



Aceh gold-copper project, Indonesia

Prosperity continues to operate under a tight budget and seek funding / joint ventures / sale for its Aceh project (figure 1) in Indonesia. Limited work was done during the quarter.



Figure 1: Prosperity's project in Aceh

Prosperity Resources Limited
44 Kings Park Road
WEST PERTH WA 6005
ABN 60 103 280 235

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PERTH WA 6850
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Website: www.prosperity.net.au
Email: info@prosperity.net.au

Share Registry Enquiries:
Computershare Investor Services
Level 11
172 St Georges Terrace
PERTH WA 6000

Capital Structure:
ASX Listed Shares: 443.4M

ASX Code:
PSP – ordinary shares

Directors:
Mo Munshi
Chairman/Managing Director

John Arbuckle
Non-Executive Director

Sebastian Hempel
Non-Executive Director





Mining Tenements Status

Mining tenements held at the end of quarter				
Project	Tenement	Country/Province	Status	Interest
Aceh	MMU	Indonesia / Aceh	Granted	73.80%
Aceh	BAM	Indonesia / Aceh	Granted	73.80%
Aceh	MKM	Indonesia / Aceh	Granted	73.80%
Tennant Creek	C23846	Australia / NT	Granted	100.00%
Tennant Creek	C23895	Australia / NT	Granted	100.00%

Corporate

The Company requested a voluntary suspension on the ASX to finalise the Company's 30 June 2014 to December 2015 statutory accounts, which is still pending.

The Company also closed down its corporate office at 100 Parry Street, Perth WA 6000 to reduce corporate cost. The current registered office is at 44 Kings Park Road, West Perth WA 6005.

The Company acknowledges the retirement from the Board, of non-executive director Mufti Habriansyah.

For further information please contact:

Mo Munshi
Chairman/Managing Director
+86 139 1017 5192

or visit www.prosperity.net.au



Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

**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, 01/05/2013

Name of entity

Prosperity Resources Limited

ABN

60 103 280 235

Quarter ended ("current quarter")

31 December 2015

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 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 (b) development (c) production (d) administration	(4)	(10)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Rental income	3	6
1.8 Other income		
Net Operating Cash Flows	(1)	(4)
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 (provide details if material)		
Net investing cash flows		
1.13 Total operating and investing cash flows (carried forward)	(1)	(4)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(1)	(4)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.		
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)		
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(1)	(4)
1.20	Cash at beginning of quarter/year to date	2	5
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1	1

Payments to directors of the entity, associates of the directors, 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	-
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

NA

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

NA

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

NA

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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	1,370	684
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	
4.2 Development	
4.3 Production	
4.4 Administration	2
Total	2

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	1	2
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Undrawn loan facilities	686	529
Total: cash at end of quarter (item 1.22)	687	531

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Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

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	443,352,080	443,352,080	
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>			

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7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options <i>(description and conversion factor)</i>	<i>Performance Rights</i>		<i>Market Cap Hurdle</i>	<i>Expiry date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	<i>Total number Performance Rights</i> 1,000,000	<i>Number quoted</i>	<i>Market Cap Hurdle</i> \$40,000,000	<i>Expiry date</i> 30 Nov 2015
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 /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: Date: 29 January 2016
 (Company secretary)

Print name: G Taylor

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 and petroleum 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 or

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petroleum 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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