

18 January 2018

Company Announcements Office  
ASX Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

## **ACTIVITIES REPORT FOR THE QUARTER ENDED 31 DECEMBER 2017**

Exploration activity was restricted during the quarter to drilling at the Millennium Zinc Project held in joint venture with Encounter Resources Limited (Encounter), the project manager and majority owner.

The Company instigated a Rights Issue in December which closed oversubscribed raising \$1.46 million after costs. The new shares were issued at 2.5 cents each.

Hampton Hill Mining NL's (Hampton Hill) key assets remain a substantial shareholding in the ASX listed company Peel Mining Limited (Peel) together with a royalty interest over the central leases of the Apollo Hill Gold Project located near Leonora in the Western Australian goldfields.

Both these assets have provided significant encouragement in recent months. The value of our 10.35 million Peel shareholding has more than doubled since the end of the last financial year on the back of continued drilling success at the Peel base metal projects in the Cobar district of NSW.

The Apollo Hill Gold Project is the sole exploration asset of Saturn Metals Limited (Saturn), which has announced a schedule for its ASX listing, expected in March, and has released a prospectus to raise up to \$7 million. Saturn has stated its aim is to focus on the evaluation of Apollo Hill. Hampton Hill stands to benefit significantly through its 5% gross overriding royalty over any gold production in excess of 1 million ounces from the central tenements of the project.

Shareholders are referred to the Peel December quarterly report and to the Saturn prospectus for further details relating to these assets.

### **The Millennium Zinc Project**

Hampton Hill has a 25% contributing interest in this project. The project has been the major exploration focus for the Company for several years but has failed to date to deliver the hoped for success. Future budgets are expected to be limited.

The Millennium Project area incorporates Exploration Licences E45/2501, E45/2561 and the four eastern sub-blocks of E45/2500, which are a portion of the Encounter Yeneena Project (Figure 1).

Encounter, the project manager, reports as follows:

*A single RC hole, EPT2305, was drilled at the southern end of the 3 kilometre long zinc regolith anomaly at Millennium. The hole was designed to test an interpreted flexure within the Tabletop Fault termed The Southern Structural Target (see Fig 2). The vertical hole was drilled to a depth of 220 metres but ended in Permian cover and failed to reach target. The joint venture will consider whether to extend this hole with a diamond core tail to test the defined structural target.*

The funds secured by the recent successful equity raising will enable Hampton Hill to commence project reviews with the intention of securing a new gold or base metal project.

Joshua Pitt  
Chairman

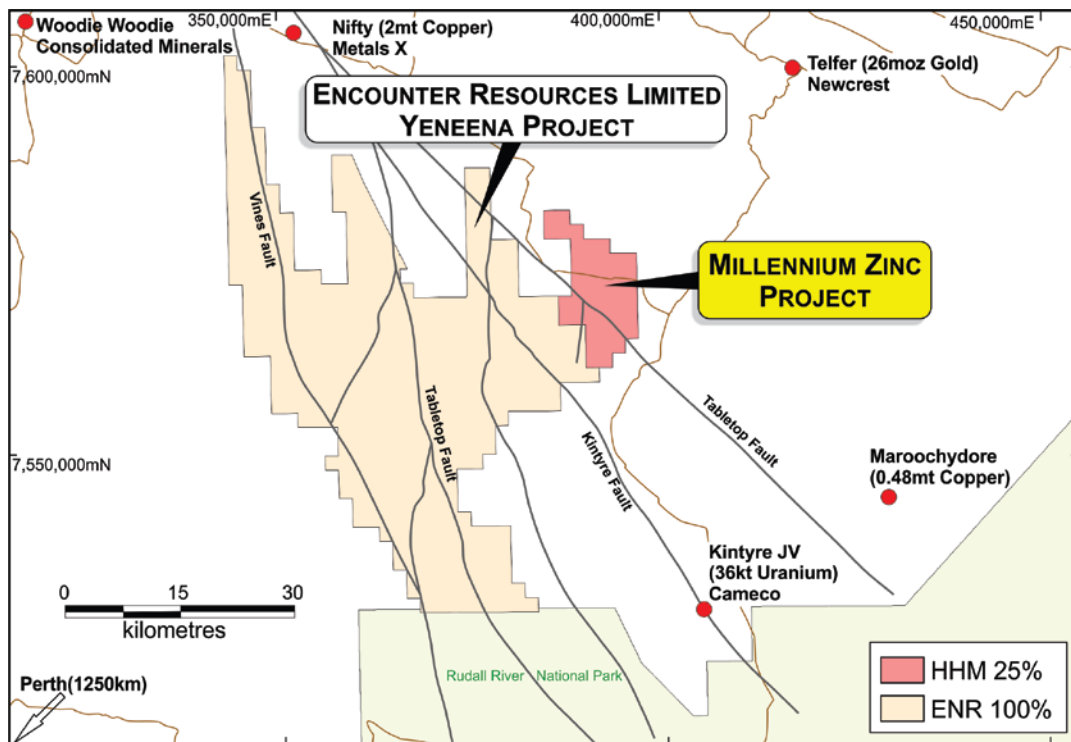


Figure 1: Location Map of Millennium Zinc Project

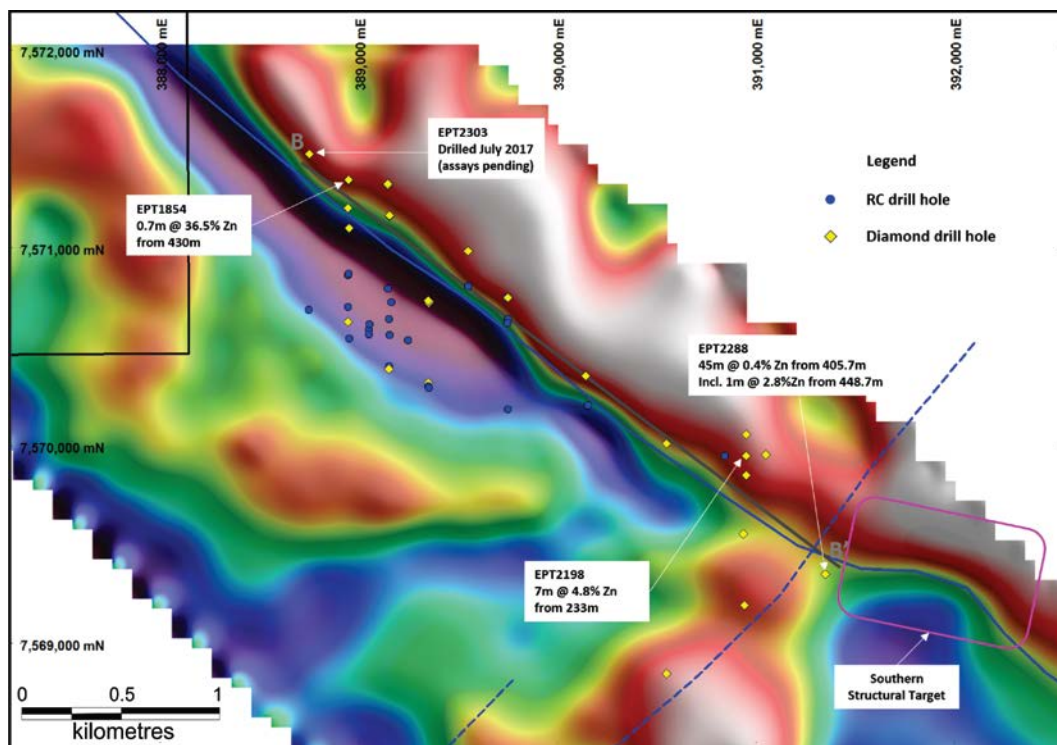


Figure 2: Drill hole collar location – Millennium

## 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

HAMPTON HILL MINING NL

### ABN

60 060 628 524

### Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	(108)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(46)	(157)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(13)	(13)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other : Rent received	30	54
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(29)</b>	<b>(224)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	(180)	(180)
(d) other non-current assets	-	-

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(180)</b>	<b>(180)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	1,474	1,474
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	2	2
3.4	Transaction costs related to issues of shares, convertible notes or options	(18)	(18)
3.5	Proceeds from borrowings	250	400
3.6	Repayment of borrowings	(500)	(500)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>1,208</b>	<b>1,358</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	30	75
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(29)	(224)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(180)	(180)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,208	1,358
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>1,029</b>	<b>1,029</b>

5. <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	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	129	30
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other : Term deposits	900	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,029</b>	<b>30</b>

**6. Payments to directors of the entity and their associates**

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 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

Current quarter \$A'000
5
-

6.1 Director remuneration

**7. Payments to related entities of the entity and their associates**

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 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

Current quarter \$A'000
-
-

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

<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	1,000	500
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
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.		

The loan facility of \$1,000,000 is an unsecured working capital facility provided by companies associated with two directors on normal commercial terms and conditions at an interest rate of 3.5% per annum – further details are set out in the 2017 Annual Report.

The facility was increased during the quarter by \$250,000, which was drawn down.

Following the Company's successful entitlement issue in December, \$500,000 of the total loan was repaid.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	43
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs (net of recoveries)	50
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>94</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced		None		
10.2 Interests in mining tenements and petroleum tenements acquired or increased		None		

**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: 18 January 2018

Print name: Peter Rutledge

**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.

# MINERAL TENEMENT INFORMATION

AS AT 31 DECEMBER 2017

## MINING TENEMENTS AND BENEFICIAL INTERESTS HELD, AND THEIR LOCATION

### Millennium:

Tenement	Location	Registered holding	Beneficial interest – refer Notes
E45/2501	East Pilbara, WA	0%	1
E45/2561	East Pilbara, WA	0%	1
E45/2500 (part of)	East Pilbara, WA	0%	1

### Apollo Hill:

Tenement	Location	Registered holding	Beneficial interest – refer Notes
M31/486	Yilgarn, WA	0%	2
E31/1063 (part of)	Yilgarn, WA	0%	2
E31/1116	Yilgarn, WA	0%	2
E31/1163 (part of)	Yilgarn, WA	0%	2
E39/1198	Yilgarn, WA	0%	2
E39/1887	Yilgarn, WA	0%	2
E39/1984 (part of)	Yilgarn, WA	0%	2
E40/370 (part of)	Yilgarn, WA	0%	2

### Weld Range:

Tenement	Location	Registered holding	Beneficial interest – refer Notes
M20/311	Murchison, WA	0%	3
M20/503	Murchison, WA	0%	3
M20/518	Murchison, WA	0%	3
M51/869	Murchison, WA	0%	3
E20/625	Murchison, WA	0%	3
E20/641	Murchison, WA	0%	3
E20/457	Murchison, WA	0%	3
E20/492	Murchison, WA	0%	3

### Kalgoorlie:

Tenement	Location	Registered holding	Beneficial interest – refer Notes
P15/4896-4898	Yilgarn, WA	0%	4
P15/4900	Yilgarn, WA	0%	4
P15/5022-5024	Yilgarn, WA	0%	4
P16/2815 & 2816	Yilgarn, WA	0%	4
P15/5920 & 5921	Yilgarn, WA	0%	4
M15/1831	Yilgarn, WA	0%	4
M15/1832	Yilgarn, WA	0%	4



## MINERAL TENEMENT INFORMATION

AS AT 31 DECEMBER 2017

### MINING TENEMENTS AND BENEFICIAL INTERESTS HELD, AND THEIR LOCATION (continued)

<b>Sylvania: Tenement</b>	<b>Location</b>	<b>Registered holding</b>	<b>Beneficial interest – refer Notes</b>
M70/266SA	East Pilbara, WA	0%	5

#### Notes:

- 1) Millennium Zinc Project JV - The Company has earned a 25% beneficial interest.
- 2) The Company retains a 5% gross overriding royalty on all gold production exceeding one million ounces.
- 3) The Company has elected to convert its interest to a 2% FOB Royalty on iron ore and retains a 100% interest in non-ferrous metals.
- 4) The Company retains a 0.98% net smelter return royalty on all ore produced from these tenements.
- 5) The Company retains a royalty of \$1 per tonne of ore mined up to 100,000 tonnes, and \$2 per tonne thereafter.

#### Key:

- E: Exploration licence  
P: Prospecting licence  
M: Mining lease