

28 October 2013

ASX Market Announcements  
 Australian Securities Exchange  
 20 Bridge Street  
 SYDNEY NSW 2000

*By Electronic Lodgement*

## QUARTERLY REPORT FOR PERIOD ENDING – 30 September 2013

### OVERVIEW

Work completed in the quarter was limited to ongoing environmental monitoring and completion of the data validation project.

The total JORC Mineral Resources under Summit's management in the Mount Isa region now includes 104.6Mlb U<sub>3</sub>O<sub>8</sub> Measured and Indicated Mineral Resources and 37.5Mlb U<sub>3</sub>O<sub>8</sub> Inferred Mineral Resources. Of this, 57.8Mlb U<sub>3</sub>O<sub>8</sub> Measured and Indicated Mineral Resources, as well as 26.5Mlb U<sub>3</sub>O<sub>8</sub> Inferred Mineral Resources, are attributable to Summit. 53.7% of the Mineral Resources are located at Valhalla; the rest are distributed over the Bikini, Skai, Odin, Andersons, Mirrioola, Watta and Warwai deposits. Details are as follows: - individual Mineral Resource figures, conforming to the JORC guidelines, are quoted on 100% of project basis.

Deposit		Measured Mineral Resources			Indicated Mineral Resources			Inferred Mineral Resources			Summit Attribution
Cut-off ppm U <sub>3</sub> O <sub>8</sub>		Mt	Grade ppm	t U <sub>3</sub> O <sub>8</sub>	Mt	Grade ppm	t U <sub>3</sub> O <sub>8</sub>	Mt	Grade ppm	t U <sub>3</sub> O <sub>8</sub>	
Valhalla	230	16.0	819	13,116	18.6	840	15,662	9.1	643	5,824	50%
Skal	250				14.3	640	9,177	1.4	519	708	50%
Odin	250				8.2	555	4,534	5.8	590	3,430	50%
Bikini	250				5.8	497	2,868	6.7	493	3,324	100%
Andersons	250				1.4	1,449	2,079	0.1	1,639	204	100%
Watta	250							5.6	404	2,260	100%
Warwai	250							0.4	365	134	100%
Mirrioola	250							2.0	555	1,132	100%
Total		16.0	819	13,116	48.3	711	34,320	31.1	547	17,016	
Total Resource Attributable to Summit		8.0	819	6,558 (14.5Mlb)	27.8	708	19,634 (43.3Mlb)	23.0	523	12,035 (26.5Mlb)	

*(Figures in the table above may not add due to rounding)*

Data validation of historical drilling information and QAQC verification has now been completed and has not resulted in any update to Company mineral resources. The Company operated on reduced operational expenditure designed to meet minimum tenement commitments as a consequence of the current spot price, at an 8 year historic low, offering no incentive to expand resources at this stage.

The Company's base metal projects are currently being explored by Aston Metals (Qld) Limited (AMQ) under joint venture and mineral rights agreements.

## **REVIEW OF OPERATIONS**

### **ISA URANIUM JOINT VENTURE (QLD)**

**Interest: Summit Resources (Aust) Pty Ltd - 50%; Paladin Energy Ltd (Paladin) – 50%**

**Operator: Summit Resources (Aust) Pty Ltd**

The Isa Uranium Joint Venture includes the Valhalla, Odin and Skäl deposits.

### **Exploration**

The updated regional exploration model has now been substantially completed and will be used as the basis for any future drill planning.

### **MOUNT ISA NORTH URANIUM PROJECT (100% Summit)**

Summit owns 100% of the Mount Isa North Uranium Project which consists of 1,432km<sup>2</sup> of applications and granted tenements that are prospective for uranium, copper and base metals. The tenements are centred on the city of Mount Isa. The project includes the Bikini, Mirrioola, Watta, Warwai and Andersons uranium deposits as well as numerous other uranium prospects.

Work on the tenements was limited to ongoing environmental monitoring.

### **BASE METALS EXPLORATION (Aston Metals (Qld) Limited earning 80%)**

#### **Summary**

Receivers and Managers of AMQ were appointed on Friday 30 August 2013, pursuant to a security interest created by AMQ in favour of Madison Pacific Trust Ltd (as Security Trustee). The Receivers and Managers have advertised for sale the interest that AMQ holds in its tenements and have commenced a sale process.

#### **Isa North - EPM 17511, 17513, 17514 and 17519**

There has been only minimal work undertaken by AMQ in the last Quarter on these tenements. A field review of the Kennedy Prospect area was undertaken but no significant targets were identified and most previously anomalous copper rock chip samples can be attributed to likely enrichment in iron rich outcrops associated with lateritisation effects in this region.

#### **Isa West and Isa South – All tenements**

The process of transferring tenements to AMQ from Summit continues. Every effort has been made to expedite this process through consultation with the Department of Natural Resources and Minerals. Exploration work on the southern tenements has been limited to desk top reviews. Further relinquishments of sub-blocks from tenements have been made where there is no clear exploration approach and the prospectivity can be determined to be low.

## **CORPORATE**

Given the need for the Company to conserve its funds, particularly with the weakening of the uranium spot price, the Directors of the Company have agreed to reduce their fees by 10%. This follows the initiative undertaken by Paladin Energy Ltd to reduce base salaries of senior executives that undertake services on behalf of the Company.

Yours faithfully  
Summit Resources Limited



**BRENDAN O'HARA**  
**Executive Chairman**

*Declaration*

The information in this announcement that relates to minerals exploration and mineral resources is based on information compiled by David Princep BSc, FAusIMM (CP) who has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Mr Princep is a full-time employee of Paladin Energy Ltd. Mr. Princep consents to the inclusion of the information in this announcement in the form and context in which it appears.

# 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

**SUMMIT RESOURCES LIMITED**

ABN

**86 009 474 775**

Quarter ended ("current quarter")

**30 September 2013**

### 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	(147)	(147)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(413)	(413)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	9	9
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
<b>Net Operating Cash Flows</b>		<b>(551)</b>	<b>(551)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
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	Exploration spent by Summit Resources Australia (Pty) Ltd on behalf of joint venture partner	(70)	(70)
1.13	Funds received from joint venture partner	70	70
<b>Net investing cash flows</b>		<b>-</b>	<b>-</b>
1.14	Total operating and investing cash flows (carried forward)	<b>(551)</b>	<b>(551)</b>

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.14	Total operating and investing cash flows (brought forward)	(551)	(551)
	<b>Cash flows related to financing activities</b>		
1.15	Proceeds from issues of shares, options, etc.	-	-
1.16	Proceeds from sale of forfeited shares	-	-
1.17	Proceeds from borrowings	-	-
1.18	Repayment of borrowings	-	-
1.19	Dividends paid	-	-
1.20	Other	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(551)	(551)
1.21	Cash at beginning of quarter/year to date	3,458	3,458
1.22	Exchange rate adjustments to item 1.21	-	-
1.23	<b>Cash at end of quarter</b>	<b>2,907</b>	<b>2,907</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
1.24	Aggregate amount of payments to the parties included in item 1.2	30
1.25	Aggregate amount of loans to the parties included in item 1.10	-

1.26 Explanation necessary for an understanding of the transactions

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+ See chapter 19 for defined terms.

### **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
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- 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
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### **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	N/A	N/A
3.2 Credit standby arrangements	N/A	N/A

### **Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	200
<b>Total</b>	<b>300</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	122	338
5.2 Deposits at call	2,785	3,120
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.23)</b>	<b>2,907</b>	<b>3,458</b>

+ See chapter 19 for defined terms.

**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	EPM 13413	Exploration Permit was reduced in area on 18th July 2013 – reduced from 98 sub-blocks to 45 sub-blocks.	20%	20%
	EPM 13682	Exploration Permit was reduced in area on 18th July 2013 – reduced from 90 sub-blocks to 63 sub-blocks.	20%	20%
	EPM 13412	Exploration Permit was reduced in area on 18th July 2013 – reduced from 100 sub-blocks to 35 sub-blocks.	20%	20%
	MDL(A) 397	Application was withdrawn on 20th August 2013.	100%	0%
	MDL(A) 398	Application was withdrawn on 20th August 2013.	100%	0%
	MDL(A) 399	Application was withdrawn on 20th August 2013.	100%	0%
	MDL(A) 509	New application was submitted on 20th August 2013.	0%	100%
	MDL(A) 510	Replacement application for MDL (A) 397. Was submitted 20th August 2013.	0%	100%
	MDL(A) 511	Replacement application for MDL (A) 398. Was submitted 20th August 2013.	0%	100%
	MDL(A) 513	Replacement application for MDL (A) 399. Was submitted 20th August 2013.	0%	100%
6.2 Interests in mining tenements acquired or increased	No changes			

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+ See chapter 19 for defined terms.

**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> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	<b>217,981,769</b>	<b>217,981,769</b>		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

(Director)

Date: 28 October 2013

Print name: Brendan O'Hara

## 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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **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.

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