

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

Pilbara Minerals Limited

ABN

95 112 425 788

Quarter ended ("current quarter")

31 March 2019

Consolidated statement of cash flows	Current quarter	Year to date (9 months)
	\$A'000	\$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers *	232	16,894
1.2 Payments for		
(a) exploration & evaluation	(609)	(3,600)
(b) development - feasibility	(394)	(2,152)
(c) production *	(1,618)	(15,067)
(d) staff costs	(1,564)	(5,809)
(e) administration and corporate costs	(1,327)	(3,862)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	290	1,666
1.5 Interest and other costs of finance paid	(4,335)	(12,645)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	176
1.8 Other (provide details if material)	-	(7)
1.9 Net cash from / (used in) operating activities	(9,325)	(24,406)
2. Cash flows from investing activities		
Sales proceeds from pre-production **	36,104	83,837
2.1 Payments to acquire:		
(a) property, plant and equipment	(197)	(4,540)
(b) tenements (see item 10)	-	(40)
(c) investments	-	-
(d) other non-current assets - mine properties in development **	(42,027)	(130,635)

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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	(6,120)	(51,378)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	50,000	50,000
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	(450)	(675)
3.7	Transaction costs related to loans and borrowings	(87)	(1,464)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	12,302
3.10	Net cash from / (used in) financing activities	49,463	60,163

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	70,261	119,978
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(9,325)	(24,406)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(6,120)	(51,378)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	49,463	60,163
4.5	Effect of movement in exchange rates on cash held	(392)	(470)
4.6	Cash and cash equivalents at end of period	103,887	103,887

* Represents cash received and operating costs paid in relation to prior quarter activities under the minegate DSO Sale Agreement with Atlas Iron.

** Includes Stage 1 pre-production commissioning and ramp costs, and costs associated with the development and construction of both Stage 1 and Stage 2 of the Pilgangoora Project. The Company declared commercial production effective 1 April 2019, with the Pilgangoora Project considered to have been in the commissioning and ramp-up phase during the March 2019 Quarter. Prior to the declaration of commercial production, all commissioning and pre-production ramp-up costs incurred at the Pilgangoora Project (net of revenue derived from the sale of spodumene concentrate) are capitalised against project development costs. Similarly, cash flows associated with commissioning and pre-production ramp-up activities are classified as cash flows from investing activities until such time as commercial production is declared.

5. Reconciliation of cash and cash equivalents	Current quarter	Previous quarter
at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	\$A'000	\$A'000
5.1 Bank balances	20,125	18,931
5.2 Call deposits	83,762	51,330
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	103,887	70,261

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
305
-

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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
-
-

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8. Financing facilities available	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Add notes as necessary for an understanding of the position</i>		
8.1 Loan facilities	141,103	141,103
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 Company's Loan facility is a USD \$100M senior debt bond facility. The coupon rate is 12% per annum with interest payable quarterly in arrears. The facility amount shown above of \$141.1M has been restated to reflect the closing AUD:USD foreign exchange rate at 31 March 2019 of 0.7087.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	928
9.2 Development - feasibility and mine properties in development (*)	18,041
9.3 Production (**)	57,703
9.4 Staff costs	2,061
9.5 Administration and corporate costs	1,981
9.6 Other (***) (provide details if material)	4,287
9.7 Total estimated cash outflows	85,001

* Includes development costs associated with the Stage 2 expansion of the Pilgangoora Project (including feasibility study, early works and long lead items) and sustaining capital for Stage 1 operations.

** Represents production costs forecast for payment during the June quarter, including \$8.54M related to prior quarter activities with delayed payment terms. Forecast cash inflows for the quarter associated with the sale of concentrate products are not included in the table above.

*** Other cash flows include \$4.2M for interest payments due under the senior secured bond facility.

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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				
10.2	Interests in mining tenements and petroleum tenements acquired or increased	L45/477	Granted	100%	100%
		L45/478	Granted	100%	100%
		L45/479	Granted	100%	100%
		L45/480	Granted	100%	100%
		L45/481	Granted	100%	100%
		L45/482	Granted	100%	100%
		P45/3058	Granted	100%	100%
		L45/421	Granted	100%	100%
		E45/4270	Granted	51%	70%

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: 29 April 2019

Print name: Alex Eastwood

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

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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.