+Rule 5.5

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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

Neometals Ltd		
ABN Quarter ended ("current quarter")		
89 099 116 631	June 2018	

Con	solidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	95	982
1.2	Payments for		
	(a) exploration & evaluation (R&D)	(802)	(1,496)
	(b) development	- "	
	(c) production (gas reservation)	(172)	(747)
	(d) staff costs	(696)	(2,900)
	(e) administration and corporate costs	(1,469)	(4,452)
1.3	Dividends received (see note 3)	-	
1.4	Interest received	226	985
1.5	Interest and other costs of finance paid	(30)	(60)
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	(2,848)	(7,688)

2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(203)	(797)
	(b) tenements (see item 10)	(2,550)	(2,550)
0 	(c) investments	120	207

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Con	solidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
	(d) other non-current assets	(50)	(207)
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	-	4,093
2.4	Dividends received (see note 3)	-	-
2.5	Other (exploration & development)	(540)	(1,898)
2.6	Net cash from / (used in) investing activities	(3,223)	(1,152)

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	-	23
3.6	Repayment of borrowings	-	(26)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	(5,435)	(5,435)
3.9	Other (share buy-back)	-	(1,541)
3.10	Net cash from / (used in) financing activities	(5,435)	(6,979)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	41,846	46,154
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,848)	(7,688)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(3,223)	(1,152)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(5,435)	(6,979)

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Con	solidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	45	50
4.6	Cash and cash equivalents at end of period	30,385	30,385

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	3,765	5,753
5.2	Call deposits	22,577	32,050
5.3	Bank overdrafts	-	-
5.4	Other (restricted term deposits)	4,043	4,043
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	30,385	41,846

6.	Payments to directors of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	190
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

Include below any explanation necessary to understand the transactions included in 6.3 items 6.1 and 6.2

During the quarter \$190,500 was paid to directors of the entity.

7.	Payments to related entities of the entity and their associates	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 transaction items 7.1 and 7.2	ons included in

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8.	Financing facilities available Add notes as necessary for an understanding of the position	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000	
8.1	Loan facilities	-	-	
8.2	Credit standby arrangements	-	-	
8.3	Other (please specify)	-	-	
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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.

9.	Estimated cash outflows for next quarter	\$A'000
9.1	Exploration and evaluation	(2,050)
9.2	Development	-
9.3	Production (reservation charges)	(182)
9.4	Staff costs	(951)
9.5	Administration and corporate costs	(938)
9.6	Other (R&D)	(2,800)
9.7	Total estimated cash outflows	(6,921)

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	E15/970	Relinquished	0%	0%
10.2	Interests in mining tenements and petroleum tenements acquired or increased		Refer to Annexure A		***************************************

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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 dis	sclosed.
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Sign here:	Jason Carone (Company secretary)	Date:31/07/2018
Print name:	Jason Carone	

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.

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ANNEXURE A: TENEMENT INTERESTS

As at 30 June 2018 the Company has Interests in mining tenements acquired as follows:

PROJECT NAME	LICENCE NAME	INTEREST AT START OF QTR	INTEREST AT END OF QTR
Mt Edwards	M15/45	0%	100% (^)
Mt Edwards	M15/46	0%	100% (^)
Mt Edwards	M15/48	0%	100% (^)
Mt Edwards	M15/74	0%	100%
Mt Edwards	M15/75	0%	100%
Mt Edwards	M15/87	0%	100% (**)
Mt Edwards	M15/77	0%	100% (^)
Mt Edwards	M15/78	0%	100% (^)
Mt Edwards	M15/79	0%	100% (^)
Mt Edwards	M15/80	0%	100% (^)
Mt Edwards	M15/94	0%	100% (^)
Mt Edwards	M15/96	0%	100% (#)
Mt Edwards	M15/97	0%	100% (#)
Mt Edwards	M15/99	0%	100% (#)
Mt Edwards	M15/100	0%	100% (#)
Mt Edwards	M15/101	0%	100% (#)
Mt Edwards	M15/102	0%	100% (#)
Mt Edwards	M15/103	0%	100% (^)
Mt Edwards	M15/105	0%	100% (^)
Mt Edwards	L15/102	0%	100%
Mt Edwards	M15/478	0%	100% (^)
Mt Edwards	M15/633	0%	100% (^)

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Mt Edwards	M15/653	0%	100% (#)
Mt Edwards	M15/693	0%	100% (^)
Mt Edwards	M15/698	0%	100%
Mt Edwards	M15/699	0%	100%
Mt Edwards	M15/1271	0%	100% (#)
Mt Edwards	L15/254	0%	100%
Mt Edwards	E15/989	0%	100% (^)
Mt Edwards	L15/280	0%	100%
Mt Edwards	P15/5905	0%	100%
Mt Edwards	P15/5906	0%	100%
Mt Edwards	E15/1505	0%	100%
Mt Edwards	E15/1507	0%	100%
Mt Edwards	E77/2397	0%	100%
Mt Edwards	E15/1562	0%	100%
Mt Edwards	E15/1576	0%	100%
Mt Edwards	E15/1583	0%	100%
Mt Edwards	E77/2427	0%	100%
Mt Edwards Mt Edwards	P15/5906 E15/1505 E15/1507 E77/2397 E15/1562 E15/1576 E15/1583	0% 0% 0% 0% 0% 0% 0% 0%	100% 100% 100% 100% 100% 100%

[^]Nickel rights only

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^{**}Lithium rights only

[#] No gold interest