

Proposed revisions to ASX Listing Rules Appendices 4C and 5B

CONSULTATION PAPER

FEBRUARY 2016



Proposed revisions to ASX Listing Rules Appendices 4C and 5B

Invitation to comment

ASX is seeking submissions on the proposed revisions to Appendices 4C and 5B to the ASX Listing Rules (quarterly cash flow reports) canvassed in this paper by 29 April 2016.

Submissions should be sent to:

E mavis.tan@asx.com.au

ASX Compliance Limited
20 Bridge Street Sydney NSW 2000
Attention: Mavis Tan Attention: Daniel Moran, Deputy General Counsel
Corporate

ASX prefers to receive submissions in electronic form. Submissions not marked as 'confidential' will be made publicly available on ASX's website

If you would like your submission, or any part of it, to be treated as 'confidential', please indicate this clearly in your submission. ASX is available to meet with interested parties for bilateral discussions on the proposed revisions to the Appendices 4C and 5B

Contacts

For general enquiries, please contact:

Mavis Tan
ASX Compliance Limited
20 Bridge Street Sydney NSW 2000

Media enquiries, please contact:

Matthew Gibbs – General Manager,
Media and Communications
T 02 9227 0218
E matthew.gibbs@asx.com.au

CONTENTS

Contents	2
Introduction	3
Consistency with current Accounting Standards	3
Accounting terminology	3
Dividends received	3
Cash flows from operating activities	4
Cash flows from investing activities	4
Tenements	4
Investments	4
Property, plant and equipment	4
Loans	4
Cash flows from financing activities	4
Proceeds from the issue of convertible notes	4
Proceeds from the sale of forfeited shares	5
Transaction costs related to loans and borrowings	5
Supplementary Information	5
Payments to directors, related entities and their associates	5
Financing facilities available	5
Estimated cash outflows for the next quarter	5
Issued and quoted securities at end of current quarter	5
Compliance Statement	6
Other minor drafting changes	6
This consultation	6
Consultation questions	7
Next steps	7

Proposed revisions to ASX Listing Rules Appendices 4C and 5B

Introduction

ASX is consulting on proposed changes to Appendices 4C and 5B to the ASX Listing Rules (together, the “Appendices”).

Start-up entities that are not mining exploration entities are generally required to report quarterly cash flow information in an Appendix 4C, while mining exploration entities are required to report quarterly cash flow information in an Appendix 5B. The two Appendices are intended to reflect the cash flow statement normally included in an entity’s annual and half-yearly financial statements, as per current accounting standards, but on a quarterly basis and highlighting and expanding upon certain aspects that are deemed particularly relevant for investors (such as a more detailed breakdown of payments made to or received from related parties).

Appendices 4C and 5B were implemented and have been amended over a number of years independently of each other, which has created some inconsistencies between them. They have also not kept pace with current accounting standards.

The changes proposed to the Appendices seek to address these issues and also to enhance the format of the two Appendices to make them more user friendly, both from the point of view of issuers and investors. This includes adopting a new, more intuitive, numbering system for the different sections of the Appendices and changing the order of some of those sections.

The proposed new versions of Appendices 4C and 5B are attached as Annexures A and B. The existing versions of Appendices 4C and 5B are attached for comparison as Annexures C and D.

Consistency with current Accounting Standards

Accounting terminology

- It is proposed to replace some of the outdated terminology in the Appendices to make it more consistent with current accounting terminology.
- For example, the current headings referring to “Cash flows related to operating activities” and “Net Operating Cash Flows” are proposed to be changed to “Cash flows from operating activities” and “Net cash from/ (used in) operating activities” respectively. Similar changes are also proposed to be made to the headings for investing and financing cash flows.
- In addition, the section headed “Reconciliation of cash” is proposed to be relabelled “Reconciliation of cash and cash equivalents”, and some of the items under that heading are proposed to be renamed to reflect the terminology used for them in a standard statement of financial position.

Dividends received

- Under paragraph 33 of *AASB 107 Statement of Cash Flows*, there is no consensus regarding how dividends received by non-financial institutions should be classified for accounting purposes. Therefore, ASX is proposing to amend the Appendices to include options for “dividends received” as a category in both operating cash flows and investing cash flows. The accounting policy of the entity will determine in which of those two sections the entity records its dividend cash flows.

Cash flows from operating activities

- Currently the two Appendices have differing categories of cash flows from operating activities included in section 1.2. Amendments are proposed to better align the two Appendices. This includes having separate and consistent categories for “staff costs” and “administration and corporate costs” in the two Appendices.

Cash flows from investing activities

Tenements

- Currently, the Appendix 5B includes categories for “payments for purchases of prospects” and “proceeds from the sale of prospects” in the section “Cash flows related to investing activities”. ASX considers that “tenements” is more representative of current terminology than “prospects” and ASX is therefore proposing to make this change.

Investments

- Currently, the Appendix 4C includes categories for “payments for acquisition of equity investments” and “proceeds from disposal of equity investments”, while the Appendix 5B includes categories for “payments for purchases of equity investments” and “proceeds from sale of equity investments”, in the section “Cash flows related to investing activities”. ASX considers that “equity investments” is unnecessarily restrictive and is proposing to widen the category to refer simply to “investments” to better reflect the different types of investments an entity may make.

Property, plant and equipment

- Currently, the Appendix 4C includes the categories “payment for acquisition of physical non-current assets” and “proceeds from disposal of physical non-current assets” in the category “Cash flows related to investing activities”. ASX considers that “property, plant and equipment” is more appropriate and conventional terminology than “non-current assets” and would better describe what entities ordinarily report within this category. There is a separate “catch-all” category to report payments related to other non-current assets in the section “Cash flows related to investing activities” to ensure there are no omissions.
- Currently, the Appendix 5B includes the categories “payment for purchases of other fixed assets” and “proceeds from sale of other fixed assets” in the category “Cash flows related to investing activities”. To maintain consistency with the Appendix 4C, it is proposed to remove these and instead add separate categories for cash flows related to “property, plant and equipment” and “other non-current assets”.

Loans

- The two Appendices currently include separate categories for “loans to other entities” and “loans repaid by other entities” in the section “cash flows related to investing activities”. It is proposed to amalgamate these two categories into a single category “cash flows from loans to other entities”.

Cash flows from financing activities

Proceeds from the issue of convertible notes

- Neither of the two Appendices currently includes any reference to the issuing of convertible notes in the section dealing with cash flows related to financing activities, although the Appendix 5B does include a reference to convertible debt securities in the section “Issued and quoted securities at end of current quarter”. Recognising the popularity of this form of funding, ASX proposes to add a specific reference to

Proposed revisions to ASX Listing Rules Appendices 4C and 5B

“proceeds from issue of convertible notes” in the section dealing with cash flows related to financing activities.

Proceeds from the sale of forfeited shares

- Both of the Appendices currently include the category “proceeds from the sale of forfeited shares” in the section dealing with cash flows related to financing activities. Partly paid securities are rarely used these days and therefore the reported figure for this category will generally be zero. ASX is proposing to delete this category. The small number of entities who receive proceeds from the sale of forfeited shares can include them in the “other” category in this section.

Transaction costs related to loans and borrowings

- Transaction costs related to loans and borrowings can be a significant outflow for entities and ASX would generally expect them to be included in an entity’s cash flow statement, where relevant. ASX proposes to introduce this as a separate new category in the section dealing with cash flows related to financing activities.

Supplementary Information

Payments to directors, related entities and their associates

- ASX proposes to have separate sections in the Appendices disclosing payments to directors and their associates on the one hand and payment to related entities and their associates on the other. Currently, these payments are amalgamated in a single table in the Appendices.

Financing facilities available

- ASX proposes to change the heading in the left hand column of the “Financing facilities available” section from “Amount available” to “Total Facility Amount” as it has been noted that the current heading has caused confusion and in some cases entities are reporting the residual amount they have available under the relevant facility.
- ASX is also proposing to add a separate disclosure box to the “Financing facilities available” section to allow an entity to provide information about each facility, including the lender, interest rate and whether it is secured or unsecured. This information is considered material information for investors. The narrative will also ask the entity to disclose any additional facilities have been entered into, or that are proposed to be entered into, after quarter end.

Estimated cash outflows for the next quarter

- The Appendix 5B currently includes the estimated cash outflows for the next quarter but the Appendix 4C does not. In the interests of aligning the two Appendices and providing relevant information to investors, ASX proposes to introduce an equivalent section into the Appendix 4C. The categories proposed to be included in the new section will mirror those in section 1.2 of the cash flows from operating activities of the Appendix 4C.

Issued and quoted securities at end of current quarter

- The Appendix 5B currently includes a summary of issued and quoted securities at quarter end, but the Appendix 4C does not. ASX proposes to remove this section from the Appendix 5B. This information must be provided as part of an Appendix 3B whenever there is a new issue of securities.

Proposed revisions to ASX Listing Rules Appendices 4C and 5B

Compliance Statement

- ASX proposes to shorten and simplify the compliance statement in the Appendices and the related notes. The new form of compliance statement will simply require a statement that the Appendix has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A and gives a true and fair view of the matters disclosed.

Other minor drafting changes

- The title of the Appendix 4C is proposed to be changed from “Quarterly report for entities admitted on the basis of commitments” to “Quarterly report for entities subject to Listing Rule 4.7B” to reflect the fact that there are some entities required to complete the Appendix who were not admitted to the official list on the basis of their commitments.
- The formatting of the Appendices is proposed to be changed (using MS Word tables) to make them easier for entities to complete and for users to read. ASX intends to make MS Word versions of the new Appendices available on its website in due course to facilitate their preparation by entities.
- Subtotals are proposed to be moved into a separate section after the individual cash flows from operating activities, investing activities and financing activities to enable users to see a summary of cash flow movements from the three different categories.
- The “reconciliation of cash” section of the Appendices is proposed to be re-located immediately after the section setting out the net increase/decrease in cash and cash equivalents for the quarter to facilitate the comparison of the two sections.
- The non-cash financing and investing activities section is proposed to be removed. This information disclosed in this section would generally have been previously announced as part of the ongoing activities of the entity.

This consultation

ASX is seeking submissions on the proposed revisions to Appendices 4C and 5B to the ASX Listing Rules canvassed in this paper by 29 April 2016.

Submissions should be sent by email to:

mavis.tan@asx.com.au

or by post to:

ASX Compliance Limited
20 Bridge Street Sydney NSW 2000
Attention: Mavis Tan

ASX prefers to receive submissions in electronic form.

ASX is available to meet with interested parties for bilateral discussions on the proposed revisions to the Appendices 4C and 5B.

Submissions not marked as ‘confidential’ will be made publicly available on ASX’s website. If you would like your submission, or any part of it, to be treated as ‘confidential’, please indicate this clearly in your submission.

Consultation questions

ASX is interested in any and all feedback that listed entities and other stakeholders may have on the proposed changes to Appendices 4B and 5C. In particular, ASX would be interested in any feedback on the following specific issues:

1. If ASX were to make the proposed changes, would that lead to any inconsistencies with current accounting standards or with generally accepted accounting practices currently being applied by listed entities required to lodge quarterly cash flow reports?
2. If ASX were to make the proposed changes, would that lead to any additional administrative burdens for listed entities required to lodge quarterly cash flow reports?
3. Are there any other changes that ASX should be considering to the Appendices?
4. Please provide any feedback regarding the user-friendliness of the proposed new Appendices compared to the current versions.

Next steps

ASX will consider the feedback it receives in this consultation before issuing its final changes to Appendices 4C and 5B. It is anticipated that the final changes will be released before June 2016 and will come into effect for the quarter beginning 1 July 2016.

Appendix 4C**Quarterly report for entities subject to Listing Rule 4.7B**

Name of entity

--

ABN

Quarter ended ("current quarter")

--

--

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (.....months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) staff costs		
(b) advertising and marketing		
(c) research and development		
(d) leased assets		
(e) other working capital		
(f) product manufacturing and operating costs		
(g) administration and corporate costs		
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material)		
Net cash from / (used in) operating activities		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (.....months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		
(b) businesses (see item 10)		
(c) investments		
(d) intellectual property		
(e) other non-current assets		
2.2 Proceeds from disposal of:		
(a) property, plant and equipment		
(b) businesses (see item 10)		
(c) investments		
(d) intellectual property		
(e) 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)		
Net cash from / (used in) investing activities		
3. Cash flows from financing activities		
3.1 Proceeds from issues of shares		
3.2 Proceeds from issue of convertible notes		
3.3 Proceeds from exercise of share options		
3.4 Proceeds from borrowings		
3.5 Repayment of borrowings		
3.6 Transaction costs related to loans and borrowings		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (.....months) \$A'000
3.7	Dividends paid		
3.8	Other (provide details if material)		
Net cash from / (used in) financing activities			
4. Net increase (decrease) in cash and cash equivalents			
4.1	Cash and cash equivalents at beginning of quarter/year to date		
4.2	Net cash from / (used in) operating activities		
4.3	Net cash from / (used in) investing activities		
4.4	Net cash from / (used in financing activities)		
4.5	Effect of movement in exchange rates on cash held		
Cash and cash equivalents at end of quarter			
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		
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
Cash and cash equivalents at end of quarter (should equal balance at end of section 4)			

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

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

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 Staff costs	
9.2 Advertising and marketing	
9.3 Research and development	
9.4 Leased assets	
9.5 Other working capital	
9.6 Product manufacturing and operating costs	
9.7 Administration and corporate costs	
Total	

10. Acquisitions and disposals of business entities (items 2.1(a) and (b))

	Acquisitions	Disposals
10.1 Name of entity		
10.2 Place of incorporation or registration		
10.3 Consideration for acquisition or disposal		
10.4 Total net assets		
10.5 Nature of business		

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: Date:
(Director/Company secretary)

Print name:

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 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 standard applies 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 5B**Mining exploration entity and oil and gas exploration entity
quarterly report****Name of entity**

--

ABN**Quarter ended ("current quarter")**

--

--

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (.....months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation		
(b) development		
(c) production		
(d) staff costs		
(e) administration and corporate costs		
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material)		
Net cash from / (used in) operating activities		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (.....months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		
(b) tenements		
(c) investments		
(d) other non-current assets		
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment		
(b) tenements		
(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)		
Net cash from / (used in) investing activities		
3. Cash flows from financing activities		
3.1 Proceeds from issues of shares		
3.2 Proceeds from issue of convertible notes		
3.3 Proceeds from exercise of share options		
3.4 Proceeds from borrowings		
3.5 Repayment of borrowings		
3.6 Transaction costs related to loans and borrowings		
3.7 Dividends paid		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (.....months) \$A'000
3.8	Other (provide details if material)		
Net cash from / (used in financing activities)			
4. Net increase (decrease) in cash and cash equivalents			
4.1	Cash and cash equivalents at beginning of quarter		
4.2	Net cash from / (used in) operating activities		
4.3	Net cash from / (used in) investing activities		
4.4	Net cash from / (used in financing activities)		
4.5	Effect of movement in exchange rates on cash held		
Cash and cash equivalents at end of quarter			
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		
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
Cash and cash equivalents at end of quarter (should equal balance at end of section 4)			

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

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

--	--

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

--	--

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	
9.2 Development	
9.3 Production	
9.4 Staff costs	
9.5 Administration and corporate costs	
Total	

10. Changes in interests in mining tenements and petroleum tenements (note 4)

	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: Date:
(Director/Company secretary)

Print name:

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.
4. This table should include details of any options in respect of interests in mining tenements or petroleum tenements that have been acquired, exercised, lapsed or disposed of over the current quarter. It should also include details of any change in the entity's percentage interest in a mining tenement or petroleum tenement as a result of it meeting, or failing to meet, any conditions in any joint venture, farm-in, farm-out or similar agreement.

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10

Name of entity

ABN

Quarter ended ("current quarter")

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (..... months) \$A'000
1.1 Receipts from customers		
1.2 Payments for (a) staff costs (b) advertising and marketing (c) research and development (d) leased assets (e) other working capital		
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 (provide details if material)		
Net operating cash flows		

+ See chapter 19 for defined terms.

Annexure C to Consultation Paper – Current Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date (..... months) \$A'000
1.8 Net operating cash flows (carried forward)		
1.9 Cash flows related to investing activities		
Payment for acquisition of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(e) other non-current assets		
1.10 Proceeds from disposal of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(e) other non-current assets		
1.11 Loans to other entities		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
Net investing cash flows		
1.14 Total operating and investing cash flows		
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.		
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings		
1.18 Repayment of borrowings		
1.19 Dividends paid		
1.20 Other (provide details if material)		
Net financing cash flows		
Net increase (decrease) in cash held		
1.21 Cash at beginning of quarter/year to date		
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter		

+ See chapter 19 for defined terms.

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
1.24	Aggregate amount of payments to the parties included in item 1.2	
1.25	Aggregate amount of loans to the parties included in item 1.11	
1.26	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

--

- 2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

--

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		
3.2	Credit standby arrangements		

+ See chapter 19 for defined terms.

Annexure C to Consultation Paper – Current Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

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
4.1 Cash on hand and at bank		
4.2 Deposits at call		
4.3 Bank overdraft		
4.4 Other (provide details)		
Total: cash at end of quarter (item 1.23)		

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity		
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: Date:
(Director/Company secretary)

+ See chapter 19 for defined terms.

Print name:

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 definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report except for any additional disclosure requirements requested by AASB 107 that are not already itemised in this report.
3. **Accounting Standards.** ASX will accept, for example, the use of International Financial Reporting 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.

+ See chapter 19 for defined terms.

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, 01/05/2013

Name of entity

ABN

Quarter ended ("current quarter")

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (..... months) \$A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation (b) development (c) production (d) administration		
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 (provide details if material)		
Net Operating Cash Flows			
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 (provide details if material)		
Net investing cash flows			
1.13	Total operating and investing cash flows (carried forward)		

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)		
	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		
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other (provide details if material)		
	Net financing cash flows		
	Net increase (decrease) in cash held		
1.20	Cash at beginning of quarter/year to date		
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter		

Payments to directors of the entity, associates of the directors, 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	
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

- 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

--

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		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

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

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

+ See chapter 19 for defined terms.

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum 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			
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>			

+ See chapter 19 for defined terms.

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

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 5).
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:

(Director/Company secretary)

Date:

Print name:

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.

+ See chapter 19 for defined terms.

- 2 The “Nature of interest” (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum 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 or petroleum 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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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.

== == == == ==