



MOLOPO ENERGY LIMITED

Quarterly Report

For the 3 months ended 31 March 2017

Molopo Energy Limited (“Molopo” or the “Company”) presents its quarterly report for the three months ended 31 March 2017.

Board

The following board changes during the quarter were as follows:

Yaniv Stern – resigned 27 February 2017.

Wayne Trumble – appointed independent non-executive director 27 February 2017.

Alexandre Gabovich – appointed 27 February 2017; and appointed Managing Director on 8 March 2017.

Samantha Tough – resigned 31 March 2017.

Capital:

The Company holds \$66.9M in cash reserves at the end of the quarter, earning interest revenues during the quarter of \$293K from treasury management of \$57.6M held on term deposit. The Company continued to minimize expenditure whilst conserving capital to maintain shareholder value.

Legal:

With respect to the legal actions in Canada concerning the Company and Molopo Energy Canada Ltd. (“MECL”), a wholly owned subsidiary of the Company, during the quarter the Company was successful in having one action discontinued by the Plaintiff, 3105682 Nova Scotia ULC. The Board continued to manage the legal action however it will not be until August 2017 at the earliest before a trial date can be requested and a possibly a further year before a trial date is set for the matter to be resolved in Court. Attempts to agree an alternate resolution to this matter with the Plaintiff have, to date, not been successful.

Company Strategy:

Molopo continues to assess opportunities in the oil & gas sector. During the quarter, the Company continued extensive discussions with a number of selected investment candidates globally with a view to invest into assets in low political and economic risk environments.



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Corporate:

The Company received a S249D requisition notice from a shareholder, Keybridge Capital Limited, calling for a general meeting of shareholder to seek removal of the board and appoint three nominees to the Molopo Board. The board composition, as requested by Keybridge, will be considered at the upcoming annual general meeting to be held on Tuesday, 30 May 2017.

Following the end of the March quarter, Molopo submitted an application to the Takeovers Panel to consider whether Keybridge Capital Limited and Aurora Funds Management Limited are associates. The application is being considered by the Takeovers Panel.

MOLOPO ENERGY LIMITED

For further information, please contact:

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This media release contains certain forward-looking statements. These statements relate to future events or future performance of the Company. When used in this media release, the words "may", "would", "could", "will", "intend", "plan", "anticipate", "believe", "estimate", "predict", "seek", "propose", "expect", "potential", "continue", and similar expressions, are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties, and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. Such statements reflect the Company's current views with respect to certain events, and are subject to a number of risks, uncertainties and assumptions. Many factors could cause Molopo's actual results, performance, or achievements to materially differ from those described in this media release. Should one or more of these risks or uncertainties materialize, or should assumptions underlying forward-looking statements prove incorrect, actual results may vary materially from those described in other public disclosures made by the Company or this media release as intended, planned, anticipated, believed, estimated, or expected. Furthermore, statements relating to "reserves" or "resources" are deemed to be forward-looking statements, as they involve the implied assessment, based on certain estimates and assumptions that the resources and reserves described can be produced profitably in the future. The forward-looking statements contained in this media release are expressly qualified in their entirety by this cautionary declaration. These statements speak only as of the date of this media release. The Company does not intend and does not assume any obligation, to update these forward-looking statements to reflect new information, subsequent events or otherwise, except as required by law.

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

MOLOPO ENERGY LIMITED

ABN

79 003 152 154

Quarter ended ("current quarter")

31 March 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	0	0
1.2 Payments for		
(a) exploration & evaluation	0	0
(b) development	0	0
(c) production	0	0
(d) staff costs	(165)	(165)
(e) administration and corporate costs	(104)	(104)
1.3 Dividends received (see note 3)	0	0
1.4 Interest received	292	292
1.5 Interest and other costs of finance paid	0	0
1.6 Taxes paid/received	4	4
1.7 Research and development refunds	0	0
1.8 Other (legal expenses)	(194)	(194)
1.9 Net cash from / (used in) operating activities	(166)	(166)
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		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2.2 Proceeds from the 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)		
2.6 Net cash from / (used in) investing activities	0	0

3. Cash flows from financing activities		
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)		
3.10 Net cash from / (used in) financing activities	0	0

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	67,449	67,449
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(166)	(166)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	0	0
4.4 Net cash from / (used in) financing activities (item 3.10 above)	0	0
4.5 Effect of movement in exchange rates on cash held	(400)	(400)
4.6 Cash and cash equivalents at end of period	66,883	66,883

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	9,310	10,143
5.2 Call deposits	7	3
5.3 Bank overdrafts	0	0
5.4 Other (Term Deposits)	57,566	57,303
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	66,883	67,449

6. Payments to directors of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	165
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	0
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Directors fees, superannuation payments

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	0
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	0
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

None

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	0	0
8.2 Credit standby arrangements	0	0
8.3 Other (please specify)	0	0
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.		

None

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	0
9.2 Development	0
9.3 Production	0
9.4 Staff costs	120
9.5 Administration and corporate costs	120
9.6 Other (Legal expenses)	350
9.7 Total estimated cash outflows	590

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.



Sign here:
(Company secretary)

Date: 28th April 2017

Print name: Andrew Metcalfe

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.