

## QUARTERLY REPORT ON MINING ACTIVITIES AND APPENDIX 5B FOR JULY TO SEPTEMBER 2017

This is the Quarterly Report on Mining Activities for the Company for the period 1 July 2017 to 30 September 2017.

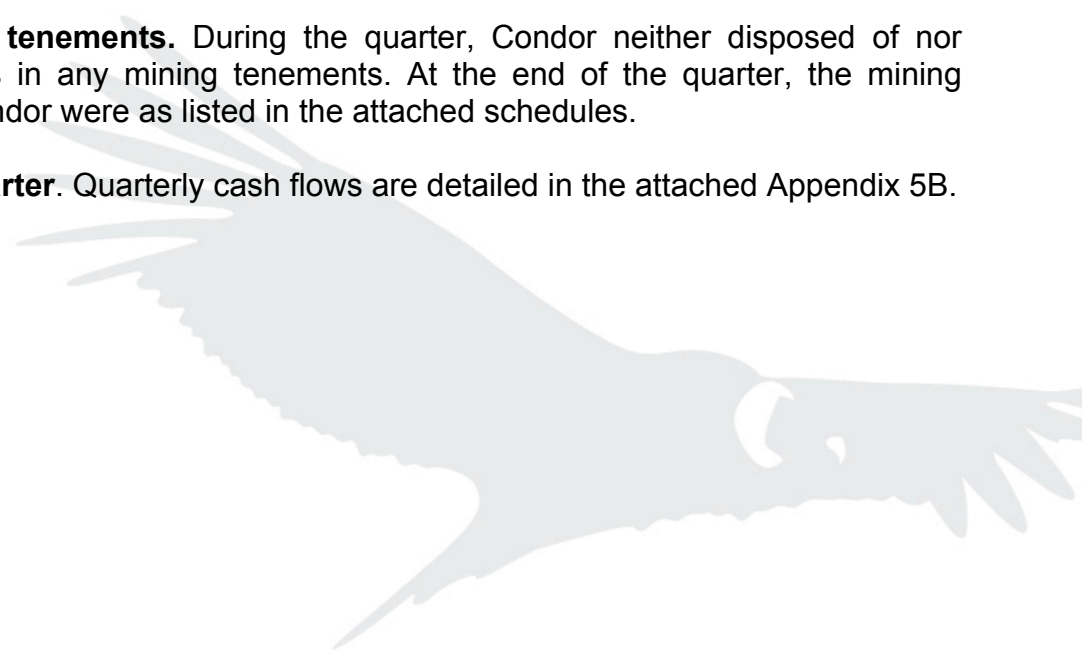
**Summary of mining activities.** Condor conducted no activities relating to mining production or development during the quarter. Condor conducted no activities relating to mining exploration during the quarter. Condor's expenditure on mining activities during the period was nil.

**Summary of farm-in or farm-out agreements.** During the quarter, Condor neither disposed of nor acquired any beneficial interest in farm-in or farm-out agreements. At the end of the quarter, Condor held no beneficial interest in any farm-in or farm-out agreements.

**Summary of mining tenements.** During the quarter, Condor neither disposed of nor acquired any interests in any mining tenements. At the end of the quarter, the mining tenements held by Condor were as listed in the attached schedules.

**Cash flow during quarter.** Quarterly cash flows are detailed in the attached Appendix 5B.

**Joshua Farquhar**  
Executive Chairman



## SCHEDULE OF MINING TENEMENTS CURRENTLY HELD

The following tenements are currently held by Condor Blanco Sociedad Contractual Minera, a Chilean subsidiary 70% owned by Condor.

TYPE	CONCESSION	CURRENT OWNER	REGISTERED
Exploitation	CAUTIVA	Condor Blanco SCM	11 Feb 2006
Exploitation	FENIX II 1/30	Condor Blanco SCM	17 Aug 2009
Exploitation	FENIX III 1/30	Condor Blanco SCM	17 Aug 2009
Exploitation	FENIX V 1/30	Condor Blanco SCM	17 Aug 2009
Exploitation	FENIX IX 1/30	Condor Blanco SCM	17 Aug 2009
Exploitation	FENIX X 1/30	Condor Blanco SCM	17 Aug 2009
Exploitation	LA VICTORIA 1/15	Condor Blanco SCM	07 Aug 2015

## SCHEDULES OF MINING TENEMENTS WITH UNCERTAIN STATUS

The following tenement was previously announced as being held by Condor. However, status of this tenement has not yet been confirmed.

TYPE	CONCESSION	CURRENT OWNER	REGISTERED
Exploitation	FENIX I 1/30	Not verified	Not verified

Condor's December 2015 Quarterly Report announced that the following tenement had been disposed on 27 November 2015, but no information regarding the circumstances or reason for disposal was disclosed. It appears that the tenement is not currently held by Condor, but Condor has been unable to clarify the circumstances of its apparent disposal.

TYPE	CONCESSION	CURRENT OWNER	REGISTERED
Exploration	MIGUELITO I 14	Jerónimo Andres Carcelen Pacheco	10 Sep 2015

## Appendix 5B

### Mining exploration entity and oil and gas 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, 01/05/13, 01/09/16

#### Name of entity

Condor Blanco Mines Limited

#### ABN

16 141347640

#### Quarter ended ("current quarter")

30 September 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(46)	(46)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(6)	(6)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(52)</b>	<b>(52)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
	(d) 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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>-</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
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	92	92
3.6	Repayment of borrowings	(50)	(50)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>42</b>	<b>42</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	20	20
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(52)	(52)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	42	42
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>10</b>	<b>10</b>

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	10	20
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (credit card)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>10</b>	<b>20</b>

<b>6. Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
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	

**Note:** none of Condor's directors holding office since 5 July 2016 have received payment of any fees during the quarter or at any other time.

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
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	

<b>8. Financing facilities available</b> Add notes as necessary for an understanding of the position	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	\$250	\$250
8.2 Credit standby arrangements	-	-
8.3 Other (loans from directors)	\$92	\$92
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.		

The item listed at 8.1 refers to a \$250,000 secured loan facility provided by Finnian Group at 10% p.a. This facilitate was reduced by \$50,000 during the quarter.

<b>9.</b>	<b>Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1	Exploration and evaluation	-
9.2	Development	-
9.3	Production	-
9.4	Staff costs	10
9.5	Administration and corporate costs	40
9.6	Other (provide details if material)	-
<b>9.7</b>	<b>Total estimated cash outflows</b>	<b>50</b>

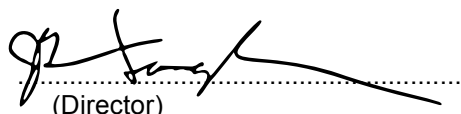
<b>10.</b>	<b>Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	NA	NA	NA	NA
10.2	Interests in mining tenements and petroleum tenements acquired or increased	NA	NA	NA	NA

Note: as announced to the market on 5 July 2017, Condor conducted a detailed review of the Company's mining tenement holdings that revealed substantial variation from information previously announced to the market regarding Condor's tenements. Further detail is included with that announcement.

### 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)

Date: 27 October 2017

Print name: Joshua Farquhar

### 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 6: Exploration for and Evaluation of Mineral Resources and 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 standards apply 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.