

## 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, 01/05/2013

Name of entity

Elixir Petroleum Limited

ABN

51 108 230 995

Quarter ended ("current quarter")

31 December 2014

### Consolidated statement of cash flows

| Cash flows related to operating activities        |                                                            | Current quarter<br>\$A'000 | Year to date<br>(6 months)<br>\$A'000 |
|---------------------------------------------------|------------------------------------------------------------|----------------------------|---------------------------------------|
| 1.1                                               | Receipts from product sales and related debtors            | -                          | -                                     |
| 1.2                                               | Payments for (a) exploration & evaluation                  | (298)                      | (564)                                 |
|                                                   | (b) development                                            | -                          | -                                     |
|                                                   | (c) production                                             | -                          | -                                     |
|                                                   | (d) administration                                         | (224)                      | (432)                                 |
| 1.3                                               | Dividends received                                         | -                          | -                                     |
| 1.4                                               | Interest and other items of a similar nature received      | 7                          | 14                                    |
| 1.5                                               | Interest and other costs of finance paid                   | -                          | -                                     |
| 1.6                                               | Income taxes paid                                          | -                          | -                                     |
| 1.7                                               | Other                                                      | -                          | -                                     |
|                                                   | <b>Net Operating Cash Flows</b>                            | <b>(515)</b>               | <b>(982)</b>                          |
| <b>Cash flows related to investing activities</b> |                                                            |                            |                                       |
| 1.8                                               | Payment for purchases of: (a) petroleum leases             | (522)                      | (1,286)                               |
|                                                   | (b) equity investments                                     | -                          | -                                     |
|                                                   | (c) other fixed assets                                     | -                          | -                                     |
| 1.9                                               | Proceeds from sale of: (a) petroleum leases                | -                          | -                                     |
|                                                   | (b) equity investments                                     | -                          | -                                     |
|                                                   | (c) other fixed assets                                     | -                          | -                                     |
| 1.10                                              | Loans to other entities                                    | -                          | -                                     |
| 1.11                                              | Loans repaid by other entities                             | -                          | -                                     |
| 1.12                                              | Other <sup>(1)</sup>                                       | (10)                       | (79)                                  |
|                                                   | <b>Net investing cash flows</b>                            | <b>(532)</b>               | <b>(1,365)</b>                        |
| 1.13                                              | Total operating and investing cash flows (carried forward) | (1,047)                    | (2,347)                               |

+ See chapter 19 for defined terms.

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|      |                                                            |         |         |
|------|------------------------------------------------------------|---------|---------|
| 1.13 | Total operating and investing cash flows (brought forward) | (1,047) | (2,347) |
|      | <b>Cash flows related to financing activities</b>          |         |         |
| 1.14 | Proceeds from issues of shares, options, etc.              | -       | 3,010   |
| 1.15 | Proceeds from sale of forfeited shares                     | -       | -       |
| 1.16 | Proceeds from borrowings                                   | -       | -       |
| 1.17 | Repayment of borrowings                                    | -       | -       |
| 1.18 | Dividends paid                                             | -       | -       |
| 1.19 | Other (Capital Raising Costs)                              | (32)    | (219)   |
|      | <b>Net financing cash flows</b>                            | (32)    | 2,791   |
|      | <b>Net increase (decrease) in cash held</b>                | (1,079) | 444     |
| 1.20 | Cash at beginning of quarter/year to date                  | 2,310   | 784     |
| 1.21 | Exchange rate adjustments to item 1.20                     | -       | 3       |
| 1.22 | <b>Cash at end of quarter</b>                              | 1,231   | 1,231   |

- (1) Other cash flows from investing activities relates to the final amounts paid to dispose of the High Island project including all outstanding legal fees and insurance costs.

### Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

|                                                                       | Current quarter<br>\$A'ooo |
|-----------------------------------------------------------------------|----------------------------|
| 1.23 Aggregate amount of payments to the parties included in item 1.2 | 123                        |
| 1.24 Aggregate amount of loans to the parties included in item 1.10   | -                          |

- 1.25 Explanation necessary for an understanding of the transactions

Directors' fees, salaries and professional consultancy fees. All are on arms-length commercial terms

### Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

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- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

|     |
|-----|
| N/A |
|-----|

### Financing facilities available

*Add notes as necessary for an understanding of the position.*

|                                 | Amount available<br>\$A'000 | Amount used<br>\$A'000 |
|---------------------------------|-----------------------------|------------------------|
| 3.1 Loan facilities             | -                           | -                      |
| 3.2 Credit standby arrangements | -                           | -                      |

### Estimated cash outflows for next quarter

|                                  | \$A'000    |
|----------------------------------|------------|
| 4.1 Exploration and evaluation   | 267        |
| 4.2 Payment for Petroleum Leases | 14         |
| 4.3 Production                   | -          |
| 4.4 Administration               | 175        |
| <b>Total</b>                     | <b>456</b> |

### Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

|                                                  | Current quarter<br>\$A'000 | Previous quarter<br>\$A'000 |
|--------------------------------------------------|----------------------------|-----------------------------|
| 5.1 Cash on hand and at bank                     | 481                        | 1,060                       |
| 5.2 Deposits at call                             | 750                        | 1,250                       |
| 5.3 Bank overdraft                               | -                          | -                           |
| 5.4 Other (provide details)                      | -                          | -                           |
| <b>Total: cash at end of quarter (item 1.22)</b> | <b>1,231</b>               | <b>2,310</b>                |

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#### Changes in interests in mining tenements and petroleum tenements

|     | Tenement reference and location                                                       | Nature of interest (note (2))                                                                                                        | Interest at beginning of quarter | Interest at end of quarter |
|-----|---------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------|----------------------------------|----------------------------|
| 6.1 | Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed |                                                                                                                                      |                                  |                            |
| 6.2 | Interests in mining tenements and petroleum tenements acquired or increased           | Petra Project (Colorado)<br>Working Interest increased from 10,000 net acres to over 15,000 net acres in Washington County, Colorado | 50% of 20,000 net acres          | 50% of 30,000 net acres    |

#### Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

|     | Total number                                                                                                               | Number quoted | Issue price per security (see note 3) (cents) | Amount paid up per security (see note 3) (cents) |
|-----|----------------------------------------------------------------------------------------------------------------------------|---------------|-----------------------------------------------|--------------------------------------------------|
| 7.1 | <b>Preference + securities</b><br>(description)                                                                            |               |                                               |                                                  |
| 7.2 | Changes during quarter<br>(a) Increases through issues<br>(b) Decreases through returns of capital, buy-backs, redemptions |               |                                               |                                                  |
| 7.3 | <b>+Ordinary securities</b>                                                                                                | 1,033,278,356 | 1,033,278,356                                 |                                                  |
| 7.4 | Changes during quarter<br>(a) Increases through issues<br>(b) Decreases through returns of capital, buy-backs              |               |                                               |                                                  |

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|      |                                                      |             |             |                       |                    |
|------|------------------------------------------------------|-------------|-------------|-----------------------|--------------------|
| 7.5  | <b>*Convertible debt securities</b><br>(description) |             |             |                       |                    |
| 7.6  | Changes during quarter<br>Not applicable             |             |             |                       |                    |
| 7.7  | <b>Options</b>                                       |             |             | <i>Exercise price</i> | <i>Expiry date</i> |
|      | Listed (EXRO)                                        | 321,000,000 | 321,000,000 | \$0.015               | 30 Sept 2016       |
|      | Executive                                            | 15,000,000  | -           | \$0.01                | 30 April 2017      |
|      | Incentive Options                                    |             |             |                       |                    |
|      | Class A Director                                     | 6,000,000   | -           | \$0.015               | 15 Oct 2016        |
|      | Options                                              |             |             |                       |                    |
|      | Class A Director                                     | 6,000,000   | -           | \$0.015               | 15 Oct 2016        |
|      | Options                                              |             |             |                       |                    |
| 7.8  | Issued during quarter                                |             |             | <i>Exercise price</i> | <i>Expiry date</i> |
| 7.9  | Exercised during quarter                             |             |             |                       |                    |
| 7.10 | Expired during quarter                               |             |             |                       |                    |
| 7.11 | Performance Rights                                   | 1,000,000   | -           | -                     | 6 May 2015         |
|      |                                                      | 15,000,000  | -           | -                     | 31 July 2015       |
|      |                                                      | 15,000,000  | -           | -                     | 31 July 2016       |
|      | Issued During Quarter to                             |             |             |                       |                    |
| 7.12 | <b>Debentures</b><br>(totals only)                   |             |             |                       |                    |
| 7.13 | <b>Unsecured notes</b><br>(totals only)              |             |             |                       |                    |

## Compliance statement

- This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- This statement does give a true and fair view of the matters disclosed.

Sign here:

(Managing Director)

Print name:

Dougal Ferguson

Date: 23 January 2015

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+ See chapter 19 for defined terms.

## 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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 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.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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