

**QUARTERLY ACTIVITIES AND CASHFLOW REPORTS
FOR QUARTER ENDED 30 SEPTEMBER 2018**

HIGHLIGHTS

- Clancy completes Stage 1 of the Moroccan licence acquisition by acquiring an initial 20% interest in Atlas Managem S.A.R.L, which holds three Moroccan licences adjacent to the famous Bou Azzer Cobalt Mine.
- Clancy, at its sole discretion, can acquire further interests of up to 100% of Atlas Managem.
- The Bou Azzer Cobalt Mine is famous for being a primary cobalt producer and high-quality cobalt cathode and has been in operation since the 1930's.
- Clancy aims to commence diamond drilling on the Moroccan licences in November 2018.
- Clancy to acquire 100% of additional new cobalt licence, recently granted by Moroccan authorities, located next to the world famous Bou Azzer Cobalt mine in Morocco to increase land package the subject of General Meeting to be held August 2018.
- \$750,000 raised (before costs) to progress Clancy's Moroccan activities.

COBALT PROJECT, MOROCCO

Clancy Exploration Limited (ASX: CLY) (Clancy or the Company) announced on 25 October 2018 that further to the announcement of 10 April 2018 and the shareholder meeting of 3 August 2018, it has completed stage 1 of its acquisition of Atlas Managem S.A.R.L (**Atlas Managem**) by acquiring 20% of the fully paid issued capital in Atlas Managem (**20% Interest**). All details of the acquisition have been previously disclosed, and no new terms have been incorporated.

In consideration for the 20% Interest, Clancy has issued 130,000,000 fully paid ordinary shares (**Stage 1 Shares**) and paid US\$175,000 to the vendors of Atlas Managem. The Stage 1 Shares were issued subject to the shareholder approval received on 3 August 2018.

In order to register the acquisition of the 20% Interest, Clancy has filed documents with the Moroccan tax office. Clancy understands that the registration of such an interest generally takes around 2 weeks and does not anticipate any issues with the registration process.

Clancy can acquire up to a 100% indirect interest in the 3 licences in Morocco through a staged acquisition of Atlas Managem (**Acquisition**). The Company is also pleased to confirm the transition of Mr David Lenigas in to the Executive Chairman role as previously announced. For full details of the Acquisition (including Mr Lenigas's new appointment terms) see the Company's ASX announcement dated 10 April 2018.

Each of the licences (highlighted in "red" in Figure 1) is 16 km² in size, 2 of which (the Bou Amzil and

Tizi Belhaj licences) are located immediately to the west and adjacent to the famous Bou Azzer Cobalt Mine. The third licence (the Imdere licence) is located approximately 20 km northwest of Bou Azzer.

In addition, the Company advises that it anticipates closing the transaction to acquire 100% of the licence area highlighted in “blue” in Figure 1 soon, as per the Company’s ASX announcement dated 23 July 2018.

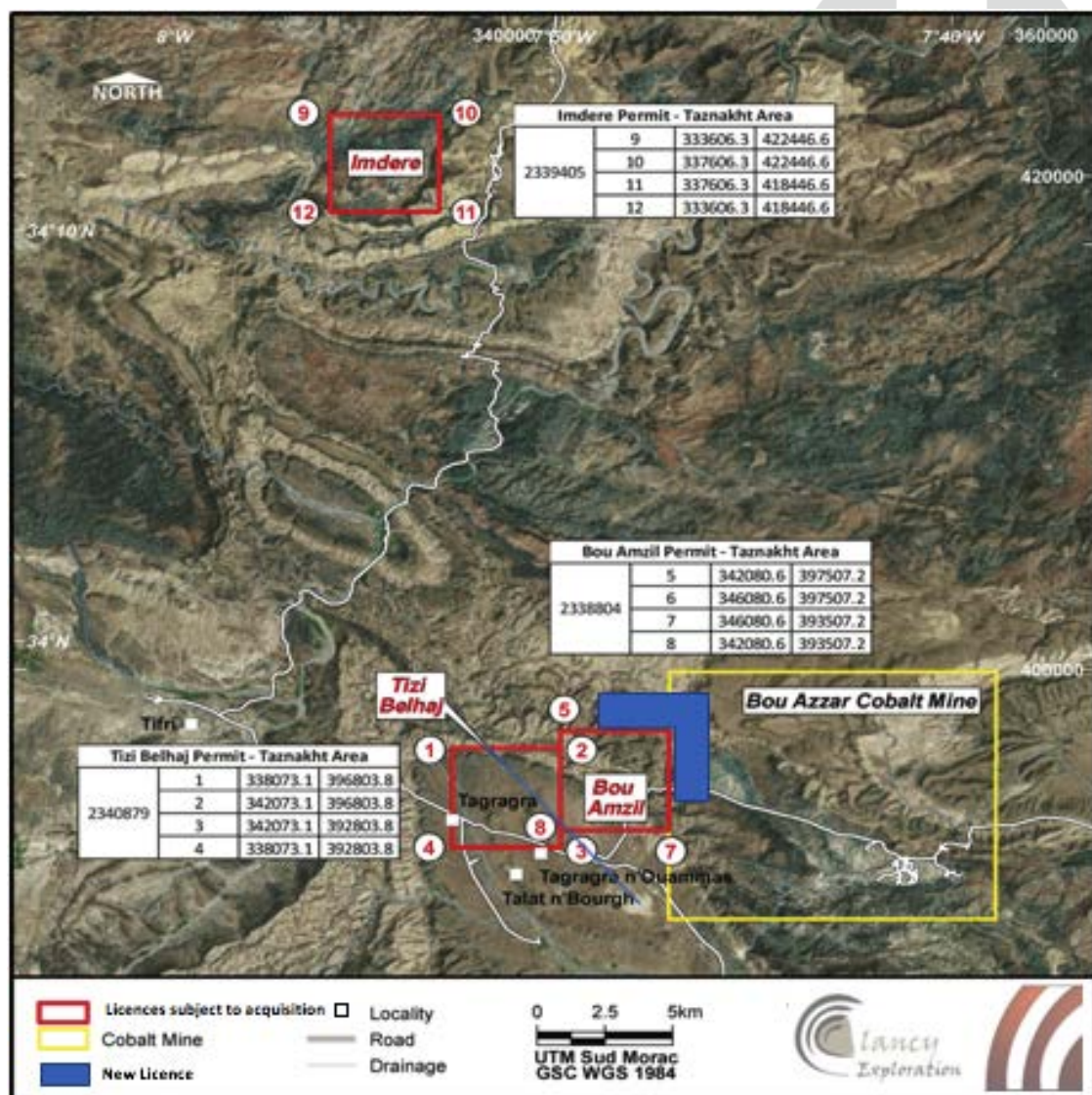


Figure 1: Location of the 3 Moroccan licences the subject of the Acquisition (red outline) and the additional newly granted licence (blue shading).

The adjacent Bou Azzer Cobalt Mine has Co-Ni Arsenide deposits with Au & Ag and is currently one of the world’s only operating primary cobalt mines with:

- More than 50 deposits in the district, mined over 75 years with production of over 100kt of cobalt, 1,000’s of tonnes of silver and tens of tonnes of gold;

- Current production of ~2ktpa of cobalt at an estimated head grade of 1.3% cobalt and up to ~3-4 g/t gold, total current resources and reserves of 17,800 tonnes of cobalt.¹

Information on the Bou Azzer Cobalt Mine is available on Managem's website at www.managemgroup.com.

The Company will now accelerate its activities on site during the coming quarter as the Company plans its maiden drill program.

HONG KONG GOLD PROJECT, PILBARA REGION, WESTERN AUSTRALIA

Subsequent to the end of the quarter, Clancy announced it had entered into a binding Letter of Intent (**LOI**) with Canadian listed Pacton Gold Inc (**Pacton**) which, on closing and subject to certain conditions, will provide for Pacton to acquire a 70% equity interest in Clancy's Hong Kong Project in the Pilbara (Exploration Licence E47/3566 covering 40.15 km²).

Under the transaction, Pacton will pay a total consideration of CAD\$1.7 million (AUD\$1.85m²) comprising:

- CAD\$25,000 non-refundable deposit.
- CAD\$175,000 at completion.
- Clancy receiving CAD\$1,500,000 worth of Pacton shares based on a 10 day VWAP on as of 11 October 2018.

Upon completion of the acquisition, Pacton and Clancy will enter into a joint venture, with Pacton acting as operator of the Hong Kong Project. A minimum of CAD\$500,000 must be spent by Pacton on Hong Kong within two years of completion of the transaction. Clancy will be free carried with respect to joint venture expenditure until a decision to mine is made unanimously by both parties.

This transaction is subject to Pacton obtaining final acceptance of the transaction from the TSX Venture Exchange, any approvals required by law being obtained and the Exploration Licence being in good standing.

The transaction is also conditional on the parties entering into a formal sale and joint venture agreement within 45 days of the date of the LOI, failing which either party may terminate the LOI.

CORPORATE ACTIVITIES

The Company announced on 14 August 2018 that it had received firm commitments to raise \$750,000 (before costs) via a placement (**Placement**) of 250,000,000 ordinary shares at an issue price of \$0.003 each (**Placement Shares**).

The Placement was made to both new and existing domestic and international institutional and sophisticated investors, and the Company is pleased to welcome new investors to its register.

¹ ASX news release by Blackstone Minerals dated 27 March 2018 – Investor Presentation – Goldman Sachs Battery Day

² Total consideration valued on exchange rate of 1.09

The subscribers to the Placement received 1 free attaching option for every 2 Placement Shares subscribed (**Attaching Options**). The Attaching Options are in the same class as the Company's existing quoted options exercisable at \$0.004 each on or before 9 May 2019.

Forward-looking Statements and Disclaimer

Forward-looking statements are statements that are not historical facts. Words such as “expect(s)”, “feel(s)”, “believe(s)”, “will”, “may”, “anticipate(s)” and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of Clancy, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to Clancy's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

COMPETENT PERSONS' STATEMENTS

The information in this document that relates to Exploration Results and Exploration Targets in respect of the Cobalt Licenses in Morocco was reported by the Company in announcements released to ASX on 10 April 2018, 20 April 2018 and 25 June 2018. The Company confirms that it is not aware of any new information or data that materially affects these Exploration Results and Exploration Targets.

Appendix 1: Clancy Exploration Limited Interests in Mining Tenements

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 30 September 2018.

Austrian Tenement Schedule – Leogang - Clancy First Priority					
Designation	Reference Meridian	Coordinates in Metres		Cadastral Municipalities	
		Y	X	Centre in the Cadastral Municipality	Other Cadastral Municipality Concerned
51/17/S (CLY-LEOG-003)	M 31	-48.300,37	5.255.801,08	Schwarzleo	
56/17/S (CLY-LEOG-008)	M 31	-47.598,54	5.255.801,08	Schwarzleo	Sonnberg, Pirzbichl
57/17/S (CLY-LEOG-009)	M 31	-48.999,02	5.255.797,89	Schwarzleo	Grießen
58/17/S (CLY-LEOG-010)	M 31	-49.698,06	5.255.794,71	Schwarzleo	Grießen
64/17/S (CLY-LEOG-016)	M 31	-50.400,13	5.255.799,19	Schwarzleo	Grießen
68/17/S (CLY-LEOG-020)	M 31	-51.093,42	5.255.793,06	Grießen	
71/17/S (CLY-LEOG-023)	M 31	-51.798,97	5.255.793,05	Grießen	
74/17/S (CLY-LEOG-026)	M 31	-52.498,40	5.255.799,19	Grießen	Hoch filzen
78/17/S (CLY-LEOG-030)	M 31	-52.492,26	5.254.596,68	Schwarzleo	
79/17/S (CLY-LEOG-031)	M 31	-52.492,26	5.253.394,16	Schwarzleo	Saalach
80/17/S (CLY-LEOG-032)	M 31	-52.841,97	5.254.001,55	Schwarzleo	Saalach
81/17/S (CLY-LEOG-033)	M 31	-52.848,10	5.255.197,93	Schwarzleo	Grießen, Hoch filzen, Fieberbrunn
82/17/S (CLY-LEOG-034)	M 31	-53.203,95	5.253.400,29	Schwarzleo	Saalach
83/17/S (CLY-LEOG-035)	M 31	-53.191,68	5.254.596,68	Schwarzleo	Fieberbrunn
84/17/S (CLY-LEOG-036)	M 31	-53.547,53	5.254.001,56	Schwarzleo	Fieberbrunn, Saalach
85/17/S (CLY-LEOG-037)	M 31	-53.541,39	5.255.191,80	Fieberbrunn	
86/17/S (CLY-LEOG-038)	M 31	-53.205,07	5.255.798,61	Fieberbrunn	Hoch filzen
87/17/S (CLY-LEOG-039)	M 31	-53.900,65	5.254.602,23	Fieberbrunn	
88/17/S (CLY-LEOG-040)	M 31	-54.253,07	5.255.195,78	Fieberbrunn	
89/17/S (CLY-LEOG-041)	M 31	-53.890,53	5.255.792,75	Fieberbrunn	
90/17/S (CLY-LEOG-042)	M 31	-53.897,23	5.253.400,97	Fieberbrunn	Saalach
91/17/S (CLY-LEOG-043)	M 31	-54.252,31	5.253.997,24	Fieberbrunn	
92/17/S (CLY-LEOG-044)	M 31	-54.593,99	5.254.600,21	Fieberbrunn	
93/17/S (CLY-LEOG-045)	M 31	-54.593,99	5.255.799,44	Fieberbrunn	
94/17/S (CLY-LEOG-046)	M 31	-54.942,37	5.253.990,54	Fieberbrunn	
95/17/S (CLY-LEOG-047)	M 31	-54.600,69	5.253.400,97	Fieberbrunn	Saalach
96/17/S (CLY-LEOG-048)	M 31	-54.949,08	5.255.203,18	Fieberbrunn	
98/17/S (CLY-LEOG-050)	M 31	-55.290,76	5.255.799,44	Fieberbrunn	
99/17/S (CLY-LEOG-051)	M 31	-55.297,46	5.253.400,97	Fieberbrunn	Saalach
101/17/S (CLY-LEOG-053)	M 31	-55.652,54	5.255.196,48	Fieberbrunn	
103/17/S (CLY-LEOG-055)	M 31	-56.000,92	5.253.400,97	Fieberbrunn	
104/17/S (CLY-LEOG-056)	M 31	-56.000,92	5.255.799,45	Fieberbrunn	
105/17/S (CLY-LEOG-057)	M 31	-56.349,30	5.255.203,18	Fieberbrunn	
106/17/S (CLY-LEOG-058)	M 31	-55.659,24	5.256.402,41	Fieberbrunn	
107/17/S (CLY-LEOG-059)	M 31	-54.949,07	5.256.395,71	Fieberbrunn	
108/17/S (CLY-LEOG-060)	M 31	-56.342,60	5.256.395,71	Fieberbrunn	
109/17/S (CLY-LEOG-061)	M 31	-56.690,98	5.255.792,75	Fieberbrunn	
110/17/S (CLY-LEOG-062)	M 31	-56.697,68	5.254.600,21	Fieberbrunn	
111/17/S (CLY-LEOG-063)	M 31	-57.052,77	5.256.395,72	Fieberbrunn	
112/17/S (CLY-LEOG-064)	M 31	-57.052,76	5.255.209,88	Fieberbrunn	
114/17/S (CLY-LEOG-066)	M 31	-57.401,15	5.255.799,44	Fieberbrunn	
115/17/S (CLY-LEOG-067)	M 31	-57.401,15	5.254.606,91	Fieberbrunn	
116/17/S (CLY-LEOG-068)	M 31	-56.697,68	5.256.998,68	Fieberbrunn	
117/17/S (CLY-LEOG-069)	M 31	-57.749,53	5.256.395,71	Fieberbrunn	
118/17/S (CLY-LEOG-070)	M 31	-57.749,53	5.255.203,18	Fieberbrunn	

119/17/S (CLY-LEOG-071)	M 31	-57.052,76	5.253.997,24	Fieberbrunn	
120/17/S (CLY-LEOG-072)	M 31	-57.401,14	5.256.998,68	Fieberbrunn	
121/17/S (CLY-LEOG-073)	M 31	-58.097,91	5.256.998,68	Fieberbrunn	
122/17/S (CLY-LEOG-074)	M 31	-58.459,69	5.256.395,71	Fieberbrunn	
123/17/S (CLY-LEOG-075)	M 31	-58.091,21	5.255.799,44	Fieberbrunn	
124/17/S (CLY-LEOG-076)	M 31	-58.452,99	5.255.196,47	Fieberbrunn	
125/17/S (CLY-LEOG-077)	M 31	-58.801,37	5.255.799,45	Fieberbrunn	
126/17/S (CLY-LEOG-078)	M 31	-58.097,91	5.254.600,20	Fieberbrunn	
127/17/S (CLY-LEOG-079)	M 31	-59.143,06	5.255.203,17	Fieberbrunn	
128/17/S (CLY-LEOG-080)	M 31	-56.697,68	5.253.400,97	Fieberbrunn	
129/17/S (CLY-LEOG-081)	M 31	-57.394,45	5.253.400,97	Fieberbrunn	
130/17/S (CLY-LEOG-082)	M 31	-57.749,52	5.253.997,24	Fieberbrunn	
131/17/S (CLY-LEOG-083)	M 31	-58.091,21	5.253.400,97	Fieberbrunn	
132/17/S (CLY-LEOG-084)	M 31	-58.446,29	5.253.997,24	Fieberbrunn	
133/17/S (CLY-LEOG-085)	M 31	-58.801,37	5.254.593,51	Fieberbrunn	
134/17/S (CLY-LEOG-086)	M 31	-59.149,75	5.253.997,24	Fieberbrunn	
135/17/S (CLY-LEOG-087)	M 31	-59.498,13	5.254.600,21	Fieberbrunn	
136/17/S (CLY-LEOG-088)	M 31	-58.801,37	5.253.400,97	Fieberbrunn	
137/17/S (CLY-LEOG-089)	M 31	-59.498,13	5.253.400,97	Fieberbrunn	Aurach
138/17/S (CLY-LEOG-090)	M 31	-59.853,22	5.253.997,24	Fieberbrunn	Aurach
139/17/S (CLY-LEOG-091)	M 31	-59.853,22	5.255.203,17	Fieberbrunn	
140/17/S (CLY-LEOG-092)	M 31	-59.498,14	5.255.799,44	Fieberbrunn	
141/17/S (CLY-LEOG-093)	M 31	-55.653,82	5.252.803,35	Fieberbrunn	Saalbach
142/17/S (CLY-LEOG-094)	M 31	-56.338,36	5.252.803,34	Fieberbrunn	
143/17/S (CLY-LEOG-095)	M 31	-52.843,60	5.256.382,17	Hochfilzen	Grießen
144/17/S (CLY-LEOG-096)	M 31	-52.145,01	5.256.394,15	Hochfilzen	Grießen
145/17/S (CLY-LEOG-097)	M 31	-54.947,60	5.252.798,07	Fieberbrunn	Saalbach
146/17/S (CLY-LEOG-098)	M 31	-56.000,44	5.257.001,49	Fieberbrunn	
147/17/S (CLY-LEOG-099)	M 31	-58.450,18	5.257.599,58	Fieberbrunn	
148/17/S (CLY-LEOG-100)	M 31	-57.749,83	5.257.599,58	Fieberbrunn	

Austrian Tenement Schedule – Kitzbuhel - Clancy First Priority

Designation	Reference Meridian	Coordinates in Metres		Cadastral Municipalities	
		Y	X	Centre in the Cadastral Municipality	Other Cadastral Municipality Concerned
38/17/T (CLY- KITZ-001)	M 31	-58.798,58	5.257.006,95	Fieberbrunn	
39/17/T (CLY- KITZ-002)	M 31	-59.153,61	5.256.407,82	Fieberbrunn	
40/17/T (CLY- KITZ-003)	M 31	-59.153,61	5.257.598,68	Fieberbrunn	
41/17/T (CLY- KITZ-004)	M 31	-59.501,26	5.256.999,55	Fieberbrunn	
42/17/T (CLY- KITZ-005)	M 31	-59.501,26	5.258.197,80	Fieberbrunn	
43/17/T (CLY- KITZ-006)	M 31	-59.856,29	5.257.598,68	Fieberbrunn	
44/17/T (CLY- KITZ-007)	M 31	-59.856,29	5.258.811,73	Fieberbrunn	
45/17/T (CLY- KITZ-008)	M 31	-59.161,01	5.258.804,33	Fieberbrunn	
46/17/T (CLY- KITZ-009)	M 31	-60.203,94	5.258.197,80	Fieberbrunn	
47/17/T (CLY- KITZ-010)	M 31	-60.211,33	5.256.999,55	Fieberbrunn	
48/17/T (CLY- KITZ-011)	M 31	-59.863,69	5.256.407,82	Fieberbrunn	
49/17/T (CLY- KITZ-012)	M 31	-60.551,58	5.257.598,68	Fieberbrunn	
50/17/T (CLY- KITZ-013)	M 31	-60.551,58	5.258.804,32	Fieberbrunn	
51/17/T (CLY- KITZ-014)	M 31	-60.203,94	5.259.403,46	Fieberbrunn	
52/17/T (CLY- KITZ-015)	M 31	-59.501,26	5.259.403,46	Fieberbrunn	
53/17/T (CLY- KITZ-016)	M 31	-60.914,02	5.258.197,81	Fieberbrunn	
54/17/T (CLY- KITZ-017)	M 31	-61.254,26	5.258.804,32	Fieberbrunn	
55/17/T (CLY- KITZ-018)	M 31	-60.914,02	5.259.403,45	Fieberbrunn	
56/17/T (CLY- KITZ-019)	M 31	-60.194,72	5.255.800,21	Fieberbrunn	
57/17/T (CLY- KITZ-020)	M 31	-60.553,37	5.255.200,49	Fieberbrunn	
58/17/T (CLY- KITZ-021)	M 31	-60.553,38	5.256.399,93	Fieberbrunn	

Clancy Exploration Limited

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59/17/T (CLY- KITZ-022)	M 31	-60.894,40	5.255.800,22	Fieberbrunn	
60/17/T (CLY- KZTZ-023)	M 31	-60.194,72	5.254.600,76	Fieberbrunn	Aurach
61/17/T (CLY- KITZ-024)	M 31	-60.900,28	5.254.600,77	Fieberbrunn	Aurach
62/17/T (CLY-KITZ-025)	M 31	-61.247,17	5.255.200,49	Fieberbrunn	Aurach
63/17/T (CLY-KITZ-026)	M 31	-60.553,38	5.254.001,04	Fieberbrunn	Aurach
64/17/T (CLY-KITZ-027)	M 31	-61.599,95	5.254.594,89	Fieberbrunn	Aurach
65/17/T (CLY-KITZ-028)	M 31	-61.594,07	5.255.800,21	Fieberbrunn	
66/17/T (CLY-KITZ-029)	M 31	-61.247,17	5.256.394,06	Fieberbrunn	
67/17/T (CLY-KITZ-030)	M 31	-61.952,73	5.256.399,93	Fieberbrunn	
68/17/T (CLY-KITZ-031)	M 31	-61.946,85	5.255.200,49	Fieberbrunn	Aurach
69/17/T (CLY-KITZ-032)	M 31	-62.299,63	5.255.800,21	Fieberbrunn	Aurach
70/17/T (CLY-KITZ-033)	M 31	-62.299,62	5.254.600,76	Aurach	
71/17/T (CLY-KITZ-034)	M 31	-61.594,07	5.258.199,11	Fieberbrunn	
72/17/T (CLY-KITZ-035)	M 31	-61.594,07	5.259.392,67	Fieberbrunn	
73/17/T (CLY-KITZ-036)	M 31	-61.946,85	5.258.798,83	Fieberbrunn	
74/17/T (CLY-KITZ-037)	M 31	-61.247,17	5.257.593,50	Fieberbrunn	
75/17/T (CLY-KITZ-038)	M 31	-60.900,27	5.256.999,66	Fieberbrunn	
76/17/T (CLY-KITZ-039)	M 31	-61.599,95	5.256.999,66	Fieberbrunn	
77/17/T (CLY-KITZ-040)	M 31	-61.952,73	5.257.593,50	Fieberbrunn	
78/17/T (CLY-KITZ-041)	M 31	-62.299,62	5.256.999,66	Kitzbühel Land	Fieberbrunn
79/17/T (CLY-KITZ-042)	M 31	-62.652,41	5.257.599,38	Kitzbühel Land	Fieberbrunn
80/17/T (CLY-KITZ-043)	M 31	-62.293,75	5.258.199,10	Fieberbrunn	
81/17/T (CLY-KITZ-044)	M 31	-62.652,41	5.258.792,95	Fieberbrunn	
82/17/T (CLY-KITZ-045)	M 31	-62.299,63	5.259.398,55	Fieberbrunn	
83/17/T (CLY-KITZ-046)	M 31	-62.993,42	5.258.199,10	Kitzbühel Land	Fieberbrunn
84/17/T (CLY-KITZ-047)	M 31	-62.999,30	5.256.999,66	Kitzbühel Land	
85/17/T (CLY-KITZ-048)	M 31	-63.352,08	5.257.599,38	Kitzbühel Land	Fieberbrunn
86/17/T (CLY-KITZ-049)	M 31	-63.352,08	5.258.798,82	Kitzbühel Land	Fieberbrunn
87/17/T (CLY-KITZ-050)	M 31	-63.005,18	5.259.398,55	Fieberbrunn	
88/17/T (CLY-KITZ-051)	M 31	-62.650,00	5.256.400,26	Kitzbühel Land	Fieberbrunn, Aurach
89/17/T (CLY-KITZ-052)	M 31	-62.649,99	5.255.202,51	Aurach	
90/17/T (CLY-KITZ-053)	M 31	-63.008,02	5.254.597,13	Aurach	
91/17/T (CLY-KITZ-054)	M 31	-63.001,50	5.255.801,38	Kitzbühel Land	Aurach
92/17/T (CLY-KITZ-055)	M 31	-63.340,00	5.255.196,00	Aurach	
93/17/T (CLY-KITZ-056)	M 31	-63.691,52	5.254.597,13	Aurach	
94/17/T (CLY-KITZ-057)	M 31	-64.049,54	5.255.202,51	Kitzbühel Land	Aurach
95/17/T (CLY-KITZ-058)	M 31	-64.401,05	5.254.597,13	Aurach	
96/17/T (CLY-KITZ-059)	M 31	-64.746,05	5.255.202,51	Kitzbühel Land	Aurach
97/17/T (CLY-KITZ-060)	M 31	-63.691,52	5.255.801,38	Kitzbühel Land	Aurach
98/17/T (CLY-KITZ-061)	M 31	-63.340,00	5.256.393,75	Kitzbühel Land	Aurach
99/17/T (CLY-KITZ-062)	M 31	-64.043,03	5.256.400,26	Kitzbühel Land	
100/17/T (CLY-KITZ-063)	M 31	-64.401,05	5.255.801,38	Kitzbühel Land	
101/17/T (CLY-KITZ-064)	M 31	-65.097,57	5.255.801,38	Kitzbühel Land	Aurach
102/17/T (CLY-KITZ-065)	M 31	-65.097,56	5.254.597,13	Aurach	
103/17/T (CLY-KITZ-066)	M 31	-65.442,57	5.255.196,00	Kitzbühel Land	Aurach
104/17/T (CLY-KITZ-067)	M 31	-64.739,54	5.256.393,75	Kitzbühel Land	
105/17/T (CLY-KITZ-068)	M 31	-65.442,57	5.256.400,25	Kitzbühel Land	Aurach
106/17/T (CLY-KITZ-069)	M 31	-65.800,59	5.255.801,38	Kitzbühel Land	Aurach
107/17/T (CLY-KITZ-070)	M 31	-66.145,60	5.256.400,26	Kitzbühel Land	
108/17/T (CLY-KITZ-071)	M 31	-63.702,89	5.256.997,52	Kitzbühel Land	
109/17/T (CLY-KITZ-072)	M 31	-64.402,07	5.257.002,51	Kitzbühel Land	
110/17/T (CLY-KITZ-073)	M 31	-65.106,24	5.256.997,51	Kitzbühel Land	
111/17/T (CLY-KITZ-074)	M 31	-64.052,48	5.257.596,81	Kitzbühel Land	
112/17/T (CLY-KITZ-075)	M 31	-64.751,66	5.257.596,80	Kitzbühel Land	
113/17/T (CLY-KITZ-076)	M 31	-63.702,89	5.258.206,09	Kitzbühel Land	
114/17/T (CLY-KITZ-077)	M 31	-64.402,06	5.258.201,09	Kitzbühel Land	
115/17/T (CLY-KITZ-078)	M 31	-65.450,83	5.257.596,81	Kitzbühel Land	



116/17/T (CLY-KITZ-079)	M 31	-65.101,24	5.258.201,10	Kitzbühel Land	
117/17/T (CLY-KITZ-080)	M 31	-64.052,48	5.258.805,38	Kitzbühel Land	
118/17/T (CLY-KITZ-081)	M 31	-64.756,65	5.258.800,39	Kitzbühel Land	
119/17/T (CLY-KITZ-082)	M 31	-65.450,83	5.258.800,39	St. Johann in Tirol	Kitzbühel Land
121/17/T (CLY-KITZ-084)	M 31	-63.698,46	5.259.399,70	Kitzbühel Land	Fieberbrunn
122/17/T (CLY-KITZ-085)	M 31	-64.401,43	5.259.399,70	St. Johann in Tirol	Kitzbühel Land
123/17/T (CLY-KITZ-086)	M 31	-65.100,16	5.259.399,70	St. Johann in Tirol	Kitzbühel Land
124/17/T (CLY-KITZ-087)	M 31	-64.049,95	5.260.001,03	St. Johann in Tirol	Kitzbühel Land, Fieberbrunn
125/17/T (CLY-KITZ-088)	M 31	-64.748,68	5.260.001,03	St. Johann in Tirol	
126/17/T (CLY-KITZ-089)	M 31	-65.455,89	5.260.001,03	St. Johann in Tirol	
127/17/T (CLY-KITZ-090)	M 31	-64.401,43	5.260.606,61	St. Johann in Tirol	
128/17/T (CLY-KITZ-091)	M 31	-65.104,40	5.260.602,37	St. Johann in Tirol	
129/17/T (CLY-KITZ-092)	M 31	-65.798,89	5.260.606,60	St. Johann in Tirol	
130/17/T (CLY-KITZ-093)	M 31	-65.807,36	5.259.399,70	St. Johann in Tirol	Kitzbühel Land
131/17/T (CLY-KITZ-094)	M 31	-65.450,97	5.261.204,52	St. Johann in Tirol	
132/17/T (CLY-KITZ-095)	M 31	-66.148,70	5.261.202,29	St. Johann in Tirol	
133/17/T (CLY-KITZ-096)	M 31	-66.150,93	5.260.003,62	St. Johann in Tirol	
135/17/T (CLY-KITZ-098)	M 31	-65.801,79	5.257.002,86	Kitzbühel Land	
137/17/T (CLY-KITZ-100)	M 31	-60.203,85	5.253.403,67	Aurach	

Austrian Tenement Schedule – Leogang - Clancy Second Priority in at least 50% of the licence area

Designation	Reference Meridian	Coordinates in Metres		Cadastral Municipalities	
		Y	X	Centre in the Cadastral Municipality	Other Cadastral Municipality Concerned
49/17/S (CLY-LEOG-001)	M 31	-47.949,45	5.255.194,95	Schwarzleo	Sonnberg
50/17/S (CLY-LEOG-002)	M 31	-48.648,10	5.255.198,14	Schwarzleo	
52/17/S (CLY-LEOG-004)	M 31	-48.297,18	5.254.598,39	Schwarzleo	
53/17/S (CLY-LEOG-005)	M 31	-48.999,02	5.254.598,39	Schwarzleo	
54/17/S (CLY-LEOG-006)	M 31	-48.644,91	5.253.995,45	Schwarzleo	
55/17/S (CLY-LEOG-007)	M 31	-49.349,93	5.253.995,45	Schwarzleo	
59/17/S (CLY-LEOG-011)	M 31	-49.348,40	5.255.197,62	Schwarzleo	
60/17/S (CLY-LEOG-012)	M 31	-49.693,80	5.254.599,97	Schwarzleo	
61/17/S (CLY-LEOG-013)	M 31	-50.046,95	5.255.201,50	Schwarzleo	Grießen
62/17/S (CLY-LEOG-014)	M 31	-50.050,42	5.254.001,55	Schwarzleo	
63/17/S (CLY-LEOG-015)	M 31	-50.393,99	5.254.596,68	Schwarzleo	
65/17/S (CLY-LEOG-017)	M 31	-50.755,97	5.255.191,80	Schwarzleo	Grießen
66/17/S (CLY-LEOG-018)	M 31	-50.749,84	5.254.001,56	Schwarzleo	
67/17/S (CLY-LEOG-019)	M 31	-51.093,42	5.254.596,68	Schwarzleo	
69/17/S (CLY-LEOG-021)	M 31	-51.449,26	5.254.001,56	Schwarzleo	
70/17/S (CLY-LEOG-022)	M 31	-51.449,26	5.255.191,79	Schwarzleo	Grießen
72/17/S (CLY-LEOG-024)	M 31	-51.798,98	5.254.596,67	Schwarzleo	
73/17/S (CLY-LEOG-025)	M 31	-52.142,55	5.255.197,93	Schwarzleo	Grießen
75/17/S (CLY-LEOG-027)	M 31	-51.099,55	5.253.400,30	Schwarzleo	
76/17/S (CLY-LEOG-028)	M 31	-51.792,84	5.253.394,16	Schwarzleo	
77/17/S (CLY-LEOG-029)	M 31	-52.142,55	5.254.001,56	Schwarzleo	
97/17/S (CLY-LEOG-049)	M 31	-55.290,75	5.254.600,21	Fieberbrunn	
100/17/S (CLY-LEOG-052)	M 31	-55.652,54	5.253.997,24	Fieberbrunn	
102/17/S (CLY-LEOG-054)	M 31	-55.994,22	5.254.600,21	Fieberbrunn	
113/17/S (CLY-LEOG-065)	M 31	-56.349,30	5.253.997,24	Fieberbrunn	

Austrian Tenement Schedule – Kitzbuhel - Clancy Second Priority in at least 50% of licence area

Designation	Reference Meridian	Coordinates in Metres		Cadastral Municipalities	
		Y	X	Centre in the Cadastral Municipality	Other Cadastral Municipality Concerned
120/17/T (CLY-KITZ-083)	M 31	-65.800,42	5.258.201,09	Kitzbühel Land	

134/17/T (CLY-KITZ-097)	M 31	-66.153,17	5.258.802,72	St. Johann in Tirol	Kitzbühel Land
136/17/T (CLY-KITZ-099)	M 31	-66.153,31	5.257.600,01	Kitzbühel Land	

Australian Tenement Schedule					
State	Project	Lease No	Clancy interest	Area (km ²)	Note
WA	Hong Kong	EL 47/3566*	100%	40.0	
NSW	Condobolin	EL 7748	100%	89.3	
NSW	Genaren	EL 7927	100%	95.4	
NSW	Cundumbul	EL 6661	100%	69.3	
NSW	Fairholme	EL 6552	100%	54.5	
NSW	Fairholme	EL 6915	100%	114.7	
NSW	Orange East	EL 8442	100%	40.2	Alkane earning 60%
NSW	Trundle	EL 8222	100%	167.2	
NSW	Jemalong	EL 8502	100%	91.6	

There were no mining interests acquired or disposed of during the quarter.

Subsequent to the end of the quarter, the Company completed Stage 1 of a staged acquisition of Atlas Managem SARL giving the Company a 20% interest in its 3 exploration licences in Morocco.

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

Clancy Exploration Limited

ABN

65 105 578 756

Quarter ended ("current quarter")

30 September 2018

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	(174)	(174)
(b) development		
(c) production		
(d) staff costs	(46)	(46)
(e) administration and corporate costs	(130)	(130)
1.3 Dividends received (see note 3)		
1.4 Interest received	1	1
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)		
1.9 Net cash from / (used in) operating activities	(349)	(349)

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
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 – deposit paid for EL3842226	(35)	(35)
2.6	Net cash from / (used in) investing activities	(35)	(35)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	750	750
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	(52)	(52)
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	698	698

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	470	470
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(349)	(349)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(35)	(35)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	698	698
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	784	784

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	784	470
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)	784 #	470 #
# Excludes \$130,000 of restricted cash.		

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
65
-

Payments to directors/director associates for director fees and legal fees.

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

Mining exploration entity and oil and gas exploration entity quarterly report

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.

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	256
9.2 Development	-
9.3 Production	-
9.4 Staff costs	102
9.5 Administration and corporate costs	78
9.6 Other – Stage 1 payment for Moroccan tenements	247
9.7 Total estimated cash outflows	683

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				

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:


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Company Secretary

Date: 31 October 2018

Print name: Oonagh Malone

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.