



MARCH 2018 QUARTERLY ACTIVITIES REPORT

TENURE SECURED AND MINERAL RESOURCE EXPANDED

Two pivotal events during the quarter underpinned significant project value for Nusantara Resources Limited ('Nusantara', ASX: NUS) at its 100%-owned Awak Mas Gold Project ('Project'); Contract of Work ('CoW') amendments signed with the Government of Indonesia providing long-term investment stability and tenure and the expansion of the Mineral Resource base to 2 million ounces.

HIGHLIGHTS

AWAK MAS GOLD PROJECT

- Long-term tenure and investment stability secured following amendments to CoW
- Mineral Resource increased to 2.0 million ounces
- Eastern Extension to Awak Mas mineralisation confirmed from step-out drilling
- Metallurgical test work drilling completed
- Geotechnical and hydrogeological drilling progressing
- Grid power supply connected at Awak Mas camp site

FINANCIAL AND CORPORATE

- Board welcomes two new Non-Executive Directors, Robin Widdup and Greg Foulis

JUNE QUARTER CATALYSTS

- Maiden Ore Reserve estimate
- Completion of site, geotechnical, and hydrogeological drilling
- Mineral Resource and Ore Reserve updates incorporating all recent drilling results
- Completion of Definitive Feasibility Study
- Advancement of process for Indonesian strategic partner

AWAK MAS GOLD PROJECT (NUSANTARA 100%)

CONTRACT OF WORK

A major milestone was achieved during the quarter with negotiations with the Government of Indonesia (GoI) over amendments to the CoW successfully concluded.

The Awak Mas Gold Project is held under a 7th generation CoW signed with the GoI in 1998. The CoW covers an area of 14,390 hectares and is held by Nusantara's 100% owned local subsidiary company, PT Masmindo Dwi Area (Masmindo). In 2009, the GoI introduced a new mining law that required existing CoWs to be adjusted consistent with the provisions of the 2009 Mining Law. Following the implementation of the 2009 Mining Law, CoW holders have been in discussion with the GoI to more closely align the CoWs with current mining laws and regulations. The most significant issue for Nusantara and some other foreign CoW holders was the requirement for a staged divestment to Indonesian interests using unclear valuation principles under the current law.

On 14 March, Masmindo signed an amendment to the CoW, which reaffirmed Masmindo as the legal holder of the CoW with the sole rights to explore and exploit any mineral deposits within the CoW area until 2050. After this period, the operations under the CoW may be extended in the form of a special mining business licence (IUPK) in accordance with prevailing laws and regulations, which currently allows for two 10-year extensions.

The agreed amendments to the Masmindo CoW provide that in the 10th year after commercial production, Masmindo is required to offer at least 51% of its share capital to willing Indonesian participants at fair market value according to international practice. Based on the current mine development schedule, divestment is not anticipated to be required before 2030, although Nusantara is permitted to sell any percentage interest in Masmindo prior to this time.

Additionally, the agreed amendments to the Masmindo CoW incorporate the adoption of the prevailing rates for taxes and royalties including:

- a corporate tax rate of 25%; and
- a gold royalty rate currently levied at 3.75%

Since signing the CoW amendments, the yearly Work and Budget plan (RKAB) approval process has advanced and final approval of the RKAB is expected in the second quarter.

MINERAL RESOURCE UPDATE

The total Indicated and Inferred Resource at a 0.5 g/t Au cut-off for the Awak Mas Gold Project (inclusive of the Awak Mas, Salu Bulu and Tarra deposits) following the February 2018 Salu Bulu deposit Mineral Resource estimate (MRE) update, now stands at 45.0 Mt at 1.38 g/t Au for 2.0 Moz constrained within US\$1,400/oz optimisation shells (Table 1).

Importantly, approximately 81% of the contained ounces for the entire Project now report to the Indicated Resource category and will be available for incorporation into the maiden Ore Reserve estimate.

The Indicated and Inferred Mineral Resource at a 0.5 g/t Au cut-off for the satellite Salu Bulu deposit constrained by a US\$1,400/oz optimisation shell was reported at 3.7 Mt at 1.53 g/t Au for 0.18 Moz (Table 1).

This represents a 65% increase in contained gold ounces compared to the May 2017 Mineral Resource estimate (MRE) and includes the previously unmodelled, shallow dipping mineralisation. A significant component of the updated Salu Bulu MRE is high grade, with 1.4 Mt at 2.57 g/t Au for 0.12 Moz reported above a cut-off grade of 1.5 g/t Au.

Good potential remains to add further resource ounces through targeting extensions to the mineralisation both at depth and along strike.

The drilling program will continue into the next quarter focusing on the lower and eastern portions of the Awak Mas deposit and is expected to be completed in April. A further MRE update is anticipated to be released during the next quarter once all results are received from the remainder of the drill holes¹.

1. Refer Nusantara ASX Announcement - 22 January 2018
– Potential Awak Mas Eastern Extension

Table 1: Awak Mas Mineral Resource estimate (February 2018) by deposit at 0.5 g/t Au cut-off and constrained within a US\$1,400/oz optimisation shell².

	Classification	Tonnes (mt)	Au Grade (g/t)	Contained Gold (Moz)
Awak Mas	Measured	-	-	-
	Indicated	31.6	1.43	1.45
	Inferred	7.4	1.11	0.26
	Sub-total	39.0	1.37	1.72
Salu Bulu	Measured	-	-	-
	Indicated	3.0	1.60	0.16
	Inferred	0.7	1.24	0.03
	Sub-total	3.7	1.53	0.18
Tarra	Measured	-	-	-
	Indicated	-	-	-
	Inferred	2.3	1.34	0.10
	Sub-total	2.3	1.34	0.10
Total	Measured	-	-	-
	Indicated	34.6	1.45	1.61
	Inferred	10.3	1.17	0.39
	Total	45.0	1.38	2.00

EXPLORATION

Salu Bulu Drilling Program

The satellite Salu Bulu gold deposit is located 1.8km to the southeast of the main Awak Mas deposit and hosts a number of mineralised quartz vein breccia structures referred to as the Biwa, Bandoli and Lelating trends.

The Salu Bulu drilling program of 12 diamond drill holes for 1,338.9m was successfully completed on the 23 December 2017. Assay results from 7 of these 12 holes were reported in the ASX announcement dated 16 January 2018 with initial indications that the higher grade, sub-vertical quartz vein / stockwork / breccia-hosted gold mineralisation corresponds well to the new model domains. Results from the remaining 5 drill holes confirmed the new modelled domains including the parallel Lelating trend, although this mineralisation remains data limited.

Several broad intersections of lower grade gold mineralised material associated with shallow dipping shears at Salu Bulu have now been modelled. These larger-volume domains exist north of a clearly defined oblique N-W trending controlling structure and have been incorporated into the new MRE. Figure 1 shows the location of all Phase 1 drill holes within the Salu Bulu deposit.

Significant intersections from the final five holes within the Salu Bulu deposit include:

- SBD140M; 4.30m at 0.9 g/t Au from 0m; 13.7m at 3.4 g/t Au from 35.4m, including 3.0m at 8.1 g/t Au from 44.1m;

- SBD141M; 12.3m at 2.0 g/t Au from 65.3m;
- SBD142; 2.1m at 0.6 g/t Au from 20.3m; 7.5m at 1.4 g/t Au from 37.1m; 3.0m at 1.0 g/t Au from 56m (Figure 2);
- SBD143; 3m at 1.6 g/t Au from 42m; 9m at 0.5 g/t Au from 58m; 36m at 2 g/t Au from 103m, including 10m at 4.1 g/t Au from 105m; 4m at 0.6 g/t Au from 150m; and
- SBD144M; 8m at 1.4 g/t Au from 25m; 5.7m at 1.2 g/t Au from 99.1m; 10m at 0.8 g/t Au from 112.5m (Figure 2).

The results from the 12 holes have also delivered a significant upgrade in Mineral Resource confidence, both within the previously reported constraining optimisation shell (Biwa trend) and from the adjacent, previously unreported / unclassified Lelating trend (Figure 1).

The drill results have also validated the new geological interpretation and confirmed the strong geological and grade continuity, of both the Biwa and Lelating trends, with a significant tonnage above a 0.5 g/t Au grade cut-off incorporated into the MRE.

The successful Salu Bulu drilling program realised a 70,000 oz increase in contained gold when reported within the US\$1,400/oz optimisation shell used for Mineral Resource reporting.

2. Refer Nusantara ASX Announcement - 27 February 2018 – Project Mineral Resource grows to 2.0 Moz Au

Figure 1: Salu Bulu deposit – plan view showing location of Phase 1 drill holes and position of shear zone controlling structure.

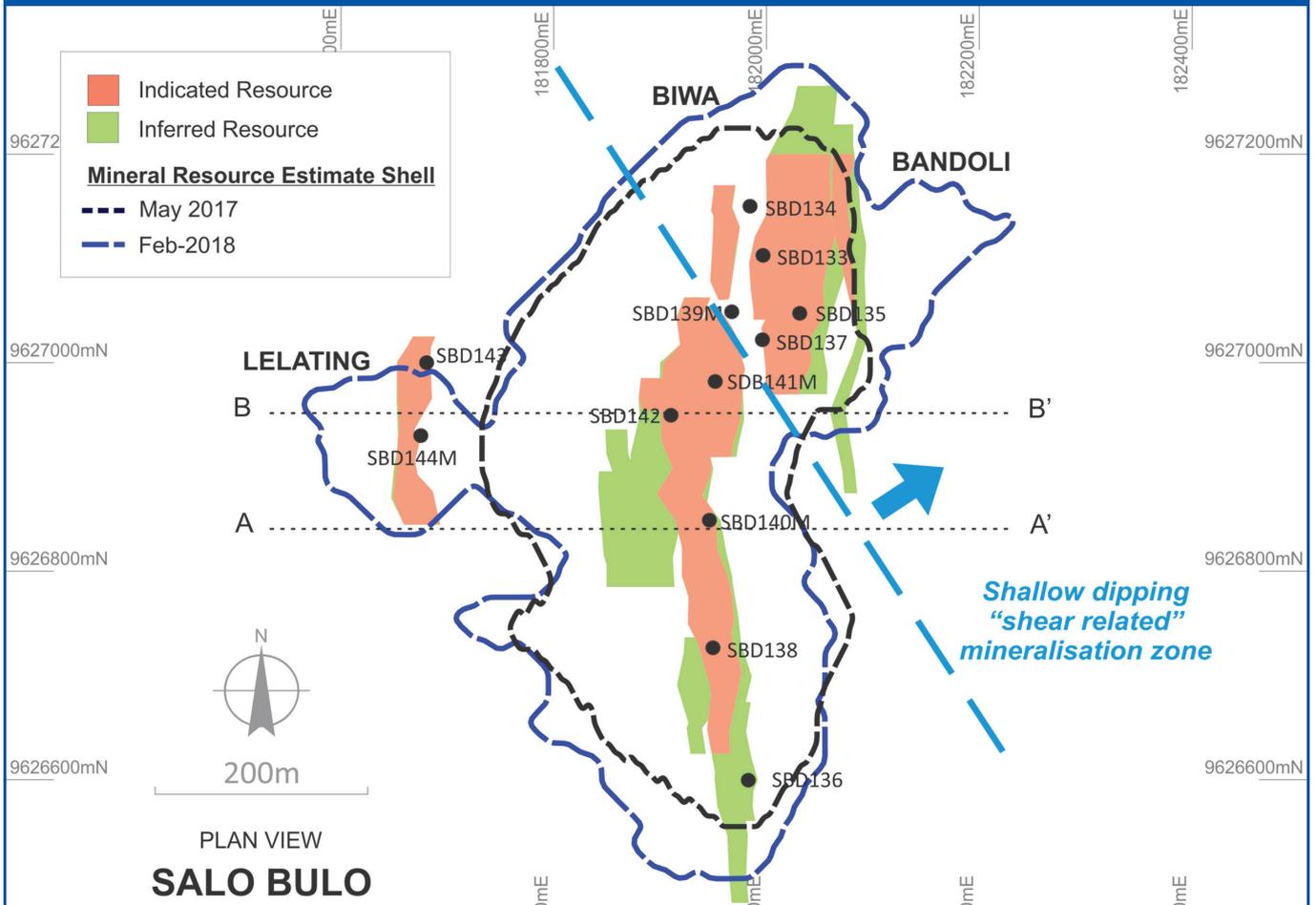
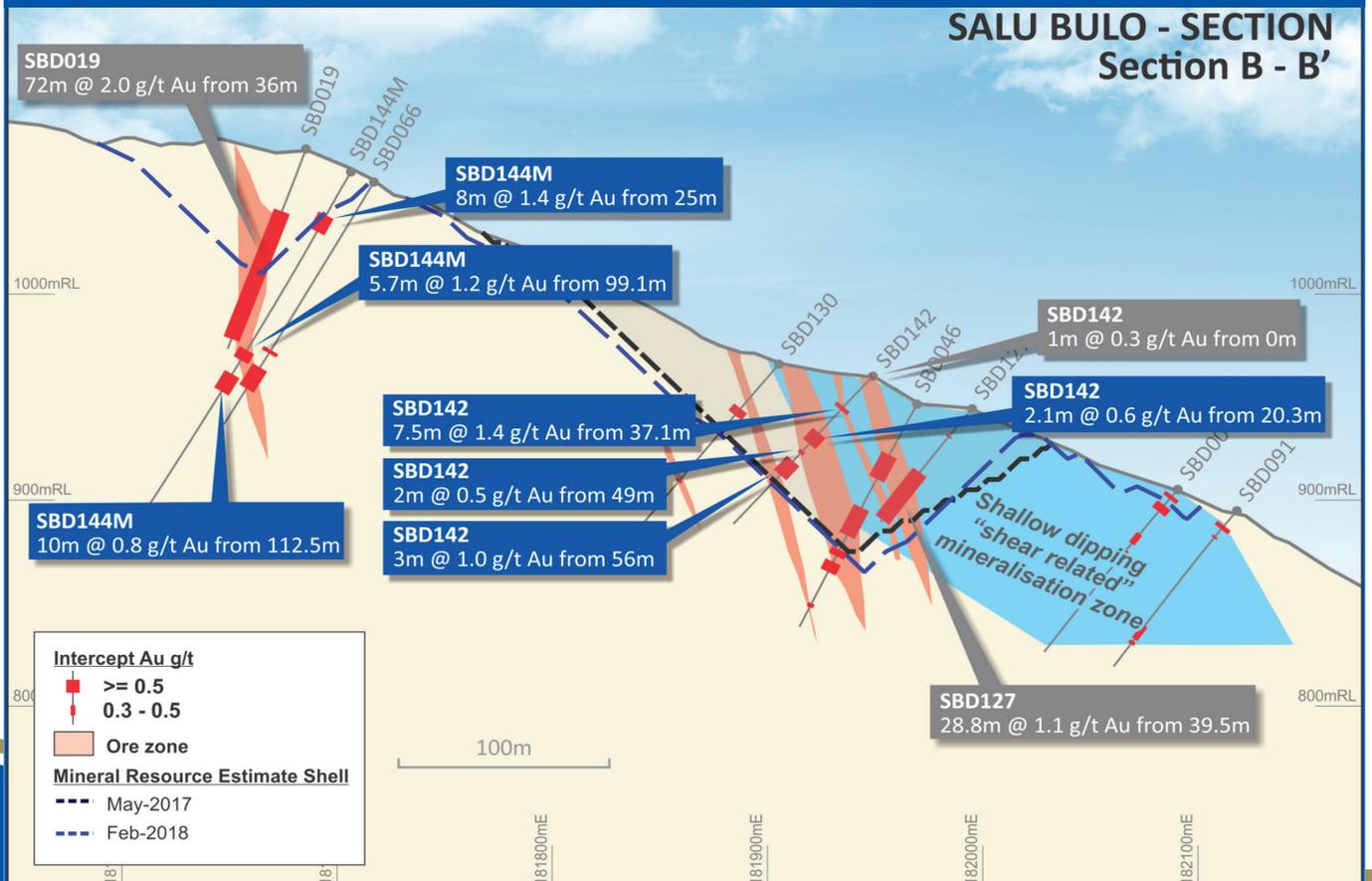


Figure 2: Cross-section B-B' (9626950mN) of Salu Bulu deposit showing mineralised intersections > 0.3 g/t Au in SBD144M (Lelating trend) and SBD142 (Biwa trend) and shallow dipping shear related zone.



Awak Mas Highwall Eastern Extension Drilling Program

This recently completed six-hole exploration program has demonstrated continuity of well-developed mineralisation in the Awak Mas Highwall eastern area. A similar interpretation is modelled for mineralisation to exist up-dip in the south-eastern area of the Awak Mas deposit.

The success of this initial exploration program confirmed the potential for further extensions of gold mineralisation in, and surrounding, the main Awak Mas deposit. The evolving geological model is proving that extensional and structural repetitions within and around the Awak Mas system exist, with equally likely expectations for the Salu Bulu and Tarra systems.

Hole HWD003 was drilled as a step-out hole to test for the interpreted lateral extent of the Upper and Middle zones as seen in HWD001 and HWD002. The hole was collared approximately 155m south of HWD002 and intersected significant mineralisation, although considerably less than seen in HWD002.

Hole HWD004 was collared from the same position as HWD002 and drilled at a flatter angle to intersect the Upper and Middle zones at a separation of approximately 60 to 65m distance from the HWD002 intersections. The results of this hole were extremely encouraging in that it returned an intersection width and grade comparable to HWD002, therefore confirming continuity.

Hole HWD005 was drilled on the same section as HWD002 and HWD004, but a further 100m to the west, targeting the same Upper and Middle zones at a separation of approximately 60m. Again, this hole intersected significant mineralisation of similar width and grade.

Holes HWD002, HWD004 and HWD005 all intersected another zone of low grade mineralisation at a stratigraphically higher level, referred to as the 'Top' zone. This zone, while of sub-economic grade (e.g. HWD004; 28.7m at 0.2 g/t Au), suggests that a new mineralised horizon is developing to the east in a conformable, down-dip position and has the potential to become another higher-grade zone at a level closer to the surface. Exposure of known mineralised outcrops in the surrounding area (Puncak Selatan and Puncak Utara) are possibly similar high-level zones.

Selected results > 0.3 g/t Au for the Highwall eastern area holes include:

- HWD001: 11.1m at 1.8 g/t Au from 128.4m
- HWD001: 3.6m at 0.6 g/t Au from 206.8m
- HWD001: 5.1m at 0.4 g/t Au from 271.8m
- HWD001: 7.9m at 1.1 g/t Au from 371.7m including 1m at 5 g/t Au from 378m
- HWD001: 5m at 0.5 g/t Au from 409.5m including 0.8m at 1.7 g/t Au from 412.3m
- HWD001: 5.3m at 0.5 g/t Au from 422.5m including 0.8m at 2.1 g/t Au from 427m
- HWD002: 45m at 1.3 g/t Au from 257m including 2m at 4.8 g/t Au from 258m
- HWD002: 8m at 2 g/t Au from 308m
- HWD002: 11m at 0.9 g/t Au from 330m
- HWD002: 41m at 0.9 g/t Au from 384m including 4m at 2.2 g/t Au from 384m and 4m at 2.5 g/t Au from 421m
- HWD002: 6m at 0.8 g/t Au from 480.8m
- RTD023: 6.3m at 2.1 g/t Au from 179m
- RTD023: 4m at 0.4 g/t Au from 225.6m
- RTD023: 6m at 3.9 g/t Au from 237.6m, including 1m at 8.2 g/t Au from 239.6m
- RTD023: 6m at 1.8 g/t Au from 265.3m including 1m at 9.3 g/t Au from 268.3.
- HWD003: 10.9m at 0.8 g/t Au from 248m including 2m at 2.2 g/t Au from 256.9m
- HWD003: 6.6m at 1.9 g/t Au from 291.2m including 1.5m at 4.6 g/t Au from 293.7m
- HWD004: 12.7m at 1.6 g/t Au from 261.7m including 3.8m at 2.8 g/t Au from 263.7m
- HWD004: 41.7m at 2 g/t Au from 288.9m including 6.9m at 3.5 g/t Au from 291.9m and 3.8m at 4.8 g/t Au from 309.7m
- HWD004: 5.4m at 1.3 g/t Au from 351.6m
- HWD004: 6m at 1.4 g/t Au from 369m
- HWD004: 0.75m at 1.2 g/t Au from 382.3m
- HWD005: 42.4m at 1.6 g/t Au from 276.5m including 6m at 4.6 g/t Au from 284.5m and 5.4m at 3.5 g/t Au from 299.4m
- HWD005: 35.4m at 1.2 g/t Au from 336m

DEFINITIVE FEASIBILITY STUDY

Work continued on the Awak Mas Gold Project DFS, with the DFS on schedule for completion in mid-2018. In addition to the Mineral Resource updates reported during the quarter, this work included:

- Pit optimisations using the Awak Mas and Salu Bulu MREs announced in the Quarter, development of a mining cost model and initial pit designs and waste dump locations.
- Infrastructure studies; completion of a road access assessment for the Project, which considered its construction and operations requirements.
- Preliminary layout and cost estimation for Project facilities on site and in Belopa.
- Commencement of site investigations (geotechnical) for proposed infrastructure locations (waste dumps, quarry, process plant) and the tailings storage facilities (TSF).
- Completion of drilling to obtain samples for metallurgical testing.
- Preparation of hydrological (surface water) studies.
- Commencement of a hydrogeology program, which is directed at obtaining information to inform an assessment of the mining geotechnical conditions and in-pit water and sediment management.
- Commencement of work on the environmental and social aspects of the DFS.
- Preliminary work for the definition of an overall Project delivery schedule.
- The preparation of initial capital and operating cost estimates for the Project.
- The development, testing and audit of a financial model for evaluation for the Project's Optimisation study work and DFS.

INFRASTRUCTURE

The non-binding MOU executed with the state-owned power utility PT PLN (Persero) in 2017 is now delivering benefits with the installation of interim grid power to the Project. This interim grid power arrangement supply has sufficient capacity for the current camp and site activity requirements and will provide power for future development and construction activities. In addition, PLN continues its roll out of high voltage infrastructure within the Luwu region, with transmission capacity being installed. Planning continues for the development of the power capacity and infrastructure required for the Awak Mas Gold Project operations.

FINANCIAL AND CORPORATE

Nusantara (the Company) held cash reserves of US\$4.1 million (A\$5.4 million) at 31 March 2018.

The Company appointed Derek Humphry as Chief Financial Officer and Joint Company Secretary of the Company, in preparation of the financing phase for the Project.

The Board welcomed two new Non-Executive Directors, Robin Widdup and Greg Foulis. Robin is the founder and a Director of major shareholder Lion Selection Group Limited with over 40-years' experience in mining and equity markets. Greg, whose most recent role was Chief Executive Officer of Kingsgate Consolidated Limited, brings a wealth of financial experience and has accepted the position of Chairman as the Company transitions from the exploration and study phase, towards financing and development.

At 31 March 2018, Nusantara had 97,531,763 fully paid ordinary shares, 32,508,392 listed loyalty options and 5,872,318 unlisted options on issue.

INDONESIAN STRATEGIC PARTNER ENGAGEMENT PROCESS

Nusantara advanced its engagement process with potential Indonesian strategic partners for the planned development of the Awak Mas Gold Project. The intent of this process is to introduce a reputable Indonesian national group as a joint venture partner in the Project. The Company has been encouraged by the level of interest shown from several groups who are currently engaged in a review of the Project data.

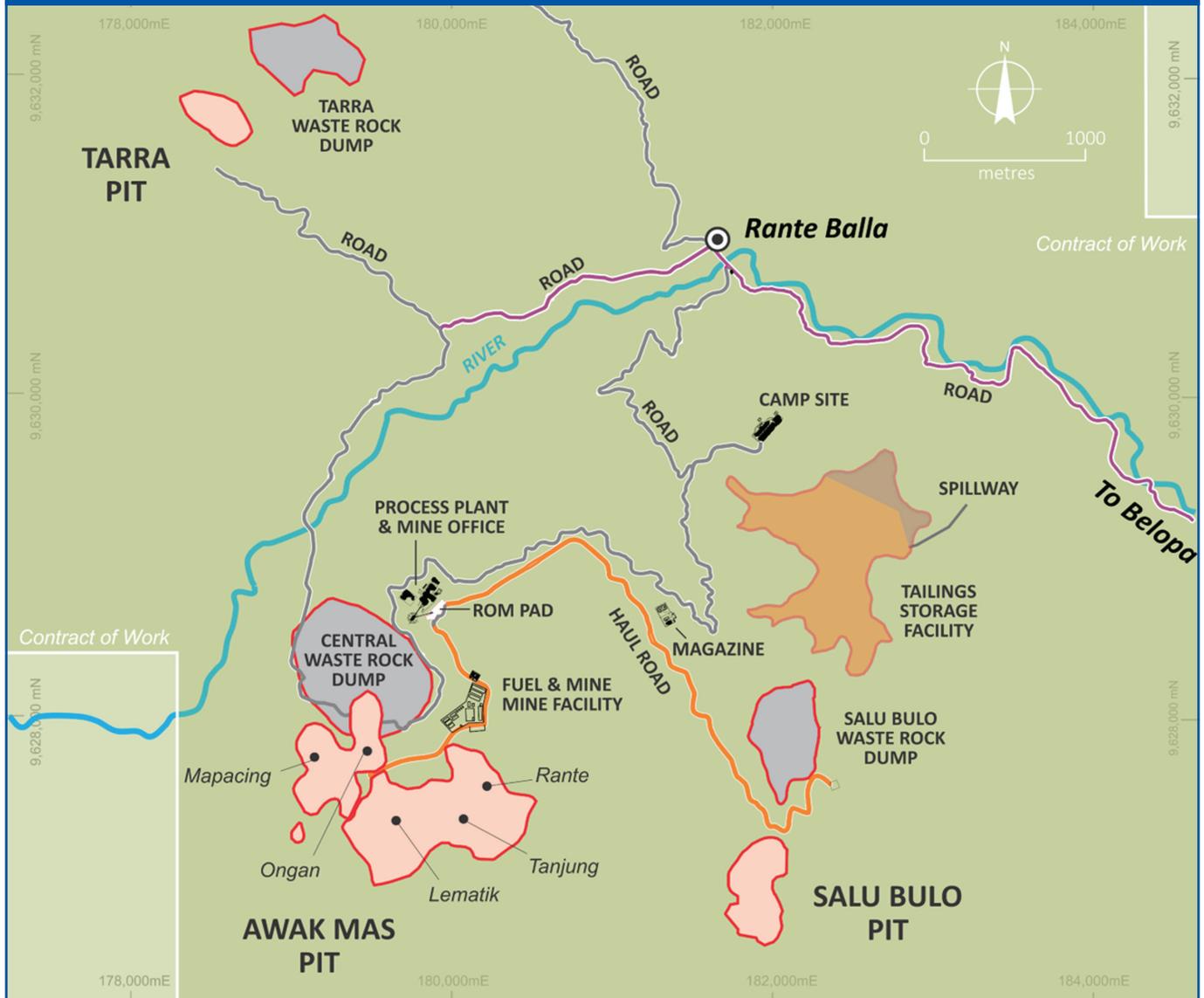
The current process is anticipated to be concluded later this year.

SOCIAL PERFORMANCE

Nusantara's core values of Caring, Integrity, Teamwork, Accountability and Excellence define our approach to our business and our drive to achieve the highest standards. We take seriously our commitment to health and safety, the environment and community. We care about people first, ensure a safe workplace, are environmentally responsible, and support the communities in which we operate.

During the quarter, there were no serious safety or health incidents. The quarter was Recordable Injury free (defined as Medical Treatment or Lost Time Injuries).

Figure 3: Awak Mas site layout



During the quarter, an official handover ceremony was conducted for the Masmindo-built school in the village of Boneposi. In recognition of the Boneposi school being registered as an official State school, the event was attended by various local Government officials, including the Bupati (Head of the Regency), Chief of Army and Chief of Police from the Luwu Regency. The Boneposi community was appreciative of the assistance and help Masmindo provided for the development of the school.

Masmindo continues to support various local programs to enrich and better the lives of those living around the Awak Mas Gold Project. Masmindo has been active in its support of education in the local community and regularly sponsors various programs such as food supplements, and school aids and supplies for the students and

teachers. Masmindo continued its support for nutritional supplements for healthy babies and mothers in six villages surrounding the Project and contributed to the rehabilitation and development of several mosques in the surrounding villages. Supporting local business and employment is a priority and Masmindo supports purchases of supplies from local vendors whenever it can. A concerted effort has been made to employ local people from the surrounding communities, providing needed employment opportunities.

Through our dedication to social responsibility, Masmindo strives to maintain meaningful dialogue through active engagement with the surrounding communities in pursuit of common goals that will improve the lives for the people in the local communities.

MARCH 2018 QUARTER ASX ANNOUNCEMENTS

Further details (including 2012 JORC Code reporting tables where applicable) which relate to exploration results in this Quarterly Activities Report can be found in the following announcements lodged on the ASX:

- | | |
|--|------------------|
| • Significant Results from Awak Mas Extension Drilling | 4 April 2018 |
| • Eastern Extension to Awak Mas Deposit Confirmed | 8 March 2018 |
| • Project Mineral Resources Grows to 2.0Moz | 27 February 2018 |
| • Awak Mas Resources Increased by 0.2Moz | 31 January 2018 |
| • Potential Awak Mas Eastern Extension | 21 January 2018 |
| • High Grade Results from Salu Bulu | 16 January 2018 |

These announcements are available for viewing on the Company's website under the Investor Centre tab.

www.nusantararesources.com

JUNE 2018 QUARTER WORK PROGRAM

FINANCIAL AND CORPORATE

In line with the Project's development schedule, discussions are expected to be advanced with potential Indonesian strategic partners towards engagement of a potential Indonesian investment partner in the Awak Mas Gold Project.

AWAK MAS GOLD PROJECT

Results from the resource definition drilling will be incorporated into a maiden Ore Reserve estimate in April 2018.

A further Mineral Resource update will be completed in the June quarter incorporating assays from all the remaining drilling and will be followed by a re-estimate of the Ore Reserve.

Results from the DFS incorporating the updated Mineral Resource and the work underway to optimise the mine plan, processing plant design and infrastructure will be available at the end of the June quarter.

ABOUT NUSANTARA RESOURCES

Nusantara is an ASX-listed gold development company with its flagship project comprising the 1.0 million-ounce Ore Reserve and 2.0 million-ounce Mineral Resource Awak Mas Gold Project located in Sulawesi, Indonesia. Discovered in 1988, the Project has over 135 km of drilling completed in over 1,100 holes.

The Project is 100%-owned through a 7th Generation Contract of Work (CoW) with the Government of Indonesia (GoI). The CoW was secured prior to the current Mining Law and has recently been amended by mutual agreement to align with the current law. PT Masmindo Dwi Area (Masmindo), a wholly-owned subsidiary of Nusantara, has sole rights to explore and exploit any mineral deposits within the project area until 2050. After this period, the operations under the CoW may be extended in the form of a special mining business license (IUPK) in accordance with prevailing laws and regulations, which currently allows for an extension of 10 years and a further extension of 10 years.

In the 10th year after commercial production, Masmindo is required to offer at least 51% of its share capital to willing Indonesian participants at fair market value according to international practice.

Nusantara's development strategy is for construction of a modern, low strip ratio open pit operation with ore processed by standard carbon-in-leach (CIL) processing delivering high gold recoveries. Environmental approval has already been received for the Project, which is favourably located in non-forestry land close to established roads, ports and grid power, enabling the Project to quickly advance towards development upon completion of the DFS by mid-2018.

Nusantara's second strategy is to grow the resource base and support a mining operation beyond the initial targeted life of 10 years. Multiple drill-ready targets have already been outlined extending from the three main deposits and in other areas of the 140km² CoW.

Website

www.nusantararesources.com

LinkedIn

<https://au.linkedin.com/company/nusantararesources>

Competent Persons Statement

The information in this announcement that relates to the Ore Reserves of Nusantara Resources is summarised from publicly available reports as released to the ASX of the respective companies. The results are duly referenced in the text of this report and the source documents noted above.

Exploration and Resource Targets

Any discussion in relation to the potential quantity and grade of Exploration Targets is only conceptual in nature. While Nusantara Resources may report additional JORC compliant resources for the Awak Mas Gold Project, there has been insufficient exploration to define mineral resources in addition to the current JORC compliant Mineral Resource inventory and it is uncertain if further exploration will result in the determination of additional JORC compliant Mineral Resources.

Exploration Results

The information in this report which relates to Exploration Results is based on, and fairly represents, information compiled by Mr Colin McMillan, (BSc) for Nusantara Resources. Mr McMillan is an employee of Nusantara Resources and is a Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 109791).

Mr McMillan has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McMillan consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Mineral Resources

The information in this report that relates to the Mineral Resource Estimation for the Awak Mas Gold Project is based on and fairly represents information compiled by Mr Adrian Shepherd, Senior Geologist, (BSc), MAusIMM CP, for Cube Consulting Pty Ltd. Mr Shepherd is an employee of Cube Consulting Pty Ltd and is a Chartered

Professional geologist and a current Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 211818).

Mr Shepherd has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Shepherd consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Metallurgy

The information in this report that relates to metallurgy and metallurgical test work and findings for Awak Mas Gold Project is based, and fairly represents information compiled by Mr John Fleay, Manager Metallurgy, FAusIMM, for Minnovo Pty Ltd. Mr Fleay is an employee of Minnovo Pty Ltd and is a current Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 320872). Mr Fleay has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Fleay consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

New Information or Data

Nusantara Resources confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources and Ore Reserves, which all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not materially changed from the original market announcement.

**For more
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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

NUSANTARA RESOURCES LIMITED

ABN

69 150 791 290

Quarter ended ("current quarter")

31 MARCH 2018

Consolidated statement of cash flows	Current quarter \$US'000	Year to date (3 months) \$US'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(2,301)	(2,301)
(b) development	-	-
(c) production	-	-
(d) staff costs	(475)	(475)
(e) administration and corporate costs	(472)	(472)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	1	1
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(3,247)	(3,247)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(27)	(27)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$US'000	Year to date (3 months) \$US'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(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)	-	-
2.6	Net cash from / (used in) investing activities	(27)	(27)

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	-	-
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)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	7,434	7,434
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,247)	(3,247)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(27)	(27)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	(54)	(54)
4.6	Cash and cash equivalents at end of period	4,106	4,106

Mining exploration entity and oil and gas exploration entity quarterly report

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 \$US'000	Previous quarter \$US'000
5.1 Bank balances	4,106	7,434
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)	4,106	7,434

6. Payments to directors of the entity and their associates	Current quarter \$US'000
6.1 Aggregate amount of payments to these parties included in item 1.2	139
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	

Director's fees and salaries.

7. Payments to related entities of the entity and their associates	Current quarter \$US'000
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	

-

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$US'000	Amount drawn at quarter end \$US'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
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.		

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Mining exploration entity and oil and gas exploration entity quarterly report

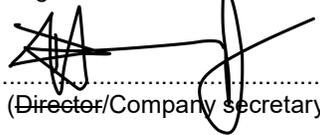
9. Estimated cash outflows for next quarter		\$US'000
9.1	Exploration and evaluation	(2,100)
9.2	Development	-
9.3	Production	-
9.4	Staff costs	(425)
9.5	Administration and corporate costs	(450)
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	(2,975)

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

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: 30 April 2018

Print name: ...DEREK HUMPHRY.....

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.