

# 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

**SOUTHERN CROSS GOLDFIELDS LIMITED**

ABN

**71 124 374 321**

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	84	417
1.2	Payments for (a) exploration & evaluation	(787)	(3,342)
	(b) development	(93)	(865)
	(c) production	-	-
	(d) administration	(536)	(4,452)
1.3	Dividends received		-
1.4	Interest and other items of a similar nature received	31	175
1.5	Interest and other costs of finance paid	(143)	(894)
1.6	Income taxes refunded	-	708
1.7	Other – R&D refund	1,215	1,215
<b>Net Operating Cash Flows</b>		<b>(229)</b>	<b>(7,038)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a) prospects	-	(500)
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	124
	(c) other fixed assets	44	1,446
1.10	Loans repaid to other entities	-	(2,098)
1.11	Loans from other entities	-	2,174
1.12	Other (provide details if material)	-	-
	Refund of security deposits	-	2,722
	Payments of security deposits	-	(408)
<b>Net investing cash flows</b>		<b>44</b>	<b>3,460</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(185)</b>	<b>(3,578)</b>

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1.13	Total operating and investing cash flows (brought forward)	(185)	(3,578)
	<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	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Payment for company transaction	-	-
	Share issue expenses	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(185)	(3,578)
1.20	Cash at beginning of quarter/year to date	2,888	1,837
1.21	Cash acquired on acquisition of subsidiary	-	4,444
1.22	<b>Cash at end of quarter</b>	2,703	2,703

**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	131
1.24 Aggregate amount of loans to the parties included in item 1.10	-

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

Nil

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

Nil

+ 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	\$5,000	\$5,000
3.2 Credit standby arrangements	Nil	Nil

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	450
4.2 Development	250
4.3 Production	Nil
4.4 Administration	700
<b>Total</b>	<b>1,400</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	2,703	871
5.2 Deposits at call	-	2,017
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>2,703</b>	<b>2,888</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	Refer Attachment A			
6.2 Interests in mining tenements acquired or increased	Refer Attachment A			

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**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>	N/A			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	<b>*Ordinary securities</b>	887,450,815	887,450,815		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	Nil			
7.5	<b>*Convertible debt securities</b> <i>(description)</i>	N/A			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				

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7.7	<b>Options</b> (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
		25,000		25 cents	2/7/2014
		25,000		30 cents	2/7/2014
		100,000		25 cents	21/7/2014
		100,000		30 cents	21/7/2014
		2,000,000		20 cents	1/10/2014
		1,000,000		25 cents	1/10/2014
		1,000,000		30 cents	1/10/2014
		1,000,000		40 cents	1/10/2014
		2,200,000		10 cents	31/7/2014
		500,000		20 cents	31/7/2014
		500,000		25 cents	31/7/2014
		10,000,000		10 cents	24/2/2015
		43,665,000		10 cents	10/10/2017
		2,500,000		10 cents	10/10/2015
		5,000,000		10 cents	23/11/2017
		34,255,319		4.7 cents	21/3/2015
		20,000,000		3 cents	31/12/2017
		20,000,000		4 cents	31/12/2017
		63,775,510		1.96 cents	24/03/2016
7.8	Issued during quarter	Nil			
7.9	Exercised during quarter	Nil			
7.10	Expired during quarter	Nil			

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## 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:

(Company secretary)

Date: 30 July 2014

Print name: Leni Stanley

## 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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## **Attachment A**

### *Appendix 5B – Section 6.1 – Interests in Mining tenements relinquished, reduced or lapsed*

State	Name	Tenement Reference	Nature of Interest	Interest Start Qtr	Interest End of Qtr	Comments
WA	Southern Cross	E77/1599	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Southern Cross	E77/1996	Beneficial + Rights	100% (2)	Nil	Relinquished
WA	Southern Cross	E77/2009	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Southern Cross	P77/4187	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Southern Cross	P77/4186	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Southern Cross	P77/4016	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Marda	E77/1427	Beneficial + Rights	100% (2)	Nil	Relinquished
WA	Southern Cross	E77/1233	Beneficial + Rights	100% (5)	Nil	Relinquished
WA	Marda	E77/1295	Beneficial + Rights	0% (2)	Nil	Relinquished

### *Appendix 5B – Section 6.2 – Interests in Mining tenements acquired or increased*

State	Name	Tenement Reference	Nature of Interest	Interest Start Qtr	Interest End of Qtr	Comments
WA	Marda	E77/2171	Beneficial + Rights	Nil	100% (2)	Granted
WA	Marda	E77/2172	Beneficial + Rights	Nil	100% (2)	Granted
WA	Marda	P77/4238	Beneficial + Rights	Nil	100% (2)	Granted
WA	Marda	P77/4240	Beneficial + Rights	Nil	100% (2)	Granted

#### Notes – SXG Interests in Mineral Rights

- (2) SXG holds 100% of Non- Fe Rights & 30% Ni Rights
- (5) SXG holds 100% of all Rights and 30% of Ni Rights

E	Western Australia	exploration licence
L	Western Australia	miscellaneous licence
M	Western Australia	mining lease
P	Western Australia	prospecting licence