



ACN: 062 284 084
ASX Code: SYS

ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE

28 October 2014

QUARTERLY REPORT FOR THE PERIOD ENDING 30 September 2014

The Board of Syngas Limited ("Syngas" or "Company") is pleased to present the September 2014 Quarterly Report.

Tenements

Syngas continues to hold a 100% interest in each of MEL 4185 (north-west of Adelaide in the Northern St Vincent Basin Coalfields) and MEL 4785 (south-east of Adelaide covering the known coal deposit of Moorlands) both located in South Australia. The Company is continuing to review its options in respect of these projects and for the past quarter no further field work was conducted. At present no exploration work has been scheduled for the next quarter. MEL 4785 expires during the current month and the Company does not intend to seek to renew this tenement.

Corporate

The Board wishes to thank Anne Cox for acting as a Director during the quarter. Anne resigned in September following the appointment of Mr Chris Low. Mr Peter Ng also accepted an invitation to join the Board in September and the experience of both Directors will be of great benefit to the Company as we progress with developing the Company.

Mr Low is the Chief Executive Officer of Sepangar Bay Power Corporation Sdn Bhd, an independent power producer company which owns and operates a 100 MW gas-fired power plant in Sabah, Malaysia. He is also the President of several companies in Indonesia and Laos which are developing several hydro power projects in Northern Sumatera and Laos with total capacity of 1,680 MW.

Mr Ng is a solicitor practising Law in Melbourne. Prior to entering into legal practice, Mr Ng was an Associate Director of a boutique private equity investment house specialising in managing and raising the public profiles of small and emerging companies in the mining and renewable sectors.

Subsequent to the end of the quarter the Company has received a number of substantial shareholder notifications. The Board welcomes the shareholders and appreciates the support and confidence those shareholders have in the future development of the Company.

Finance

During the Quarter the Company continued to draw down on the facility provided by its directors (current facility is for \$250,000 drawn down as at 30 September 2014 to the amount of \$226,118) and entered into a new loan facility of \$700,000, which as at 30 September 2014 was drawn down to the amount of \$500,000. This facility will be used to repay the earlier facility and cover outstanding fees and ongoing working capital expenditure.

Due to the additional financial support received and changes to the share register the Board decided that it would defer indefinitely any capital raising flagged in the June Quarterly report.

Syngas Limited

Suite 1, 102 Gloucester Street, The Rocks, NSW 2000, Australia.

Phone: (02) 9252 5052 Fax: (02) 9475 4750 Email: reception@syngas.com.au <http://www.syngas.com.au>

Future Direction

Early indications are that the new shareholders support the development of Syngas as an exploration company with a focus on the energy sector.

The Board is currently reviewing the management needs of the organisation and will be seeking to appoint a new management team to lead the Company during the next phase of its development.

For Further Information contact:

Michael Cox
Chairman

Phone: +61 (0) 2 9252 5052

Email: reception@syngas.com.au

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

Syngas Limited

ABN

41 062 284 064

Quarter ended ("current quarter")

30 September 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	(4)	(4)
	(b) development	---	---
	(c) production	---	---
	(d) administration	(17)	(17)
1.3	Dividends received	---	---
1.4	Interest and other items of a similar nature received	---	---
1.5	Interest and other costs of finance paid	---	---
1.6	Income taxes paid	---	---
1.7	Other – reduction in Trade Creditors	---	---
	Net Operating Cash Flows	(21)	(21)
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	---	---
	(c) other fixed assets	---	---
1.10	Loans to other entities	---	---
1.11	Loans repaid by other entities	---	---
1.12	Other (provide details if material)	---	---
	Net investing cash flows	---	---
1.13	Total operating and investing cash flows (carried forward)	(21)	(21)

1.13	Total operating and investing cash flows (brought forward)	(21)	(21)
	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	521	521
1.18	Dividends paid	---	---
1.19	Other (provide details if material)	---	---
	Net financing cash flows	521	521
	Net increase (decrease) in cash held	500	500
1.20	Cash at beginning of quarter/year to date	1	1
1.21	Exchange rate adjustments to item 1.20	---	---
1.22	Cash at end of quarter	501	501

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'ooo
1.23	Aggregate amount of payments to the parties included in item 1.2	Nil
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil
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

Directors agreed to defer their fees for 2014 and the balance of the Directors' Accrued and Service Fees as at 30 September 2014 is approximately \$156,250 in total. These outstanding fees were paid in early October. As was the repayment of the facility provided by Mr Cox, a director of the Company.

- 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

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	950	726
3.2 Credit standby arrangements	250	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	---
4.2 Development	---
4.3 Production	---
4.4 Administration	450
Total	450

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	501	1
5.2 Deposits at call	---	---
5.3 Bank overdraft	---	---
5.4 Other (provide details)	---	---
Total: cash at end of quarter (item 1.22)	501	1

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		
6.2	Interests in mining tenements and petroleum tenements acquired or increased	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	Preference + securities (description)	Nil	Nil	
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	*Ordinary securities	581,440,288	581,440,288	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			
7.5	*Convertible debt securities (description)	Nil	Nil	

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	Nil	Nil	<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	Debentures (totals only)	Nil	Nil		
7.12	Unsecured notes (totals only)	Nil	Nil		

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 ~~/does not~~* (delete one) give a true and fair view of the matters disclosed.

Sign here:


 (Director)

Date: 28 October 2014

Print name: Michael Cox

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.

== == == == ==