



## TOPTUNG LIMITED

ABN 12 118 788 846

Level 8, 46 Edward Street, Brisbane QLD 4000  
PO Box 15505, City East, Brisbane QLD 4002  
Australia

Tel: (07) 3232 3405 - Fax: (07) 3232 3499  
[info@toptung.com.au](mailto:info@toptung.com.au) - [www.toptung.com.au](http://www.toptung.com.au)

---

### **Quarterly Activities Statement**

*For the 3 months ending 31 March 2017 (Quarter)*

#### **COMPANY OVERVIEW**

TopTung Limited (**TopTung**) (**Company**) (ASX: **TTW**) is a mineral exploration company listed on the Australian Securities Exchange (**ASX**).

During the quarter the Company commenced drilling at its Torrington Tungsten and Topaz Project; completed a Rights Issue; and, commenced the topaz related fibre research at the UNSW School of Materials Science and Engineering on a sole-funding basis while waiting for the outcome of the ARC application for financial assistance lodged with the Federal Government.

See further detail in the Technical Activities Summary Report below.

#### **CAPITAL STRUCTURE AND CASH POSITION**

The Company's summarised capital structure at 31 March 2017 is as follows:

Issued fully paid ordinary shares:	153,247,653
Options (listed and unlisted):	Nil
Cash at Bank:	\$5.2 million

Shareholders and potential investors should also review the Company's Annual Report and audited Financial Report for the year ending 30 June 2016 and the audited Financial Report for the half-year ending 31 December 2016 to fully appreciate the Company's financial position.

Cash balances are placed on short-term deposit and are monitored on a month to month basis in order to ensure funds are available for the drilling and associated field based activities that commenced during the quarter.

#### **RIGHTS ISSUE**

During the quarter the Company completed a non-renounceable rights issue at \$0.035 per share. The issue was substantially oversubscribed and raised the maximum amount of \$1,340,917 (before costs) through the issue of 38,311,913 fully paid new shares in the Company.

## **TECHNICAL ACTIVITIES SUMMARY REPORT**

**Project:** The ASX announcement of 15 March 2017 'Torrington tungsten and topaz project update' was a complete report on the status of the Company to that date. As highlighted, adverse weather conditions severely hampered drilling and associated activities which commenced late January and the subsequent after effects of Cyclone Debbie meant that only two additional HQ diamond holes for 76m were completed before the end of March at the Wild Kate prospect. The ALS facilities in Brisbane were also temporarily closed due to flooding associated with the cyclone and no assays for the samples delivered on 15 March were received during the reporting period.

An updated report on the drilling programme will be issued to the ASX once the assays for the batch of over 400 samples delivered to the lab on Wednesday 15 March have been received and processed.

**UNSW Topaz Research:** The 31 March (first monthly) progress report from the UNSW against the milestones outlined in the amended (sole funded) topaz fibre research dated 22/02/2017, indicate that all have been met, namely:

- Furnace modifications for template production have been completed;
- All safety requirements and arrangements have been completed; and
- The thermal gradient across the tube furnace has been determined successfully.

According to the milestones for the second month, experiments on template formation will be undertaken.

**June Quarter:** Pending any further weather related delays, the majority of resource and exploration drilling within the REF areas should be completed.

For, and on behalf of, the Board of Directors of TopTung Limited,

Dr Leon Pretorius  
Executive Chairman  
TopTung Limited  
11 April 2017

### **For any enquiries please contact**

Martin Kavanagh on 0419 429 974, or

Leon Pretorius on 0419 702 616

## 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

TopTung Limited

### ABN

12 118 788 846

### Quarter ended ("current quarter")

31 March 2017

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	(316)	(471)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(84)	(329)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	23	89
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	4	24
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(373)</b>	<b>(687)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(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 – Security deposits	(1)	(11)
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(1)</b>	<b>(11)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	1,341	1,341
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	(24)	(24)
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</b>	<b>Net cash from / (used in) financing activities</b>	<b>1,317</b>	<b>1,317</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	4,234	4,558
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(373)	(687)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1)	(11)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,317	1,317
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>5,177</b>	<b>5,177</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	988	59
5.2 Call deposits (Term deposits with 30 day notice required to convert to cash)	4,189	4,175
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>5,177</b>	<b>4,234</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
86
-

Amounts paid to directors include salaries, superannuation, directors' fees and consulting 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
-
-

N/A

## 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	-	-
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.		

N/A
-----

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	(645)
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	(138)
9.6 Other (provide details if material)	
<b>9.7 Total estimated cash outflows</b>	<b>(783)</b>

<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	Nil			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	Nil			

### 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:

(Company secretary)

Date: 21 April 2017

Print name: Suzanne Yeates

### 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.