Rule 5.5

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

Reward Minerals Limited

ABN	Quarter ended ("current quarter")
50 009 173 602	30 September 2014

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (9 months) $A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation	(923)	(2,826)
	(b) development		
	(c) production		
	(d) administration	(236)	(466)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	22	67
1.5	Interest and other costs of finance paid	-	(26)
1.6	Income taxes paid		
1.7	Other - GST	105	75
	Net Operating Cash Flows	(1,032)	(3,176)
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets	(1)	(54)
1.9	Proceeds from sale of: (a) prospects	-	140
	(b) equity investments		
	(c) other fixed assets		
1.10	Loans to other entities		
1.11	Loans repaid by other entities		
1.12	Other		
	Net investing cash flows	(1)	86
1.13	Total operating and investing cash flows (carried forward)	(1,033)	(3,090)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(1,033)	(3,090)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	1,075	6,075
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	-	(1,000)
1.18	Dividends paid		
1.19	Other – share issue costs	-	(368)
	Net financing cash flows	1,075	4,707
	Net increase (decrease) in cash held	42	1,617
1.20	Cash at beginning of quarter/year to date	5,430	3,855
1.21	Exchange rate adjustments to item 1.20		
1.22	**Cash at end of quarter**	5,472	5,472

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	55
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Director's fees paid at commercial rates.

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

Sale of Lake Mackay Technical Data as per ASX Announcement dated 25 August 2014. In consideration, the Company received 7,500,000 ordinary shares in Global Resources Corporation Ltd (subject to 12 month escrow period), valued at $1.3 million.

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

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	600
4.2	Development	100
4.3	Production	
4.4	Administration	300
	Total	**1,000**

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	5,472	5,326
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	104
	Total: cash at end of quarter (item 1.22)	5,472	5,430

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	E69/1928 E45/2599 E45/2600 E69/3244	Surrendered Surrendered Surrendered Surrendered	100% 100% 100% 100%	0% 0% 0% 0%
6.2	Interests in mining tenements and petroleum tenements acquired or increased	E45/4426 E45/4291	Application Granted	0% 0%	0% 100%

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**	111,058,981	111,058,981	-	-
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	2,150,000	2,150,000	Director's options exercised at $0.50 per share.	
7.5	**+Convertible debt securities** *(description)*				

+ See chapter 19 for defined terms.

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	**Options** *(description and conversion factor)*			*Exercise price*	*Expiry date*
		Unlisted Azure Options 3,000,000		$0.45	5 January 2016
		Unlisted Azure Options 2,000,000		$0.45	10 October 2016
		Employee Options 500,000		$1.09	8 October 2015
		Unlisted Martu Options 4,500,000		$0.50	28 February 2017
		Listed Options 14,341,548	Listed Options 14,341,548	Free attaching options exercisable at $0.25	30 June 2016
7.8	Issued during quarter				
7.9	Exercised during quarter	Unlisted Directors Options 2,150,000		$0.50	31 August 2014
7.10	Expired during quarter				
7.11	**Debentures** *(totals only)*				
7.12	**Unsecured notes** *(totals only)*				

+ 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 5).

2 This statement does give a true and fair view of the matters disclosed.

Sign here: .... Date: 31 October 2014
Bianca Taveira
Company Secretary

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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