



31 July 2018

QUARTERLY ACTIVITIES REPORT FOR PERIOD ENDED 30 JUNE 2018

SUMMARY

Calingiri Project

- Completion of a 1,281m RC drilling program confirmed the presence of a large new mineralised system at Dasher East and extensions of mineralisation at Opie.
- Planning for follow up of these new areas and programme of core drilling at Bindi and Dasher to test continuity and extent of higher-grade zones.
- Preparation for new phase of feasibility studies to prepare project for final BFS decision; focus on addressing key risks including water and tenure as well as progressing work on opportunities such as higher grade in early mine schedule and ore sorting.

Corporate

- Appointments of Alex Sundich and Alasdair Cooke as Directors and Wayne Trumble as Chairman following the retirements of former Directors.
- Reallocation of 9,556,118 shares and 4,778,059 options by the underwriters of January rights issue, received overwhelming shareholder support, with acceptances received from 37 of 58 shareholders representing 98.5% of the securities offered.
- At 30 June 2018, the Company had cash reserves of AU\$0.56M.

CALINGIRI EXPLORATION RESULTS

Drilling results announced on 2 July 2018 confirmed extensions to Calingiri-style Copper-Molybdenum mineralisation at Dasher East and Opie West. The result confirms the potential for significant additions to the current resources and the wider exploration potential of the Calingiri Project.

Primary sulphide mineralisation was identified along 700m strike length at Dasher East and is coincident with a strong IP and bedrock geochemical anomaly. The Dasher East zone is defined by wide spaced RC drill sections and remains open to the north and south.

Mineralised intersections from the latest RC drilling at Dasher East include:

- 36m @ 0.14% Cu from 68m
- 48m @ 0.16% Cu from 34m
- 54m @ 0.16% Cu from 20m
- 28m @ 0.40% Cu from 26m

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A western extension was also identified to the previously defined resources at Opie supporting the interpretation of a 3,500m continuous mineralized system through the Kuralli prospect. Significant intersections from the latest RC drilling at Opie West include:

- 42m @ 0.24% Cu from 10m
- 72m @ 0.14% Cu from 70m
- 22m @ 0.18% Cu from 28m
- 16m @ 0.20% Cu from 26m

FORWARD PROGRAM

Resource

Planning is underway for a program of infill diamond core drilling at the Bindi and Dasher deposits to assist in the interpretation of the extent and continuity of higher grade zones within the current resource. This programme will also allow further work towards a greater understanding of controls on mineralisation and more material for metallurgical and ore sorting testwork as well as Geotech information to aid planning of future pit shells.

Feasibility Studies

Preparations are also underway for a new phase of work to update the current scoping study to a level of detail suitable for a decision to commit to a bankable feasibility study early next year. Initial priorities will be to address key risks to the project including mining tenure and water supply.

Opportunities for improvement in the project economics will also be investigated, including the potential to schedule higher grade ores in the early project life and the use of ore sorting technologies to improve feed grade. Further metallurgical studies will also be conducted to confirm the indicative concentrate specification and provide greater detail for the process design studies.

Preliminary studies will also be undertaken to confirm various assumptions regarding the supply to power, concentrate export options and other infrastructure and services.

HEALTH & SAFETY

The Company incurred zero LTI's during the quarter.

CORPORATE

At 30 June 2018 the Company had;

- 120,621,214 shares on issue
- 37,213,222 options on issue (strike price between 6c and 12c)
- \$563,038 held in cash reserves
- Nil debt

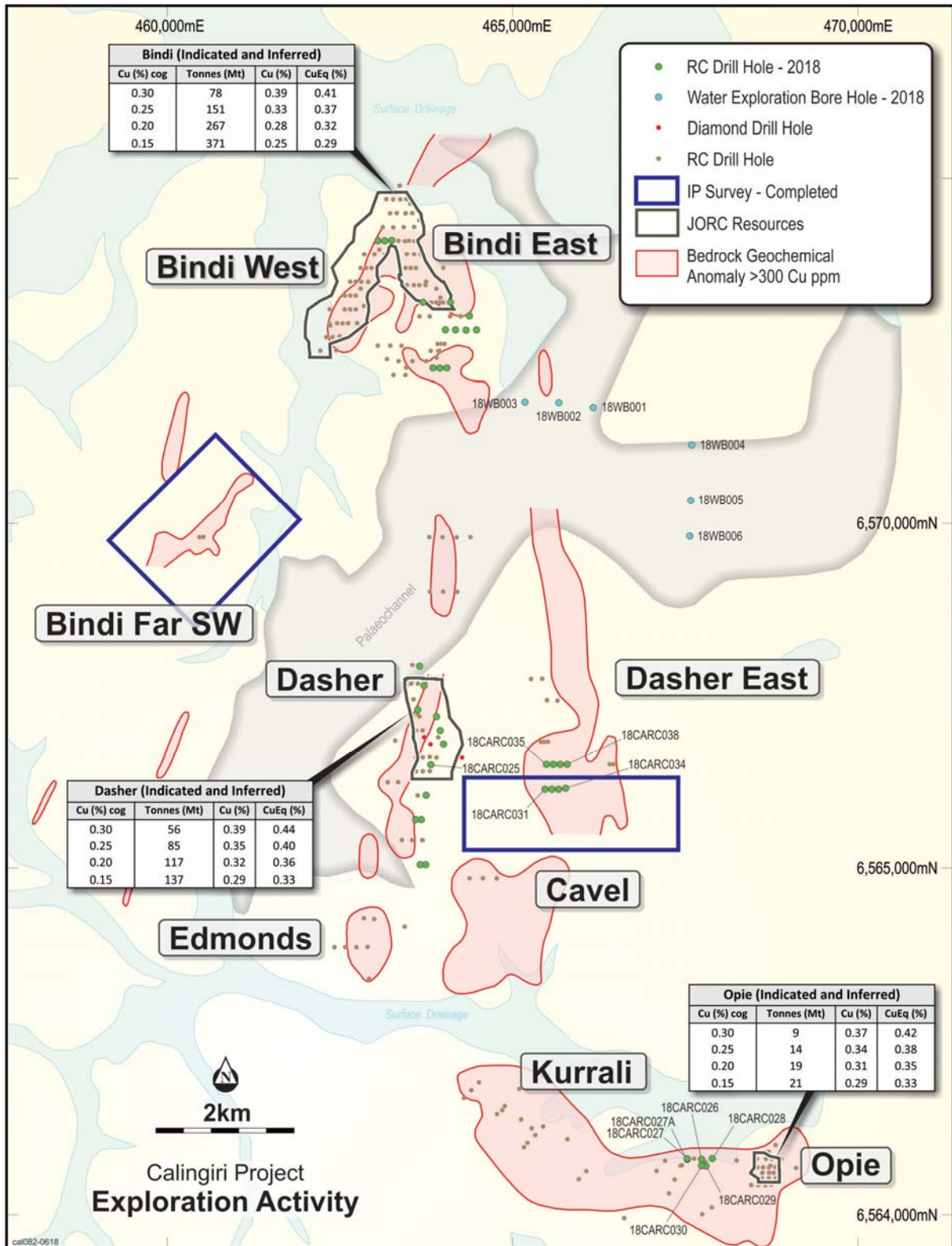
During the quarter;

- Wayne Trumble, Alex Sundich and Alasdair Cooke were appointed to the Board, with Trumble appointed as Chairman.
- Retirements of former Directors Marcel Hilmer, James Harris, Dan Ryan and Peter Alexander were accepted.
- Daniel Davis was appointed to the role of CFO and Company secretary following the resignation of Dale Hanna.
- The Reallocation of 9,556,118 shares and 4,778,059 options by the underwriters of January rights issue received overwhelming shareholder support with acceptances received from 37 shareholders representing 98.5% of the securities offered.
- 2,609,379 shares at a deemed price of 7.3 cents were issued to drilling contractors during quarter in lieu of a cash fee.
- 500,000 incentive options were issued to a consultant.

APPENDIX A - TENEMENT SCHEDULE

Project	Location	Tenement	Equity at 1 Apr 17	Equity at 30 Jun 17	Changes in Quarter
Calingiri	Wongan/Goomalling	E70/2788	100	100	-
Calingiri	Goomalling	E70/2789	100	100	-
Calingiri	Goomalling	E70/4674	100	100	-
Calingiri	Wongan	E70/3674	100	100	-
Calingiri	Goomalling	E70/3680	100	100	-
Calingiri	Goomalling	E70/3755	100	100	-
Calingiri	Goomalling	E70/4746	100	100	-
Calingiri	Goomalling	E70/4732	100	100	-
Calingiri	Wongan	E70/4476	100	100	-
Calingiri	Wongan	E70/4517	100	100	-
Calingiri	Wongan	P70/1593	100	100	-
Calingiri	Wongan	E70/4675	100	100	-
Calingiri	Wongan	E70/4676	100	100	-
Calingiri	Wongan	E70/2343	80	80	-

APPENDIX B - CALINGIRI PROJECT OUTLINE AND PROSPECTS



APPENDIX C - MINERAL RESOURCES

The following table presents the Calingiri Resource sensitivity to various lower and higher cut-off grades.

Calingiri Project Mineral Resources Categories at Various Cut-off Grades									
	Indicated			Inferred			Total Resource		
Cut-off Grade	Tonnes (MT)	Grade Cu %	Cu Metal (T)	Tonnes (MT)	Grade Cu %	Cu Metal (T)	Tonnes (MT)	Grade Cu %	Cu Metal (T)
0.30	106	0.38	405,047	38	0.39	144,751	143	0.38	549,798
0.25	187	0.34	626,279	64	0.34	218,022	251	0.34	844,301
0.20	297	0.30	874,905	105	0.30	307,600	402	0.30	1,182,506
0.15	390	0.27	1,039,787	139	0.28	368,129	530	0.27	1,407,918

1. Competent Persons Statements The information in this report that relates to the Calingiri Mineral Resource estimates is extracted from an ASX Announcement dated 4 April 2016, (see ASX Announcement – 4 April 2016 “Calingiri Maiden JORC Resource” and in relation to the Aircore Drilling, results is extracted from ASX Announcements dated 14 March and 4 April 2017, www.caravelminerals.com.au and www.asx.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are represented have not been materially modified from the original market announcement.

2. Forward Looking Statements. This document may include forward looking statements. Forward looking statements include, but are not necessarily limited to, statements concerning Caravel Minerals planned exploration programmes, studies and other statements that are not historic facts. When used in this document, the words such as “could”, “indicates”, “plan”, “estimate”, “expect”, “intend”, “may”, “potential”, “should” and similar expressions are forward looking statements. Such statements involve risks and uncertainties, and no assurances can be provided that actual results or work completed will be consistent with these forward looking statements.

3. Production Targets and Financial Information. Information in relation to the Calingiri Project Scoping Study, including production targets and financial information, included in this report is extracted from an ASX Announcement dated 28 June 2016, (see ASX Announcement – 28 June 2016, “Scoping Study Confirms Outstanding WA Copper Project”, www.caravelminerals.com.au and www.asx.com.au). The Company confirms that all material assumptions underpinning the production target and financial information set out in the announcement released on 28 June 2016 continue to apply and have not materially changed.

For any queries please contact the Company Secretary, Mr Daniel Davis on +61 8 9426 6400

Mining exploration entity and oil and gas exploration entity quarterly report

Name of entity

Caravel Minerals Limited

ABN

41 120 069 089

Quarter ended ("current quarter")

30 June 2018

Consolidated statement of cash flows	Current quarter (3 months) \$'000	Year to date (12 months) \$'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(419)	(961)
(b) exploration & evaluation - staff	(35)	(141)
(c) development	-	-
(d) production	-	-
(e) staff costs	(189)	(559)
(f) administration and corporate costs	(97)	(370)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	8	11
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	25
1.9 Net cash from / (used in) operating activities	(731)	(1,994)
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	-	-
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	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter (3 months) \$'000	Year to date (12 months) \$'000
3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	2,373
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	-	(103)
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 (Payments for Share buyback)	-	-
3.10	Net cash from / (used in) financing activities	-	2,270
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,294	287
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(731)	(1,994)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	2,270
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	563	563
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 \$'000	Previous quarter \$'000
5.1	Bank balances	563	44
5.2	Call deposits	-	1,250
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)	563	1,294

Mining exploration entity and oil and gas exploration entity quarterly report

6. Payments to directors of the entity and their associates		Current quarter \$'000
6.1	Aggregate amount of payments to these parties included in item 1.2	93
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	

Payment of director fees

7. Payments to related entities of the entity and their associates		Current quarter \$'000
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	

8. Financing facilities available		Total facility amount at quarter end \$'000	Amount drawn at quarter end \$'000
8.1	Loan facilities	-	-
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.		

Mining exploration entity and oil and gas exploration entity quarterly report

9. Estimated cash outflows for next quarter		\$'000
9.1	Exploration and evaluation	166
9.2	Development	-
9.3	Production	-
9.4	Staff costs	238
9.5	Administration and corporate costs	119
9.6	Other (provide details if material)	-
9.7	Total estimated cash outflows	523

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	-			

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.



Daniel Davis
Company Secretary
Date: 31 July 2018

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.