

31 January 2013

#### CAPITAL STRUCTURE

Shares on Issue: 192.5m

Unlisted Options: 13.5m

Market Cap: \$17.33m  
(as at 31 December 2012)

[Click here](#) for latest share price (ASX: LMR)



#### CASH ON HAND

\$18.07m  
(as at 31 December 2012)

#### CORPORATE DIRECTORY

Mr Andrew Love  
Non-Executive Chairman

Mr Blair Sergeant  
Managing Director

Mr Anthony Viljoen  
Non-Executive Director

Mr Marcello Cardaci  
Non-Executive Director

Professor Daniel Rasoamahenina  
Non-Executive Director

Mr Fortune Mr Fortune Mojapelo (Alternate  
Director for Professor Daniel  
Rasoamahenina)

Mr Ryan Rockwood  
Non-Executive Director

Ms Shannon Coates  
Company Secretary

#### CONTACT DETAILS

##### Principal and Registered Offices

3 Richardson Street  
West Perth WA 6009  
Telephone: +61 8 9481 1198  
Facsimile: +61 8 9486 1258

#### WEBSITE

[www.lemurresources.com](http://www.lemurresources.com)

## Quarterly Report for the period ended 31 December 2012

### Highlights

#### Imaloto Coal Project and Extension (99%)

##### Exploration

- During the quarter a total of 27 boreholes were drilled for a total of 3,510 metres across all programmes currently comprising the Phase III drilling programme underway at the Imaloto Project in Madagascar.

##### Laboratory Results

- Wash table results for 37 core samples were received from Inspectorate Laboratories with the consolidated results confirming a beneficiated Main Seam could produce an export grade thermal product yielding approximately 67%.
- A further 64 core samples are currently with Inspectorate Laboratories undergoing wash table analysis.

##### Revised JORC Compliant Resource Statement

- Work continued on the revised JORC compliant resource statement.

##### Infrastructure and Mining Scoping Studies

- Final versions of the Port and Mine Infrastructure and Land Logistics Scoping Study were received.
- Work continued on the Mining Scoping Study.
- Results of all Scoping Studies will be released post receipt of the revised JORC compliant resource statement and completion of the Mining Scoping Study.

##### Proposed Independent Power Producing Licence

- During the quarter, the Company commenced Pre- Feasibility studies on the IPP project, representing the third of a four stage process designed to assess the environmental and social impacts, political willingness and project economics for constructing and operating a coal fired power station in the Imaloto precinct.

##### Corporate

- Cash on hand at 31 December 2012 of \$18.07 million.
- Mr Fortune Mojapelo was appointed as an alternate director for Professor Daniel Rasoamahenina.
- Managing Director and Chief Executive Officer, Mr Blair Sergeant, relocated to Southern Africa.

Lemur Resources Limited provides the following update on key activities undertaken by the Company during the quarter ended 31 December 2012. During this period, the Company continued the exploration programme at its 99% owned Imaloto Coal Project and Extension ("Imaloto Project"), located in Madagascar.

## Imaloto Coal Project and Extension (99%)

Key quarterly and project to date drilling and laboratory analysis results for the Imaloto Project are summarised as follows:

	Phase I & II	Phase III							Project to Date
	2009	Sept 11 Qtr	Dec 11 Qtr	Mar 12 Qtr	June 12 Qtr	Sept 12 Qtr	Dec 12 Qtr	Sub- total	Total
<b>Western Drilling Programme</b>									
Metres completed	5,040	1,326	2,458	-	3,738	746	-	8,267	<b>13,307</b>
Boreholes drilled	36	19	14	-	32	4	-	69	<b>105</b>
Core samples analysed by Inspectorate Laboratory	168	-	11	53	-	61	-	125	<b>293</b>
Core samples awaiting analysis by Inspectorate Laboratory	-	n/a	n/a	n/a	n/a	n/a	-	-	-
<b>Eastern Drilling Programme</b>									
Metres completed	-	-	-	-	-	372	-	372	<b>372</b>
Boreholes drilled	-	-	-	-	-	15	-	15	<b>15</b>
Core samples analysed by Inspectorate Laboratory	-	-	-	-	-	-	2	2	<b>2</b>
Core samples awaiting analysis by Inspectorate Laboratory	-	n/a	n/a	n/a	n/a	n/a	-	-	-
<b>Infill Drilling Programme</b>									
Metres completed	-	-	-	-	-	1,957	3,510	5,467	<b>5,467</b>
Boreholes drilled	-	-	-	-	-	6	27	33	<b>33</b>
Core samples analysed by Inspectorate Laboratory	-	-	-	-	-	-	35	35	<b>35</b>
Core samples awaiting analysis by Inspectorate Laboratory	-	n/a	n/a	n/a	n/a	n/a	64	64	64
<b>Total</b>									
<b>Metres completed</b>	<b>5,040</b>	<b>1,326</b>	<b>2,458</b>	<b>-</b>	<b>3,738</b>	<b>3,075</b>	<b>3,510</b>	<b>14,107</b>	<b>19,146</b>
<b>Boreholes drilled</b>	<b>36</b>	<b>19</b>	<b>14</b>	<b>-</b>	<b>32</b>	<b>25</b>	<b>27</b>	<b>117</b>	<b>153</b>
<b>Core samples analysed by Inspectorate Laboratory</b>	<b>168</b>	<b>-</b>	<b>11</b>	<b>53</b>	<b>-</b>	<b>61</b>	<b>37</b>	<b>162</b>	<b>330</b>
<b>Core samples awaiting analysis by Inspectorate Laboratory</b>	<b>-</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>64</b>	<b>64</b>	<b>64</b>

## **Exploration – Phase III Drilling Programme**

As previously announced, the Western and Eastern Drilling programmes were completed in prior periods. Only the Infill and Ianapera Drilling Programmes were active during the quarter.

### Infill Drilling Programme

The Programme focused on the northern and central parts of the Imaloto Project area and was designed to confirm the position of the major faults, the position of the basin edge at depth along with increasing the data density to be used during mine planning.

During the quarter, the final 27 boreholes were drilled for a total of 3,510 metres and the programme was completed on 2 December 2012.

### Ianapera Drilling Programme

The Ianapera Coal Project is comprised of one permit which covers 25km<sup>2</sup> and lies 20km south west of the Imaloto Project area.

During the quarter, the Company drilled a single borehole reaching a depth of 360 metres, and with no coal being encountered the decision was made to abandon.

## **Demobilisation**

In anticipation of the wet season, along with the completion of both the Infill and Western Drilling Programmes, the majority of Company owned site based plant and equipment, including the two LF70 drill rigs, were demobilised back to the leased secure compound in the south west port city of Tulear.

The demobilisation ran over a two week period and was completed on 15 December 2012. Certain residual plant and equipment which remain at site have been secured in cargo containers which are located inside the project perimeter fencing and are under 24 hour guard.

With the majority of site based activities having now been completed, all expat employees have now returned home, and a significant amount of related cash outflow has been halted.

## Laboratory Results

Key project to date laboratory analysis results for the Imaloto Project are summarised as follows:

Core samples that have undergone Wash table analysis:	Phase I & II 2009	Phase III								Sub-total	Project to Date Total
		Batch 1	Batch 2	Batch 3	Batch 4	Batch 5	Batch 6	Batch 7	Batch 8		
<b>Western Drilling Programme</b>											
Surface seam	-	-	-	-	-	-	-	-	-	-	-
Main seam	39	12	5	6	4	21	4	2	4	58	97
Top seam	22	-	6	5	5	-	7	3	1	27	49
Upper seam	24	-	6	7	5	-	7	2	1	28	52
Lower seam	-	-	-	1	1	7	2	-	-	11	11
Sub- coal intersections	83	-	-	-	1	-	-	-	-	1	84
	<b>168</b>									<b>125</b>	<b>293</b>
<b>Eastern Drilling Programme</b>											
Surface seam	-	-	-	-	-	-	-	-	-	-	-
Main seam	-	1	1	-	-	-	-	-	-	2	2
Top seam	-	-	-	-	-	-	-	-	-	-	-
Upper seam	-	-	-	-	-	-	-	-	-	-	-
Lower seam	-	-	-	-	-	-	-	-	-	-	-
Sub- coal intersections	-	-	-	-	-	-	-	-	-	-	-
	-	1	1	-	-	-	-	-	-	2	2
<b>Infill Drilling Programme</b>											
Surface seam	-	-	-	1	-	-	-	-	-	1	1
Main seam	-	3	3	2	6	-	-	-	-	14	14
Top seam	-	2	1	2	5	-	-	-	-	10	10
Upper seam	-	2	1	2	5	-	-	-	-	10	10
Lower seam	-	-	-	-	-	-	-	-	-	-	-
Sub- coal intersections	-	-	-	-	-	-	-	-	-	-	-
	-	7	5	7	16	-	-	-	-	35	35
<b>Total</b>											
Surface seam	-	-	-	1	-	-	-	-	-	1	1
Main seam	39	16	9	8	10	21	4	2	4	74	113
Top seam	22	2	7	7	10	-	7	3	1	37	59
Upper seam	24	2	7	9	10	-	7	2	1	38	62
Lower seam	-	-	-	1	1	7	2	-	-	11	11
Sub- coal intersections	83	-	-	-	1	-	-	-	-	1	84
	<b>168</b>	<b>8</b>	<b>6</b>	<b>7</b>	<b>16</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>162</b>	<b>330</b>

### The Western Drilling Programme

As announced on 9 October 2012, the final 7 core samples taken as part of the Western Drilling Programme were received back from Inspectorate Laboratories. Since exploration activities commenced in 2009, the Company has analysed a total of 293 samples, 125 of which relate to the current Phase III programme.

Results of this final batch, as do the consolidated results, confirm that when the Main Seam is beneficiated via a single stage wash, the following products will be generated:

- A primary product displaying export grade thermal qualities yielding approximately 67%,
- A secondary product displaying qualities suitable as feedstock for a domestic coal fired power station.

This would equate to a theoretical yield of 100% for the Main Seam.

All laboratory results have now been incorporated into the Imaloto Project's geological model, which will form the basis of the revised JORC compliant resource statement.

#### Infill Drilling Programme

During the quarter, a total of 64 samples were taken as part of the Infill Drilling Programme with all samples currently being analysed by Inspectorate Laboratories.

Upon completion of the analysis and interpretation, the laboratory results will be incorporated into the Imaloto Project's geological model and will result in a second revision to the JORC compliant resource statement.

### **Revised JORC Compliant Resource Statement**

The Company has now incorporated the final drilling and laboratory results taken as part of the Phase III Western Drilling Programme into the geological model. Upon completion, the model will be used to prepare the revised JORC compliant resource statement.

The Company acknowledges delays in announcing the revised JORC compliant resource statement, which is a direct result of delays encountered during the Western Drilling Programme, umpire assays and related regression analysis.

### **Infrastructure and Mining Study Scoping Reports**

#### Mining Scoping Study

Work continued on the Mining Scoping Study being prepared by Badger Mining & Consulting (Pty) Ltd ("Badger"). The objective of the study is to provide a high level indication on the viability of early stage production based on an initial 1mtpa of saleable product from the Imaloto Project.

Badger has advised it will take 6 weeks from having received the revised geological model for a final version of the study to be available.

#### Mine Infrastructure and Land Logistics Scoping Study

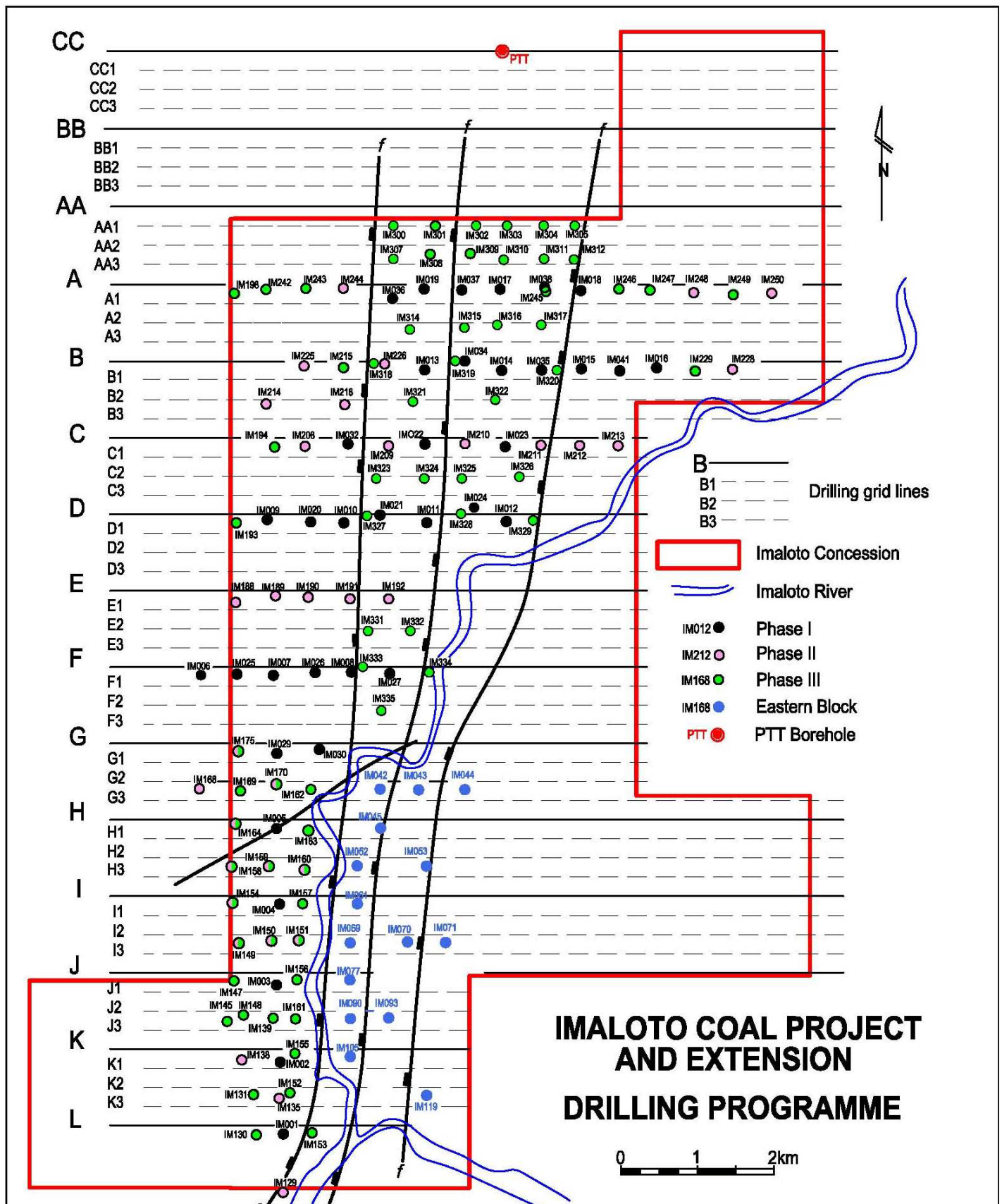
The Mine Infrastructure and Land Logistics Scoping Study was prepared by DRA Mineral Projects Ltd ("DRA"). The object of the study was to assess the viability of initially producing up to 1mtpa of saleable product and transporting the product by truck to the Port of Toliara and covers all aspects from the Run of Mine stockpile through to delivery at Port.

#### Port Scoping Study

The Port Scoping Study was prepared by Ports of Africa (Pty) Ltd ("POA"). The object of the report was to provide a high level understanding of the costing, viability and required upgrades in order to utilise the existing Port of Toliara to facilitate the export initially, of up to 1mtpa saleable product.

### Announcing the Results of Scoping Studies to Market

Results of the three scoping studies will be reviewed by the Board and, following the receipt of the revised JORC compliant resource statement, an announcement will be made in due course.



Simplified Drilling as at 31 Dec 2012

Figure 1: Completed and proposed bore holes at the Imaloto Coal Project and Extension

## **Proposed Independent Power Producing Concession**

As previously announced, the Company has engaged F-Tech International (“F-Tech”) to undertake a Pre-Feasibility Study to assess the viability of constructing an independent coal fired power station (“the IPP”) in near proximity to the Imaloto Project which is the subject of the executed Memorandum of Understanding with Jiro sy Rano Malagasy, the Madagascar Government’s state owned electricity company responsible for the production, transport and distribution of electricity in Madagascar (“Jirama”).

During the quarter, F-Tech commenced work on the Pre-Feasibility Study. To gain an understanding of possible power consumption requirements, discussions were held with possible IPP customers, including various local and international resource companies who operate in the region. Key take outs from these discussions were that:

- A strong appetite exists for low cost power in the region with the quantum being such that the IPP initial sizing (15 MW) could potentially be fully subscribed;
- The international customer contingent provides an attractive base load to the power plant, which, to potential third party investors, makes the project bankable for financing purposes.

During the quarter, the Company continued to work closely with Jirama to finalise the key terms of a Heads of Agreement, the terms of which will provide a road map outlining the precursory steps the Company must complete in order for the IPP concession to be issued and will form the basis for the Concession, the Power Purchase and Transmission Agreements between the IPP and the Malagasy Government. The agreement has been carefully scrutinised by the Jirama legal team, with the document expected to be formally executed in the short term.

Upon execution of the Heads of Agreement, work will commence on the Environmental Impact Assessment, scoping studies and further off-take negotiations.

Over the first half of the 2013 calendar year, the Company intends to continue to focus on the following steps as it looks to advance the IPP project:

- Preparation of a proposed Power Purchase Agreement (“PPA”) between the IPP and Jirama;
- Meetings with proposed power off takers and commencing pricing discussions;
- Discussions with the Madagascar Ministry of Finance and Ministry of Energy in relation to the IPP concession agreement;
- The appointment of Environmental Consultants to prepare the scoping documentation for the power plant;
- Site visit to review conditions and logistics, collection of information for the Environmental Impact Assessment and dialogue with IPP site stakeholders situated close to the mine and in the capital, Antananarivo; and
- Meeting with Proparco to discuss various transmission funding options.

## **Corporate**

### **Cash Position**

As at 31 December 2012, Lemur Resources Limited had \$18.07 million cash on hand.

A copy of the Company's Mining Exploration Entity Quarterly Report (Appendix 5B) in accordance with ASX Listing Rule 5.3 is attached.

### **Board Appointment - Mr Fortune Mojapelo**

On 6 November 2012, Mr Fortune Mojapelo was appointed as an alternate director for Professor Daniel Rasoamahanina.

Mr Mojapelo is a mining entrepreneur and founding shareholder of VM Investment (Pty) Ltd, a principal investments and advisory company focusing on mining projects in Africa. VM Investment currently manages Lemur's exploration programme in Madagascar. Fortune has played a leading role in the origination, establishment and project development of several junior mining companies in Africa including New Kush Exploration and Mining (Gold in South Sudan), Greenhills Resources (Tin), Bushveld Resources Limited (Iron-Ore), New Horizon Minerals (Iron Ore), Bushveld Platinum Limited (PGMs) and Eagle Resources Limited (Uranium). He is currently Chief Executive Officer of AIM listed Bushveld Minerals Limited.

Mr Mojapelo graduated from the University of Cape Town with a B.Sc. (Actuarial Science). He has previously worked at the global consulting firm McKinsey & Company as a consultant, where he worked on corporate strategy and organisational development in several sectors in South Africa and Nigeria.

### **Relocation of Managing Director**

As announced on 21 December 2012, Mr Blair Sergeant, Lemur's Managing Director and Chief Executive Officer, relocated to Southern Africa to facilitate better "on ground" executive management of the Company's Imaloto Project.

### **Court Case Regarding Permit 4578**

As announced in the September 2012 quarterly, the Company has become aware of a legal claim and resulting court judgment that seeks to declare null and void various historical sale agreements which ultimately resulted in the Company being granted permit 4578.

To date there have been three court hearings and on each occasion the claimant has successfully sought a postponement. At the last hearing held on 16 January 2013, the claimant submitted her written allegations to the court with these submissions currently being reviewed by the Company's Madagascan Lawyers, John W Ffooks & Co. The next hearing is set for 20 February 2013 at which point the Company will submit its written defence to the allegations as required by the Madagascan court system.

The Company confirms that that original legal advice previously provided by Madagascan based lawyers, John W Ffooks & Co. is still valid in that the judgment poses no threat to the Company's tenure over permit 4578 and that the claim is ill-founded, principally as it post-dates the effective transfer date of permit 4578 to the Company, meaning the Company had acquired the permit in good faith.

The Company will make necessary announcements as and when any material new information comes to hand.



## About Lemur Resources Limited

Lemur Resources is focused on the development of the Company's significant coal assets in Madagascar. Headquartered in Perth, Western Australia, the Company is planning to develop a thermal coal mine at its 99% owned Imaloto Coal Project, located in the Imaloto Coal Basin in Madagascar, which currently has an Inferred Resource of 176mt. Lemur's board and management have significant experience in developing commercial coal mining operations in Africa. The Company listed on the ASX in August 2011.

For further information see [www.lemurresources.com](http://www.lemurresources.com)

### CONTACT:

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## Competent Persons Statement

The information in this Announcement that relates to Exploration Results is based on information compiled by Professor Richard Viljoen, who is a Professional Natural Scientist (Pr.Sci. Nat.), registered with the South African Council for Natural and Scientific Professions (SACNASP), a 'Recognised Overseas Professional Organisation' ('ROPO') included in a list promulgated by the ASX from time to time. Professor Viljoen is employed by VMI (Pty) Limited. Professor Viljoen has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Professor Viljoen consents to the inclusion in this Announcement of the matters based on his information in the form and context in which it appears.

The information in this Report that relates to Mineral Resources is based on information compiled by Richard Wadley, who is a Member or Fellow of South African Institute of Mining and Metallurgy and is also a Professional Natural Scientist (Pr.Sci. Nat.), registered with the South African Council for Natural Scientific Professions, a 'Recognised Overseas Professional Organisation' ('ROPO') included in a list promulgated by the ASX from time to time. Richard Wadley is employed by The MSA Group. Richard Wadley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Richard Wadley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

Lemur Resources Limited

ABN

53 147 241 361

Quarter ended ("current quarter")

31 December 2012

### Consolidated statement of cash flows

		Current quarter \$A'000	Year to date \$A'000
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(803)	(2,971)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(482)	(1,626)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	222	1,054
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	(10)
<b>Net Operating Cash Flows</b>		<b>(1,063)</b>	<b>(3,553)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(10)	(20)
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	-	-
1.15	Other (provide details if material)	-	-
<b>Net investing cash flows</b>		<b>(10)</b>	<b>(20)</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(1,073)</b>	<b>(3,573)</b>

1.13	Total operating and investing cash flows (brought forward)	(1,073)	(3,574)
	<b>Cash flows related to financing activities</b>		
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	-	8
1.18	Dividends paid	-	-
1.19	Other: Fund raising costs	-	-
1.20	Other (provide details if material)	-	-
	<b>Net financing cash flows</b>	-	8
	<b>Net increase (decrease) in cash held</b>	(1,073)	(3,565)
1.20	Cash at beginning of quarter/year to date	19,143	21,614
1.21	Exchange rate adjustments to item 1.20	3	24
1.22	<b>Cash at end of quarter</b>	<b>18,073</b>	<b>18,073</b>

### 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	167
1.24 Aggregate amount of loans to the parties included in item 1.10	-

### 1.25 Explanation necessary for an understanding of the transactions

#### \$A'000

- 19 Non- Executive director fee's
- 46 Executive director remuneration
- 45 Consultancy fees paid to VM Investment Company (Pty) Ltd of which Mr Anthony Viljoen is a director and shareholder
- 57 Company secretarial fees and head office lease paid to Evolution Capital Partners Pty Ltd of which Mr Blair Sergeant is a director and shareholder

### 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

n/a

#### 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

n/a

## 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	-	-
3.2    Credit standby arrangements	-	-

## Estimated cash outflows for next quarter

	\$A'000
4.1    Exploration and evaluation	622
4.2    Development	-
4.3    Production	-
4.4    Administration	370
<b>Total</b>	<b>992</b>

## 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	49	60
5.2    Deposits at call	17,752	18,242
5.3    Bank overdraft	-	-
5.4    Other (USD account)	272	841
<b>Total: cash at end of quarter (item 1.22)</b>	<b>18,073</b>	<b>20,432</b>

## 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	-	-	-

## 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	<b>Preference securities</b> (description)			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	<b>*Ordinary securities</b>	192,500,001	139,000,001	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs (c) Release from escrow			
7.5	<b>*Convertible debt securities</b> (description)			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted			

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.7	<b>Options</b>	13,500,000	nil – unlisted options	<u>Exercise price</u> 6,500,000 exercisable at 30 cents each  6,500,000 exercisable at 40 cents each  500,000 exercisable at 15 cents each	<u>Expiry date</u> 31 Dec 2013  31 Dec 2013  15 Nov 2017
7.8	Issued during quarter	500,000	nil – unlisted options	<u>Exercise price</u> 15 cents each	<u>Expiry date</u> 15 Nov 2017
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures</b> (totals only)				
7.12	<b>Unsecured notes</b> (totals only)				

## 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:



Managing Director

Date: 31/01/2013

Print name: Blair Sergeant

## 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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