

# Greenvale Energy Limited

## Quarterly Activities Report March 2019

### ASX Release

29 April 2019

---

### Highlights

- Completion of the acquisition in the Gold Basin investment with drilling a drilling program for the purposes of establishing a maiden resourcing immediately
  - SRK continue to review radio frequency microwave simulations and re-assessing production levels
  - SRK also estimated an SRK has independently determined a Petroleum Resource Management System (PRMS, 2007) un-risked in situ Prospective Resource for the Alpha deposit and estimated that the potential extractable oil for the Alpha Deposit lower seam for each of the proposed well paths intersecting the lower seam to be a low of 9.2 to high with a best of 15.4 MMBls
- 

**Greenvale Energy Limited (ASX: GRV or the Company)** is pleased to provide the following update on its activities for the 31 March 2019 quarter (the “Quarter”):

### Gold Basin Project

The Company announced on the 18<sup>th</sup> February 2019 the completion of its 50.01% investment in a private company called Greenvale Gold Basin Pty Ltd. Greenvale Gold Basin Pty Ltd has a right to earn-in 50.1% in a new company who is to own 100% of the Gold Basin Project, after completing a drilling program and delivering a JORC Resource estimate.

The Gold Basin Project is located in the state of Arizona, United States of America.

Full particulars of the acquisition, including terms and structure is set out in the announcement dated 18 February 2019.

Upon completion of the acquisition, a drilling program consisted of 8000 feet of reverse circulation drilling was undertaken and this work was completed on 8 April 2019. All samples (totalling 1772) have been submitted to ALS Global in Reno for assay with all results are expected shortly. Once the results have been received and compiled, a JORC Resource will be completed.

At this stage, the resource is expected to be finalised by the end of June 2019. Once this has been done and on the basis that a JORC Resource is issued, Greenvale Gold Basin Pty Ltd will have met its obligations under the earn-in agreement and it will then own 50.1% in the Gold Basin Project.

### Alpha Project

The Company continues to undertake work on the Alpha oil shale project and has engaged SRK Consulting Australia to undertake this work on its behalf.

A market update on the work undertaken largely during the March 2019 quarter was announced on the 29 April 2019. Based on the work undertaken, SRK have been able to:

- independently determined a Petroleum Resource Management System (PRMS, 2007) un-risked in situ Prospective Resource for the Alpha deposit; and
- estimate the potential extractable oil for the Alpha Deposit lower seam for each of the proposed well paths intersecting the lower seam to be a low of 9.2 to high with a best of 15.4 MMBls.

### Funding

Given the level of spending on exploration activities, a decision in relation to funding of the Company is expected to be made next quarter.

### REGISTERED OFFICE

### Contact details

For further information, please contact:

#### **Vince Fayad**

Director and Company Secretary

Ph: 0414 752 804

E: [vince.fayad@vfastimates.com.au](mailto:vince.fayad@vfastimates.com.au)

## 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**

**GREENVALE ENERGY LIMITED**

**ABN**

54 000 743 555

**Quarter ended ("current quarter")**

March 2019

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(225)	(379)
(b) development		
(c) production		
(d) staff costs	(23)	(86)
(e) administration and corporate costs	(40)	(130)
1.3 Dividends received (see note 3)		
1.4 Interest received	4	11
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)		
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(284)</b>	<b>(584)</b>

**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

**Appendix 5B**  
**Mining exploration entity and oil and gas exploration entity quarterly report**

<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)	11	11
(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>11</b>	<b>11</b>

<b>3. Cash flows from financing activities</b>		
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)		
<b>3.10 Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</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	1,061	1,361
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(284)	(584)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	11	11
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5 Effect of movement in exchange rates on cash held	-	-
<b>4.6 Cash and cash equivalents at end of period</b>	<b>788</b>	<b>788</b>

<b>5. 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	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	588	25
5.2 Call deposits	200	1,036
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>788</b>	<b>1,061</b>

<b>6. Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1 Aggregate amount of payments to these parties included in item 1.2	23
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	

Payments made during the quarter were in relation to directors fees.

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1 Aggregate amount of payments to these parties included in item 1.2	22
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	

Payments made during the quarter were in relation to the provision of accounting and taxation services provided by a related party of the Company Secretary.

## 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	5
9.2 Development	-
9.3 Production	-
9.4 Staff costs	43
9.5 Administration and corporate costs	33
9.6 Other (Investment in the Gold Basin project)	326
<b>9.7 Total estimated cash outflows</b>	<b>407</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	EPM 25795 and EPM 25792	Direct ownership	Nil%	Nil%
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: 29 April 2019

Print name: Vince Fayad (Director and Company Secretary)

### **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.