

BBX Minerals Ltd

ASX: BBX

Level 1
35 Havelock Street
West Perth WA 6005

Telephone +61 8 6955 2955
Fax +61 8 6210 1153

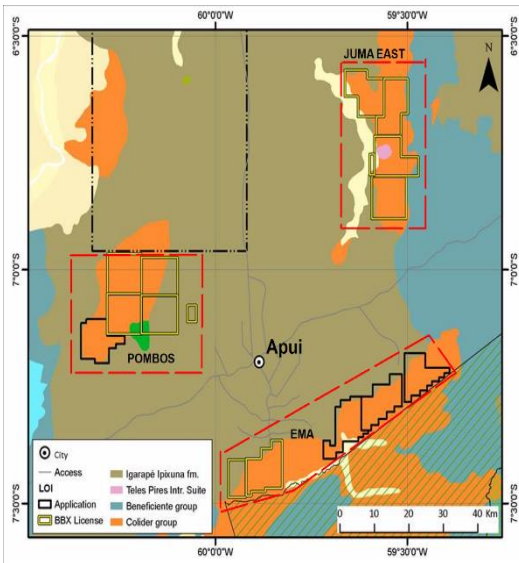
Av Jornalista Riccardo Marinho
360 Ed Cosmopolitan Sala
Barra da Tijuca
Rio de Janeiro

Telephone +55 21 2439 5700

Web:
www.bbxminerals.com.au

Email:
Jeff.Mckenzie@bbxminerals.com.au

Brazil Projects:
Juma East: copper- gold- silver
Eldorado Do Juma: gold
Tres Estados: copper –gold
Ema : copper -gold



**ASX MEDIA RELEASE 29TH
JULY 2016**

**QUARTERLY ACTIVITIES, CASH
FLOW REPORTS FOR THE
QUARTER 1 APRIL TO 30 JUNE
2016.**

The company attaches its quarterly activities and cash flow reports.

**Activities Report for the
quarter ended 30 June 2016**

Activities for BBX Minerals Limited (ASX Code: BBX) during the quarter focused, through its wholly owned subsidiary Mineracao BBX do Brasil Ltda (BBX Brazil), on further advancing and resolving analytical issues at its Juma East gold project.

On 11th April 2016 BBX announced amalgamation results from the interval 180.00m to 299.44m of hole JED-006, testing the Guida target located within the highly prospective 10km-long Guida-Boia Velha structural trend. The interval tested represented the bottom 119.44m of the hole. Thirty-nine 4-metre composite samples and one 3.44m composite were amalgamated, using 1kg of pulverised sample for each amalgamation, and the gold precipitated and weighed.

The lowermost 47.44m returned a composite grade of 1.03g/t within an overall 119.44m intersection of 0.73g/t. JED-006 passed immediately below hole JED-004 where amalgamation results of 13.66 metres at 4.06g/t were previously obtained (media release of 1st February, 2016) and confirmed by fire assay after pre-treatment (media release 23rd March 2016). BBX advised that the results obtained by amalgamation should be regarded as minimum values, as only totally liberated gold grains form amalgam with mercury. The relationship between down-hole lengths and true widths is currently uncertain. However, preliminary interpretations suggest that the mineralised zone may be sub-vertical, indicating that true widths may be approximately 34% of down-hole lengths. Note that both holes JED-004 and 006 terminated within the mineralised zone which is open both at depth and up-dip.

On 23rd May 2016 BBX announced that ongoing testwork had confirmed the reliability of the previously announced analytical technique (media release of March 23, 2016) comprising a pre-oxidation step conducted at the Nomos laboratory, Rio de Janeiro followed by fire assay at the Intertek laboratory, Parauapebas. A series of tests has been conducted on the pulverised pulps from the 13.66m interval at the bottom of hole JED-004, which previously returned 4.06g/t by amalgamation and 4.58g/t by fire assay after pre-oxidation. The current tests included a replica of the previously reported pre-oxidation/fire assay methodology, returning a result of 3.70g/t Au and 0.16g/t Pd. Lower precious metal values were returned using alternative pre-treatment steps prior to fire assay. This result provides a sufficiently high level of confidence in the reliability of this technique to enable the initiation of re-assaying of previously assayed drill samples. Re-assaying of hole JED-006 was initiated at the end of the quarter. In parallel, testwork is continuing at Brazilian laboratories and research institutes in order to further fine-tune both analytical and recovery techniques for gold and other precious metals in the Juma East mineralisation.

BBX also announced that geological mapping and soil sampling was due to commence in early June over the areas of old gold workings at Ema and Tres Estados to define targets for a planned drilling programme in the second half of 2016. Additional soil sampling is also planned at Juma East along the Guida/Boia Velha trend during the third quarter of 2016.

Current Tenements Interests

| <u>All Tenements Owned by BBX Minerals Ltd</u> | <u>Area (Ha)</u> | <u>Percentage ownership</u> |
|---|------------------|------------------------------|
| DNPM Permit Number 7124/2013 - 880.115/2008 Location Brazil (Juma East) | 9492.79 | 100% Exploration Licences |
| DNPM Permit Number 7125/2013 - 880.116/2008 Location Brazil (Juma East) | 10,000 | 100% Exploration Licences |

| | | |
|---|------------------|---|
| DNPM Permit Number 7126/2013 - 880.117/2008 Location Brazil (Juma East) | 9641.77 | 100% Exploration Licences |
| DNPM Permit Number 7127/2013 - 880.129/2008 Location Brazil (Juma East) | 9307.47 | 100% Exploration Licences |
| DNPM Permit Number - 880.151/2014 Location Brazil (Juma East) | 662.15 | 100% Application for Exploration Licences |
| DNPM Permit Number - 880.107/08 Location Brazil (Ema) | 9839.91 | 100% Exploration Licences |
| DNPM Permit Number - 880.090.08 Location Brazil (Tres Estados) | 8172.25 | 100% Exploration Licences |
| DNPM Number 880.070/2007 Location Brazil | Eldorado do Juma | 75% Option held |
| DNPM Number 880.152/2012 Location Brazil (Under application) | Eldorado do Juma | 75% Option held |

Jeff McKenzie

CEO

BBX Minerals Ltd

+64 22 3421271

The information in this report relates to exploration results is based on, and fairly represents, information and supporting documentation prepared by Mr. Antonio de Castro who is a Member of the Australasian Institute of Mining and Metallurgy. BBX's Consulting Geologist Mr. Castro has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Castro consents to the inclusion in the report of the matters based on his information.

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

BBX Minerals Limited

ABN

82 089 221 634

Quarter ended ("current quarter")

30 June 2016

Consolidated statement of cash flows

| Cash flows related to operating activities | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|--|----------------------------|--|
| 1.1 Receipts from product sales and related debtors | | |
| 1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration | (116) | (849) |
| 1.3 Dividends received | | |
| 1.4 Interest and other items of a similar nature received | 1 | 3 |
| 1.5 Interest and other costs of finance paid | | |
| 1.6 Income taxes paid | | |
| 1.7 Other (Royalties Received) | | |
| Net Operating Cash Flows | (220) | (1,283) |
| Cash flows related to investing activities | | |
| 1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets | | |
| 1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets | | |
| 1.10 Loans to other entities | | |
| 1.11 Loans repaid by other entities | | |
| 1.12 Other (provide details if material) | | |
| Net investing cash flows | - | - |
| 1.13 Total operating and investing cash flows (carried forward) | (220) | (1,283) |

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

| | | | |
|------|--|-------|---------|
| 1.13 | Total operating and investing cash flows (brought forward) | (220) | (1,283) |
| | Cash flows related to financing activities | | |
| 1.14 | Proceeds from issues of shares, options, etc. | 8 | 1,042 |
| 1.15 | Proceeds from sale of forfeited shares | | |
| 1.16 | Proceeds from borrowings | - | 250 |
| 1.17 | Repayment of borrowings | | |
| 1.18 | Dividends paid | | |
| 1.19 | Other (Capital Raising Costs) | - | (31) |
| | Net financing cash flows | 8 | 1,261 |
| | Net increase (decrease) in cash held | (212) | (22) |
| 1.20 | Cash at beginning of quarter/year to date | 461 | 281 |
| 1.21 | Exchange rate adjustments to item 1.20 | (1) | (11) |
| 1.22 | Cash at end of quarter | 248 | 248 |

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

| | | Current quarter \$A'ooo |
|------|--|----------------------------|
| 1.23 | Aggregate amount of payments to the parties included in item 1.2 | 12 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | |

1.25 Explanation necessary for an understanding of the transactions

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

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

- 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

| | |
|--|--|
| | |
|--|--|

Financing facilities available

Add notes as necessary for an understanding of the position.

| | Amount available \$A'000 | Amount used \$A'000 |
|---------------------------------|-----------------------------|------------------------|
| 3.1 Loan facilities | 40 | - |
| 3.2 Credit standby arrangements | | |

Estimated cash outflows for next quarter

| | \$A'000 |
|--------------------------------|---------|
| 4.1 Exploration and evaluation | 100 |
| 4.2 Development | |
| 4.3 Production | |
| 4.4 Administration | 55 |
| Total | 155 |

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 | Previous quarter \$A'000 |
|---|----------------------------|-----------------------------|
| 5.1 Cash on hand and at bank | 248 | 461 |
| 5.2 Deposits at call | - | - |
| 5.3 Bank overdraft | - | - |
| 5.4 Other (held in Trust) | | |
| Total: cash at end of quarter (item 1.22) | 248 | 461 |

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

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 | DNPM Permit Number - 880.094/2014 Location Brazil (Pombos) | 100% | Nil |
| 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 | | | |
| 7.2 | <i>(description)</i> Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions | | | |
| 7.3 | +Ordinary securities | 246,253,208 | 246,253,208 | |
| 7.4 | Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs | 300,000 | \$0.025 | Nil |
| 7.5 | +Convertible debt securities | 22,726,750 | \$0.01 | Maturity 31 December 2016 |
| | <i>(description)</i> | | | |


Mining exploration entity and oil and gas exploration entity quarterly report

| | | | | | |
|------|---|------------|-----|-----------------------|--------------------|
| 7.6 | Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted | | | | |
| 7.7 | Options (description and conversion factor) | | | <i>Exercise price</i> | <i>Expiry date</i> |
| | | 6,000,000 | Nil | \$0.05 | 1 July 2017 |
| | | 16,900,000 | Nil | \$0.05 | 24 November 2017 |
| | | 33,547,146 | Nil | \$0.0125 | 1 March 2018 |
| | | 7,8044,250 | Nil | \$0.05 | 19 April 2018 |
| | | 10,750,000 | Nil | \$0.037 | 19 April 2017 |
| | | 10,750,000 | Nil | \$0.030 | 19 April 2020 |
| | | 75,000 | Nil | \$0.05 | 18 May 2018 |
| 7.8 | Issued during quarter | 7,8044,250 | Nil | \$0.05 | 19 April 2018 |
| | | 10,750,000 | Nil | \$0.037 | 19 April 2017 |
| | | 10,750,000 | Nil | \$0.030 | 19 April 2020 |
| | | 1,136,665 | Nil | \$0.0125 | 1 March 2018 |
| | | 75,000 | Nil | \$0.05 | 18 May 2018 |
| 7.9 | Exercised during quarter | | | | |
| 7.10 | Expired during quarter | | | | |
| 7.11 | Debentures (totals only) | | | | |
| 7.12 | Unsecured notes (totals only) | | | | |

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:


 (Director/Company secretary) CEO

Date: 29/7/2016

Print name:

J.B. McKenna

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.

== == == == ==