Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Pancontinental Oil & Gas NL

ABN	Quarter ended ("current quarter")
95 003 029 543	30 June 2016

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (12 months)
	D 1 C 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		\$A'000
1.1 1.2	Receipts from product sales and related debtors Payments for (a) exploration & evaluation	(50)	(995)
1.2	Payments for (a) exploration & evaluation (b) development	(50)	(885)
	(c) production	_	_
	(d) administration	(333)	(1,438)
1.3	Dividends received	(333)	(1,430)
1.4	Interest and other items of a similar nature		
	received	3	17
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	(380)	(2,306)
	Cash flows related to investing activities		
1.8	Payment for purchases of:		
1.0	(a) prospects	_	_
	(b) equity investments	_	_
	(c) other fixed assets	=	(3)
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	_	(3)
1.13	Total operating and investing cash flows		
	(carried forward)	(380)	(2,309)

30/9/2001 Appendix 5B Page 1

⁺ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows		
	(brought forward)	(380)	(2,309)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	475	2,224
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)	(8)	(82)
	Net financing cash flows	467	2,142
	Net increase (decrease) in cash held	87	(167)
1.20	Cash at beginning of quarter/year to date	1,078	1,346
1.21	Exchange rate adjustments to item 1.20	13	(1)
1.22	Cash at end of quarter	1,178	1,178

Payments to directors of the entity and associates of the directors Payments to 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	147
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Payments to directors and companies associated with directors as per 1.23 above:
Technical consulting fees 63
Directors' fees 84

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

Commission on AU \$700,000 placement taken in shares; 10,500,000 shares at 0.004.

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

/A		<u> </u>
	/A	/A

Appendix 5B Page 2 30/9/2001

⁺ See chapter 19 for defined terms.

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	Nil	Nil
3.2	Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	•	\$A'000
4.1	Exploration and evaluation	67
4.2	Development	-
4.3	Production	-
4.4	Administration	373
	Total	440

*Note – Second Tranche Placement and Share Purchase Plan proceeds are expected in the following quarter Reconciliation of cash

show	nciliation of cash at the end of the quarter (as n in the consolidated statement of cash flows) to lated items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1	Cash on hand and at bank	65	15
5.2	Deposits at call	1,093	1,043
5.3	Bank overdraft	-	-
5.4	Other – Security deposits	20	20
	Total: cash at end of quarter (item 1.22)	1,178	1,078

Changes in interests in mining tenements

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

30/9/2001 Appendix 5B Page 3

⁺ See chapter 19 for defined terms.

Issued and quoted securities at end of current quarterDescription 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 (description)			, (00.00)	(******)
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	⁺ Ordinary securities	1,717,494,096	1,717,494,096		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	(a) 129,250,000	(a) 129,250,000		
7.5	⁺ Convertible debt securities				
7.6	(description) Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	Number of Options 2,750,000	ASX Code PCLAK	Exercise price \$0.1230	Expiry date 29 November 2016
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

Appendix 5B Page 4 30/9/2001

⁺ See chapter 19 for defined terms.

Compliance statement

- 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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

	Lodged electronically	29 July 2016
Sign here:	(Director)	Date:
Print name:	Ernest Anthony Myers	

Notes

- 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.
- The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining 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, 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.
- The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- Accounting Standards ASX will accept, for example, the use of International Accounting 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.

__ __ __ __

30/9/2001 Appendix 5B Page 5

⁺ See chapter 19 for defined terms.

PANCONTINENTAL OIL & GAS NL – PETROLEUM PERMIT SCHEDULE

as at 30 June 2016

Project	Permit reference	Interest
Petroleum prospects		
Kenya	L6 Offshore	40%
	L6 Onshore	16%
Namibia	EL 0037	30%

Appendix 5B Page 6 30/9/2001

⁺ See chapter 19 for defined terms.