June 2015 Quarterly Report



Aceh gold-copper project, Indonesia

Prosperity continues to operate under a tight budget and seek funding / joint ventures for its Aceh project (figure 1) in Indonesia. Limited work was done during the quarter.

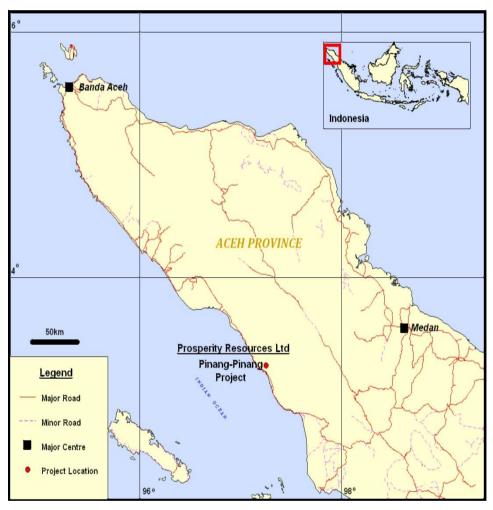


Figure 1: Prosperity's project in Aceh

Prosperity Resources Limited 100 Parry St PERTH WA 6000 ABN 60 103 280 235

> PO Box 7516 Cloisters Square PERTH WA 6850 Tel: +618 9322 7575 Fax: +618 9322 9485

Website: www.prosperity.net.au **Email**: info@prosperity.net.au

Share Registry Enquiries: Computershare Investor Services Level 11 172 St Georges Terrace PERTH WA 6000

> Capital Structure: ASX Listed Shares: 443.4M Performance Rights: 1M

> > **ASX Code:** PSP – ordinary shares

Directors: Mo Munshi *Chairman/Managing Director*

John Arbuckle Non-Executive Director

Sebastian Hempel Non-Executive Director

Mufti Habriansyah Non-Executive Director

June 2015 Quarterly Report



Mining Tenements Status

Mining tenements held at the end of quarter					
Project	Tenement	Country/Province	Status	Interest	
Aceh	MMU	Indonesia / Aceh	Granted	73.80%	
Aceh	BAM	Indonesia / Aceh	Granted	73.80%	
Aceh	MKM	Indonesia / Aceh	Granted	73.80%	
Tennant Creek	C23846	Australia / NT	Granted	100.00%	
Tennant Creek	C23895	Australia / NT	Granted	100.00%	

Corporate

The Company requested a voluntary suspension on the ASX to finalise the Company's 30 June 2014 statutory accounts, which is still pending.

For further information please contact:

Mo Munshi Chairman/Managing Director +86 139 1017 5192

or visit www.prosperity.net.au

Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

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

Prosperity Resources Limited				
ABN Quarter ended ("current quarter")				
60 103 280 235	30 June 2015			

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (12 months)
			\$A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation (b) development (c) production	(2)	(16)
	(d) administration	(1)	(92)
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	Rental income	5	16
1.8	Other income	-	11
	Net Operating Cash Flows	2	(81)
	Cook flows valeted to importing activities		
1.8	Cash flows related to investing activities Payment for purchases of: (a) prospects		
1.0	(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)	-	64
	Net investing cash flows	-	64
1.13	Total operating and investing cash flows	_	
	(carried forward)	2	(17)

⁺ See chapter 19 for defined terms.

Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	2	(17)
1.14 1.15 1.16 1.17 1.18 1.19	Cash flows related to financing activities Proceeds from issues of shares, options, etc. Proceeds from sale of forfeited shares Proceeds from borrowings Repayment of borrowings Dividends paid Other (provide details if material)	-	19
	Net financing cash flows	-	19
	Net increase (decrease) in cash held	2	2
1.20 1.21	Cash at beginning of quarter/year to date Exchange rate adjustments to item 1.20	3	3
1.22	Cash at end of quarter	5	5

1.22	Cash at end of quarter	5	5			
•	Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities					
			Current quarter \$A'000			
1.23	Aggregate amount of payments to the parties inc	cluded in item 1.2	-			
1.24	Aggregate amount of loans to the parties include	ed in item 1.10	-			
1.25	1.25 Explanation necessary for an understanding of the transactions NA Non-cash financing and investing activities					
2.1	Details of financing and investing transactions whi assets and liabilities but did not involve cash flows NA		ect on consolidated			
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 NA					

⁺ See chapter 19 for defined terms.

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Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

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	1,059	530
3.2	Credit standby arrangements		

Estimated cash outflows for next quarter

4.1	Exploration and evaluation	\$A'000
4.2	Development	
4.3	Production	
4.4	Administration	5
	Total	5

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	5	3
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Undrawn loan facilities	529	529
	Total: cash at end of quarter (item 1.22)	534	532

⁺ See chapter 19 for defined terms.

Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

Nature of

Interest at

Interest at end of

Changes in interests in mining tenements and petroleum tenements

Tenement reference and

		location	interest (note (2))	beginning of quarter	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				

Issued and quoted securities at end of current quarterDescription 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	Preference +securities (description)			-7 (0.00 0.0)	
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buybacks, redemptions				
7.3	⁺ Ordinary securities	443,352,080	443,352,080		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buybacks				
7.5	+Convertible debt securities (description)				

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⁺ See chapter 19 for defined terms.

Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured,				
7.7	Converted Options (description and conversion factor)	Performance Rights 1,000,000		Market Cap Hurdle \$40,000,000	Expiry date 30 Nov 2015
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	Total number Performance Rights 1,000,000	Number quoted	Market Cap Hurdle \$20,000,000	Expiry date 30 Jun 2015
7.11	Debentures (totals only)				
7.12	Unsecured notes (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 /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:		Date: 31 July 2015
	(Company secretary)	

Print name: G Taylor

Notes

- 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.
- 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

⁺ See chapter 19 for defined terms.

Appendix 5B Mining exploration entity and oil and gas exploration entity quarterly report

- petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 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.
- 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.
- 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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⁺ See chapter 19 for defined terms.