



Golden Rim Resources Ltd (ASX: GMR) is active in West Africa, with a pipeline of gold projects covering over 1,500km² in the highly prospective Birimian greenstone belts of Burkina Faso and Mali.

At the Korongou Project, in Burkina Faso, Golden Rim has outlined widespread gold mineralisation.

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Directors

Rick Crabb, Non Executive Chairman
Craig Mackay, Managing Director
Glenister Lamont, Non Executive Director

Overview

New Business Development

Golden Rim has continued to undertake extensive reviews of a number of minerals projects on various continents. Over the past 6 months, the Company has reviewed more than 50 new minerals project opportunities in a number of commodities.

It is the Company's intention to acquire an interest in a more advanced minerals project than what is currently in its portfolio. It is also the Company's intention to deliver value by positioning itself to take advantage of the inevitable market upturn, when it arrives. Further, the Company has been offered several interesting opportunities in other business sectors, which it is currently evaluating.

Subsequent to the end of the quarter, the Company received US\$3 million cash as full and final payment of all Balogo Project sale proceeds (see below). The substantial additional cash has considerably improved Golden Rim's capability to acquire a more advanced minerals project, which has the potential to significantly enhance shareholder value.

Transactions with MNG

During the quarter, the Company agreed to enter into a number of new transactions on its interests in Burkina Faso with MNG Gold Burkina Sarl, part of the MNG Group of companies (**MNG**). These various arrangements included:

- renegotiated sale of the Balogo Project, with MNG to pay US\$3 million cash;
- an unincorporated joint venture for the Korongou Project; with MNG to earn up to 70% by spending US\$2.7 million;
- sale of the Yako Project; with MNG to pay US\$100,000 cash on transfer of the permit; and
- sale of the Babonga Project, with MNG to pay US\$50,000 cash on transfer of the permit.

Korongou Project, Burkina Faso

The Korongou Project covers part of a highly prospective Lower Proterozoic Birimian Samira Hill greenstone belt in Burkina Faso and is traversed by a significant NE-trending fault splay which is connected to the major Markoye Fault system. This fault system controls a number of major gold deposits in Burkina Faso, including Kiaka (5.9 Moz gold), Bomboré (5.2 Moz gold) and Essakane (6.2 Moz gold). The mineralised fault system extends into western Niger where the 2Moz Samira Hill is located (Figure 1).

The initial Exploration Target for Korongou, detailed in Table 1, is estimated in a range of **7,954,000 to 9,722,000 tonnes** grading from approximately **1.8 to 2.2 g/t gold** and containing approximately **500,000 to 611,000 ounces of gold**.

Table 1. Korongou Exploration Target Estimation

Exploration Target Area	Tonnage Range		Gold Grade Range (g/t)		Gold Ounces Range	
	90%	110%	90%	110%	90%	110%
Guitorga North	2,924,000	3,573,000	1.9	2.4	201,000	246,000
Guitorga South	3,643,000	4,452,000	1.4	1.7	178,000	219,000
MCA/MCB Pits	719,000	879,000	1.8	2.2	47,000	57,000
Diabouga	669,000	818,000	3.0	3.7	73,000	89,000
TOTAL	7,954,000	9,722,000	1.8	2.2	500,000	611,000

Notes:

- 1) The Exploration Target was estimated using the following parameters: 0.5 g/t gold cut-off grade; maximum of 100m strike extent from drill holes (where the continuity of the mineralisation is supported by mapping, the location of artisanal workings or anomalous auger results); maximum of 70m vertical extent below surface for the Guitorga North, Guitorga South and Diabouga areas; maximum of 120m vertical extent below surface for the MCA/MCB Pits area; minimum downhole intercept width of 2m; and SG of 2.5.
- 2) A total of 94 RC drill holes were used to prepare the Exploration Target. The holes are generally drilled on lines spaced from 40m – 100m apart, with a spacing along the lines ranging from 40m – 50m.

Cautionary Statement: The potential quantity (tonnage) and grade of the Exploration Target is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resources and it is uncertain if further exploration will result in the estimation of Mineral Resources.

No field work was carried out on the Korongou Project during this quarter due to the Company's concerns regarding security of our personnel and the recent political instability in Burkina Faso.

The Company has agreed to enter into an unincorporated joint venture for the Korongou Project (see below).

Babonga Project, Burkina Faso

No field work was completed on the Babonga Project during the quarter.

The Company has agreed to dispose the Babonga Project (see below).

Yako Project, Burkina Faso

No field work was completed on the Yako Project during the quarter.

The Company has agreed to dispose the Yako Project (see below).

Mali Project (Sepola)

No work was completed on the projects in Mali during the quarter. Golden Rim continues to be in active discussions regarding the divestment of the Sepola Project.

Corporate

During the quarter, the Company announced that it had agreed to a number of new transactions on its interests in Burkina Faso with MNG Gold Burkina Sarl, part of the MNG Group of companies (**MNG**). These various arrangements included:

- renegotiated sale of the Balogo Project, with MNG to pay US\$3 million cash;
- sale of the Yako Project; with MNG to pay US\$100,000 cash on transfer of the permit;
- sale of the Babonga Project, with MNG to pay US\$50,000 cash on transfer of the permit; and
- an unincorporated joint venture for the Korongou Project; with MNG to earn up to 70% by spending US\$2.7 million.

Further details are set out below.

Balogo Project Renegotiation

Subsequent to the end of the quarter, the Company announced that it had received cleared cash funds of **US\$3 million** (approximately A\$4 million¹) from MNG as final payment for the acquisition of the Balogo Project.

With a focus on their new Liberian gold mine development and the considerable uncertainty in Burkina Faso surrounding the September 2015 coup, the November 2015 general elections and the January 2016 terrorist attacks, MNG's progress on Balogo to date has been slower than envisaged by Golden Rim at the time the original Balogo Sale Agreement was executed. As matters currently stand, the Board is not expecting MNG to secure an exploitation permit within 12 months or to commence commercial production within 2 years.

The Company was approached by MNG to consider a renegotiation of the remaining consideration for the sale of the Balogo Project. The renegotiation resulted in an agreement to bring forward all sale proceeds. Given the delay in the progress of the project; the development risks that are associated with any gold project; and the recent political and security issues in Burkina Faso, Golden Rim accepted a payment of US\$3 million in cash now, over the uncertainty of receiving more money in the future.

The US\$3 million cash received by the Company is full and final payment of all Balogo Project sale proceeds.

Joint Venture Agreement for the Korongou Project

The Korongou Project is comprised of one permit (Korongou) which is 90% owned by Golden Rim. Golden Rim has agreed to enter into an unincorporated joint venture with MNG on the following, in principle, terms:

¹ All references to A\$ have been calculated at the conversion rate of US\$1 = A\$0.7466

- MNG to earn a 51% in the Korongou Project by spending US\$1.5 million on exploration within 3 years;
- MNG may increase its interest in the Korongou Project to 70% by spending a further US\$1.2 million within 2 years; and
- the parties will then fund the joint venture on a pro-rata basis.

The Korongou Project currently requires substantial additional drilling to define the full extent of the potential gold resources. In the current market, Golden Rim believes MNG are better placed to fund the next stage of extensive exploration, a feasibility study and a potential mine development at Korongou.

The joint venture with MNG allows Golden Rim to retain an interest in the project and to participate in any future mine development.

Yako Project and Babonga Project

The Yako and Babonga projects are non-core projects for Golden Rim.

The Yako Project is comprised on one permit (Zanna) which is 100% owned by Golden Rim. Golden Rim has agreed, in principle, to sell the Yako Project to MNG for US\$100,000 cash.

Further, the Babonga Project is comprised on one permit (Babonga) which is 100% owned by Golden Rim. Golden Rim has agreed, in principle, to sell the Babonga Project to MNG for US\$50,000 cash.

The payments for Yako and Babonga will be made once the permits have been transferred to MNG. This process is expected to take 2 to 3 months.

General

The Company has provided a short term loan of A\$150,000 to a third party to secure a period of exclusivity in which to review a potential investment. The loan is subject to interest at the rate of 10% per annum and is repayable 9 June 2016, unless otherwise agreed by the parties.

Golden Rim has downsized its office in Burkina Faso and has retained several key personnel on a part-time consultative basis.

During the quarter, the Company transferred responsibility for the maintenance of its share register to Link Market Services Limited.

-ENDS-

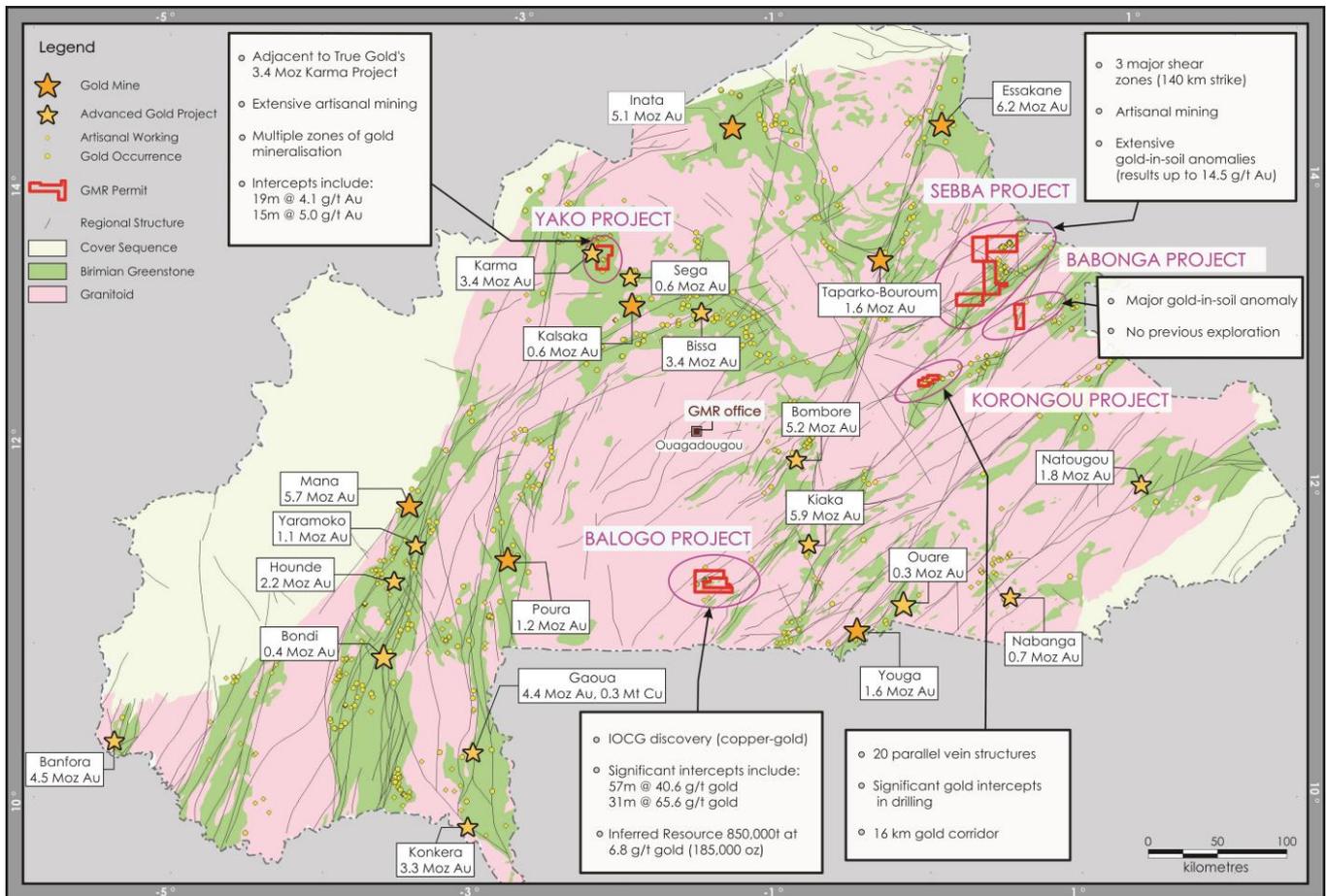


Figure 1. Location of Golden Rim's Burkina Faso permits and projects.

Table 1: Tenements (additional information in relation to the Company's tenements held at the end of the quarter (on a consolidated basis))

Tenement name	Project name	Golden Rim Holding (%)	Golden Rim's potential equity (%)	Changes in the Quarter
Mali				
Kolumba North	Sepola	90	90	
Gourbassi East	Sepola	90	90	
Kenibandi East	Sepola	100	100	
Burkina Faso				
Babonga	Babonga	100	100	
Zanna	Yako	100	100	
Korongou	Korongou	0	90	



Competent Persons Statement

The information in this report relating to previous results and Exploration Targets is extracted from the announcements Guitorga Gold Anomaly at Korongou Extended dated 29 January 2015; Large New Gold Anomalies Outlined at Korongou dated 15 January 2015; Guitorga Gold Anomaly at Korongou Exceeds 3.5km dated 12 February 2015; Quarterly Activities & Cash Flow Report dated 28 April 2015; and Guitorga Delivers Significant Drilling Results dated 11 May 2015; and Initial Exploration Target Defined for Korongou dated 16 July 2015 has been reported in accordance with the 2012 edition of the JORC Code. These announcements are available on the Company's website (www.goldenrim.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in these announcements.

Forward Looking Statements

Certain statements in this document are or maybe "forward-looking statements" and represent Golden Rim's intentions, projections, expectations or beliefs concerning among other things, future exploration activities. The projections, estimates and beliefs contained in such forward looking statements necessarily involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Golden Rim, and which may cause Golden Rim's actual performance in future periods to differ materially from any express or implied estimates or projections. Nothing in this document is a promise or representation as to the future. Statements or assumptions in this document as to future matters may prove to be incorrect and differences may be material. Golden Rim does not make any representation or warranty as to the accuracy of such statements or assumptions.

Further Company Information

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W: goldenrim.com.au

Capital Structure:

Issued Shares: 1,438,520,000

Unlisted Options: 143,358,400

Major Shareholders:

Aurora Minerals 13.44%

Share Registry:

Link Market Services Limited

Central Park Level 4

152 St Georges Terrace

Perth WA 6000

Telephone: (+61) 1300 554 474

Fax: 02 9287 0303

Appendix 5B

Mining 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

Name of entity

GOLDEN RIM RESOURCES LTD

ABN

39 006 710 774

Quarter ended ("current quarter")

31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(112)	(713)
(b) development	-	-
(c) production	-	-
(d) administration	(219)	(671)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	2	2
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(329)	(1,382)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(43)	(47)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	112
1.10 Loans to other entities	(150)	(150)
1.11 Loans repaid by other entities	-	-
1.12 Other	-	-
Net investing cash flows	(193)	(85)
1.13 Total operating and investing cash flows (carried forward)	(522)	(1,467)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(522)	(1,467)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 (share issue costs)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(522)	(1,467)
1.20	Cash at beginning of quarter/year to date	4,069	4,847
1.21	Exchange rate adjustments to item 1.20	(162)	5
1.22	Cash at end of quarter	3,385	3,385

Payments to directors of the entity, associates of the directors, 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	96
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

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

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

+ 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	100
4.2 Development	
4.3 Production	
4.4 Administration	240
Total	340

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	3,364	4,049
5.2 Deposits at call	21	20
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	3,385	4,069

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			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description 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 <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	1,438,520,000	1,438,520,000		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i> <i>(unquoted)</i>	2,150,000 (ESOP) 3,000,000 (Class K) 4,500,000 (Class L) 119,382,500 (Class M) 14,325,900 (Class N)		<i>Exercise price (cents)</i> 14 0.95 1.45 1.65 1.65	<i>Expiry date</i> 12 January 2017 27 November 2016 27 November 2017 30 October 2017 2 November 2016

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

Compliance statement

- 1 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 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

Date: 28 April 2016

(Company Secretary)

Print name: Hayley Butcher

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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 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.
- 4 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.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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.

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