



RESOURCEBASE
LIMITED

ABN 57 113 385 425

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ASX Announcement

30 April 2019

Quarterly Activities Report – March 2019

The suspension of the Company's securities from trading on the ASX, initiated on 19 November 2018, continues in effect.

The Company continues to progress opportunities that offer the outcome of a re-activation of the Broula King processing site, based on the delivery of mineral products from various off-site mining operations.

As previously reported, a Memorandum of Understanding re Gold Processing is in place with International Base Metals Ltd relating to the delivery and processing of gold-bearing material from the Challenger gold mining properties located near Adelong, in south-east NSW, approximately 200 km trucking distance from the Broula King processing site.

Progress continues to be made on the definition and evaluation of the various processing options, and the most economic route to achieve reactivation at both the Adelong mine site and the Broula King processing plant. This initiative continues to be buoyed by the prevailing high gold price, especially the A\$ price which has set historically high points over recent months. Both parties have the objective to bring this arrangement to fruition as soon as possible, to benefit from this favourable price environment.

In addition to the gold ore processing opportunity, the negotiations for the purchase of an idled magnetite ore mine, only 12 km distant from the Broula King processing plant, has continued. The owner of the mine, Abterra Australia Pty Ltd, previously in administration, has now formally been placed into bankruptcy, and we consider that this will facilitate and expedite the outcomes sought. The Company, in conjunction with the appointed trustee in bankruptcy, are working in close coordination to define and satisfy the requirements that the various government regulatory authorities may impose in respect of the transfer of the mining lease to the Company, and the permitting of a resumption of mining activities. Discussions have also been held with various local authorities and land-owners to ensure a suitable environment to reactivate the mine.

The Company is working on bringing both of these opportunities to fruition and believes that they will provide a solid basis for the on-going success of the Company, and in particular to enable a lifting of the ASX suspension.

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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

RESOURCE BASE LIMITED

ABN

57 113 385 425

Quarter ended ("current quarter")

MARCH 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	17	74
1.2 Payments for		
(a) exploration & evaluation		
(b) development		
(c) production		
(d) staff costs	(1)	(3)
(e) administration and corporate costs	(165)	(518)
1.3 Dividends received (see note 3)		
1.4 Interest received		7
1.5 Interest and other costs of finance paid	(5)	(10)
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	(154)	(450)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		(65)
(b) tenements (see item 10)		
(c) investments		

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Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
(d) other non-current assets		
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 (provide details if material)		
2.6 Net cash from / (used in) investing activities		(65)
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 Transaction costs related to issues of shares, convertible notes or options		
3.5 Proceeds from borrowings	250	650
3.6 Repayment of borrowings	(38)	(38)
3.7 Transaction costs related to loans and borrowings		
3.8 Dividends paid		
3.9 Other (provide details if material)		
3.10 Net cash from / (used in) financing activities	212	612
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	70	31
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(154)	(450)
4.3 Net cash from / (used in) investing activities (item 2.6 above)		(65)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	212	612

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	128	128

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	128	70
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	128	70

6. Payments to directors of the entity and their associates

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

**Current quarter
\$A'000**

0

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

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

**Current quarter
\$A'000**

Mining exploration entity and oil and gas exploration entity quarterly report

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	1,350	1,350
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.		

The consolidated entity has entered into a debt facility agreement with Asipac Group Pty Ltd, a major shareholder. On 24 October 2018, this facility was extended until 24 October 2019.

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	150
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	150

The Company will rely on its existing cash resources and future capital raising (either debt and/or equity), including its ability to place securities under LR7.1 and LR7.1A to fund its current activities. In addition, the company has received a letter of comfort from major shareholder Asipac Group Pty Ltd, whereby it has confirmed that it will continue supporting the consolidated entity in respect of the financial support that may be necessary in the interim to enable the consolidated entity to meet its financial commitments. Until such time that the consolidated entity is able to raise alternative funding from a capital raising or alternate loan facility from elsewhere, Asipac undertakes that in the event of the consolidated entity not being able to repay all amounts due under the current Loan Facility at maturity that it will negotiate to restructure the terms of the Loan to accommodate the consolidated entity's financial requirements.

In light of the above factors, the Company believes that it will have sufficient cash to fund its existing activities. The Company expects to have negative cashflows from operations of approximately \$150,000 for the forthcoming quarter. The Company's Board and Management is focused on meeting its current objectives and confirm that it is in compliance with ASX Listing Rules, in particular, Listing Rule 3.1.

Mining exploration entity and oil and gas exploration entity quarterly report

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				
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:
(Company Secretary)

Date: 30 April 2019

Print name:Justyn Stedwell.....

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.