



CORPORATE INFORMATION

Bassari Resources Limited is an Australian ASX-listed company focused on discovering and developing multimillion ounce gold deposits in the Birimian Gold Belt, Senegal, West Africa.

FAST FACTS

| | |
|--------------------|---------------|
| ASX Code | BSR |
| Issued Capital | 2,229,118,060 |
| No of shareholders | 2,363 |
| Top 20 | 36% |

INVESTMENT HIGHLIGHTS

Mineral tenements over approximately 590km² of prospective Birimian Gold Belt, Senegal.

- Makabingui Gold Project Feasibility Study – Initial high grade open pit project of 1Mt at 5.7g/t for 171,000 oz production inventory, \$680/oz cash cost, US\$88m after tax cash flow in first three years, and expansion anticipated from underground and infill drilling of 8km Makabingui South zone.
- Makabingui Gold Project Mineral Resource (Prepared and disclosed under JORC Code 2004 and remains unchanged) **1 Moz in 11.9 Mt at 2.6 g/t gold (0.5 g/t cut-off)** :
 - Indicated: 336,000 oz in 2.6 Mt at 4.0g/t
 - Inferred: 669,000 oz in 9.3 Mt at 2.2g/t
- Makabingui Gold Project open pit JORC 2012 Probable Ore Reserve:
 - 158,000 oz in 0.86 Mt at 5.7 g/t
- Senegal, stable democracy since 1960.
- Well located tenements in a +60M ounce gold province hosting world class deposits.
- Multiple prospects identified along 60km of partially drilled mineralised strike.

BOARD AND MANAGEMENT

Alex Mackenzie

Executive Chairman

Philip Bruce

Non-Executive Director

Peter Spivey

Director

Ian Riley

Company Secretary/Chief Financial Officer

CONTACT US

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Website: www.BassariResources.com

26 April 2018

March 2018 Quarterly Activity Report

Gold developer Bassari Resources Limited (ASX: BSR) is pleased to report on activities at its gold projects in Senegal, West Africa.

Makabingui Gold Project

- Subsequent to the end of the quarter, Directors advised the Makabingui Gold Project funding was formalised by Coris Bank International for Fcfa 7 billion (approximating US\$13.1 million).
- Subsequent to the end of the quarter, Makabingui Gold Operations SA company formation was approved by Senegal Government. The company will be a subsidiary of Bassari, will receive the bank funding and develop and operate the project.

Corporate

- During the quarter Bassari raised \$2.527 million, before costs, by placement of rights issue shortfall.
- Subsequent to the end of the quarter, a further \$24,400 was raised and debt of \$85,000 pursuant to an agreement for project debt funding was extinguished.
- Annual General Meeting documents were mailed to shareholders. The meeting will be held on 24 May 2018.

MAKABINGUI GOLD PROJECT

The Makabingui Gold Project has been prepared for the start of early development activities upon completion of the project financing package and Board approvals. In 2017, the updated Feasibility Study confirmed the broad project metrics and economics as first scoped in 2014. Recently, in conjunction with the engineering firm Mincore, Bassari has refined its project execution plan and started to secure the availability of people and resources required to commence the project development.

Further, the first phase of the Makabingui Gold Project development continues with preparation of mining related activities for the commencement of pit development.

Subsequent to the completion of the infill drilling program and the site visit by international mining consultants, Mining Plus of the UK, the following activities are underway or in preparation:

- Detailed geological interpretation for mine planning and geotechnical design
- Mine site surveying of the open pit waste dumps, haul road and infrastructure areas
- Identification of consultants for the detailed block modelling/pit optimisation, scheduling hydrology/hydrological and geotechnical design and mine contractor tender preparation.

Mining Plus will be involved in these and other geological and mining related activities that are necessary to take the Makabingui Gold Project into production.

In addition to development activities, the geological team have identified the potential to increase resources adjacent to the planned pits through geophysical surveys and drilling programs. Proposals are being compiled to test these alongside preparing for detailed pit planning and mine development.

CORPORATE

Fund Raising

Placements of the Rights Issue shortfall during the March 2018 quarter at \$0.017 (1.7 cents) per ordinary share raised approximately \$2.527 million before costs to provide working capital and funds to further progress the development phase of the Makabingui Gold Project. Subsequent to the end of the quarter, a further \$24,400 was raised for the same purpose, also at \$0.017 (1.7 cents) per ordinary share and a debt of \$85,000 pursuant to an agreement for securing the Coris debt funding was satisfied by the issue of shares.

Annual General Meeting

A Notice of Annual General Meeting and Proxy voting form were despatched to shareholders, subsequent to the end of the quarter, on 19 April 2018. The Annual General Meeting will be held on 24 May 2018 at 10 am at Chartered Accountants Australia and New Zealand, Level 18, 600 Bourke Street, Melbourne, VIC 3000.

About Bassari

Melbourne - based West African gold developer Bassari Resources Limited (ASX:BSR) has a strategic portfolio of exploration permits focused on the Birimian Gold Belt in Senegal. The permits cover an area of 590 km² with 80km of strike along the combined three contiguous permits. The permits are located within the Kenieba Inlier which is a +60M ounce gold region. Bassari's vision is to discover and delineate gold resources which can be developed into profitable operations.

For Further Information Contact:

Executive Chairman

Mr Alex Mackenzie
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Company Secretary

Mr Ian Riley
Ph: +61 3 9614 0600

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

BASSARI RESOURCES LIMITED

ABN

84 123 939 042

Quarter ended ("current quarter")

31 March 2018

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|---|------------------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | | |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (379) | (379) |
| (b) development | | |
| (c) production | | |
| (d) staff costs | (595) | (595) |
| (e) administration and corporate costs | (379) | (379) |
| 1.3 Dividends received (see note 3) | | |
| 1.4 Interest received | 3 | 3 |
| 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) | | |
| 1.9 Net cash from / (used in) operating activities | (1,350) | (1,350) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) property, plant and equipment | (10) | (10) |
| (b) tenements (see item 10) | | |
| (c) investments | | |
| (d) other non-current assets | | |

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|---|------------------------------------|--|
| 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 | (10) | (10) |

| | | |
|---|--------------|--------------|
| 3. Cash flows from financing activities | | |
| 3.1 Proceeds from issues of shares | 2,527 | 2,527 |
| 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 | (45) | (45) |
| 3.5 Proceeds from borrowings | | |
| 3.6 Repayment of borrowings | (5) | (5) |
| 3.7 Transaction costs related to loans and borrowings | | |
| 3.8 Dividends paid | | |
| 3.9 Other (provide details if material) | | |
| 3.10 Net cash from / (used in) financing activities | 2,477 | 2,477 |

| | | |
|---|--------------|--------------|
| 4. Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 Cash and cash equivalents at beginning of period | 1,091 | 1,091 |
| 4.2 Net cash from / (used in) operating activities (item 1.9 above) | (1,350) | (1,350) |
| 4.3 Net cash from / (used in) investing activities (item 2.6 above) | (10) | (10) |
| 4.4 Net cash from / (used in) financing activities (item 3.10 above) | 2,477 | 2,477 |
| 4.5 Effect of movement in exchange rates on cash held | 1 | 1 |
| 4.6 Cash and cash equivalents at end of period | 2,209 | 2,209 |

| 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 \$A'000 | Previous quarter \$A'000 |
|--|----------------------------|-----------------------------|
| 5.1 Bank balances | 2,209 | 2,209 |
| 5.2 Call deposits | | |
| 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) | 2,209 | 2,209 |

| 6. Payments to directors of the entity and their associates | Current quarter \$A'000 |
|--|----------------------------|
| 6.1 Aggregate amount of payments to these parties included in item 1.2 | 90 |
| 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 | |

Director fees and payments made to directors for consulting services to director and director related entities

| 7. Payments to related entities of the entity and their associates | Current quarter \$A'000 |
|--|----------------------------|
| 7.1 Aggregate amount of payments to these parties included in item 1.2 | 90 |
| 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 | |

Amount paid to director related entities included in amount shown at item 6.1

Mining exploration entity and oil and gas exploration entity quarterly report

| 8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i> | Total facility amount at quarter end \$A'000 | Amount drawn at quarter end \$A'000 |
|--|---|--|
| 8.1 Loan facilities | N/A | N/A |
| 8.2 Credit standby arrangements | N/A | N/A |
| 8.3 Other (please specify) | N/A | N/A |
| 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. | | |

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| 9. Estimated cash outflows for next quarter | \$A'000 |
|--|----------------|
| 9.1 Exploration and evaluation | 370 |
| 9.2 Development | |
| 9.3 Production | |
| 9.4 Staff costs | 450 |
| 9.5 Administration and corporate costs | 250 |
| 9.6 Other (provide details if material) | |
| 9.7 Total estimated cash outflows | 1,070 |

| 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 | | NO CHANGE | | |
| 10.2 Interests in mining tenements and petroleum tenements acquired or increased | | NO CHANGE | | |

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

In accordance with ASX Listing Rule 5.3.3, Bassari Resources Limited provides its list of exploration and exploitation permits with its March 2018 quarterly activities report.

| Project | Country | Area (sq km) | Licence type | Granted/ renewed | BSR Group % interest |
|--------------------------------------|----------------|-------------------------|------------------------|-----------------------------|---------------------------------|
| Sambarabougou | Senegal | 278 | Exploration Permit | 13-09-2013 | 70% (a) |
| Moura | Senegal | 184 | Exploration Permit | 28-02-2015 | 70% (a) |
| Makabingui (within Sambarabougou) | Senegal | 128 | Exploitation Permit | 28-11-2016 | 70% (b) |

- (a) Bassari's wholly owned Senegal subsidiary is in joint venture with a third party which holds the permit titles.
- (b) Bassari's joint venture partner holds the permit prior to transferring the permit to an incorporated exploitation company of which Bassari will hold a minimum 63% interest.

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:

Date: 26 April 2018

(Company Secretary)

Print name: Ian Riley

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.