

Appendix Two | Tenements

Exploration tenements held at the end of September 2016 Quarter

Project	Location	Tenement	Interest at 30 Sept 2016
Cambodian Gold Project	Cambodia	Okvau	100%
	Cambodia	O'Chhung	100%
Pinjin Gold Project, Eastern Goldfields	Western Australia	E28/1634	80% ¹
Quicksilver Gold Project	Alaska	ADL660282 to ADL660351	90% ²

¹ Subsequent to the end of the September 2016 Quarter, the Pinjin tenement was surrendered.

² The Quicksilver project encompasses leases ADL660282 to ADL660351 (inclusive) (a total of 70 blocks). Renaissance has entered into an agreement to dispose of its interest in the Quicksilver Gold Project. Renaissance has entered into an agreement with Afranex Gold Limited ('Afranex'), an unlisted public company, to dispose of its 90% interest in the Quicksilver Gold Project for 10 million shares in Afranex.

Mining and exploration tenements and licenses acquired and disposed during the September 2016 quarter

Project	Location	Tenement	Interest at beginning quarter	Interest at end quarter
<u>Tenements Disposed</u>				
Nil				
<u>Tenements Acquired</u>				
Cambodian Gold Project	Cambodia	Okvau	0% ¹	100% ¹
		O'Chhung	0% ¹	100% ¹

¹ On 3 February 2016, Emerald announced it was entering into a Joint Venture Agreement with Renaissance whereby Emerald had the right to earn up to a 51% joint venture interest in the Cambodian Gold Project. On 19 July 2016, Emerald announced an off-market takeover offer for all the shares of Renaissance. This offer closed on 30 September 2016 with Emerald becoming the holder of 96.0% of Renaissance and is now in the process to compulsorily acquire the remaining Renaissance shares.

Beneficial percentage interests in joint venture agreements at the end of the September 2016 quarter

Project	Location	Tenement	Interest at end of quarter
Cambodian Gold Project	Cambodia	Okvau	100% ¹
		O'Chhung	100% ¹
Pinjin, Eastern Goldfields	Western Australia	E28/1634	80% ¹

¹ Subsequent to the end of the September 2016 Quarter, the remaining Pinjin tenement that comprised the Pinjin Joint Venture was surrendered.

Beneficial percentage interests in joint venture agreements acquired or disposed of during the September 2016 quarter

Project	Location	Tenement / Licence	Interest at beginning of quarter	Interest at end of quarter
<u>Joint Venture Interests Disposed</u>				
Nil				
<u>Joint Venture Interests Acquired</u>				
Nil				

Interests in royalties

The Company has a 5% overriding royalty interest in all gas production from various oil and gas interests located in Magoffin County, Kentucky. During the Quarter, there was no product recovered and sold from the Leases and the royalty received for the period was Nil.

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

Emerald Resources NL

ABN

72 009 795 046

Quarter ended ("current quarter")

30 September 2016

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		
1.2 Payments for		
(a) exploration & evaluation	(2,341)	(2,341)
(b) development	-	-
(c) production	-	-
(d) staff costs	(82)	(82)
(e) administration and corporate costs	(152)	(152)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	93	93
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other – Transaction costs relating to acquisition of subsidiary	(200)	(200)
1.9 Net cash from / (used in) operating activities	(2,682)	(2,682)

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 \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	159	159
	(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 acquired on acquisition of subsidiary	3,139	3,139
2.6	Net cash from / (used in) investing activities	3,298	3,298

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	-	-
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	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	14,515	14,515
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,682)	(2,682)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	3,298	3,298
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	(31)	(31)
4.6	Cash and cash equivalents at end of period	15,100	15,100

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	2,000	2,195
5.2 Call deposits	13,100	12,320
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)	15,100	14,515

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 \$A'000
22
-

Directors Fees

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 \$A'000
23
-

Rental outgoings for office occupied at 1110 Hay Street West Perth

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	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.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	2,300
9.2 Development	-
9.3 Production	-
9.4 Staff costs	128
9.5 Administration and corporate costs	180
9.6 Other -Transaction costs relating to acquisition of subsidiary	650
9.7 Total estimated cash outflows	2,958

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	Nil			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	Cambodian Gold Project Okvau O'Chhung Pinjin, Eastern Goldfields E28/1634		- - - -	100% 100% 80%

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.

Mark Clements
Company Secretary

28 October 2016

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.