

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

PO VALLEY ENERGY LIMITED

ABN

33 087 741 571

Quarter ended ("current quarter")

30 SEPTEMBER 2018

Consolidated statement of cash flows	Current quarter €000	Year to date (9 months) €000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	385*
1.2 Payments for		
(a) exploration & evaluation	(605)	(2,629)
(b) development	-	(435)*
(c) production	-	(455)*
(d) staff costs	(54)	(309)*
(e) administration and corporate costs	(262)	(836)*
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – receipts from JV partners	-	1,618*
1.9 Net cash from / (used in) operating activities	(921)	(2,661)*

**amounts for t YTD include net cash flows from operations of €596k relating to discontinued operations as a result of restructuring in April 2018 and spin off of previously owned subsidiary Coro Energy plc*

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

Consolidated statement of cash flows	Current quarter €000	Year to date (9 months) €000
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 – cash balances of entity previously owned by the group	-	(496)**
2.6 Net cash from / (used in) investing activities	-	(496)**

***The cash balances relating to discontinued operations as a result of restructuring in April 2018 and spin off of previously owned subsidiary Coro Energy plc*

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	-	727*
3.2 Proceeds from issue of convertible notes	-	1,580
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	31	583
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other –	-	-
3.10 Net cash from / (used in) financing activities	31	2,890

***proceeds for issue of shares to discontinued operations as a result of restructuring in April 2018 and spin off of previously owned subsidiary Coro Energy plc*

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	1,013	390
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(921)	(2,661)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	(496)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	31	2,890

Consolidated statement of cash flows		Current quarter €000	Year to date (9 months) €000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	123	1,013

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 €000	Previous quarter €000
5.1	Bank balances	123	1,013
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)	123	1,013

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 €000
21
-

6.1 Includes Directors remuneration paid

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 €000
-
-

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8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end €000	Amount drawn at quarter end €000
8.1 Loan facilities	1,237	1,082
8.2 Credit standby arrangements	-	-
8.3 Other – Convertible notes	1,580	1,580
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.		

8.1: Loan facility is provided by entities related to directors of the Company. The loans are unsecured, repayable in 12 months with an interest rate of 10%p.a.

8.2: 2,500,000 \$1 Convertible Notes: Term of 3 years and interest rate of 8%p.a. Conversion price of \$0.042 per share

9. Estimated cash outflows for next quarter	€000
9.1 Exploration and evaluation	70
9.2 Development	-
9.3 Production	
9.4 Staff costs	50
9.5 Administration and corporate costs	70
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	190*

* estimated cash flows are dependent on available funding; the Company is evaluating a number of alternatives for funding its ongoing working capital and planned exploration and development program.

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	No changes			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	No changes			

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

Date: 31 October 2018

Print name: Michael Masterman

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.