

## JUNE 2017 QUARTER ACTIVITIES AND CASH FLOW REPORT

### Argent at a glance

ASX-listed Company focused on the expansion and development of its significant existing base and precious metal projects in NSW and to leverage its expertise to pursue value accretive acquisitions of other significant projects identified by the Company.

### Facts

■ ASX Codes:	ARD, ARDO <sup>1</sup>
■ Share price (28 July 2017):	\$0.035
■ Option price (28 July 2017):	\$0.008
■ Shares on issue:	421.4 M
■ Market capitalisation:	\$14.7 M

<sup>1</sup> \$0.10 exercise price, 27 June 2019 expiry.

### Directors and Officers

**Stephen Gemell**  
Non-Executive Chairman

**David Busch**  
Chief Executive Officer

**Peter Nightingale**  
Non-Executive Director

**Peter Michael**  
Non-Executive Director

**Vinod Manikandan**  
Company Secretary

### Contact details

PRINCIPAL AND REGISTERED OFFICE

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### Highlights:

- Oversubscribed capital raising adds \$2.28 million to fund drilling at the Kempfield, West Wyalong and Loch Lilly projects.
- West Wyalong drill results confirm the intersection of multiple intrusives over a 2.5 kilometre strike length and 1.5 kilometre width, with elevated gold, copper and molybdenum as signature features of mineralised porphyry systems.
- Argent increases interest in West Wyalong joint venture to 70%.
- Kempfield resource re-estimate premised, with extensions of up to two times current deposit dimensions identified by diamond drilling - 5,000 metre infill drilling programme planned.
- Kempfield metallurgical studies commenced, to evaluate potential zinc, lead and silver recovery potential in a standard flotation processing environment.
- Loch Lilly drilling programme commenced – 75% co-funded by the NSW Government – featuring a drill test of geological belt analogous to western Tasmania Mount Read Volcanics.
- Argent cashed up for drilling with approximately \$2 million and R&D claim to be filed for the financial year ended 30 June 2017.



Argent Minerals Limited (ASX: ARD, Argent, or the Company) is pleased to report its activities and cash flow for the quarter ended 30 June 2017.

**OVERSUBSCRIBED CAPITAL RAISING CASHES UP ARGENT FOR DRILLING**

Argent commenced the quarter with an oversubscribed private placement that raised \$2.28 million before costs. The primary purpose of the raising was to fund drilling programmes for the Company’s three main projects.

Each of these projects has been awarded drilling co-funding by the New South Wales Government, following merit-based assessment by independent expert panels. Being focused on project technical merit, prospectivity, and the Company’s track record in financial management in a highly competitive environment, the funding awards underline the quality of the Company’s projects and its operations.

**WEST WYALONG DRILLING PROGRAMME CONFIRMS MINERALISED PORPHYRY SYSTEM**

The Company’s maiden West Wyalong drilling programme commenced in March 2017 and was completed during April 2017, with more than 80% of the drill core submitted for assay based on visual observations.

The drilling results indicated that multiple porphyritic intrusives have been intersected over a strike length of 2.5 kilometres and a width of 1.5 kilometres, which are associated with elevated chalcopyrite, molybdenite and gold mineralisation, and extensive zones of sulphide mineralisation – together being signature features of porphyry copper-gold-molybdenum mineralised systems.

The completed set of assays for the six holes, together with drill core visual observations, reveal evidence of a near position to a porphyry copper-gold-molybdenum deposit in a fertile system, with a prospective area of 4 square kilometres delineated.

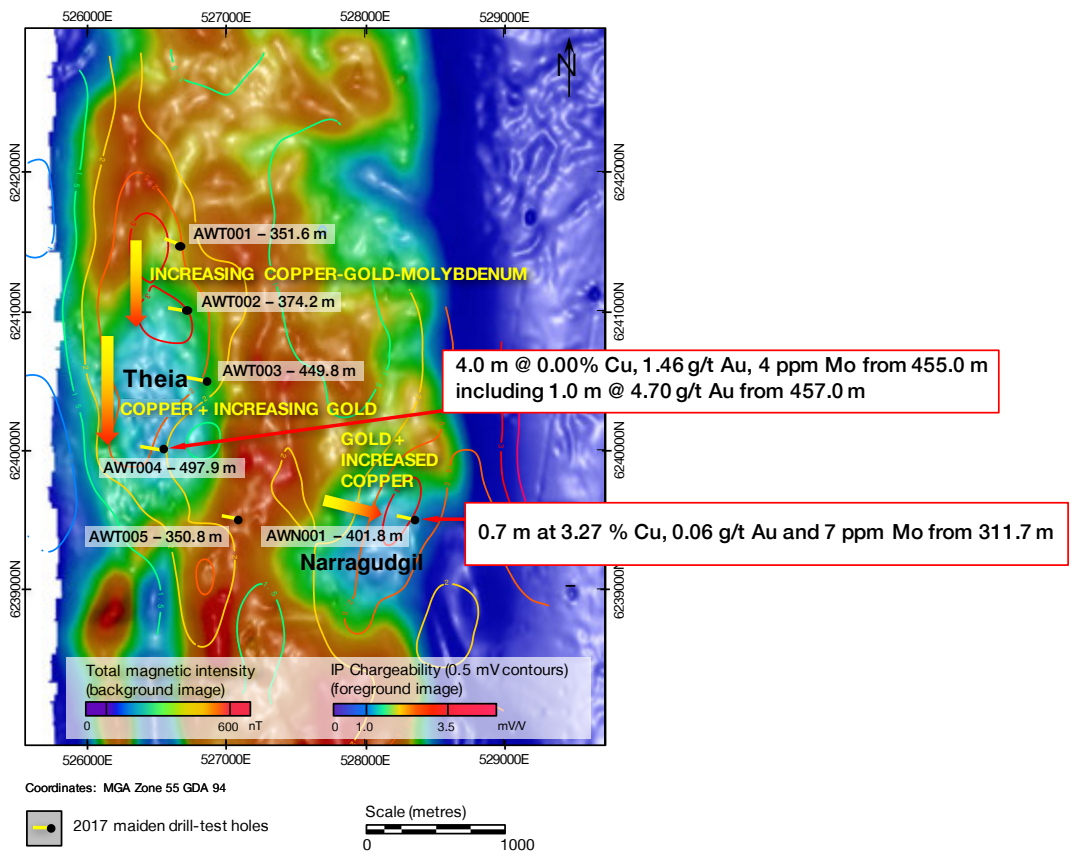


Figure 1 – Plan view illustrating the drilling programme and the scale of the intersected porphyry system, with selected assay highlights.



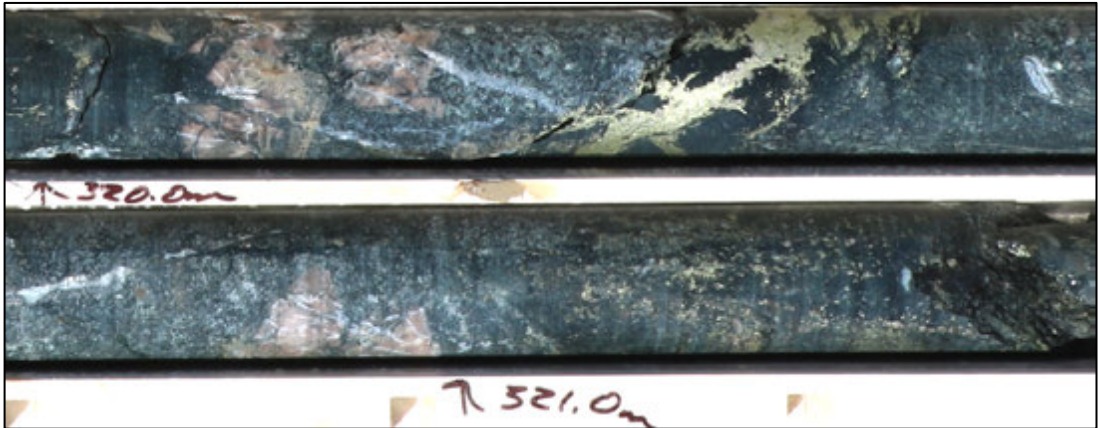


Figure 2 – AWT001 drill core: chalcopyrite (copper) and pyrite stringer up to 3 cm thick hosted by massive chlorite-actinolite alteration zone in a fine crystalline quartz-monzonite porphyry at 320.2 metres, and disseminated chalcopyrite-pyrite hosted within a chlorite-actinolite alteration zone in a fine crystalline quartz-monzonite porphyry at 321.1 metres.



Figure 3 - AWT002 drill core at 211.5 metres (top row) and 212.5 metres (bottom row). Stringer molybdenite in massive quartz vein with intense sericite altered and pyritic wallrock. Host unit is a clay altered, chlorite-actinolite greywacke.

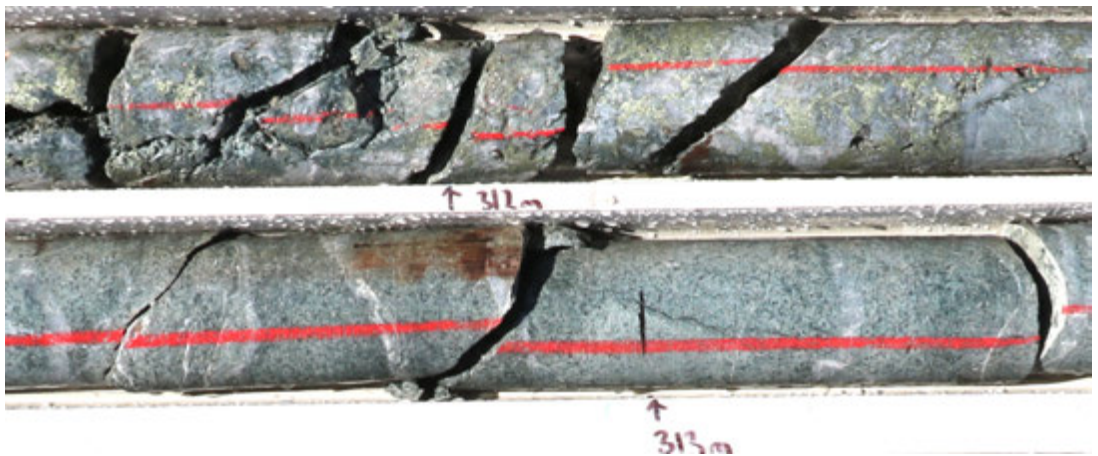
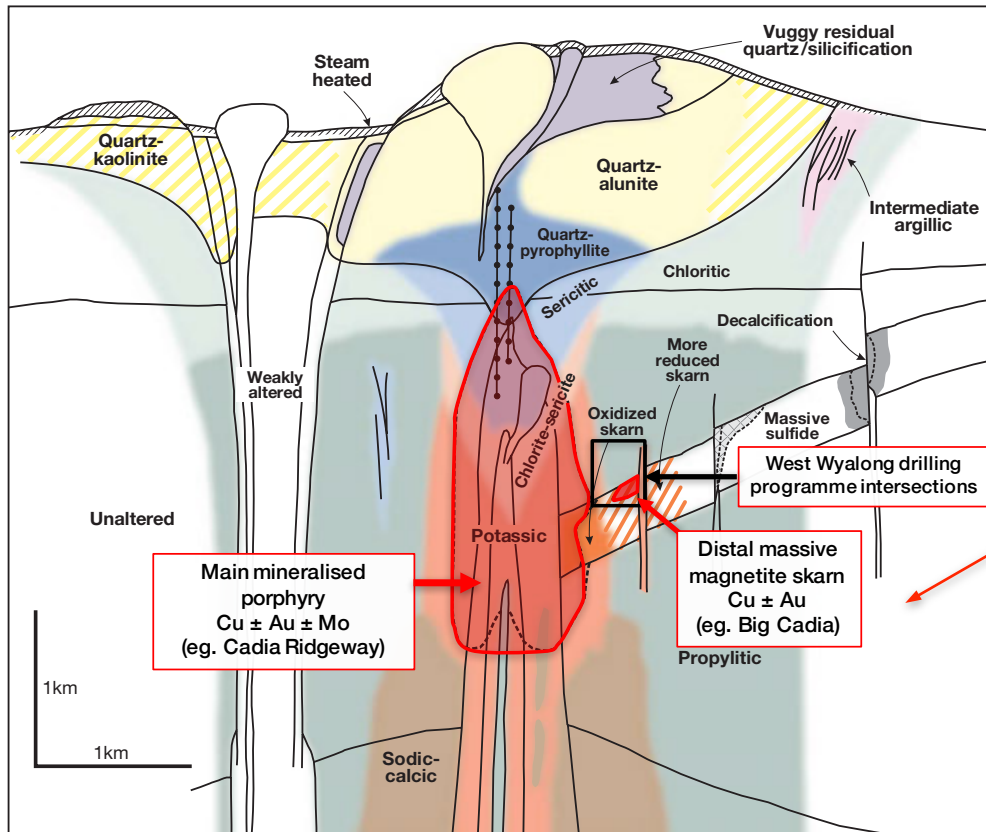


Figure 4 – AWN001 drill core at 312.0m: chalcopyrite (copper) and pyrite zone in a strongly silicified sheet vein (leakage structure) contained within strong propylitic and phyllic altered volcanoclastic greywacke and tonalite sequence.

**Big Cadia and Ok Tedi analogy indicated**

A north-south strike length of 1.5 kilometres and east-west extent of 1.5 kilometres of magnetite skarn has been observed visually within the total 2.5 kilometre strike length of multiple porphyritic intrusives, with assays confirming the presence of chromium (>0.1%) and nickel (>0.1%) - providing evidence of the West Wyalong porphyry system as being analogous to Ok Tedi in Papua New Guinea (PNG) and Big Cadia where magnetite skarns are located peripheral to the main deposit.



Skarn geochemistry and lithology at Big Cadia ultimately led to the Cadia Ridgeway deposit discovery.

Source: Sillitoe, R., H., 2010. Porphyry Copper Systems. Economic Geology v. 105, pp. 3-41, image on page 17).

Figure 5 – illustrating the interpreted location of West Wyalong intersections in relation to observed alteration and mineralogy in relation to a potential large scale ore deposit.

**Argent stake in West Wyalong project increased to 70%**

On 27 April 2017 Argent announced that the West Wyalong drilling expenditure, for which the direct drilling costs were 50% co-funded by the New South Wales Government Cooperative Drilling Programme up to \$200,000, had increased Argent’s interest in the project to 70%.

The ongoing interests of the parties in the project are continuing according to the West Wyalong Farmin and Joint Venture Agreement, which includes customary expenditure contribution and dilution provisions commencing on a 70/30 basis.



**KEMPFIELD RESOURCE UPDATE – 100% ARGENT OWNERSHIP**

**Extension potential identified - up to two times the dimensions of the existing JORC 2012 deposit**

On 20 April 2017 the Company announced that it had identified extension potential of up to two times the total dimensions of the known deposit, as illustrated by the red extensional arrows on the following diagram.

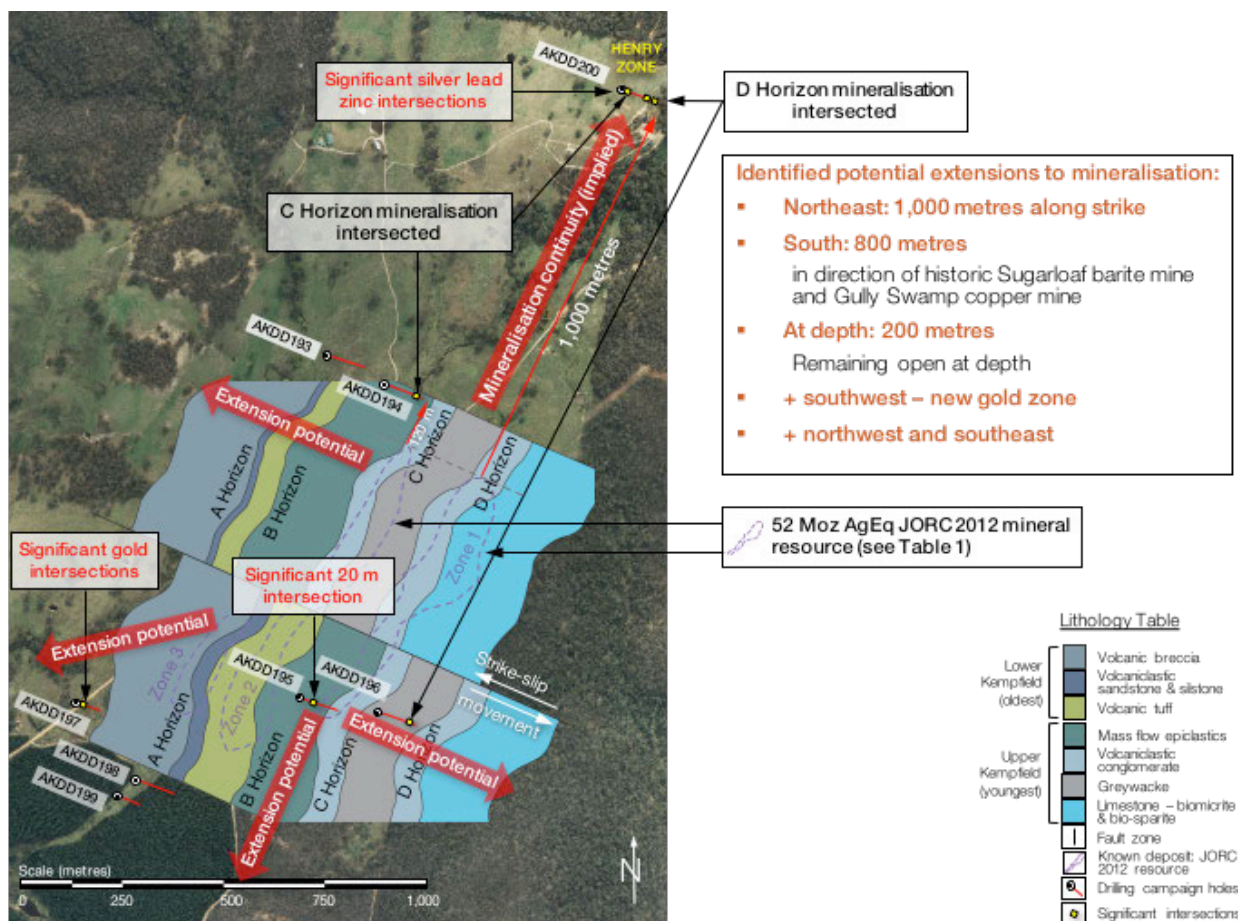


Figure 6 – illustrating the identified potential extensions to the known Kempfield deposit

The potential extensions were identified by the extensional diamond drilling programme concluded in the March quarter 2017, including both significant lateral extensions and at depth. The lateral extensions include significant implied continuity of a further 1,000 metres along strike to the northeast to the Henry Zone, and to 200 metres at depth, where the deposit remains open. This contrasts with historical assumptions that were limited by relatively shallow drilling generally to only 120 metres.

**5,000 metre infill drilling programme**

On 27 April 2017 the Company also announced that it is planning an infill drilling programme in preparation for the resource update. Approximately 5,000 metres of reverse circulation (RC) drilling are envisaged, subject to the results of 3D modelling of the drilling to date.

**Zinc, lead and silver recovery potential – metallurgical testing programme**

A metallurgical testing programme was also commenced during the quarter. Given the potentially substantial increase in base and precious metal resources resulting from the depth extensions, the new metallurgical test programme will focus on optimising the extraction of silver, lead and zinc from primary material as separate concentrates by a standalone flotation process.

The Company announced that in order to reduce costs, a primary material composite of approximately 50 – 100 kilograms would be constructed from representative samples that will be selected and cut from existing Kempfield drill core. The composite would be divided into smaller samples for a series of metallurgical tests devised and supervised by Sydney based metallurgical engineer Mr. Roland Nice.

Whilst historical drill core stored at the NSW Londonderry core library proved to be either unsuitable for testing and/or unavailable for release (the library requires a minimum of ¼ core to be retained), the Company subsequently identified core from more recent diamond drilling that is expected to be suitable for testing.

The results of the testing will provide additional data for the assessment of the equivalence formulae and cutoff grades for the Kempfield resource re-estimate.

### Kempfield resource update and the potential implications

The Company also announced that the combined results of the metallurgical testing and the resource update will provide additional data for a concept-level reassessment of Kempfield economics that will follow the updated resource re-estimate.

The current Kempfield mineral resource (prior to the planned update) is summarised in the following table:

Table 1 – Kempfield JORC 2012 mineral resource

	Resource Tonnes (Mt)	Silver (Ag)		Gold (Au)		Lead (Pb)		Zinc (Zn)		In-situ Contained Ag Equivalent <sup>2</sup>	
		Grade (g/t)	Contained Metal (Moz)	Grade (g/t)	Contained Metal (000 oz)	Grade (%)	Contained Metal (000 t)	Grade (%)	Contained Metal (000 t)	Grade (Ag Eq g/t)	Contained Ag Eq (Moz)
Oxide/ Transitional*	6.0	55	10.7	0.11	21	N/A	N/A	N/A	N/A	-	11.7
Primary**	15.8	44	22.3	0.13	66	0.62	97	1.3	200	-	40.5
<b>Total***</b>	<b>21.8</b>	<b>47</b>	<b>33.0 M</b>	<b>0.12</b>	<b>86</b>	<b>N/A</b>	<b>97</b>	<b>N/A</b>	<b>200</b>	<b>75</b>	<b>52 M</b>

\*90% \*\*79% \*\*\*82%: % of resource tonnes in Measured or Indicated category. 1. Cutoff grades 25g/t Ag for Oxide/Transitional and 50g/t AgEq for Primary. 2. AgEq based on US\$30/oz Ag, US\$1,500/oz Au, US\$2,200/t Pb and Zn, recoverable and payable @ 80% of head grade for Ag and Au and 55% for Pb and Zn. For full details refer to the Mineral Resources and Ore Reserves Statement in the Company's 30 June 2016 Annual Report.

The Company notes that the market valuation of Argent as at market close on 28 July 2017 – prior to the planned resource update - was \$0.43 per contained silver ounce<sup>i</sup>, and \$0.28 per in-situ contained silver equivalent ounce<sup>ii</sup> (which takes into account the contained zinc and lead metal as AgEq in Table 1).

### Box Hill land purchase option extended

On 27 June 2017 the Company announced that it had taken up its right to extend the option to purchase the neighbouring Box Hill property to the north of the Company's freehold land at the Kempfield polymetallic project in NSW.

The option to purchase Box Hill has been extended to 12 June 2018. Under the extended option, Argent is able to purchase the Box Hill land for \$1.2 million, to increase its existing freehold land at Kempfield from 115.8 to 424

<sup>i</sup> \$14.7 million market capitalisation ÷ 34.2 million ounces (33.0 million ounces of contained silver metal in the Kempfield resource, plus 1.2 million ounces of silver in the Sunny Corner resource). See Appendix B for the Sunny Corner resource.

<sup>ii</sup> \$14.7 million market capitalisation ÷ 53.2 million ounces (52 million ounces of contained AgEq in the Kempfield resource, plus 1.2 million ounces of silver in the Sunny Corner mineral resource).

hectares, for a total landholding of approximately 540 hectares (5.4 square kilometres).

The option extension fees comprised a cash payment of \$20,000 to the vendors, and the issuance of 666,666 shares at a price of 3 cents each.

The land purchase option, together with the current freehold land continues to facilitate exploration and feasibility work that the Company is conducting at the Kempfield site.

## **LOCH LILLY CO-FUNDED DRILLING PROGRAMME – EARNING UP TO 90% INTEREST**

In the Exploration Update published via the ASX on 8 June 2017, the Company announced that it had executed all land access arrangements with the relevant landholders for the Loch Lilly project, allowing the drill sites to be inspected and photographed, and applications to drill submitted to the NSW Department of Planning and Environment for approval.

On 21 June 2017 the Company announced that all approvals had been obtained and on 24 July 2017, the Company announced that diamond drilling commenced.

The direct drilling costs of the programme are 75% co-funded by the New South Wales Government up to \$150,000 through its Cooperative Drilling Programme Round 2. The co-funding was awarded based on the assessment of the project for technical merit and prospectivity by an independent expert panel.

Research undertaken by Dr. Crawford, has indicated that a geological belt, which extends from western Tasmania to western Victoria and eastern South Australia before swinging northeast and into western NSW, includes rocks equivalent to western Tasmania's Mt. Read Volcanics, with potentially major discovery implications for the Loch Lilly - Kars Belt in NSW.

Over a strike distance of just 80 kilometres, the Mt. Read Volcanics of western Tasmania hosts several world-class base and precious metal deposits, including Mt. Lyell, Rosebery and Hellyer, and numerous medium-sized deposits, including the Que River and Hercules volcanic-hosted massive sulphide (VHMS) copper-lead-zinc deposits, and the Henty gold deposit.

Two targets are being tested at Loch Lilly - Eaglehawk and Netley, which were identified by Anglo American's South American division in 2014 through a new magnetic - induced polarisation (IP) survey tool. Anglo American (Australia) Pty Ltd then partnered with Dr. Crawford in early 2015 to drill test the targets, but was subsequently instructed by its head office to terminate all base metal exploration projects in Australia as part of a global restructuring effort.

Argent now continues this exploration under the Loch Lilly joint venture agreement executed by the Company with Dr. Crawford.

By completing the two-hole 1,000 metre Loch Lilly drill programme comprising one 500 metre diamond hole for each target, Argent will earn a 51% interest in the project.

Under the Loch Lilly joint venture agreement executed between Dr. Crawford and Argent, the Company has the right to earn up to a 90% interest in the project, which has a combined exploration licence area of 1,447 km<sup>2</sup> that covers the majority of the Loch Lilly - Kars Belt.

## **CASH POSITION**

The Company's cash position as at 30 June 2017 was approximately \$2.03 million.

In addition to the incoming additional funds under the NSW Cooperative Drilling grant, the Company is planning to submit a research and development (R&D) claim as an integral part of its 2016/17 income tax return.

Whilst the Company received \$709,248 in R&D claim funds for the 2015/16 financial year, the amount of the 2016/17 R&D claim has not yet been determined.

Appendix 5B is attached to this announcement.



For further information please contact:

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Chief Executive Officer

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## APPENDIX A

The following mining tenement information is provided pursuant to Listing Rule 5.3.3:

Table 1 – Mining Tenement<sup>1</sup> Interest Activities for the Quarter Ended 30 June 2017

Tenement Identifier	Location	Interest Acquired During Quarter	Interest Divested During Quarter	Interest Held at End of Quarter
<b>Kempfield</b>				
EL5645 (1992)	NSW	-	-	100% <sup>2</sup>
EL5748 (1992)	NSW	-	-	100% <sup>2</sup>
EL7134 (1992)	NSW	-	-	100% <sup>2</sup>
EL7785 (1992)	NSW	-	-	100% <sup>2</sup>
EL7968 (1992)	NSW	-	-	100% <sup>2</sup>
EL8213 (1992)	NSW	-	-	100% <sup>2</sup>
PLL517 (1924)	NSW	-	-	100% <sup>2</sup>
PLL519 (1924)	NSW	-	-	100% <sup>2</sup>
PLL727 (1924)	NSW	-	-	100% <sup>2</sup>
PLL728 (1924)	NSW	-	-	100% <sup>2</sup>
<b>West Wyalong</b>				
EL8430 (1992)	NSW	-	-	70% <sup>3</sup>
<b>Loch Lilly</b>				
EL8199	NSW	-	-	0% <sup>4</sup>
EL8200	NSW	-	-	0% <sup>4</sup>
EL8515	NSW	-	-	0% <sup>4</sup>
EL8516	NSW	-	-	0% <sup>4</sup>
<b>Queensbury</b>				
EL9/2016	TAS	-	-	100%
<b>Sunny Corner</b>				
EL5964 (1992)	NSW	-	-	70% <sup>5</sup>

### Notes

1. The definition of “Mining Tenement” in ASX Listing Rule 19.12 is “Any right to explore or extract minerals in a given place”.
2. For all Kempfield tenements the tenement holder is Argent (Kempfield) Pty Ltd, a wholly owned subsidiary of Argent.
3. Under the West Wyalong Joint Venture and Farmin Agreement dated 8 June 2007 between Golden Cross Operations Pty Ltd and Argent as tenement holder (WWJVA), Argent has earned a 70% interest. The ongoing interests of the parties includes WWJVA expenditure contribution and dilution provisions commencing on a 70/30 basis.
4. The tenement holder for EL8199 and EL8200 is San Antonio Exploration Pty Ltd (SAE), and for EL8515 and EL8516 it is Loch Lilly Pty Ltd (LLP), a 100% owned subsidiary of Argent Minerals Limited. Under the Loch Lilly Farmin and Joint Venture Agreement (JVA) dated 12 February 2017 (effective date 17 February 2017), the respective ownership of all the tenements by the JVA Parties (SAE and LLP) is according to their respective JVA Interests. LLP has the right to earn up to a 90% interest, with the first 51% interest to be earned by completing the drill test for the Eaglehawk and Netley targets. For further details on Farmin terms and conditions see ASX announcement 20 February 2017 – Argent secures strategic stake in Mt. Read equivalent belt.
5. The tenement holder is Golden Cross Operations Pty Ltd.

## APPENDIX B

### Sunny Corner mineral resource

The following table sets out the Sunny Corner Mineral Resource statement published in the Company's Annual Report to shareholders for the year ended 30 June 2016. This information was prepared and first disclosed under JORC Code 2004. It has not been updated since then to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported:

At a combined base metals (cbm) cutoff of 2.5%:

Table 2 - Sunny Corner Resource Estimate - 30 June 2016

Category	Resource Tonnes (Mt)	Density	cbm (%)	Au (g/t)	Pb (%)	Zn (%)	Cu (%)	Ag (g/t)
Inferred	1.5	2.8	6.21	0.17	2.13	3.70	0.39	24

for contained metal as:

- 55,000 tonnes of zinc;
- 32,000 tonnes of lead;
- 5,800 tonnes of copper; and
- 1.2 million ounces of silver.

For further detail please refer to pages 80 and 81 of the Annual Report to Shareholders dated 30 June 2016.

## COMPETENT PERSON STATEMENTS

### Previously Released Information

This ASX announcement contains information extracted from the following reports which are available for viewing on the Company's website <http://www.argentminerals.com.au>:

- 27 April 2017 Placement Completed Argent Cashed Up to Advance Drilling
- 27 April 2017 Argent Earns 70% Interest in West Wyalong Project
- 8 June 2017 Exploration Update
- 21 June 2017 Loch Lilly Drilling Programme – Approval Received
- 27 June 2017 Kempfield Project – Box Hill Land Purchase Option Extended
- 3 July 2017 West Wyalong Drilling Confirms Mineralised Porphyry System<sup>1</sup>
- 12 July 2017 Argent Commences Loch Lilly Drilling Programme<sup>1</sup>
- 17 July 2<sup>nd</sup> Set of Assays – Increased Gold in West Wyalong Porphyry<sup>1</sup>
- 24 July 2017 Loch Lilly Drilling Underway
- 27 July Copper and Gold in West Wyalong Porphyry – Final Assays<sup>1</sup>

Competent Person:

1. Clifton Todd McGilvray

The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

### Exploration Results

The information in this report that relates to Exploration Results is based on information compiled by Mr. Clifton Todd McGilvray who is a member of the Australasian Institute of Mining and Metallurgy, an employee of Argent, and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr. McGilvray consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.



## 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

<b>ARGENT MINERALS LIMITED</b>	
<b>ABN</b>	<b>Quarter ended ("current quarter")</b>
89 124 780 276	30 June 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(749)	(1,955)
(b) development	-	-
(c) production	-	-
(d) staff costs	(32)	(111)
(e) administration and corporate costs	(231)	(694)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	19
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	709
1.8 Other (NSW Drilling Grant)	176	176
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(830)</b>	<b>(1,856)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(36)	(51)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
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 – Security deposits for tenements	-	(28)
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(36)</b>	<b>(79)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	2,280	3,674
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	(214)	(358)
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)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>2,066</b>	<b>3,316</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	830	649
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(830)	(1,856)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(36)	(79)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,066	3,316
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>2,030</b>	<b>2,030</b>

5. <b>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	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	126	130
5.2 Call deposits	1,904	700
5.3 Bank overdrafts	-	-
5.4 Other – Advance monies received from Placement.	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,030</b>	<b>830</b>

**6. Payments to directors of the entity and their associates**

- 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

Current quarter \$A'000
121
-

N/A

**7. Payments to related entities of the entity and their associates**

- 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

Current quarter \$A'000
34
-

N/A



## Mining exploration entity and oil and gas exploration entity quarterly report


<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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.		
N/A		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	400
9.2 Development	-
9.3 Production	-
9.4 Staff costs	30
9.5 Administration and corporate costs	160
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>590</b>

<b>10. 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	Nil			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	<b>West Wyalong WW8430</b>	Exploration	51%	70%

**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: .....  
Company secretary

Date: 31 July 2017.

Print name: Vinod Manikandan

**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.