



29th April 2016

QUARTERLY ACTIVITY REPORT – March 2016

ASX Symbol: **CPD**

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BOARD OF DIRECTORS AND MANAGEMENT

Mr William Hayden
Non-Executive Chairman

Mr Miguel Palomino
Director

Mr Andrew Johnstone
Executive Director

Mr Nicholas Raffan
Non-Executive Director

Mr Jay Stephenson
Company Secretary

ISSUED CAPITAL

Shares on Issue: 125,722,750
Unlisted Options: 7,750,000

HIGHLIGHTS

- **Acquisition of GPS Metals Group completed post quarter after successful shareholder vote on 22nd April 2016.**
- **GPS is a specialist precious metal smelter, refiner and manufacturer producing platinum, gold, palladium and silver crucibles, foils, pellets, wires, sputtering targets and other precious metal products.**
- **Commissioning of GPS Metals Group Cali smelter, refinery and manufacturing facility began during quarter.**
- **Smelting at the Cali facility is expected to produce a cash flow to Condoto which will initially be utilised to grow smelting, refining and manufacturing activities and fund exploration in the Novita/Condoto/Tado districts of the Choco Department.**
- **A new potential JV area north of Novita was identified during the quarter and post quarter Condoto began preliminary assessment of the site with a view to beginning exploration for high grade alluvial precious metals.**
- **Issue of \$400,000 convertible note priced at 3 cents per share with a 6% coupon rate, and a 12 month conversion period, to provide working capital during acquisition of GPS Metals Group.**
- **Colombian peace talks are in progress and gaining traction towards a positive outcome.**

Summary

Condoto Platinum NL ("CPD", "the Company" or "Condoto") announced during the March Quarter it entered into an agreement to acquire the GPS Metals Group ("GPS") through the issue of 45,000,000 Condoto shares to be voted on by shareholders on the 22 April 2016. Post quarter, shareholders voted positively for the acquisition along with: proposed name change from Condoto Platinum NL to Noble Metals Limited; addition of new board member Mr Miguel Palomino; and approval of Condoto's ability to raise additional funds if needed over the coming months.



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During the quarter GPS Metals Group began commissioning the smelting function of the Cali precious metals smelting, refining and manufacturing facility ("Cali facility", "Cali"), this included conducting a number of gold pours. Condoto will report further to the market as smelting activities grow and begin to produce cash flows. In time it is hoped cash flows from Cali facility will be able to completely fund capital requirements of Condoto Platinum NL including exploration and other activities being undertaken at and around Novita.

In February Condoto issued a \$400,000 convertible note priced at 3 cents, with a 6% coupon rate and a 12 month conversion period. The pricing was at a slight premium to Condoto share price at the time. The funds were required for working capital during the acquisition period of GPS Metals Group. It is hoped cash flow from GPS Metals Group, in time, will be able to meet and then exceed the capital requirements of the company. All Condoto's capital raising activities in 2015 and 2016 have been priced at a premium to the trading share price at the time.

During the March quarter Condoto initiated exploration/prospecting activities in the vicinity of Novita for the first time in nearly 3 years. Condoto has gained initial access to a fully licenced and 100% owned area of land north of Novita, where an agreement is being drafted to explore the for alluvial precious metals. Condoto plans to systematically explore the area with its now fully operational mobile concentrating plant.

Condoto has also continued discussions with existing miners closer to Novita to assist with their operations and possibly form joint ventures in the future. Additionally Condoto expects to begin precious metal processing and buying during the June quarter.

Peace talks in Cuba between the FARC and Colombian government continue to deliver positive news and the next round of talks began on 21 April 2016. Unfortunately the March 23 deadline for finalising the whole agreement was missed, however four of the six accords in the agreement have been signed and only two remain to be agreed and signed.

In March it was reported that the ELN, Colombia's second largest rebel group will begin peace talks in Ecuador in May 2016. This is very positive for the peace process as up until now the ELN had not officially joined the peace negotiations.

Australian directors have continued regular visits to Colombia during the quarter, especially in view of the GPS acquisition. Administrative changes following shareholder approval of the GPS acquisition are underway and will streamline funds delivery and accounting in Colombia, From May 2016 onwards management of Colombian operations, including Novita, will be conducted from Cali.

June 2016 Quarter

Focus over the coming quarter will include: Growing smelting business and begin refining and manufacturing in Cali; Complete exploration on new prospect north of Novita; Begin precious metal buying activities in Novita; Continue to assess new exploration mining opportunities in the Novita area and surrounding district.

Cali Refinery, Smelter and Manufacturing Facility (CALI)

On March 11th GPS Metals Group commissioned the smelting function of the Cali precious metals smelting, refining and manufacturing facility, which included initial smelting/gold pours for third party customers. Subsequently, the Cali facility has recorded its first revenues following the signing of its first smelting agreement.

Condoto intends to release regular updates as the Cali facility becomes fully functional.



Fig 1: Smelting equipment being readied for use, at Cali smelter, refining and manufacturing facility

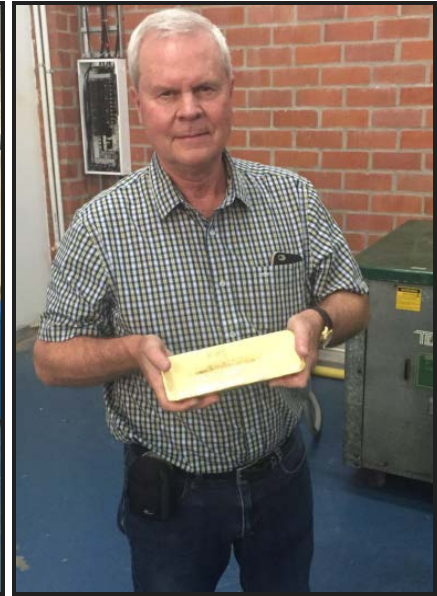


Fig 2: Chairman, Bill Hayden holding first gold bar produced from Cali facility.



Fig 3: Section of refining circuit being installed at Cali facility

Novita Exploration, Mining and Processing Operations (NOVITA)

As reported in the December quarter Condoto has been approached by a number of groups interested in doing business with Condoto both in the vicinity of Novita and the surrounding district. This follows re-establishment of the Novita camp/compound and mineral processing facility at Novita.

In March Condoto became aware of an area of land prospective for hi grade alluvial precious metals north of Novita, the area is fully licenced and 100% owned. Condoto visited the site post quarter and following the visit is now in discussions with the owners to start exploration over the area.

Condoto plans to assess the area by taking small bulk samples and using its newly refurbished mobile concentrator (Figures 4 and 5) to determine the precious metals concentration per cubic meter. This testing will be on a 100x 100m grid and include multiple samples at different depths for each sample site. Material from the mobile concentrating plant will then be further processed at Novita in the mineral processing facility before being sent to Cali for final analysis. The new Cali smelter, refinery manufacturing facility has an ISO compliant lab for assessing precious metal compositions and grades.



Figures 4 and 5: Newly refurbished mobile concentrating plant being tested at Novita in February 2016

Competent Persons 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 March 2016

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (9 Months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration & evaluation	(273)	(443)
(b) development	-	-
(c) production	-	-
(d) administration	(55)	(294)
1.3 Dividends received	-	
1.4 Interest and other items of a similar nature received	1	3
1.5 Interest and other costs of finance paid	-	
1.6 Income taxes paid	-	
1.7 Other	-	-
Net Operating Cash Flows	(327)	(734)
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 (reimbursement of deposit paid)	-	-
Net Investing Cash Flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(327)	(734)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(327)	(734)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc. net of costs	-	340
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	400	400
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	400	740
	Net increase (decrease) in cash held	73	6
1.20	Cash at beginning of quarter/year to date	404	471
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	477	477

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	100
4.2 Development	-
4.3 Production	-
4.4 Administration	50
Total	150

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	477	404
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	477	404

Interests in Mining Tenements

Disclosure in accordance with ASX Listing Rule 5.3.3

6.1	Project/ Tenements	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	Farm-in Agreements / Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

6.3	Farm-out Agreements / Tenements	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 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	80,722,750	80,722,750		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
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>	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				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <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: 29 April 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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