

ASX ANNOUNCEMENT

31 October 2017

SEPTEMBER 2017 QUARTERLY ACTIVITIES AND CASH FLOW REPORT

Beacon Minerals Limited (ASX:BCN) (Beacon or Company) is pleased to present its Quarterly Activities Report for the period ended 30 September 2017.

Highlights

- Beacon confirms historical drilling results at the Black Cat deposit
 - **BC17039: 31 metres at 2.17 g/t Au from 38 metres**
 - Including 12 metres at 1.59 g/t Au from 38 metres
 - Including 15 metres at 3.10 g/t Au from 52 metres
 - **BC17045: 9 metres at 3.13 g/t Au from 32 metres**
 - **BC17046: 9 metres at 2.65 g/t Au from 30 metres**
 - **BC17038: 14 metres at 1.95 g/t Au from 33 metres**
 - **BC17041: 3 metres at 3.74 g/t Au from 30 metres**
- September 2017 Black Cat Mineral Resource is **408K tonnes at 1.7 g/t Au for 21,880 Oz** at a 1.0 g/t Au cut off and has been determined using the 2012 JORC guidelines.
- Two separate auger soil programmes and drill programme completed at Lost Dog
- Drilling at Jaurdi Gold Project to commence next week
- Tenements Acquired Adjacent to Jaurdi Gold Project
- \$7.5 Million Underwritten Non-Renounceable Entitlement Issue completed

Jaurdi Gold Project

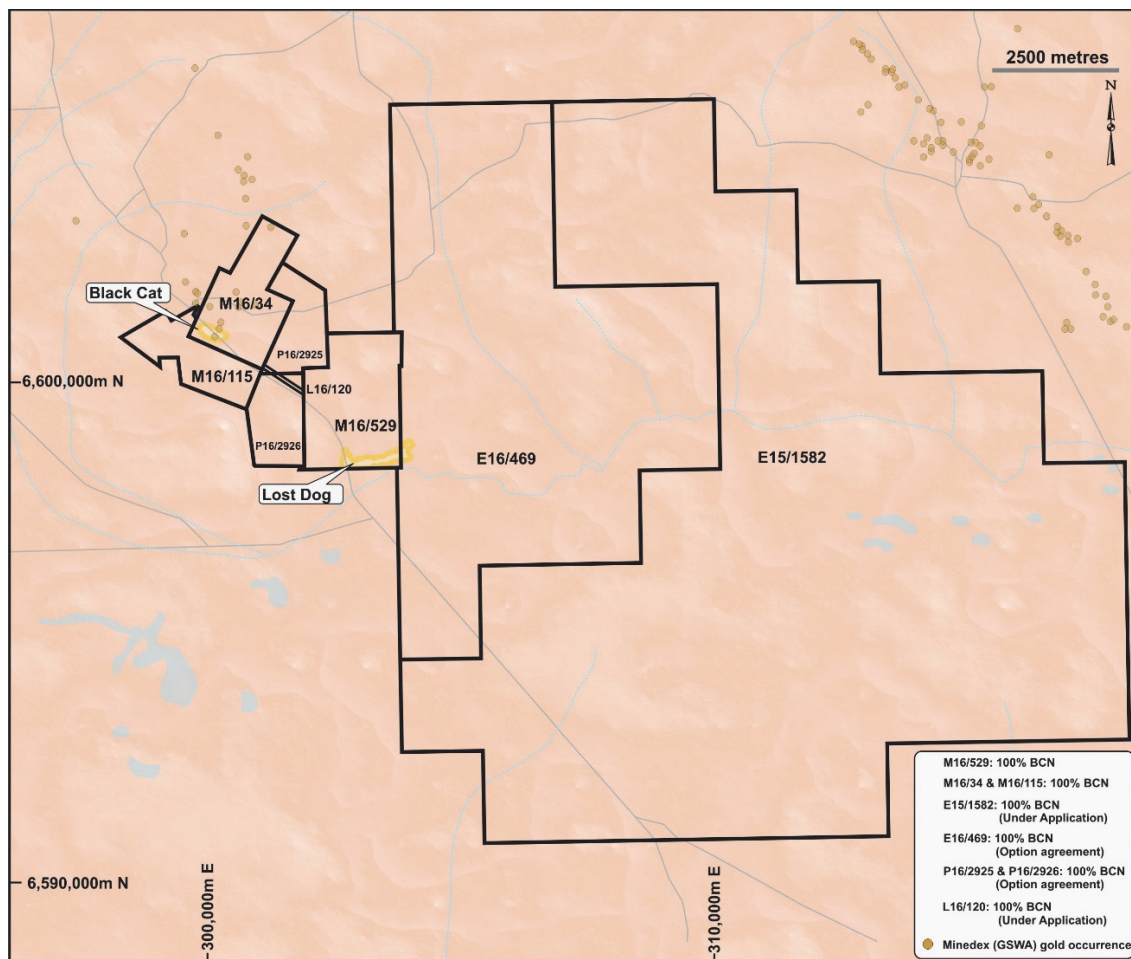


Figure 1: Locality diagram detailing Beacon Minerals tenement holding at Jaurdi

BLACK CAT

Black Cat Drilling

During the quarter a series of 14 reverse circulation (RC) holes were drilled at Black Cat to test the veracity of the historical drill data and to establish a revised Mineral Resource in line with the JORC 2012 guidelines. The drilling was successful in validating the integrity of the historical holes, the results are shown in Table 1. The mineralisation observed was associated with shear zone structures within a highly weathered/altered porphyry unit hosted in a basalt/gabbro.

Table 1: Results of the fourteen RC drill holes completed at Black Cat in August 2017

HoleID	Hole Type	MGA Grid ID	GDA_East	GDA_North	GDA_Elevation	From (m)	To (m)	Interval (m)	Au (g/t)	Max_depth (m)
BC17036	RC	MGA94_51	300097.64	6600997.38	418.83	29	30	1	1.51	33
BC17037	RC	MGA94_51	300046.58	6600994.77	418.39	39	40	1	1.89	79
BC17038	RC	MGA94_51	300033.09	6601044.6	418.04	33	47	14	1.95	60
BC17039	RC	MGA94_51	299997.97	6601032.49	417.4	38	69	31	2.17	
						38	50	12	1.59	
						52	67	15	3.10	79
BC17040	RC	MGA94_51	299916	6601154.39	417.87	28	32	4	2.14	70
BC17041	RC	MGA94_51	299875.2	6601186.72	417.12	30	33	3	3.74	50
BC17042	RC	MGA94_51	300142.65	6600963.63	418.39	45	52	7	0.53	60
BC17043	RC	MGA94_51	300091.44	6601021.63	418.98	36	40	4	0.82	60
BC17044	RC	MGA94_51	300039.14	6601017.15	418.4	26	30	4	1.51	50
BC17045	RC	MGA94_51	300007.3	6601071.91	417.62	32	41	9	3.13	79
BC17046	RC	MGA94_51	299883.6	6601160.17	417.25	30	39	9	2.65	50
BC17047A	RC	MGA94_51	299728.64	6601084.42	415.02	50	61	11	0.77	100
BC17048	RC	MGA94_51	299765.28	6601055.67	414.73				NSI	115
BC17049	RC	MGA94_51	299793.63	6601022.52	414.31	45	50	5	0.84	79

Mineral Resource Update

During the quarter Beacon completed 14 RC drill holes which were primarily drilled to test the veracity of the historical drilling at Black Cat. This drilling has enabled the Black Cat Mineral Resource to be determined using the JORC 2012 guidelines (Table 2).

Table 2: September 2017 Black Cat Mineral Resource by classification (Au > 1.0 g/t)

Resource Category	Volume ('000)	Tonnes ('000)	Grade (g/t Au)	Ounces
Indicated	96	164	1.9	9,860
Inferred	144	244	1.5	12,020
Total	240	408	1.7	21,880

The Mineral Resource has been drilled out using both reverse circulation and air core drilling techniques; the two techniques were required to drill through the host lithology's. The Mineral Resource estimate was carried out using 12 holes drilled by Beacon (798 metres) and 165 historical RC and AC drill holes (10,223 metres) were also used (Figure 2). A total of 9 Beacon drill holes were designed to twin historical drill holes and were successfully able to confirm the veracity of the historical dataset. Figure 3 shows the successful twinning of an historical hole. The mineralisation observed dips moderately to the west and is associated with shear zone structures within a highly weathered/altered porphyry unit hosted in a basalt/gabbro. Sampling was collected through a cyclone and split through a rig mounted cone splitter. One metre samples were collected to obtain a 3 to 4 Kg sample. All samples were pulverised to typically 95% passing -75µm to produce a 50g charge for Fire Assay with an AAS finish.

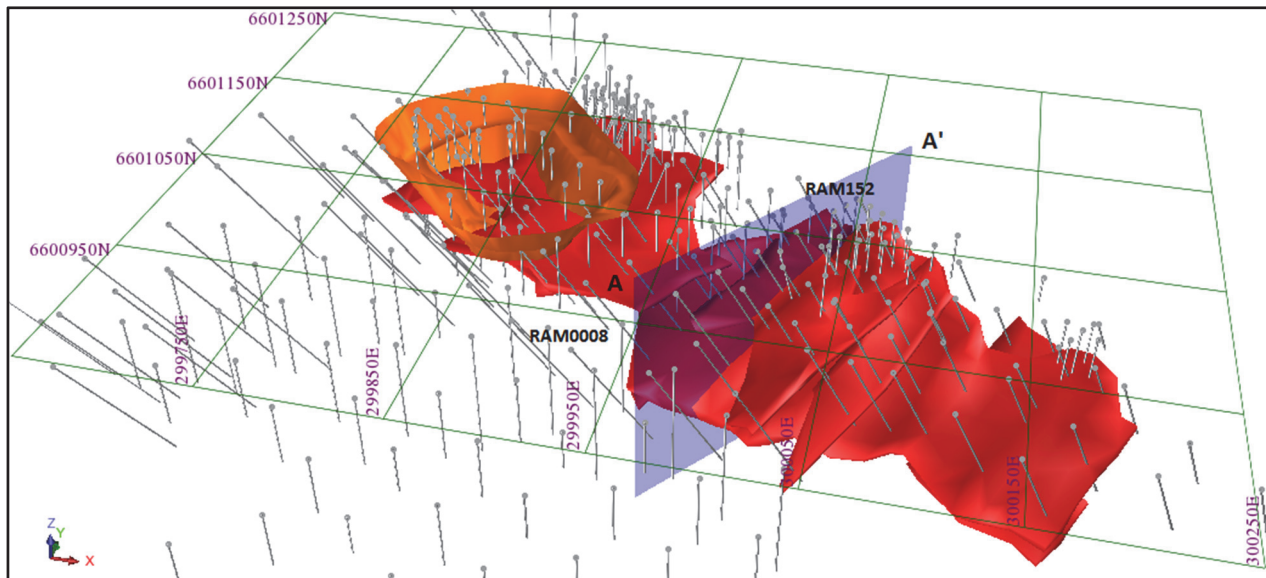


Figure 2: Oblique view of the Black Cat and Black Cat South lodes (red) with historical pit (orange)

Grade estimation was completed using Ordinary Kriging and Inverse-Distance-Squared techniques. Snowden Supervisor was utilised to develop a nested spherical variogram with two structures for each domain hosting a suitable sample population. The dataset underwent a normal scores transformation for variogram modelling, before being back-transformed for grade estimation with 3DS Surpac. Domains lacking a suitable sample population for variogram modelling were estimated using Inverse-Distance-Squared techniques. Resource classification was assigned based on sample density and slope of regression values (Figure 4). A range of cut-off grades was reviewed (Figure 5); however, 1.0 g/t Au was selected as the cut-off grade for reporting.

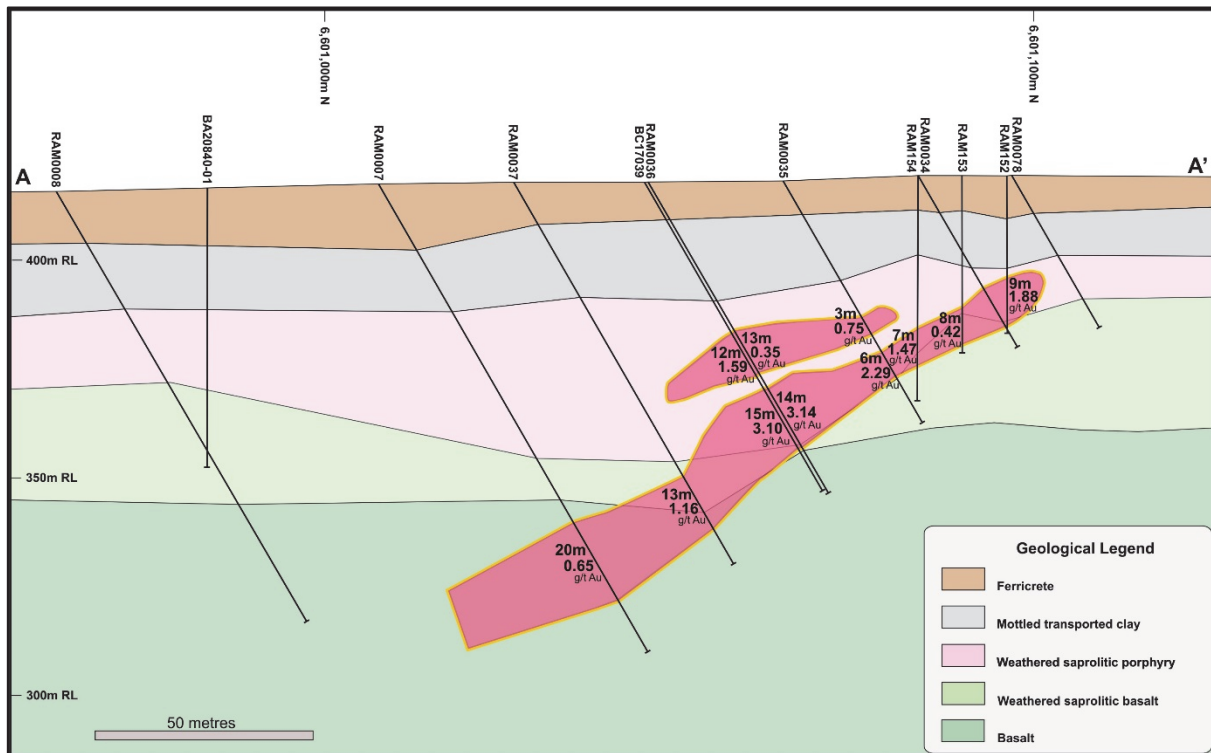


Figure 3: Cross section A – A' showing the Black Cat mineralisation and one of the Beacon twin holes

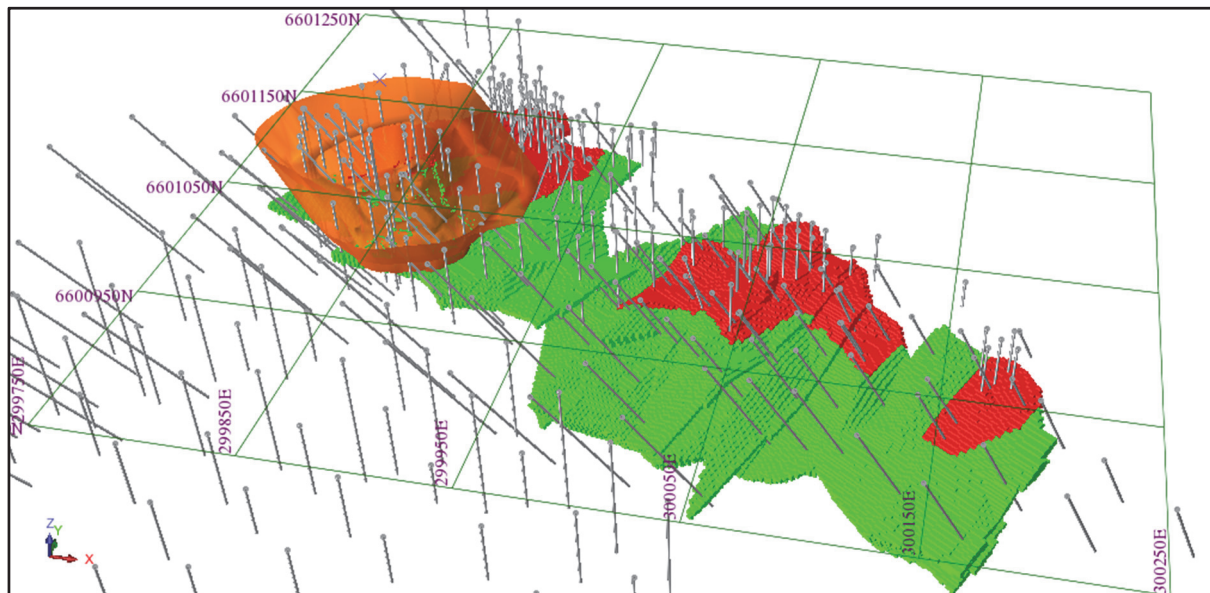


Figure 4: Oblique view of Black Cat Mineral Resource classification showing the Indicated (red) and Inferred (green) Mineral Resource

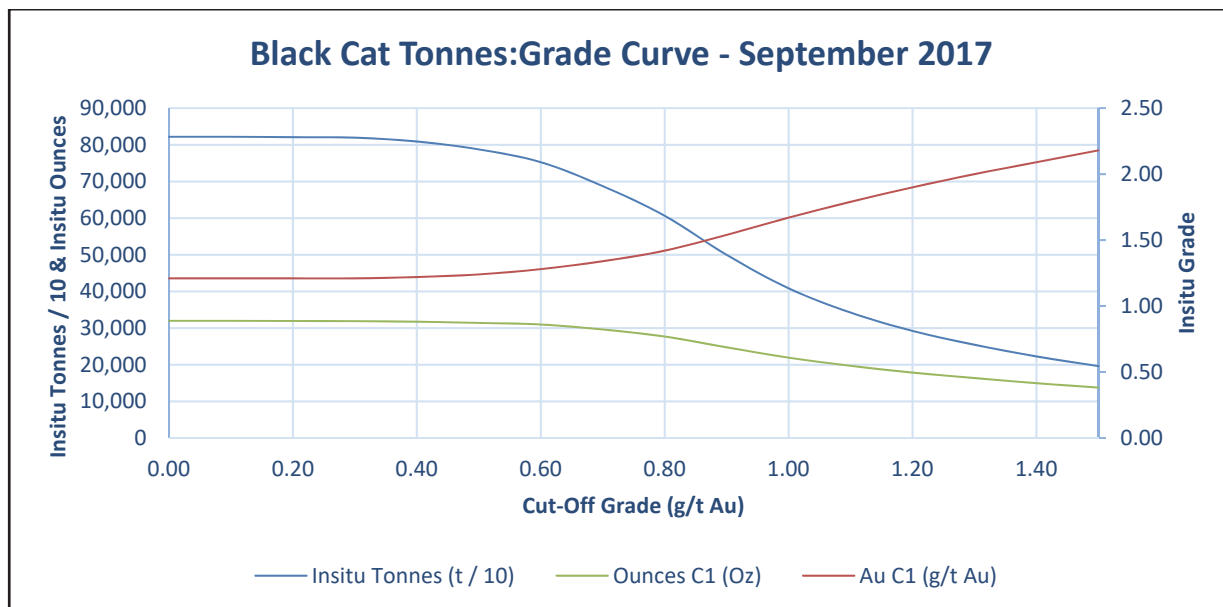


Figure 5: Grade tonnage curve for the September 2017 Black Cat Mineral Resource

The mining method considered at this early stage is conventional drill and blast and load and haul using an excavator and articulated dump trucks. Preliminary metallurgical work indicates recoveries within the 90% to 94% range can be expected.

The current defined Mineral Resource estimate is situated entirely on granted Mining Lease M16/34.

LOST DOG

Auger Soil Programmes

Two separate auger soil programmes were completed by Beacon in July (Figure 6). The initial programme focussed on a large area of 1,250 m x 2,250 m on E16/469 with the aim of determining if any gold-in-auger soil anomalism was present to the E-NE of the Lost Dog deposit.

The second programme was completed on M16/469 and focussed on an area to the north of the Lost Dog deposit and consisted of 450 samples over an area of 1,500 m x 1,750 m. In total, 999 samples and QA check samples were analysed for low level gold (1 ppb detection level).

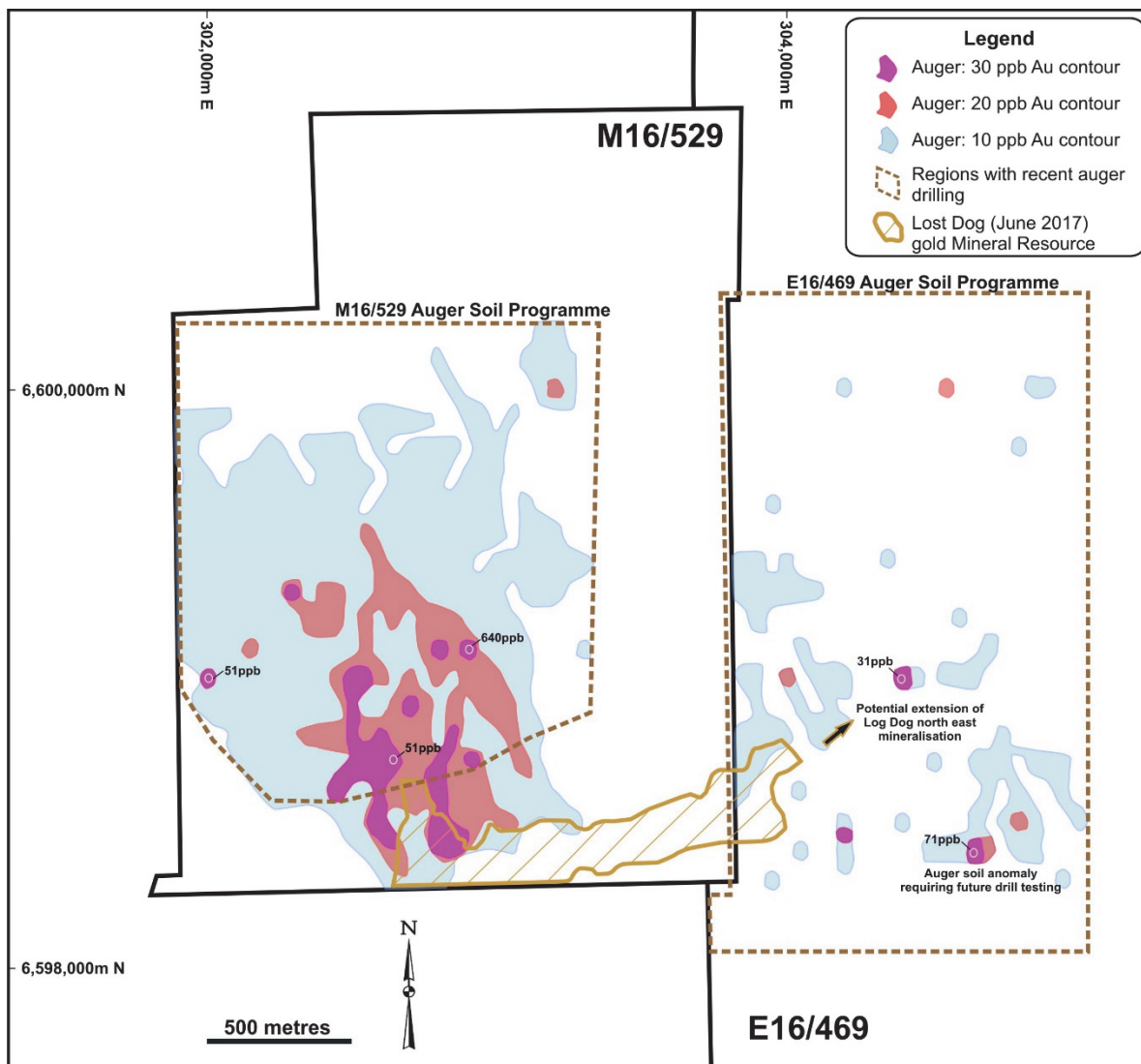


Figure 6: The two auger soil sample programmes showing the Au in auger soil anomalism at the Jaurdi Gold Project (light blue = 10 ppb Au contour, red = 20 ppb Au contour, magenta = 30 ppb Au contour, spot peak values are annotated)

Auger Soil Programme – M16/529

Beacon completed an auger soil sampling programme in July on M16/529 immediately to the north of the Lost Dog deposit. The programme consisted of collecting 450 infill auger soil samples on a grid of 50mE x 100mN over an area of approximately 1,500m x 1,750m. Gold only analyses were completed by Intertek-Genalysis at their Perth laboratory using a 10 gram aqua regia digest, unfiltered and analysis by advanced inductively coupled plasma mass spectrometry for gold, which has a 1ppb (parts per billion) detection limit.

The results from the programme have been merged with historical auger/soil data. The resultant data set shows the presence of a very significant gold in auger soil anomaly at a 20 ppb Au contour level with smaller and continuous 30 ppb Au anomalism. Peak values of 640 ppb, 62 ppb and 51 ppb Au occur as spotty highs but are within the main part of the broader anomalism. The 20 ppb Au contour has a strike length of over 1 Kilometre and straddles the Lost Dog deposit in the southern portion of the anomaly and overlies Archaean granitoid rocks to the north (Figure 7). The orientation of the anomaly has a strong north-south component; however, the eastern 20 ppb Au contour has a marked north west – south east strike.

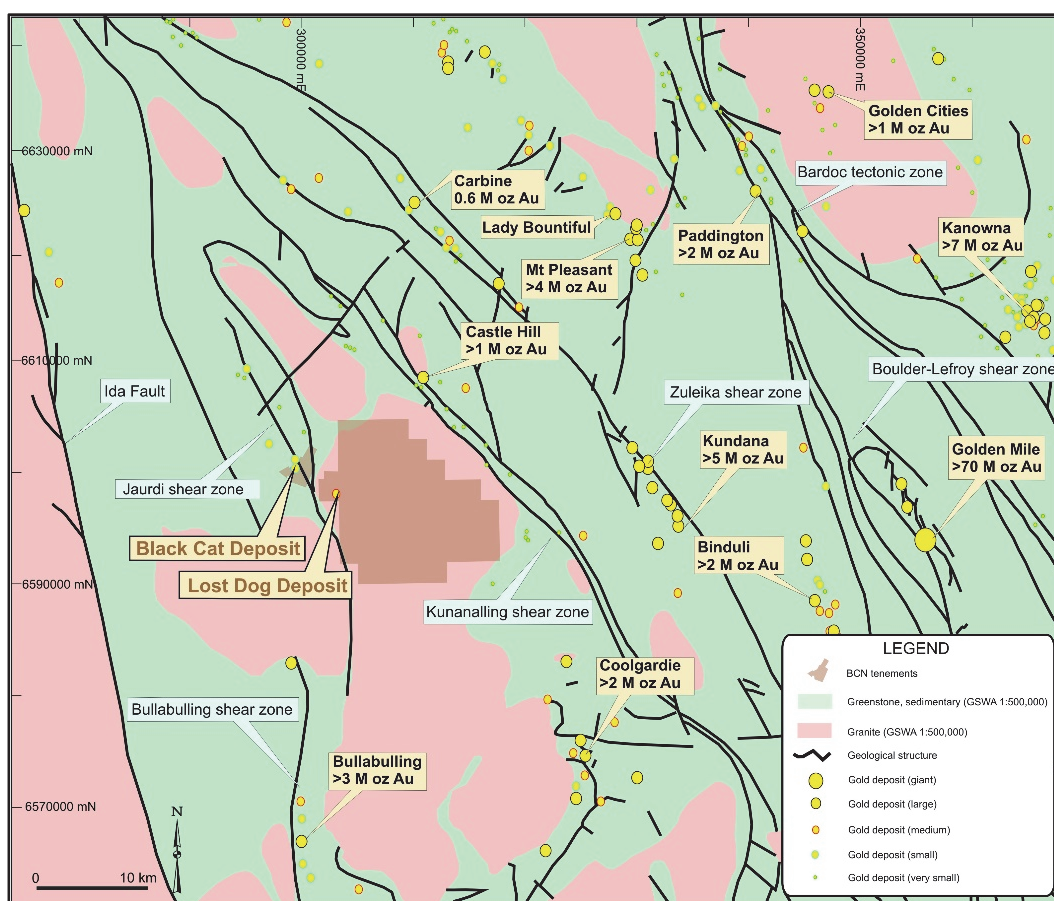


Figure 7: Locality of the Jaurdi Gold Project relative to the main ore deposits within the region

Lost Dog Drilling

A line of RC holes was drilled in the South East corner of M16/529 to test if the Lost Dog mineralisation extended further south in this area. A total of 11 RC holes were drilled (JDC17311 to JDC17321, Figure 8 and 9); however, the drilling failed to extend the width of the Lost Dog mineralisation in this area. The best result intersecting the Lost Dog mineralisation was 10 metres at 0.58 g/t Au in JD17C317; which essentially closes off the mineralisation in this area. The Lost Dog mineralisation remains open to the North East on E16/469. Table 3 shows the results from this programme.

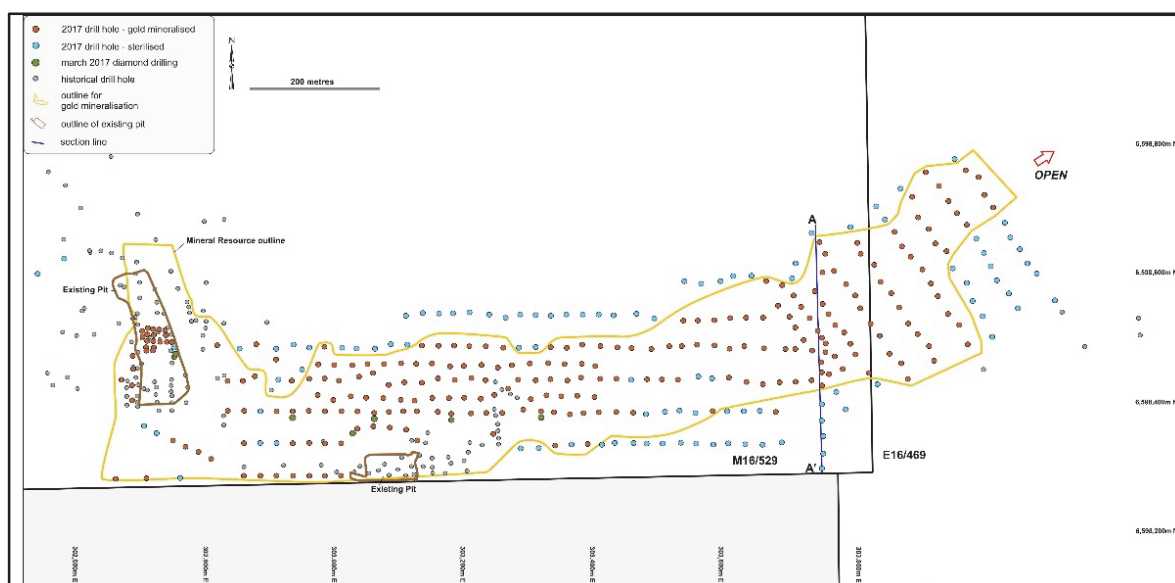


Figure 8: Lost Dog drilling area showing line A – A'

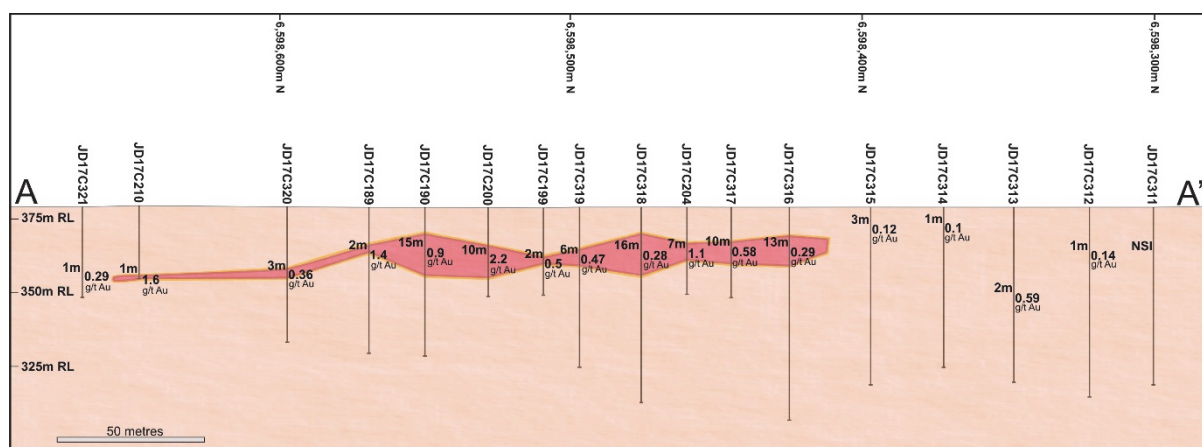


Figure 9: Section A – A' showing the width of the Lost Dog mineralisation on this section

The most promising aspect of this drilling was one of the holes (JD17C313) intersected a narrow quartz vein zone within saprolitic granitoid. This is the first real indication that the underlying Archaean granitoid shows

the potential to host primary gold mineralisation. The interval was 2 metres at 0.59 g/t Au, and although not a particularly significant intercept it was from the leached upper saprolite part of the in situ regolith (weathered granitoid) profile. Beacon are encouraged with this result as it provides evidence for the potential discovery of a primary mineralised system.

Table 3: Table of significant intercepts from the Lost Dog drilling

HoleID	Hole Type	MGA Grid ID	GDA_East	GDA_North	GDA_Elevation	From (m)	To (m)	Interval (m)	Au (g/t)	Max_depth (m)
JD17C311	RC	MGA94_51	303749	6598302	385				NSI	61
JD17C312	RC	MGA94_51	303751	6598324	385	16	17	1	0.14	65
JD17C313	RC	MGA94_51	303751	6598350	385	29	31	2	0.59	60
JD17C314	RC	MGA94_51	303749	6598374	385	8	9	1	0.1	55
JD17C315	RC	MGA94_51	303749	6598399	385	6	9	3	0.12	61
JD17C316	RC	MGA94_51	303749	6598427	385	7	18	11	0.27	
						19	20	1	0.73	73
JD17C317	RC	MGA94_51	303749	6598447	385	11	21	10	0.58	31
JD17C318	RC	MGA94_51	303754	6598478	385	9	25	16	0.28	67
JD17C319	RC	MGA94_51	303749	6598499	385	14	20	6	0.47	55
JD17C320	RC	MGA94_51	303750	6598599	385	22	25	3	0.36	46
JD17C321	RC	MGA94_51	303733	6598669	385	25	26	1	0.29	31

Auger Soil Anomaly Bedrock Drilling

A single traverse of 22 angled holes was drilled to test the gold in auger soil anomaly immediately to the north of the Lost Dog deposit. The holes were drilled on the northing of 6,598,700 mN (MGA Zone 51, GDA 94) and were planned at a spacing of 25 metres to provide stratigraphic overlap. All holes were angled at 60° to the east as other known gold-mineralised systems in the region (e.g. Black Cat) dip to the west and/or southwest.

A total of 1,332 metres (JD17D079- 100) was completed and the location of the traverse is shown in Figure 10 and a summary cross-section is shown in Figure 11 (only the eastern part of the traverse is shown). Although the programme did not identify a primary source of mineralisation within the saprolitic granitoid, Beacon remains positive in the efforts to locate the bedrock source of the Lost Dog as only a small southern portion of the auger soil anomaly has been tested.

Holes JD17D094-096 were drilled in the western part of the traverse and all intersected thin gold intercepts within near-surface regolith, similar to that which hosts the Lost Dog gold mineralisation to the southeast. The most interesting result from the drill programme was from JD17D083, which intersected a thin, but high-grade intercept of 1m @ 73.5g/t Au from the very base of the palaeochannel regolith (see Figures 10 and 11, and Table 4). This base of channel interval of around 5 metres down-hole (43- 48m), is made up of mainly quartz sand and quartz gravel, with rounded quartz grains being relatively common. Rounded quartz grains are common and good indicators of the very base of the channel in part of a palaeochannel sequence. Coarse visible gold was panned from the gold mineralised interval (47-48m).

The eastern part of the auger soil anomaly, which has a prominent northwest – southeast trend and has not been tested at all. Aeromagnetic imagery indicates that an interpreted intrusive, which largely lies below the auger soil anomaly (Figure 10), has a northwest – southeast trend and there is some evidence in this imagery of a structural grain within the intrusive, also in this direction. This similarity in structural trends between this part of the auger soil anomaly and the underlying interpreted intrusive, makes testing this part of the auger soil anomaly a priority. The remainder of the auger soil anomaly, where there is little or no drilling, also requires systematic testing. The main area of interest that requires testing is close to the Jaurdi Hills Road, both to the west and east of the Cammi's Creek pit.

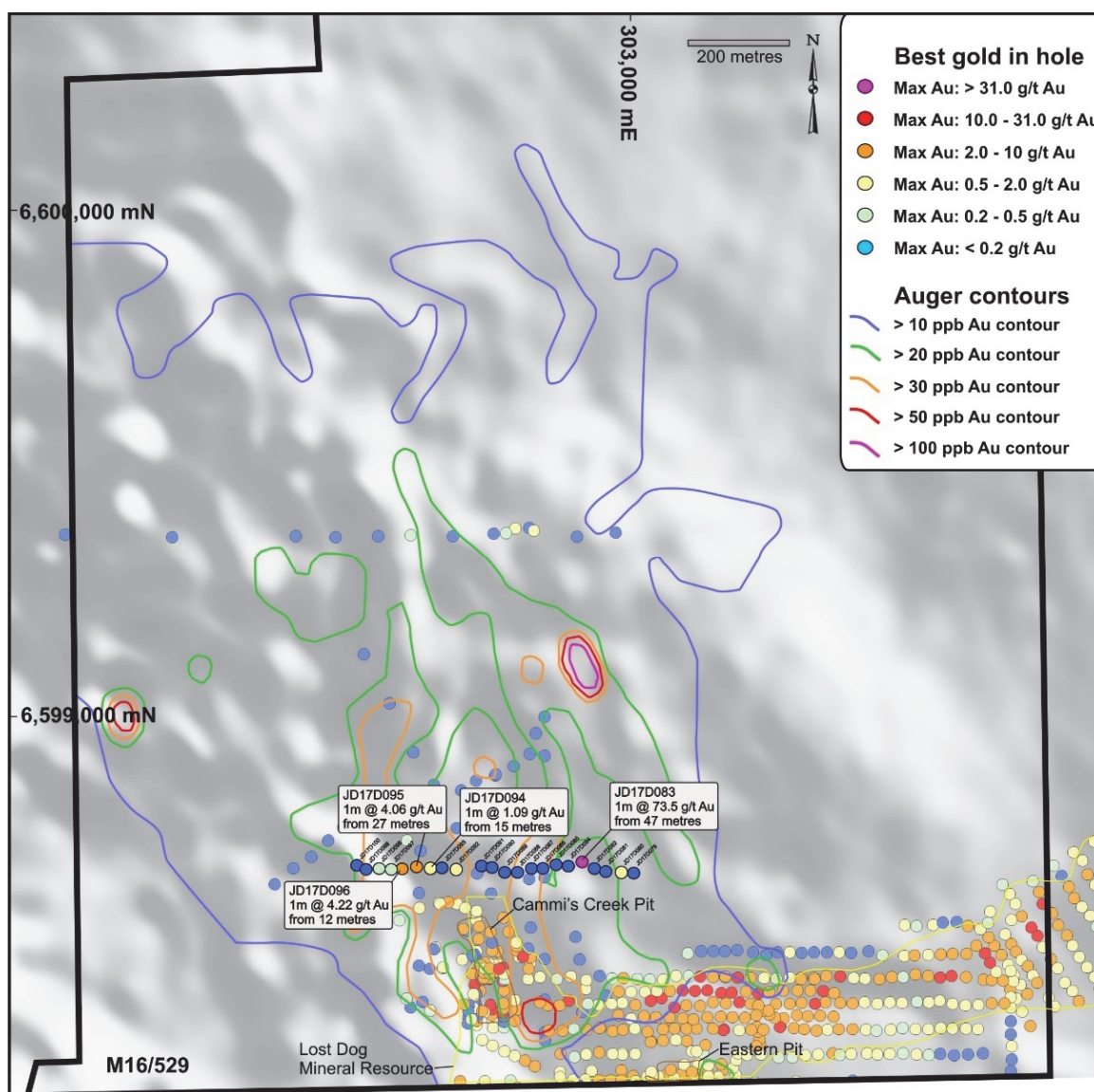


Figure 10: Location of Air Core and RC drilling on southern part of Au in auger soil anomaly with magnetics as background and Au in soil contours shown (modified after Jorgensen, 2017)

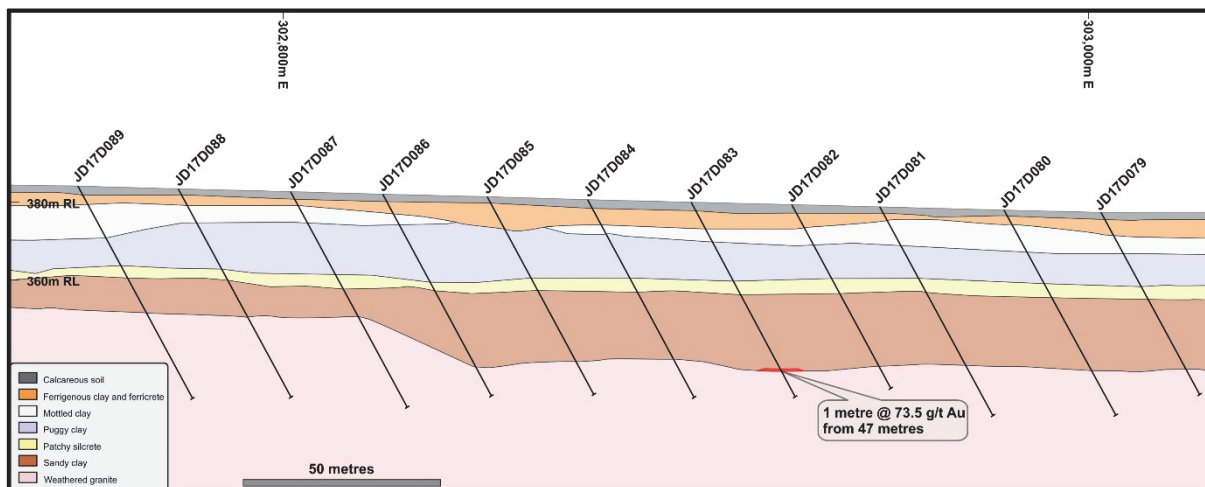


Figure 11: Eastern section of traverse 6,598,700 mN intersecting mineralisation at base of palaeochannel regolith (modified after Jorgensen, 2017)

Table 4: Table of significant intercepts from the Lost Dog drilling

HoleID	Hole Type	MGA Grid ID	GDA_East	GDA_North	GDA_Elevation	From (m)	To (m)	Interval (m)	Au (g/t)	Max_depth (m)
JD17D079	RC	MGA94_51	303005	6598692	385				NSI	54
JD17D080	RC	MGA94_51	302981	6598693	385				NSI	58
JD17D081	RC	MGA94_51	302950	6598695	385				NSI	59
JD17D082	AC	MGA94_51	302928	6598700	385				NSI	52
JD17D083	AC	MGA94_51	302903	6598713	385	47	48	1	73.5	55
JD17D084	AC	MGA94_51	302877	6598705	385				NSI	56
JD17D085	AC	MGA94_51	302852	6598707	385				NSI	56
JD17D086	AC	MGA94_51	302826	6598700	385				NSI	57
JD17D087	AC	MGA94_51	302803	6598700	385				NSI	61
JD17D088	AC	MGA94_51	302775	6598693	385				NSI	59
JD17D089	AC	MGA94_51	302750	6598693	385				NSI	60
JD17D090	AC	MGA94_51	302724	6598703	385				NSI	61
JD17D091	AC	MGA94_51	302704	6598704	385				NSI	63
JD17D092	AC	MGA94_51	302654	6598699	385	21	31	10	0.32	63
JD17D093	AC	MGA94_51	302627	6598701	385				NSI	61
JD17D094	AC	MGA94_51	302603	6598700	385	15	16	1	1.19	61
JD17D095	AC	MGA94_51	302576	6598703	385	27	28	1	4.06	60
JD17D096	AC	MGA94_51	302547	6598700	385	12	13	1	4.22	62
JD17D097	AC	MGA94_51	302526	6598699	385	16	20	4	0.22	64
JD17D098	AC	MGA94_51	302502	6598700	385	16	18	2	0.17	68
JD17D099	AC	MGA94_51	302476	6598699	385				NSI	70
JD17D100	AC	MGA94_51	302458	6598706	385				NSI	72

Tenements Acquired Adjacent to Jaurdi Gold Project

Acquisition of M16/34 and M16/115

During the quarter the Company completed the acquisition of two mining leases, M16/34 and M16/115, from Flinders Exploration Limited and JH Mining Limited (the **Vendors**).

The two mining leases are within 4kms of the Jaurdi Gold Project and enhance Beacon's tenement portfolio and infrastructure requirements at the Company's Jaurdi Gold Project (see Figure 1).

M16/34 and M16/115 Acquisition Terms

Under the terms of the agreement Beacon has paid the following consideration to the Vendors for the acquisition of the tenements:

- \$200,000 cash;
- 20,000,000 fully paid ordinary shares in Beacon; and
- 5,000,000 unlisted options exercisable at \$0.025 on or before 5 May 2019.

For further information in relation to the previous mining and exploration at the two mining leases please see ASX announcement 5 May 2017 *"Tenements Acquired Adjacent to Jaurdi Gold Project"*.

P16/2925 and P16/2926 Option Agreement

During the quarter Beacon executed an Option to Purchase Agreement with Australian Live-Stock Suppliers Pty Ltd, the holders of prospecting licences P16/2925 and P16/2926 (Figure 1). Beacon now owns or has option agreements to acquire a contiguous tenement package (17,644 Ha) in the Jaurdi district.

CORPORATE

\$7.5 Million Underwritten Non-Renounceable Entitlement Issue

During the quarter the Company completed a 1 for 3 non-renounceable entitlement issue at \$0.015 to raise approximately \$7.5 million before costs. Eligible shareholders who subscribed to the offer also received 1 free attaching option for every new share subscribed for, exercisable at \$0.025 on or before 17 August 2022.

The Offer was fully underwritten by Patersons Securities Limited who was acting as Lead Manager and Underwriter to the Issue. The Entitlement Issue was made pursuant to a prospectus which was lodged with ASIC on 10 July 2017 (the "Entitlement Prospectus").

Directors Graham McGarry and Geoff Greenhill agreed to take up their full entitlements totalling approximately \$772,000 and are also sub-underwriting the issue for a total of \$1.948m.

The funds will be applied to the progress of the Jaurdi Gold Project, including but not limited to exploration and sterilisation drilling, water bore testing, heritage and site surveys, metallurgical testwork, geotechnical

evaluation, pit design, resource evaluation and contingent expenses. Additional funds will be used to acquire certain capital items.

CASH RESERVES

As at 30 September 2017 the Company had approximately \$6.8 million in cash reserves.

CAPITAL STRUCTURE

As at the date of this report the Company has the following capital structure:

Fully Paid Ordinary Shares (BCN)	2,013,961,284
Listed Options ex. \$0.025 on or before 1 August 2022	498,490,321
Unlisted Options ex. \$0.004 on or before 31 January 2022	80,000,000
Unlisted Options ex. \$0.025 on or before 5 May 2019	5,000,000

OTHER OPPORTUNITIES

Senior management and external consultants have undertaken desk top reviews, and where justified, field inspections. Discussions continue and shareholders will be advised immediately of any material outcomes.

Should shareholders have any questions regarding Beacon, please feel free to contact Executive Chairman Geoff Greenhill or Managing Director Graham McGarry.

Geoff Greenhill
Executive Chairman
Beacon Minerals Ltd
M: 0419 991 713

Graham McGarry
Managing Director
Beacon Minerals Ltd
M: 0409 589 584

COMPETENT PERSON STATEMENT:

The information in this report that relates to the Jaurdi Gold Project Mineral Resource estimation is based on information compiled by Mr Richard Finch and Mr Darryl Mapleson, both full time employees of BM Geological Services. Mr Finch is a Member of the Australian Institute of Mining and Metallurgy, while Mr Mapleson is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Finch and Mr Mapleson have sufficient experience that is relevant to the style of the mineralisation and type of deposit under consideration and to the activity 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'.

This ASX announcement contains information extracted from the following reports, which are available on the Company's website at www.beaconminerals.com.au.

- 16 August 2017 Jaurdi Gold Project – Exploration Update
- 05 September 2017 Jaurdi Gold Project – Update
- 22 September 2017 Jaurdi Gold Project – Black Cat Mineral Resource Update

The Company confirms that it is not aware of any new information or data that materially affects the exploration results included in any original market announcements referred to in this report and that no material change in the results has occurred. 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 announcements.

SCHEDULE OF MINERAL TENEMENT INTERESTS

Beacon Minerals Limited provides the following schedule of mineral tenement interests held by the Company for the quarter ended 30 September 2017 as required by ASX Listing Rule 5.3.

Beacon Minerals Limited Mineral Tenement interest as at 30 September 2017;

TENEMENT	PROJECT/LOCATION	INTEREST AT THE BEGINNING OF THE QUARTER	INTEREST AT THE END OF THE QUARTER
	Jaurdi Gold Project		
M16/529	Jaurdi, Coolgardie	100%	100%
E16/0469	Jaurdi, Coolgardie	0%	0% ⁽¹⁾
M16/0034	Jaurdi, Coolgardie	0%	100%
M16/0115	Jaurdi, Coolgardie	0%	100%
P16/2925	Jaurdi, Coolgardie	0%	0% ⁽²⁾
P16/2926	Jaurdi, Coolgardie	0%	0% ⁽²⁾
E57/0961	Sandstone West	100%	0%

- (1) Beacon has executed an Option to Purchase Agreement with Mr Steven Argus and Zephyr Mining Pty Ltd, the holder of licence E16/469.
- (2) Beacon has executed an Option to Purchase Agreement with Australian Live-Stock Suppliers Pty Ltd, the holders of prospecting licences P16/2925 and P16/2926.

Disclaimer

This ASX announcement (Announcement) has been prepared by Beacon Minerals Limited ("Beacon" or "the Company"). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this Announcement.

This Announcement contains summary information about Beacon, its subsidiaries and their activities which is current as at the date of this Announcement. The information in this Announcement is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in Beacon.

By its very nature exploration for minerals is a high risk business and is not suitable for certain investors. Beacon's securities are speculative. Potential investors should consult their stockbroker or financial advisor. There are a number of risks, both specific to Beacon and of a general nature which may affect the future operating and financial performance of Beacon and the value of an investment in Beacon including but not limited to economic conditions, stock market fluctuations, gold price movements, regional infrastructure constraints, timing of approvals from relevant authorities, regulatory risks, operational risks and reliance on key personnel.

Certain statements contained in this announcement, including information as to the future financial or operating performance of Beacon and its projects, are forward-looking statements that:

- may include, among other things, statements regarding targets, estimates and assumptions in

respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;

- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Beacon, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Beacon disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements.

All forward looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

No verification: Although all reasonable care has been undertaken to ensure that the facts and opinions given in this Announcement are accurate, the information provided in this Announcement has not been independently verified.

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

Beacon Minerals Limited

ABN

64 119 611 559

Quarter ended ("current quarter")

30 September 2017

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
(a)	exploration & evaluation	(633)	(633)
(b)	development	-	-
(c)	production	-	-
(d)	staff costs	(58)	(58)
(e)	administration and corporate costs	(106)	(106)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	7	7
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)	3	3
1.9	Net cash from / (used in) operating activities	(787)	(787)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
(a)	plant and equipment	(84)	(84)
(b)	tenements (see item 10)	(239)	(239)
(c)	investments	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 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 (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	(323)	(323)

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	7,477	7,477
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	(505)	(505)
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)	-	-
3.10 Net cash from / (used in) financing activities	6,972	6,972

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	936	936
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(787)	(787)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(323)	(323)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	6,972	6,972
4.5 Effect of movement in exchange rates on cash held	-	-
4.6 Cash and cash equivalents at end of period	6,798	6,798

+ See chapter 19 for defined terms

1 September 2016

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	233	936
5.2	Call deposits	6,565	-
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)	6,798	936

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
63
-

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
-
-

N/A

8. Financing facilities available

Add notes as necessary for an understanding of the position

- 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.

Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
-	-
-	-
-	-

N/A

Mining exploration entity and oil and gas exploration entity quarterly report

9.	Estimated cash outflows for next quarter	\$A'000
9.1	Exploration and evaluation	800
9.2	Development	-
9.3	Production	-
9.4	Staff costs	59
9.5	Administration and corporate costs	106
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	965

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	E57/0961 – Sandstone	Exploration Licence	100%	0%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	M16/0034, Jaurdi, Coolgardie	Mining Licence	0%	100%
		M16/0115, Jaurdi, Coolgardie	Mining Licence	0%	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: Sarah Shipway Date: 31 October 2017
Non-Executive Director/Company Secretary

Print name: Sarah Shipway

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.