



Greenvale Energy Limited Quarterly Activities Report December 2016

**ASX Release
16 January 2017**

Greenvale Energy Limited (ASX: GRV) is pleased to provide the following update on its activities for the December 2016 quarter (the “**Quarter**”):

Existing assets

Overview

The interests in the Company’s assets are as follows:

| Tenement | Status |
|----------------------------|----------------------------------------------|
| Alpha (MDL 330) – (99.99%) | Current to 31 January 2017 (Renewal Pending) |
| Madre North (EPM 25795) | Current to 21 December 2019 |
| Madre South (EPM 25792) | Current to 2 November 2020 |

Activities

As outlined in the announcement dated 9 January 2017, during the quarter, GRV has finalised its exploration programme and commenced the preliminary stages of the ground survey to be undertaken in January. To this end, GRV has organised the contract surveyor who has been provided with:

- lease documents for MDL 330 and EPM 25795;
- old topo data and coordinates of all points of observation;
- landholders details; and
- list of the closest Government survey benchmarks to the area that could be used for future survey reference

In addition, a search for updated topography and cadastral information and permission for land access is also underway.

Full details of the above exploration programme can be found in the announcement dated 9 January 2017.

It is also noted that as set out in the above announcement, GRV is expecting imminent renewal by the Queensland Department of Mines of its licence MDL 330.

Strategic direction and acquisitions

During the quarter, the Board continued to actively assessed potential acquisition opportunities in the exploration sector. An option fee of \$50,000 was paid for the right to exclusivity of a certain asset and GRV is currently seeking the necessary regulatory approvals. The Company will make a further announcement as soon as information comes to hand.

Contact details

For further information, please contact:

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Director and Company Secretary

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+ See chapter 19 for defined terms.

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, 01/05/2013

Name of entity

| |
|---------------------------------|
| GREENVALE ENERGY LIMITED |
|---------------------------------|

ABN

| |
|----------------|
| 54 000 743 555 |
|----------------|

Quarter ended ("current quarter")

| |
|------------------|
| 31 December 2016 |
|------------------|

Consolidated statement of cash flows

| | Current quarter \$A'000 | Year to date (6 months) \$A'000 |
|----------------------------------------------------------------------------------------------------------|----------------------------|---------------------------------------|
| Cash flows related to operating activities | | |
| 1.1 Receipts from product sales and related debtors | | |
| 1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration | (39) - - (133) | (93) - - (258) |
| 1.3 Dividends received | - | - |
| 1.4 Interest and other items of a similar nature received | 15 | 16 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Other (provide details if material) | - | - |
| Net Operating Cash Flows | (157) | (335) |
| 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) | (45) | (45) |
| Net investing cash flows | (45) | (45) |
| 1.13 Total operating and investing cash flows (carried forward) | (202) | (380) |

+ See chapter 19 for defined terms.

| | | | |
|------|------------------------------------------------------------|-------|-------|
| 1.13 | Total operating and investing cash flows (brought forward) | (202) | (380) |
| | Cash flows related to financing activities | | |
| 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 (provide details if material) | - | - |
| | Net financing cash flows | - | - |
| | Net increase (decrease) in cash held | (202) | (380) |
| 1.20 | Cash at beginning of quarter/year to date | 2,343 | 2,521 |
| 1.21 | Exchange rate adjustments to item 1.20 | - | - |
| 1.22 | Cash at end of quarter | 2,141 | 2,141 |

Payments to directors of the entity, associates of the directors, 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 | 48 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | - |

1.25 Explanation necessary for an understanding of the transactions

1.12 – The other relates to the payment of an exclusivity fee – refer to the Quarterly Activities statement.

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

N/A

+ See chapter 19 for defined terms.

- 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

N/A

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 | 102 |
| 4.2 Development | 103 |
| 4.3 Production | - |
| 4.4 Administration | - |
| Total | (205) |

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 | 10 | 192 |
| 5.2 Deposits at call | 2,131 | 2,151 |
| 5.3 Bank overdraft | - | - |
| 5.4 Other (provide details) | - | - |
| Total: cash at end of quarter (item 1.22) | 2,141 | 2,343 |

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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 quarter | Interest at end of quarter |
|-----|---------------------------------------------------------------------------------------|-------------------------------|----------------------------------|----------------------------|
| 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 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) | | | |
| 7.2 | Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions | | | |
| 7.3 | +Ordinary securities | 93,355,357 | 93,355,357 | |
| 7.4 | Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs | | | |
| 7.5 | +Convertible debt securities (description) | - | - | |

+ See chapter 19 for defined terms.

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|------|---------------------------------------------------------------------------------------------------------------|-------------------------|--------|------------------------------------|--------------------------------------------------------|
| 7.6 | Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted | - - | - - | | |
| 7.7 | Options (description and conversion factor) | 28,795,299 3,100,000 | - - | <u>Exercise price</u> 10c 8c | <u>Expiry date</u> 31 August 2018 31 August 2018 |
| 7.8 | Issued during quarter | | | | |
| 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* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: Date:
(Director/Company secretary)

Vincent Fayad
Print name:

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.

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- 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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