

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Carbine Tungsten Limited

ABN

77 115 009 106

Quarter ended ("current quarter")

31 December 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter 31 December 2015 \$A'000	Year to date (6 months) 31 December 2015 \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	-	(7)
(b) development	(187)	(520)
(c) production	-	-
(d) administration	(188)	(453)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	6	23
1.5 Interest and other costs of finance paid	-	(20)
1.6 Income taxes paid	-	-
1.7 Other – tenement security deposits	-	-
– Research and Development Tax Offset	-	-
– Miscellaneous rebates and refunds	1	1
Net Operating Cash Flows	(368)	(976)
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 – Environmental Security Deposit	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(368)	(976)

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1.13	Total operating and investing cash flows (brought forward)	(368)	(976)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	554	554
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	(684)
1.18	Dividends paid	-	-
1.19	Other – Share issue costs	(5)	(5)
	Net financing cash flows	549	(135)
	Net increase (decrease) in cash held	181	(1,111)
1.20	Cash at beginning of quarter/year to date	525	1,817
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	706	706

Payments to directors of the entity and associates of the directors

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

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	78
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

1.23 – Executive director salary, consulting fees and reimbursement of expenses paid to directors or entities associated with directors at normal commercial rates.

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

In November 2015 the Company signed a Subscription Agreement to raise, in aggregate, \$2,000,000 before expenses from Lanstead Capital L.P. ("Lanstead") by way of a subscription for 80,000,000 ordinary shares at a price of \$0.025 per share. The Company has also entered into a Sharing Agreement with Lanstead such that the Company's economic interest will be determined and payable in 18 monthly settlement tranches as detailed in the placement announcement of 20 November 2015. The Company issued 40,000,000 ordinary shares to Lanstead on 20 November pursuant to the Tranche A placement and received \$150,000 from Lanstead in December 2015. \$850,000 remains invested in the Tranche A Sharing Agreement.

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

+ See chapter 19 for defined terms.

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 - Mitsubishi Corporation RtM Japan Ltd	686	686
3.2 Credit standby arrangements - Lanstead sharing agreement	850	150

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	-
4.2 Development	180
4.3 Production	-
4.4 Administration (including loan repayment and interest costs)	400
Total	580

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	605	23
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other – Bank Bills and Term Deposits	101	502
Total: cash at end of quarter (item 1.22)	706	525

Changes in interests in mining tenements

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

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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.

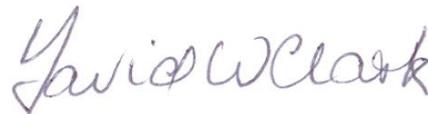
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	369,115,995	369,115,995	Fully Paid	Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	59,147,969	59,147,969	2.5 cents	2.5 cents
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	8,000,000	-	<i>Exercise price (cents)</i> 20 cents	<i>Expiry date</i> 12-Nov-17
7.8 Options Issued during quarter				
7.9 Options Exercised during quarter				
7.10 Options Lapsed during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

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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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:



Date: 29 January 2016

(~~Director~~/Company Secretary)

Print name:

David W. Clark

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 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, 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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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Schedule of Tenements as at 31 December 2015

Tenement Name	Number	Holder	Expiry	Comments
Queensland				
Mt Carbine	ML 4867 ML 4919	Carbine Tungsten Limited – Mineral Rights	31 Jul 2022 31 Aug 2023	Sub-Lease
Mt Carbine Extended	EPM14871	Carbine Tungsten Limited	12 Dec 2015	Renewal Application Lodged
Mt Holmes	EPM 14872	Carbine Tungsten Limited	12 Dec 2020	5 Year Renewal Term Granted

ML = mining licence
EPM = exploration permit

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