

Appendix 5B

Mining 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

Name of entity

A1 CONSOLIDATED GOLD LIMITED

ABN

50 149 308 921

Quarter ended ("current quarter")

31 DECEMBER 2015

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	822	1,151
1.2 Payments for (a) exploration & evaluation	(52)	(174)
(b) development	(807)	(1,598)
(c) production	(245)	(672)
(d) administration	(140)	(353)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	2	13
1.5 Interest and other costs of finance paid	(83)	(165)
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(503)	(1,798)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(28)	(28)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	2	9
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – Part costs for acquiring shares in Maldon Companies	-	(55)
Net investing cash flows	(26)	(74)
1.13 Total operating and investing cash flows (carried forward)	(529)	(1,872)

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1.13	Total operating and investing cash flows (brought forward)	(529)	(1,872)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	290	290
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings – insurance funding	(49)	(99)
1.18	Dividends paid	-	-
1.19	Other – capital raising costs	(26)	(280)
	- Share funds pending allotment	199	199
	Net financing cash flows	414	110
	Net increase (decrease) in cash held	(115)	(1,762)
1.20	Cash at beginning of quarter/year to date	366	2,013
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	251	251

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	32
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Payments to related entities for:	\$A'000
Company secretary fees	14
Salaries	18

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

NIL

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

NIL

Financing facilities available

+ See chapter 19 for defined terms.

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities (Convertible Notes)	NIL	2,500
3.2 Credit standby arrangements	NIL	NIL

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	64
4.2 Development	1,226
4.3 Production	443
4.4 Administration	187
Total	1,920

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	47	361
5.2 Deposits at call	5	5
5.3 Bank overdraft	-	-
5.4 Other – share purchase plan funds held in trust	199	-
Total: cash at end of quarter (item 1.22)	251	366

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Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	-	-	-	-
6.2 Interest in mining tenements ongoing				
A1 Consolidated Gold Ltd	MIN5294	Ongoing	100%	100%
	EL5109	Ongoing	100%	100%
Maldon Resources Pty Limited	MIN5146	Ongoing	100%	100%
	MIN5528	Ongoing	100%	100%
	MIN5529	Ongoing	100%	100%
	EL3422	Ongoing	100%	100%
	EL5177	Ongoing	100%	100%
	EL5499	Ongoing	100%	100%

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Highlake Resources Pty Limited	MIN5464	Ongoing	100%	100%
	MIN5465	Ongoing	100%	100%
	MIN5563	Ongoing	100%	100%
Matrix Gold Pty Limited	MIN5433	Ongoing	100%	100%
	MIN5574	Ongoing	100%	100%

6.2 Interests in mining tenements acquired or increased

Tenement reference	Nature of interest (note 2))	Interest at beginning of quarter	Interest at end of quarter
MIN5487	Binding agreement	-	**

** MIN5487 has been purchased by A1 Gold from Orion Gold (ASX:ORN) subject to a binding agreement announced to the ASX on 30 December 2015. The acquisition of the Tenement by A1 Gold is subject to the grant of consents required under the Mineral Resources (Sustainable Development) Act.

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 <i>(description)</i>	Not applicable			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	458,439,601	458,439,601	Fully paid	Fully paid

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7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	12,083,336 -	12,083,336 -	2.4 cents -	2.4 cents -
7.5	+Convertible debt securities (description)	Convertible Notes maturity 25/6/2018 71,428,565	Nil	3.5 cents	3.5 cents
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options (description and conversion factor)	Listed 227,778,164 Unlisted 9,000,000 24,000,000	227,778,164 Nil Nil	<i>Exercise price</i> 3 cents 5 cents 4.5 cents	<i>Expiry date</i> 30 November 2019 30 November 2019 30 November 2019
7.8	Issued during quarter	Listed 4,027,775 Unlisted 24,000,000	4,027,775 Nil	3 cents 4.5 cents	30 November 2019 30 November 2019
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	-	-	-	-
7.11	Debentures (totals only)	Not applicable			
7.12	Unsecured notes (totals only)	Not applicable			

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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 give a true and fair view of the matters disclosed.

Sign here: 
(Director/Company secretary)

Date: 29 January 2016

Print name: Dennis Clark

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.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining 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, 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.
- 6 The Board has received a declaration from its Managing Director and Chief Financial Officer in accordance with Recommendation 4.2 of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations, Third Edition, prior to approving the Appendix 5B.

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