Rule 5.3

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

CARBINE RESOURCES LIMITED

ABN

81 122 976 818

Quarter ended ("current quarter")
30 JUNE 2016

Consolidated statement of cash flows

		Current quarter	Year to date
Cash	flows related to operating activities	¢ 4/000	(6 months)
	Descipto francisco que dusta al	\$A'000	\$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(1,149)	(1,730)
	(b) development (c) production		-
	(d) administration	(199)	(315)
		(100)	(010)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature	18	36
	received		
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
	Net Operating Cash Flows	(1,330)	(2,009)
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects	_	-
1.0	(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)	-	-
	Net investing cash flows	-	-
1.13	Total operating and investing cash flows (carried forward)	(1,330)	(2,009)

⁺ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows	(1,330)	(2,009)
	(brought forward)		
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options,	500	1,250
	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 (provide details if material)	-	-
	Net financian cook flows	-	_
	Net financing cash flows		
	Net increase (decrease) in cash held	(830)	(759)
1.20	Cash at beginning of quarter/year to date	2,289	2,218
1.21	Exchange rate adjustments to item 1.20	-	-
4 00	Cook at and of supertor	1,459*	1,459
1.22	Cash at end of quarter		,

* Does not include \$930,000 R&D Rebate received July 2016

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	227
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payments to directors/director associates for director fees, salary, superannuation, company secretarial, accounting and other fees.

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

 A total of 1,170,000 ordinary shares at a total value of \$124,591 were issued to GR Engineering Services for payment of services.
- 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

⁺ See chapter 19 for defined terms.

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	-	-
3.2	Credit standby arrangements	-	-

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	1,647
4.2	Development	
4.3	Production	
4.4	Administration	420
	Total	2,067

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	359	189
5.2	Deposits at call	1,100	2,100
5.3	Bank overdraft		
5.4	Other (provide details)		
	Total: cash at end of quarter (item 1.22)	1,459	2,289

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				

⁺ See chapter 19 for defined terms.

6.2 Interests in mining tenements acquired or increased

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	157,020,727	157,020,727		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy- backs	165,512 579,687 424,801 3,333,333	165,512 579,687 424,801 3,333,333	\$0.0676 \$0.0830 \$0.1537 \$0.1500	\$0.0676 \$0.0830 \$0.1537 \$0.1500
7.5	+Convertible debt securities (description)	Nil	Nil		
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	$\begin{array}{c} 10,000,000\\ 10,000,000\\ 2,500,000\\ 2,500,000\\ 1,000,000\\ 1,000,000\end{array}$		Exercise price \$0.0496 \$0.10 \$0.065 \$0.10 \$0.0886 \$0.124	<i>Expiry date</i> 17 November 2017 17 November 2017 7 July 2018 7 July 2018 26 October 2018 26 October 2018
7.8	Issued during quarter				

⁺ See chapter 19 for defined terms.

7.9	Exercised during quarter		
7.10	Expired during quarter		
7.11	Debentures (totals only)		
7.12	Unsecured notes (totals only)		

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 /does not* give a true and fair view of the matters disclosed.

(Company secretary)

Sign here:

Print name: Oonagh Malone

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.

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