

Appendix 5B

Mining 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

Name of entity

A1 CONSOLIDATED GOLD LIMITED

ABN

50 149 308 921

Quarter ended ("current quarter")

30 SEPTEMBER 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A 000's	Year to date (12 months) \$A 000's
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(131)	(131)
(b) development	(1,089)	(1,089)
(c) production	60	60
(d) administration	(541)	(541)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	26	26
1.5 Interest and other costs of finance paid	(88)	(88)
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(1,763)	(1,763)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(255)	(255)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	70	70
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – Refund on bond	30	30
Net investing cash flows	(155)	(155)
1.13 Total operating and investing cash flows (carried forward)	(1,918)	(1,918)

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1.13	Total operating and investing cash flows (brought forward)	(1,918)	(1,918)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	3,668	3,668
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings – insurance funding	(86)	(86)
1.18	Dividends paid	-	-
1.19	Other – capital raising costs	(368)	(368)
	- Share funds pending allotment	-	-
Net financing cash flows		3,214	3,214
Net increase (decrease) in cash held		1,296	1,296
1.20	Cash at beginning of quarter/year to date	334	334
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,630	1,630

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current Quarter \$A 000's
1.23	Aggregate amount of payments to the parties included in item 1.2	205
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil
1.25	Explanation necessary for an understanding of the transactions	
	Payments to related entities for:	\$A 000's
	Company secretary fees	56
	Directors Fees	149

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

NIL

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

NIL

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Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A 000's	Amount used \$A 000'
3.1 Loan facilities (Convertible Notes)	NIL	2,500
3.2 Credit standby arrangements	NIL	NIL

Estimated cash outflows for next quarter

	\$A 000's
4.1 Exploration and evaluation	1,250
4.2 Development	3,000
4.3 Production	4,500
4.4 Administration	600
Total	9,350

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A 000's	Previous quarter \$A 000's
5.1 Cash on hand and at bank	1,630	329
5.2 Deposits at call	-	5
5.3 Bank overdraft	-	-
5.4 Other – share purchase plan funds held in trust	-	-
Total: cash at end of quarter (item 1.22)	1,630	334

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Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	-	-	-
16.2	Interest in mining tenements ongoing			
A1 Consolidated Gold Ltd	MIN5294	Ongoing	100%	100%
	EL5109	Ongoing	100%	100%
	MIN5487	Ongoing	**	**
Maldon Resources Pty Limited	MIN5146	Ongoing	100%	100%
	MIN5528	Ongoing	100%	100%
	MIN5529	Ongoing	100%	100%
	EL3422	Ongoing	100%	100%
	EL5177	Ongoing	100%	100%
	EL5499	Ongoing	100%	100%

** MIN5487 has been purchased by A1 Gold from Orion Gold (ASX:ORN) subject to a binding agreement announced to the ASX on 30 December 2015. The acquisition of the Tenement by A1 Gold is subject to the grant of consents required under the Mineral Resources (Sustainable Development) Act. Transfer of 100% equity in the tenement is expected following Works Approval of the Mining Plan.

Highlake Resources Pty Limited	MIN5464	Ongoing	100%	100%
	MIN5465	Ongoing	100%	100%
	MIN5563	Ongoing	100%	100%
Matrix Gold Pty Limited	MIN5433	Ongoing	100%	100%
	MIN5574	Ongoing	100%	100%

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference +securities (description)	Not applicable			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	705,444,899	705,444,899	Fully paid	Fully paid
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	138,172,313 14,583,334 -	138,172,313 14,583,334 -	2.4 cents 2.4 cents -	2.4 cents 2.4 cents -
7.5	+Convertible debt securities (description)	Convertible Notes maturity 25/6/2018 71,428,565	 Nil	 3.5 cents	 3.5 cents
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	 - -	 - -	 - -	 - -
7.7	Options (description and conversion factor)	Listed 288,557,651 Unlisted 9,000,000 15,000,000	288,557,651 Nil Nil	<i>Exercise price</i> 3 cents 5 cents 4.5 cents	<i>Expiry date</i> 30 November 2019 30 November 2019 30 November 2019
7.8	Issued during quarter	Listed 46,057,263 4,861,112	46,057,263 4,861,112	3 cents 3 cents	30 November 2019 30 November 2019

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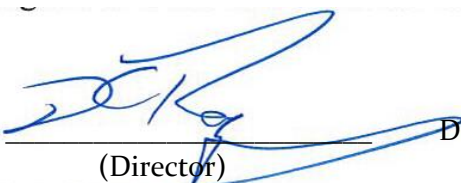
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7.9	Exercised during quarter	-	-	-	-
7.10	Cancelled during quarter	Unlisted 9,000,000	Nil	4.5 cents	30 November 2019
7.11	Debentures <i>(totals only)</i>	Not applicable			
7.12	Unsecured notes <i>(totals only)</i>	Not applicable			

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  Date: 31 October 2016
(Director)

Print name: Dale Rogers

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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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** - The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 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.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.
- 6 By the Company signing this Appendix 5B, the Executive Chair and the person who performs the Chief Financial Officer function declare that the Appendix 5B for the relevant quarter:
- presents a true and fair view, in all material respects, of the cashflows of the Company for the relevant quarter and is in accordance with relevant accounting standards;
 - the statement given above is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board; and
 - the Company's financial records have been properly maintained and the Company's risk management and internal compliance and control system is operating efficiently and effectively in all material respects.

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