

## ASX Announcement & Media Release

29 July 2016

# Quarterly Activities Report Quarter Ended 30 June 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:  
Suite 1,  
47 Park Road  
Milton QLD 4064

T: + 61 7 3511 6570  
F: + 61 7 3369 3305  
E: [info@chesserresources.com.au](mailto:info@chesserresources.com.au)

Chesser Resources Limited:  
ACN: 118 619 042

## Highlights

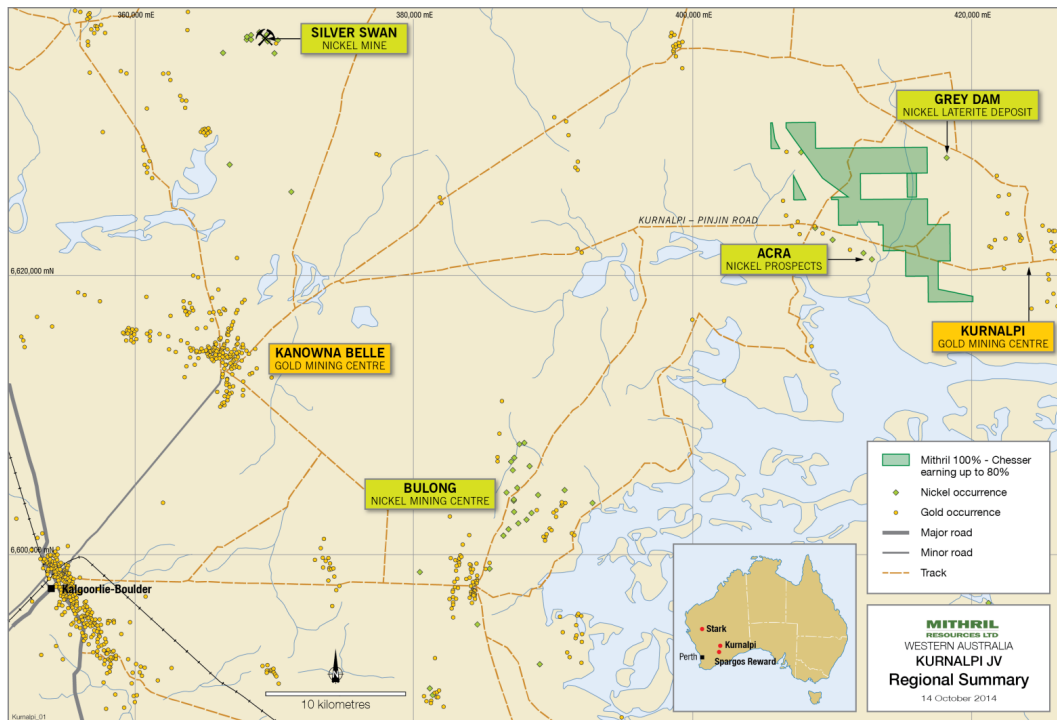
- Target generation activities have commenced at the Kurnalpi Project that is prospective for both nickel sulphide and lode gold mineralisation

### *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.

During the Quarter, Chesser field checked a number of gold and nickel sulphide targets that had been identified from a review of historical exploration data. At the time of writing, the results of the field work (including rock chip sampling) were awaited.



**Figure 1: Kurnalpi Project Location Plan**

### ***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 30 June 2016, the Company did not have an interest in any mining tenements.

# 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")

30 June 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	(10)	(43)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(86)	(451)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	17	55
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
	<b>Net Operating Cash Flows</b>	<b>(79)</b>	<b>(439)</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>(79)</b>	<b>(439)</b>

		Current quarter \$A'000	Year to date \$A'000
1.13	Total operating and investing cash flows (brought forward)	(79)	(439)
	<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>	(79)	(3,926)
1.20	Cash at beginning of quarter/year to date	4,043	7,888
1.21	Exchange rate adjustments to item 1.20	-	2
1.22	<b>Cash at end of quarter</b>	3,964	3,964

### 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	39
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
-----

- 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	NIL	NIL
3.2 Credit standby arrangements	NIL	NIL

## Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	23
4.2 Development	-
4.3 Production	-
4.4 Administration	85
<b>Total</b>	<b>108</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	3,964	4,043
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>3,964</b>	<b>4,043</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		
6.2	Interests in mining tenements acquired or increased	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	NIL	NIL	NIL	NIL
7.2	NIL	NIL	NIL	NIL

	Total number	Number quoted	Issue price per security	Amount paid up per security) (cents)
7.3	119,333,598	119,33,598		Fully paid
7.4	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL
7.5	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 July 2016

Print name: Stephen Kelly