

COBRE 

QUARTERLY ACTIVITIES REPORT

QUARTER ENDED 31 MARCH 2021

Cobre Limited
(ASX: CBE)

Level 7
151 Macquarie Street
Sydney NSW 2000

+61 2 9048 8856
www.cobre.com.au

ACN 626 241 067

HIGHLIGHTS

- **Gabon:**
 - Signing of an Investment Agreement with Armada Exploration Limited who holds exploration licenses prospective for magmatic Ni-Cu sulphide situated in Gabon.
- **Botswana:**
 - Identification of Priority Copper Targets.
- **Subsequent to Quarter's End:**
 - Shareholder approval received to complete the acquisition of a controlling interest in Kalahari Metals Limited;
 - Successful Raising of A\$6.7m for Botswana Exploration; and
 - Drilling to Commence in Botswana.



Drilling in Botswana

CONTENTS

1	Projects and Assets
1.1	Tenement Schedule
1.2	Perrinvale Project
1.3	Sandiman Project
2	Exploration Activities and Results
2.1	Perrinvale
2.2	Sandiman
2.3	Future Work Program
3	Corporate
3.1	Armada Exploration
3.2	Kalahari Copper Belt in Botswana
3.3	Capital Raising
3.4	Summary of ASX Announcements
3.5	Finance and Use of Funds
3.6	COVID-19
4	Events Subsequent to Quarter End



ASX: CBE

Cobre Limited (**Cobre**, **CBE** or **Company**) is pleased to provide the following update on its activities for the quarter ended 31 March 2021. During the quarter, the Company's focus continued to be on diversification through the signing of an Investment Agreement (**Agreement**) with Armada Exploration Limited (**Armada**), a Mauritian holding company, that owns 100% of Armada Exploration (Gabon) SARL, which is the owner of two exploration licences prospective for magmatic Ni-Cu sulphide situated in Gabon (figure 1). Covering a total area of nearly 3,000km², the licence holding presents a frontier district-scale exploration opportunity.

The Company also completed the first stage of its acquisition of a controlling interest in Kalahari Metals Limited (**KML**), a copper exploration JV company in the highly prospective Kalahari Copper Belt (**KCB**) in Botswana, following the approval of shareholders at the Extraordinary General meeting held subsequent to the end of the quarter on 6 April 2021.

1 Projects and Assets

1.1 Tenement Schedule

In accordance with ASX Listing Rule 5.3.3, Cobre provides the following information in relation to its project tenement holdings which are both located in Western Australia:

1.2 Perrinvale Project

The Perrinvale Project is based on a large conterminous group of ten exploration licenses held by Toucan Gold Pty Ltd, a wholly owned subsidiary of Cobre. The Perrinvale tenements total 408km² in size.

Table 1 | Tenement schedule for Toucan Gold Pty Ltd

Tenement/ Application	Holder/ Applicant	Shares	Grant Date	Expiry Date	Area
E29/1017	Toucan Gold Pty Ltd	100/100	4 Jan 2018	3 Jan 2023	18 Blocks
E29/929-I	Toucan Gold Pty Ltd	100/100	25 Aug 2015	24 Aug 2024	32 Blocks
E29/938-I	Toucan Gold Pty Ltd	100/100	8 Jul 2015	7 Jul 2025	21 Blocks
E29/946-I	Toucan Gold Pty Ltd	100/100	18 Aug 2015	17 Aug 2025	5 Blocks
E29/986	Toucan Gold Pty Ltd	100/100	11 Oct 2017	10 Oct 2022	20 Blocks
E29/987	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2022	7 Blocks
E29/988	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2022	1 Block
E29/989	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2022	3 Blocks
E29/990	Toucan Gold Pty Ltd	100/100	19 Sep 2017	18 Sep 2022	9 Blocks
E29/1106	Toucan Gold Pty Ltd	100/100	Application	Application	20 Blocks

All Perrinvale tenements are 100% owned by Toucan Gold; however, FMG Resources Pty Ltd retains a 2% net smelter royalty on any future metal production from 3 tenements E29/929, 938 and 946.

1.3 Sandiman Project

The Sandiman Project is based on a single tenement (**E09/2316**) totalling 202km² in size. Cobre does not hold a direct interest in the tenement which is subject to a farm-in agreement with GTTS Generations Pty Ltd dated 13 November 2019 (*refer farm-in agreement summary in section 10.8 of the Company's Prospectus dated 6 December 2019*).

Table 2 | Sandiman Project tenement schedule

Tenement/ Application	Holder/ Applicant	Shares	Grant Date	Expiry Date	Area
E09/2316	GTTS Generations Pty Ltd	100/100	9 Aug 2019	8 Aug 2024	65 Blocks

Cobre's interests in the tenement schedules shown in Tables 1 and 2 are shown as at the end of the March quarter and otherwise as stated in section 1.2, did not change during the quarter or subsequent to quarter's end.

2 Exploration Activities and Results*

2.1 Perrinvale

While the Company focused on finalising the KML transaction, work on the Perrinvale Project was limited to the progression of the Schwabe Optimisation Study aimed at planning for the next phase of field activities. The Study indicates positive potential with a key assumption of third-party ore treatment.

A program of review and planning related to the broader exploration potential of the Perrinvale Project was undertaken including a detailed review of geophysics (Airborne Electromagnetic & Gravity data), study of known VHMS deposit areas within the Yilgran in particular and globally in general, consideration of observations and results achieved through 2019 and 2020, sourcing historic Hyperspectral survey outputs, and preliminary definition of priority areas of interest for field investigation. This work forms the basis for the next phase of field exploration at Perrinvale.

2.2 Sandiman

Severe rain events and associated flooding further delayed the Airborne Magnetic and Radiometric survey of the Sandiman Project. The contractor mobilised on 31 March 2021, completing the survey post quarter end. Data has been delivered to the Company's geophysical consultant to progress integration and interpretation.

2.3 Future Work Program

Cobre's technical team are expected to commence the next phase of field exploration at Perrinvale around the end of April. The primary aim of the program is to assess the full tenure for VHMS potential, with the ultimate goal of adding to the potential high grade VHMS resource base indicated by drilling at Schwabe.

Past work has primarily focused on areas of anomalism identified via the work of various parties prior to Cobre's IPO and confirming presence of VHMS styles of mineralisation at several prospects (*refer ASX announcement dated 20 August 2020*). This work has provided important insight into the local geology and has resulted in development of a rationale for field assessment on a more regional scale. With less than 1/10th of the 408km² of tenure considered to have been effectively tested via soil sampling, and the 2020 drilling focusing on local targets, the bulk of the project area demands assessment.

The **Sandiman** Project will be progressed via the integration and interpretation of the newly available Magnetics/Radiometrics data with the Gravity survey completed in December 2020. The results of this work will guide the next stage of field activities on the Project.

Post quarter end, Cobre announced **KML** are moving toward drilling at its KCB Projects (*refer ASX announcement dated 19 April 2021*). A program of both Diamond Core and Reverse Circulation drilling is expected to commence at the beginning of May. Drilling is spread across encouraging structural targets on the Kitlanya East and Kitlanya West project areas, with 7,000m of drilling approved by the Joint Venture.

* For full details of all the Company's exploration results reported under JORC 2012, refer to section 5 of the Cobre Prospectus: <http://www.cobre.com.au/prospectus>

3 Corporate

3.1 Signing of an Investment Agreement with Armada Exploration

As announced to the ASX on 22 March 2021, Cobre signed an Investment Agreement (**Agreement**) with Armada Exploration Limited (**Armada**), a Mauritian holding company, that owns 100% of Armada Exploration (Gabon) SARL, which is the owner of two exploration licences prospective for magmatic Ni-Cu sulphide situated in Gabon (figure 1). Covering a total area of nearly 3,000km², the licence holding presents a frontier district-scale exploration opportunity.

Under the Agreement, Cobre has subscribed for 5,000,000 new ordinary shares at a price of US\$0.15 in Armada for a total consideration of US\$750,000, via a promissory note, with US\$350,000 to be invested up-front and the balance of US\$400,000 to be paid in monthly installments of US\$80,000 over the next five months. Cobre will also receive 3,333,333 options exercisable at US\$0.225 with a 3 year expiry term to be issued within 5 days from the date of completion of the Agreement. In the event of a public listing, Cobre will need to settle any outstanding amounts under the promissory note in full at the time of the public listing. Following completion, Cobre will own 18.5% of the issued ordinary share capital of Armada. Cobre will be given the right to appoint a director to the Board of Armada (or equivalent top co) in the event of a restructuring as part of a listing.

Table 3 | Exploration Permit Details¹

Exploration Permit Number	Licence Name	Commodity Groups	Award / Renewal Date	Term	In good standing and renewable
G5-150	Malounga	Base Metals including nickel, copper, zinc & lead	10 July 2019	3 years	Yes, renewable for another 3-year term in July 2022
G5-555	Mayombe	Base and Precious Metals	25 April 2018	3 years	Yes, renewable for two further 3-year terms in April 2021 and 2024

Table 3 Notes:

- 1: Exploration Permit translates from French 'Permis de Recherche Minière'.
- 2: Licences are subject to a 1.5% royalty granted to Denham Capital and a 0.5% NSR royalty held by RCF. In addition, Denham Capital hold a US\$10.5m deferred payment obligation which is to be repaid if a mine is developed within the current licences.

Full details of the investment in Armada are contained within the Company's announcement to the ASX on 22 March 2021.

Upon announcing the investment, Martin Holland, Cobre's Executive Chairman and Managing Director, said:

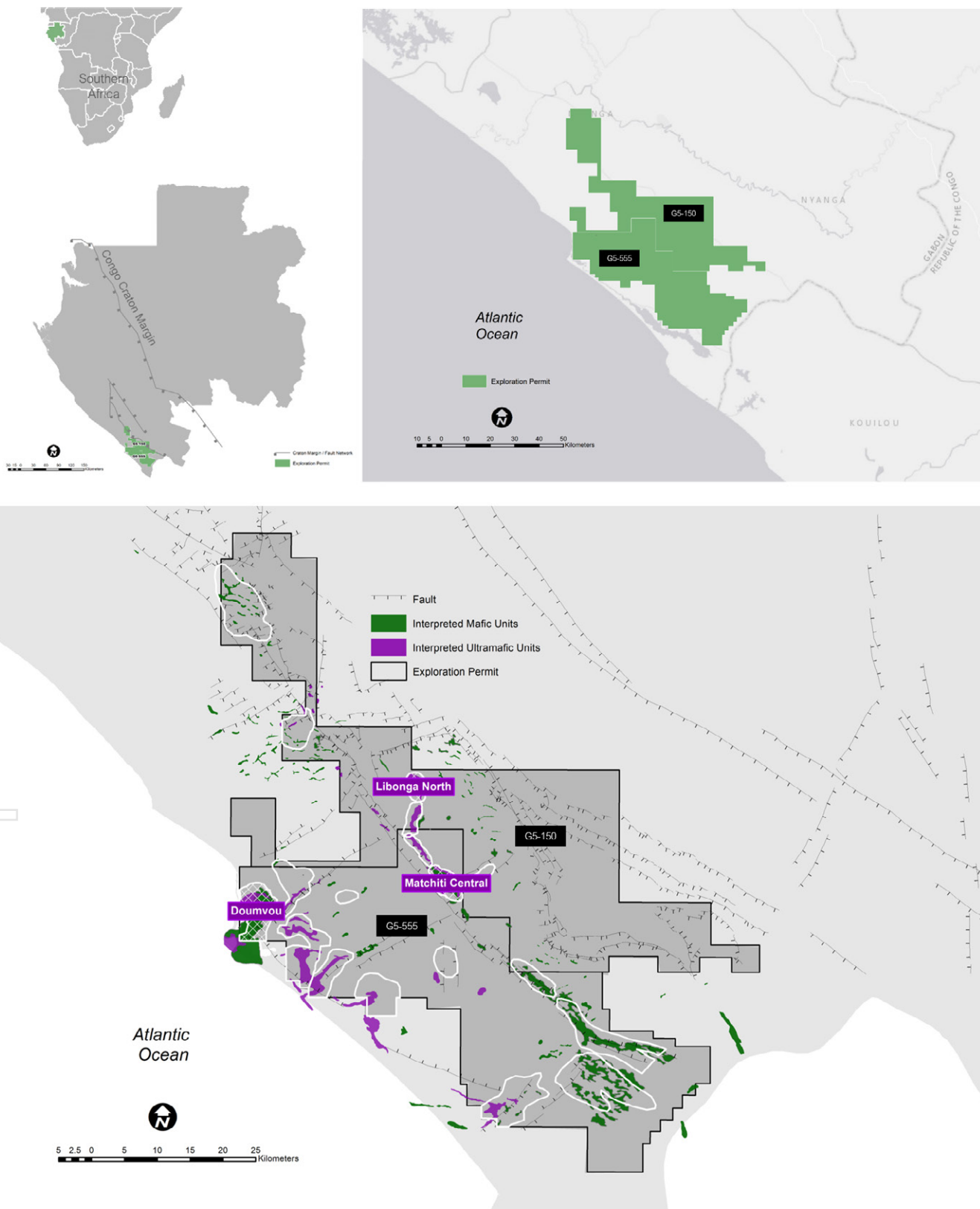
"Myself and the Cobre Board see this early investment into Armada as a great opportunity to expand the Company's reach in the copper exploration space beyond our Western Australian and Botswana projects. With examples such as Noril'sk in Russia and Voisey's Bay in Canada, along with Nova-Bollinger and Nebo-Babel deposits in Western Australia, Magmatic Nickel-Copper sulphide deposits represent some of the world's most significant sources of base metals. Given Armada's experienced leadership team, who have a successful track record of involvement in major discoveries like the world-class Kamo deposit by Ivanhoe Mines, and proven operational experience in Central and Southern Africa, we are confident we have the right partners for success and look forward to the journey ahead".

3.2 Completion of First Stage of Acquiring a Controlling Interest in 8,100km² of the Kalahari Copper Belt in Botswana

As previously announced, on 24 August 2020, the Company signed a Binding Heads of Agreement (**HOA**) for the proposed scrip-based acquisition of 51% of the equity of KML. KML is a private UK company which controls approximately 8,100km² of tenements within KCB in Botswana (with 6,650km² owned 100%, and 1,450km² through Joint Venture arrangements).

The KCB is regarded as one of the most prospective areas globally for copper exploration by the US Geological Survey (**USGS**), with a number of copper-silver deposits currently under development by ASX listed Sandfire Resources Limited (ASX: **SFR**, **Sandfire**) and also Cupric Canyon Capital (**Cupric Canyon**).

Figure 1: Armada Licence Location Plan



Subsequent to the end of the quarter, the Company received approval from shareholders to complete the acquisition of the 51% controlling interest. So far, Cobre has moved to a 49.9% ownership and will move to 51% ownership once it receives change of control approval from the Ministry of Mines of Botswana.

KML is a copper exploration JV company in the highly prospective KCB in Botswana. KML owns the second largest tenure holding in the Botswana portion of the KCB after Sandfire. Exploration drilling of KML's tenements is currently underway, with future exploration activities to be jointly funded under the new shareholders agreement entered into by Metal Tiger plc (LON: **MTR**), Cobre and Cobre Kalahari Pty Ltd (being a new wholly owned subsidiary of Cobre) and KML.

3.3 Capital Raising

Subsequent to the end of the quarter, Cobre was pleased to announce the successful raising of A\$6.7 million² (before costs) at \$0.17 per share via a two-tranche placement to sophisticated and institutional investors, with the funds raised to be used primarily to meet the capital requirements for exploration under the Company's joint venture African investment, with Metal Tiger plc (**MTR**), through Kalahari Metals Ltd (**Placement**).

Cobre received significant demand for the Placement from high quality institutional and high net worth investors.

Shareholder approval was not required for the first tranche of the Placement which was undertaken within the Company's existing capacity pursuant to the ASX Listing Rules (**LR**) 7.1 and 7.1A. Cobre issued a total of 18,577,985 new shares pursuant to LR 7.1 and 12,551,990 shares pursuant to LR 7.1A. All new shares issued under the Placement rank pari passu with the existing ordinary shares on issue in the capital of the Company.

Cobre will issue 8,311,765 new ordinary shares to MTR at a price of \$0.17 per share under the second tranche of the Placement, subject to shareholder approval which Cobre will seek to obtain at a shareholders' meeting later this year.

Canaccord Genuity (Australia) Limited acted as lead manager to the Placement.

3.4 Summary of ASX Announcements

Table 4 | Summary of ASX releases by Cobre during the March quarter and subsequent to quarter end

Date	Price Sensitive	Title
29 January	\$	Quarterly Activities and Cashflow Reports
2 February	\$	Addendum to Quarterly Activities Report
3 March		Notice of Extraordinary General Meeting/Proxy Form
3 March		EGM Letter to Shareholders
5 March	\$	New Priority Copper-Silver Target Area in Botswana
15 March		Half Yearly Report and Accounts
22 March	\$	District Scale Cu/Ni Investment
6 April		Kalahari Copper Belt Botswana Presentation
6 April		Chairman's' Address to Shareholders
6 April		Results of Meeting
7 April		Appendix 3G
7 April		Change of Directors' Interests Notices x 4
12 April		Appendix 2A and Cleansing Notice – KML Completion Shares
12 April		Change in Substantial Holding – Holland International Pty Ltd <Holland Family A/C>
12 April		Ceasing to be a Substantial Shareholder – Bernard Aylward <Galbraith Family A/C>
13 April		Change in Substantial Holding – Resource Assets Pty Ltd
13 April	\$	Trading Halt
15 April	\$	Cobre Successfully Raises A\$6.7M for Botswana Exploration
19 April	\$	Drilling to Commence in Botswana

² MTR's A\$1.413 million investment in the second tranche of the Placement is subject to Cobre obtaining shareholder approval for this to occur.

3.5 Finance and Use of Funds

Pursuant to ASX Listing Rule 5.3.4, the Company advises the proposed use of funds contained in section 2.6 of the Company's Prospectus in comparison to the actual use of funds as follows:

Table 5 | Listing Rule 5.3.4 Information

Allocation of Funds	Prospectus	March 2020 Quarter	June 2020 Quarter	September 2020 Quarter	December 2020 Quarter	March 2021 Quarter	Actual to Date
Exploration (2 years)	\$7,447,550	\$151,000	\$777,000	\$1,623,000	\$473,000	\$184,000	\$3,208,000
Working Capital (2 years)	\$2,315,929	\$387,000	\$206,000	\$201,000	\$320,000	\$236,000	\$1,350,000
Expenses of the Offer	\$766,521	\$894,638	\$0	\$0	\$0	\$0	\$894,638

Pursuant to ASX Listing Rule 5.3.1, Cobre provides the following breakdown of the exploration expenditure of \$184,000 incurred across the March 2021 quarter referred to in table 5 above.

Table 6 | Listing Rule 5.3.1 Information

Perrinvale Project	Expenditure
Sandiman – Geological Activities	\$3,890
Perrinvale – Assays	\$12,839
Perrinvale – Drilling	\$30,083
Perrinvale – Feasibility Studies	\$19,403
Perrinvale – General Exploration	\$16,395
Perrinvale – Geological Activities	\$79,969
Perrinvale – Metallurgical testing	\$21,265
Total Exploration Expenditure	\$183,844
Sandiman – Geological Activities (under the farm-in agreement)	\$3,890

In accordance with ASX Listing Rule 5.3.5 and as noted in section 6 of the Appendix 5B, payments of \$129,700 were made during the quarter comprising salaries and fees for the Company's executive and non-executive directors as well as an amount of \$2,200 for marketing services as disclosed in section 11.5 of the Company's Prospectus. No other payments were made to any related parties of the entity or their associates.

3.6 COVID-19

The Company has previously advised that, in relation to its exploration program at Perrinvale and the potential impacts of COVID-19, the Board is comfortable that with a small field crew at a remote site and consultants and staff able to work remotely, the exploration activities can safely continue. This continues to be the situation.

In the Company's ASX announcement on 16 April 2020, it commented that it *"...remains comfortable that its employees, consultants and contractors can continue with the planned exploration activities given its remote location and small crew on site. Local contractors will be utilised as far as possible, and all staff and contractors will be required to observe the necessary protocols. The situation is however dynamic, and the Company will continue to monitor developments."*

4 Events Subsequent to Quarter End

The material events subsequent to the end of the quarter have been disclosed in the body of this quarterly report and include the EGM held on 6 April 2021 and the successful capital raising announced on 15 April 2021.

This Quarterly Activities Report and Appendix 5B were authorised on behalf of the Cobre Limited Board by: Martin C Holland, Executive Chairman and Managing Director.

For more information about this announcement:

Martin C Holland

Executive Chairman and Managing Director

holland@cobre.com.au

Competent Persons Statement

The information in this Quarterly Activities Report relates to mineral exploration results and exploration potential based on work compiled under the supervision of Mr Todd Axford, a Competent Person and member of the AusIMM. Mr Axford is the Principal Geologist for GEKO-Co Pty Ltd and contracted to the Company as Exploration Manager and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the *'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'*. Mr Axford consents to the inclusion in this report of the information in the form and context in which it appears.

Background on the Perrinvale Project

As a private company in June 2019, Cobre undertook an initial reverse circulation drilling program within the Perrinvale tenements to investigate targets identified by earlier exploration. At that time, the drilling program intersected very high-grade VHMS base metal and gold mineralisation at shallow depth. The best assayed intercept was at the Schwabe Prospect to date: 5m at 9.75% copper, 3.2g/t gold, 34g/t silver and 3.1% zinc from 50m depth¹. Subsequently in August 2019, Cobre completed an airborne electromagnetic survey within the Perrinvale project area and identified a total of 10 potential VHMS prospects. Cobre was listed on ASX in January 2020. Since that time, Cobre has completed diamond core and reverse circulation drilling, an optimisation study on Schwabe Prospect, and continues an exploration programme to unlock the VHMS potential of the Perrinvale area.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Cobre Limited

ABN

75 626 241 067

Quarter ended ("current quarter")

31 March 2021

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		
1.2	Payments for		
	(a) exploration & evaluation		
	(b) development		
	(c) production		
	(d) staff costs	(51)	(159)
	(e) administration and corporate costs	(185)	(602)
1.3	Dividends received (see note 3)		
1.4	Interest received		4
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other (provide details if material)		
1.9	Net cash from / (used in) operating activities	(236)	(757)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) exploration & evaluation	(184)	(2,280)
	(e) investments		
	(f) other non-current assets	(442)	(557)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments		
	(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)		
2.6	Net cash from / (used in) investing activities	(626)	(2,837)

Payments for other non-current assets relates to transaction costs incurred in relation to the company's investment in Botswana.

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		310
3.2	Proceeds from issue of convertible debt securities		
3.3	Proceeds from exercise of options		
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(3)	(3)
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 (provide details if material)		
3.10	Net cash from / (used in) financing activities	(3)	307

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	4,725	7,147
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(236)	(757)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(626)	(2,837)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(3)	307

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	3,860	3,860

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	3,860	4,725
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)	3,860	4,725

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	132
6.2	Aggregate amount of payments to related parties and their associates included in item 2	

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Payments of \$130K were made during the quarter in relation to fees for the Company's executive and non-executive directors as well as an amount of \$2K for marketing services

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(236)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(184)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(420)
8.4	Cash and cash equivalents at quarter end (item 4.6)	3,860
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	3,860
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	9.19
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
	8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
	8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

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.

Date: 30 April 2021

Authorised by: Authorised by the Board of Cobre Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow 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 cash flow 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. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.