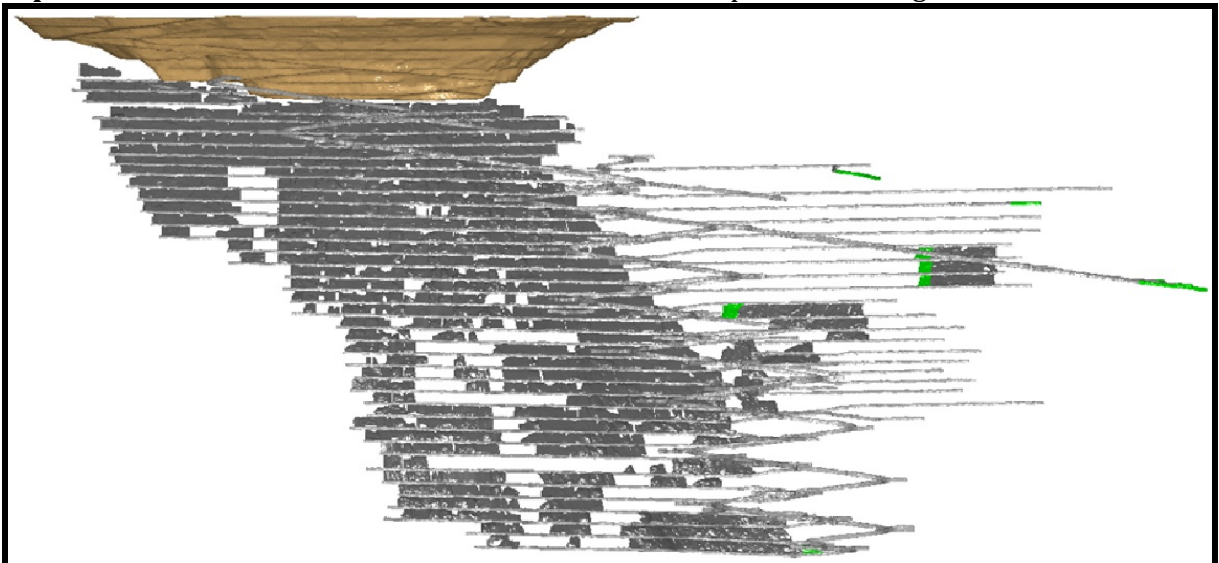
**August 18**

Green indicates new development at Raleigh



**September 18**

Green indicates new development at Raleigh



Mine operating costs, incurred by the EKJV during the September 18 Quarter were \$158 per tonne mined or \$622 per ounce mined compared with the June 18 Quarter costs of \$88 and \$271 respectively.

### Rubicon Underground Mine Production

Development progressed on the 5835 to 5795 levels at Rubicon, on the 5745 level at Hornet and the 6270, 5890 to 5810, and Poda 6200 levels at Pegasus. Stope production from the Rubicon 5975 to 5855 levels, the Hornet 5865 to 5765 levels and the Pegasus 6230, 6210, 6130, 6030 and 5970 to 5830 levels continued during the quarter.

Contained gold in stope development mined during the quarter, estimated by grade control face chip sampling, is tabulated below:

UNDERGROUND GRADE CONTROL ESTIMATES						
ORE BODY	RUBICON & HORNET			PEGASUS		
Month	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
	t	g/t	troy oz	t	g/t	troy oz
July	53,095	5.21	8,898	45,316	5.85	8,529
August	53,583	5.11	8,803	41,478	5.79	7,724
September	39,878	5.55	7,114	43,587	5.45	7,639
<b>September 18Q</b>	<b>146,556</b>	<b>5.27</b>	<b>24,814</b>	<b>130,381</b>	<b>5.70</b>	<b>23,891</b>
June 18Q	139,339	4.81	21,561	171,712	6.94	38,315

### Rand's Entitlements (12.25%)

Quarter	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
	t	g/t	troy oz	t	g/t	troy oz
<b>September 18Q</b>	<b>17,953</b>	<b>5.27</b>	<b>3,040</b>	<b>15,972</b>	<b>5.70</b>	<b>2,927</b>
June 18Q	17,069	4.81	2,641	21,035	6.94	4,694

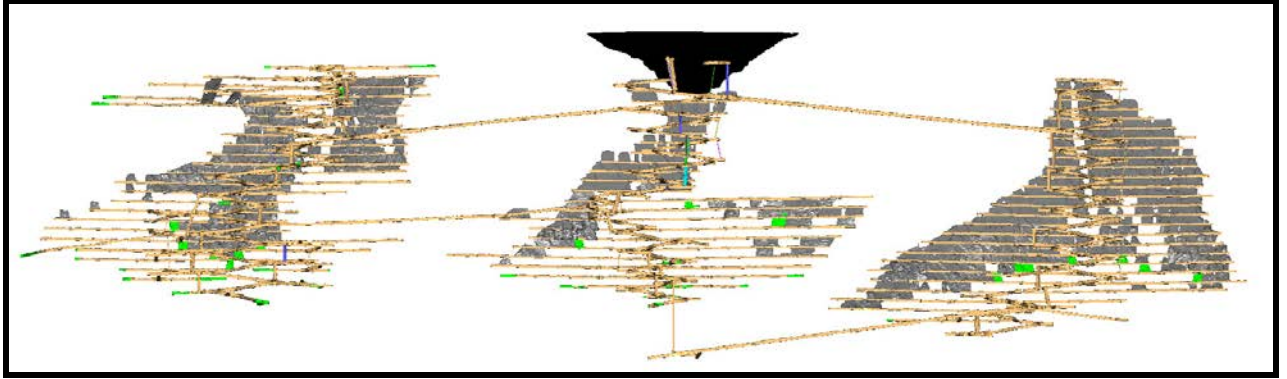
### Rubicon Underground Mine Development

At the end of the quarter, the bottom of the Rubicon Decline is at 5763 m RL, 580 m from the surface, the bottom of the Hornet Decline is at 5711 m RL, 632 m from the surface, the bottom of the Exploration Decline is at 5661 m RL, 682 m from the surface, the top of the Pegasus Incline is at 6273 m RL, 70 m from the surface and the bottom of the Pegasus Decline is at 5767 m RL, 576 m from the surface.

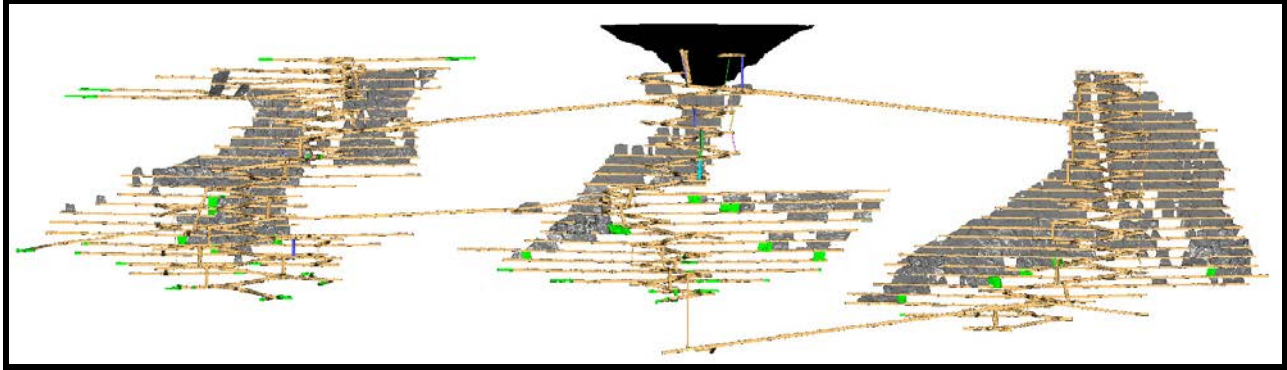
UNDERGROUND DEVELOPMENT										
ORE BODY	RUBICON & HORNET					PEGASUS				
Month	Capital		Operating			Capital		Operating		
	Decline	Other	Waste	Ore	Paste	Decline	Other	Waste	Ore	Paste
	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)
July	3.5	218.7	0.0	115.2	40.0	56.1	229.7	0.0	250.7	20.0
August	16.2	220.4	0.0	88.3	40.0	13.8	371.2	0.0	287.7	20.0
September	65.6	222.1	0.0	54.3	45.0	64.1	341.9	0.0	236.3	35.0
<b>September 18Q</b>	<b>85.3</b>	<b>661.2</b>	<b>0.0</b>	<b>257.8</b>	<b>125.0</b>	<b>134.0</b>	<b>942.8</b>	<b>0.0</b>	<b>774.7</b>	<b>75.0</b>
June 18Q	162.0	203.7	30.7	590.3	100.0	113.1	683.8	8.2	1,117	89.7

The diagrams below show the status of the mine at the end of each month of the quarter.

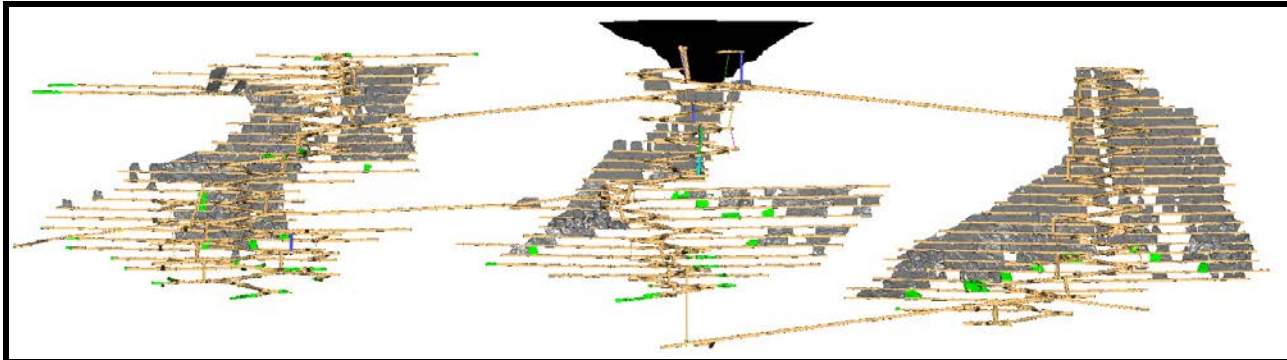
**July 18** Green indicates new development at Rubicon, Hornet and Pegasus



**August 18** Green indicates new development at Rubicon, Hornet and Pegasus



**September 18** Green indicates new development at Rubicon, Hornet and Pegasus



Mine operating costs, for Rubicon & Hornet, incurred by the EKJV during September 18 Quarter were \$78 per tonne mined or \$460 per ounce mined compared with the June 18 Quarter costs of \$91 and \$587 respectively.

Mine operating costs, for Pegasus, incurred by the EKJV during September 18 Quarter were \$83 per tonne mined or \$454 per ounce mined compared with the June 18 Quarter costs of \$91 and \$410 respectively.

### Toll Processing

<b>EKJV Ore hauled to Kanowna Belle (tonnes-wet)</b>		
<b>Quarter</b>	<b>Raleigh</b>	<b>Pegasus ,Rubicon, Hornet</b>
<b>September 18</b>	<b>59,935</b>	<b>187,360</b>
June 18	76,319	96,623

During the quarter, 207,666 tonnes of EKJV ore were processed at the Kanowna Plant.

<b>EKJV Ore hauled to Greenfields (tonnes-wet)</b>		
<b>Quarter</b>	<b>Raleigh</b>	<b>Pegasus ,Rubicon, Hornet</b>
<b>September 18</b>	-	<b>52,990</b>
June 18	-	-

During the quarter, 50,112 tonnes of EKJV ore were processed at the Greenfields Mill.

<b>Bullion accredited to RAND &amp; TRIBUNE from Kanowna Belle</b>			
<b>Quarter</b>	<b>Gold (oz)</b>	<b>Silver (oz)</b>	<b>Rand's share gold</b>
<b>September 18</b>	<b>23,878.815</b>	<b>4,073.395</b>	<b>5,969.703</b>
June 18	25,902.156	4,294.417	6,475.539

### Exploration and Development

Four drill rigs continued underground exploration and resource definition diamond drilling programs across the Rubicon-Hornet-Pegasus and Raleigh South mining complexes during the quarter.

At Pegasus, drilling focussed on defining down plunge extensions to the K2 and Poda structures at the northern end of the Pegasus system.

Resource definition drilling at Rubicon focussed on hanging wall positions to the Rubicon K2 with good success. An exploration hole targeted the Raleigh structure to the west of Rubicon successfully intersecting the target at depth beneath the Golden Hind area.

Two drill rigs focussed on resource definition drilling from the Raleigh South drill drive during the quarter targeting the southern extensions of the Raleigh Main Vein. All drill holes completed to date have successfully intersected the Raleigh structure with varying degrees of mineralisation including visible gold.

### Regional Exploration

Surface diamond drill programs continued across the EKJV during the quarter with a major focus on Raleigh South and Drake.

At Raleigh South, surface resource definition diamond drilling targeted the Raleigh Main Vein up-dip above proposed underground development to extend the defined mineralisation envelope. All holes intersected the Raleigh structure with varying amounts of mineralised quartz vein material, often with visible gold, on the target structure.

Further south, an initial surface diamond drilling program at the Sir Walter prospect, targeted extensions of the Raleigh Main Vein approximately 300-500m south of the Raleigh South area. The program was highly successful with all holes intersecting vein

material on the Raleigh structure, with three intersections containing visible gold. Assay results are pending.

At the Drake prospect, situated midway between the Pegasus and Moonbeam deposits, surface diamond drilling is in progress targeting the K2 structure north from Pegasus. Initial intersections on the primary K2 structure have been modest however, significant "Pode style" mineralisation has been intersected in the hanging wall outlining a significant new mineralised surface

The Quarterly Report of the EKJV exploration activities is expected shortly and will be released to the ASX when received.

## **OTHER EXPLORATION**

### **Seven Mile Hill Joint Venture (Rand's Interest 50%)**

The aircore drilling programme testing additional structural and geochemical targets at Seven Mile Hill is continuing. A review of all drilling results is in progress.

### **Tapeta Iron Ore Project, Liberia, West Africa**

On 24 September 2018, Rand let lapse an option to acquire all of the issued share capital in Iron Resources Limited ('IRL'), a wholly owned subsidiary of Resource Capital Ltd ('RCL'), from RCL. IRL is the registered holder of a mineral exploration license over a 599.82 square kilometre area located in Northern-Central Liberia, West Africa, (Tapeta Iron Ore Project).

## **CORPORATE**

### **Dividend**

During the quarter the Company made the following announcements regarding dividend.

On the 22 August 2018, the Company announced that a dividend would be paid on the following conditions:

Record Date:	31 August 2018
Payable date:	14 September 2018
Amount:	\$0.10 per Fully Paid ordinary Share - fully franked

On the 19 September 2018, the Company announced that a dividend would be paid on the following conditions:

Record Date:	26 September 2018
Payable date:	12 October 2018 amended to 4 October 2018
Amount:	\$1.25 per Fully Paid Ordinary Share - fully franked

### **Takeovers panel**

On 20 September 2018, the Company announced that it has been mentioned in an announcement by the Takeover Panel on 17 September 2018, regarding a Declaration of Unacceptable Circumstances in relation to the affairs of Tribune Resources Ltd.



Post Quarter-end, the Takeovers Panel, on October 29 2018, the Takeovers Panel published orders with respect to its findings. These Orders include directions with regards to Rand's shareholding in Tribune.

The Company is currently reviewing the Orders.



### Interests in Mining Tenements

Project/Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
<b>Kundana</b>	WA, Australia			
M15/1413		12.25%		
M15/993		12.25%		
M16/181		12.25%		
M16/182		12.25%		
M16/308		12.25%		
M16/309		12.25%		
M16/325		12.25%		
M16/326		12.25%		
M16/421		12.25%		
M16/428		12.25%		
M24/924		12.25%		
<b>Seven Mile Hill</b>	WA, Australia			
M15/1233		50.00%		
M15/1234		50.00%		
M15/1291		50.00%		
M15/1388		50.00%		
M15/1394		50.00%		
M15/1409		50.00%		
M15/1743		50.00%		
M26/563		50.00%		
P15/5182		50.00%		
P15/5183		50.00%		
<b>West Kimberly</b>	WA, Australia			
E04/2548		100%		

## 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

<b>Name of entity</b>	
Rand Mining Ltd	
<b>ABN</b>	<b>Quarter ended ("current quarter")</b>
41 004 669 658	30 September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	79,451	79,451
1.2 Payments for		
(a) exploration & evaluation	(674)	(674)
(b) development	(1,463)	(1,463)
(c) production	(5,108)	(5,108)
(d) staff costs	(107)	(107)
(e) administration and corporate costs	(212)	(212)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	2
1.5 Interest and other costs of finance paid	(17)	(17)
1.6 Income taxes paid	(1,140)	(1,140)
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>70,732</b>	<b>70,732</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(714)	(714)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 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	1,000	1,000
2.4 Dividends received (see note 3)	2,632	2,632
2.5 Other (cash advances between Rand Mining Ltd and Tribune Resources Ltd)	(1,000)	(1,000)
<b>2.6 Net cash from / (used in) investing activities</b>	<b>1,918</b>	<b>1,918</b>

<b>3. Cash flows from financing activities</b>		
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	(247)	(247)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	(6,015)	(6,015)
3.9 Other (provide details if material)	-	
<b>3.10 Net cash from / (used in) financing activities</b>	<b>(6,262)</b>	<b>(6,262)</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	2,364	2,364
4.2 Net cash from / (used in) operating activities (item 1.9 above)	70,732	70,732
4.3 Net cash from / (used in) investing activities (item 2.6 above)	1,918	1,918
4.4 Net cash from / (used in) financing activities (item 3.10 above)	(6,262)	(6,262)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</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>68,752</b>	<b>68,752</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'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	68,752	2,364
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>68,752</b>	<b>2,364</b>

<b>6.</b>	<b>Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to these parties included in item 1.2	(70)
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	
	(1) Directors fees, superannuation and executive accommodation (included in staff costs 1.2(d)) (61)	
	(2) Royalty payment (included in production 1.2(c)) (9)	

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1 Aggregate amount of payments to these parties included in item 1.2	(14)
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	
<p>(1) Rent (included in administration and corporate costs 1.2(e)) (14)                      (2) Cash advances between Rand Mining Ltd and Tribune Resources Ltd (included in 2.3 and 2.5) net effect NIL</p>	

<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'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other – EKJV Finance Lease	1,551	1,551
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.		
<p>Various finance leases cover underground mining equipment. The terms range between 30-36 months. Details relating to lease providers and rates is considered commercially sensitive.</p>		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	500
9.2 Development	1,500
9.3 Production	6,000
9.4 Staff costs	120
9.5 Administration and corporate costs	250
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>8,370</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	Tapeta Iron Ore Project, Liberia West Africa	100%	100%	-
10.2	Interests in mining tenements and petroleum tenements acquired or increased	West Kimberly, E04/2548	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: .....  
(Director)



Date: 30/10/2018

Print name: Anton Billis

**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.