

## 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

AVENIRA LIMITED

### ABN

48 116 296 541

### Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(314)	(856)
(b) development <sup>(i)</sup>	(3,733)	(7,483)
(c) production	-	-
(d) staff costs	(473)	(862)
(e) administration and corporate costs	(215)	(517)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	11	24
1.5 Interest and other costs of finance paid	(171)	(171)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(4,895)</b>	<b>(9,865)</b>

(i) Includes receipts from sale of shipments

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(230)	(404)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	(2)	(79)

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(232)</b>	<b>(483)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	11,382	11,382
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	(578)	(578)
3.5	Proceeds from borrowings	1,828	5,163
3.6	Repayment of borrowings	(6,454)	(6,454)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>6,178</b>	<b>9,513</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	1,126	2,947
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(4,895)	(9,865)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(232)	(483)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	6,178	9,513
4.5	Effect of movement in exchange rates on cash held	209	274
<b>4.6</b>	<b>Cash and cash equivalents at end of period *</b>	<b>2,386</b>	<b>2,386</b>

\* Final A\$3.6 million of the Entitlement Offer funds have been received in January 2018 and is not included in the amount above

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	2,386	1,126
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,386</b>	<b>1,126</b>

<b>6. Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1 Aggregate amount of payments to these parties included in item 1.2	145
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	Nil
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Item 6.1 includes aggregate amounts paid to directors including salary, Director fees, termination payments, consulting fees and superannuation.

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1 Aggregate amount of payments to these parties included in item 1.2	Nil
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	Nil
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

N/A

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities (i)	4,601	4,601
8.2 Credit standby arrangements (ii)	4,601	Nil
8.3 Other (please specify) (iii)	Nil	Nil
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.		

- i) 5 year term loan provided by CBAO Groupe Attijariwafa Bank on 31 December 2016 of XOF 2 billion at 6.75% interest rate. No principal or interest repayments for first 12 months. The loan is secured over all of the assets of Gadde Bissik Phosphate Operations Suarl, the 80% owned subsidiary of Avenir Limited.
- ii) Trade finance facility provided by CBAO Groupe Attijariwafa Bank on 31 December 2016 of XOF 2 billion at 7.00% interest rate. The facility is unsecured.
- (iii) Six-month bridge loans provided by Agrifos Partners LLC for US\$1.44 million and Tablo Corporation for US\$2.16 million on 8 June 2017 at 6% interest rate. The loans are unsecured. Further to the amount presented in 8.3 above, the bridge loans facility was increased in October 2017 by an additional US\$1.30 million, and the US\$1.30 million was drawn down in October 2017. The total amounts of the bridge loans totalling US\$4.9 million were repaid in full as at 31 December 2017.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	165
9.2 Development	1,280
9.3 Production	-
9.4 Staff costs	350
9.5 Administration and corporate costs	520
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows *</b>	<b>2,315</b>

\* Estimated Cash outflows will be paid from a combination of existing cash, product sales and proceeds from the Entitlement Offer

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
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: .....  
(~~Director~~/Company secretary)

Date: 30 January 2018

Print name: Rod Wheatley

**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.