

## ASX Announcement & Media Release

29 April 2016

# Quarterly Activities Report Quarter Ended 31 March 2016

### DIRECTORS

Simon O'Loughlin  
Non-Executive Chairman

Simon Taylor  
Non-Executive Director

Stephen Kelly  
Executive Director and Company Secretary

### SHARE INFORMATION

ASX Code: CHZ

Issued Capital:

119,333,598 Fully Paid Shares

7,100,000 Unlisted Options

### CONTACT INFORMATION

Registered Office:  
96 Stephens Road  
South Brisbane QLD 4101

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Chesser Resources Limited:  
ACN: 118 619 042

## Highlights

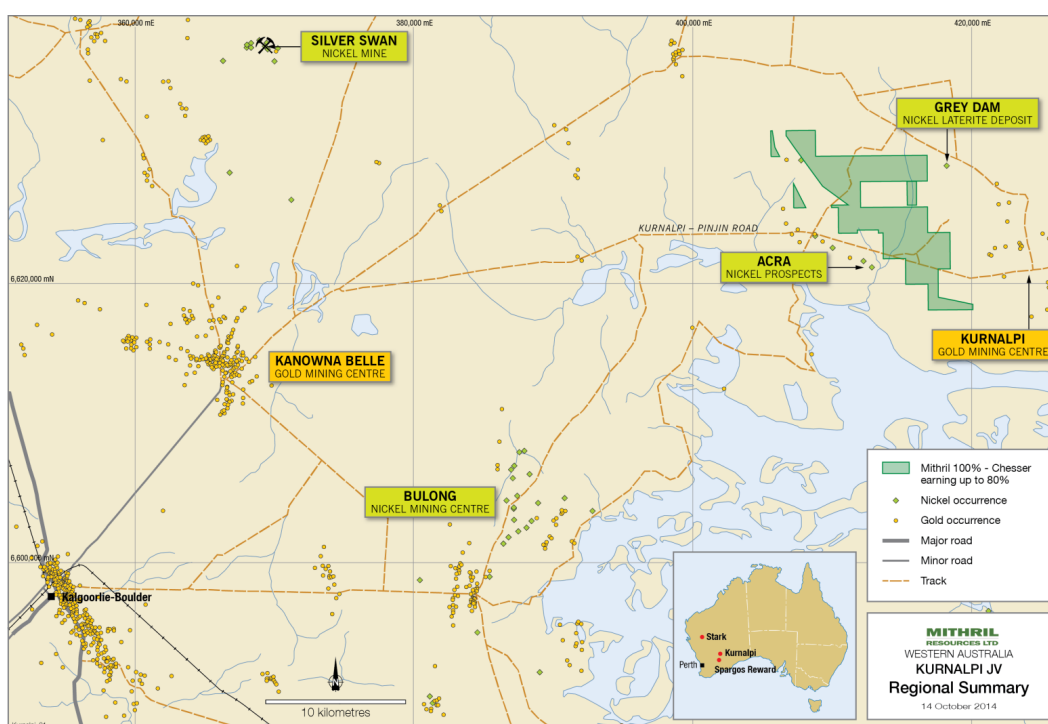
- Target generation activities have commenced at the Kurnalpi Nickel and Gold Project
- Simon O'Loughlin appointed Non-Executive Chairman following the resignation of Mr Gabriel Radzynski

### *Farm In Agreement for the Kurnalpi Nickel Project*

Chesser Resources Limited ("Chesser" – **ASX: CHZ**) is entitled to earn up to an 80% interest in two tenements (EL28/2506 and PL28/1271) located at Kurnalpi (*located 60 kilometres north east of Kalgoorlie, WA - Figure 1*) by reimbursing Mithril's tenement acquisition costs and completing exploration expenditure of \$250,000 over 4 years.

The Kurnalpi Project tenements are both wholly-owned by Mithril and cover Archaen ultramafic / mafic sequences which are prospective for both nickel sulphide and lode gold mineralisation.

The Company has been working together with Mithril to develop an exploration strategy for the Kurnalpi Project and has commenced target generation activities on the project which is expected to be completed in the June 2016 Quarter.



**Figure 1: Kurnalpi Project Location Plan**

The table below presents a summary of the Company's Indicative Exploration Strategy and budget for the Kurnalpi Project which remains conceptual in nature pending completion of the data compilation and target generation activities that are currently in progress.

Item	Commencement	Completion	Indicative budget
Data Compilation and Target generation	December 2015	June 2016	\$15,000
Reconnaissance field work - targets	June 2016	July 2016	\$20,000
Geophysical Programs – EM Surveys	August 2016	September 2016	\$15,000
RAB and/or Aircore based on targets	October 2016	December 2016	\$250,000
RC and / or diamond drilling	March 2017	June 2017	\$400,000
Interpretation and analysis of results of program and development of strategy for next phase of the program	July 2017	December 2017	\$50,000
Corporate support and Administration	November 2015	December 2017	\$1,250,000
<b>Total indicative budget</b>			<b>\$2,000,000</b>

It is noted that the above budget is indicative only and the actual activities and expenditure undertaken may vary depending on results.

### ***Resignation of Mr Gabriel Radzynskiy as Non-Executive Chairman***

Mr Gabriel Radzynskiy tendered his resignation as the Company's Non-Executive Chairman to enable him to focus on other business interests.

The Directors wish to thank Mr Radzyninskiy for his contribution to the Board during his tenure as a Director.

The Board resolved to appoint Mr Simon O'Loughlin as the Company's Non-Executive Chairman.

### ***Future Strategy***

In addition to the Company's investment in the Mithril JV, the Chesser Board is continuing to review other investment opportunities that are available to the Company. The focus of this review is identify investment opportunities that meet the Company's investment criteria and is not restricted to specific sectors or industries.

### **SCHEDULE OF MINING TENEMENTS**

As at 31 March 2016, the Company did not have an interest in any mining tenements.

Further information is available at: [www.chesserresources.com.au](http://www.chesserresources.com.au) or by calling:

**Stephen Kelly, Company Secretary**

**+61 7 3844 0613**

# Appendix 5B

## Mining 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

Name of entity

Chesser Resources Limited

ABN

ACN 118 619 042

Quarter ended ("current quarter")

31 March 2016

## Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(11)	(33)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(89)	(365)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	15	24
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
	<b>Net Operating Cash Flows</b>	<b>(85)</b>	<b>(374)</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>(85)</b>	<b>(374)</b>

		Current quarter \$A'000	Year to date \$A'000
1.13	Total operating and investing cash flows (brought forward)	(85)	(374)
	<b>Cash flows related to financing activities</b>		
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 – payments under equal access buy back	-	(3,487)
	<b>Net financing cash flows</b>	-	(3,487)
	<b>Net increase (decrease) in cash held</b>	(85)	(3,861)
1.20	Cash at beginning of quarter/year to date	4,128	7,888
1.21	Exchange rate adjustments to item 1.20	-	16
1.22	<b>Cash at end of quarter</b>	4,043	4,128

### 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	58
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	
	Payment of Director's fees to Non-Executive Directors and salaries and contracting fees paid to the Executive Director who is also the Company's Company Secretary and Chief Financial Officer.	

## 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

Nil
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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
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## 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	NIL	NIL
3.2 Credit standby arrangements	NIL	NIL

## Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	25
4.2 Development	-
4.3 Production	-
4.4 Administration	73
<b>Total</b>	<b>98</b>

## 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	4,043	4,128
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>		<b>4,043</b>	<b>4,128</b>

## Changes in interests in mining tenements

		Tenement reference	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	NIL	NIL		
		NIL	NIL		
6.2	Interests in mining tenements acquired or increased	NIL	NIL		

## 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	Amount paid up per security) (cents)
7.1	<b>Preference securities</b> (description)	NIL	NIL	NIL	NIL
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	NIL	NIL	NIL	NIL


		Total number	Number quoted	Issue price per security	Amount paid up per security) (cents)
7.3	<b>+Ordinary securities</b>	119,333,598	119,33,598		Fully paid
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	NIL NIL	NIL NIL	NIL NIL	NIL NIL
7.5	<b>+Convertible debt securities</b> (description)	NIL	NIL	NIL	NIL

		Total number	Number quoted	Issue price per security	Amount paid up per security) (cents)
7.6	Changes during quarter	NIL	NIL	NIL	NIL
	(a) Increases through issues	NIL	NIL	NIL	NIL
	(b) Decreases through securities matured, converted				
7.7	<b>Options</b> ( <i>description and conversion factor</i> )			<i>Exercise price</i>	<i>Expiry date</i>
		500,000		\$0.35	13/12/2016
		1,000,000		\$0.40	13/12/2016
		1,500,000		\$0.45	13/12/2016
		1,000,000		\$0.50	13/12/2016
		1,000,000		\$0.55	13/12/2016
		1,000,000		\$0.60	13/12/2016
		200,000		\$0.20	31/01/2017
		200,000		\$0.25	31/01/2017
		200,000		\$0.30	31/01/2017
		500,000		\$0.11	31/12/2016
7.8	Issued during quarter			<i>Exercise price</i>	<i>Expiry date</i>
7.9	Exercised during quarter	NIL	NIL	NIL	NIL
7.10	Expired during quarter	NIL		<i>Exercise price</i> NIL	<i>Expiry date</i>
7.11	<b>Debentures</b> ( <i>totals only</i> )	NIL	NIL		
7.12	<b>Unsecured notes</b> ( <i>totals only</i> )	NIL	NIL		



**Compliance statement**

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:   
Secretary

Date: 29 April 2016

Print name: Stephen Kelly