



# CONDOTO PLATINUM

27<sup>th</sup> January 2016

QUARTERLY ACTIVITY REPORT – December 2015

ASX Symbol: **CPD**

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## BOARD OF DIRECTORS AND MANAGEMENT

Mr William Hayden  
Non-Executive Chairman

Mr Andrew Johnstone  
Executive Director

Mr Nicholas Raffan  
Non-Executive Director

Mr Jay Stephenson  
Company Secretary

## ISSUED CAPITAL

Shares on Issue:	80,722,750
Unlisted Options:	8,660,000

## HIGHLIGHTS

- **Small Private Placement to Sophisticated Investors successfully raised \$AUD 355,179 before costs, fully subscribed.**
- **Novita camp refurbishment completed and camp now fully operational.**
- **Significant opportunity in line with Condoto's Colombian business plan, currently being assessed.**
- **Colombian Peace Agreement on track for March 2016 deadline.**

## Summary

Condoto Platinum NL ("CPD", "the Company" or "Condoto") announced during the December Quarter it raised before costs \$AUD 355,179. The capital raising was fully subscribed and the new funds will be used for working capital as Condoto works hard to generate cash flow from its Novita operations.

Leading up to Christmas 2015 Condoto continued alluvial exploration/prospecting in the vicinity of Novita township and proximal to existing local alluvial mines in an effort to locate new areas that can support alluvial mining. Condoto carried on discussions with existing miners to assist with their operations and possibly form Joint venture style relationships.

During refurbishment and testing of the mobile trailer mounted alluvial gold extraction unit, Novita staff found a tear in the concentrator band and a new one was ordered from the United States. This hampered Condoto's testing and assessment plans during the quarter. Positively the time has been used to further improve the camp as well as the gold processing facilities. And focus on relationships in the area so that CPD can accelerate assessment of prospects around Novita in the first Quarter of 2016.

Peace talks in CUBA between the FARC and Colombian government ramped up in November 2015. Considerable positive news is now being publically reported in relation to the talks, including comments about having a comprehensive peace agreement drafted by 23 March 2016. Additionally the UN has agreed to a joint request by the FARC and the Colombian Government to oversee the disarmament and implantation of the peace agreement. It is reported by independent conflict monitoring group NGO CERAC that current conflict levels in Colombia are at their lowest point for over 50 years.



Figures 1 and 2: New inline filters added to Gemini Tables. Small Knelson concentrate serviced, new sluce fabricated. Gold processing plant wet floor now sealed and painted, recycling tanks pumps and filters all operational.

### Novita Operations

With improved local stability during 2015 the Novita camp and gold processing facilities have been re-established, during the December Quarter the camp was declared fully operational, including the newly reconstructed gold processing/extraction plant formally located at the nearby Evelio Mine.

Condoto's permanent presence at Novita is now delivering opportunities that have the potential to provide sustainable revenue streams to the company. The Novita Camp/Compound and gold processing facilities are unique in the region and when combined with Condoto's exclusive agreement with the Novita Higher Community Council (an area of 105,975 ha), places Condoto in an excellent position to do business in the area.

As evidence of this, Condoto has been approached by a number of groups over the past 9 months interested in doing business with Condoto in the region and it is apparent that these approaches are largely due to Condoto's established presence at Novita. Importantly, during the quarter a new significant opportunity was presented to Condoto that has warranted further assessment and management time, when and if appropriate Condoto will make public its position on this opportunity. Any new opportunities need to fit with

Condoto's current business strategy to become a local precious metals producer and refiner.

Australian Directors have continued regular visits to Colombia and the Novita Camp in October, November and December 2015. Administrative changes made in the previous Quarter are working well and allowing more streamlined delivery of funds to the Novita camp for refurbishment and operations.

During the Quarter, formal talks in Cuba between the FARC and Colombian government ramped up in an effort to finalise a comprehensive Colombian Peace Agreement by 23 March 2016. Public information relating to the talks seems positive and the UN also passed a resolution in January to become involved in the implementation of the agreement, following a joint request by the FARC and Colombian government in late 2015. Condoto continues to regularly speak with the local army/military stationed directly behind the Novita compound, and their presence is a comforting benefit to Condoto as gold processing is established over the coming months.



Figures 3 and 4: Adding a new platform for extra camp water storage. Novita camp/compound with helicopter pad in foreground, photo taken from Colombian Army Base located on ridges behind the camp.

Focus over the coming quarter will be: to get the mobile plant working and begin bulk sample test work around Novita to identify best areas to focus on; Secure licences and permits to buy, export and sell gold and precious metals; Finalise discussions/terms with local Novita miners for toll treating ore.

#### *Competent Person Statement*

*The information in this document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Andrew Johnstone, who is a Member of the Australian Institute of Geoscientists. Mr Andrew Johnstone has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Andrew Johnstone who is a Director of the Company, consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*This release may contain forward-looking statements. Certain material factors or assumptions were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information. Actual values, results or events could differ materially from any conclusion, forecast or projection expressed or implied in the forward-looking*

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

**CONDOTO PLATINUM NL (CPD)**

ABN

**42 131 213 824**

Quarter ended ("current quarter")

**31 December 2015**

### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 Months) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration & evaluation	(101)	(170)
(b) development	-	-
(c) production	-	-
(d) administration	(113)	(239)
1.3 Dividends received	-	
1.4 Interest and other items of a similar nature received	1	2
1.5 Interest and other costs of finance paid	-	
1.6 Income taxes paid	-	
1.7 Other	-	-
<b>Net Operating Cash Flows</b>	<b>(213)</b>	<b>(407)</b>
<b>Cash flows related to investing activities</b>		
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 (reimbursement of deposit paid)	-	-
<b>Net Investing Cash Flows</b>	<b>-</b>	<b>-</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(213)</b>	<b>(407)</b>

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(213)	(407)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc. net of costs	340	340
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	<b>Net financing cash flows</b>	340	340
	<b>Net increase (decrease) in cash held</b>	127	(67)
1.20	Cash at beginning of quarter/year to date	277	471
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	404	404

**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	54
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors Fees, Superannuation and reimbursement of costs incurred on behalf of the Company.

**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

NIL

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

NIL

### 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	-	-
3.2 Credit standby arrangements	-	-

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	40
4.2 Development	-
4.3 Production	-
4.4 Administration	80
<b>Total</b>	<b>120</b>

### 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	404	277
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>404</b>	<b>277</b>

### Interests in Mining Tenements

*Disclosure in accordance with ASX Listing Rule 5.3.3*

6.1	<b>Project/ Tenements</b>	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
	JAL 16261	Colombia	100%	-	-
	JAL 16301	Colombia	100%	-	-
	JAL 14162	Colombia	100%	-	-

6.2	<b>Farm-in Agreements / Tenements</b>	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

6.3	<b>Farm-out Agreements / Tenements</b>	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

### 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 <b>Preference *securities</b> <i>(description)</i>	-	-		
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-		
7.3 <b>*Ordinary securities</b>	80,722,750	80,722,750		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	16,144,500	16,144,500	2.2 cents	2.2 cents
7.5 <b>*Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>	910,000		<u>Exercise price \$</u> \$0.80	<u>Expiry date</u> 18.04.2016
	350,000		\$0.10	01.12.2016
	1,750,000		\$0.02	01.11.2017
	2,650,000		\$0.0293	31.10.2018
	1,500,000		\$0.04	31.10.2018
	1,500,000		\$0.06	31.10.2018
7.8 Issued during quarter	2,650,000		\$0.0293	31.10.2018
	1,500,000		\$0.04	31.10.2018
	1,500,000		\$0.06	31.10.2018
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	500,000		\$0.47	31.10.2015
	1,000,000		\$0.70	16.11.2015
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <i>(totals only)</i>				



## **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 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: ..... Date: 27 January 2016  
(Company secretary)

Print name: Jay Stephenson

### **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 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report.
- 5 Accounting Standards ASX will accept, for example, the use of International Financial Reporting 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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