



29 January 2016

December 2015 Appendix 5B

We enclose our 31 December 2015 quarterly cash flow report.

As announced to the market on 9 October 2015, High Peak Royalties entered into a participation agreement with Mosman Oil and Gas (AIM:MSMN) for the company to acquire a 30% interest in a New Zealand onshore oil and gas production asset being divested by Origin Energy Limited. Acquisition costs as a contribution to prior costs incurred by MSMN as operator during the quarter totalled \$150,000 and are reflected in the cash outflows for investing activities.

High Peak Royalties continues to look for royalty acquisition opportunities that will further strengthen the diversity of the Company's royalty portfolio whilst also monitoring its financial resources and operating expenditure.

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

For more information, please contact:

A handwritten signature in blue ink, appearing to read "Jarrod White", written over a light blue circular stamp or watermark.

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 December 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (6 months) \$A'000
1.1	Receipts of royalty income	24	79
1.2	Payments for (a) pre-development, exploration & evaluation of new projects	-	(2)
	(b) production	-	-
	(c) administration	(405)	(640)
	(d) rehabilitation	-	-
1.3	Dividends received	-	55
1.4	Interest and other items of a similar nature received	6	14
1.5	Interest and other costs of finance paid	(2)	(3)
1.6	Income taxes paid	-	-
1.7	Other	-	-
Net Operating Cash Flows		(377)	(497)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) fixed assets	-	-
	(b) equity investments	-	(106)
	(c) operating interests	(150)	(150)
	(d) other intangibles	-	-
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	-	-
Net investing cash flows		(150)	(256)
1.13	Total operating and investing cash flows (carried forward)	(527)	(753)

+ See chapter 19 for defined terms.

Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(527)	(753)
	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	-	-
1.18	Dividends paid	-	-
1.19	Other finance costs	(26)	(26)
	Net financing cash flows	(26)	(26)
	Net increase (decrease) in cash held	(553)	(779)
1.20	Cash at beginning of quarter/year to date	2,253	2477
1.21	Adjustments to item 1.20 for reclassification of cash equivalents	(3)	(1)
1.22	Cash at end of quarter	1,697	1,697

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	43
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. 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	-
4.2 Pre – committed Purchase of Royalty Interests	-
4.3 Production	150
4.4 Administration	200
Total	350

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	1,697	2,477
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other	-	-
Total: cash at end of quarter (item 1.22)	1,697	2,477

+ See chapter 19 for defined terms.

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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	Preference securities (description)	-	-	-
7.2	Changes during quarter			
	(a) Increases through issues	-	-	-
	(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-
7.3	*Ordinary securities			
	Fully Paid	166,800,792		
	Partly Paid		-	-
7.4	Changes during quarter			
	(a) Increases through issues	-	-	-
	(b) Decreases through returns of capital, buy-backs	-	-	-
7.5	*Convertible debt securities			
		-	-	-
7.6	Changes during quarter			
	(a) Increases through issues	-	-	-
	(b) Decreases through securities matured, converted	-	-	-

+ See chapter 19 for defined terms.

Mining exploration entity quarterly report

7.7	Options			Exercise price (cents)	Expiry date
	On Issue	12,862,012	10,280,000	0.35	15 April 2017
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 ~~not~~ ~~(delete one)~~ give a true and fair view of the matters disclosed.

Sign here:



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(Director/Company secretary)

Date: 29 January 2016

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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