

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

Draig Resources Limited

ABN

99 110 439 686

Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(1,009)	(1,362)
(b) development		
(c) production		
(d) staff costs	(99)	(189)
(e) administration and corporate costs	(216)	(439)
1.3 Dividends received (see note 3)		
1.4 Interest received	4	8
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	(1,320)	(1,982)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(34)	(47)
(b) tenements (see item 10)	(45)	(1,045)
(c) investments		
(d) other non-current assets		

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 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 – bank guarantee security deposit	-	(50)
2.6	Net cash from / (used in) investing activities	(79)	(1,142)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	7,765	8,455
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	(340)	(387)
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		
3.10	Net cash from / (used in) financing activities	7,425	8,068
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	657	1,739
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,320)	(1,982)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(79)	(1,142)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	7,425	8,068
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,683	6,683

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
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	6,683	657
5.2	Call deposits	-	-
5.3	Bank overdrafts		
5.4	Other (provide details) – cash advance balance	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	6,683	657

6. Payments to directors of the entity and their associatesCurrent quarter
\$A'000

6.1 Aggregate amount of payments to these parties included in item 1.2

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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

Directors fees, salary and superannuation.

7. Payments to related entities of the entity and their associatesCurrent 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

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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.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	2,000
9.2 Development	
9.3 Production	
9.4 Staff costs	412
9.5 Administration and corporate costs	230
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	2,642

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	NA			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	Refer Appendix A			

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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: 30 January 2018

Print name: Michael Naylor

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.

Appendix A – Tenements Acquired During the Quarter.

Tenement	Location	Registered Owner	Structure and Ownership
Bellevue Gold Project			
P36/1867	Western Australia	Golden Spur Resources Pty Ltd	100%
M36/66 ¹	Western Australia	LRL (AUST) Pty Ltd	100%
M36/342	Western Australia	LRL (AUST) Pty Ltd	100%
M36/176	Western Australia	LRL (AUST) Pty Ltd	100%
M36/328	Western Australia	LRL (AUST) Pty Ltd	100%
M36/603	Western Australia	LRL (AUST) Pty Ltd	100%
M36/266	Western Australia	LRL (AUST) Pty Ltd	100%
M36/162	Western Australia	LRL (AUST) Pty Ltd	100%
E36/919	Western Australia	Giard Pty Ltd	100%
P36/1873	Western Australia	Giard Pty Ltd	100%
E36/920	Western Australia	Giard Pty Ltd	100%
E36/921	Western Australia	Giard Pty Ltd	100%
E36/924	Western Australia	Giard Pty Ltd	100%
E36/925	Western Australia	Giard Pty Ltd	100%
E36/926	Western Australia	Giard Pty Ltd	100%
E36/927	Western Australia	Giard Pty Ltd	100%
E36/928	Western Australia	Giard Pty Ltd	100%
E36/857	Western Australia	Peter Gianni	Option to acquire 100%
E36/896	Western Australia	Diamond Exploration Pty Ltd	Option to acquire 100%
E36/923	Western Australia	Giard Pty Ltd	100%
E37/1239	Western Australia	Croft Mining Pty Ltd	Option to acquire 100%
E37/1279	Western Australia	Robin Cooper	Option to acquire 100%
E37/1283	Western Australia	Diamond Exploration Pty Ltd	Option to acquire 100%
E37/1293	Western Australia	Diamond Exploration Pty Ltd	Option to acquire 100%

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1 September 2016

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E37/1318	Western Australia	Croft Mining Pty Ltd	Option to acquire 100%
E37/1337	Western Australia	Giard Pty Ltd	100%
E37/1338	Western Australia	Giard Pty Ltd	100%
P36/1874	Western Australia	Giard Pty Ltd	100%
P36/1875	Western Australia	Giard Pty Ltd	100%
E36/922	Western Australia	Giard Pty Ltd	100%
E36/906	Western Australia	Green Empire Pty Ltd	100%
E36/907	Western Australia	Green Empire Pty Ltd	100%
E36/908	Western Australia	Green Empire Pty Ltd	100%
E36/909	Western Australia	Green Empire Pty Ltd	100%

Note all interests were 0% at the start of the quarter.

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