

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

Premiere Eastern Energy Limited

ABN

58 169 923 095

Quarter ended ("current quarter")

30 September 2016

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities			
1.1 Receipts from customers		133,378	420,007
1.2 Payments for			
(a) research and development		-	-
(b) product manufacturing and operating costs		(128,876)	(419,940)
(c) advertising and marketing		(2)	(2)
(d) leased assets		(7,236)	(7,328)
(e) staff costs		(582)	(1,099)
(f) administration and corporate costs		(2,595)	(4,671)
1.3 Dividends received (see note 3)		-	-
1.4 Interest received		123	392
1.5 Interest and other costs of finance paid		(14)	(24)
1.6 Income taxes paid		-	-
1.7 Government grants and tax incentives		-	-
1.8 Other (VAT and other taxes paid)		(200)	(1,304)
1.9 Net cash from / (used in) operating activities		(6,004)	(13,969)
2. Cash flows from investing activities			
2.1 Payments to acquire:			
(a) property, plant and equipment		(742)	(742)
(b) businesses (see item 10)		-	(1,971)
(c) investments		-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
	(d) intellectual property	(391)	(391)
	(e) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment	-	-
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	57
2.6	Net cash from / (used in) investing activities	(1,133)	(3,047)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	7,776	7,776
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(153)	35
3.10	Net cash from / (used in) financing activities	7,623	7,811

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of quarter/year to date	157,609	174,613
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(6,004)	(13,969)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,133)	(3,047)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	7,623	7,811

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(6,808)	(14,121)
4.6	Cash and cash equivalents at end of quarter	151,287	151,287

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	151,287	157,609
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	151,287	157,609

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
\$A'000**

105

-

The \$105K as stated in 6.1 includes independent and non-executive directors' fees of \$24K and non-executive chairman and executive directors' emoluments of \$81K.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
\$A'000**

-

-

N/A

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	20,219	7,776
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	391	391
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

8.1 Loan facilities

In July 2016, the Group obtained a term loan facility with DBS Bank (China) Limited Guangzhou Branch. The loan funds were used to support the operation and upgrade of five target retail petrol stations to be leased by the Group. The key terms of the facility are as follows:

Amount: RMB 100 million (approximately \$A20,219K)

Term: 3 years

Interest rate: The actual interest rate of each drawdown is determined by the market rate as at the date of the withdrawal. The interest rate is calculated and charged on a daily benchmark or other period benchmark decided as appropriate by the Lender.

As at the end of this quarter, the Group has drawn down a total of RMB39.8 million (approximately \$A7,776K at the current interest rate of 6.175% per annum, repayable quarterly in three years' period.

8.3 Others

The amount is related to one-year term loan obtained from Industrial Bank Co. Ltd Guangzhou Branch. The key terms of the facility are as follows:

Amount: RMB2 million (approximately \$A391K)

Term: 1 year

Interest rate: The actual interest rate is charged at 4.555%, plus 3-month's benchmark deposit rate offered by the PRC Central Bank.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	-
9.2 Product manufacturing and operating costs	(129,000)
9.3 Advertising and marketing	(10)
9.4 Leased assets	(200)
9.5 Staff costs	(590)
9.6 Administration and corporate costs	(2,600)
9.7 Other (Purchase of property, plant and equipment, finance costs, VAT and other taxes paid)	(700)
9.8 Total estimated cash outflows	(133,100)

10.	Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1	Name of entity	-	-
10.2	Place of incorporation or registration	-	-
10.3	Consideration for acquisition or disposal	-	-
10.4	Total net assets	-	-
10.5	Nature of business	-	-

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: 
(Director/Company secretary)

Date:31 October 2016.....

Print name:Tim Slate.....

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.