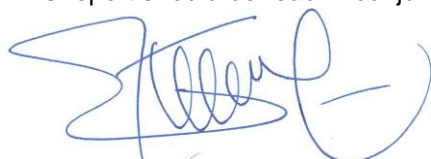


**31 July 2019****June 2019 Appendix 5B**

Admiralty Resources NL (ASX: ADY) reports its quarterly cash flow statement for the quarter ended 30 June 2019.

There were no significant changes to the operating activities during the quarter.

This report should be read in conjunction with the quarterly activities report lodged this day.



**Jarrod White**  
**Company Secretary**

## 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

Admiralty Resources NL

### ABN

74 010 195 972

### Quarter ended ("current quarter")

30 June 2019

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	-	3
1.2	Payments for		
	(a) exploration & evaluation	(96)	(718)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(29)	(206)
	(e) administration and corporate costs	(154)	(762)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	1
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other (provide details if material)	-	-
<b>1.9</b>	<b>Net cash (used in) operating activities</b>	<b>(279)</b>	<b>(1,682)</b>

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 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 (used in) investing activities</b>	<b>-</b>	<b>-</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	56
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	-	(2)
3.5	Proceeds from borrowings	213	1,390
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (customer bond received)	-	103
<b>3.10</b>	<b>Net cash from financing activities</b>	<b>213</b>	<b>1,547</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	182	242
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(279)	(1,682)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	213	1,547
4.5	Effect of movement in exchange rates on cash held	(1)	8
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>115</b>	<b>115</b>

<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	115	182
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>115</b>	<b>182</b>

**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**

-

-

No payments were made to Directors during the quarter.

All Directors fees remain suspended from 1 July 2016 in order to conserve cash reserves.

**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**

-

-

N/A

8. <b>Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$AUD'000	Amounts drawn at quarter end \$AUD'000
8.1 Loan facilities	6,633,324	6,559,296
8.2 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 financing facility represents the Convertible Loan Facility Agreement with Smart East Global Limited ("SEGL") and Admiralty Resources (Hong Kong) Limited ("Admiralty HK").

As of the date of this report, the current Convertible Loan Facility agreement with SEGL has a maximum principal drawdown value of \$US 3.6 million. The agreed maturity date was extended to 31 December 2021 on 18 July 2019 with all other terms remaining in effect.

The current terms of the facility are:

1. The interest rate is 12% per annum;
2. Interest is payable quarterly in arrears; and
3. The Conversion Price is 80% of the Volume Weighted Average price ("VWAP") calculated 90 days immediately prior to the Conversion Date\*.

*\*The Conversion Date is the date of receipt of a valid Conversion Notice.*

The Company has a loan agreement with Shanghai Long Sheng Technology Development Co. Limited. On 12 July 2019, additional principal was extended to the Company of \$1,500,000 taking the total principal available to \$3,000,000. All other terms remained the same.

The terms of the loan are:

1. Principal loan available is \$AU 3,000,000;
2. Loan agreement date is 21 June 2018;
3. The interest rate is 5% per annum;
4. Interest is accrued and applied to the principal; and
5. Repayment of loan in full due 01 October 2020.

This loan is separate to the above Convertible Loan Facility Agreement and both loan balances and facility limits have been jointly incorporated into the disclosures at Item 8 above.

9. <b>Estimated cash outflows for next quarter</b>	\$A'000
9.1 Exploration and evaluation	50
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	114
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>164</b>

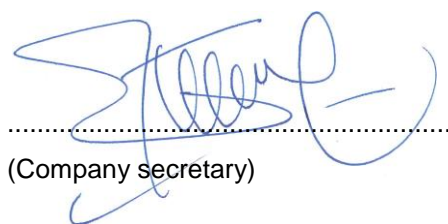
## Mining exploration entity and oil and gas exploration entity quarterly report

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	N/A	N/A	N/A	N/A
10.2	Interests in mining tenements and petroleum tenements acquired or increased	N/A	N/A	N/A	N/A

**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: 31 July 2019

Print name: JARROD WHITE

**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.