



30 October 2015

Market Announcements Office
ASX Limited

AMENDED ACTIVITIES REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015

Resources & Energy Group (REZ) is continuing to develop the Mount Mackenzie Project in Central Queensland which is regarded as one of the largest hydrothermal systems in eastern Australia. It represents a significant opportunity in gold and copper.

On 7 September 2015, the Company announced a Resource estimate of 100,000oz of gold (Total Indicated: 49,000oz of gold and Total Inferred: 51,000oz of gold) and 624,000oz of silver (Total Indicated: 445,000oz of silver and Total Inferred: 179,000 of silver) determined from historical results and recent drilling investigations. These estimates were derived from a preliminary pit optimization study. The recent exploration work carried out confirmed historical resource estimates prepared by the former operator and is a major milestone for the Mount Mackenzie Project.

The Company confirms that it is not aware of any new information or data that materially affects the resource estimates announced on 7 September 2015. All material assumptions and technical parameters supporting the estimates continue to apply and have not materially changed.

The Company is also continuing to look at other opportunities in Australia with a focus on near surface opportunities in the gold sector.

Resources and Energy Limited also owns 51.85% of Deep Energy Pty Limited.

Deep Energy currently holds one geothermal exploration licence (GEL 486) which was consolidated from 6 GELs to 1 GEL, with a five-year term and has agreed a relevant work program which it is now implementing.

Tenement Holdings

Mount MacKenzie Mines holds the following Exploration Permits at the end of the 30 September 2015 quarter.

	Number	State	% Ownership	Expiry
1	EPM10006	Queensland	100%	28/03/2018
2	EPM12546	Queensland	100%	28/01/2018
3	EMP17515	Queensland	100%	14/05/2016

Deep Energy holds the following Geothermal Exploration Licence at the end of the 30 September 2015 quarter.

	Number	State	Area	% Ownership	Expiry
1	GEL 486	South Australia	1,943km ²	100%	28/05/19
	Total		1,943km²		

During the quarter, the Company did not hold any in farm-in or farm-out agreements at the end of the quarter.

By the Order of the Board

Cindy Louie
Company Secretary
Resources & Energy Group Limited

Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

Resources & Energy Group Limited

ABN

12 110 005 822

Quarter ended ("current quarter")

30 September 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(64)	(64)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(34)	(34)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
	Net Operating Cash Flows	(98)	(98)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a)prospects	-	-
	(b)equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a)prospects	-	-
	(b)equity investments	-	-
	(c)other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (Cash acquired from purchase of subsidiary)	-	-

	Net investing cash flows	-	-
1.13	Total operating and investing cash flows (carried forward)	(98)	(98)

1.13	Total operating and investing cash flows (brought forward)	(98)	(98)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	2	2
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other	-	-
	Net financing cash flows	2	2
	Net increase (decrease) in cash held	(96)	(96)
1.20	Cash at beginning of quarter/year to date	103	103
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	7	7

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	5
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

N/A

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

N/A

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	2
		50

3.2	Credit standby arrangements	-	-
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Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	20
4.2	Development	-
4.3	Production	-
4.4	Administration	15
Total		35

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	7	103
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Other (provide details)		
Total: cash at end of quarter (item 1.22)		7	103

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		

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 <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 *Ordinary securities	69,682,306	69,682,306		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 *Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	Class A 2,000,000 Class B 2,000,000 Class C 1,000,000		Exercise Price \$0.05 \$0.05 \$0.06	Expiry Date 31/12/2017 31/12/2018 31/12/2018
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter			<i>Exercise price</i>	<i>Expiry date</i>
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Print name: Cindy Louie
(Company Secretary)

Date: 30 October 2015

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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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