

# Appendix 5B

## Mining 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

Name of entity

**Base Resources Limited**

ABN

88 125 546 910

Quarter ended ("current quarter")

30 June 2015

### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	47,581	132,443
1.2 Payments for		
(a) Kwale Operations	(17,605)	(77,869)
(b) Selling and Distribution	(1,524)	(2,224)
(c) Corporate and External Affairs	(1,388)	(10,248)
(d) Community Development	(1,133)	(3,790)
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	(13)	(98)
1.7 Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>	<b>25,918</b>	<b>38,214</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(2,879)	(9,129)
(d) mine development	-	-
(e) exploration	(6)	(96)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	2
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)		
(a) interest received	14	271
(b) security deposits	(108)	(113)
<b>Net investing cash flows</b>	<b>(2,979)</b>	<b>(9,065)</b>

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1.13	Total operating and investing cash flows (carried forward)	22,939	29,149
1.13	Total operating and investing cash flows (brought forward)	22,939	29,149
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	22,224	26,126
1.17	Repayment of borrowings	(14,369)	(14,369)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)		
	(a) Interest on borrowings	(11,610)	(17,980)
	(b) Debt restructure and establishment fees	(737)	(4,624)
	(c) Other financing costs	(1,275)	(2,606)
	<b>Net financing cash flows</b>	(5,767)	(13,453)
	<b>Net increase (decrease) in cash held</b>	17,172	15,696
1.20	Cash at beginning of quarter/year to date	23,395	20,945
1.21	Exchange rate adjustments to item 1.20	339	4,265
1.22	<b>Cash at end of quarter</b>	40,906	40,906

**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	337
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors fees, salaries, bonuses and company secretarial fees

**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

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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

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### Financing facilities available

*Add notes as necessary for an understanding of the position.*

	Amount available	Amount used
3.1 Loan facilities (net of repayments)	\$US 224,000,000	\$US 224,000,000
3.2 Credit standby arrangements	-	-

### Estimated cash outflows for next quarter

	\$A'ooo
4.1 Kwale operations (excludes revenue)	18,000
4.2 Selling and Distribution	1,000
4.3 Corporate and External Affairs	2,500
4.4 Community affairs	1,000
4.5 Kwale capital expenditure	3,000
4.6 Finance costs	1,000
<b>Total</b>	<b>26,500</b>

### 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'ooo	Previous quarter \$A'ooo
5.1 Cash on hand and at bank	40,906	23,395
5.2 Deposits at call	-	-
5.3 Bank overdraft		
5.4 Other (provide details)		
<b>Total: cash at end of quarter (item 1.22)</b>	<b>40,906</b>	<b>23,395</b>

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**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			

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### 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 <b>Preference +securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	563,902,771	563,902,771		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>	8,500,000 7,100,000 1,000,000 61,425,061		<i>Exercise price</i> \$0.25 \$0.09 \$0.25 \$0.40	<i>Expiry date</i> 9 Jan 2016 9 Jan 2016 30 Jul 2015 31 Dec 2018
7.8 Issued during quarter	30,712,530		<i>Exercise price</i> \$0.40	<i>Expiry date</i> 31 Dec 2018
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <i>(totals only)</i>				

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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 ~~not~~\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: ..... Date: 28 July 2015  
Director

Print name: Tim Carstens

**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 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.

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