

# Quarterly Activities Report

For the period ending 31 March 2014



ASX: QRL

29th April 2014

ASX Code: QRL

#### Registered Office

4/66 Kings Park Rd  
West Perth WA 6005  
P: +61 8 6278 3202  
F: +61 8 9379 1801

qrl@iinet.net.au

#### Capital Structure

125.6M Ordinary Shares  
15.8M Unlisted Options

#### Board of Directors

Mr. Jay Stephenson MBA, FCPA, CMA, FCIS, MAICD  
*Non-Executive Chairman*

Ms Paige McNeil GDipEd, AGIA, GAICD  
*Managing Director &  
Company Secretary*

Ms Julia Beckett  
*Director*

#### About Quintessential

Quintessential is a junior mineral explorer focused on locating and drilling its prospective tenement portfolio in mineral rich Papua New Guinea, for World Class Porphyry Copper and Gold deposits.

[www.quintessentialresources.com.au](http://www.quintessentialresources.com.au)



- ➔ Quintessential's tenement portfolio current consists of three exploration licences being EL 1727, EL 2045 and EL 2162 (Figure 1).
- ➔ The Company has applied for an additional 2 year renewal (Term 3) for EL1727 Bismarck. As prescribed by the *Mining Act 1992*, the tenement must be reduced by 50% to a maximum of 30 sub blocks (Figure 2) then no further reduction is required. The second step in the renewal process is to engage local Landowners at a public meeting which is also attended by a Mining Warden. Quintessential is pleased to report that the outcome of this meeting was successful. The application will now be reviewed by the Mineral Advisory Council in Port Moresby and their recommendation will be put to the Minister of Mining. The market will be informed of this outcome when final.
- ➔ The Company did not apply for the renewal of EL1822 and EL1823 in Milne Bay and as such these two tenements expired during the quarter. The Company has no further financial obligations on these tenements.
- ➔ No exploration was conducted during the quarter.
- ➔ The Board is actively working on a strategy forward and details will be released to the market as they become available.

For more information and to register to receive ASX announcements via email please visit:

[www.quintessentialresources.com.au](http://www.quintessentialresources.com.au)

Paige McNeil GDipEd, AGIA, GAICD  
Managing Director  
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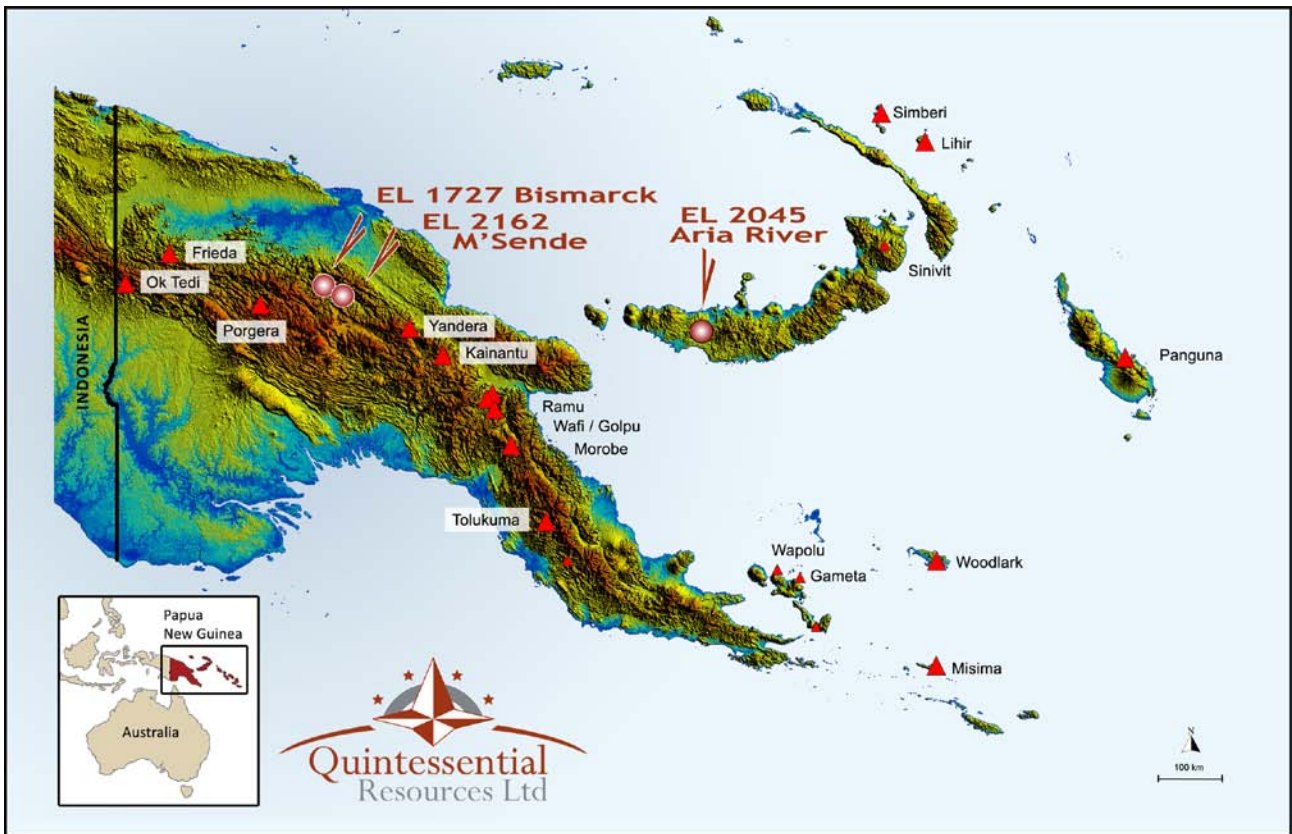


Figure 1: Quintessential Resources Tenement Portfolio

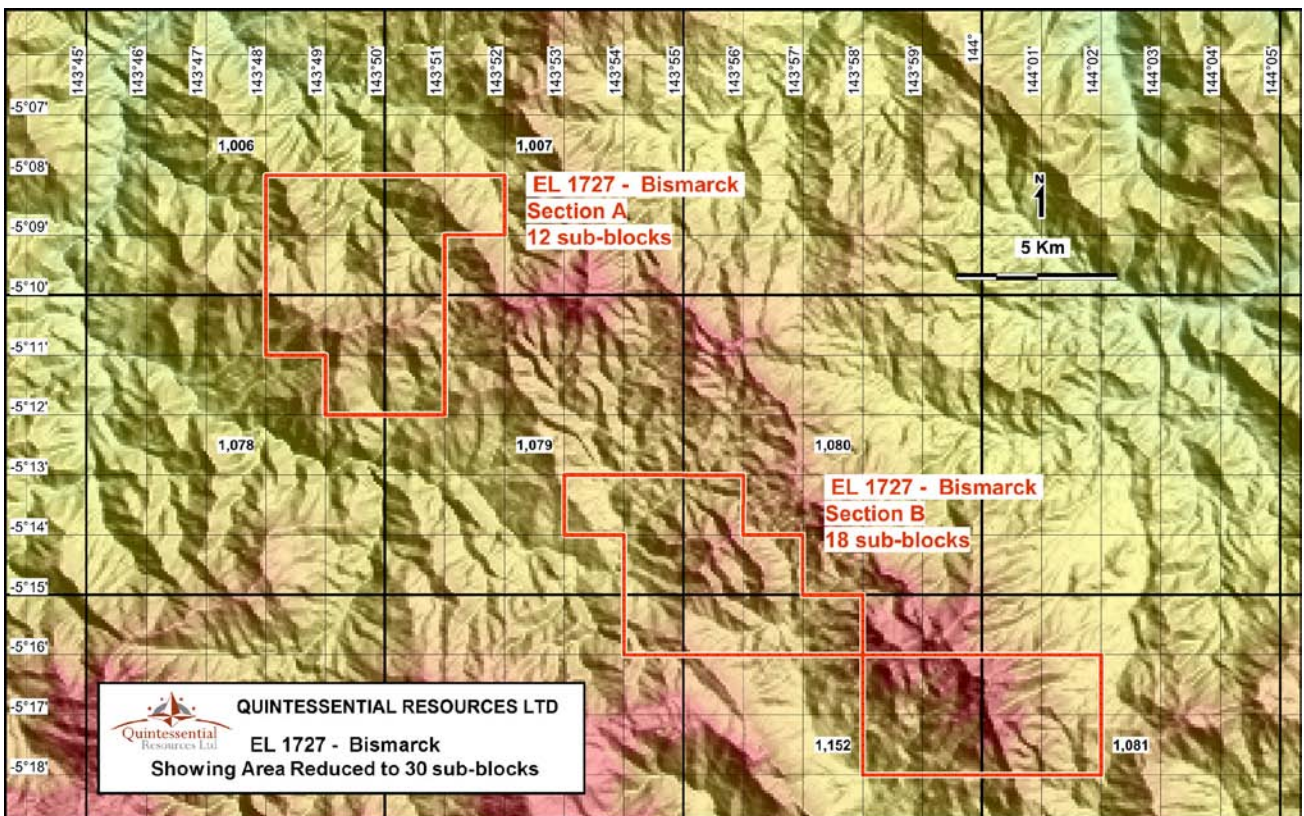


Figure 2: EL 1727 Bismarck - Under renewal for an additional term (two years)

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by, or compiled under the supervision of Mr. P.A.McNeil - Member of the Australian Inst. of Geoscientists. Mr. P.A.McNeil is Consultant Geologist to Quintessential Resources Ltd. Mr. P.A.McNeil has sufficient experience which is relevant to the type of mineralisation and type of deposit under consideration to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code of Reporting Exploration Results, Mineral Resources and Ore Resources. Mr. P.A.McNeil consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

Quintessential Resources Limited

ABN

76 149 278 759

Quarter ended ("current quarter")

March 2014

### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date 9 Months \$A'000
1.1 Receipts from product sales and related debtors	6	42
1.2 Payments for		
(a) exploration and evaluation	(24)	(127)
(b) development		
(c) production		
(d) administration	(150)	(317)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	2
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Cash advance	-	(3)
	(167)	(403)
<b>Net Operating Cash Flows</b>		
<b>Cash flows related to investing activities</b>		
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	28	28
1.10 Loans to other entities		(6)
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
	28	22
<b>Net investing cash flows</b>		
1.13 Total operating and investing cash flows (carried forward)	(139)	(381)

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(139)	(381)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc. net of costs	-	347
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)		
	<b>Net financing cash flows</b>	-	347
	<b>Net increase (decrease) in cash held</b>	(139)	(34)
1.20	Cash at beginning of quarter/year to date	274	170
1.21	Exchange rate adjustments to item 1.20	-	(1)
1.22	<b>Cash at end of quarter</b>	135	135

**Payments to directors of the entity and associates of the directors**

**Payments to 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	58
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payment of office rental, geological consulting fees, accounting fees, wages recharges & expense reimbursements
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**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

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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

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### 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 quarter

	\$A'000
4.1 Exploration and evaluation	15
4.2 Development	-
4.3 Production	-
4.4 Administration	39
<b>Total</b>	<b>53</b>

### 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	(3)	17
5.2 Deposits at call	138	257
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	135	274

### Interests in Mining Tenements

Disclosure in accordance with ASX Listing Rule 5.3.3

	Project/ Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
6.1					

**Appendix 5B**  
**Mining exploration entity quarterly report**

6.2	<b>Farm-in Agreements / Tenements</b>	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
	E 1727 – Bismarck	Papua New Guinea	90%		
	EL 1822 – Goodenough /Fergusson	Papua New Guinea	0%		90%
	EL 1823 – East Normanby	Papua New Guinea	0%		90%
	EL 2162 – M'Sende	Papua New Guinea	90%		
	EL2045 - Aria River	Papua New Guinea	100%		

6.3	<b>Farm-out Agreements / Tenements</b>	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

**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.*

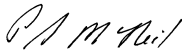
		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	<b>Preference securities</b> <i>(description)</i>				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	<b>+Ordinary securities</b>	72,800,166	62,800,066		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	52,812,882	52,812,882	\$0.007	

**Appendix 5B**  
**Mining exploration entity quarterly report**

7.5	<b>+Convertible debt securities</b> <i>(description)</i>				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
		10,000,000		20 cents	31 December 2014
		2,000,000		37 cents	30 July 2015
		600,000		36 cents	4 April 2015
		3,250,000		14 cents	31 October 2015
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				

## Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  ..... Date: 29 April 2014  
Company Secretary

Print name: Paige McNeil