

21 October 2015  
Company Announcements Office  
Australian Securities Exchange

## **Quarterly Activities Report and Appendix 5B**

for the period ending 30 September 2015

Kingston Resources Limited (ASX: KSN) is pleased to provide the following summary of activities conducted in the September 2015 quarter.

### **Drilling Underway at Six Mile Hill Copper-Gold Project**

On 1 August, Diamond drilling commenced at Kingston's multi-hole drilling campaign targeting Iron-Oxide Copper Gold (IOCG) mineralisation at Six Mile Hill. Drilling is ongoing and Kingston will continue to provide updates throughout the program.

The Six Mile Hill project is part of the South Australian Mineral Systems Drilling Program 2015, an innovative collaboration between government, researchers and industry. Kingston and collaborative partners are collecting comprehensive data from technologies developed by the Deep Exploration Technologies Cooperative Research Centre.

For further information see our ASX releases of 3 August 2015, 10 September 2015 and 28 September 2015.

### **Capital Raising**

In late August, Kingston withdrew its Rights Issue following a significant deterioration in market conditions and the termination of the associated underwriting agreement. Kingston has initiated a series of cost control measures to reduce outgoings.

Following the withdrawal of the Rights Issue, a number of Kingston's major shareholders stepped forward with additional funding by means of a placement detailed in our announcement of 28 August 2015. This placement has ensured ample resources to complete drilling at Six Mile Hill.

### **R&D Tax Refund Received**

Subsequent to the end of this reporting period, on 8 October 2015 the Company has received a Research and Development ("R&D") tax refund of \$197,167 under the Federal Government's R&D Tax Incentive Scheme. The Company's claim relates to R&D activities at the Six Mile Hill project during the period 1 July 2014 to 30 June 2015.

### **Annual Report to Shareholders**

On 22 September 2015, Kingston released its Annual Report to Shareholders.

**Table 1: Tenement Schedule (ASX LR 5.3.3)**

Tenement	State	Project	Km <sup>2</sup>	Ownership	Change since last Quarter
EL 5625	SA	Cootanoorina	508	100%	N/A
EL 5487	SA	Cootanoorina East	311	100%	N/A
EL 5599	SA	Cootanoorina North	24	100%	N/A
EL 4915	SA	Mt Eba	237	100%	N/A
EL 5626	SA	Six Mile Hill	296	100%	N/A
EL 5498	SA	Six Mile Hill East	540	100%	N/A
EL 5591	SA	Six Mile North	131	100%	N/A
EL 5379	SA	Sunset Hill	160	100%	N/A
EL 5011	SA	Myall Creek	381	50%	N/A
EL 5010	SA	Spencer	321	25%	N/A
Farm-In Arrangements as follows:					
EL 5309	SA	Cootanoorina	36	Earning in	Farm -in signed 12/7/15
EL 4933	VIC	Orbost	341	Earning in	Farm- in signed 27/1/15

Please refer to the Appendix 5B quarterly commitments report for period ended 30 September 2015.

Dated this 21<sup>th</sup> day of October 2015.

Mr Jonathan Davies  
Chairman  
Kingston Resources Limited

# 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

KINGSTON RESOURCES LIMITED (ASX: KSN)

ABN

44 009 148 529

Quarter ended ("current quarter")

30 SEPTEMBER 2015

### Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(92)	(92)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(143)	(143)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	1	11
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>		<b>(234)</b>	<b>(234)</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>(234)</b>	<b>(234)</b>

+ 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)	(234)	(234)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	360	360
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 – expenses related to issue of shares	(7)	(7)
	<b>Net financing cash flows</b>	353	353
	<b>Net increase (decrease) in cash held</b>	119	119
1.20	Cash at beginning of quarter/year to date	306	306
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	425	425

**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 included in item 1.2	97
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Nil	

**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

On 13 July 2015, the company issued 916,666 shares at a deemed price of \$0.024 per share as follows:

- 833,333 shares in lieu of \$20,000 pursuant to Barney Bore Exploration Joint Venture Agreement.
- 83,333 shares in lieu of \$2,000 pursuant to agreement for payment for media relations services provided to the Company.

**Appendix 5B**

**Mining exploration entity and oil and gas exploration entity quarterly report**

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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

Nil

**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	-	-
3.2 Credit standby arrangements	-	-

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	70
<b>Total</b>	170

**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	67	9
5.2 Deposits at call	358	297
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	425	306

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+ See chapter 19 for defined terms.

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

#### 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	*		

\*Refer to attached Quarterly Report for LR 5.3.3 Tenement Information

#### 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>	168,037,883	168,037,883		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	916,666 21,176,472	916,666 21,176,472	\$0.024 \$0.017	\$0.024 \$0.017
7.5 <b>+Convertible debt securities</b> (description)	Nil	Nil		

+ 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, converted	Nil	Nil		
7.7	<b>Options</b> (description and conversion factor)	25,707,500 28,624,769 7,058,823	25,707,500 28,624,769 -	Exercise price \$0.20 \$0.07 \$0.03	Expiry date 31 December 2015 30 June 2016 30 June 2019
7.8	Issued during quarter	7,058,823	-	\$0.03	30 June 2019
7.9	Exercised during quarter	Nil	Nil		
7.10	Expired during quarter	Nil	Nil		
7.11	<b>Debentures</b> (totals only)				
7.12	<b>Unsecured notes</b> (totals only)				

## 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 5).
- 2 This statement does ~~not~~\* (delete one) give a true and fair view of the matters disclosed.



Sign here: ..... Date: 21 October 2015  
(Director/Company secretary)

Print name: Mathew Whyte

## 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.

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## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

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- 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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