



**ASX Announcement**

31 July 2019

## **QUARTERLY ACTIVITIES, CASH FLOW REPORTS FOR THE QUARTER 1 APRIL 2019 TO 30 JUNE 2019**

### **Activities Report for the quarter ended 30 June 2019**

Activities for **BBX Minerals Limited (ASX Code: BBX)** during the quarter focused on the continued development of its analytical and extraction techniques for gold and PGM's at the Três Estados and Ema projects and on expediting the granting of trial mining licences at both projects.

On 11 June 2019 BBX announced the formal granting of the Ema trial mining licence, gazetted in the Amazonas state Government Gazette on June 7 (see figure 1 for location). The licence is valid until 3 March 2020 and can be renewed on an annual basis.

The Ema tenement is located approximately 30km's from the regional centre of Apui (population 20,000) with direct access to the trial mining area via a well-maintained gravel road (see figure 1). The trial mining licence allows BBX to mine 50,000 tonnes per annum, excluding overburden.

The Company is continuing to work with the authorities in finalising a land registration issue and to confirm the forestry reserve allocation to enable the granting of the Três Estados trial mining licence. BBX is expecting this issue to be satisfactorily resolved shortly.

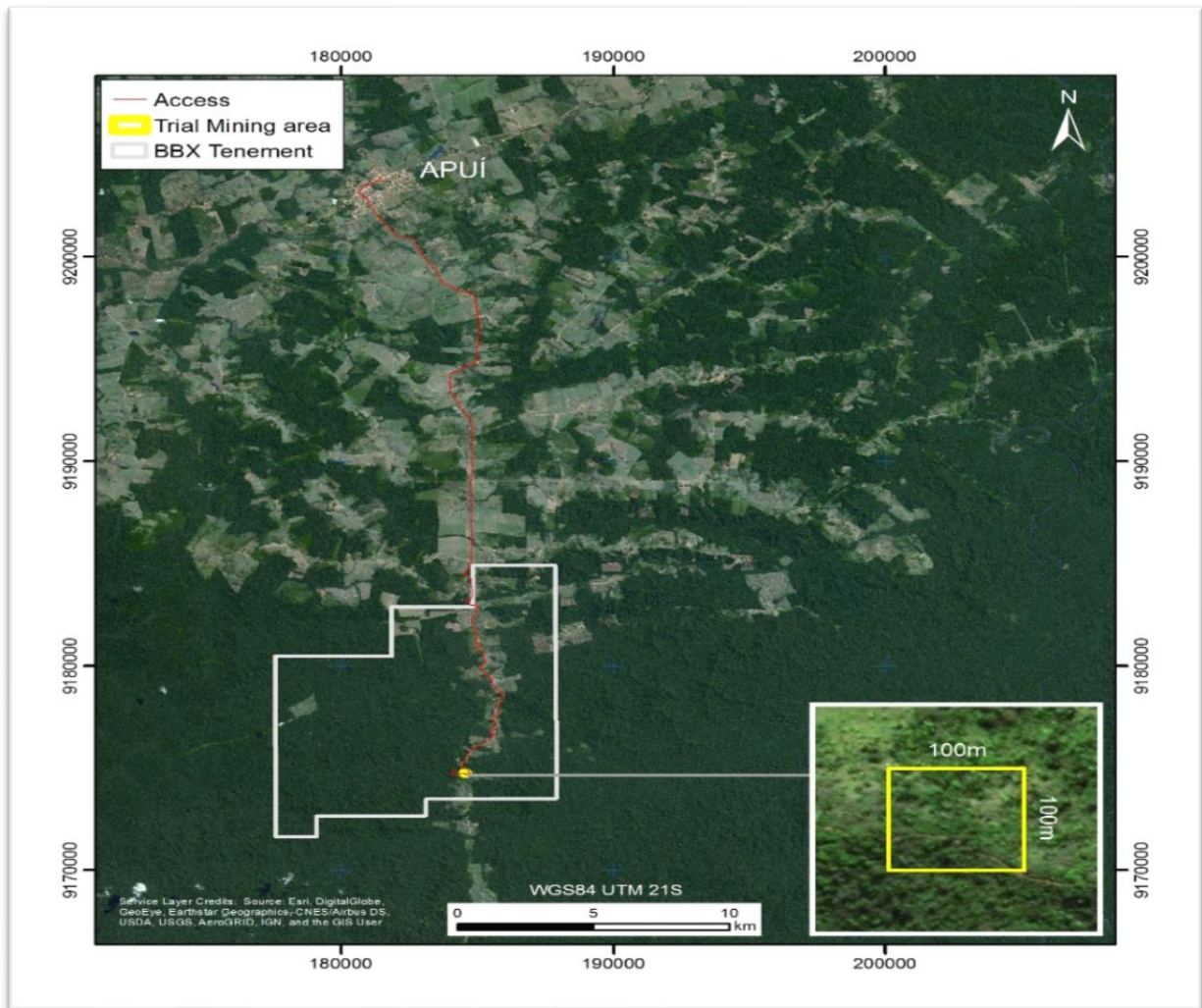


Fig 1 Location of Ema – Trial Mining Licence

### Senior Chemist

BBX appointed João Antônio Vilar da Silva as senior chemist, commencing 1 July 2019. Mr Vilar da Silva has over 30 years' experience with BP Minerals, New Steel and Vale and will be responsible for the continued development of the Company's extraction and assay techniques

### Juma East – Compensation Claim

BBX's claim, for compensation of R\$3,000,000 following the establishment of the Acari National Park, which was not contested by the Government is still currently under judicial review.

## Subsequent Events

### Corporate

On the 23rd July 2019 BBX announced it had received commitments to raise \$1,000,000 via a placement to existing sophisticated and institutional investors at 20 cents per share. Drake Special Situations LLC participated in the placement.

BBX will be issuing a total of 5,000,000 new shares under the Company's existing 15% capacity, with the placement to Drake subject to shareholder approval. The funds will be used for general working capital purposes associated with finalising the development of the assay technique, completing development of the metallurgical extraction process for Três Estados and Ema mineralisation, the design of a small pilot plant and for infill and extension drilling at Ema and Três Estados.

### For more information:

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### Current Tenement Interests

<u>All Tenements Owned by BBX Minerals Ltd</u>	<u>Area (Ha)</u>	<u>Percentage ownership</u>
DNPM Permit Number 880.151/2014 Location Brazil (Juma East)	662.15	100% Application for Exploration Licence
DNPM Permit Number 880.129/2008 Location Brazil (Juma East)	1374	100% Exploration Licence
DNPM Permit Number 880.185/16 Location Brazil (Juma East)	980	100% Exploration License
DNPM Permit Number 880.107/08 Location Brazil (Ema)	9839.91	100% Exploration Licence
DNPM Permit 880.184/16 Location Brazil (Ema)	9034	100% Exploration License
DNPM Permit Number 880.090.08 Location Brazil (Tres Estados)	8172.25	100% Exploration Licence
DNPM Permit Number 880.186/2014 Location Brazil (Pombos)	6998	100% Exploration Licence

## **About BBX Minerals Ltd**

BBX Minerals Limited (ASX: BBX) is a mineral exploration and mining company listed on the Australian Securities Exchange. Its major focus is Brazil, mainly in the southern Amazon, a region BBX believes is vastly underexplored with high potential for the discovery of world class gold and copper deposits.

BBX's key assets are the Três Estados and Ema gold prospects in the Apuí region, Amazonas State. The company has 58.1km<sup>2</sup> of exploration tenements within the Colider Group, a prospective geological environment for epithermal gold and Cu-Au porphyry deposits. The region is under-explored and has the potential to provide BBX with a pipeline of high-growth, greenfields gold discoveries.

## 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

BBX MINERALS LIMITED

### ABN

82 089 221 634

### Quarter ended ("current quarter")

30 JUNE 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9..months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(259)	(971)
(b) development	-	-
(c) production	-	-
(d) staff costs	(34)	(186)
(e) administration and corporate costs	(78)	(422)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	2
1.5 Interest and other costs of finance paid	-	(2)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(371)</b>	<b>(1,579)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(4)	(25)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9..months) \$A'000</b>
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 (provide details if material)	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(4)</b>	<b>(25)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of shares	-	1,038
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	-	(9)
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)	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>-</b>	<b>1,029</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	554	762
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(371)	(1,579)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(4)	(25)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	1,029
4.5 Effect of movement in exchange rates on cash held	(1)	(9)
<b>4.6 Cash and cash equivalents at end of period</b>	<b>178</b>	<b>178</b>

5. <b>Reconciliation of cash and cash equivalents</b> 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	178	554
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>178</b>	<b>554</b>

**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
34
-

**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
-
-

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	40	-
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.		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	250
9.2 Development	-
9.3 Production	-
9.4 Staff costs	60
9.5 Administration and corporate costs	180
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>490</b>

Cash flow expenditure for the next quarter is estimated at \$490,000, however on

23 July 2019 BBX Minerals announced that it had received commitments and raised \$1,000,000 through a placement of 5,000,000 fully paid ordinary shares at \$0.20 cents per placement share. The Company issued an Appendix 3B on 30 July 2019 for 4,585,000 shares with the balance to be settled after shareholder approval.

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				



**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: ..... Date: .31/07/2019.....  
(Director/Company secretary)

Print name: ...Jeff McKenzie.....

**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.