



QUARTERLY ACTIVITIES REPORT

31 March 2019

IndiOre Limited (the “Company” or “IndiOre”) (ASX: IOR) is pleased to provide its quarterly activities report for the period ended 31 March 2019.

IRON ORE - INDIA

KURNOOL IRON ORE BENEFICIATION PLANT

On 7 January 2019 the Company announced that it had completed a drilling program aimed at providing confidence in the resources available to underpin the mine plan associated with the P3 process plant expansion. Drilling was carried on two mining leases owned by IndiOre and 3 areas on which the Company has agreements with Lease Owners. One area previously considered a likely location to include in mine plans was not drilled due to lack of permission to access the area.

965m of reverse circulation drilling was undertaken with typical hole spacing of approximately 50m. Drilling was typically undertaken down to depths of around 20m. This spacing and depth was determined as a suitable first pass required to delineate ore of sufficient volumes to justify mining within a distance from the surface that would allow economic strip ratios, based on the style of mineralisation generally seen in the area. Target ore grade was a function of distance from the process plant and ranged from 35% Fe within tenements adjacent to the plant, through to 45% Fe on the furthest tenements.

Disappointingly, the drilling did not intersect any mineralisation of adequate grade or thickness to justify mining on any of the project areas. Furthermore, drilling and associated geological recognisance did not identify any information that would justify further expense on the projects, particularly given the limited size of each tenement.

As a consequence, the company immediately cancelled the P3 project and began the process of dismantling the process plant and site equipment, reducing staff numbers and remediating the sites.



Management has been working with equipment suppliers to terminate purchase orders where possible and sell or safeguard newly purchased capital items. The Company will confirm its financial position once this process has been completed. First Samuel has provided a verbal undertaking to leave the \$6 million draw-down facility previously provided to the Company by them in place, subject to agreement into the strategy going forwards post this significant change.

The Company provided a further update to the market on 20 March 2019 in which the Company announced that it had entered into a Memorandum of Understanding (MOU) with Golden Valley Iron (GVI), who has the rights to mine the Kimberley Metals Ridges Iron Project in Western Australia. The intention is for IndiOre to process ore mined by GVI at the Ridges project on a contract basis.

The Company will provide more information on the detailed terms as certainty is provided through the Due Diligence and negotiation period, prior to the Company requesting the reinstatement of the trading of its shares.

CORPORATE

VOLUNTARY SUSPENSION

As a consequence of the items noted above, on 12 December 2018 the Company requested a voluntary suspension on the trading of its securities.

The Company has requested an extension of the voluntary suspension, the most recent being 2 April 2019.

At the time of lodging this report the Company remains in suspension.

SUPREME COURT – COSTS APPLICATION JUDGMENT

On 30 October 2018 the Company announced the outcome of the Company's costs application which was heard for judgment before his Honour Justice Allanson in the Supreme Court of Western Australia on Friday 26th October 2018 at 2:15pm WST.

Justice Allanson ordered that Coal Hub and, pursuant to undertakings each of Subiaco Capital Pty Ltd and its two directors pay the Company's costs of the action, as well as the Company's costs of the costs hearing on 28 September 2018 and 26 October 2018.

In addition, the court awarded special costs in relation to certain items claimed above the limit of the court's costs scale.

The Company is proceeding to recover its costs of the action against the abovementioned parties. If the quantum of costs cannot be agreed, then the Company will seek a court assessment of its costs against the entities referred to above.

The Company will provide further updates in relation to the quantum of the awarded costs in due course.



RESIGNATION OF DIRECTORS

On 7 March 2019 the Company announced that the Board had accepted the resignations of Mr Peter Linford and Mr Ray Betros from the Board of IndiOre.

-ENDS-

For more information:

Sean Henbury
IndiOre Ltd
Company Secretary
(08) 6168 8000

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Name of entity

IndiOre Ltd

ABN

32 057 140 922

Quarter ended ("current quarter")

31 March 2019

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	-	119
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(364)	(2,339)
	(c) production	-	-
	(d) staff costs *	(233)	(1,153)
	(e) administration and corporate costs	(163)	(2,793)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	29
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	(760)	(6,137)

* includes 1 month notice and accrued annual and long service leave entitlements paid on the resignation of MD/CEO Cedric Goode on 31 August 2018 as per service agreement.

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(893)	(4,112)
	(b) tenements (see item 10)	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
(c) investments	-	-
(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	(893)	(4,112)

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	-	892
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	-	892

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	2,024	9,751
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(760)	(6,137)

+ See chapter 19 for defined terms.

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(893)	(4,112)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	892
4.5	Effect of movement in exchange rates on cash held	(12)	35
4.6	Cash and cash equivalents at end of period	359	359

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	359	1,631
5.2	Call deposits	-	393
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)	359	2,024

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**

136

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Wages and superannuation.

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
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	

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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	-
9.2 Development (inc PPE)	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	-
9.6 Other	-
9.7 Total estimated cash outflows	-

As discussed in the Company Quarterly Activities Report, the Company has been working with equipment suppliers to terminate purchase orders and sell newly purchased capital items.

Further, the Company is now in discussions and due diligence on a number of projects, both in India and Australia.

As a consequence of this, the Company is unable to provide an estimate of its cash outflows for the next quarter at this time.

The Company will include a forecast in a market announcement when plans are finalised.

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	-	-	-	-
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.

Sign here: Sean Henbury
(Company secretary)

Date: 30 April 2019

Print name: Sean Henbury

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.