

June 2016 Quarterly Activities Report

The Company has continued to be in various discussions with third parties in regard to opportunities to treat third party gold ores or gold concentrate and the Company continues to assess the potential acquisition of third party orebodies.

In addition to the above, the Company has commenced preparations for an exploration program to drill a number of the targets that have been identified during an extensive review of the exploration potential within the Broula King Mining Lease ("BKML"). The use of modern geophysical techniques on an Induced Polarization ("IP") survey undertaken by Western Mining Corporation in 1976 has identified a number of targets for gold mineralisation as outlined in the Company's announcement on 1st April 2016. These targets have similar geophysical signatures to the mined Broula King gold mineralisation. These exploration targets are within the BKML and neighbours the existing Broula King CIL plant and tailings dam facility. The exploration program is expected to be undertaken in the September quarter.

Corporate

In May 2016, the Company placed 54.9 million fully paid ordinary shares at an issue price of \$0.004 per share, raising \$219,000 before costs.

In June 2016, the Company undertook a capital raising via a non-renounceable rights issue to existing shareholders of 1 fully paid ordinary share for every 2 Shares held at an issue price of \$0.004 to raise up to approximately \$550,000 before costs of the Offer.

The Rights Issue closed on 21 July 2016. The Offer was over subscribed with applications received for 183,759,450 New Shares (totaling \$735,037.80) including applications under the Top-Up Offer. In accordance with the Offer Document, applications under the Top-Up Offer were scaled back at the discretion of the Company, with New Shares to be issued as follows:

Particulars	No of shares	Amount (\$)
Entitlement acceptances	81,692,717	\$326,771
Additional shares taken up by shareholders under Top-Up Offer	55,763,189	\$223,053
Total	137,455,906	\$549,824

Net proceeds from the Rights Issue will be applied as described in the Offer Document lodged with ASX on 22 June 2016.

BROULA KING PROJECT

The Broula King project is situated about 230 km due west of Sydney near Bumbaldry which is mid-way between the towns of Grenfell and Cowra. The modern 125,000 tpa CIL plant is fully permitted with existing tailings dam capacity with potential to increase that capacity. The plant successfully treated 183,863 tonnes of gold ore between 2012 and 2014.

COMPANY DETAILS

Principal and Registered Office:

Resource Base Limited
Level 17, 500 Collins Street
MELBOURNE VIC 3000
AUSTRALIA

Website:

www.resourcebase.com.au

Email:

admin@resourcebase.com.au

Phone:

(03) 9614 0600

Facsimile:

(03) 9614 0550

ABN:

57 113 385 425

ASX Code:

RBX

Corporate Information:

Shareholders: 463
Shares on Issue: 274,911,751

Directors:

Non Executive Director:

Martin Janes
Michael Kennedy
Angelo Siciliano
Peter Kelliher



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

Resource Base Ltd

ABN

57 113 385 425

Quarter ended ("current quarter")

June 2016

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	32	122
1.2	Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(141)	(599)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	7	17
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	(102)	(460)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	-	(50)
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 – Term Deposit brought to "cash"(provide details if material)		
	Net investing cash flows	-	(50)
1.13	Total operating and investing cash flows (carried forward)	(102)	(510)

+ See chapter 19 for defined terms.

Appendix 5B**Mining exploration entity and oil and gas exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(102)	(510)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	220	220
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	-	(13)
1.18	Dividends paid		
1.19	Other (provide details if material)		
	Net financing cash flows	220	207
	Net increase (decrease) in cash held	118	(303)
1.20	Cash at beginning of quarter/year to date	11	432
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	129	129

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
-

+ See chapter 19 for defined terms.

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	60
4.2 Development	-
4.3 Production	-
4.4 Administration	220
Total	280

Subsequent to the year end, the Company closed the Rights Issue fully subscribed raising \$549,824 before costs. Refer to the Activities Report for further information.

Administration includes extinguishment of debt of \$126,000 with former director.

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	129	11
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	129	11

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

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	ML 1615 Bumbaldry, NSW	Held by 100% subsidiary	100%	100%
6.2 Interests in mining tenements and petroleum tenements acquired or increased				

There has been no change in mining interests during the quarter.

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 (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	54,982,350	54,982,350	0.4	0.4
7.3 *Ordinary securities	274,911,751	274,911,751		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 *Convertible debt securities (description)				

+ See chapter 19 for defined terms.

Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			Exercise price	Expiry date
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)

Date: 27/07/2016

Print name:

Martin Janes

Notes

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

- 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 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.

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