

ASX RELEASE

Friday 29 July 2016

QUARTERLY REPORT AND APPENDIX 5B FOR THE QUARTER ENDED 30 JUNE 2016

A-Cap Resources Limited ("A-Cap" or "the Company") (ASX: ACB) is pleased to provide its Quarterly Activities Report for the quarter ended 30 June 2016.

HIGHLIGHTS

- ▲ Approval of Letlhakane Uranium Project ("the Project") Environmental Impact Statement in May 2016;
- ▲ Provisional grant of Project surface rights;
- ▲ Continued progress in mining licence application;
- ▲ Undertaking resource modelling using LUC method across all Project deposits;
- ▲ Convertible note agreement to raise A\$5 million signed, but did not proceed;
- ▲ Underwritten non-renounceable rights issue to raise approximately A\$4 million announced in July 2016.

QUARTERLY ACTIVITIES

In the March 2016 quarterly report A-Cap reiterated that the Company is focussed on progressing the Environmental Impact Assessment approval (EIS) and mining licence application (MLA) with both the Department of Environmental Affairs (DEA) and the Department of Mines (DOM) respectively. Having advanced the EIS to a public review process as required by the Environmental Act 2011, A-Cap is pleased to confirm that in May 2016 the DEA formally approved the Project's EIS, thereby confirming that the Company has adequately identified and assessed anticipated impacts associated with our uranium project. This important milestone is the culmination of extensive work carried out since 2009, ensuring the highest standards have been adopted in preparing the EIS.

Following the approval of the EIS, in June 2016 the Mmadinare Sub Land Board granted provisional surface rights over the 144sqm area covering the Letlhakane Uranium Project. The surface rights are provisional upon compensation for the affected land rights holders in the area being resolved. Management continues to make good progress with the MLA, engaging in positive discussions with the DOM in facilitating the assessment process.

A convertible note agreement was entered into on 20 June 2016 between A-Cap and Jiangsu Chixiang Precision Gear Co., Ltd (Jiangsu Chixiang) to raise A\$5 million, securing the Company financially to continue important resource optimisation work, and to be in a position to hit the ground running with the feasibility work programmes to take the Project to early production. The convertible note agreement was terminated on 4 July 2016 by the parties given Jiangsu Chixiang could not comply with its obligations under the convertible note agreement as a result of a determination made by the State Administration of Foreign Exchange, Yancheng Branch that the convertible note investment was not approved.

On 12 July A-Cap announced a capital raising of approximately A\$4 million by way of a fully underwritten non-renounceable rights offer to shareholders of approximately 113,636,364 new ordinary shares on the basis of 1 new ordinary share in the Company for every 6.48 ordinary shares held on 2 August 2016.

On the 5th October 2015, A-Cap announced a new global resource estimate utilising Localised Uniform Conditioning which takes into account mining and grade control selectivity. A-Cap is currently undertaking further work in assessing the implications of the new resource estimate on resource optimisations. Initial optimisations are encouraging and further work has been prioritised.

LETLHAKANE URANIUM PROJECT

The Letlhakane Uranium Project is one of the world's largest undeveloped Uranium Deposits. The Project lies adjacent to Botswana's main North-South infrastructure corridor that includes a sealed all-weather highway, railway line and the national power grid, all of which make significant contributions to keeping the capital cost of future developments low.

The project has the distinct advantage of having all the major infrastructure in place and is one of the few major undeveloped uranium projects in the world capable of being in production in 3 years at a low capital cost and competitive operating costs in a safe and stable jurisdiction. The strategy is to prepare the project for early development to enable the Company to fully capitalise on an expected recovery in the uranium price.

Mining Licence Application, Technical Study

In August 2015 A-Cap submitted the Mining Licence application for PL 45/2004 (Letlhakane) to the Botswana Department of Mines. The application was based on the results of a technical study and financial modelling. The technical study was based on shallow open pit mining and heap leach processing to produce up to 3.75 million pounds of uranium per annum over a mine life of 18 years, incorporating the most up to date metallurgical results and process route, optimised mineral resources, mining, capital and operating costs developed by our feasibility specialists in Australia and internationally. The Botswana Department of Mines is examining the application. The tenure of PL45 was officially extended to ensure tenure continuity until 31st December 2016.

The technical study confirms that the Project has the right mix of a good resource, low capital and operating costs and is well positioned to be taken into early production, reaping the benefits of projected shortfalls in supply in the uranium market and forecast rising uranium prices.

The outcomes of the technical study were released to the market (refer ASX release 11th September 2015) which highlighted the following:

- ▲ Positive economics based on forecast uranium average contract price
- ▲ Initial construction CAPEX of US\$351 million
- ▲ Initial working capital of US\$40 million
- ▲ Pre-tax NPV of US\$383 million at a discount rate of 8% and IRR of 29%
- ▲ Operating costs of US\$35/lb U₃O₈ over first 5 years, approximately \$40/lb U₃O₈ over 18-year process life.

The technical study and financial modelling was completed with the assistance and in collaboration with a world-class team of consultants including Optiro, Cube Consulting, SLR Consulting (South Africa), Kappes Cassiday & Associates, OMC Hydromet and Lycopodium Minerals Pty Ltd.

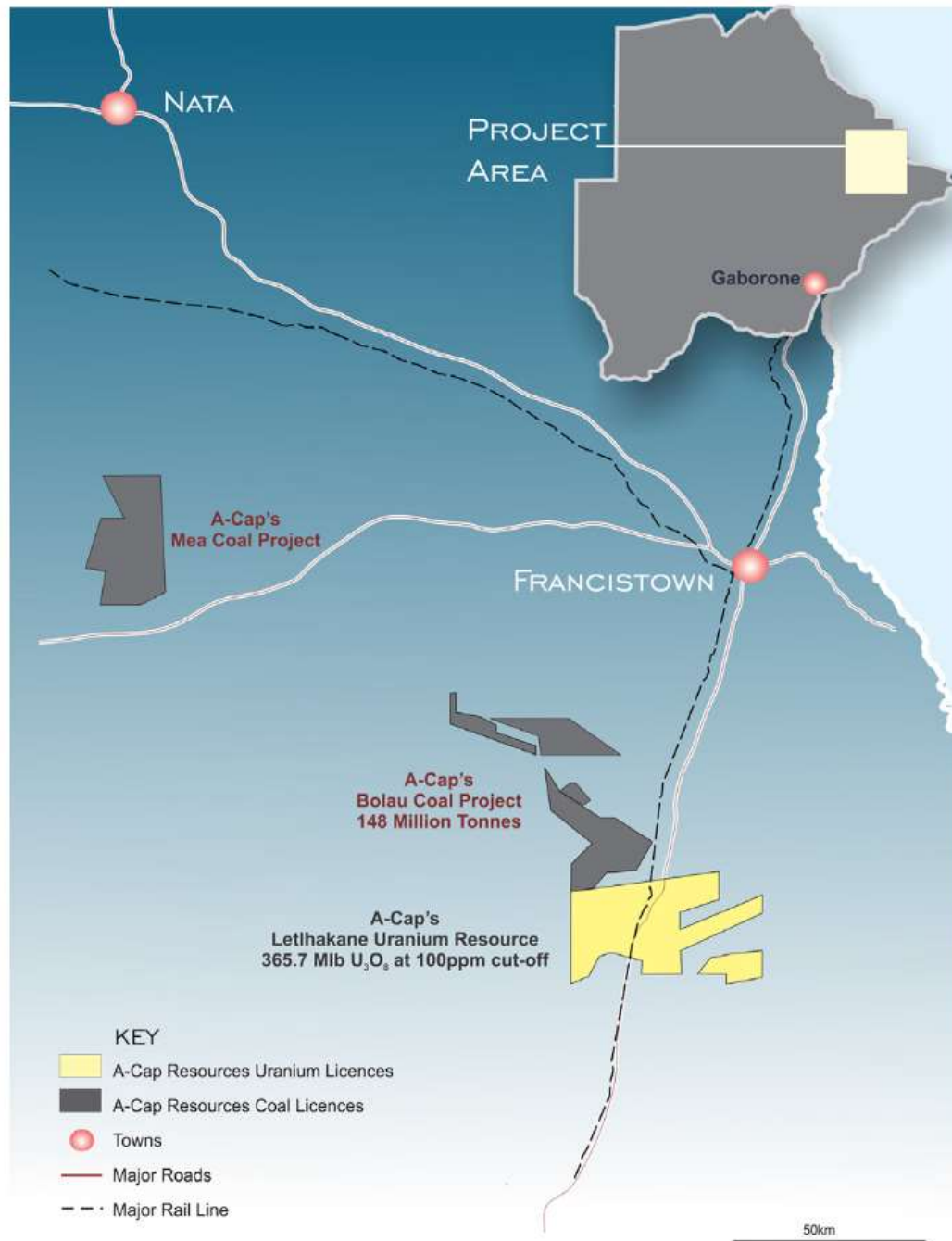


Figure 1: Location of A-Cap's major projects

The key parameters for the project are summarised in Table 1 below.

Project Economics		Pre-tax	Post-tax
NPV (\$US)		383M	240M
IRR (%)		29%	24%
Pay-back period from start of production	(yrs)	3	
CAPITAL COSTS (\$US)			
Construction		351M	
WORKING CAPITAL (\$US)		40M	
INPUTS & ASSUMPTIONS			
Price of Uranium (flat price over LOM) (U ₃ O ₈ \$US/lb)		\$81	
Discount Rate		8%	
Life of Mine (LOM) (yrs)		18	
PROJECT SUMMARY			
Average Mining Cost (\$US/lb)		\$18	
Average Processing Cost (\$US/lb)		\$23	
CASH FLOWS			
Total Revenue (\$US)		\$3,499M	
Project Cash Flow (\$US)		\$841M	\$549M

Table 1: Summary of outcomes of the technical study

The Technical Study results and production targets reflected in this announcement are preliminary in nature as conclusions are drawn partly from indicated mineral resources and partly from inferred mineral resources. The Technical Study is based on lower level technical and economic assessments and is insufficient to support estimation of ore reserves or to provide assurance of an economic development case at this stage, or to provide certainty that the conclusions of the Technical Study will be realised. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised.

Resources

A-Cap announced on the 2nd October 2015 a new JORC Mineral Resource Upgrade at Letlhakane completed by Optiro Pty Ltd, an independent expert. The updated resource uses a recoverable resource methodology which takes into account the proposed Standard Mining Unit (SMU). The SMU is defined by the proposed mining method utilising surface miners and the proposed grade control system using in-pit surface gamma radiation measurements.

The Localised Uniform Conditioning (LUC) estimate best reflects the mining methodology envisaged, taking into account the surface miners selective mining capability combined with the proposed grade control methodology. The accurate mining characteristics of surface miners and the ability to measure the gamma radiation on the surface during mining will ensure the optimum grade delivery to the process heap. The SMU of 20m x 4m x 0.25m forms the basis for the LUC estimation. Historic resource estimations were more reflective of conventional open pit mining and therefore had averaged resource data into blocks of bigger mining panels which smoothed or averaged the grade data.

Uniform conditioning (UC) and LUC is used for assessing recoverable resources inside a mining panel when the drill spacing does not provide sufficient coverage for direct grade estimation at the SMU scale. UC provides the proportion of SMUs inside a panel that are above cut-off and its corresponding average grade. LUC takes the UC result and spatially corrects the blocks making it more suited to extraction and optimisation studies.

The global resource estimate is as follows:

Cut-off (U ₃ O ₈ ppm)	Total Indicated			Total Inferred			Global Total		
	Mt	U ₃ O ₈ (ppm)	Contained U ₃ O ₈ (Mlbs)	Mt	U ₃ O ₈ (ppm)	Contained U ₃ O ₈ (Mlbs)	Mt	U ₃ O ₈ (ppm)	Contained U ₃ O ₈ (Mlbs)
100	197.1	197	85.5	625	203	280.1	822.1	202	365.7
200	59.2	323	42.2	209.7	321	148.2	268.9	321	190.4
300	22.2	463	22.7	81.6	446	80.3	103.8	450	102.9

Table 2 - 2015 Mineral resource estimates for ALL DEPOSITS at various U₃O₈ cut-offs

The 2014 drilling programmes targeted the early optimised shells which typically represents the earliest production potential. Previous results as reported to the ASX during 2014 (August 27th and December 15th) highlighted some of the better grade intersections which would come early on in the potential production sequence. The results of the drilling programme increased confidence in these early production areas within Letlhakane, namely Kraken, Gorgon South and Serule West. The global resource area is 14km long and 11km wide and is divided into the aforementioned main prospect areas. The Letlhakane Uranium Project is divided into prospect areas as defined in the table below:

At a 200 ppm U₃O₈ cut-off the resource by prospect is:

2015 Mineral resource estimate for the Gojwane and Serule deposits - 200 ppm U ₃ O ₈ cut off (LUC)											
Ore Type	Deposit	Prospect	Indicated			Inferred			Total		
			Mt	U ₃ O ₈ ppm	U ₃ O ₈ Mlbs	Mt	U ₃ O ₈ ppm	U ₃ O ₈ Mlbs	Mt	U ₃ O ₈ ppm	U ₃ O ₈ Mlbs
Secondary	Gojwane	Gorgon Main/West									
		Mokobaesi	2.0	371	1.6				2.0	371	1.6
		Kraken	0.1	261	0.0	0.0	202	0.0	0.1	261	0.0
		Total Secondary	2.1	367	1.7	0.0	202	0.0	2.1	367	1.7
Oxide	Gojwane	Gorgon Main/West	6.1	313	4.2	9.3	280	5.7	15.4	293	10.0
		Mokobaesi	3.4	365	2.7				3.4	365	2.7
		Kraken	3.9	310	2.6	0.7	280	0.4	4.5	306	3.1
		Gorgon South	4.4	323	3.1	2.6	292	1.6	7.0	312	4.8
	Serule	Serule East				0.5	246	0.3	0.5	246	0.3
		Serule West	0.4	302	0.2	11.7	322	8.3	12.1	322	8.6
		Total Oxide	18.1	324	13.0	24.8	301	16.4	42.9	311	29.4
Primary	Gojwane	Gorgon Main/West	15.4	280	9.5	98.2	313	67.7	113.5	309	77.2
		Mokobaesi	0.5	359	0.4	0.3	330	0.2	0.8	347	0.6
		Kraken	7.7	350	5.9	1.0	349	0.8	8.7	349	6.7
		Gorgon South	12.1	337	9.0	22.8	309	15.5	34.9	319	24.5
	Serule	Serule East				0.4	259	0.2	0.4	259	0.2
		Serule West	3.3	376	2.8	62.4	345	47.4	65.7	346	50.2
	Total Primary	39.0	321	27.5	185.0	323	131.8	223.9	323	159.4	
		Total	59.2	323	42.2	209.7	321	148.2	268.9	321	190.4

Table 3 – 2015 LUC resource estimate at 200ppm cut-off.

A drill spacing study comparison completed by Perth-based resource specialists Optiro on the Kraken deposit confirmed that at a starting drill spacing of 200m by 200m, the change of contained metal is within +/-10% when drilled down to 100m by 50m drill spacing. The current criteria for inferred resources is nominally greater than 100m by 100m drill spacing. A-Cap has confidence that the deposit will retain its mineralisation continuity when it is further drilled out.

Metallurgy and Process Design

The Process Design is based on a 2 stage acid heap leach route for all the primary, oxide and lower mudstone secondary ores with a modified solvent extraction system being the principal uranium recovery method. The process design and uranium recovery has some novel and innovative steps and two patents are under application. This will be an important step in protecting some of the advances the metallurgical study team have made in the uranium recovery process design on the project.

Mining

A-Cap is assessing the LUC resource in terms of mining optimisations. There are several aspects of the current work that aim to increase the grade by simulating the selective mining potential of surface miners. It is envisioned that the work will be completed in the next quarter and the results incorporated into further potential planned studies aimed to further improve the technical and economical outcomes of the Project.

Environmental and Social Impact Assessment (ESIA)

The Environmental Impact Statement (EIS, also referred to as Environmental and Social Impact Assessment (ESIA)) for the Letlhakane Uranium Project has been approved by the Botswana Department of Environment Affairs (DEA) in accordance with Section 12 (1a) of the Botswana Environmental Assessment Act, No.10, of 2011. This is a major milestone for A-Cap and its flagship Uranium Project, with the EIS approval being an important requirement in securing a mining licence.

A-Cap first commenced work on the environmental study in January 2009, finalising and submitting the report in April 2015. The study identified the overall environmental and social impacts associated with developing a uranium mine in Botswana. The EIS process and documentation was prepared by independent experts SLR Consulting (Africa) (Pty) Ltd (SLR), in conjunction with Botswana-based consulting firm Ecosurv (Pty) Ltd. SLR and Ecosurv completed a professional study process comprising of a screening phase, scoping phase and a detailed impact assessment / environmental management phase, conforming with best practice and IFC guidelines.

The DEA formally approved the EIS on 13 May 2016 following a four-week public review process pursuant to the Environmental Act 2011.

Surface Rights

At a meeting held on 6 June 2016, the Mmadinare Sub Land Board (operating through the Ngwato Land Board), who are mandated to allocate land in Serule, Botswana, granted A-Cap provisional surface rights over the 144sqkm area covering the Letlhakane Uranium Project. The surface rights are provisional upon compensation for the affected land rights holders in the area being resolved. A smaller area had already been granted in 2009 covering the northern areas of Kraken, Gorgon and Mokabaei. The combined area now covers the entire mining licence area under application.

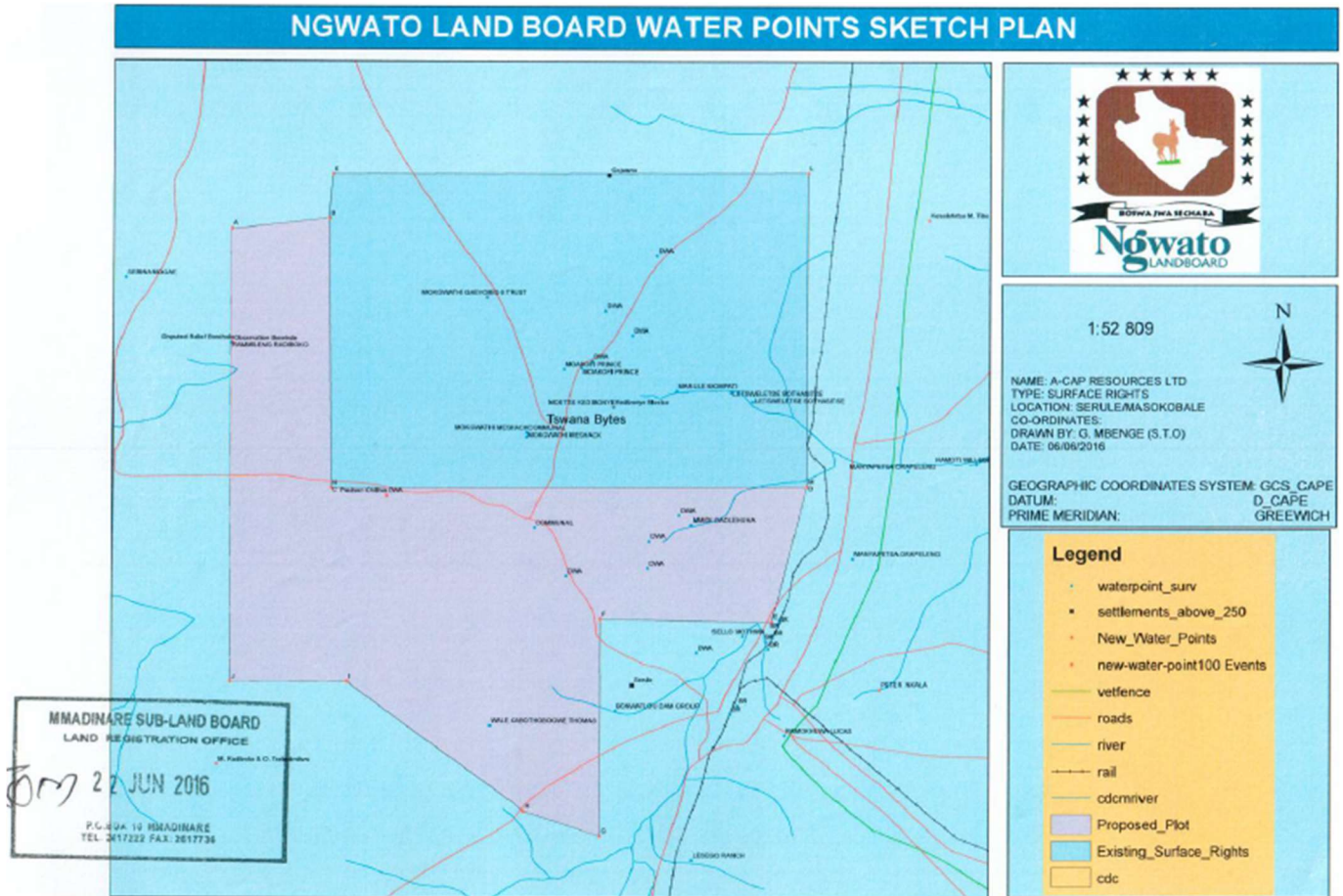


Figure 2: Project surface rights map

COAL PROJECTS

A-Cap's Coal projects consists of the Foley Coal Project (which comprises two PLS Foley PL125/2009 and Bolau PL138/2005) and the Mea Coal Project (PL134/2005). The Company is currently considering options to release value and monetise the coal tenement assets through joint venture participation, corporate re-organisation and assets sale. The exploration permits for each of the coal tenements have been extended to support the monetisation process.

BASE METALS

The base metal tenements overlay the inferred extents of the Kaapvaal Craton. The Kaapvaal Craton in South Africa is host to a number of platinum and PGEs, iron ore and manganese mines. Whilst ensuring A-Cap continues to meet our commitments in preserving these prospecting licences, A-Cap is currently considering options to release value and monetise these base metals tenements through joint venture participation and corporate re-organisation.

SCHEDULE OF INTEREST IN MINING TENEMENTS

Tenement	Location	Percentage Holding	Title Holder
Letlhakane PL 45/2004	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Mea PL 134/2005	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Bolau PL 138/2005	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Foley PL 125/2009	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Hukuntsi 002/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Hukuntsi 003/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Hukuntsi 004/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Werda 005/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Kokong 006/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Kokong 007/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Kokong 008/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Salajwe 009/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Salajwe 010/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Salajwe 011/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Jwaneng 012/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Jwaneng 013/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Sojwe 014/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd
Sojwe 015/2014	Botswana	100	A-Cap Resources Botswana (Pty) Ltd

CORPORATE

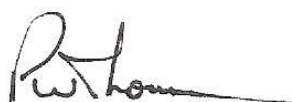
During the quarter ended June 2016:

- ▲ On 21 April 2016 3,986,534 ordinary shares were issued in lieu of director fees, consulting fees and wages;
- ▲ On 20 June 2016 A-Cap entered into a convertible note subscription deed with Jiangsu Chixiang to raise A\$ 5 million.

Following the end of the quarter:

- ▲ On 6 July 2016 A-Cap advised that the settlement of the convertible note was not approved by the State Administration of Foreign Exchange, Yancheng Branch, China which resulted in the convertible note agreement being terminated on 4 July 2016.
- ▲ On 12 July 2016 A-Cap announced that the board of directors had unanimously resolved to raise approximately \$4 million by way of a fully underwritten non-renounceable entitlement offer to shareholders of approximately 113,636,364 new ordinary shares on the basis of 1 new ordinary share in the Company for every 6.48 ordinary shares held on 2 August 2016 at an issue price of 3.52 cents per share;
- ▲ The prospectus for the non-renounceable entitlement offer was lodged on 26 July 2016. Shortly after the prospectus was revised with an issue price of 3.5 cents per share instead of 3.52 cents per share;
- ▲ On 29 July 2016 1,718,456 shares were issued in lieu of director fees and consulting fees.

At quarter end, the Company held cash totalling \$4,110,668.



Paul Thomson
CHIEF EXECUTIVE OFFICER

Competent person's statement

Information in this report relating to Mineral Resources is based on information compiled by Mr Ian Glacken, the Principal Consultant of Optiro Pty Ltd and a Fellow of the AusIMM. Mr Glacken has sufficient experience that 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 under the 2012 Edition of the Australasian Code for reporting of Exploration Results Mineral Resources and Ore Reserves. Mr Glacken consents to the inclusion of the data in the form and context in which it appears.

Information in this report relating to Uranium Exploration results, is based on information compiled by Mr Ashley Jones a full-time employee of A-Cap Resources Limited and a member of AusIMM. Mr Jones has sufficient experience that 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 under the 2012 Edition of the Australasian Code for reporting of Exploration Results Mineral Resources and Ore Reserves. Mr Jones consents to the inclusion of the data in the form and context in which it appears.

The information presented in this report related to coal resources is based on a geological model that was produced in October 2014. Mrs L. de Klerk (BSc, MSc, Pr.Sci. Nat No. 400090/08, GSSA). Mrs L. de Klerk is Managing Director and Geologist with DK Exploration and has determined coal resource estimates for PL125/2009. Mrs de Klerk has over 12 years industry experience involving modelling and assessing coal resources, which is sufficient relevant experience for the style of mineralisation and type of deposit under consideration and to the activity to which she 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". Mrs de Klerk consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Ends

For Further information contact:

Paul Thomson, A-Cap Resources

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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

A-CAP RESOURCES LIMITED

ABN

28 104 028 542

Quarter ended ("current quarter")

30 June 2016

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	(307)	(1,651)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(407)	(1,992)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	6	21
1.5	Interest and other costs of finance paid	-	(31)
1.6	Income taxes paid	-	-
1.7	Other (Receipt of ATO R&D tax credit)	-	963
Net Operating Cash Flows		(708)	(2,690)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(2)	(6)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(1)	(1)
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
Net investing cash flows		(3)	(7)
1.13	Total operating and investing cash flows (carried forward)	(711)	(2,697)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(711)	(2,697)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	5,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	1,000
1.17	Repayment of borrowings	-	(1,000)
1.18	Dividends paid	-	-
1.19	Other (cost of capital raising)	(2)	(411)
	Net financing cash flows	(2)	4,589
	Net increase (decrease) in cash held	(713)	1,892
1.20	Cash at beginning of quarter/year to date	4,822	2,217
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	4,109	4,109

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	(226)
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Director & Consulting fees, including expense reimbursements, paid to related entities

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

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 – see note below	2,000	-
3.2 Credit standby arrangements	-	-

Notes:

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	(678)
4.2 Development	-
4.3 Production	-
4.4 Administration	(650)
Total	(1,328)

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	341	655
5.2 Deposits at call	1,518	4,167
5.3 Bank overdraft	-	-
5.4 Other – Term Deposits	2,250	-
Total: cash at end of quarter (item 1.22)	4,109	4,822

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	-	-	-
6.2 Interests in mining tenements acquired or increased	N/A	-	-	-

* See chapter 19 for defined terms.

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	Preference securities (description)	NIL	NIL		
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	NIL	NIL		
7.3	+Ordinary securities	736,086,143	736,086,143		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	2,985,876 460,280 540,378 -	2,985,876 460,280 540,378 -	1.675 cents 1.784 cents 4.726 cents -	
7.5	+Convertible debt securities (description)	-	-	-	-
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options (description and conversion factor)	10,000 5,700,000	NIL NIL	Exercise price 80% of market value 9 cents	Expiry date On the day the employee ceases to be in the employ of the Company or subsidiary thereof. 15 December 2016
7.8	Issued during quarter	NIL	NIL	-	-
7.9	Exercised during quarter	NIL	NIL	-	-
7.10	Expired during quarter	NIL	NIL	-	-
7.11	Debentures (totals only)	NIL	NIL		
7.12	Unsecured notes (totals only)	NIL	NIL		

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 give a true and fair view of the matters disclosed.



Sign here:
(Company Secretary)

Date: 29 July 2016

Print name: NICHOLAS YEAK

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 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.