

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, 01/05/2013

Name of entity

Australian Pacific Coal Limited

ABN

49 089 206 986

Quarter ended ("current quarter")

31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A	Year to date (9 months) \$A
1.1 Receipts from product sales and related debtors	-	4,250
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(30,572) - - (401,121)	(323,343) - - (1,633,113)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	25,519	108,028
1.5 Interest and other costs of finance paid	(10,961)	(11,774)
1.6 Income taxes paid	-	-
1.7 Other (business development) Other (provide details if material)	(508,372) (31,539)	(629,459) (52,943)
Net Operating Cash Flows	(957,046)	(2,538,354)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	(25,000) - (26,855)	(525,000) - (36,206)
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets	- - -	- - -
1.1 Loans to other entities	-	-
0		
1.1 Loans repaid by other entities	-	-
1		
1.1 Other (provide details if material)	-	5,000
2		
Net investing cash flows	(51,855)	(556,206)
1.1 Total operating and investing cash flows		
3 (carried forward)	(1,008,901)	(3,094,560)

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1.13	Total operating and investing cash flows (brought forward)	(1,008,901)	(3,094,560)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	14,240,059
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	20,000,000	20,214,416
1.17	Repayment of borrowings	(553,957)	(565,233)
1.18	Dividends paid	-	-
1.19	Other (share issue costs)	(818)	(397,767)
	Net financing cash flows	19,445,225	33,491,475
	Net increase (decrease) in cash held	18,436,324	30,396,915
1.20	Cash at beginning of quarter/year to date	12,065,351	104,760
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	30,501,675	30,501,675

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

		Current quarter \$A
1.23	Aggregate amount of payments to the parties included in item 1.2	197,921
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors fees paid in the quarter

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

Insurance funding facility. Total amount borrowed \$988,520 repayable within 10 months. \$531,899 repaid in the quarter has been included at paragraph 1.17 Repayment of borrowings above.

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- 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

Not applicable

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A	Amount used \$A
3.1 Loan facilities	205,000	191,129
	456,621	456,621
3.2 Credit standby arrangements	25,000	10,292

Estimated cash outflows for next quarter

	\$A
4.1 Exploration and evaluation	150,000
4.2 Development	-
4.3 Production	-
4.4 Administration	500,000
Total	650,000

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	Previous quarter \$A
5.1 Cash on hand and at bank	29,894	43,031
5.2 Deposits at call	5,686,339	11,767,320
5.3 Bank overdraft	-	-
5.4 Other (short term deposits)	285,442	255,000
Other (funds held in escrow - restricted)	24,500,000	-
Total: cash at end of quarter (item 1.22)	30,501,675	12,065,351

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Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

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			
	<i>(description)</i>			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	+Ordinary securities	4,318,434,264	4,318,434,264	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			

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7.5	+Convertible debt securities <i>(description)</i>	\$20,000,000 Convertible Loan Deed 2/02/2016	Unlisted	<i>Conversion price</i> \$0.015 per share	
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	\$20,000,000	Unlisted	\$0.015 per share	\$20,000,000
7.7	Options (Incentive options. Each convertible to one fully paid ordinary share upon exercise	100,000,000	Unlisted	<i>Exercise price</i> \$0.008	<i>Expiry date</i> 31/03/2017
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <i>(totals only)</i>				

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 /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:

Date: 29 April 2016

(~~Director~~/Company secretary)

Print name: SHANE CRANSWICK

+ See chapter 19 for defined terms.

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 and petroleum 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 or petroleum 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.

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