



QUARTERLY ACTIVITIES REPORT

QUARTER ENDED 31 DECEMBER 2014

Lithex Resources Limited (“Lithex” or “Company”) (**ASX: LTX**) is pleased to provide its report for the quarter ended 31 December 2014.

HIGHLIGHTS OF THE QUARTER:

CORPORATE INITIATIVES

- Whilst the Share purchase and sale agreement (“SPA”) to acquire the Mpire Media business (“Mpire Media”), was in progress, subsequent to the end of the quarter, the Company (in conjunction with Livelynk Group Pty Ltd) terminated the SPA.
- The Company reached agreement with Livelynk Group Pty Ltd to be reimbursed 50% of its costs for the transaction, amounting to \$165,000.

CASH BALANCE

- Cash position of \$340k at 31 December 2014.

CORPORATE INITIATIVES

During the December Quarter, the Company and **Livelynk Group Pty Ltd** progressed the transaction to satisfy a number of conditions precedent.

The Company had previously agreed to provide a secured loan of up to \$1.2M to Mpire Media to be drawn down in tranches. During the quarter Mpire requested and were provided the final drawdown tranche of \$0.6M.

Whilst the parties had worked to satisfy a number of the conditions precedent, as announced on 3 November 2014, the Company requested that its securities be placed in voluntary suspension as it was not in a position to provide the market with an update on the Mpire Media transaction. Subsequent to Quarter end, as announced on 15 January 2015, the Company, in conjunction with Livelynk Group Pty Ltd, terminated the SPA.

The \$1.2 million secured loan agreement between the Company and Livelynk Group Pty Ltd remains in place. The loan is due for repayment on 31 March 2015. Interest at the rate of 7% per annum is attributable to the loan with effect from 1 January 2015.

In addition, agreement was reached for the Company to be reimbursed 50% of the costs incurred in relation to the transaction, amounting to \$165,000, with \$50,000 to be paid immediately and the balance upon repayment of the loan on 31 March 2015. The Company confirms it received the initial \$50,000 on 20 January 2015.

During the previous quarter, the Company undertook a fully underwritten rights issue at 2 cents per share ("Rights Issue"). The Company received valid acceptances of 9,826,426 new shares raising \$196,529 (before costs) during the quarter. The Rights Issue was underwritten by CPS Capital Group Pty Ltd, with a shortfall of 17,300,046 new shares placed by the underwriter raising \$346,001 (before costs). The underwritten rights issue was completed during the Quarter. The Rights Issue raised a total of \$542,530 (before costs).

EXPLORATION ACTIVITIES

Tenement Review and Rationalisation

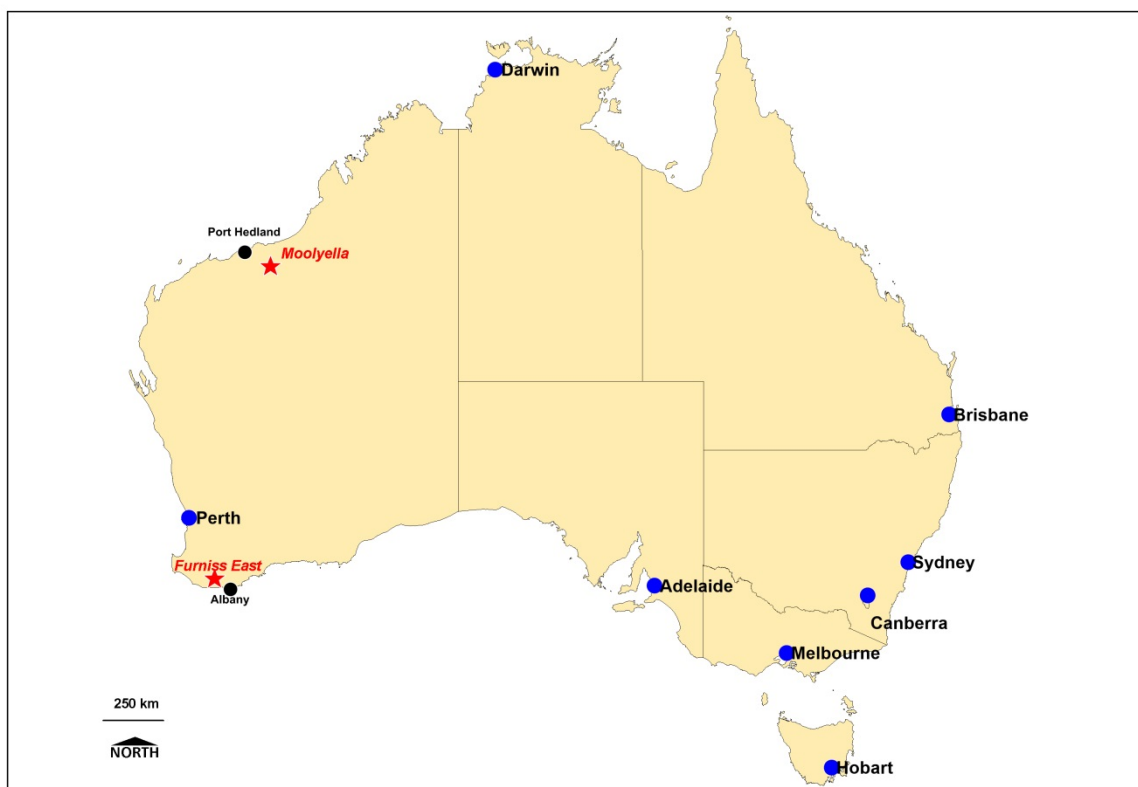
As part of the cost cutting initiative commenced by the Company in mid-2013, the Company concluded its review and assessment of all tenements held and begun a process of divestment aimed at reducing expenditure commitments.

No material work was undertaken during the Quarter on any of the remaining tenements (being Furniss East and Moolyella) held by the Company.

Schedule of Exploration Tenements as at 31 December 2014

Tenements	Location	Held at End of Quarter	Acquired During the Quarter	Disposed During the Quarter
E70/4212	WA	100%	-	-
P45/2845	WA	90%	-	-
P45/2846	WA	90%	-	-
P45/2847	WA	90%	-	-

Figure 1: Lithex Project Locations



For further information please contact:

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Lithex Resources Limited

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Forward Looking Statements

This report may contain forward looking statements that are subject to risk factors which are based on Lithex 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 Lithex Resources, which could cause actual results to differ materially from such statements. Lithex 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.