



31 October 2018

Centralised Company Announcements Platform  
Australian Securities Exchange  
10<sup>th</sup> floor, 20 Bond Street  
Sydney NSW 2000

**QUARTERLY ACTIVITIES AND CASHFLOW REPORT 30 SEPTEMBER 2018**

Please find attached the Quarterly Activities and Appendix 5B Quarterly Cash Flow Reports for the Quarter ended 30 September 2018.

Yours faithfully



Stephen Biggins  
**Managing Director**



## ASX Release

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31 October 2018

### CORE EXPLORATION LTD

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### Directors:

**Greg English**  
Non-Executive Chairman

**Stephen Biggins**  
Managing Director

**Heath Hellewell**  
Non-Executive Director

### Issued Capital:

633,866,657 Ordinary Shares  
75,104,000 Unquoted Options  
12,165,000 Unquoted Performance Rights

**ASX Code:** CXO

## QUARTERLY ACTIVITIES REPORT FOR THREE MONTHS ENDED 30 September 2018

### Highlights

The Board of Core Exploration Ltd (“Core” or “Company”) is pleased to present its Quarterly activities report for the Period ended 30 September 2018.

Core spent much the September quarter working on a number of initiatives aimed at further enhancing the value and potential of its wholly-owned Finniss Lithium Project, located near Darwin in the Northern Territory, as the Company progresses a Definitive Feasibility Study on the project which is due to be released before the end of 2018. During the reporting period Core:

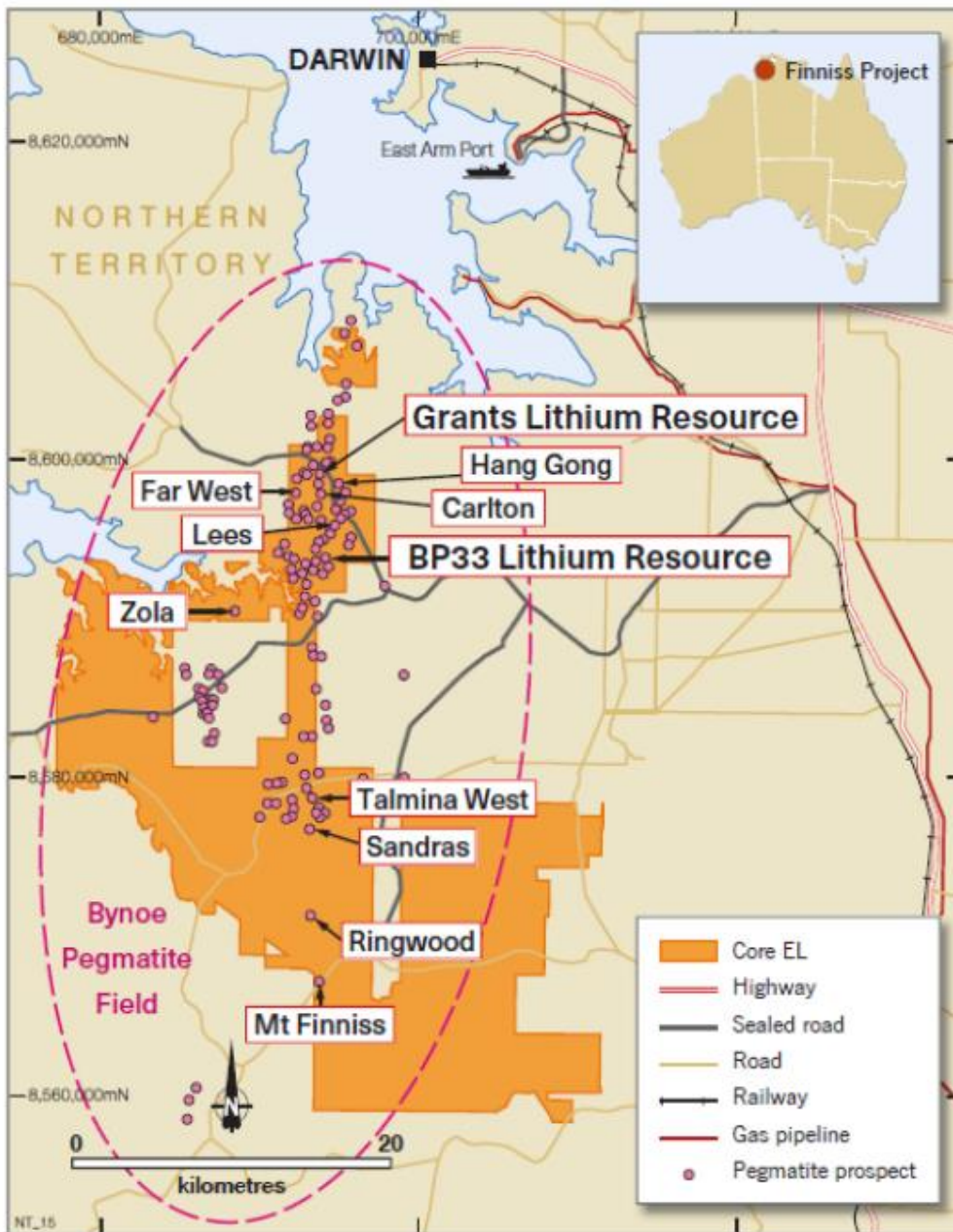
- Identified significant extensions outside of the existing defined Mineral Resource at the Grants Deposit
- Entered into a non-binding US\$35 million pre-payment and concentrate offtake term sheet with RuiFu
- Improved the recovery of high-grade lithium concentrate at Grants
- Further boosted the economics of the BP33 Prospect with wide and high-grade lithium assay results
- Progressed exploration work at the Carlton and Hang Gong prospects
- Appointed Argonaut as a financial adviser
- Appointed Erik Palmbachs as Chief Financial Officer
- Relocated head office to larger premises in Adelaide to facilitate expansion plans

# Finniss Lithium Project

Core's flagship asset is its wholly-owned Finniss Lithium Project, located in the Bynoe pegmatite field in the Northern Territory.

The Company is developing one of Australia's highest-grade lithium resources at the Grants Deposit and is also actively exploring the highly prospective BP33 Prospect, both of which are integral components of the Finniss Lithium Project.

The Finniss Lithium Project is ideally situated in close proximity to the Darwin Port, Australia's closest port to China.



**Figure 1.** Grants Resource within Core's 100%-owned Finniss Lithium Project

# FINNISS LITHIUM PROJECT, Core 100%

## New high-grade assay results at Grants

During the reporting period, Core discovered significant extensions to the Grants Deposit, with new assays confirming those extensions were directly along strike and at depth outside the deposit's existing defined Mineral Resource.

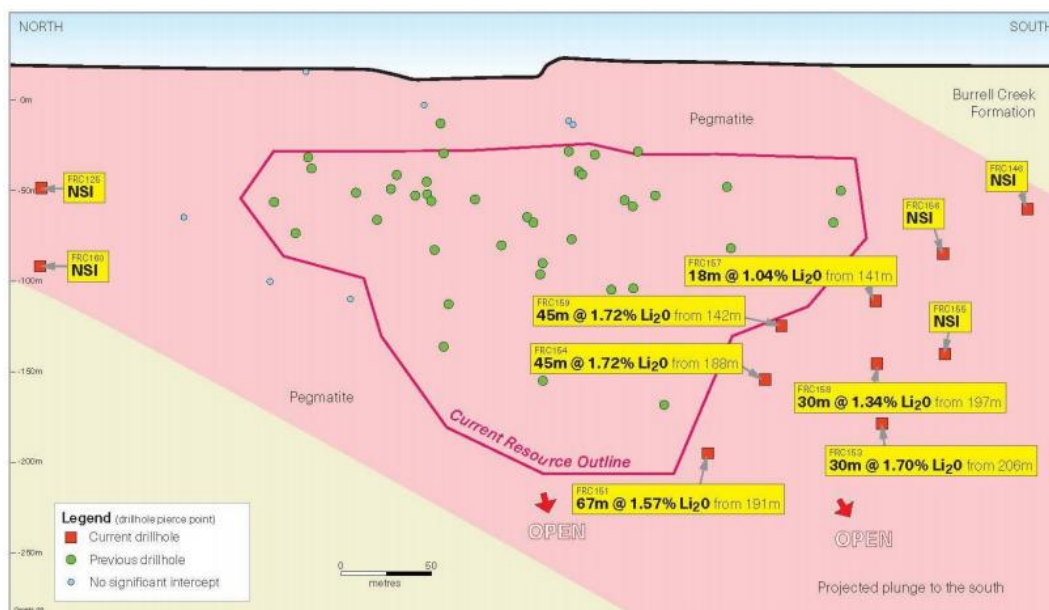
The extensions demonstrated the potential to further increase the size of the Mineral Resource and mine life at Grants, which is expected to have a material positive impact on the financial returns from the development of the proposed 1Mtpa Finnis Project as detailed in the Pre-Feasibility Study (see ASX announcement 25/6/2018).

The new high-grade lithium intersections included:

- 67m @ 1.57% Li<sub>2</sub>O from 191m in FRC151
  - Including 16m @ 2.17% Li<sub>2</sub>O
  - And 12m @ 2.08% Li<sub>2</sub>O
- 45m @ 1.72% Li<sub>2</sub>O from 188m in FRC154
  - Including 22m @ 2.09% Li<sub>2</sub>O
- 45m @ 1.72% Li<sub>2</sub>O from 142m in FRC159
  - Including 16m @ 2.03% Li<sub>2</sub>O
- 30m @ 1.70% Li<sub>2</sub>O from 206m in FRC153
  - Including 2m @ 2.12% Li<sub>2</sub>O

The average grade of the new significant extensions intersected at Grants were above the Mineral Resource grade of 1.5% Li<sub>2</sub>O and included wide intervals of up to 22m, grading > 2% Li<sub>2</sub>O.

These new intersections are expected to add to the existing Mineral Resource at Grants (Figure 2) and highlights that the spodumene pegmatite orebody is open along strike and down-plunge to the south.



**Figure 2.** Grants Lithium Deposit and new extension drill intersections within Core's 100%-owned Finnis Lithium Project

## Improved recovery of high-grade lithium at Grants

Metallurgical test work on core from the Grants Deposit during the quarter delivered outstanding results and supported the business case for saleable concentrate from a simple Dense Media Separation (DMS) plant at the Finniss Project, designed to use a gravity only circuit.

High grade 5.5% lithium concentrate was produced at an elevated recovery of 79% in the metallurgical test work for the design of a simple gravity separation plant using industry standard DMS.

Those new results significantly improved on the results of the preliminary test work conducted in 2017 that were utilised in the PFS assumptions, based on producing a 5.0% Li<sub>2</sub>O concentrate at 76% recovery (Table 1).

6.1% Li<sub>2</sub>O concentrate was also produced at good commercial recoveries of 69% using DMS at the same sizing in the recent test work. Ongoing test work will be further refined over coming months with the aim of optimisation of the production of higher concentrate grades to be considered in the Definitive Feasibility Study later this year.

	PFS	New Results	
Size	P100 -6.3mm +0.5mm	P100 -5.6mm +0.5mm	
Concentrate Grade (Li <sub>2</sub> O)	5.0%	5.5%	6.1%
Recovery	76%	79%	69%

**Table 1.** Comparison of new improved results with previous PFS results (ASX: 25/06/2018)

## More wide, high-grade lithium intersections boost BP33 potential

RC drilling at the BP33 Prospect during the quarter was designed to grow the existing resource base. This phase of drilling focused on the potential southern extension of the current resource and infill at BP33, and achieved a number of outstanding intersections including:

- 63m @ 1.50% Li<sub>2</sub>O from 76m (FRC 169)
- 43m @ 1.78% Li<sub>2</sub>O from 157m (FRC166) including:
  - 10m @ 2.00% Li<sub>2</sub>O from 159m
- 59m @ 1.59% Li<sub>2</sub>O from 198m (FRC 174) including:
  - 25m @ 2.00% Li<sub>2</sub>O from 222m

The extensional drilling at BP33 is being incorporated into a new Mineral Resource estimate – due to be released in the near-future – and is expected to have a positive impact on estimates.

Similarly, new drilling positioned within the currently defined Mineral Resource at BP33 is expected to enable an upgrade in the classification of the BP33 Mineral Resource to higher confidence categories (Figures 3 and 4).

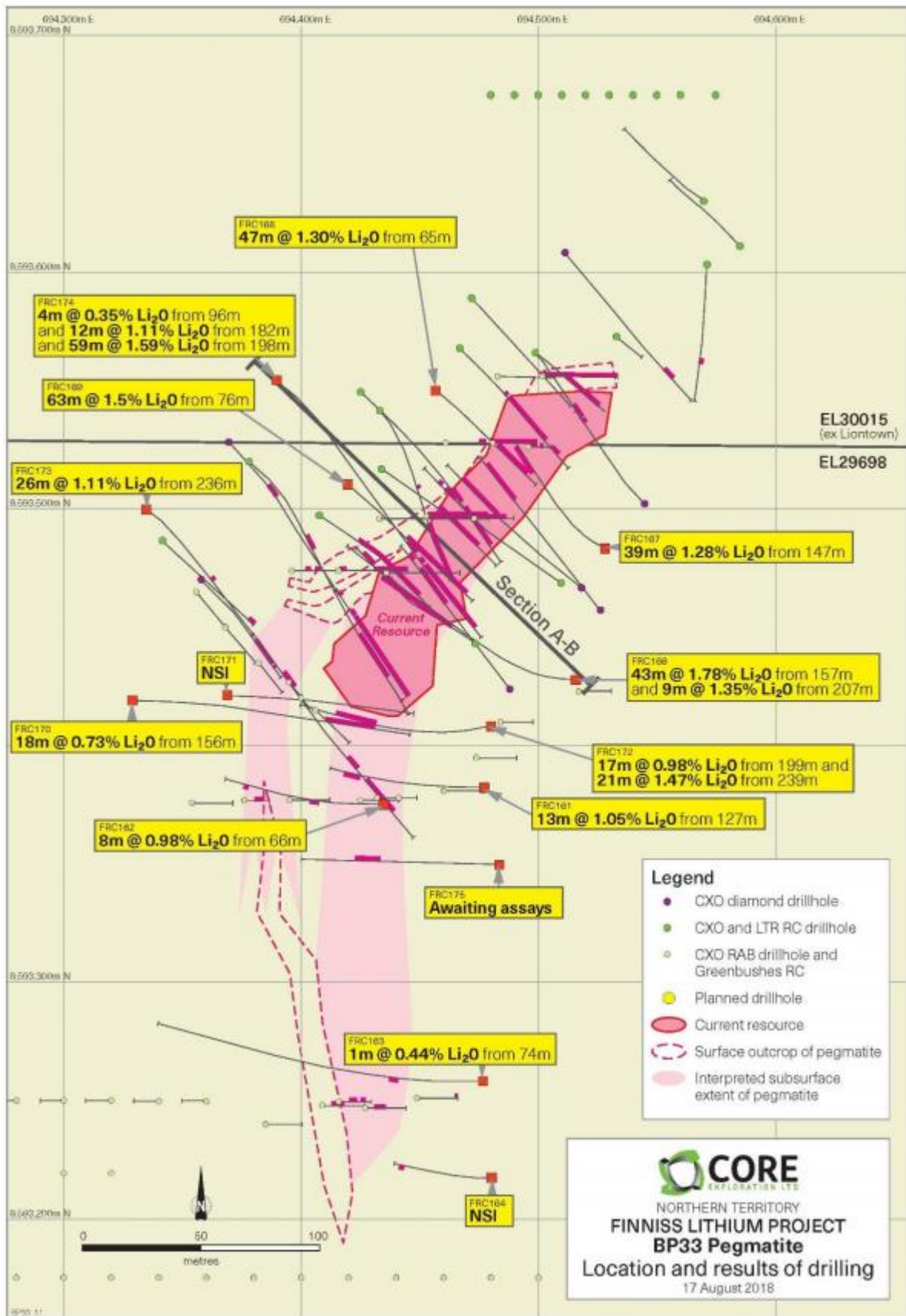


Figure 3. Drill hole plan for BP33

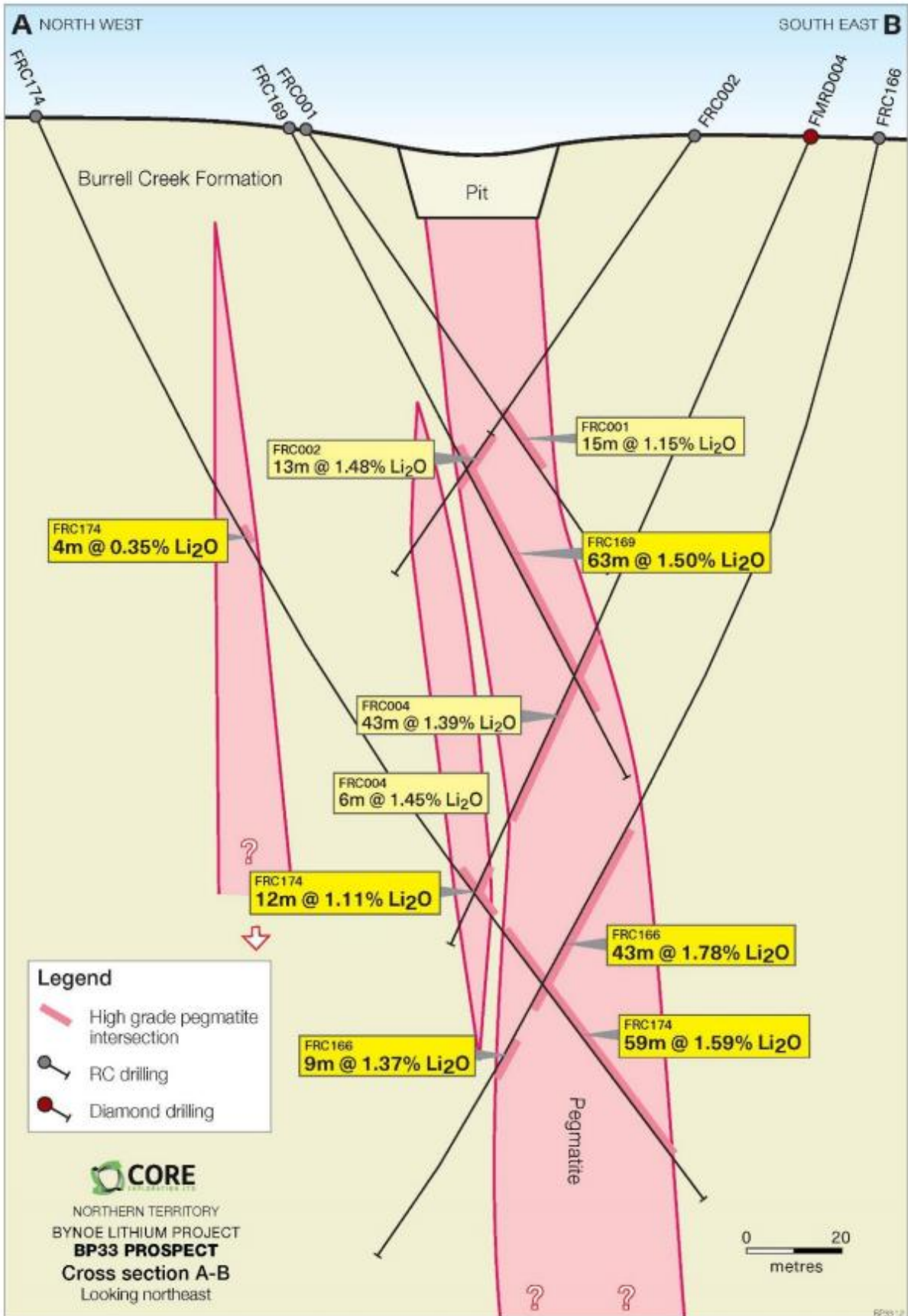


Figure 4. Drill cross-section in central BP33

## Promising exploration intersections at Carlton and Hang Gong prospects

Whilst considerable progress was made in further boosting the economics of the Grants and BP33 assets, Core also deployed resources to the Carlton and Hang Gong prospects at the Finniss Project during the reporting period, with exploration drilling results demonstrating the significant potential to expand and define substantial additional lithium resources at the project.

The recent drilling at the Carlton Prospect demonstrates the spodumene pegmatite body dips gently to the east and, importantly, continues in the subsurface to the south, almost certainly beyond the historic pit workings (Figures 5 and 6).

The best assay results included:

- 16m @ 1.79% Li<sub>2</sub>O from 84m (NRC015)
  - Including 8m @ 2.16% Li<sub>2</sub>O from 85m
- 21m @ 0.89% Li<sub>2</sub>O from 113m (NRC027)

Some of the holes also intersected weathered pegmatite up-hole to the east, opening up the possibility that there are other concealed pegmatites close to the currently identified main body at Carlton.

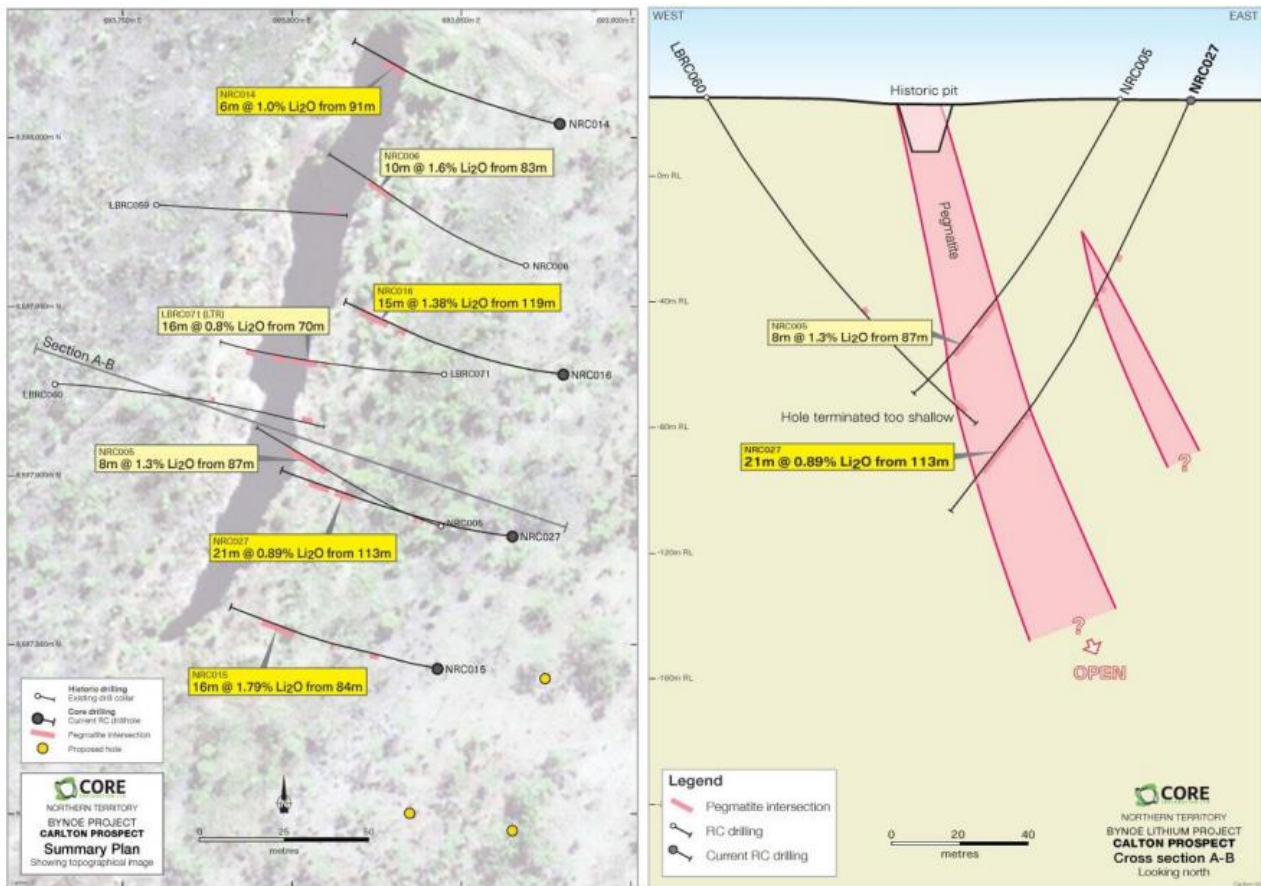
Seven RC drill holes completed at the greater Hang Gong area, meanwhile, aimed at testing an exploration model focusing on shallow-dipping stacked pegmatites.

Almost all of the holes that reached target depth intersected a 5-20m thick pegmatite at a similar RL that fitted a model for a tabular body dipping at 20 degrees to the north.

The best intersections include:

- 11m @ 1.34% Li<sub>2</sub>O from 97m (NRC018)
  - Including 6m @ 1.9% Li<sub>2</sub>O from 98m
- 17m @ 0.97% Li<sub>2</sub>O from 90m (NRC024)
  - Including 1m @ 2.67% Li<sub>2</sub>O at 92m





**Figures 5 and 6.** Recent RC drill intersections at Carlton Prospect in plan (LHS) and section (RHS), Finniss Lithium Project

## US\$35m pre-payment and concentrate offtake agreement with RuiFu

In July, Core announced it had entered into a Non-Binding Term Sheet with Shandong RuiFu Lithium Co Ltd (RuiFu), a subsidiary of Shanghai Stock Exchange-listed Meidu Energy Co., Ltd.

Under the agreement, RuiFu will be supplied with up to 150,000 tonnes of lithium concentrate offtake per year from the Finniss Project, provide a US\$35 million conditional pre-payment facility to the Company, and invest \$3 million in Core by way of a Placement, priced at 5 cents per share, giving RuiFu a 10% interest in the Company.

RuiFu is one of China's largest processors of lithium from lepidolite and spodumene, and produces and sells battery-grade lithium carbonate, industrial grade lithium carbonate, anhydrous sodium sulphate, aluminium silicon powder and other products throughout China.

A number of terms remain to be negotiated by the parties and the full details of those discussions remain confidential; however, strong progress has been made in establishing the core commercial framework for these agreements.

Both Core and RuiFu are committed to expeditiously concluding binding agreements.

The agreement, together with the previously announced US\$20 million pre-payment agreement with Yahua, is expected to provide a non-dilutive finance solution to develop Grants and build the DMS concentrate plant.

# DECEMBER QUARTER ACTIVITIES

## Grants Resource Upgrade

Subsequent to the end of the September quarter, Core announced a substantial Resource upgrade for its Grants Lithium Deposit at the Finniss Lithium Project in the Northern Territory.

The resource tonnes have increased by 42% in size at a high grade of 1.5% Li<sub>2</sub>O, with over one-third classified in the Measured Mineral Resource category - the highest resource confidence classification (Table 2).

The increase in the size of the estimate and confidence of the Resource, following successful drilling in recent months, provides the Company with great conviction that Finniss Project has potential to deliver robust returns, which is expected to be confirmed by the Definitive Feasibility Study (DFS).

The Grants Lithium Resource estimate currently comprises 2.89Mt @ 1.5% Li<sub>2</sub>O (Table 2) and is one of the highest-grade spodumene resources in Australia. Two-thirds of the Grants Lithium Resource is now classified in the Measured or Indicated category.

The global Mineral Resource for the Finniss Project is now 4.3Mt @ 1.4% (Table 2) and is expected to grow further when a new resource estimate is announced for BP33.

Core is in the final stages of completing a Definitive Feasibility Study (“DFS”) for the development of a spodumene concentrate operation from the Finniss Lithium Project and expects to deliver the DFS in late November 2018.

Core is targeting commencement of mining and construction mid-2019 and first production of high quality spodumene concentrate in late 2019.

The DFS is expected to dramatically build on the strong financial outcomes highlighted in the Pre-Feasibility Study (PFS) (\$140M NPV and 142% IRR; ASX 25/06/18). The DFS is likely to consider substantially expanded resources and longer mine life, optimised recoveries and increased grade of product as well as further confirmation of offtake and customer prepayment finance.

The Finniss Lithium Project has arguably the best supporting infrastructure and logistics chain to Asia of any Australian lithium project. The Project is within 25km of port, power station, gas, rail and 1 hour by sealed road to workforce accommodated in Darwin and importantly to Darwin Port - Australia’s nearest port to Asia.

High grade, low processing costs and cheap haulage make Core’s Finniss Project potentially one of the least capital intensive and most cost competitive spodumene operations in Australia.

The results of the Mineral Resource Estimate are provided in Table 2. The Mineral Resources are reported at a high cut-off of 0.75% Li<sub>2</sub>O.

Mineral Resource Estimate for the Finniss Lithium Project 22 October 2018 – 0.75% Li <sub>2</sub> O cut-off				
Resource Category	Oxidation	Tonnes	Li <sub>2</sub> O %	Contained Li <sub>2</sub> O (t)
Grants Measured	Fresh	1,090,000	1.5	16,100
Grants Indicated	Fresh	820,000	1.5	12,600
Grants Inferred	Fresh	980,000	1.4	14,000
BP33 Inferred*	Fresh	1,420,000	1.4	20,000
<b>Total</b>		<b>4,310,000</b>	<b>1.4</b>	<b>62,700</b>

**Table 2.** Mineral Resource Estimate for Finniss Lithium Project (0.75% Li<sub>2</sub>O Cut-off). \*BP33 resource from 23 May 2018 is unchanged.

## Napperby Uranium Resource update

Subsequent to the end of the September quarter, Core announced to the market it had re-estimated the Napperby Uranium Project's Mineral Resource to follow the JORC 2012 Code guidelines.

The Napperby Uranium Inferred Mineral Resource estimation comprises 9.54Mt at 382ppm U<sub>3</sub>O<sub>8</sub> for 8.03Mlb of contained U<sub>3</sub>O<sub>8</sub> at a 200ppm U<sub>3</sub>O<sub>8</sub> cut-off.

Napperby also includes significant Vanadium mineralisation that represents a 9.54Mt Inferred Mineral Resource at 236ppm V<sub>2</sub>O<sub>5</sub>.

Only a quarter of the known mineralised area defined by Uranerz in the 1980's at Napperby has been drilled to sufficient density to estimate a mineral resource. The larger mineralised area (25km x 5km) surrounding and adjacent to the deposit has strong potential to be incorporated into Mineral Resources through further drilling.

In the context of the uranium price increasing 35% over the past 12-months, Core has received expressions of interest from multiple parties with respect to Napperby. As at October 2018, globally there are about 50 new reactors under construction, compared to 450 operating in 30 countries (according to world-nuclear.org).

To enable Core to remain focussed on the development of the Finniss Project and also achieve full value of the Napperby Uranium Deposit for shareholders, Core will now commence engaging with these parties regarding a sale or partial sale of Napperby.

## CORPORATE

### Appointment of Argonaut

During the reporting period, Core appointed Argonaut as a financial adviser. Argonaut, alongside long-term broking supporter Hartleys, will assist the Company in delivering the optimal financing package for development of the Finniss Project.

Argonaut is a specialist natural resources financial adviser with offices in Hong Kong and Perth that offers significant experience in international equity, debt and hybrid financing, having completed transactions totalling over \$10 billion since 2007.

### New Chief Financial Officer and office move

In late September, Core announced it had completed two key corporate initiatives as it continues plans towards becoming an established lithium producer by the end of 2019.

The Company recruited experienced mining executive Erik Palmbachs as Chief Financial Officer.

Mr Palmbachs has been responsible as CFO during the development, start and operation of a number of mining and mineral processing projects over the past 20 years, including mining projects operating in the NT, Western Australia and internationally.

To accommodate the expanding capabilities and skills of the organisation, Core has also moved offices to larger premises to meet those capacity constraints.

### Share Capital Changes - Ordinary Shares, Options and Performance Rights

During the quarter, Core issued 10,00,000 unquoted options as consideration for investor relations services to Argonaut. The unquoted options have an exercise price of \$0.08 and expiry of 5 September 2022.

During the quarter, Core issued 2,140,000 performance rights to employees and contractors, 170,000 performance rights were exercised and 1,500,000 performance rights lapsed as the performance hurdles were not met.

Subsequent to the end of the quarter, 105,000 performance rights were exercised.

A summary of movements and balances of equity securities between 1 July 2018 and this report are listed below (items marked with a \* occurred subsequent to the end of the quarter):

	Ordinary shares	Unquoted Options	Unquoted performance rights
<b>On issue at start of the Quarter</b>	<b>633,591,657</b>	<b>65,104,000</b>	<b>11,800,000</b>
Unlisted options issued	-	10,000,000	-
Performance rights – issue	-	-	2,140,000
Performance rights – exercise	170,000	-	(170,000)
Performance rights – lapse	-	-	(1,500,000)
Performance rights – exercise*	105,000	-	(105,000)
<b>Total securities on issue at the date of this report</b>	<b>633,866,657</b>	<b>75,104,000</b>	<b>12,165,000</b>

## COMPETENT PERSON STATEMENT

*The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Stephen Biggins (BSc(Hons)Geol, MBA) as Managing Director of Core Exploration Ltd who is a member of the Australasian Institute of Mining and Metallurgy and is bound by and follows the Institute's codes and recommended practices. He has sufficient experience which is relevant to the styles of mineralisation and types of deposits 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 of Exploration Results, Mineral Resources and Ore Reserves". Mr. Biggins consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

*Core confirms that it is not aware of any new information or data that materially affects the information included in this announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimates in the announcements "Grants Lithium Resource Increased by 42% ahead of DFS" dated 22 October 2018, "Maiden Resource Estimate at BP33" dated 23 May 2018 and "Napperby Uranium Resource Update and Increase" dated 12 October 2018 continue to apply and have not materially changed. The Mineral Resources underpinning the production target have been prepared by a Competent Person in accordance with the requirements of the JORC code.*

*Core confirms that all material assumptions underpinning production target and forecast financial information derived from the product target announced on 25 June 2018 continue to apply and have not materially changed.*

*Other results that have previously recently been released under JORC 2012 by Core are listed in the table below:*

6 Jul 2018	Extensions to Grants Intersected in New Exploration Drilling
24 Jul 2018	New High-grade Assay Results - Grants Lithium Resource
16 Aug 2018	New Exploration Intersections Add to Finnis Potential
22 Aug 2018	More Wide High-grade Lithium Intersections at BP33

## TENEMENT TABLE

Tenement number	Tenement name	Beneficial Interest at the end of the Quarter	Changes during Quarter
<b>South Australia</b>			
EL 5731	Fitton	100%	None
EL 5375	Billy Springs	100%	None
EL 5809	Mt Lyndhurst	0%	Tenement relinquished
EL 6038	Mt Freeling	100%	None
SEL 6111	Yerelina	100%	None
<b>Northern Territory</b>			
EL 27709	Pattersons	100%	None
EL 28029	White Range East	100%	None
EL 28136	Blueys	100%	None
EL 28940	Mordor	100%	None
EL 29347	Yambla	100%	None
EL 29389	Mt George	100%	None
EL 29579	Jervois North	100%	None
EL 29580	Jervois East	100%	None
EL 29581	Jervois West	100%	None
EL 29669	Jervois South	100%	None
EL 29689	Riddoch	100%	None
EL 30669	Ross River	100%	Reduced from 170.44km <sup>2</sup> to 140.97km <sup>2</sup>
EL 30793	McLeish	100%	None
EL 29698	Finniss	100%	None
EL 29699	Bynoe	100%	None
EL 30012	Bynoe	100%	None
EL 30015	Bynoe	100%	None
EMP28651	Bynoe	100%	None
MLN16	Bynoe	100%	None
EL 31058	Barrow Creek	100%	None
EL 31126	Bynoe	100%	None
EL 31127	Bynoe	100%	None
EL 31139	Anningie West	100%	None
EL 31140	Anningie South	100%	None
EL 31145	Barrow Creek North	100%	None
EL 31146	Barrow Creek South	100%	None
EL 31271	Bynoe	100%	None
EL 31279	Sand Palms	100%	None
MLA31726	Grants Mineral Lease	100%	Mining Lease Application

## 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

Core Exploration Limited

## ABN

80 146 287 809

## Quarter ended ("current quarter")

30 September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(2,084)	(2,084)
(b) development	-	-
(c) production	-	-
(d) staff costs (net of capitalised expenditure)	(164)	(164)
(e) administration and corporate costs	(262)	(262)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	12	12
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(2,498)</b>	<b>(2,498)</b>

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(3)	(3)
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(3)</b>	<b>(3)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
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	(2)	(2)
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)</b>	<b>(2)</b>



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</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	8,004	8,004
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,498)	(2,498)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(3)	(3)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(2)	(2)
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>5,501</b>	<b>5,501</b>

<b>5.</b>	<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	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	251	754
5.2	Call deposits	5,250	7,250
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>5,501</b>	<b>8,004</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**

96

-

The amount above includes all payments to Directors and also includes payments to entities associated with Heath Hellewell. The payments relate to executive services and directors' fees on commercial terms.

<b>7. Payments to related entities of the entity and their associates</b>		<b>Current quarter \$A'000</b>
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	

Not applicable

<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.		

Not applicable

<b>9. Estimated cash outflows for next quarter</b>		<b>\$A'000</b>
9.1	Exploration and evaluation	2,000
9.2	Development	-
9.3	Production	-
9.4	Staff costs	150
9.5	Administration and corporate costs	250
9.6	Other (provide details if material)	-
<b>9.7</b>	<b>Total estimated cash outflows</b>	<b>2,400</b>

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	South Australia EL5809	All tenements beneficially held  Relinquished	100%	0%
		Northern Territory EL30669	Reduced from 170.44km <sup>2</sup> to 140.97km <sup>2</sup>	100%	100%
10.2	Interests in mining tenements and petroleum tenements acquired or increased		Not applicable		

### 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 October 2018

Print name: Jaroslaw (Jarek) Kopias

### 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.