



## **ACTIVITY REPORT FOR THE QUARTER 1 JANUARY 2015 TO 31 MARCH 2015**

### **CORPORATE – AUSTRALIA**

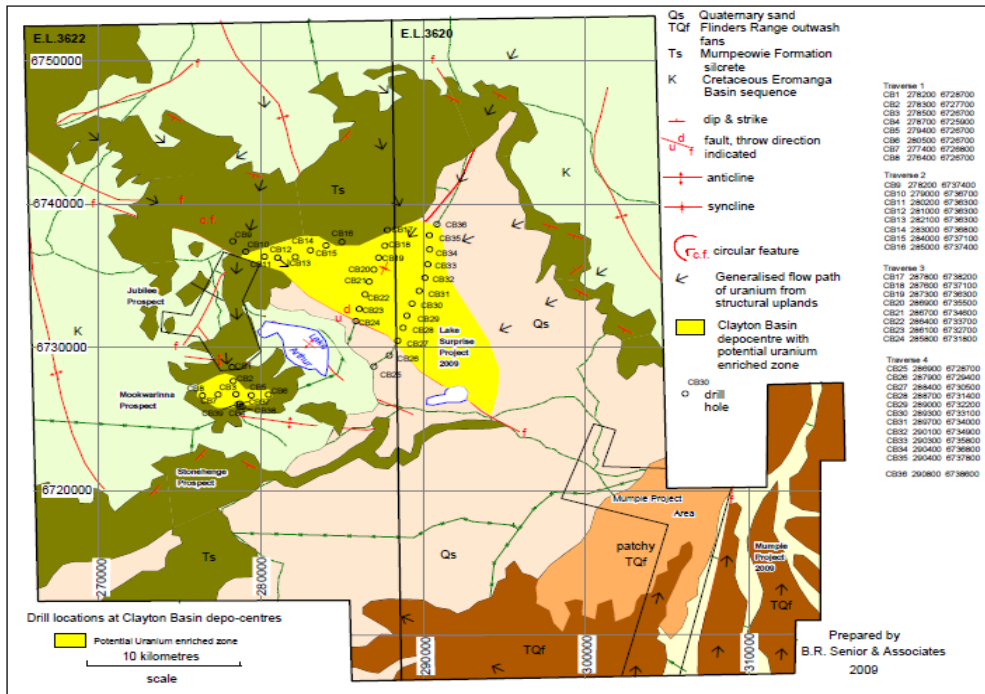
To cover operational expenses in this quarter, the management has used the facility provided by Gurney Capital by issuing 1.630.477 shares. Subject to shareholder approval Management plans to issue additional shares to finance its operational expenses. Management has tried its best effort to ensure all operational expenses as minimum as possible and offered at best price.

### **LAKE SURPRISE - AUSTRALIA**

The study conducted by independent geologist, Dr. Brian Senior, to determine the focus area within the tenement of EL 3622 (Lake Surprise) and EL 3620 (Mumpie), located to the east of Marree in northeast South Australia that could potentially be further explored conclude that there are two areas identified as having potential for shallow uranium occurrences in silicified quartzose sedimentary rocks (silcrete) at depths up to 20 m below the ground surface, the Jubilee and the Mookwarinna Prospect. And also gamma ray logs of the Mookwarinna Prospect indicate that increasing quantities of sedimentary uranium may occur closer to the source area of the Flinders Range located in the southern part of EL 3622 named Stonehenge Prospect. The area itself is still a good prospect and can be further explored to identify new resources.

Management has applied for an exploration licence for the location suggested by Dr. Brian Senior to the government of South Australia and is still waiting for the approval before management can discuss it further with the prospect strategic partners.

## MAP - LAKE SURPRISE



### PPA - TAPAN

Exploration Tenement (IUP Eksplorasi) no. C516/126/KPTS/BPT-PS/2010 with the total area of 2053.92 has been granted Clear and Clean Status by the government while Production Tenement (IUP Produksi) No. C540/432/KPTS/BPT-PS/2010 with the total area of 198.88 Ha is still in progress of obtaining the Clear and Clean Status.

PPA is in the process of upgrading the Exploration Tenement of 2053.92 Ha to an approximately 400 Ha Operation Production Tenement.

### Legal Update:

PPA has lodged an appeal to high court. PPA requests that the Jakarta High Court to annul the South Jakarta District Court Decision and stating that the Plaintiffs' litigation to be premature and obscured and therefore inadmissible.

# Appendix 5B

## Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

Adavale Resources Limited

ABN

96 008 719 015

Quarter ended ("current quarter")

31 March 2015

### Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (9 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	-	(30)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(45)	(137)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other –	-	-
	<b>Net Operating Cash Flows</b>	<b>(45)</b>	<b>(167)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a)prospects	-	-
	(b)equity investments	-	-
	(c) other fixed assets	-	-
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 (provide details if material)	-	-
	<b>Net investing cash flows</b>	<b>-</b>	<b>-</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(45)</b>	<b>(167)</b>

1.13	Total operating and investing cash flows (brought forward)	(45)	(167)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	61	61
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	100
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (cost of raising funds and sale unmarketable parcel of shares)	-	-
	<b>Net financing cash flows</b>	61	161
	<b>Net increase (decrease) in cash held</b>	16	(6)
1.20	Cash at beginning of quarter/year to date	29	51
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	45	45

### 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'000
1.23 Aggregate amount of payments to the parties included in item 1.2	-
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

### 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

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

## Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities (excluding Gurney facility, refer below).	\$1,000,000	\$700,000
3.2 Credit standby arrangements	-	-

On 1 August 2012 the Company announced that it had entered into a Convertible Loan Agreement with Mr Haryono Eddyarto (Company Chairman) (HE) to the value of up to \$1,000,000. The loan facility is for a period to 01 October 2015, carries interest at 8% (or 15% on any default amount), and is convertible into shares at a conversion price of 5 cents per share. Drawings of \$700,000 had been made to 31 March 2015.

Additionally, on 15 January 2015 the Company announced a Standby Subscription Agreement with Gurney Capital Pty Ltd for a \$1,000,000 facility to provide working capital to the Company. To the end of March 2015 \$61,225 had been drawn against this facility and 3,215,460 shares issued as a consequence. The shares are issued at 80% of 15-day VWAP prior to each drawdown. Except for approx. \$10,000, the balance of the facility amounting to \$938,775 requires shareholder approval prior to drawing any further funds. ✓

## Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	0
4.2 Development	0
4.3 Production	-
4.4 Administration	60
<b>Total</b>	60

## 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	45	29
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
<b>Total: cash at end of quarter (item 1.22)</b>	45	29

## 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			
	1/ EL 4949 (South Australia)	Wholly owned	100%	100%
	2/ EL 4950 South Australia)	Wholly owned	100%	100%
	3/ MEPL (IUPOP) 540/452/Kpts/BPT-PS/2011 (Incorporating MEL (IUP) 540/22/Kpts/BPT-PS/2013 ) West Sumatera, Indonesia	Wholly Owned	100%	100%
6.2	Interests in mining tenements acquired or increased	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) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference *securities</b> (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>*Ordinary securities</b>	19,065,299	19,065,299		Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	1,585,025 1,630,435	1,585,025 1,630,435	1.97 cents ✓ 1.84 cents ✓	Fully paid Fully paid
7.5 <b>*Convertible debt securities</b> (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)	10,000,000 10,000,000 20,000,000		Exercise price 0.045 0.05	Expiry date 31 Jul 2015 31 Jul 2016
7.8 Issued during quarter - Milestone options	20,000,000 20,000,000		0.06 0.07	31 Jul 2015 31 Jul 2016
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	Nil			
7.11 <b>Debentures</b> (totals only)				

7.12	<b>Unsecured notes</b> (totals only)		
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## 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 give a true and fair view of the matters disclosed.

Sign here:

*Rt*

(Director)

Date:

*29/4/15*

*HARYONO EDDYARSO*

Print name:

## 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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