

Appendix 5B

Mining exploration entity quarterly report

Name of entity

Mount Magnet South NL

ABN

93 096 635 246

Quarter ended ("current quarter")

30 June 2014

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(294)	(1,471)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(130)	(995)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	4	18
1.5	Interest and other costs of finance paid	(3)	(108)
1.6	Income taxes paid	-	-
1.7	Other – Refund of rehabilitation bonds received	-	1,499
	- Refund of office bond (part)	-	17
	- Refund of R&D tax rebate received	-	1,440
Net operating cash flows		(423)	400
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	(19)
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	GST Refund	-	-
Net investing cash flows		-	(19)
1.13	Total operating and investing cash flows (carried forward)	(423)	381

1.13	Total operating and investing cash flows (brought forward)	(423)	381
	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 – convertible note	-	(500)
1.18	Other – share issue costs	-	-
1.19	Other - borrowings costs	-	-
	Net financing cash flows	-	(500)
	Net increase (decrease) in cash held	(423)	(119)
1.20	Cash at beginning of quarter/year to date	819	515
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	396	396

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	51
1.24	Aggregate amount of loans to the parties included in item 1.11	-
1.25	Explanation necessary for an understanding of the transactions	
	Item 1.23 – Amounts paid to related parties include directors' fees (\$34,000), and company secretarial/CFO fees (\$17,000).	

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
	\$185,329 has been expended during the quarter by Australian Mines Limited under the terms of the Jumbulyer Farm-in and Joint Venture Agreement, pursuant to which that company can earn an initial interest of 60% in the Jumbulyer gold and copper project.

Financing facilities available

	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	225
4.2 Development	-
4.3 Production	-
4.4 Administration	150
Total	375

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	396	819
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other	-	-
Total: cash at end of quarter (item 1.22)	396	819

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quar- ter
6.1 Interests in mining tenements relinquished, reduced or lapsed	E59/1491		100%	-
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 Preference ⁺ securities (description)	-	-	-	-
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 ⁺ Ordinary securities (fully paid)	538,020,816	538,020,816	-	-
7.4 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs				
7.5 ⁺ Convertible debt securities (description) <i>Convertible notes with a face value of \$1 million, redeemable on 31 July 2015, 5% per annum coupon</i>	66,666,667	-	1.5 cents	1.5 cents
7.6 Changes during quarter				
(a) Increases	-	-	-	-
(b) Decreases				
7.7 Options & Performance Rights (description and conversion factor)			Exercise price	Expiry date
10,000,000 Options		-	5cts	31 August 2014
42,479,275 Options	42,479,275		7cts	31 August 2014
8,100,000 Performance Rights		-	N/A	Various See table below

	Total number	Number quoted	Exercise price per security (cents)	Expiry date
7.8 Issued during the quarter	-	-	-	-
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter - <i>Performance rights</i>	3,000,000	-	N/A	27 May and 13 June 2014
7.11 Debentures (totals only)	-	-	-	-
7.12 Unsecured notes (totals only)	-	-	-	-

Each Performance Right can convert to one ordinary share upon satisfaction of specified performance conditions.

No. Performance Rights	Expiry Date
3,500,000	11 April 2015
3,800,000	28 August 2015
800,000	17 October 2015

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: (Company Secretary)

Date: 31 July 2014

Print name: Susmit Shah

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.