Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

Archer Exploration Limited

ABN	Quarter ended ("current quarter")
64 123 993 233	30 June 2016

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (12 months) $A'000
1.1	Receipts from product sales and related debtors	40	40
1.2	Payments for (a) exploration & evaluation	(181)	(838)
	(b) development		
	(c) production		
	(d) administration	(435)	(1,511)
	(e) Goods & Services Tax	(9)	15
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	2	25
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	R&D tax concession	0	546
	Net Operating Cash Flows	(583)	(1,723)
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets	0	(29)
	(d) land	0	(13)
1.9	Proceeds from sale of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets – MV	0	33
1.10	Loans to other entities		
1.11	Loans repaid by other entities		
1.12	Other (provide details if material)		
	Net investing cash flows	0	(9)
1.13	Total operating and investing cash flows (carried forward)	(583)	(1,732)

1.13	Total operating and investing cash flows (brought forward)	(583)	(1,732)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	2,034	2,034
1.15	Proceeds from sale of forfeited shares		
1.16	Capital raise costs		
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other advances for capital raising		
	Net financing cash flows	2,034	2,034
	Net increase (decrease) in cash held	1,451	302
1.20	Cash at beginning of quarter/year to date	531	1,680
1.21	Exchange rate adjustments to item 1.20		
1.22	**Cash at end of quarter**	1,982	1,982

Payments to directors of the entity and associates of the directors Payments to related entities of the entity and associates of the related entities

		Current quarter $A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	320
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities	n/a	
3.2	Credit standby arrangements	n/a	

Estimated cash outflows for next quarter

		$A'000
4.1	Exploration and evaluation	250
4.2	Development	
4.3	Production	
4.4	Administration	350
	Total	600

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter $A'000	Previous quarter $A'000
5.1	Cash on hand and at bank	1,982	531
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Other (provide details)		
	Total: cash at end of quarter (item 1.22)	1,982	531

Changes in interests in mining tenements

		Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed				

6.2	Interests in mining tenements acquired or increased	ELA 2016/57 Carpie Puntha	Application by Pirie Resources Pty Ltd, a wholly owned subsidiary of Archer Exploration Limited.	0%	100%
		ELA 2016/71 Lake Frome	Application by SA Exploration Pty Ltd, a wholly owned subsidiary of Archer Exploration Limited.	0%	100%

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	**Preference +securities** *(description)*				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	110,194,306	110,194,306	Fully Paid	Fully Paid
7.4	Changes during quarter (a) Increases through issues	25,429,453	25,429,453	Fully Paid	Fully Paid
	(b) Decreases through returns of capital, buy-backs				
7.5	**+Convertible debt securities** *(description)*				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				

+ See chapter 19 for defined terms.

7.7	**Options and Performance Rights** *(description and conversion factor)*	*684,211** *(2013 Performance Rights)*	*Nil*	*Exercise Price* *Nil*	*Exercise Date* *31 July 2016*
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	*679,459*			
7.11	**Debentures** *(totals only)*				
7.12	**Unsecured notes** *(totals only)*				

** 684,211 performance rights lapsed on 6 July 2016.*

Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).

2 This statement does give a true and fair view of the matters disclosed.

Sign here: .... Date: 28 July 2016
(Company Secretary)

Print name: D S Connor

Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities.** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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