

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

PolarX Limited (formerly Coventry Resources Limited)

ABN

161615783

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	(2,526) ¹	(2,526) ¹
(b) development		
(c) production		
(d) staff costs	(15)	(15)
(e) administration and corporate costs	(468) ²	(468) ²
1.3 Dividends received (see note 3)		
1.4 Interest received	2	2
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	(3,007)¹	(3,007)

1. Includes prepayments (cash calls) during the quarter to Millrock Exploration Corp. ("Millrock") of \$2.516 million, in relation to its management of the Company's exploration work program in Alaska. The remaining prepayment balance held by Millrock at 30 September 2017 was \$1.333 million, which will be applied against future project expenditure.

2. Includes costs incurred in relation to the acquisition of Vista Minerals Pty Ltd (July 2017) of ~\$0.184 million.

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	(23)	(23)
(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 (Cash acquired on Acquisition of Vista Minerals Pty Ltd.)	35	35
2.6 Net cash from / (used in) investing activities	12	12

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	5,495	5,495
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	(341)	(341)
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	5,154	5,154

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	55	55
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,007) ¹	(3,007)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	12	12
4.4	Net cash from / (used in) financing activities (item 3.10 above)	5,154	5,154
4.5	Effect of movement in exchange rates on cash held	(31)	(31)
4.6	Cash and cash equivalents at end of period	2,183³	2,183

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	2,183	55
5.2	Call deposits	-	-
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)	2,183³	55

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	148
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	

Payments for Director's consulting services and Director's fees - \$120,833
Payments to Mitchell River Group for Consultant services - \$5,630
Reimbursement of other expenses (at cost) - \$20,766

3. Excludes prepayments of \$1.333 million at 30 September 2017 (refer footnote 1 on page 1), held by Millrock and which will be applied against subsequent project expenditure.

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 <i>Add notes as necessary for an understanding of the position</i>	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 ³
9.2 Development	-
9.3 Production	-
9.4 Staff costs	12
9.5 Administration and corporate costs	265
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	827

4. Forecast exploration and evaluation expenditure to be funded from the remaining prepayment balance held by Millrock as at 30 September 2017 of \$1.333 million (refer footnote 1 on page 1).

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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	N/A	N/A	N/A	N/A
10.2	Interests in mining tenements and petroleum tenements acquired or increased	Stellar Copper Gold Project, Alaska USA ⁵	Direct	0%	100%

5. Refer Appendix 1 to the Quarterly Activities Report dated 31 October 2017 for a detailed listing of the Stellar Copper Gold Project mineral claims, which were acquired pursuant to the acquisition of Vista Minerals Pty Ltd on 26 July 2017 or via granted applications made subsequent to that date.

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: Ian Cunningham
(Company Secretary)

Date: 31 October 2017

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.