

# ASX Release

## Report for the Quarter Ended 31 December 2016

31st December 2016

### CORPORATE UPDATE

- Dart conducted additional field work and planning, in relation to a proposed lithium exploration program, designed to isolate and identify suitable drill targets in the highly prospective Dorchap Dyke Swarm. (see application progress below)
- End-user as well as investor interest in Lithium has continued to build through the December quarter and reported prices from Lithium carbonate are trading around record levels.
- Further consultation and positive progress has been made with Innovation Australia in relation to R&D tax concession grants. Dart is confident that it will achieve a resolution to this issue by financial year end.
- Financial modelling around Dart's Small Gold exploitation strategy has advanced significantly. Further ore sample lab testing is required to establish more precise information around gold recoveries and economics.
- An internal study has been undertaken to identify small gold deposit opportunities that fit within Dart's strict exploitation criteria. The study has thrown up several such opportunities that require further investigation.



ASX Code: DTM

#### Key Prospects / Commodities:

GOLD

Mountain View / New Discovery - Au

Fairleys - Au

Rushworth – Phoenix - Au

Beechworth – North/South Taff - Au

Saltpetre Gap - Au

Onslow - Au

#### LITHIUM / TIN / TANTALUM

Glen Wills – Li-Sn-Ta

Eskdale – Li-Sn-Ta

#### PORPHYRY GOLD / COPPER

Empress – Au-Cu

Stacey's – Au-Cu

Copper Quarry: Cu+/- Au

Gentle Annie: Cu

Morgan Porphyry: Mo-Ag-Au

Unicorn Porphyry: Mo-Cu-Ag

#### Investment Data:

Shares on issue: 346,151,714

Unlisted options: 8,200,000

#### Substantial Shareholders:

Top 20 Holdings: 41.01%

#### Board & Management:

Managing Director: James Chirside

Non-Executive Director: Luke Robinson

Non-Executive Director: Russell Simpson

Company Secretary: Julie Edwards

#### Dart Mining NL

ACN 119 904 880

#### Contact Details:

4 Bryant Street, Corryong VIC 3707 Australia

#### James Chirside

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## TENEMENT APPLICATION PROGRESS

The exploration licence applications submitted in the June Quarter to secure the highly prospective Dorchap Dyke Swarm are now at the final stage of the statutory processes prior to an assessment for grant. The exploration licenses cover approximately 460 km<sup>2</sup> centered on the townships of Eskdale and Glen Wills, adjacent to other Dart Mining tenements – Figure 1. EL5194 (Alfred) underwent a statutory area reduction in November with the key Copper Quarry porphyry prospect retained under the licence.

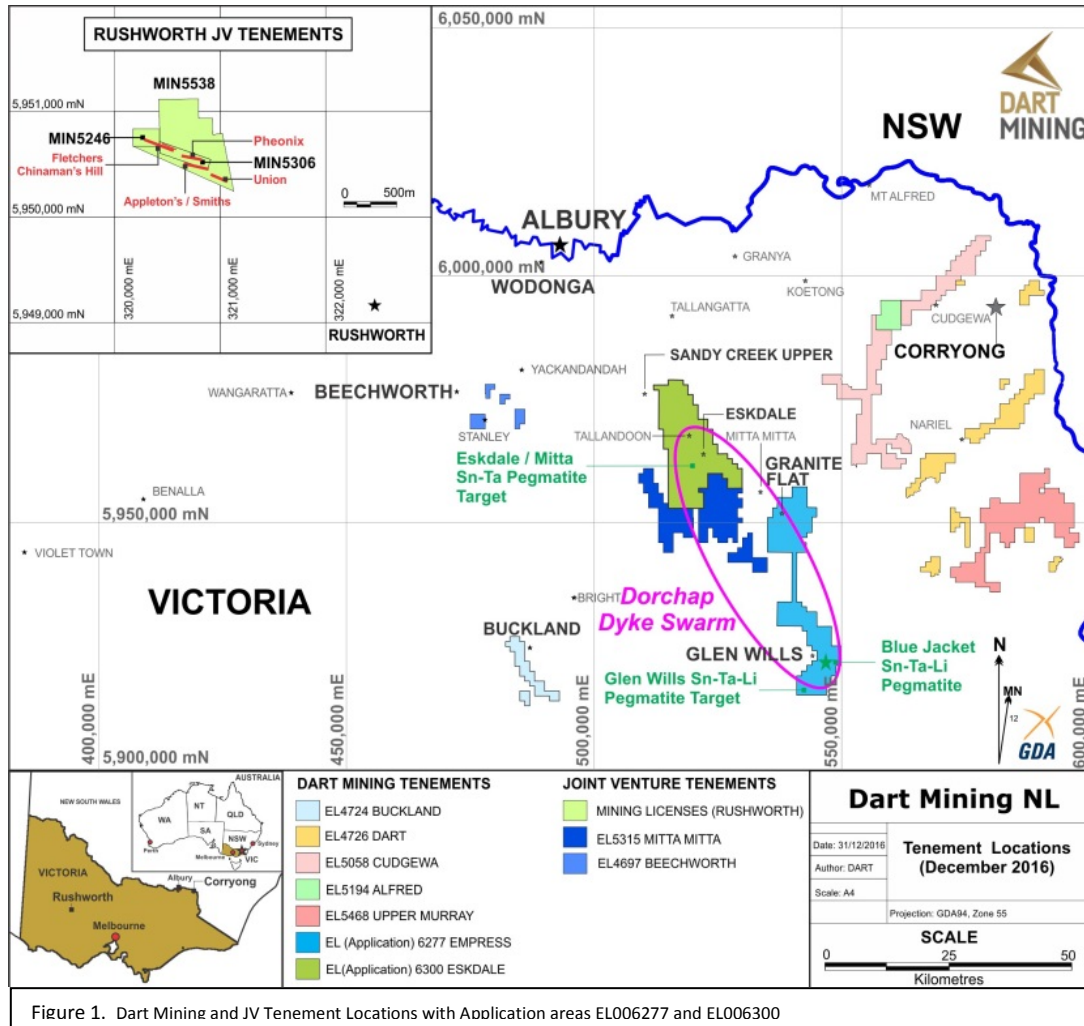


Figure 1. Dart Mining and JV Tenement Locations with Application areas EL006277 and EL006300

## TENEMENT STATUS

Tenement applications EL006277 (Empress) and EL006300 (Eskdale) have proceeded through Native Title advertising as the final step toward grant in the statutory application processes. EL5914 (Alfred) tenement area was reduced as part of statutory relinquishment requirements with the prospective Copper Quarry porphyry prospect retained.

Table 1. Tenement Status

Tenement Number	Name	Tenement Type	Area (Grats) Unless specified	Interest	Location
EL4724	Buckland <sup>2</sup>	Exploration	40	100%	NE Victoria
EL4726	Dart <sup>1&amp;2</sup>	Exploration	164	100%	NE Victoria
EL5058	Cudgewa	Exploration	216	100%	NE Victoria
EL5194	Mt. Alfred	Exploration	27	100%	NE Victoria
EL006277	Empress	EL (Application)	~220	100%	NE Victoria
EL006300	Eskdale <sup>3</sup>	EL (Application)	~240	100%	NE Victoria
EL5468	Upper Murray	Exploration	148	100%	NE Victoria
ML5559	Mt View <sup>2</sup>	Mining	4.8 Ha	100%	NE Victoria
MIN5246	Chinaman's <sup>4</sup>	Mining	5 Ha	50% JV	Central Victoria
MIN5306	Phoenix <sup>4</sup>	Mining	5 Ha	50% JV	Central Victoria
MIN5538	Rushworth <sup>4</sup>	Mining	34.8 Ha	50% JV	Central Victoria
EL4697	Beechworth <sup>4</sup>	Exploration	36	50% JV	NE Victoria
RL006013	Beechworth <sup>4</sup>	RL (Application)	3616 Ha	50% JV	NE Victoria
EL5315	Mitta Mitta <sup>4</sup>	Exploration	195	50% JV	NE Victoria

All tenements remain in good standing at 30 September 2016.

**NOTE 1:** Unicorn Project area subject to a 2% NSR Royalty agreement with BCKP Limited (Orion Mine Finance) dated 29 April 2013.

**NOTE 2:** Areas subject to a 1.5% Founders NSR Royalty Agreement.

**NOTE 3:** Areas subject to a 1.0% NSR Royalty Agreement with Minvest Corporation Pty Ltd (See DTM ASX Release 1 June 2016).

**NOTE 4:** Areas subject to a Joint Venture Agreement with NMV Pty Ltd (See DTM ASX Release 13 November 2015) applies to Gold production only. Other commercially exploited minerals within the Joint Venture tenement areas with NMV Pty Ltd are subject to a 1% Net Smelter Royalty Agreement payable to NMV Pty Ltd. EL4697 remains current within RL006013 (Retention Licence) application area until RL Application is finalized.

## 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

DART MINING NL

### ABN

84 119 904 880

### Quarter ended ("current quarter")

31 December 2016

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1. Cash flows from operating activities</b>		
144 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(22)	(77)
(b) development	-	-
(c) production	-	-
(d) staff costs	(127)	(217)
(e) administration and corporate costs	(125)	(407)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	12
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(273)</b>	<b>(489)</b>

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 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>(10)</b>	<b>(10)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	630
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	(4)	(57)
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)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>(4)</b>	<b>573</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	598	437
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(273)	(689)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(10)	(10)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(4)	573
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>311</b>	<b>311</b>

5. <b>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	Current quarter \$A'000	Previous quarter \$A'000
5.1    Bank balances	311	598
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>311</b>	<b>598</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$A'000
6.1    Aggregate amount of payments to these parties included in item 1.2	65
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	

7. <b>Payments to related entities of the entity and their associates</b>	Current quarter \$A'000
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	

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

**8. Financing facilities available**

Add notes as necessary for an understanding of the position

8.1 Loan facilities

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.

Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
-	-
-	-
-	-

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<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	16
9.2 Development	-
9.3 Production	-
9.4 Staff costs	111
9.5 Administration and corporate costs	122
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>249</b>

<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:

  
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Company secretary

Date: 31 January 2017

Print name: Julie Edwards

**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.