Quarterly Report for period ending June 30, 2018

Highlights:

- **Major exploration activity continued at Katanning Gold Project (KGP), including RC and diamond drilling programs**
- **RC drilling at Jinkas, Jinkas South and Jackson identifies additional gold mineralization**
- **High-grade mineralisation intersected at Jinkas South southeast along strike from Jinkas Resource. Mineralisation remains open along strike**
- **High grade intercepts at Jinkas South include 26m @ 6.6 g/t Au from 117m including 4m @ 37.19 g/t Au from 119m in BSRC0814 and 15m @ 3.66 g/t Au from 117m including 5m @ 10.37 g/t Au from 117m in BSRC0859 building on previous results and demonstrate strike length of high-grade mineralisation**
- **New near Resource potential is identified along two separate mineralised trends west of the Jinkas deposit extending over 10 km's of strike length**
- **RC and diamond drilling at Datatine prospect adds significantly to understanding of KGP and regional prospectivity**
- **Farm-in agreement signed with Intrepid Mines Limited over Doolgunna Project, WA**
- **Share placement completed, raising $2.4 million for further exploration at KGP**

Ausgold Limited (ASX: AUC) ("Ausgold" or "the Company") is pleased to present its Quarterly Report for the period ended 30 June, 2018. Activities during the quarter focused primarily on advancing the 100%-owned Katanning Gold Project (KGP), 40km from the township of Katanning in Western Australia, with RC and diamond drilling completed.

Management Comment
Ausgold Chief Executive Officer and Managing Director Dr Matthew Greentree said:

"Our exploration focus during the June quarter was again solely on the Katanning Gold Project, where we continued to identify additional mineralisation and build a better picture of the project's true potential with the discovery of high grade mineralisation south along strike from the Jinkas Resource. Importantly, we completed a share placement at a premium to market, raising $2.4 million, which will fund further exploration at the KGP and allow us to progress towards commencing mine studies."

Katanning Gold Project, WA

AUC interest 100%

The June quarter saw the continuation of RC drilling program at the KGP, which is designed to identify additional gold mineralisation within a 10-kilometre strike of existing Resources (Figure 1). A six-hole, 676m diamond drilling program to better assess the potential of the Datatine prospect, approximately 8km to the north of the existing Resource areas, was also completed Figure 5.

RC drilling – Jinkas Hill, Jinkas South and Jackson

During the quarter, Ausgold drilled 24 RC holes for 3,496m along a total 2.4km strike length at the Jinkas South and Fraser prospects (Figure 2, Figure 3 and Figure 4). This wide-spaced (80m x 120m) drilling has delineated high-grade mineralisation at Jinkas South, with the best intercepts being:

- 15m @3.66 g/t Au from 117m in BSRC0859 including 5m @ 10.37 g/t Au from 117m; and
- 26m@6.6 g/t Au from 117m in BSRRC0814 including 4m @ 37.19 g/t Au from 119m

This new drilling supports the Company's geological interpretation that the high-grade mineralisation at Jinkas South is located in a northerly strike direction, as opposed to the north-west strike that is evident regionally, and suggest further potential along strike where the Jinkas and White Dam lodes are brought close together.
Significant intercepts from the RC drilling at Fraser included:

- 20m @ 0.6 g/t Au from 12m in BSRC0838 including 2m @ 2.64 g/t Au from 19m; and
- 1m @ 5.37 g/t Au from 75m in BSRC0837

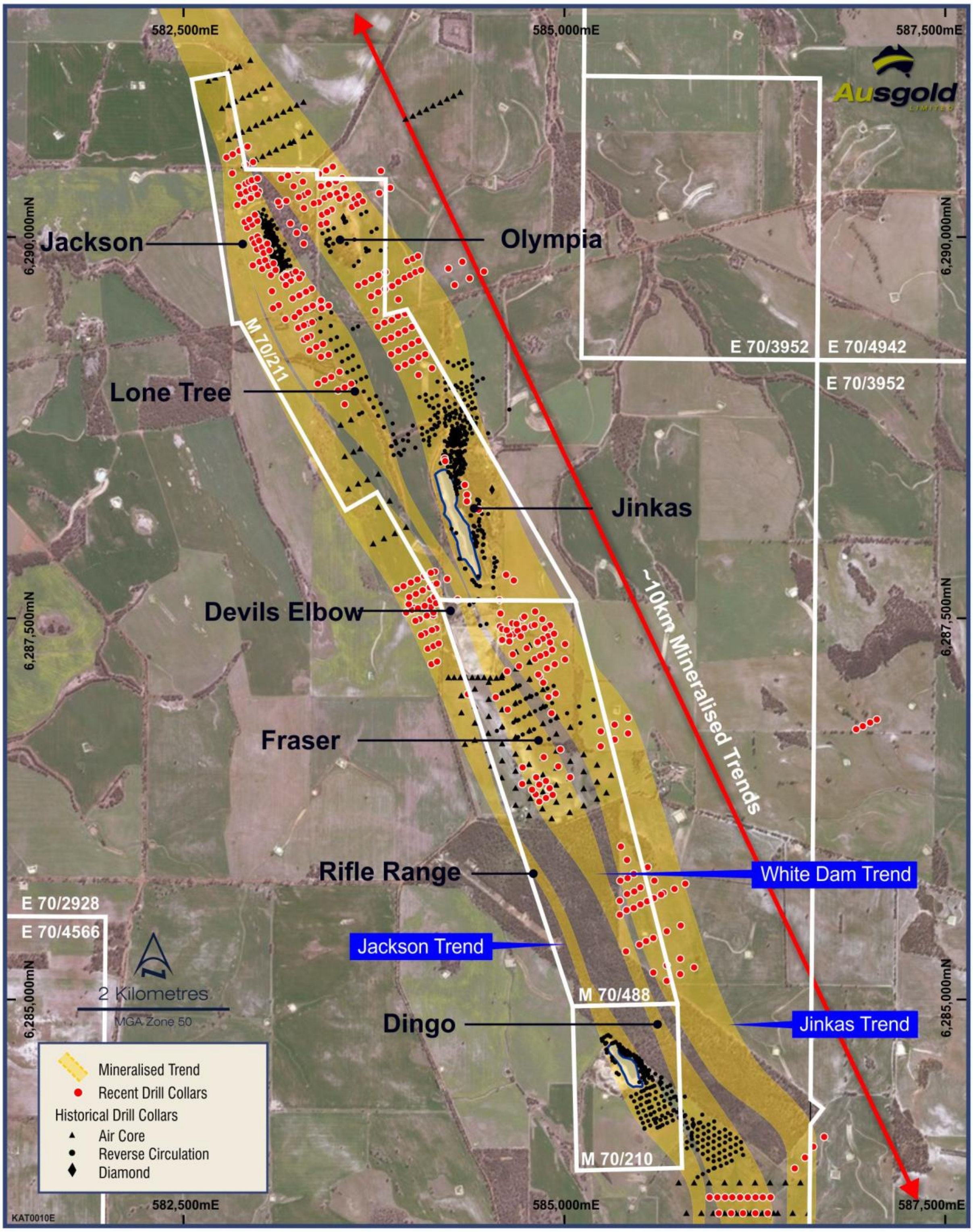

Figure 1 - Location of recent drilling at the KGP

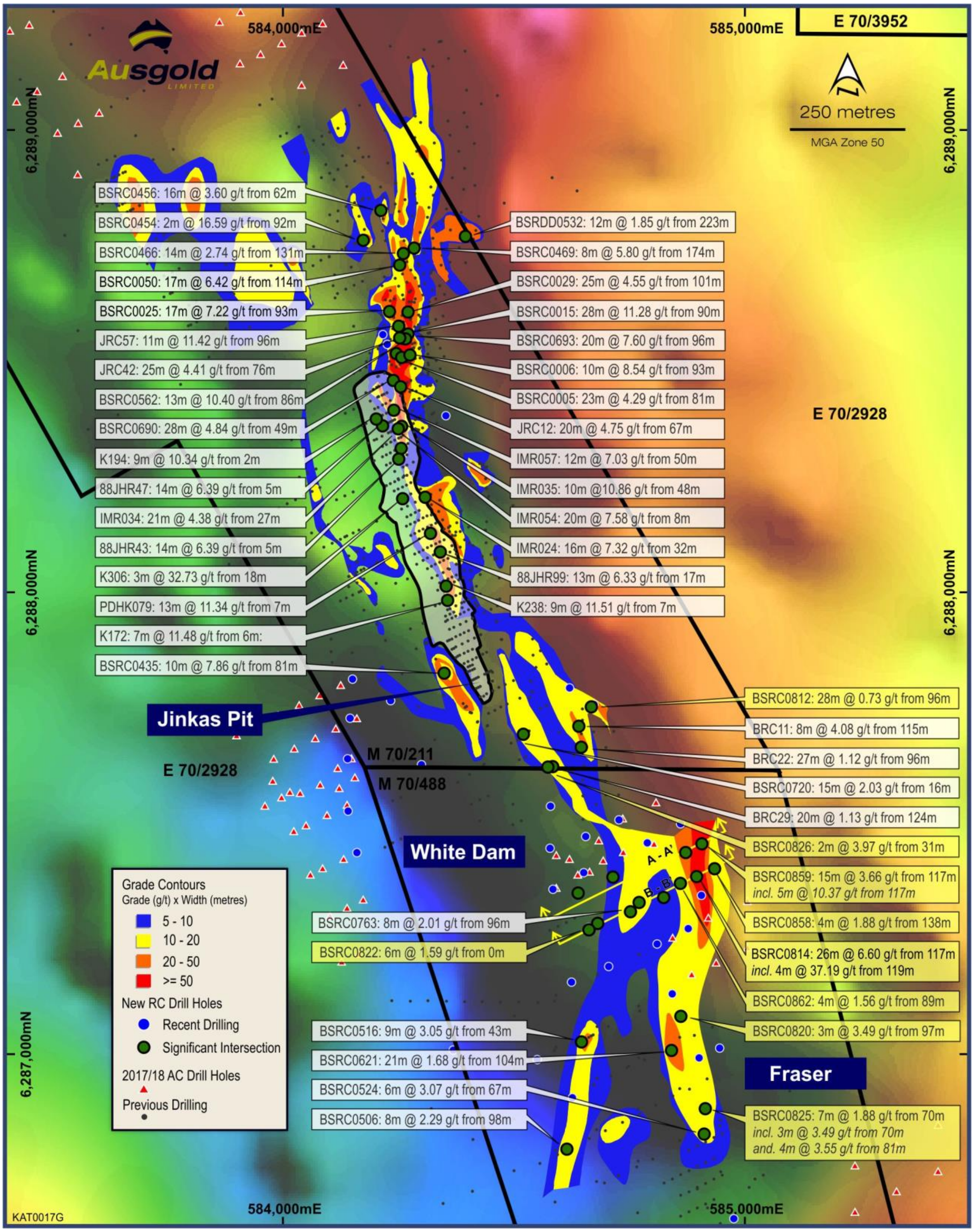

Figure 2 - Grade shown as gram-metres and location of recent RC drilling along southern Jinkas trend shown over gravity image (location shown on Figure 1)

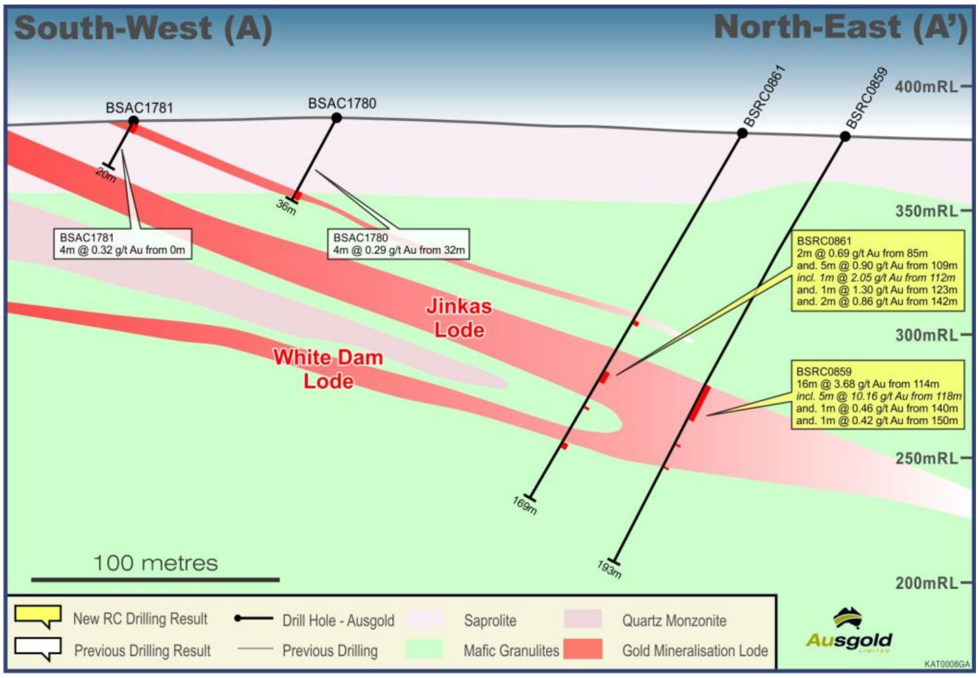

Figure 3 - Section A-A' see Figure 2

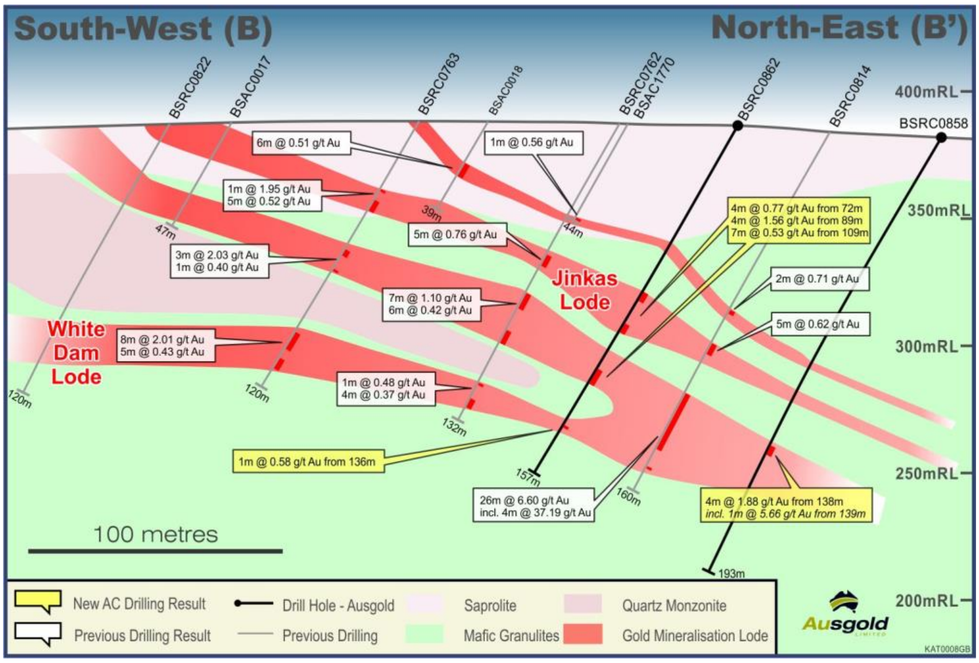

Figure 4 - Section B-B' see Figure 2

On Jinkas Hill nine RC holes for 1,798m were drilled during the quarter to test for down-dip extensions of Jinkas and White Dam mineralisation. The results returned from this drilling added to the evidence of the strong down-dip continuity of gold mineralisation within central parts of the KGP where gaps in the current Resource model exist.

The high-grade mineralisation within the Jinkas deposit is localised around a sill-like quartz monzonite (granite) body that dips to the east. The sill separates the Jinkas lode from the White Dam lode but is not considered to be directly related to gold mineralisation.

Significant results from the Jinkas lode, which is located above the quartz monzonite sill, included:

- 5m @ 2.71 g/t Au from 52m in BSRC0840, including 1m @ 10.85 g/t Au from 54m; and
- 5m @ 2.66 g/t Au from 63m in BSRC0840, including 1m @ 9.96g/t Au from 64m.

Significant results from the White Dam lode, which is located beneath the Jinkas lode and the quartz monzonite sill included:

- 9m @ 2.05 g/t Au from 191m in BSRC0833 including 3m @ 5.14 g/t Au from 192m; and
- 7m @ 1.96 g/t Au from 195m in BSRC0835 including 2m @ 5.60 g/t Au from 195m.

This program was also significant as it represented the first time drilling had taken place in an area of the project where access had previously been restricted due to the presence of an Aboriginal Heritage Site. Having secured consent from the State Minister, Ausgold was able to drill holes BSRC0832-835 and BSRC0839 in the area.

At the Jackson, Olympia and Devil's Elbow prospects, 24 RC holes for 2,867m were drilled, testing for mineralisation along the northern extensions of the White Dam and Jinkas trends.

The drilling at Jackson (13 holes for 1,494m) targeted mineralisation along strike and down-dip of the current Jackson Resource area and was conducted at a wide spacing to determine the extent of mineralisation over 1km of previously untested strike. Significant intercepts included:

- 2m @ 6.07 g/t Au from 54m in BSRC0804; and
- 6m @ 1.48 g/t Au from 121m in BSRC0807.

Wide-spaced reconnaissance drilling was undertaken at Olympia and Devil's Elbow, targeting near-surface gold mineralisation identified in early-stage exploration. Olympia returned a best intercept of 2m @ 3.56 g/t Au from 94m in BSRC0800.

During the quarter, Ausgold also conducted downhole electromagnetic surveys on recently drilled holes at Jackson, Jinkas Hill and Jinkas South, while ground magnetic surveys were conducted at Jinkas South and Datatine. Information gathered from these exercises will help define high-grade mineralisation to be targeted in future drilling.

RC and diamond drilling at Datatine

During the quarter a total of 19 RC holes for 2,517m were drilled at the Datatine prospect, approximately 8km north of the main Resource areas at the KGP. This program was testing targets along three coincident gold-in-soil and geophysical anomalies.

Fourteen holes for 1,903m were drilled on five sections covering 460m west along strike from the known mineralisation at Datatine, testing along the geological contact between the granite and mafic-intermediate granulite rocks.

Significant intercepts included:

- 1m @ 14.4 g/t Au from 31m in BSRC0847; and
- 4m @ 1.68 g/t Au from 47m in BSRC0850.

Five reconnaissance holes for 614m were drilled on anomalies 1.3km to the south-east of the main Datatine prospect testing for bedrock mineralisation in two previously identified south-east trends.

Significant bedrock intercepts included:

- 1m @ 0.46 g/t Au from 52m and 2m @ 0.3 g/t Au from 60m in BSRC0830; and
- 1m @0.67 g/t Au from 65m in BSRC0831.

Results were also received from the final, eastern-most diamond hole drilled as part of a six-hole program at Datatine, with the aim of better understanding the unique geometry of mineralisation at the prospect. The final hole, which was drilled to 165.7m, was co-funded by the Western Australian government's Exploration Incentive Scheme.

Gold mineralisation was intersected in this hole down-plunge of previously intercepted mineralisation, with analysis showing an east-west strike direction and a dip towards the south. Highest gold grades are hosted within a mafic granulite and a pyroxenite unit noted in previous diamond core.

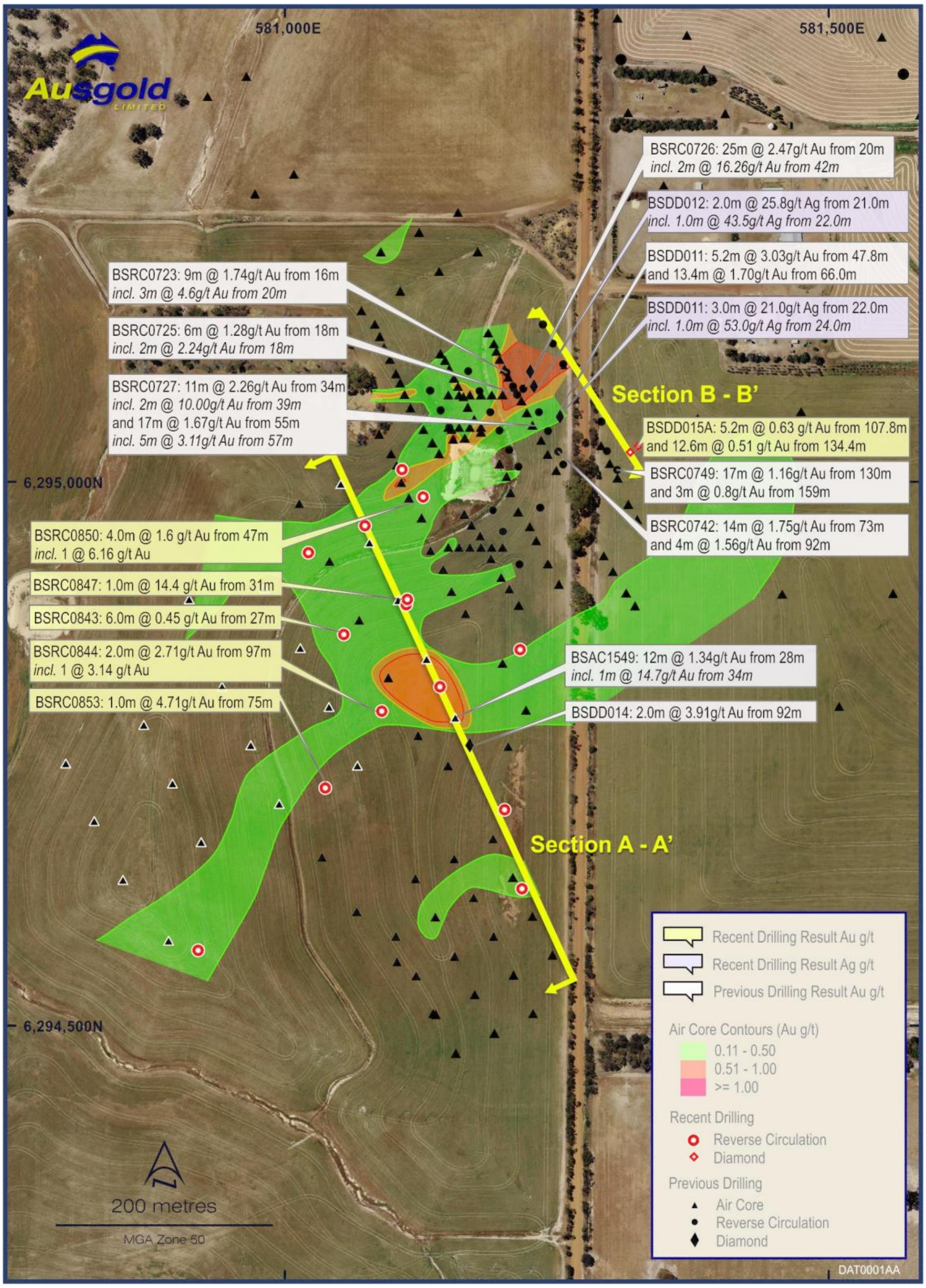

Figure 5 – Location of recent RC and diamond drilling at Datatine

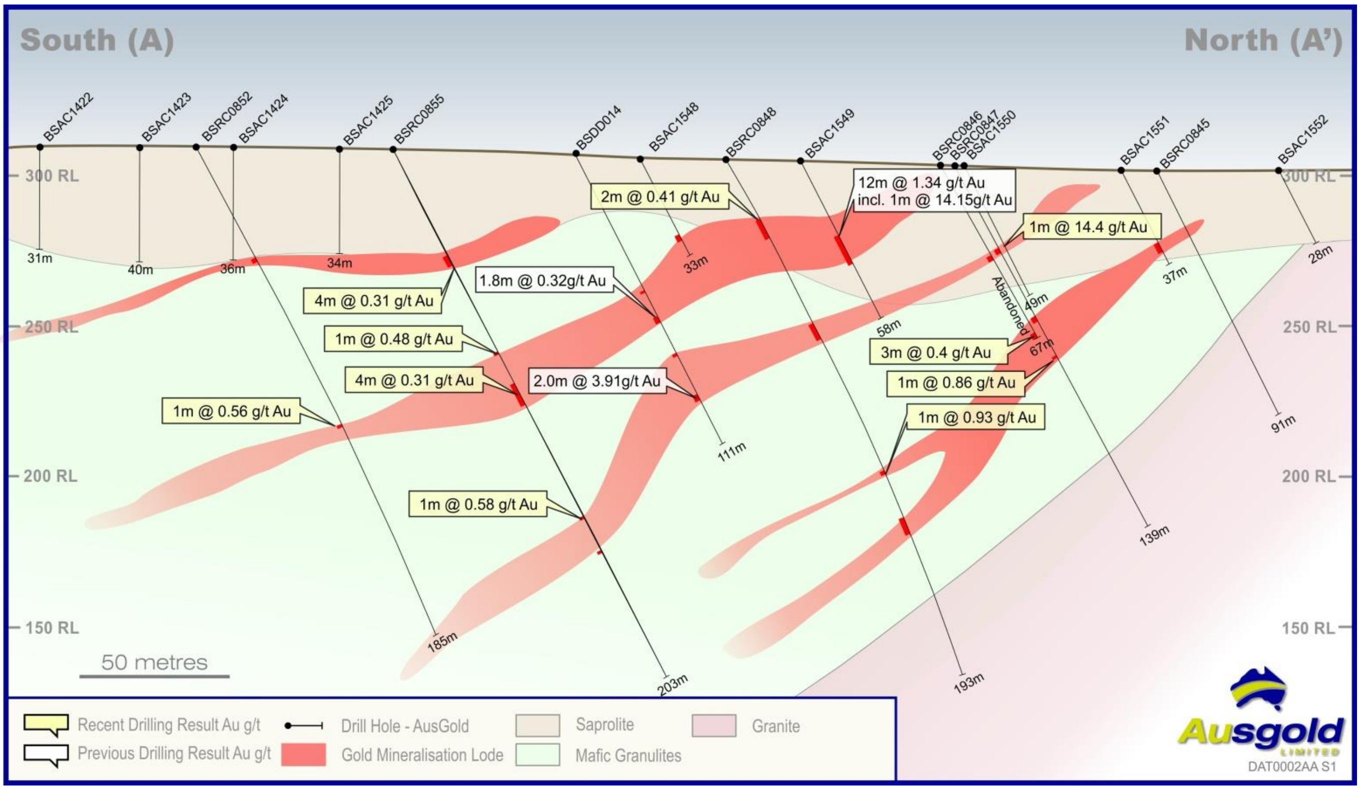

Figure 6 - Section A-A' see Figure 2

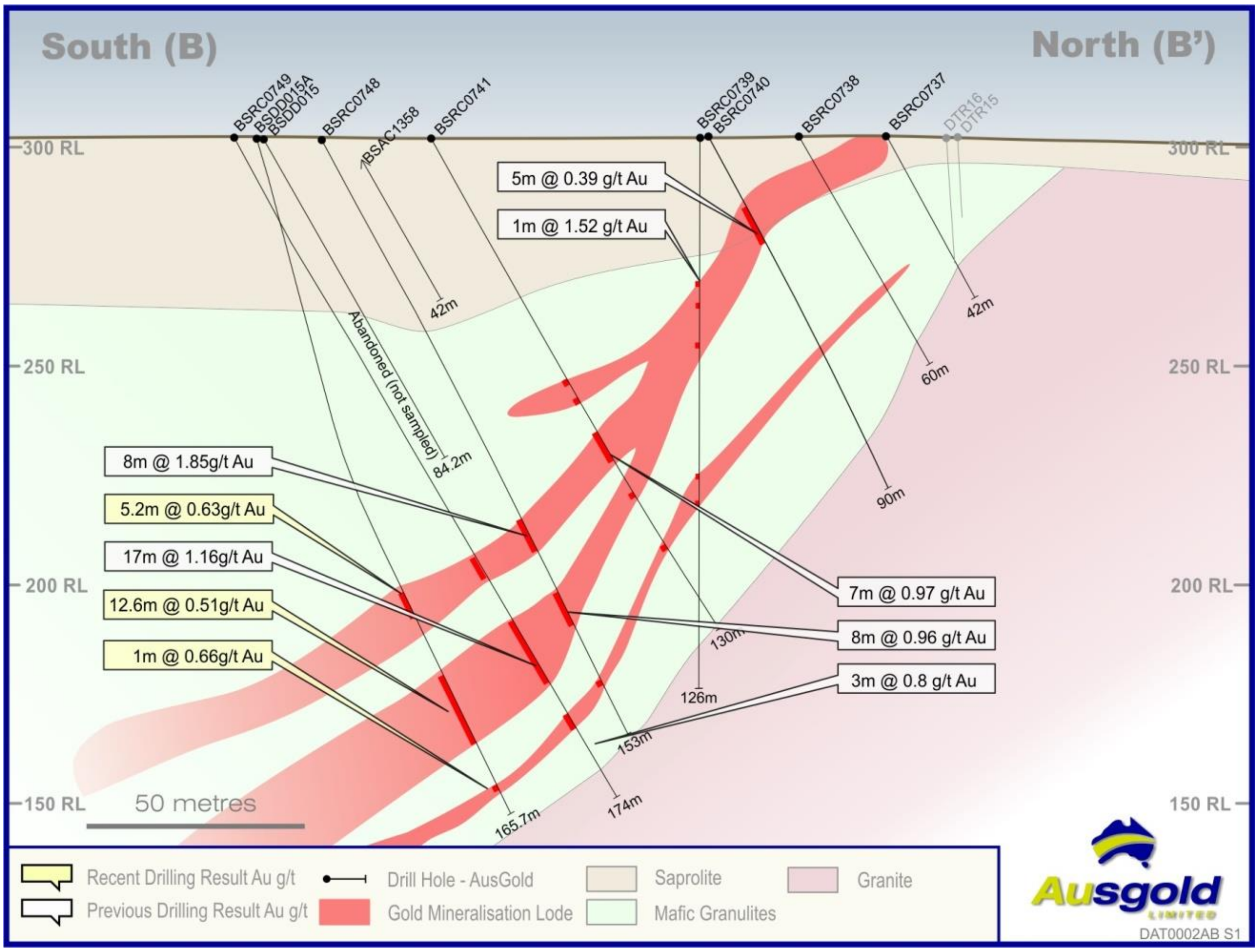

Figure 7 - Section B-B' see Figure 2

Mineral Resource

The current JORC 2012 Mineral Resource estimate for KGP is 20.98Mt at 1.17 g/t Au for 785,800 ounces of gold.

Table 1: **KGP Mineral Resource estimate 2017 prepared by SRK Consulting in accordance with JORC 2012 (ASX Release 3 August 2017).**

Lode	Measured			Indicated			Inferred			Total		
	Tonnes (Mt)	Grade (g/t)	Koz	Tonnes (Mt)	Grade (g/t)	Koz	Tonnes (Mt)	Grade (g/t)	Koz	Tonnes (Mt)	Grade (g/t)	Koz
Jinkas	2.61	2.06	173.1	1.80	1.10	64.0	2.33	1.05	78.8	6.75	1.45	315.7
Dingo	0.44	1.22	17.1	3.58	1.05	120.0	0.69	0.71	16.0	4.70	1.01	153.2
Jackson	-	-	-	7.81	1.22	30.5	0.39	1.06	13.7	1.18	1.16	44.2
Lone Tree	-	-	-	0.17	0.93	5.0	1.2	0.76	29.2	1.37	0.78	34.3
White Dam	-	-	-	0.39	0.99	12.5	3.27	1.34	141.0	3.67	1.30	153.7
Fraser	-	-	-	-	-	-	3.31	0.80	84.7	3.31	0.80	84.7
Total	3.05	1.94	190.0	6.73	1.07	232.4	11.20	1.01	363.3	20.98	1.17	785.8

Note: The estimates are based on a 0.5 g/t Au cut-off applied to individual model cells located above 210 mRL and a minimum elevation of 275 mRL was used for Fraser.

Regional Katanning Exploration

During the quarter exploration work across Ausgold's 4,340 Km^2 tenure at the KGP continued, with geological mapping and surface sampling carried out.

Ausgold has compiled historical exploration data which now includes over 53,700 surface samples collected across the regional tenure, and 286 new regional rock chip samples collected during field mapping. Work is continuing on assessing the significance of the identified gold anomalies and key structural sites with newly defined targets identified through the recently acquired ground gravity combined with openfile geophysics data.

An interpretation of the regional geophysics has highlighted regionally significant structures and areas of geochemical anomalism, which are being used to assess the prospectivity regionally. To date, approximately 50 target areas have been identified within the broader KGP and further work is being carried out to assess their potential (Figure 8).

Near Resource Exploration

Two prospective structures have been identified less than 5 km west of the current Jinkas Resource area (Figure 8). Historical auger sampling conducted on 1km centres indicates a broad zone of gold anomalism which is coincident with interpreted structural sites. Further work is planned in the next quarter to assess the potential of this area, including infill auger sampling.

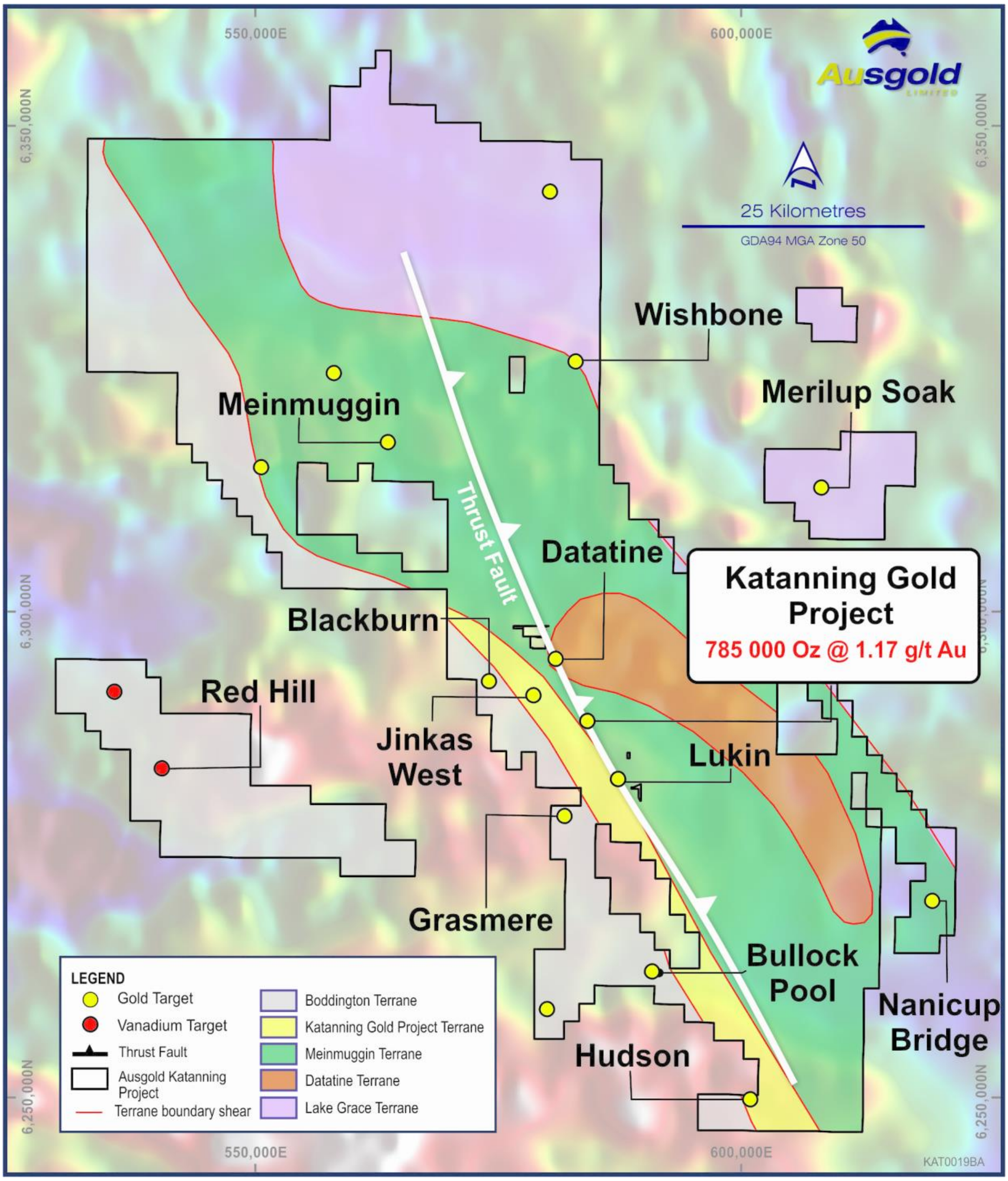

Figure 8 - Location of regional targets shown on regional gravity and geological interpretation

Red Hill Vanadium Project, WA

AUC interest 100%

The Red Hill Vanadium Project which is located 20 kms north of Katanning, lies within Ausgold's regional KGP tenure and covers an area of 350 km^2.

Vanadium bearing layered/zoned mafic intrusions is hosted within a layered mafic intrusive complex which extends over some 30km in strike length. Vanadium and titanium endowment is strongly correlated with magnetite, with magnetite forms both bands and broad "disseminated" zones, often with multiple zones being present over several tens of metres.

Past exploration has included airborne magnetics, surface geochemistry, augur sampling and drilling comprised of 94 RC drill holes and 6 diamond core holes. Drilling identified extensive near surface vanadiferous mineralisation over 3 prospect areas with the largest being the Red Hill prospect with mineralisation drill tested over a 1.7 km strike length.

Ausgold is currently evaluating the economic potential of this prospect with compilation of existing data and geological mapping to assess the extent of the intrusive complex which hosts the magnetite – vanadium mineralisation.

Doolgunna Station JV, WA

AUC interest 100%

During the quarter, Ausgold announced it had entered into a Farm-in Agreement with Intrepid Mines Limited over the Doolgunna Station JV project, 150km north east of Meekatharra in WA's Bryah Basin. The project comprises E52/3031 covering 176km^2 and is located approximately 13km to the west and along trend from the DeGrussa copper-gold operations of Sandfire Resources Limited.

Under the terms of the agreement, Intrepid has the right to earn 70% of the Project, by spending a minimum of $2,150,000 over two years. The Project is prospective for volcanic-hosted massive sulphide base metal mineralisation like that found at DeGrussa, and orogenic Plutonic-style gold mineralisation.

After the spending commitment is met, Ausgold can either retain a 30% contributing interest or reduce to a 20% interest free-carried to a decision to mine.

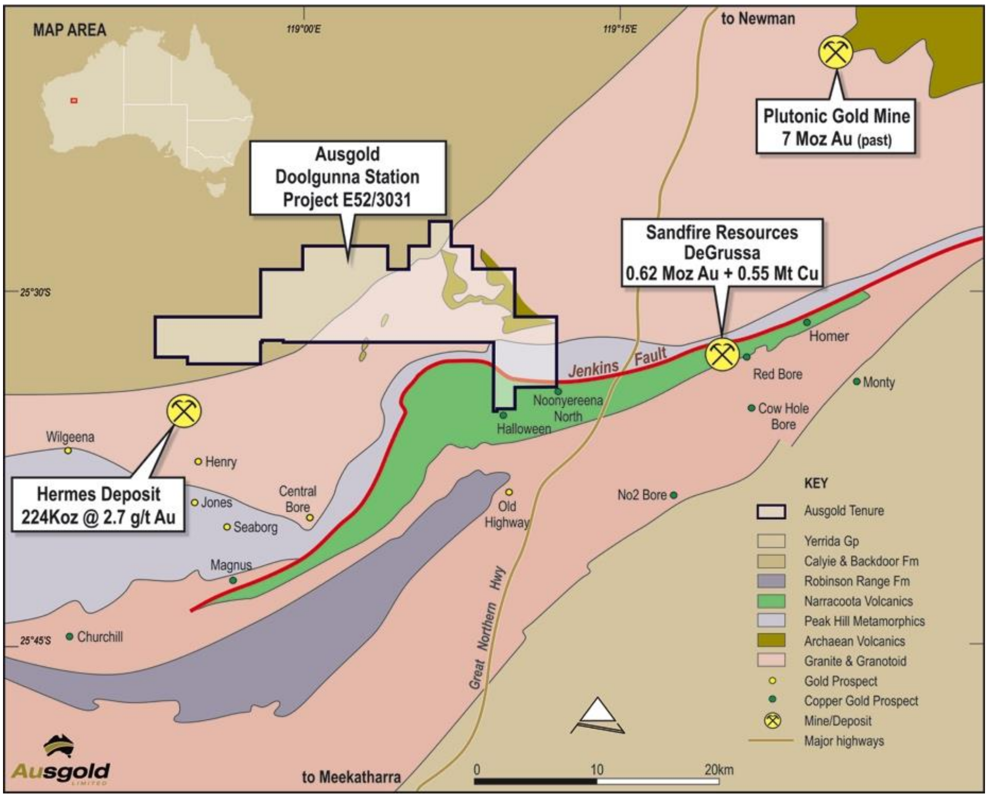

Figure 9 - Location of Ausgold's Doolgunna Station JV Project

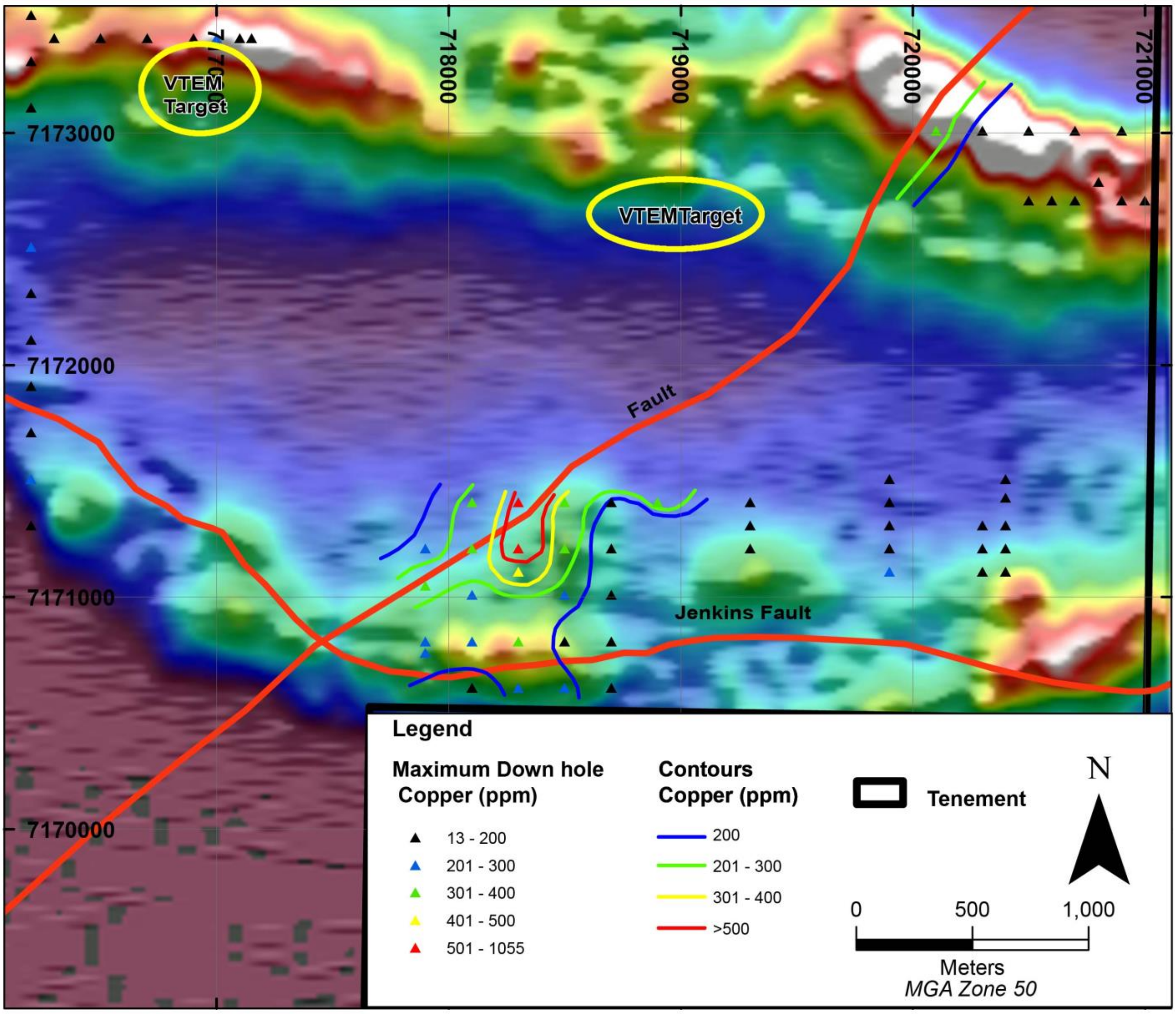

Figure 10 - Interpreted VTEM image with location of conductors and contoured maximum copper values from AC drilling tested by FLEM survey

No meaningful exploration was carried out on the Doolgunna Station JV Project during the June quarter as Ausgold focused on advancing the Katanning Gold Project.

Yamarna, WA

AUC interest 100%

The Yamarna Project is located approximately 125km north-east of Laverton in central Western Australia on Exploration Licence E38/2129. The Project area cover 300km^2 of prospective ground over the Yamarna Belt, the eastern-most Archean greenstone belt of the Yilgarn Craton.

Past exploration by Ausgold has identified disseminated sulphides (up to 10%) comprising chalcopyrite (copper-iron sulphide), pentlandite (iron-nickel sulphide) and pyrite (iron sulphide) contained within mafic-ultramafic rock at the Winchester prospect. Consulting Geologist Grant Osborne of GeoOsborne Ltd undertook a review of the Winchester prospect which highlighted exploration potential both down dip and down plunge. During the quarter Ausgold has designed a work program to test these newly identified Ni-Cu-Co targets. Access agreements are being sought and a Program of Work has been lodged with the Department of Mines, Industry Regulation and Safety.

Cracow, QLD

AUC interest 100%

Ausgold holds Exploration Licence EPM17054 covering approximately 202km^2 in the Cracow region, 375km north-west of Brisbane, Queensland. The tenement covers extensive areas of the Camboon volcanics, which host the multi-million ounce Cracow epithermal gold deposit.

No meaningful exploration was carried out on the Cracow Project during the March quarter as the Company focused on advancing the Katanning Gold Project.

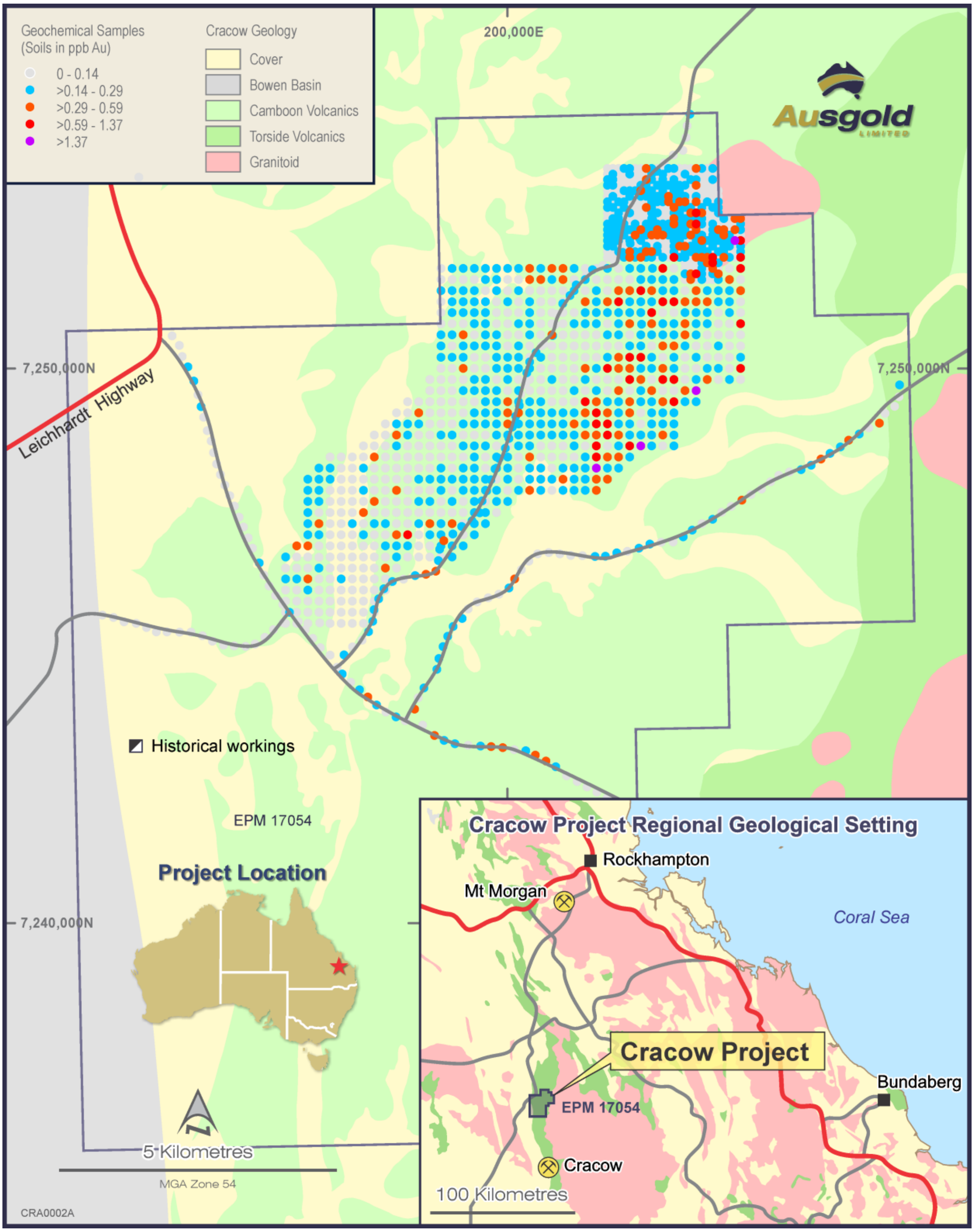

Figure 11 - Location of the Cracow Project, Queensland

September Quarter 2018 – Planned Activity

KGP

- EIS co-funded diamond core drilling program to test extensions of high-grade gold mineralisation along strike from Jinkas South and down dip from the Jinkas deposit.

- RC drill program to test the extent of high grade gold mineralisation in the Jinkas South area and in the Jackson areas.

- Auger drilling program which will test targets along two structural corridors west of the Jinkas deposit as well as several regional targets in the northern areas of the project including the Meinmuggin and Wishbone prospects.

CORPORATE

Appointment of Managing Director

During the quarter, Dr Matthew Greentree, who has served as the Company's Chief Executive Officer since April 2017, was appointed as Managing Director.

Capital Raising

In June Ausgold announced it had raised $2.4 million before costs through a placement of 80,000,000 shares at an issue price of $0.03 a share, which was a premium to the last traded price of $0.028.

Proceeds from the capital raising will be used to advance exploration at the KGP, test newly identified regional targets within Ausgold's broader Katanning landholding and for additional working capital.

Government Financial Incentives for Exploration

During the quarter Ausgold was successful with an application for funding assistance through the West Australian government's Exploration Incentive Scheme (EIS), which is designed to encourage greenfields exploration and further the understanding of WA geology.

The $150,000 grant will be used to partly fund four diamond drill holes targeting the eastern portion of the Jinkas prospect, which is down-dip from the main deposit and north along strike from the high grade mineralisation intersected at Jinkas South.

Ausgold also qualified for the federal government's Exploration Development Incentive (EDI) scheme, which allowed it to distribute $508,674 in tax credits to eligible shareholders.

The EDI scheme enables eligible exploration companies to create exploration credits and distribute them to shareholders by forgoing a portion of their carried forward tax losses that have arisen from allowable expenditure on greenfields exploration

Share Capital

As at 30 June, 2018, Ausgold had 657,149,541 fully paid ordinary shares and 67,019,235 unlisted options with various strikes prices and expiry dates on issue.

For further information please visit Ausgold's website or contact:

Matthew Greentree
Managing Director, Ausgold Limited
T: +61 (0)8 9220 9890
E: info@ausgoldlimited.com

Competent Person's Statements

The information in this report that relates to the Mineral Resource Estimates is based on work done by Mr Rod Brown of SRK Consulting (Australasia) Pty Ltd and Dr Matthew Greentree of Ausgold Limited. Dr Greentree is Managing Director and is a Share and Option holder in Ausgold Limited. Dr Greentree takes responsibility for the integrity of the Exploration Results including sampling, assaying, and QA/QC, and the preparation of the geological interpretations. Mr Brown takes responsibility for the Mineral Resource Estimate.

Mr Brown and Dr Greentree are Members of The Australasian Institute of Mining and Metallurgy and have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity they are undertaking, to qualify as Competent Persons in terms of The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 edition).

The Competent Persons consent to the inclusion of such information in this report in the form and context in which it appears.

Forward-Looking Statements

This report includes "forward-looking statements" within the meaning of that term in the securities laws of applicable jurisdictions. Forward-looking statements involve known and unknown risks, uncertainties and other factors that are in some cases beyond Ausgold Limited's control. These forward-looking statements include, but are not limited to, all statements other than statements of historical facts contained in this report, including, without limitation, those regarding Ausgold Limited's future expectations. Readers can identify forward-looking statements by terminology such as "aim," "anticipate," "assume," "believe," "continue," "could," "estimate," "expect," "forecast," "intend," "may," "plan," "potential," "predict," "project," "risk," "should," "will" or "would" and other similar expressions. Risks, uncertainties and other factors may cause Ausgold Limited's actual results, performance, production or achievements to differ materially from those expressed or implied by the forward-looking statements (and from past results, performance or achievements). These factors include, but are not limited to, the failure to complete and commission the mine facilities, processing plant and related infrastructure in the time frame and within estimated costs currently planned; variations in global demand and price for coal and base metal materials; fluctuations in exchange rates between the U.S. Dollar, and the Australian dollar; the failure of Ausgold Limited's suppliers, service providers and partners to fulfil their obligations under construction, supply and other agreements; unforeseen geological, physical or meteorological conditions, natural disasters or cyclones; changes in the regulatory environment, industrial disputes, labour shortages, political and other factors; the inability to obtain additional financing, if required, on commercially suitable terms; and global and regional economic conditions. Readers are cautioned not to place undue reliance on forward-looking statements. The information concerning possible production in this report is not intended to be a forecast. It is in the nature of internally generated goals set by the board of directors of Ausgold Limited. The ability of the company to achieve any targets will be largely determined by the company's ability to secure adequate funding, implement mining plans, resolve logistical issues associated with mining and enter into any necessary off take arrangements with reputable third parties. Although Ausgold Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

SCHEDULE OF MINERAL TENEMENT INTERESTS

Summary of mining and exploration tenements as at 30 June 2018:

State	Lease	Lease status	Grant date	Project	Interest %
Western Australia Tenements					
WA	E38/2129	Granted	13 October 2008	Yamarna	100%
WA	E52/3031	Granted	4 February 2014	Doolgunna	100%
WA	E70/3952	Granted	18 January 2011	Katanning Regional	100%
WA	E70/4392	Granted	25 March 2013	Katanning Regional	100%
WA	E70/4566	Granted	12 August 2014	Katanning Regional	100%
WA	E70/4604	Granted	13 January 2015	Katanning Regional	100%
WA	E70/4605	Granted	13 January 2015	Katanning Regional	100%
WA	E70/4682	Granted	28 July 2015	Katanning Regional	100%
WA	E70/4728	Granted	8 January 2016	Katanning Regional	100%
WA	E70/4896	Granted	9 March 2017	Katanning Regional	100%
WA	E70/4907	Granted	11 April 2017	Katanning Regional	100%
WA	E70/4908	Granted	3 May 2017	Katanning Regional	100%
WA	E70/4942	Granted	21 August 2017	Katanning Regional	100%
WA	E70/4863	Granted	10 January 2017	Katanning Regional	100%
WA	E70/4864	Granted	10 January 2017	Katanning Regional	100%
WA	E70/4865	Granted	10 January 2017	Katanning Regional	100%
WA	E70/4866	Granted	10 January 2017	Katanning Regional	100%
WA	E70/4947	Granted	6 November 2017	Katanning Regional	100%
WA	E70/4958	Granted	18 April 2018	Katanning Regional	100%
WA	E70/4959	Granted	11 April 2018	Katanning Regional	100%
WA	E70/4968	Granted	4 January 2018	Katanning Regional	100%
WA	E70/5040	Granted	14 June 2018	Katanning Regional	100%
WA	E70/5042	Granted	14 June 2018	Katanning Regional	100%
WA	E70/5043	Granted	14 June 2018	Katanning Regional	100%
WA	E70/5044	Granted	14 June 2018	Katanning Regional	100%
WA	E70/5142	Application	-	Katanning Regional	100%
WA	E70/2928	Granted	26 November 2008	Katanning Gold Project	100%
WA	G70/84	Granted	13 June 1989	Katanning Gold Project	100%
WA	G70/85	Granted	13 June 1989	Katanning Gold Project	100%
WA	L70/13	Granted	24 May 1989	Katanning Gold Project	100%
WA	L70/32	Granted	11 December 1995	Katanning Gold Project	100%
WA	L70/33	Granted	11 December 1995	Katanning Gold Project	100%
WA	M70/210	Granted	28 March 1985	Katanning Gold Project	100%
WA	M70/211	Granted	28 March 1985	Katanning Gold Project	100%
WA	M70/488	Granted	19 April 1994	Katanning Gold Project	100%
Queensland Tenement					
QLD	EPM17054	Granted	26 November 2010	Cracow	100%

+Rule 5.5

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

AUSGOLD LIMITED

ABN	**Quarter ended ("current quarter")**
67 140 164 496	30 June 2018

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(986)	(3,469)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(93)	(453)
	(e) administration and corporate costs	(115)	(750)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	5
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,193)**	**(4,667)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(2)	(4)
	(b) tenements (see item 10)	-	-
	(c) investments	-	-

+ See chapter 19 for defined terms.

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
	(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 (security deposits paid)	-	-
2.6	**Net cash from / (used in) investing activities**	**(2)**	**(4)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	2,400	6,317
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	-	(32)
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 (proceeds received pending shares to be issued)	-	-
3.10	**Net cash from / (used in) financing activities**	**2,400**	**6,285**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	1,012	603
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,193)	(4,667)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2)	(4)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,400	6,285

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**2,217**	**2,217**

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	2,200	1,005
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – term deposit	17	7
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**2,217**	**1,012**

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	104
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

Directors' fees and salary, and superannuation.

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	16
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

Use of office premises and associated facilities at cost.

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	-	-
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.

9.	**Estimated cash outflows for next quarter**	**$A'000**
9.1	Exploration and evaluation	550
9.2	Development	-
9.3	Production	-
9.4	Staff costs	96
9.5	Administration and corporate costs	130
9.6	Other (provide details if material)	-
9.7	**Total estimated cash outflows**	**776**

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				
10.2	Interests in mining tenements and petroleum tenements acquired or increased	E70/5040 E70/5042 E70/5043 E70/5044	Beneficial Holder Beneficial Holder Beneficial Holder Beneficial Holder	0% 0% 0% 0%	100% 100% 100% 100%

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: ____________________________ Date: 31 July 2018
Director/Company Secretary

Print name: Denis Ivan Rakich

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.