

28<sup>th</sup> April 2017

Board:

David Porter (Executive Director)

Brett Fraser (Non-Executive Chairman)

Jay Stephenson (Non-Executive Director)

Capital Structure:

2.52 Billion Shares

120 Million Options @ 0.17c exp 31/10/20

288 Million Options @ 0.17c exp 18/12/17

ASX Code:

BDI



## Quarterly Activities Report

### March 2017

- *Independent technical review undertaken across the Diakouli Joint Venture property.*
- *Work program currently being devised to test the potential of structural targets defined at Diakouli.*
- *Review portfolio of Western Australian Gold Projects presently underway*

#### **Diakouli Gold Project, Burkina Faso**

During the March 2017 quarter Blina initiated an independent review of technical data for the Diakouli Joint Venture property following the improved geopolitical situation in Burkina Faso. Based upon the results of the review Blina has applied through its joint venture partner Mr B Traore for a 3 year extension to the existing Diakouli exploration permit. Under the terms of the Diakouli Joint Venture, Blina has the right to earn an 80% interest in the exploration permit by spending US\$500,000 over a 4 year period. So far expenditure incurred by Blina amounts to approximately US\$370,000. In the coming months Blina intends to test a soil covered structurally complex dome area in interpreted mafic rocks in the central and northeast parts of the Diakouli exploration permit by a programme of auger drilling. The Diakouli permit covers a poorly exposed sequence of Birimian mafic rocks both diorite intrusive and basic volcanic rocks, sedimentary rocks and granitoid. A number of structures cross the permit and the area is considered prospective for gold.

Significantly, the two million ounce Natougou gold deposit is located 20 km to the south of the Permit and appears to be located on a flat dipping north-northwest trending structure on the margin of a dome structure in mafic host rocks.

An initial soil sampling program completed some years ago revealed a gold-in-soil anomaly. The anomaly was not well defined and a more detailed soil sampling program comprising some 3,577 samples was completed. The spacing of the program was sample lines 400 m apart with a sample taken every 80 m. The soil samples were assayed by bulk leach extractable gold ("BLEG") with a detection limit of 1 ppb. The sampling identified nine low to high level gold-in-soil anomalies. The soil sampling provided a useful first-pass assessment of the area. However, about 80% of the tenement is covered with transported soil where soil sampling may have been ineffective. Transported soil commonly masks the geochemical signature of the bedrock, which is the target for gold mineralisation. Soil penetrating exploration methods, such as auger drilling, will be required to properly explore for bedrock gold mineralisation. Particularly, the northeast area of the permit has a circular magnetic feature reminiscent to that of the nearby Natougou gold deposit. This area is covered by transported soil and represents a prime exploration target.

Modelling of the geophysical data was undertaken and have revealed mafic lithologies in the central third of the tenement that curve from a north-easterly strike to a more easterly strike in the north of the permit. Further interpretation of the geophysical data has revealed two target areas for follow-up. One of these comprises an interpreted northerly dipping structure within probably mafic rocks, which may represent an analogous setting to that of the Natougou. The other geophysical target is an interpreted northeast trending shear zone. Both structures lie between a circular diorite intrusive to the southeast and a circular structure to the northwest.

Currently the extension of the Diakouli Exploration Permit for a further 3 years is still pending which has delayed the start of an auger drilling programme of 5,000 metres to test the target areas which had been planned for the March Quarter.

## **Project Generation Work**

During the March Quarter Blina continued to assess mineral projects in Australia and overseas. Copper projects in New South Wales and South Australia; a cobalt project in North America; cobalt projects in DR Congo; and gold projects in Western Australia were all assessed with a view to joint venture or acquisition.

At this stage due diligence and commercial negotiation with respect to a Western Australian gold portfolio is incomplete.

## **Contact**

For further information please contact

### **David Porter**

*Executive Director*

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## **Competent Persons Statement:**

The information in this announcement that relates to the Exploration Results is based on information compiled and fairly represented by Mr Robert Jewson, who is a Member of the Australian Institute of Geoscientists and a consultant to Blina Minerals NL. Mr Robert Jewson has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, 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 Robert Jewson consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

# Appendix 5B

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

ntroduced 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

**BLINA MINERALS NL (BDI)**

ABN

**25 086 471 1007**

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 and evaluation (includes rehabilitation)	(34)	(125)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(50)	(167)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	5
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other:		
(a) Legal Settlement	-	175
(b) Legal costs related to 1.8(a)	(3)	(92)
(c) Refund of rehabilitation bonds	-	36
<b>1.9 Net cash from / (used in) operating activities</b>	<b>( 86)</b>	<b>(168)</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	-	-
2.2 Proceeds from 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>-</b>	<b>-</b>

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9 Months) \$A'000</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>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of quarter/year to date	419	501
4.2 Net cash from / (used in) operating activities (item 1.9 above)	( 86)	(168)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	-	-
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 quarter</b>	<b>333</b>	<b>333</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	53	48
5.2 Call deposits	280	371
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter</b> (should equal item 4.6 above)	<b>333</b>	<b>419</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		41
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	Directors salary, fees, superannuation, and exploration consultancy, related to the current and prior quarter.	
<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		21
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	Payment to companies associated with a Director in relation accounting services and corporate services, related to the current and prior quarter.	

<b>8. Financing facilities available</b> Add notes as necessary for an understanding of the position	<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.		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	64
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	50
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>114</b>

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter %	Interest at end of quarter %
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.



Signed: \_\_\_\_\_ Dated: Friday, 28 April 2017  
 Company Secretary

Print name: Julia Beckett

**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 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 standard applies 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.