+Rule 4.7B

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00, Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

First Graphene Limited

ABN	**Quarter ended ("current quarter")**
50 007 870 760	31 March 2019

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	1	10
1.2	Payments for		
	(a) research and development	(1,114)	(3,083)
	(b) product manufacturing and operating costs	(20)	(166)
	(c) advertising and marketing	-	-
	(d) leased assets	-	-
	(e) staff costs	(157)	(436)
	(f) administration and corporate costs	(596)	(1,266)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	8
1.5	Interest and other costs of finance paid	-	(2)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	804	1,418
1.8	Other (provide details if material) Mineral asset maintenance	(24)	(236)
1.9	**Net cash from / (used in) operating activities**	**(1,105)**	**(3,753)**

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(86)	(475)
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment	4	17
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) 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) Deconsolidation of controlled entity [1]	(192)	(192)
2.6	**Net cash from / (used in) investing activities**	**(274)**	**(650)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	-	1,460
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	(7)	(96)
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)	(8)	(26)
3.10	**Net cash from / (used in) financing activities**	**(15)**	**1,338**

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of quarter/year to date	3,206	4,839
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,105)	(3,753)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(274)	(650)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(15)	1,338
4.5	Effect of movement in exchange rates on cash held	3	41
4.6	**Cash and cash equivalents at end of quarter**	**1,815**	**1,815**

NOTE [(1)]: The Group has deconsolidated Graphene Solutions Pty Ltd due to loss of effective control on 21 January 2019 resulting in the removal of the cash balance of $192k as at that date.

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 $A'000**	**Previous quarter $A'000**
5.1	Bank balances	1,513	2,843
5.2	Call deposits	302	363
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)**	**1,815**	**3,206**

6.	**Payments to directors of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to these parties included in item 1.2	298
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	

Payment of executive Director salaries.

7.	**Payments to related entities of the entity and their associates**	**Current quarter $A'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** *Add notes as necessary for an understanding of the position*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
8.1	Loan facilities	564	564
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.

US$400,000 Graphite Sale & Purchase Agreement ("Facility") with Traxys Europe SA. Interest at 6.75% pa and is secured over graphite inventory. Repayment of the Facility has been extended to May 2020.

9.	**Estimated cash outflows for next quarter**	**$A'000**
9.1	Research and development	250
9.2	Product manufacturing and operating costs	150
9.3	Advertising and marketing	45
9.4	Leased assets	
9.5	Staff costs	300
9.6	Administration and corporate costs	400
9.7	Other (provide details if material)	
9.8	**Total estimated cash outflows**	**1,145**

10.	**Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)**	**Acquisitions**	**Disposals**
10.1	Name of entity		
10.2	Place of incorporation or registration		
10.3	Consideration for acquisition or disposal		
10.4	Total net assets		
10.5	Nature of business		

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 and Company Secretary) Date: 30th April 2019

Print name: Peter Richard Youd

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 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 standard applies 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.