



October 31st 2016

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDING SEPTEMBER 30, 2016

HIGHLIGHTS

Mount Isa Copper-Gold Program (Hammer 100% tenements)

- **Millennium RC drilling program completed** and maiden Mineral Resource Estimate is underway. Significant results to date from Hammer's drilling at a nominal 0.3% CuEq¹ cutoff include:
 - **24 metres** from 73 metres at **0.15% Co**, 0.23% Cu and 0.09g/t Au (**1.17% CuEq**) including **4 metres** from 73 metres at **0.51% Co**, 0.46% Cu and 0.16g/t Au (**3.64% CuEq**) in MIRC013
 - **13 metres** from 98 metres at **0.10% Co**, 0.41% Cu and 0.10g/t Au (**1.12% CuEq**) in MIRC007
 - **12 metres** from 149 metres at **0.19% Co**, 0.57% Cu and 0.19g/t Au (**1.85% CuEq**) including **4 metres** from 157 at **0.30% Co**, 0.44% Cu and 0.14g/t Au (**2.33% CuEq**) in MIRC014
 - **18 metres** from 62 metres at **0.11% Co**, 0.40% Cu, and 0.17g/t Au (**1.23% CuEq**) in MIRC015
 - **33 metres** from 115 metres at **0.16% Co** 0.22% Cu and 0.1g/t Au (**1.29% CuEq**) in MIRC023
 - **6 metres** from 50 metres at **39g/t Ag** and **1.63% Pb** and **2 metres** at **1.02g/t Au** and **180g/t Ag** from 101 metres in MIRC019
- **Kalman Mineral Resource Estimate update completed.** The new estimate comprises a combined **20 million tonnes at 1.8% CuEq² at 0.61% copper, 0.34g/t gold, 0.14% molybdenum and 3.7g/t rhenium** in the Indicated and Inferred categories at revised cut-off grades.
- Generative work results in new targets pegged at Mt Colin and over the prospective Mt Philp Breccia Zone.

Mount Isa Farm-in and Joint Venture

- Diamond drilling commenced at **Overlander** with two holes for 1054 metres completed (OVD002 and OVD003);
- NEWDAS geophysical anomaly defined on Western gravity-magnetic anomaly at **Dronfield**. Second NEWDAS survey completed over the eastern target with processing underway;
- Copper-gold zone called the **Tourist Zone** now under assessment near **Overlander**. Previous drilling intercepted up to **35 metres at 1% Cu and 0.18g/t Au**. Mapping, gravity and magnetic surveys underway.

¹ Millennium Copper Equivalent Calculation - $CuEq\% = Cu\% + (Co\% * 5.9) + (Au_ppm * 0.9) + (Ag_ppm * 0.01)$ – Refer to ASX release dated October 14th, 2016 for details.

² Kalman Copper Equivalent Calculation - $CuEq\% = Cu\% + (Au_ppm * 0.864268) + (Ag_ppm * 0.011063) + (Mo\% * 4.741128) + (Re_ppm * 0.064516)$ – Refer to ASX release dated September 27th, 2016 for details.



Corporate

- The Company finalized a share placement at 7 cents per share during the quarter raising \$2.25 million (before costs);
- The Company exercised its option to convert the Convertible Note held by Deutsche Rohstoff AG (and all accrued interest) to share capital at 6 cents per share.

OPERATIONS SUMMARY

MOUNT ISA PROJECT

Hammer Metals Limited (**ASX: HMX**) ("Hammer" or "the Company") is exploring its Mount Isa project for large iron oxide copper-gold (IOCG) deposits of the Ernest Henry style (approximately 220 million tonnes at 1.1% Cu and 0.5g/t Au).

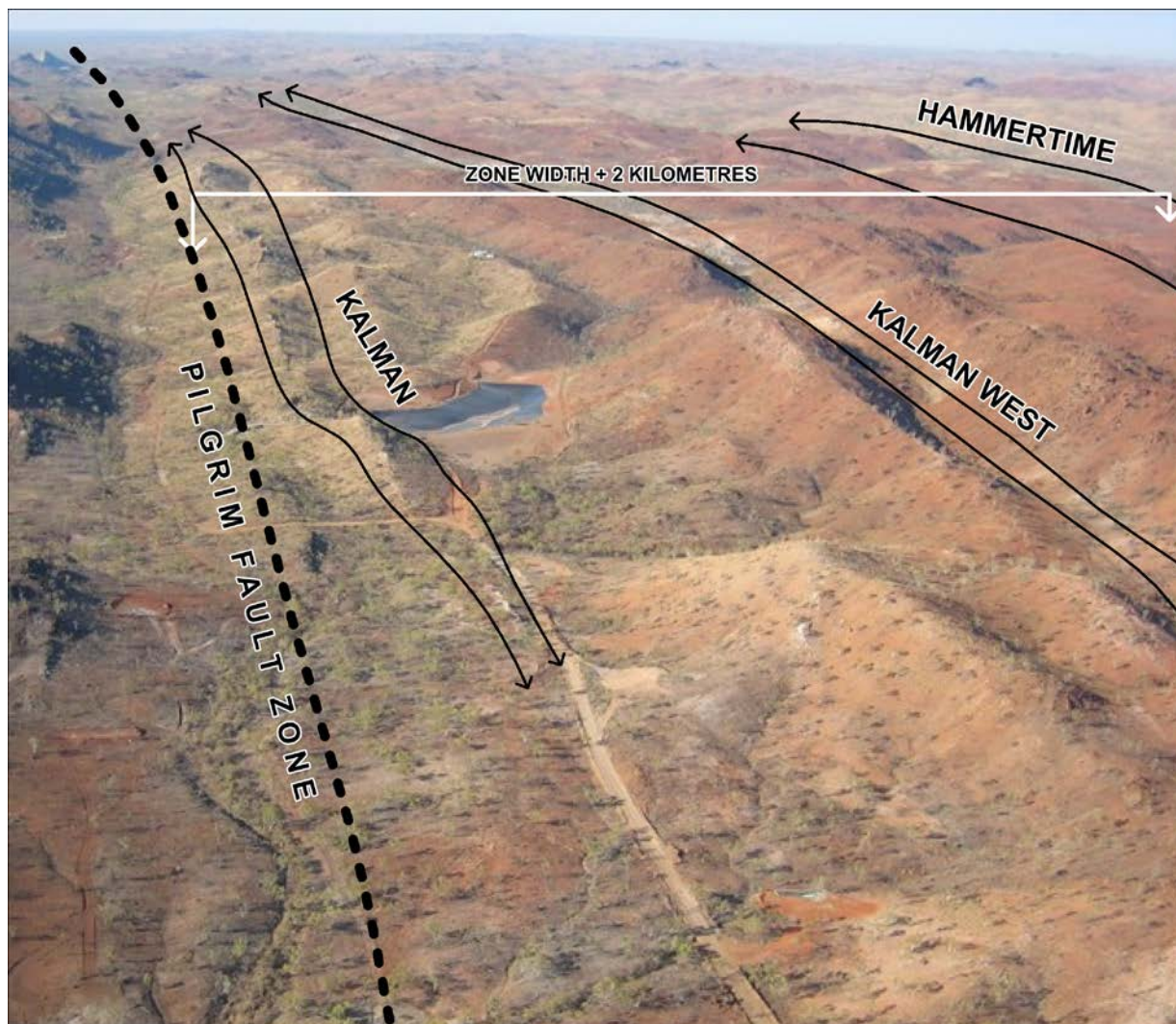
Since late 2013 Hammer has been undertaking a systematic targeting exercise for large IOCG deposits within under-explored sections of the Mount Isa Mineral Province.

Late in 2015 a Farmin and Joint Venture Agreement was executed with Newmont Exploration Pty Ltd ("Newmont") encompassing three of Hammer's IOCG prospects – **Overlander, Even Steven and Dronfield**, covering approximately 250km² of Hammer's 2,600 km² Mount Isa project.

Hammer 100% - Owned Tenements

Kalman Deposit

The Kalman Deposit and immediate strike extensions were geologically remapped resulting in a clearer understanding of the deposit's geology and controls on high grade mineralisation. Because of the positive results emerging from this work the program has been extended to include re-logging of the diamond drill holes.



Kalman Region Looking South

The Mineral Resource Estimate for the Kalman deposit was updated by Haren Consulting in accordance with the guidelines of the JORC Code (2012 Edition). This new estimate incorporates eight new drill holes (drilled in 2014) and applies higher cut-off grades to both the open pit and underground portions of the orebody.

The new estimate comprises a combined **20 million tonnes at 1.8% copper equivalent (CuEq) at 0.61% copper, 0.34g/t gold, 0.14% molybdenum and 3.7g/t rhenium** in the Indicated and Inferred categories at revised cut-off grades. Refer to the ASX release dated September 27th, 2016 for details.

A total of 13.3 million tonnes fall above the 100mRL level which is considered to be potentially open pit based on previous pit optimisation studies. Of this shallower material 7.1 million tonnes at 1.5% CuEq is in the Indicated category and 6.2 million tonnes at 1.6% CuEq is now in the Inferred category.

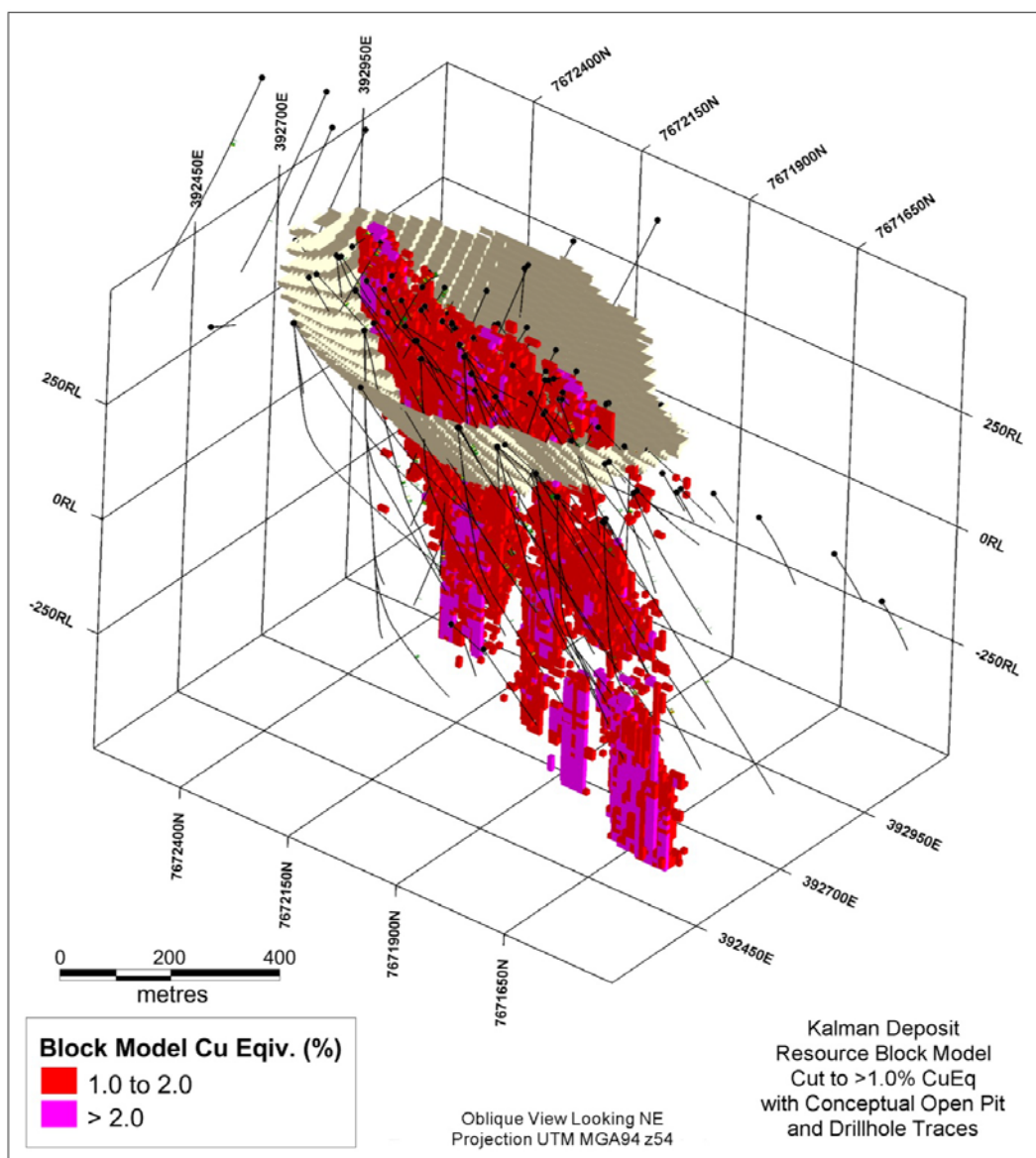
High-level mining optimisation studies using the new resource model are in progress. The Kalman deposit remains open along strike and down plunge.

Table 1 Kalman Mineral Resource (September 2016)

Classification	Mining Method	CuEq Cut-off	Tonnes Kt	CuEq %	Cu %	Mo %	Au ppm	Ag ppm	Re ppm
Indicated	Open Pit	0.75%	7,100	1.5	0.48	0.12	0.27	1.4	2.9
Inferred	Open Pit	0.75%	6,200	1.6	0.44	0.15	0.24	1.5	3.9
Inferred	Underground	1.4%	7,000	2.4	0.89	0.16	0.50	2.9	4.5
Total			20,000	1.8	0.61	0.14	0.34	1.9	3.7

Note – Totals may differ due to rounding

$$CuEq = Cu + (0.864268 * Au) + (0.011063 * Ag) + (4.741128 * Mo) + (0.064516 * Re)$$

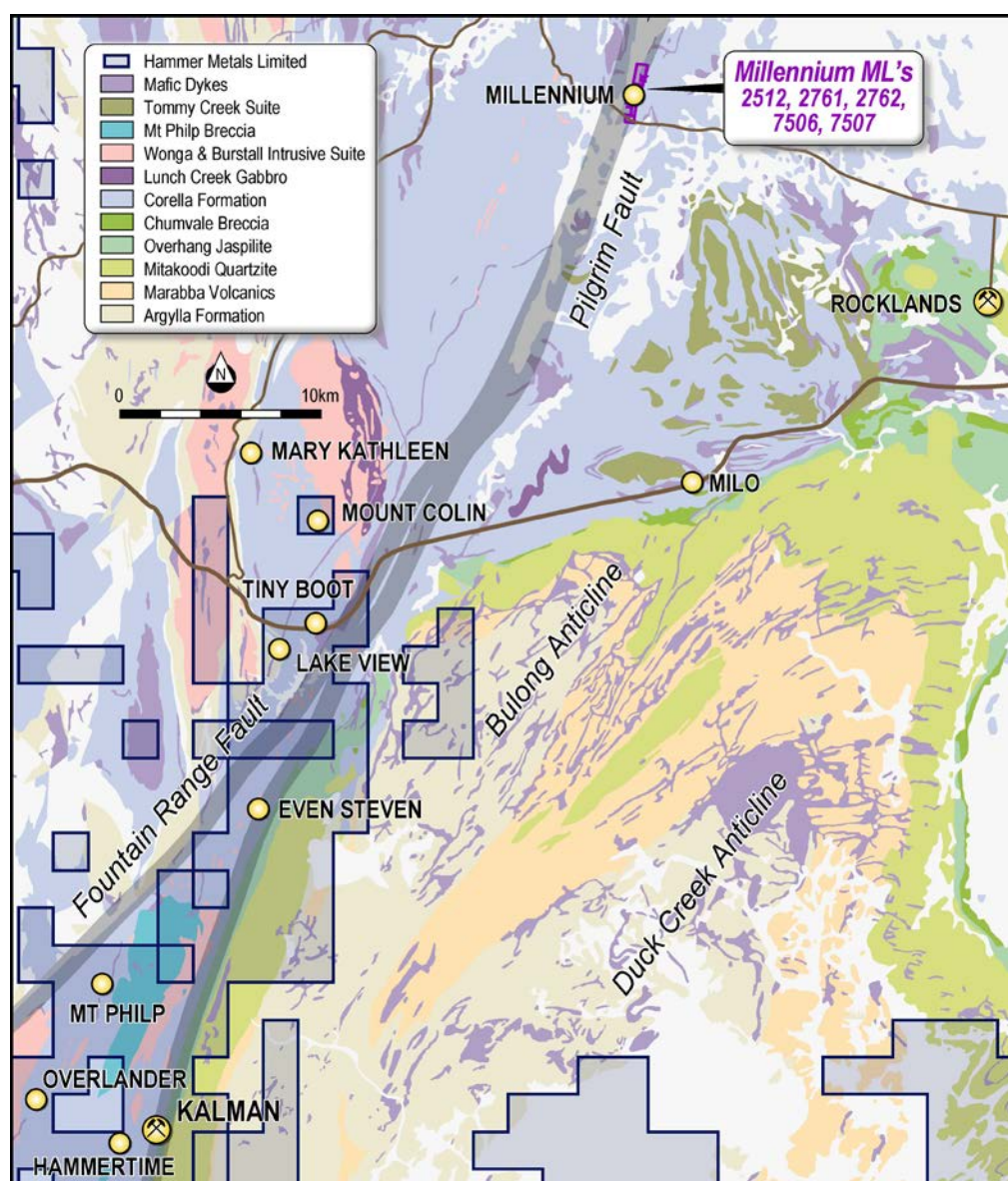


Kalman Resource (looking northeast) showing a conceptual Open Pit with Resource Blocks >1% CuEq

Millennium Copper-Cobalt-Gold Leases

As announced to the ASX on May 4th 2016 Hammer acquired five granted mining leases over the Millennium copper-cobalt-gold project near Cloncurry. The acquisition secures a prospective high-grade cobalt-copper-gold target that complements Hammer's existing tenement portfolio in the region.

ML's 2512, 2761, 2762, 7506 and 7507 (the "Millennium" leases) are situated on the northern projection of the Pilgrim Fault, approximately 50 kilometres north of the Company's Kalman deposit and 16 kilometres west of the Rocklands copper-cobalt mine. Previous drilling indicates the potential for significant copper-cobalt-gold mineralisation in the area of the historical workings including previous drill intersections of up to **19 metres at 1.27% Cu, 0.38% Co and 0.7g/t Au** including **6 metres @3.45% Cu, 0.32% Co and 2.0g/t Au**. (Refer to the CYU ASX release dated December 4th 2013 and the attached figures for details.)



Location of Millennium in relation to Kalman



During the quarter Hammer drilled a total of 23 RC holes (MIRC001 – MIRC023) and extended two previous holes at Millennium for a total of 3857 metres.

The objective of this drilling program was to provide an initial test of the continuity of mineralisation intersected in previous drilling at Millennium.

Hammer has geologically mapped the Millennium lease area in detail. The mapping, used in combination with drilling data has provided control for the construction of a three-dimensional geological model. Drilling to date has outlined two separate zones of strongly mineralised material at the southern half of the leases. The mineralised volume is composed of moderate to steeply west-dipping zones of sheared shales and quartzite up to 40 metres in thickness.

Potential lies at the northern end of the leases in a very similar structural and geological situation with strongly anomalous copper and cobalt soil geochemistry that has not yet been drill tested – the “Northern Target”. In addition, there is potential along strike from the old Federal Mine with reported historical production of approximately 10,000 tonnes at 26% Cu. These targets will be pursued in subsequent drilling programs.

Significant results from Millennium are listed below with peak cobalt results including **8 metres at 0.35% Co** in MIRC023 and **4 metres at 0.51% Co** in MIRC013.

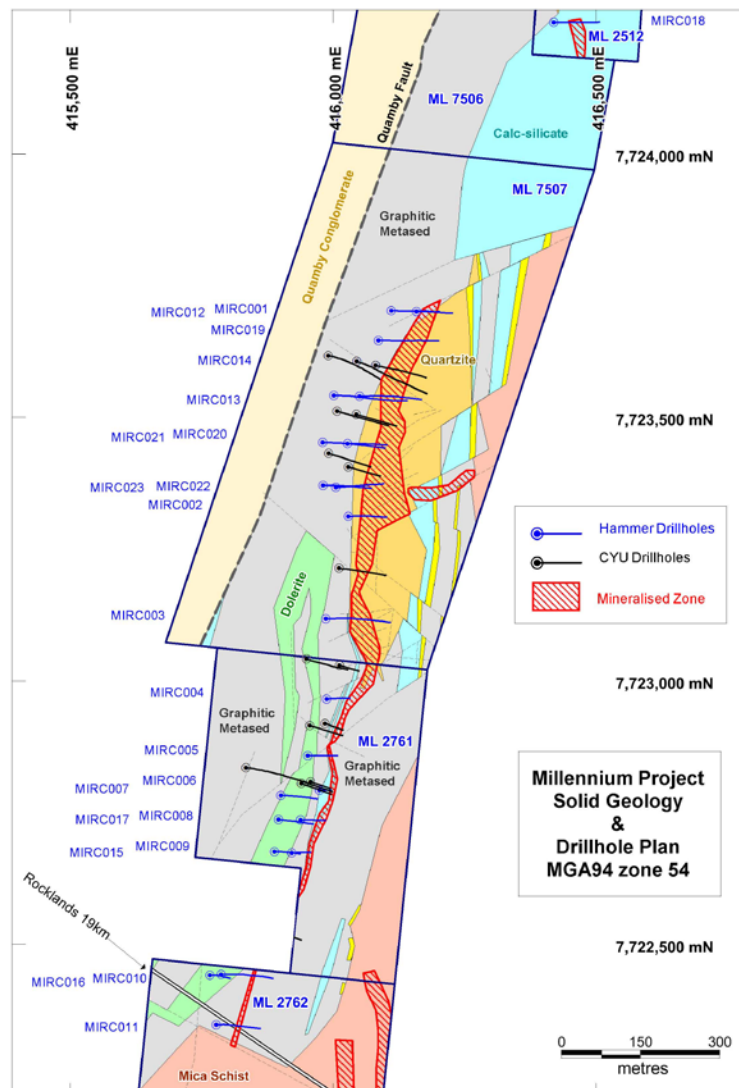
Significantly, the recent drilling in MIRC019 has identified a high grade silver-lead zone which requires further follow-up. Grades of 39g/t Ag and 1.63% Pb from 50 to 56 metres and 180g/t Ag from 101 to 103 metres were intersected in MIRC019 within altered quartzite.

Results for holes MIRC001 to MIRC016 were reported by Hammer on the 13th of September. Significant results from this release reported at a nominal 0.3% CuEq* cutoff include:

- **24 metres** from 73 metres at **0.15% Co**, 0.23% Cu and 0.09g/t Au (**1.17% CuEq**) including
 - **4 metres** from 73 metres at **0.51% Co**, 0.46% Cu and 0.16g/t Au (**3.64% CuEq**) in MIRC013
- **13 metres** from 98 metres at **0.10% Co**, 0.41% Cu and 0.10g/t Au (**1.12% CuEq**) in MIRC007
- **12 metres** from 149 metres at **0.19% Co**, 0.57% Cu and 0.19g/t Au (**1.85% CuEq**) including
 - **4 metres** from 157 metres at **0.30% Co**, 0.44% Cu and 0.14g/t Au (**2.33% CuEq**) in MIRC014
- **18 metres** from 62 metres at **0.11% Co**, 0.40% Cu, and 0.17g/t Au (**1.23% CuEq**) in MIRC015

Significant intercepts from the balance of the drill holes (MIRC017-MIRC023) at a nominal 0.3% CuEq* cutoff include:

- **40 metres** from 56 metres at 0.07% Co, 0.32% Cu and 0.13g/t Au (**0.82% CuEq**) in MIRC017 including
 - **5 metres** from 60 metres 0.15% Co, 0.82% Cu, 0.21g/t Au and 0.32g/t Ag (**1.90% CuEq**) and
 - **8 metres** from 84 metres at 0.11% Co, 0.79% Cu, 0.24g/t Au and 0.44g/t Ag (**1.64% CuEq**)
- **6 metres** from 50 metres at **39g/t Ag and 1.63% Pb** and **2 metres at 1.02g/t Au and 180g/t Ag** from 101 metres in MIRC019
- **5 metres** from 173 metres at 0.17% Co, 0.21% Cu, 0.03g/t Au and 0.55g/t Ag (**1.24% CuEq**) in MIRC021
- **33 metres** from 115 metres at 0.16% Co, 0.22% Cu, 0.1g/t Au (**1.29% CuEq**) in MIRC023 including
 - **5 metres** from 116 metres at 0.19% Co, 0.66% Cu, 0.34g/t Au and 3.84g/t Ag (**2.11% CuEq**) and
 - **8 metres** from 128 metres at **0.35% Co**, 0.08% Cu (**2.19% CuEq**)



Millennium Drilling Summary

Scalper

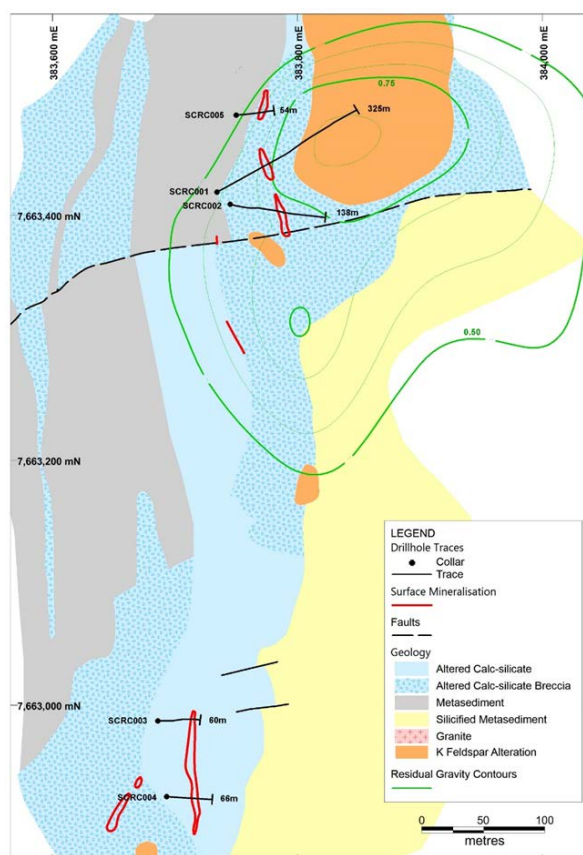
Scalper is located in the same stratigraphic position as the Overlander and Andy's Hill IOCG targets 6-10 kilometres to the north. Hammer drilled one RC hole at the Scalper prospect in 2014 that intersected **23 metres at 1.1% Cu and 0.27g/t Au** (SCRC001) within strongly altered and brecciated sediments. Most of the alteration zone and magnetic anomaly had not been tested nor the old copper workings in similarly altered material located 500 metres to the south.

A detailed gravity survey completed over the prospect in February, 2016 identified a gravity high coincident with the northern magnetic target enhancing the prospectivity of this zone. Inversion modelling of the geophysical data indicated an overlapping gravity/magnetic body adjacent to and below SCRC001.

Scalper has similarities to the Overlander IOCG target where shear-related copper mineralisation occurs marginal to strong magnetic and gravity features.

Four RC holes plus an extension to SCRC001, which was deepened from 136 metres to 324 metres, were drilled in September for 506 metres.

Significant results included **12 metres at 1.2% Cu and 0.38g/t Au from 24 metres in SCRC004** and **13 metres at 0.73% Cu from 29 metres including 6 metres at 1.02% Cu in SCRC003**, indicating potential for modest shallow zones of copper-gold mineralisation. The extension to SCRC001, designed to provide an initial test of the adjacent gravity/magnetic anomaly did not fully test across the anomaly but intercepted strong magnetite – red rock alteration with no significant copper mineralisation.



Scalper Drilling, Geology and Gravity Anomaly

Mount Isa Farmin and Joint Venture

Overlander

The Overlander area is a regionally significant zone of alteration with IOCG style, shear-hosted and breccia-hosted copper mineralisation located 8 kilometres west of the Kalman deposit.

Diamond drilling at the Overlander gravity/magnetic/IP target commenced in September. Two holes (OVD002 for 458.4 metres and OVD003 for 585.8 metres) have been completed to date.

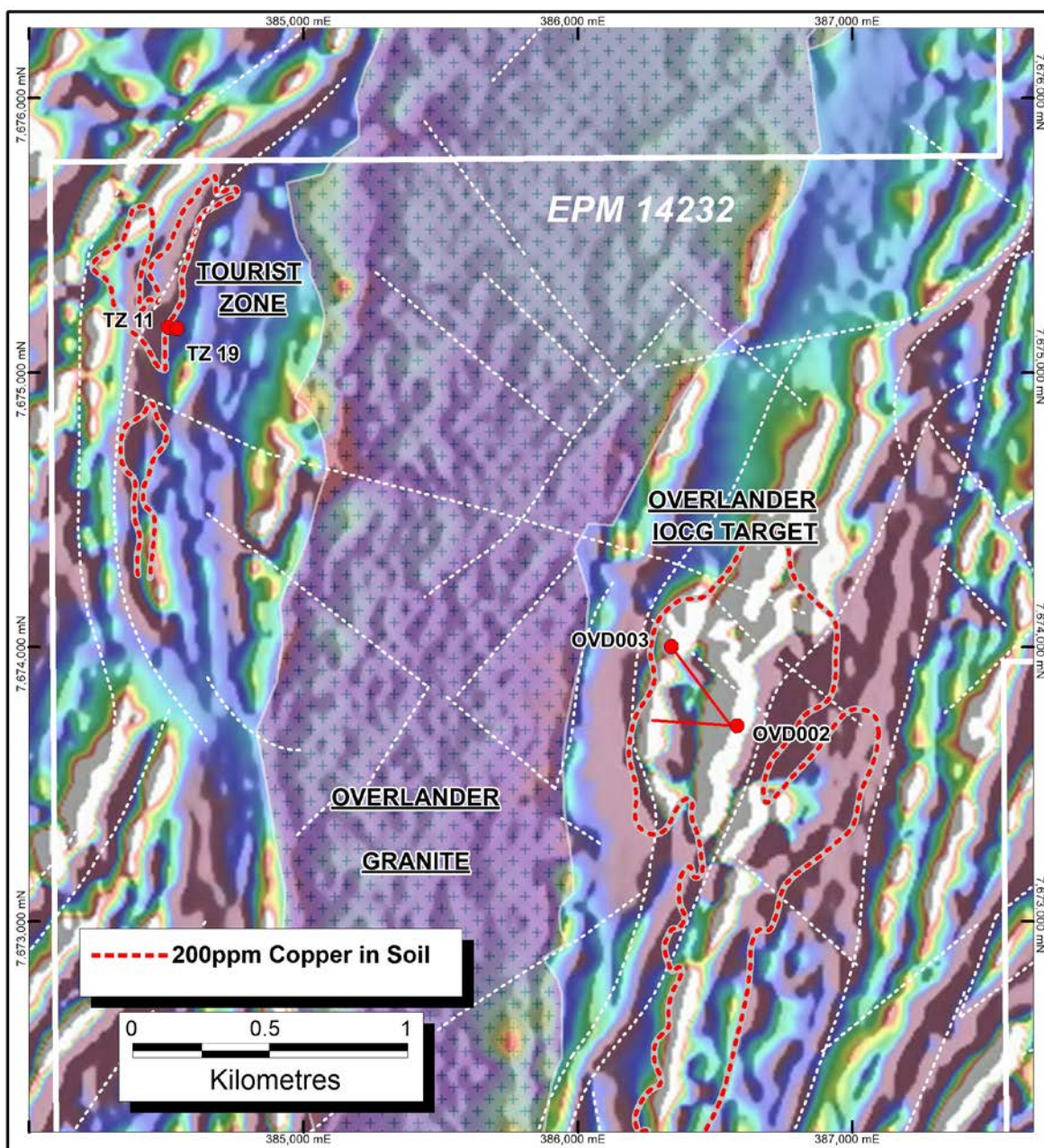
The drill core is currently being logged and cut prior to submittal for analysis. Both holes displayed broad zones of strong magnetite, chlorite and “red-rock” alteration with zones of disseminated sulphides. A decision on further drilling will be made after the assay results for the first two holes are assessed.

Work is underway at a separate zone of copper-gold mineralisation (Tourist Zone). The prospect is located 2 kilometres to the west of Overlander in a corresponding geological position to Overlander (but west of the Overlander Granite).

Drilling by a previous explorer at the Tourist Zone returned results including:

- 26 metres at 1.04% Cu and 0.24g/t Au including **14 metres at 1.47% Cu and 0.44g/t Au** in TRC-11 and
- 35 metres at 1% Cu and 0.18g/t Au including **20 metres at 1.37% Cu and 0.29g/t Au** in TRC-19.

A program of geological mapping, gravity and magnetics is in progress. Copper mineralisation observed to date occurs in mineralised marble/limestone, silica breccia and red-rock altered magnetite breccia.



Overlander Magnetic and Gravity Imagery showing the relative position of Overlander and Tourist Zone



Dronfield

The Dronfield geophysical anomalies are located 25 kilometres southeast of Overlander on EPM 18084, which is subject to a farm-in agreement with Kabiri Resources Pty Ltd. Hammer has the right to earn up to an 80% interest in EPM 18084 from Kabiri by spending \$250,000 on exploration.

Geological mapping, gravity and magnetic surveys identified three potential IOCG targets at Dronfield. These targets are located within the Williams Granite, an intrusive body, which is spatially associated with IOCG mineralisation at Ernest Henry and Selwyn.

The western and eastern geophysical targets were chosen for further investigation utilising NEWDAS - The Newmont Distributed IP Data Acquisition System. The western and eastern targets were surveyed in July and September respectively. The results of the western target NEWDAS survey and the resulting joint geophysical inversion are now available.

The survey outlined the presence of a structurally controlled chargeable zone. This zone located along a conductive axis potentially represents sulphide mineralisation located within a fault or alteration zone.

The data from the second survey is currently being processed. It is now considered likely that drilling will be undertaken in 2017 after the wet season.

Future Activities at Mount Isa

Under the Farm-in and Joint Venture Agreement with Newmont, logging and assaying will be finalised on the two diamond holes completed at Overlander. Processing of the second NEWDAS geophysical survey should complete the 2016 data acquisition activities at Dronfield. It is anticipated that on completion of the data processing and interpretation, the copper-gold targets will progress to the drilling stage. Mapping, gravity and magnetic surveys are to be completed at the Tourist Zone west of Overlander.

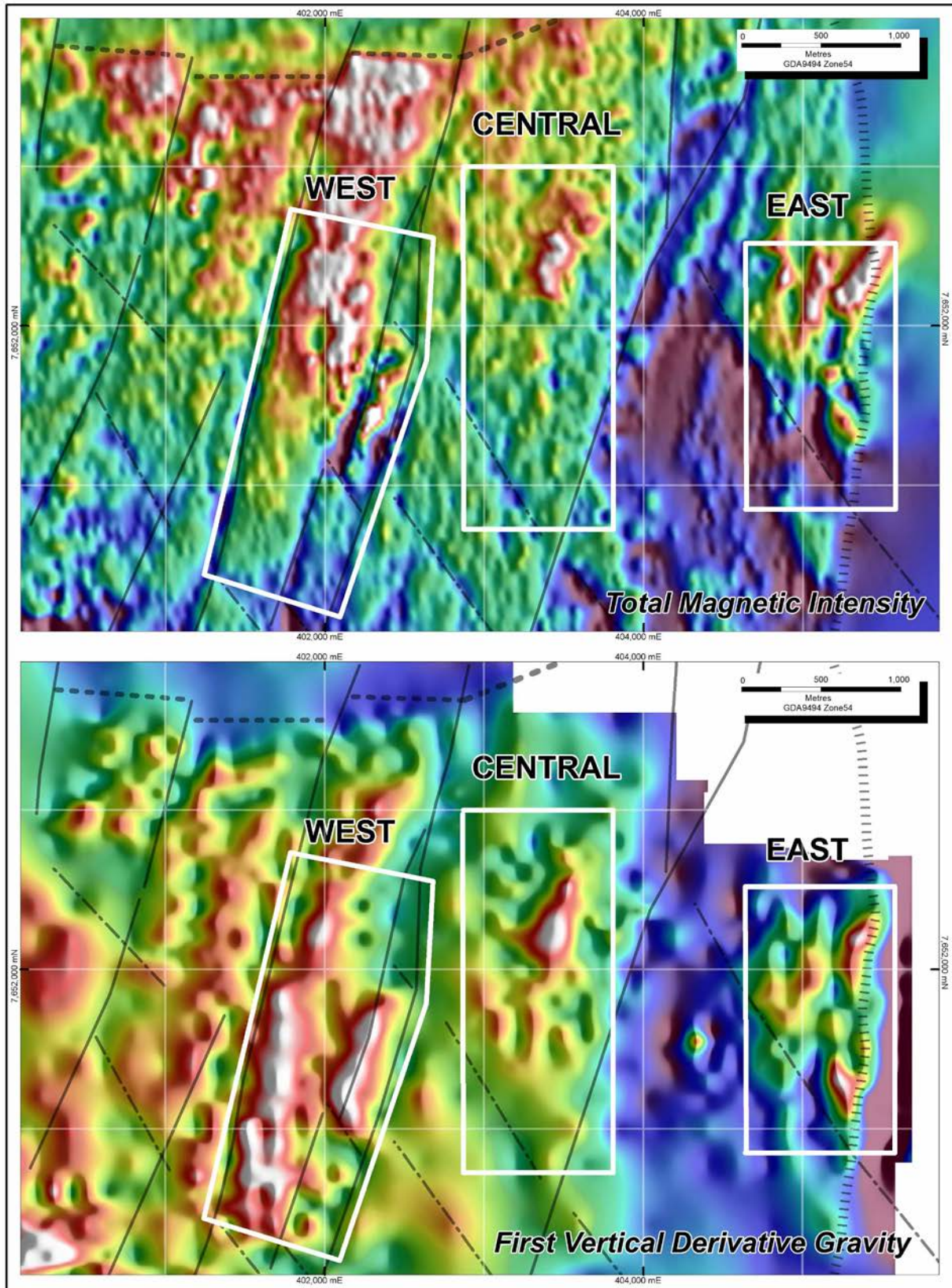
At Hammer's 100%-owned Millennium project QA/QC work will be completed and geological and mineralisation models prepared. Petrology and mineral liberation analysis will also be undertaken on a range of the mineralised drill samples. A maiden resource estimate is expected to be completed by the end of the year.

Drill targets have now been finalised at Hammertime, Kalman West and Kalman South however the timing on when these will be drilled will depend on the weather and availability of personnel.

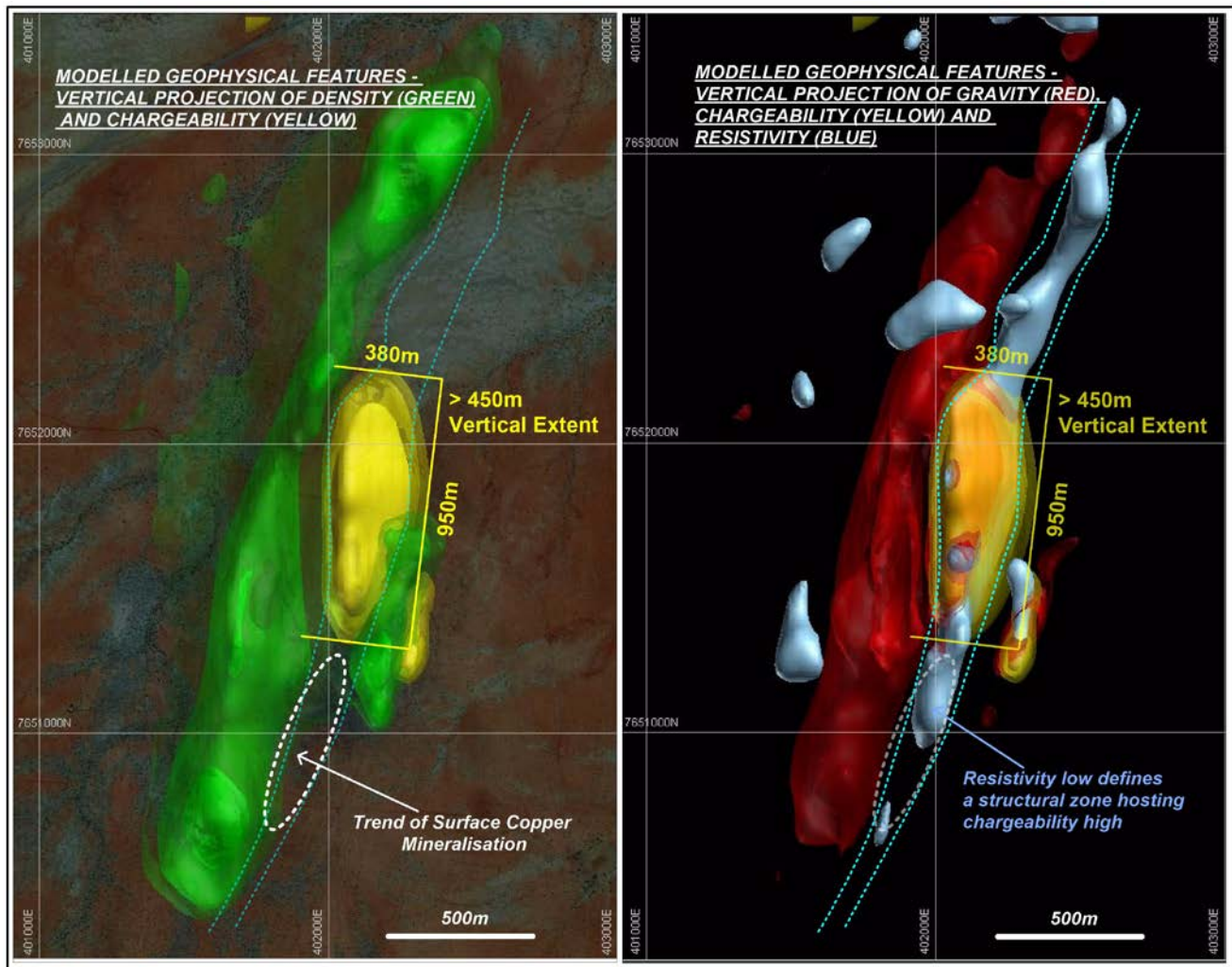
In addition, Hammer will undertake a detailed airborne VTEM Max (Versatile Time Domain EM) and magnetic survey over a 23 kilometre strike length of the Pilgrim Fault corridor extending from China Wall in the north to Python in the south. The objective of the survey, forecast to be flown in November, is to detect sulphide accumulations similar to the high grade Kalman South copper-gold mineralisation elsewhere along the fault zone. The survey will also be extended to cover the Hammertime and Kalman West prospects.

A geological consultant is currently undertaking a comprehensive data compilation exercise for a defined area surrounding Hammer's Mount Isa project. The objective is to identify and capture data from previous exploration activities that are not yet in the Company's (or the Government's) databases and ensure all significant information and results are recognized and assessed.

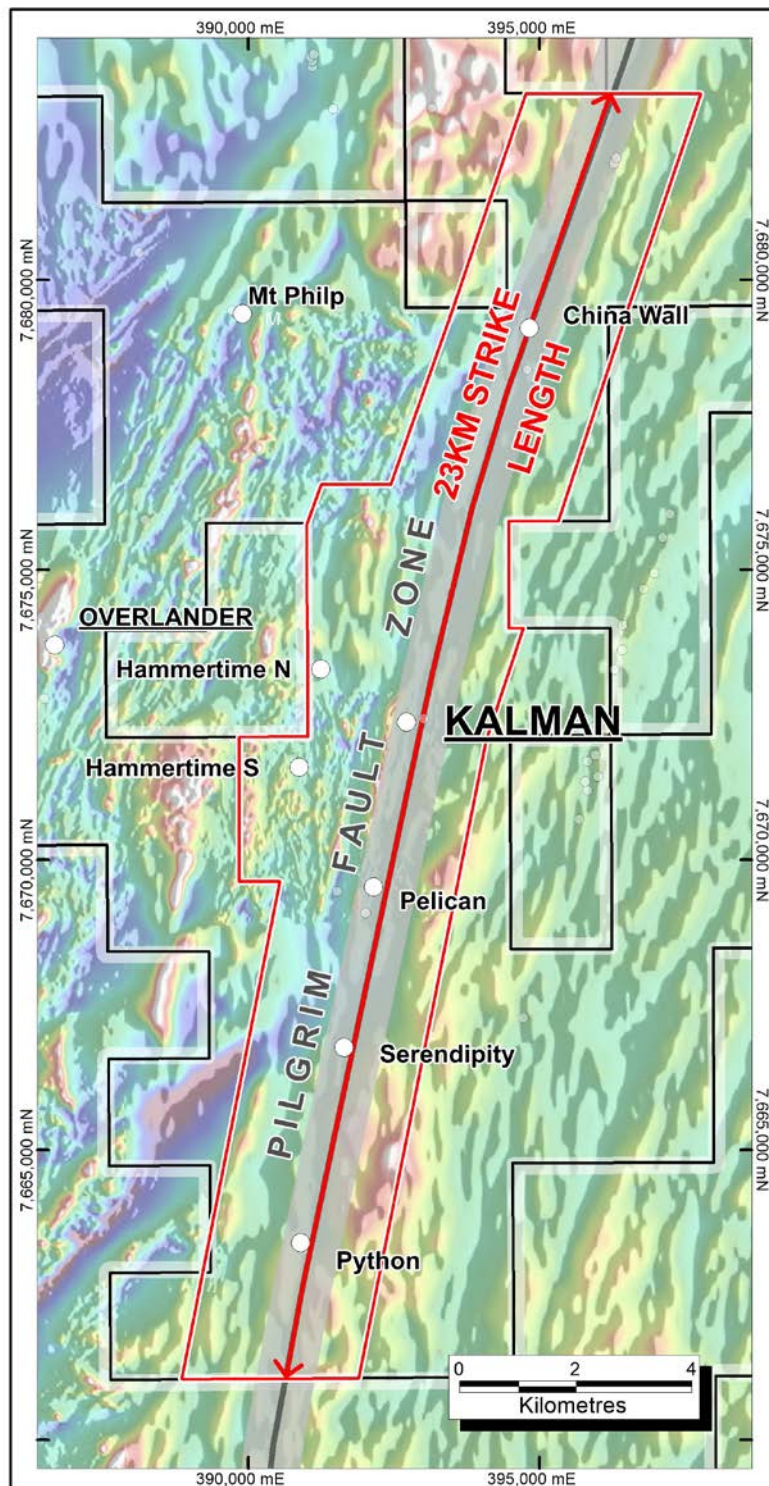
Hammer's regional targeting exercise is ongoing. New targets identified to date but held by other parties and will be opportunistically acquired if they become available.



West, Central and Eastern IOCG Targets at Dronfield are derived from a combination of gravity and magnetic imagery



Western Anomaly – Summary of the modelled geophysical features from the NEWDAS survey and the subsequent Joint geophysical inversion



Pilgrim Fault VTEM Survey

OTHER PROJECTS

No field work was completed on the other projects.

Hammer Metals Limited. ABN 87 095 092 158

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CORPORATE

The Company held \$4.14 million on deposit at the end of the quarter.

On August 1st 2016 the Company confirmed the allotment and issue of 32,200,000 ordinary shares to sophisticated investors at \$0.07 to raise \$2,250,000 (before costs). The placement was made pursuant to the Company's placement capacity under listing rules 7.1 and 7.1A. Resource Capital Fund VI L.P. participated in the Placement for an amount of \$1,750,000.

The Company exercised its option to convert the Convertible Note held by Deutsche Rohstoff AG (and balance of interest) to share capital by the issue of 11,374,711 shares.

The number of shares currently on issue is 197,059,674.

- ENDS -

For further information, please contact:

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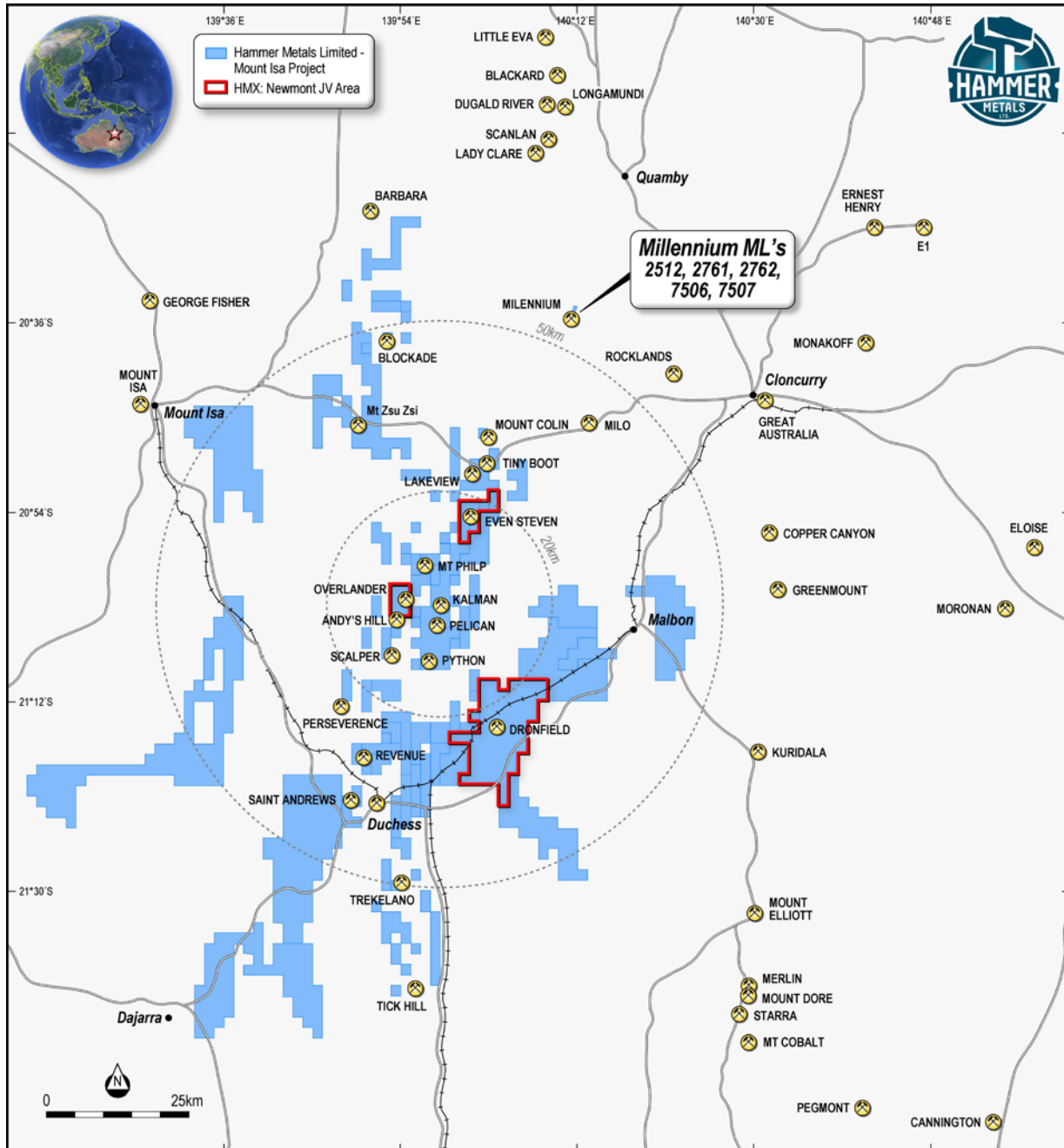
or visit our website www.hammermetals.com.au

Hammer Metals Limited (ASX:HMX), is an advanced exploration company with a major land position (2600km²) in the Mount Isa Mineral Province in NW Queensland. The tenement package is sandwiched between several large resource houses including Glencore, BHP and Chinova. Hammer is focused on developing base and precious metal resources in the district through well-targeted exploration and project acquisition activities.

Competent Person's Statement

The information in this report as it relates to exploration results and geology was compiled by Mr. Mark Whittle, who is a Member of the AusIMM, a consultant to the Company and a shareholder and option holder. Mr. Mark Whittle has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Whittle consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Where references are made to previous ASX announcements relating to Mineral Resource Estimates, Exploration results and updates provided to the market, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and all material assumptions and technical parameters underpinning those announcements continue to apply and have not materially changed.



Mount Isa Project



Tenement Interests at the End of September 2016 as per Listing Rule 5.3.3

PROJECT	TENEMENT	STATUS	INTEREST AT END OF QUARTER	ACQUIRED DURING QUARTER	COMMENT
Pilbara Iron Ore - WA	E08/1997	Granted	100%	No	Converting to Retention Licence
Golden Peaks - QLD	EPM 15810	Granted	100%	No	Can earn 60% from Perilya Limited
Mt Isa Project - QLD	EPM 13870	Granted	100%	No	Subject to a 2% NSR
	EPM 14232	Granted	100%	No	
	EPM 15972	Granted	100%	No	
	EPM 16726	Granted	100%	No	
	EPM 16987	Granted	100%	No	
	EPM 17453	Surrendered	0%	No	
	EPM 17762	Granted	100%	No	
	EPM 18084	Granted	0%	No	Can earn 80% from Kabiri Resources Pty Ltd
	EPM 18116	Granted	100%	No	
	EPM 18320	Surrendered	0%	No	-
	EPM 19783	Granted	100%	No	
	EPM 19784	Granted	100%	No	
	EPM 25145	Granted	100%	No	
	EPM 25369	Granted	100%	No	
	EPM 25425	Granted	100%	No	
	EPM 25486	Granted	100%	No	
	EPM 25523	Granted	100%	No	
	EPM 25666	Granted	100%	No	
	EPM 25686	Granted	100%	No	
	EPM 25777	Granted	100%	No	
	EPM 25866	Granted	100%	No	
	EPM 25867	Granted	100%	No	
	EPM 25892	Granted	100%	No	
	EPM 25997	Granted	100%	No	
	EPM 26126	Application	100%	No	
	EPM 26127	Application	100%	No	
	EPM 26128	Application	100%	No	
	EPM 26130	Application	100%	No	
	EPM 26172	Application	100%	No	
	EPM 26306	Application	100%	Yes	
	ML 2512	Granted	100%	No	
	ML 2761	Granted	100%	No	
	ML 2762	Granted	100%	No	
	ML 7506	Granted	100%	No	
	ML 7507	Granted	100%	No	

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, 01/05/13, 01/09/16

Name of entity

HAMMER METALS LIMITED

ABN

87 095 092 158

Quarter ended ("current quarter")

30 SEPTEMBER 2016

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(805)	(805)
(b) development	-	-
(c) production	-	-
(d) staff costs	(11)	(11)
(e) administration and corporate costs	(126)	(126)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	4	4
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – exploration expenditure relating to farm-in	(344)	(344)
1.9 Net cash from / (used in) operating activities	(1,282)	(1,282)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	30	30
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other – Cash calls received from farm-in partner	757	757
2.6	Net cash from / (used in) investing activities	787	787
3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	2,250	2,250
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(36)	(36)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	2,214	2,214
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,427	2,427
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,282)	(1,282)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	787	787
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,214	2,214
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	4,146	4,146

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	1,108	1,872
5.2 Call deposits	2,020	20
5.3 Bank overdrafts	-	-
5.4 Other – JV bank account	1,018	535
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,146	2,427

6. Payments to directors of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	86
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	
Directors remuneration payments	

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	612
9.2 Development	-
9.3 Production	-
9.4 Staff costs	16
9.5 Administration and corporate costs	80
9.6 Other – exploration relating to farm-in	494
9.7 Total estimated cash outflows	1,202

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	n/a	n/a	n/a	n/a
10.2 Interests in mining tenements and petroleum tenements acquired or increased	n/a	n/a	n/a	n/a

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



31 October 2016

Sign here:
(Company secretary)

Date:

Mark Pitts

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, 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. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.