

QUARTERLY ACTIVITIES REPORT

For the period ending 30 June 2014



NARACOOTA
Resources Ltd

Corporate Details

ASX CODE: NRR

ABN: 77 143 142 410

REGISTERED OFFICE

Level 9,
105 St Georges Tce,
Perth WA 6000

DIRECTORS

George Cameron-Dow
Christian Cordier
Gavin Wates
Eric Lilford

COMPANY SECRETARY

Josh Puckridge

TELEPHONE

+61 8 9226 0326

FACSIMILE

+ 61 8 9226 0327

WEBSITE

www.naracoota.com.au

SHARE REGISTRY

Computershare Investor
Services Pty Limited

Level 2, Reserve Bank
Building, 45 St Georges
Tce, Perth, WA, 6000
Tel: 1300 787 272

Naracoota Resources Limited ("Naracoota" or "the Company") (ASX: NRR) is pleased to report its activities for the quarter ending 30 June 2014.

New Project Acquisition

The Company has continued to concentrate its efforts on reviewing acquisition opportunities both within Australia and overseas. Whilst a number of projects have been reviewed during the quarter, an appropriate acquisition opportunity has not been identified.

Preservation of Capital

The Company is mindful of the current lack of market support for junior Australian explorers and has continued its emphasis on cost management in the interest of preserving cash. Naracoota remains well funded and has succeeded in maintaining high levels of cash reserves throughout the year: -

Cash Balance at:

- 31 December 2013 \$3.86m
- 31 March 2014 \$4.1m
- 30 June 2014 \$4.02m

Capital Structure Snapshot

Shares on Issue	138,263,829
Listed Options	47,536,676 (ASX: NRRO)
Unlisted Options	5,500,000 (7.5 to 30 cents per share Exercise Price)
Market Capitalisation	\$3.04m (Undiluted at quarter end)
Cash backing	2.9 cents per share (Undiluted)
Last Traded	2.2 cents per share (as at 23 July 2014)

The Company's last traded price represents a 32% discount to the cash backing of ordinary shares on issue.

Planned Activities for the Quarter ending 30 September 2014

The main focus of the Company is to continue to identify and evaluate potential new acquisition opportunities whilst also continuing to review options to increase its holdings surrounding the Windy Day tenement.

Current Tenements

P52/1213 - Windy Day (100%). The tenement remains in good standing.

The Company does not have any interest in any farm-in or farm-out agreements. No tenements were acquired or disposed of during the June quarter.

George Cameron-Dow

Non-Executive Director

Forward Looking Statement: This report may contain forward looking statements that are subject to risk factors which are based on Naracoota Resources' expectations relating to future events. Forward-looking statements are subject to risks, uncertainties and other factors, many of which are outside the control of Naracoota Resources, which could cause actual results to differ materially from such statements. Naracoota Resources makes no undertaking to update or revise the forward-looking statements made in this report to reflect events or circumstances after the date of this release.

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, 01/05/2013

Name of entity

NARACOOTA RESOURCES LTD

ABN

77 143 142 410

Quarter ended ("current quarter")

30 JUNE 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (12 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(19)	(26)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(94)	(448)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	33	128
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (Research and development rebate)	-	130
Net Operating Cash Flows		(80)	(216)
Cash flows related to investing activities			
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	9	359
	(c) other fixed assets	1	11
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
Net investing cash flows		10	370
1.13	Total operating and investing cash flows (carried forward)	(70)	154

+ See chapter 19 for defined terms.

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

1.13	Total operating and investing cash flows (brought forward)	(70)	154
	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 (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(70)	154
1.20	Cash at beginning of quarter/year to date	4,092	3,868
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	4,022	4,022

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	79
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

1.23 – Payment of executive and non-executive director's fees, reimbursement of expenses and payment of office and facilities costs and corporate fees to related entities.

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

+ 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	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	20
4.2 Development	-
4.3 Production	-
4.4 Administration	115
Total	135

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	4,022	4,092
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	4,022	4,092

+ See chapter 19 for defined terms.

Appendix 5B**Mining exploration entity and oil and gas exploration entity quarterly report****Changes in interests in mining tenements and petroleum tenements**

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

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	-	-	-	-
7.2	-	-	-	-
7.3	138,263,829	138,263,829	-	-
7.4	-	-	-	-
7.5	-	-	-	-

+ See chapter 19 for defined terms.

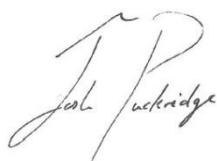
Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options (description and conversion factor)	1,000,000 4,000,000 500,000 47,536,676	Exercise price \$0.30 \$0.30 \$0.075 \$0.09	Expiry Date 2 August 2016 19 October 2016 23 August 2017 30 September 2015	-
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)	-	-		

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.



Josh Puckridge
Company Secretary
25 July 2014

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 and petroleum 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 or petroleum 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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SCHEDULE OF TENEMENTS AS AT 30 JUNE 2014

Tenement	Location	Registered Holder	Nature of Company's Interest (%)
P52/1213	Windy Day	Naracoota Resources Ltd	100%