



20 April 2015

March 2015 Appendix 5B

We enclose our 31 March 2015 quarterly cash flow report.

In the current quarter High Peak Royalties finalised the acquisition of royalty interests in Harrison, Midland and Willacy Counties in Texas. The acquisition price was US\$350,000. The effective date of the conveyance and assignment of the royalties is 1 January 2015.

As announced to the market on 2 February 2015, High Peak Royalties acquired a strategic 19.99% shareholding interest in ASX- listed royalty company Royalco Resources Limited (**Royalco**, ASX: RCO). This acquisition provides HPR with an indirect exposure to the RCO directly held 1% stake in the Weeks Petroleum Royalty (which is a 2.5% overriding royalty covering all production from the world class Bass Strait fields in the Gippsland Basin jointly owned by ExxonMobil and BHP Billiton).

The Weeks royalty acreage is across 19 oil and/or gas production permits in the Gippsland Basin operated by ExxonMobil. The permits currently supply 40% of the East Coast of Australia's gas demand and should be a beneficiary of rising LNG demand.

High Peak continues to manage its operating position and looks for royalty acquisition opportunities that will further strengthen the diversity of the Company's royalty portfolio.

This report should be read in conjunction with the company's Quarterly Activities Report lodged this day.

For more information, please contact:

A blue ink signature of Jarrod White, consisting of a stylized 'J' followed by a series of loops and a final flourish.

Jarrod White
Chief Financial Officer | Company Secretary

Appendix 5B

Mining exploration entity quarterly report

Name of entity

High Peak Royalties Limited

ABN

79 118 065 704

Quarter ended ("current quarter")

31 March 2015

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (9 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts of royalty income	76	150
1.2	Payments for (a) pre-development, exploration & evaluation (b) production (c) administration (d) rehabilitation	(17) (382)	(44) (1,050)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	16	109
1.5	Interest and other costs of finance paid	-	(1)
1.6	Income taxes paid		
1.7	Other	8	21
Net Operating Cash Flows		(299)	(815)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) fixed assets	(1)	(1)
	(b) equity investments	(2,140)	(2,140)
	(c) royalty interests	(426)	(448)
	(d) other intangibles	-	(37)
1.9	Proceeds from sale of:		
	(a) prospects		
	(b) equity investments		
	(c) other fixed assets		
1.10	Loans to other entities		
1.11	Loans repaid by other entities		
1.12	Other		
	(a) cash held by subsidiary on acquisition	-	-
	(b) refund of exploration payments	-	-
Net investing cash flows		(2,567)	(2,626)

+ See chapter 19 for defined terms.

Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (carried forward)	(2,866)	(3,441)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.		
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	-	(420)
1.18	Dividends paid		
1.19	Costs associated with reverse takeover	-	(192)
	Net financing cash flows	-	(612)
	Net increase (decrease) in cash held	(2,866)	(4,053)
1.20	Cash at beginning of quarter/year to date	5,532	6,719
1.21	Adjustments to item 1.20 for reclassification of cash equivalents	(1)	(1)
1.22	Cash at end of quarter	2,665	2,665

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

	Current quarter \$A'ooo
1.23 Aggregate amount of payments to the parties included in item 1.2	151
1.24 Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Amounts included in item 1.23 include consultancy fees paid to directors or their nominees for the period 1 October 2014 – 31 March 2015. All transactions with related parties have occurred on an arm's length basis.

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

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

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Financing facilities available

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

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	15
4.2 Pre – committed Purchase of Royalty Interests	-
4.3 Production	-
4.4 Administration	240
Total	255

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 \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	2,665	5,532
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Refundable deposits and bonds)	-	-
Total: cash at end of quarter (item 1.22)	2,665	5,532

Mining exploration entity quarterly report

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	n/a	n/a	n/a
6.2	Interests in mining tenements acquired or increased	n/a	n/a	n/a

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)	Amount paid up per security (see note 3)
7.1	-	-	-	-
7.2	-	-	-	-
	-	-	-	-
7.3	166,800,792	166,800,792	-	-
7.4	-	-	-	-
	-	-	-	-
7.5	-	-	-	-

+ See chapter 19 for defined terms.

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7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options On Issue	12,862,012 387,395	12,862,012 - - - -	Exercise price (cents) 0.35 0.83	Expiry date 15 April 2017 30 June 2015
7.8	<i>Issued during quarter</i>	-	-	-	-
7.9	<i>Exercised during quarter</i>	-	-		
7.10	<i>Expired during quarter</i>	-	-		
7.11	Debentures <i>(totals only)</i>	-	-		
7.12	Unsecured notes <i>(totals only)</i>	-	-		

Compliance statement

- 1 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 4).
- 2 This statement does ~~/does not* (delete one)~~ give a true and fair view of the matters disclosed.

Sign here:



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(Director/ Company secretary)

Date: 20 April 2015

Print name: Jarrod Travers White

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 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, 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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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