

## Quarterly Report for June 2018

### Highlights

#### ASX ANNOUNCEMENT

31 July 2018

Australian Securities  
Exchange Code: RND

**Board of Directors:**  
Mr Otakar Demis  
*Chairman and Joint Company  
Secretary*

Mr Anton Billis  
*Managing Director*

Mr Gordon Sklenka  
*Non-Executive Director*

Mr Roland Berzins  
*Joint Company Secretary*

- During the quarter, 244,417 tonnes of EKJV ore were processed at the Kanowna Plant.
- 25,902 oz of gold and 4,294 oz of silver were credited to Rand and Tribune Bullion Accounts.  
**(Rand's share is 25%)**
- At the end of the quarter;

EKJV STOCKPILES				
ROM pad	Ore Source	Ore	Grade	Rand's Entitlement
		t	g/t Au	%
Raleigh	Raleigh	1,315	11.65	12.50
Raleigh	Raleigh Mineralised Waste	58,685	0.79	12.50
Rubicon	Pegasus, Rubicon & Hornet	12,662	2.25	12.25
Rubicon	Pegasus, Rubicon & Hornet Low Grade	2,965	1.88	12.25
Rubicon	Pegasus, Rubicon & Hornet	143,845	4.92	12.25
Rubicon	Pegasus, Rubicon & Hornet Low Grade	66,837	1.88	12.25
Kanowna Belle	Raleigh	8,740	9.52	12.50
Kanowna Belle	Raleigh Low Grade	11,490	2.50	12.50
Kanowna Belle	Pegasus, Rubicon & Hornet	4,499	4.66	12.25
Kanowna Belle	P/R/H Low Grade	-	-	12.25

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ABN: 41 004 669 658

## GEOLOGY AND MINING

### EAST KUNDANA JOINT VENTURE

#### Raleigh Underground Mine Production

Stope production from the 5966-TL, 5932, 5915, 5898, 5882, 5864 and 5614 levels and the Crown Pillar at Raleigh continued during the quarter.

Contained gold in stope development and stope ore mined during the quarter, estimated by grade control face chip sampling, is tabulated below:

<b>RALEIGH UNDERGROUND GRADE CONTROL ESTIMATES</b>			
<b>Month</b>	<b>Tonnes</b>	<b>Grade</b>	<b>Ounces</b>
	<b>t</b>	<b>g/t</b>	<b>troy oz</b>
April	21,427	11.57	7,970
May	23,250	6.70	5,006
June	29,016	11.65	10,865
<b>June 18Q</b>	<b>73,693</b>	<b>10.06</b>	<b>23,841</b>
March 18Q	81,666	6.24	16,378

#### Rand's Entitlements (12.5%)

<b>June 18Q</b>	<b>9,212</b>	<b>10.06</b>	<b>2,980</b>
March 18Q	10,208	6.24	2,047

#### Raleigh Underground Mine Development

At the end of the quarter, the bottom of the Raleigh Decline is at 5618 m RL, 727 m from the surface and the bottom of the Raleigh Exploration Drive is at 5978 m RL, 367 m from the surface.

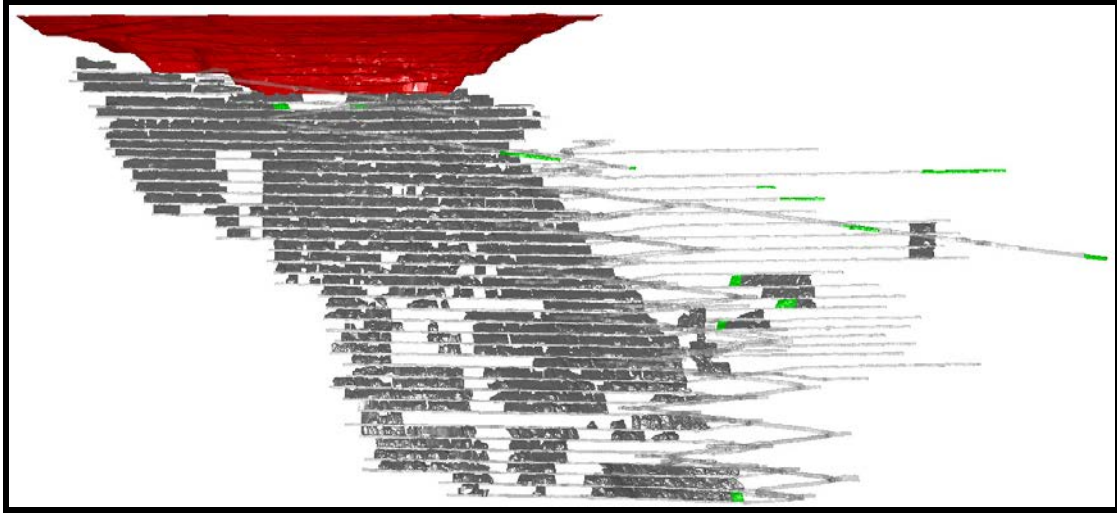
Development progressed on the 6102, 6085, 6067 and 6034 levels.

<b>RALEIGH UNDERGROUND DEVELOPMENT</b>					
<b>Month</b>	<b>Capital</b>		<b>Operating</b>		
	<b>Decline (m)</b>	<b>Secondary (m)</b>	<b>Waste (m)</b>	<b>Ore (m)</b>	<b>Paste Fill (m)</b>
April	0.0	174.2	0.0	189.2	64.0
May	0.0	242.0	0.0	131.0	25.0
June	0.0	166.5	8.6	197.5	5.0
<b>June 18Q</b>	<b>0.0</b>	<b>582.7</b>	<b>8.6</b>	<b>517.7</b>	<b>94.0</b>
March 18Q	0.0	340.0	36.3	920.5	82.0

The diagrams below show the status of the mine at the end of each month of the quarter.

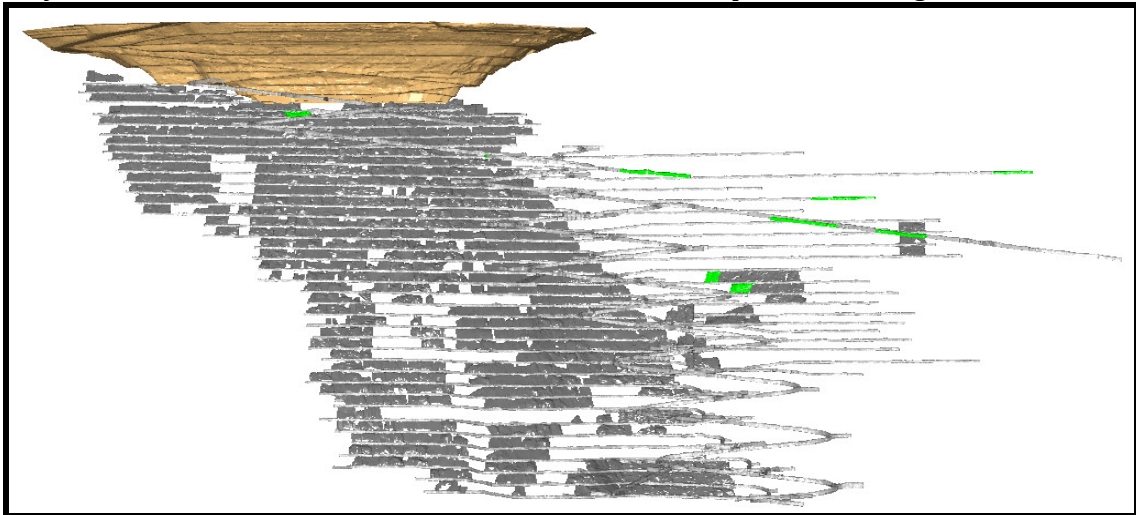
**April 18**

Green indicates new development at Raleigh



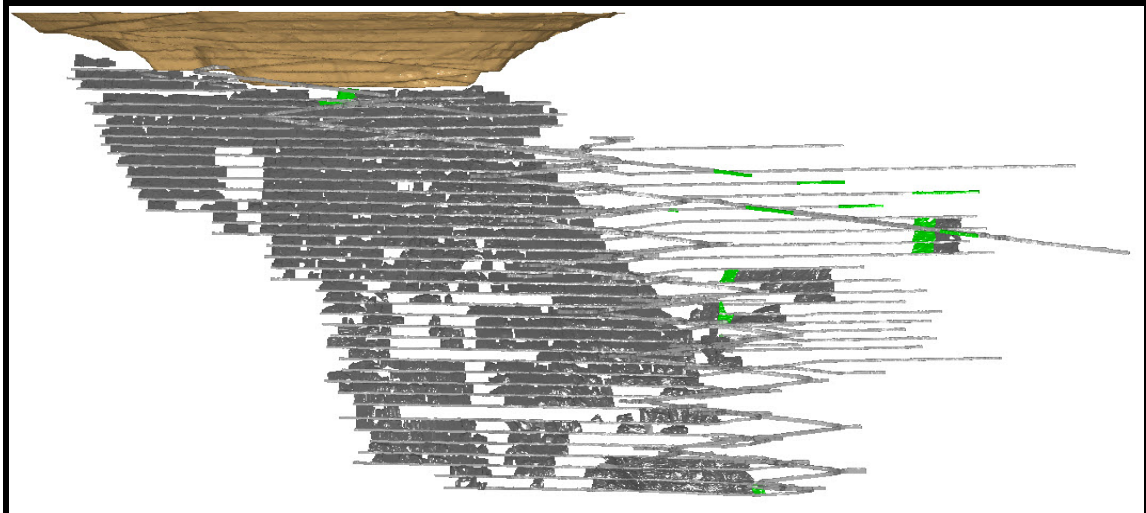
**May 18**

Green indicates new development at Raleigh



**June 18**

Green indicates new development at Raleigh



Mine operating costs, incurred by the EKJV during the June 18 Quarter were \$88 per tonne mined or \$271 per ounce mined compared with the March 18 Quarter costs of \$104 and \$518 respectively.

### Rubicon Underground Mine Production

Development progressed on the 5855 to 5815 levels at Rubicon, on the 5745 level at Hornet and the 5890 to 5830, and Poda 6200 levels at Pegasus. Stope production from the Rubicon 5975 to 5855 levels, the Hornet 5945, 5865 to 5765 levels and the Pegasus 6230 to 6190, 6150, 6130 and 5970 to 5870 levels continued during the quarter.

Contained gold in stope development mined during the quarter, estimated by grade control face chip sampling, is tabulated below:

UNDERGROUND GRADE CONTROL ESTIMATES						
ORE BODY	RUBICON & HORNET			PEGASUS		
Month	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
	t	g/t	troy oz	t	g/t	troy oz
April	37,104	4.97	5,931	57,437	7.15	13,205
May	56,544	4.35	7,902	62,885	6.98	14,102
June	45,691	5.26	7,728	51,390	6.66	11,007
<b>June 18Q</b>	<b>139,339</b>	<b>4.81</b>	<b>21,561</b>	<b>171,712</b>	<b>6.94</b>	<b>38,315</b>
March 18Q	132,354	5.20	22,109	102,638	7.08	23,369

### Rand's Entitlements (12.25%)

<b>June 18Q</b>	<b>17,069</b>	<b>4.81</b>	<b>2,641</b>	<b>21,035</b>	<b>6.94</b>	<b>4,694</b>
March 18Q	16,213	5.20	2,708	12,573	7.08	2,863

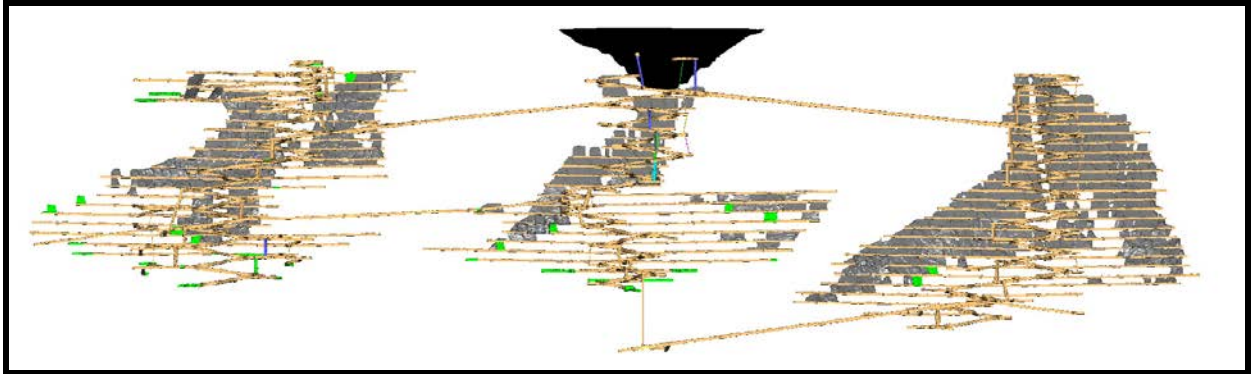
### Rubicon Underground Mine Development

At the end of the quarter, the bottom of the Rubicon Decline is at 5774 m RL, 569 m from the surface, the bottom of the Hornet Decline is at 5711 m RL, 632 m from the surface, the bottom of the Exploration Decline is at 5661 m RL, 682 m from the surface, the top of the Pegasus Incline is at 6273 m RL, 70 m from the surface and the bottom of the Pegasus Decline is at 5782 m RL, 561 m from the surface.

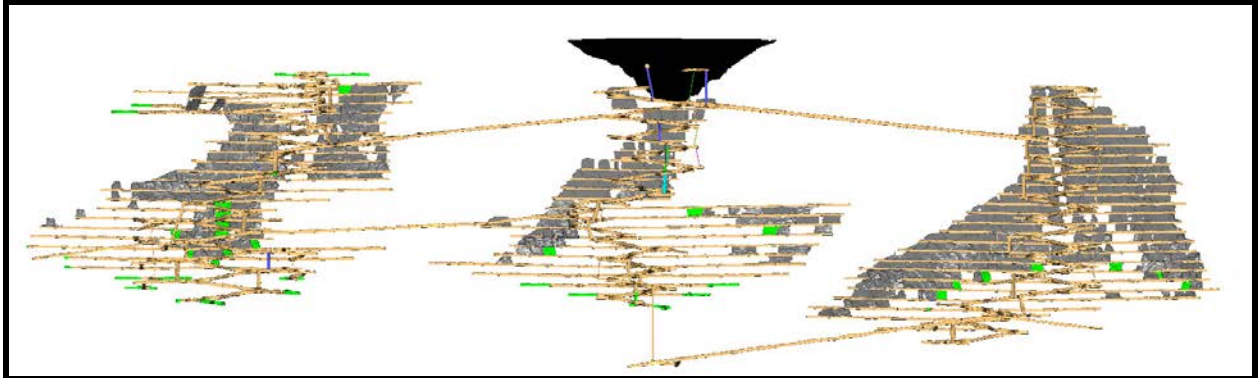
UNDERGROUND DEVELOPMENT										
ORE BODY	RUBICON & HORNET					PEGASUS				
Month	Capital		Operating			Capital		Operating		
	Decline	Other	Waste	Ore	Paste	Decline	Other	Waste	Ore	Paste
	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)	(m)
April	31.4	71.0	18.2	222.1	45.0	3.2	326.7	8.2	314.7	30.0
May	57.3	30.2	9.0	217.1	30.0	59.4	178.4	0.0	455.3	20.0
June	73.3	102.5	3.5	151.1	25.0	50.5	178.7	0.0	347.1	39.7
<b>June 18Q</b>	<b>162.0</b>	<b>203.7</b>	<b>30.7</b>	<b>590.3</b>	<b>100.0</b>	<b>113.1</b>	<b>683.8</b>	<b>8.2</b>	<b>1,117</b>	<b>89.7</b>
March 18Q	108.0	269.3	32.4	591.6	80.0	152.8	939.3	60.1	493.0	172.7

The diagrams below show the status of the mine at the end of each month of the quarter.

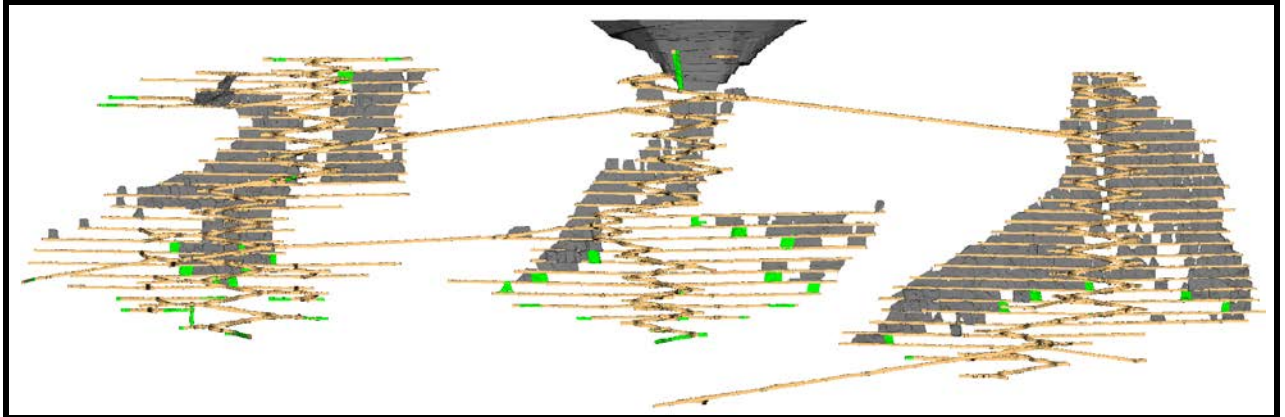
**April 18** Green indicates new development at Rubicon, Hornet and Pegasus



**May 18** Green indicates new development at Rubicon, Hornet and Pegasus



**June 18** Green indicates new development at Rubicon, Hornet and Pegasus



Mine operating costs, for Rubicon & Hornet, incurred by the EKJV during June 18 Quarter were \$91 per tonne mined or \$587 per ounce mined compared with the March 18 Quarter costs of \$100 and \$600 respectively.

Mine operating costs, for Pegasus, incurred by the EKJV during June 18 Quarter were \$91 per tonne mined or \$410 per ounce mined compared with the March 18 Quarter costs of \$102 and \$450 respectively.

### Toll Processing

<b>EKJV Ore hauled to Kanowna Belle (tonnes-wet)</b>		
<b>Quarter</b>	<b>Raleigh</b>	<b>Pegasus ,Rubicon, Hornet</b>
<b>June 18</b>	<b>76,319</b>	<b>96,623</b>
March 18	67,683	182,114

During the quarter, 244,417 tonnes of EKJV ore were processed at the Kanowna Plant.

<b>Bullion accredited to RAND &amp; TRIBUNE from Kanowna Belle</b>			
<b>Quarter</b>	<b>Gold (oz)</b>	<b>Silver (oz)</b>	<b>Rand's share gold</b>
<b>June 18</b>	<b>25,902.156</b>	<b>4,294.417</b>	6,475.539
March 18	22,920.209	3,387.037	5,730.051

### EKJV Exploration

Four drill rigs continued underground exploration and resource definition diamond drilling programs across the Rubicon-Hornet-Pegasus and Raleigh mining complexes during the quarter.

At Pegasus, drilling focussed solely on defining down plunge extensions to the K2 and Pode structures at the northern end of the Pegasus system.

Two drill rigs focussed on resource definition drilling from the Raleigh South drill drive during the quarter targeting the southern extensions of the Raleigh Main Vein. All drill holes completed to date have successfully intersected the Raleigh structure with varying degrees of mineralisation including visible gold.

Surface diamond drilling recommenced at the Ambition prospect located at northern end of the K2 structural corridor. Two holes were completed with a third hole in progress during the quarter with visual core inspection indicating moderate intersections relating to the K2 system.

Details are contained in the Quarterly Report of the EKJV exploration activities, released to the ASX on 19 July 2018.

### OTHER EXPLORATION

#### Seven Mile Hill Joint Venture (Rand's Interest 50%)

During the quarter, 35 RC holes for 2,135m were completed testing a 700m long target located in the south-east of the project area. The holes were all drilled at 60 degrees towards east with target depths varying from 100m to 50m. This area had seen aircore and RC drilling in the past and a number of previous drillholes intersected values between 1 and 3g/t Au associated with saprolitic clays below salt lake clays and sands. The holes were drilled on lines 100m apart, with variable hole spacing depending on the spacing of the previous drilling, but generally no further than 50m apart.

The bedrock geology comprises granodiorite and felsic volcanics with several quartz veined zones. Results are expected shortly.



Planning is well advanced for the next round of aircore drilling testing additional structural and geochemical targets at Seven Mile Hill. This work is expected to commence shortly.

### **Tapeta Iron Ore Project, Liberia, West Africa**

The site is currently on care and maintenance.

## **ADMINISTRATION**

### **Unmarketable Parcel Sale facility and Share Buy-Back**

On 12 June 2018, Rand Mining Limited announced that it had instituted the sale of ordinary shares for holders of unmarketable parcels of the Company's shares. The ASX Listing Rules define an unmarketable parcel as those with a market value of less than A\$500. At 5.00pm (WST) on 7 June 2018 (Record Date), an unmarketable parcel of shares was any shareholding of 181 shares or less, based on the Company's closing share price of \$2.81 on the Record Date. This represents 8,112 shares, held by 80 shareholders (Minority Members).

If Minority Members did not wish to sell their shares through this facility, they had to complete and return a Notice of Retention Form to the Company's share registry, Advanced Share Registry by 5.00pm (WST) on 26 July 2018. Upon the sale of the unmarketable parcel shares, proceeds will be forwarded to Minority Members as soon as possible thereafter.

By facilitating this sale, the Company expects to reduce the administrative costs associated with maintaining a large number of very small holdings.

During the period, the Company did not enter into any transactions associated with the Share Buy-back scheme.

As at 30 June 2018, the Company had on issue 60,148,475 fully paid ordinary shares on issue, held by 565 entities.

### Interests in Mining Tenements

Project/Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
<b>Kundana</b>	WA, Australia			
M15/1413		12.25%		
M15/993		12.25%		
M16/181		12.25%		
M16/182		12.25%		
M16/308		12.25%		
M16/309		12.25%		
M16/325		12.25%		
M16/326		12.25%		
M16/421		12.25%		
M16/428		12.25%		
M24/924		12.25%		
<b>Seven Mile Hill</b>	WA, Australia			
M15/1233		50.00%		
M15/1234		50.00%		
M15/1291		50.00%		
M15/1388		50.00%		
M15/1394		50.00%		
M15/1409		50.00%		
M15/1743		50.00%		
M26/563		50.00%		
P15/5182		50.00%		
P15/5183		50.00%		
P15/5184		50.00%		Surrendered
<b>Tapeta Iron Ore Project</b> (currently under option to acquire issued capital of Iron Resources Ltd, the owner of the project)	Liberia, West Africa	100% (under option)		



## 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

<b>Name of entity</b>	
Rand Mining Ltd	
<b>ABN</b>	<b>Quarter ended ("current quarter")</b>
41 004 669 658	30 June 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	9,503	44,791
1.2 Payments for		
(a) exploration & evaluation	(285)	(1,311)
(b) development	(1,357)	(5,454)
(c) production	(5,622)	(23,875)
(d) staff costs	(95)	(450)
(e) administration and corporate costs	(204)	(830)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	4	16
1.5 Interest and other costs of finance paid	(12)	(54)
1.6 Income taxes paid	(1,329)	(6,819)
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>603</b>	<b>6,014</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(507)	(3,044)
(b) tenements (see item 10)	-	-
(c) investments	-	(550)
(d) other non-current assets	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment	-	15
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-
2.3 Cash flows from loans to other entities	140	970
2.4 Dividends received (see note 3)	-	2,632
2.5 Other (cash advances between Rand Mining Ltd and Tribune Resources Ltd)	(140)	(970)
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(507)</b>	<b>(947)</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	(189)	(672)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	(6,015)
3.9 Other (provide details if material)	-	
<b>3.10 Net cash from / (used in) financing activities</b>	<b>(189)</b>	<b>(6,687)</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,457	3,984
4.2 Net cash from / (used in) operating activities (item 1.9 above)	603	6,014
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(507)	(947)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	(189)	(6,687)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,364</b>	<b>2,364</b>

<b>5.</b>	<b>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	2,364	2,457
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,364</b>	<b>2,457</b>

<b>6.</b>	<b>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	(63)
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	
	(1) Directors fees, superannuation and executive accommodation (included in staff costs 1.2(d)) (55)	
	(2) Royalty payment (included in production 1.2(c)) (8)	

<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	(9)
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	
<p>(1) Rent (included in administration and corporate costs 1.2(e)) (9)                      (2) Cash advances between Rand Mining Ltd and Tribune Resources Ltd (included in 2.3 and 2.5) net effect NIL</p>	

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<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 – EKJV Finance Lease	1,572	1,572
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.		
Various finance leases cover underground mining equipment. The terms range between 30-36 months. Details relating to lease providers and rates is considered commercially sensitive.		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	250
9.2 Development	1,500
9.3 Production	6,000
9.4 Staff costs	120
9.5 Administration and corporate costs	250
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>8,120</b>

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

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	P15/5184 Seven Mile Hill Western Australia	Joint Venture	50%	-
10.2	Interests in mining tenements and petroleum tenements acquired or increased				

**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: .....  
(Director)



Date: 31/7/2018

Print name: Anton Billis

**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.