

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Name of entity

DGR Global Limited

ABN

67 052 354 837

Quarter ended ("current quarter")

30 September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	351	351
1.2 Payments for		
(a) exploration & evaluation	(174)	(174)
(b) development	-	-
(c) production	-	-
(d) staff costs	(556)	(556)
(e) administration and corporate costs	(299)	(299)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	6
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)	-	-
1.9 Net cash from / (used in) operating activities	(672)	(672)

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2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(2)	(2)
	(b) tenements (see item 10)	-	-
	(c) investments ¹	(2,100)	(2,100)
	(d) other non-current assets	-	-
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 (Environmental bonds)	(8)	(8)
2.6	Net cash from / (used in) investing activities	(2,110)	(2,110)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares ²	321	321
3.2	Proceeds from issue of convertible notes ³	700	700
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(60)	(60)
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	961	961

¹ Represents participation in Armour Energy Ltd Rights Issue (21,000,000 shares at \$0.10)

² Represents proceeds from shares issued in subsidiary Auburn Resources Ltd, DGR now holds a 58% interest following the share issue.

³ The remaining balance of \$1.3m under the amended Tribeca agreement announced to the market on 26 September 2018 was received on 2 October 2018.

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4.	Net increase / (decrease) in cash and cash equivalents for the period	(1,821)	(1,821)
4.1	Cash and cash equivalents at beginning of period	2,844	2,844
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(672)	(672)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,110)	(2,110)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	961	961
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,023	1,023

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	1,023	2,844
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)	1,023	2,844

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	127
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. 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 transactions included in items 7.1 and 7.2

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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)

-

-

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.

(a)

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	(150)
9.2 Development	-
9.3 Production	-
9.4 Staff costs	(500)
9.5 Administration and corporate costs	(300)
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	(950)

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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	EPM 26000 ¹	Exploration permit for minerals	100%	-
10.2	Interests in mining tenements and petroleum tenements acquired or increased	EPM 26758 ² EPM 26607 ³ EPM 26796 ⁴ EPM 26355 ⁵	Exploration Permit for minerals	- - - -	100% 100% 100% 100%

1. Tenement relinquished by Albatross Bauxite Pty Ltd, in which DGR holds a 100% interest.

2. Tenement acquired by Auburn Resources Ltd, in which DGR holds a 58% interest.

3. Tenement acquired by Barlyne Mining Pty Ltd, in which DGR holds a 58% interest through its holding in Auburn Resources Ltd.

4. Tenement acquired by Pennant Resources Pty Ltd, in which DGR holds a 58% interest through its holding in Auburn Resources Ltd.

5. Tenement acquired by Coolgarra Minerals Pty Ltd, a 100% owned subsidiary of DGR Global Ltd.

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:



Date: 17 October 2018

Print name: Karl Schlobohm – Company Secretary

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.