

Appendix 5B

Mining exploration entity and oil and gas exploration entity monthly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

South Pacific Resources Limited

ABN

073 099 171

Month ended ("current month")

31 August 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current Month \$A'000	Year to date (2 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(180) (105)	(339) (308)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material) BAS receipt		
Net Operating Cash Flows	(285)	(647)
Cash flows related to investing activities		
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)		
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(285)	(647)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(285)	(647)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	21	1,036
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 financing cash flows	21	1,036
	Net increase (decrease) in cash held	(264)	389
1.20	Cash at beginning of month/year to date	660	7
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of month	396	396

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current month \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	86
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 related parties include company secretarial, accounting, administration, office costs and office rental 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

During the month, 5,500,000 unlisted options were issued with an exercise price of 12 cents and expiry date of 3 August 2017 to brokers and consultants as part of the placement.

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 month

	\$A'000
4.1 Exploration and evaluation	150
4.2 Development	
4.3 Production	
4.4 Administration	100
Total	250

Reconciliation of cash

Reconciliation of cash at the end of the month (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current month \$A'000	Previous month \$A'000
5.1 Cash on hand and at bank	396	660
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of month (item 1.22)	396	660

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Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of month	Interest at end of month
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

Issued and quoted securities at end of current month

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		
7.2	Changes during month (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	+Ordinary securities	157,932,766	157,932,766	Fully paid
7.4	Changes during month (a) Increases through issues (b) Decreases through returns of capital, buy-backs	18,700,000	18,700,000	6 cents Fully paid
7.5	+Convertible debt securities (description)			

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7.6	Changes during month (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
	7,500,000 Unlisted Options	-	7.5 cents	19 February 2018	
	2,307,692 Unlisted Options	-	20 cents	21 November 2016	
	150,000 Unlisted Options	-	20 cents	25 November 2016	
	4,200,000 Unlisted Options	-	5 cents	31 December 2018	
	2,000,000 Unlisted Options	-	5 cents	24 February 2019	
	9,350,000 Unlisted Options	-	12 cents	3 February 2017	
	5,500,000 Unlisted Options	-	12 cents	3 August 2017	
7.8	Issued during month	9,350,000 Unlisted options	-	12 cents	3 February 2017
		5,500,000 Unlisted Options	-	12 cents	3 August 2017
7.9	Exercised during month	Nil			
7.10	Expired during month	4,500,000	-	20 cents	19 August 2016
7.11	Debentures (totals only)	Nil			
7.12	Unsecured notes (totals only)	Nil			

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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: Date: 7 September 2016
(Company secretary)

Print name: Louisa Martino

Notes

- 1 The report provides a basis for informing the market how the entity’s activities have been financed for the past month 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 and petroleum 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 or petroleum 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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