

BAUXITE RESOURCES LIMITED

DECEMBER 2014 QUARTERLY REPORT

Highlights:

- Fortuna Direct Shipping Ore (DSO) Scoping Study completed showing existing mineral resource and rail logistic chain can support a Direct Shipping Ore (DSO) production target rate of 3Mtpa for a 12 year mine life with FOB operating cash costs estimated at A\$30 (US\$26) per tonne excluding royalties and landowner compensation*
- Port studies progressing
- Selection of independent consultant underway to undertake proposed Definitive Feasibility Study (DFS) on the Dionysus project (100% funded by HD Mining)
- Environmental baseline studies undertaken at both the Fortuna and Felicitas deposits
- Bauxite resources held by Bauxite Resources Limited and its joint venture partner's total 396.5Mt. Resources are near surface, situated close to existing road and rail and port infrastructure
- Cash at bank A\$24.6 million and no debt

(*estimate of FOB costs may vary depending on the ultimate port solution)

DATE:

30 January
2015



ASX Code: BAU

BAUXITE RESOURCES LTD

ABN: 72 119 699 982

DIRECTORS:

Robert Nash

Non Executive Chairman

Peter Canterbury

CEO & Executive Director

Luke Atkins

Non Executive Director

Cunliang Lai

Non Executive Director

Neil Lithgow

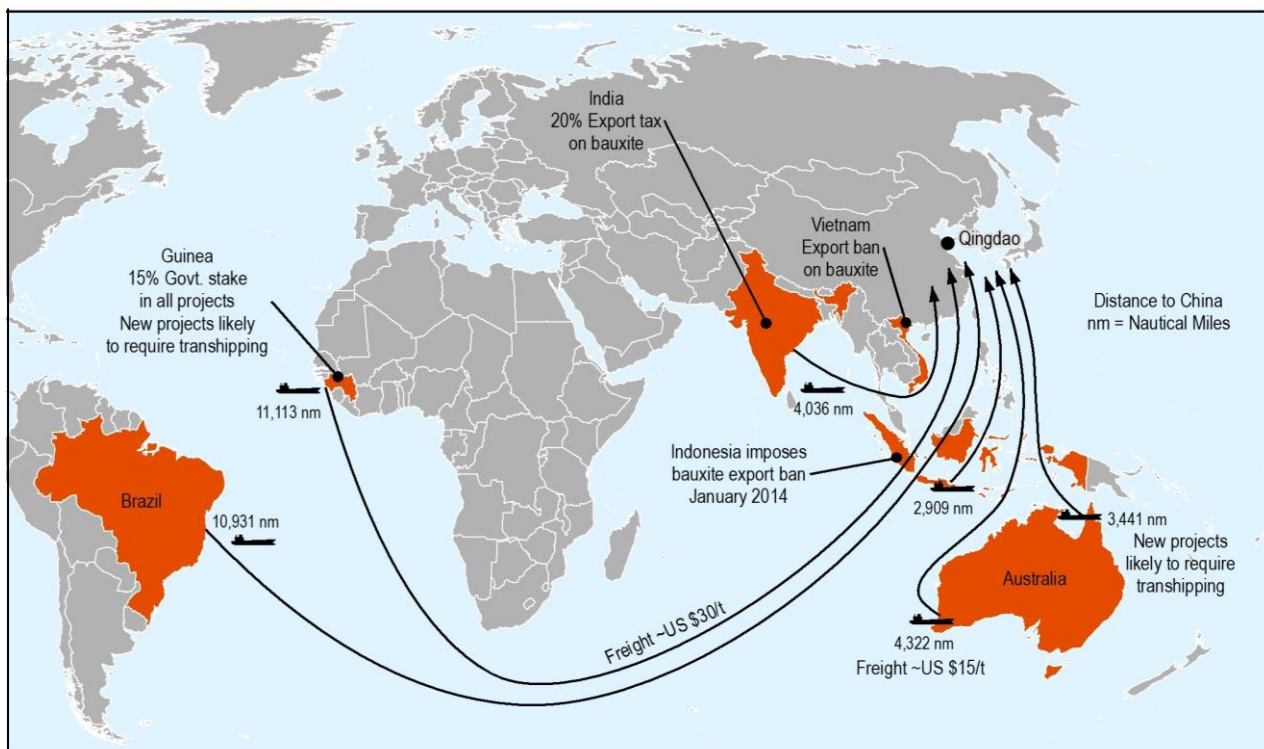
Non Executive Director

Zhaozhong Wang

Non Executive Director

Sam Middlemas

Company Secretary



Shipping Routes to China shows BRL's advantage for DSO bauxite supply from Western Australia.

BAUXITE MARKET UPDATE

In January 2014, the Indonesian Government confirmed the ban on bauxite exports from Indonesia would remain. It is estimated ~42 million tonnes (Mt) of bauxite was exported in 2013 from Indonesia to China. Combined with other imports, China had built up an estimated 12 month stockpile of required bauxite imports. The stockpile is now dwindling and China is sourcing bauxite from several alternative countries.

According to Antaika, China's imports of bauxite reached 2.596Mt in November 2014 compared to 6.979Mt a year ago. Bauxite imports from Malaysia have increased steadily during 2014 reaching 679,000t in November 2014, with traders anticipating the monthly bauxite import from Malaysia building up to reach one million tonne per month during the year.

The average price of bauxite imports as shown by Antaika graph below continues to remain at around US\$60/t CIF Chinese ports.

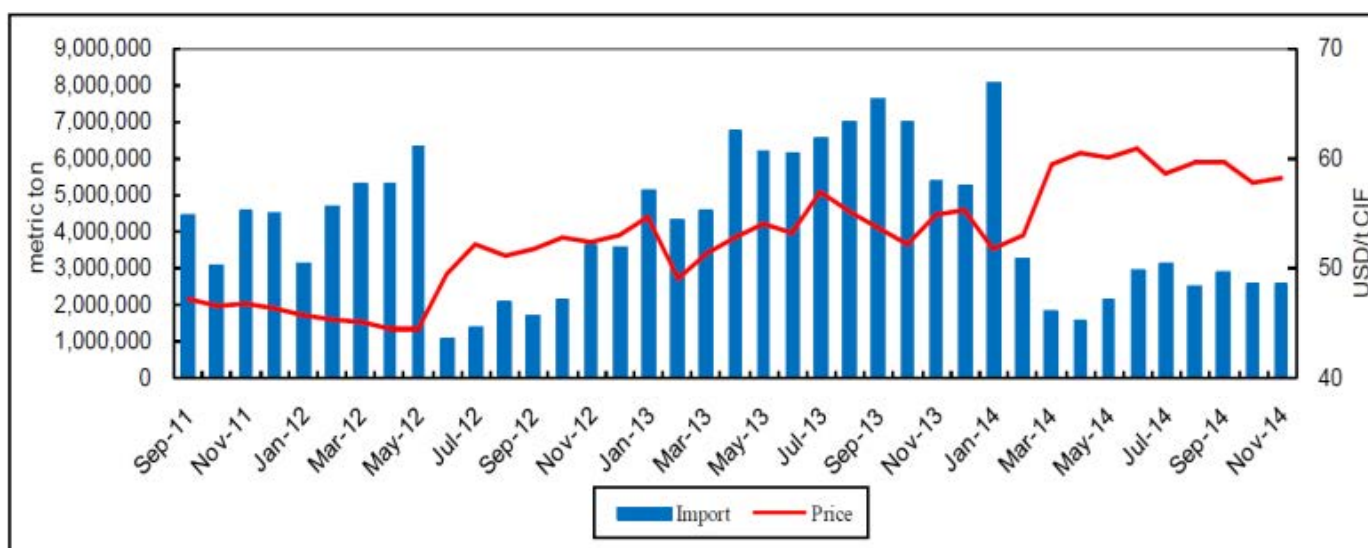
Imports of Bauxite Into China (Unit: 1000 tonne)

	2012	2013	Jan-Nov 2012	Jan-Nov 2013	Jan-Nov 2014
India	1,073	5,392	782	5,111	4,533
Indonesia	28,319	48,702	26,067	45,169	8,790
Australia	9,423	14,289	8,691	13,288	13,784
Guinea	-	828	-	828	184
Dominican Republic	-	302	-	302	1,596
Ghana	-	670	-	530	749
Brazil	-	767	-	570	633
Malaysia	-	93	-	93	2,592
Fiji	286	459	286	394	376
Other	474	-	474	-	16
Total	39,707	71,532	36,378	66,315	33,285

Source: Various Antaika Reports

It is expected that China's bauxite import inventory will continue to shrink during the next six months. Once these stockpiles are exhausted, it is expected that China will require several new significant sources of imported bauxite to satisfy demand out of China.

Chinese Bauxite Import and Average Price (CIF to Chinese Port)



Source: Antaika Alumina and Aluminium Monthly Dec 2014



ACTIVITY SUMMARY FOR DECEMBER 2014 QUARTER

Bauxite Resources Limited (“BRL” or the “Company”) continues to focus on the evaluation of development options for the Company's 100% owned Fortuna project in Western Australia's Darling Range, in conjunction with the identification and study of quality bauxite projects within our joint ventures ensuring a pipeline of projects to provide longevity to future operations.

The Darling Range remains the largest bauxite and alumina producing region in the world. Currently the Company and its Joint Venture partners hold ~6,351km² (3,618m² granted) of exploration tenements. Through a process of low cost targeting and exploration activities the Company and its partners has now identified 396.5 million tonnes (Mt) of refinery grade bauxite.

DEVELOPMENT ACTIVITIES ON 100% BRL TENEMENTS

Fortuna - 100% BRL - Scoping Study

During the reporting period BRL completed the scoping study for mine and rail on the Company's 100% owned Fortuna bauxite resource. The study was carried out by well regarded, independent mining consultant, AMC Consultants (AMC), who provided mining, engineering, logistics and economic assessment for the Fortuna deposit which currently has a JORC Mineral resource of 40.2 million tonnes (ASX announcement 19/06/14).

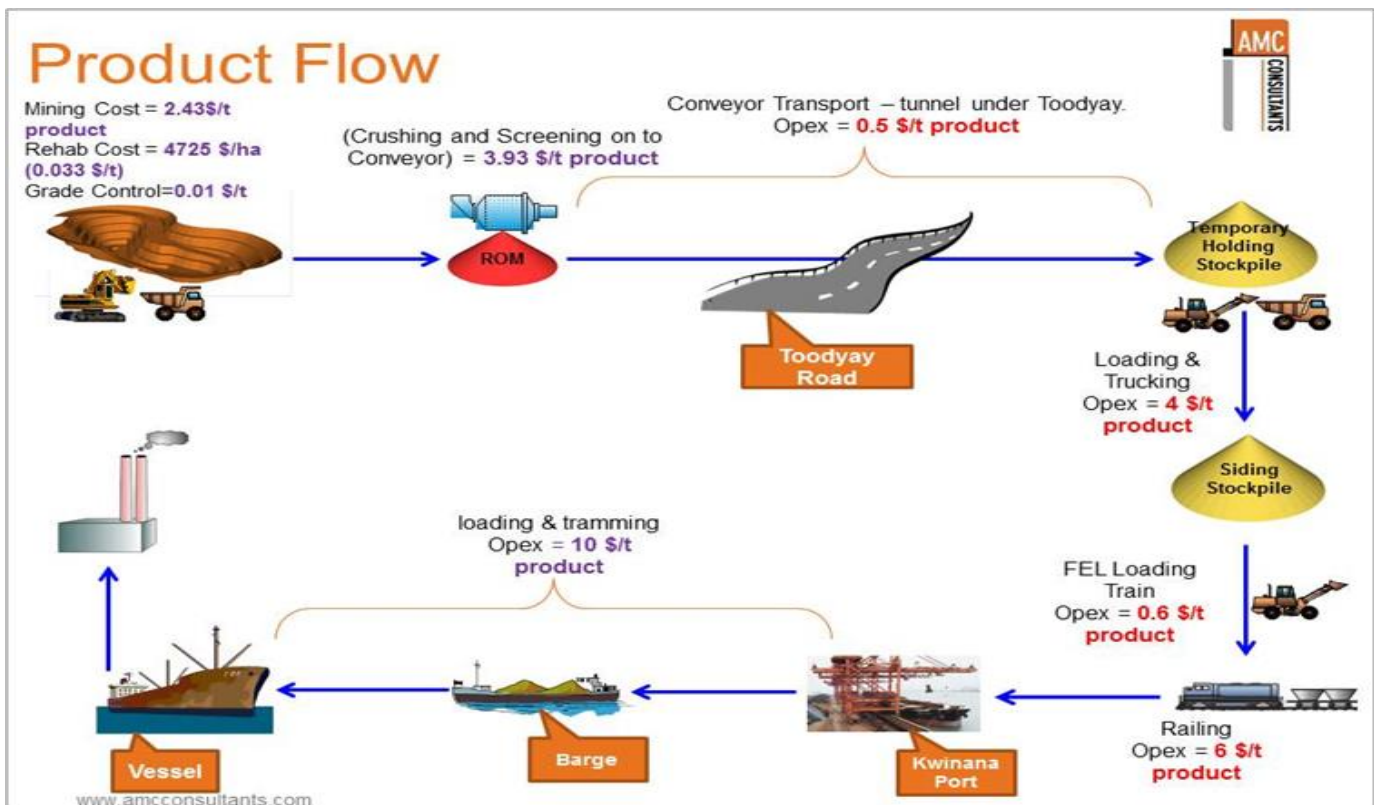
The study shows the current mineral resources can support an annual production target after ramp up of 3 million tonne per annum (Mtpa), with a total mine life of 12 years. (ASX announcement 21/01/15). Based on a forecast average A\$/US\$ exchange rate of 0.85 the FOB cash cost was estimated to be US\$26 per dry tonne of bauxite (product) excluding royalties and landowner compensation. The study showed sound rail transport logistic options for the project, critical for a commodity such as bauxite. However it is recognised the port to be an area which in the short term has restrictions on access to existing bulk loading facilities, and requires further investigation by the Company.

It is envisaged that mining will be via excavators and trucks, but assessment of continuous miners and other alternatives is warranted. Mined ore is proposed to be transported to a crushing and screening plant, central to the resource area for sizing, to feed an approximately 2km long conveyor for transfer below Toodyay Road to a stockpile to the north. This option meets BRL's objective of keeping haul trucks off this principal road for safety reasons. Product from the transfer stockpile will then be transported to a rail siding for rail transport to port.

The study identifies further development work to be undertaken to ensure port access is achievable in a reasonable timeframe, including materials handling at the port, and associated capital requirements.

To this end the Company has progressed with a transshipping option that will investigate sea transport by Cape size vessels. Figure 1 outlines the likely product flow and associated operating costs.

Figure 1 Schematic product flow for the Fortuna bauxite resource



Environmental Studies

Level 2 Flora, Vegetation and Fauna Baseline Surveys were undertaken during the quarter by MWH Global (incorporating Outback Ecology), with the objective of expanding on the Level 1 surveys completed in 2013, and provide baseline biological information to support future environmental impact assessment (EIA) and applications for regulatory approval. The work was designed and conducted in accordance with the WA Department of Parks and Wildlife (DPaW) and WA Environmental Authority (EPA) guidelines, with field survey components carried out in spring. The Office of Environmental Protection Authority (OEPA) was consulted and provided endorsement of the timing of the survey.

The survey identified and delineated vegetation units present, none of which were considered Threatened Ecological Communities (TECs) or Priority Ecological Communities (PECs). The study confirmed the presence of a small number of flora and fauna of conservation significance, however it is likely populations may also exist outside the project footprint, with proposed future work to confirm a wider distribution in surrounding areas. The study recommends further flora studies during late autumn/early winter to capture seasonal variation, as well as targeted surveys for terrestrial fauna, consistent with regulatory guidelines.

Proposed work includes consultation with the OEPA regarding the proposed future surveys, and to prepare impact assessment documents to assess potential impacts of the project on flora, vegetation, vertebrate fauna and short range endemic invertebrate.

Future Program for Fortuna

The Fortuna resource currently stands at 40.2Mt and displays very low reactive silica making it attractive for refining. The resource to date, unlike many other bauxite resources in Australia, will not require any beneficiation. The current resource grade of 32.1% available alumina is in line with that currently being mined economically in the southern Darling Range.



As part of the Company's commercialisation strategy for the Fortuna deposit, subject to favourable project economics and regulatory approvals, the Company intends to undertake the additional activities on the Fortuna DSO bauxite project with a targeted development timeframe from now (subject to economics, regulatory approvals and final investment decision) of 2-3 years.

During 2015 the Company is planning to progress recommendations from the scoping study including port studies, infill/expansion drilling at Fortuna, community engagement & consultation and further environmental studies to support preparations of the Fortuna mining proposal and referral to Environmental Protection Authority (EPA).

EXPLORATION ACTIVITIES UNDERTAKEN UNDER THE JOINT VENTURE WITH HD MINING

In 2010 the Company entered into a joint venture (JV) with HD Mining & Investment Pty Ltd (HD Mining) a wholly-owned subsidiary of the Shandong Bureau No1 Institute for Prospecting of Geology & Minerals (Shandong) to explore for bauxite. The JV allows for HD Mining to fund 100% of exploration and feasibility costs for HD Mining to earn 60% interest of the bauxite rights upon a decision to mine.

During the reporting period, the Company worked with HD Mining to identify the most prospective option to commence a Definitive Feasibility Study (DFS) for a DSO Bauxite mining operation. After preliminary work the JV has identified the Dionysus project as the location for a DFS study based on a 1Mtpa DSO export bauxite operation.

The Dionysus bauxite deposit is an undeveloped bauxite deposit, currently standing at 20.3Mt (ASX announcement 24/03/14). The drilling completed has not as yet delineated the full extent of bauxite mineralisation on the tenements. Upside potential to add additional resources at similar grades to that already defined exists on the deposit with further access agreements now in place. Haulage of material will likely occur on a combination of existing private farm roads, dedicated haul roads constructed on private property and public roads. The current resource is situated on one private land holding, approximately 12-15km from rail, providing a link to Kwinana Port. The deposit is shallow, typically with less than 2m of loose overburden making extraction viable by open cut mining methods.

The Company has received proposals from several groups to undertake the DFS on the Dionysus project and is looking to submit the preferred contractor for approval to the HD Mining JV in the coming quarter.

EXPLORATION ACTIVITIES UNDERTAKEN UNDER THE JOINT VENTURE WITH YANKUANG RESOURCES

In January 2011, BRL executed a JV with Yankuang Resources Pty Ltd (Yankuang) for the development of both bauxite mining and alumina refining in Western Australia. Under the Resources Joint Venture Yankuang fund 70% of all resource development costs for a 70% interest in the resources of the joint venture. To date this JV has defined in excess of 260Mt of bauxite, of which 227.9Mt is located in the JV's flagship Felicitas Deposit in the Northern Darling Range Region.

During the quarter a Level 2 Flora, Vegetation, Fauna and Aquatic Baseline Survey was undertaken on the Felicitas deposits. The study, completed by MWH Global (incorporating Outback Ecology), will provide baseline biological information to support future environmental impact assessment and applications and regulatory approval for the project. A Mine Acoustics Study was undertaken at Felicitas during the quarter with results being incorporated in the mine planning to assist with determining mining methods and equipment selection.

Figure1: Bauxite Resources Ltd Tenement holding

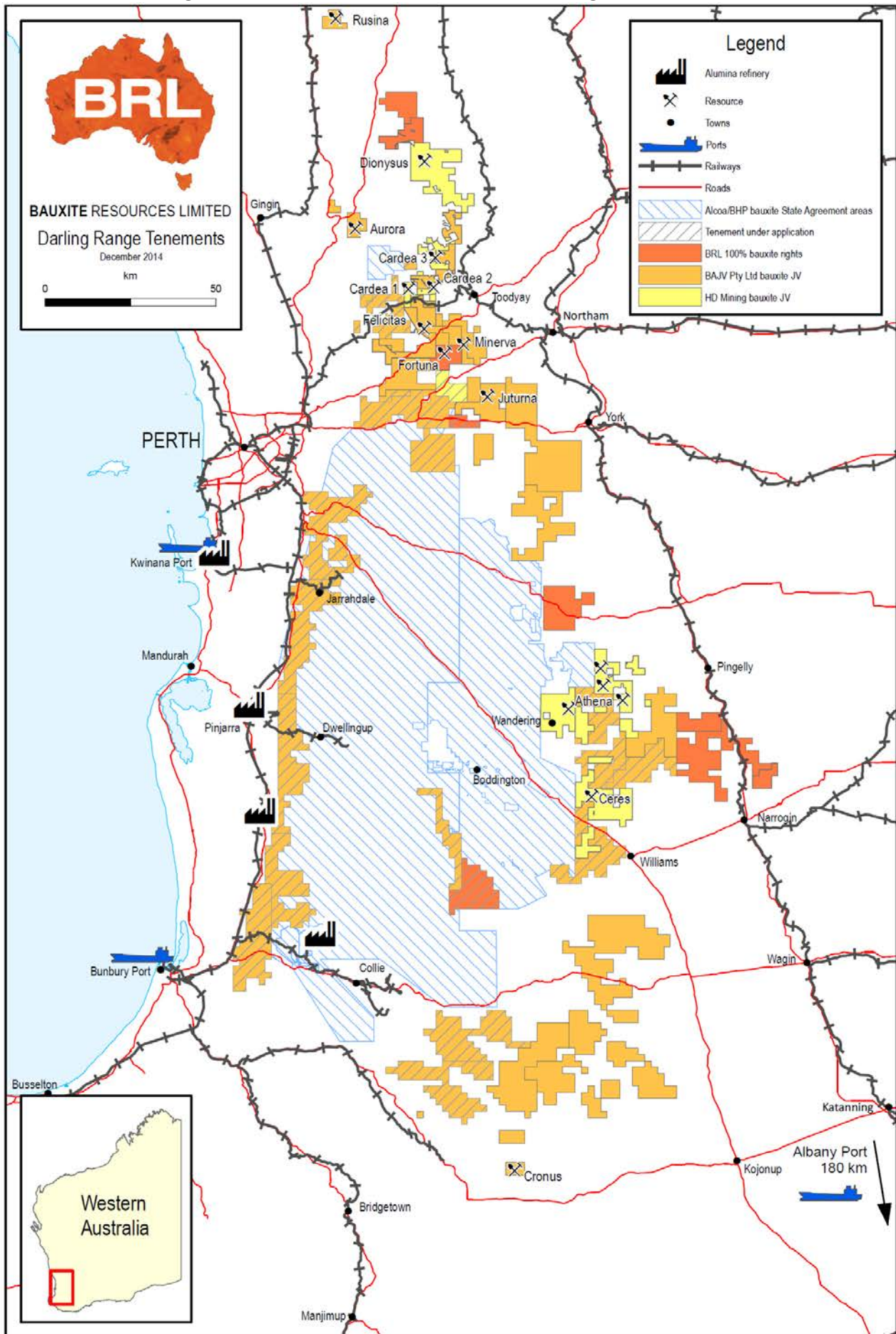




Table 1: BRL bauxite resources in south west Western Australia

Deposit & Classification	Size Mt	Al ₂ O ₃ (total) %	Al ₂ O ₃ (available) %	SiO ₂ (total) %	SiO ₂ (reactive) %	JV & Resource Details
Fortuna						
Indicated	6.3	40.2	34.0	5.7	1.9	BRL JORC 2012
Inferred	33.9	38.5	31.8	5.6	1.7	
BRL 100% sub-total	40.2	38.8	32.1	5.6	1.8	
Felicitas						
Measured	122.7	39.9	31.6	7.7	1.7	BAJV JORC 2012
Indicated	77.1	39.6	31.0	9.8	2.2	BAJV JORC 2012
Inferred	28.2	38.9	30.6	10.5	2.3	BAJV JORC 2012
Cardea 3 (BAJV)						
Indicated	4.7	42.5	31.1	11.6	3.2	BAJV JORC 2012
Inferred	9.5	41.0	30.1	12.6	3.5	E70/3432
Minerva						
Inferred	2.2	38.7	28.9	20.3	3.9	BAJV JORC 2004
Aurora						
Indicated	7.6	43.5	33.0	9.1	3.1	BAJV JORC 2012
Inferred	1.8	41.3	30.2	14.4	4.0	
Rusina						
Inferred	3.7	40.3	29.1	15.7	5.3	BAJV JORC 2004
Juturna						
Inferred	8.2	40.2	29.9	23.1	3.9	BAJV JORC 2004
Cronus						
Inferred	2.8	39.3	28.3	13.3	2.8	BAJV JORC 2004
BAJV sub-total	268.5	39.9	31.1	9.7	2.2	
Athena						
Inferred	36.2	41.8	32.8	18.1	2.8	HDMJV JORC 2012
Dionysus						
Inferred	20.3	42.1	32.6	12	3.4	HDMJV JORC 2012
Cardea (1&2)						
Inferred	6.4	41.8	29.3	15.7	4.3	HDMJV JORC 2004
Cardea 3 (HDM)						
Indicated	1.5	42.8	30.0	16.8	4.0	HDMJV JORC 2012
Inferred	8.4	40.3	28.9	17.0	4.4	E70/3160
Ceres						
Inferred	15.0	40.9	31.7	19.5	3.0	HDMJV JORC 2004
HDM sub-total	87.8	41.6	31.9	16.6	3.3	
Total Measured	122.7	39.9	31.6	7.7	1.7	
Total Indicated	97.2	37.9	31.7	11.5	2.6	
Total Inferred	176.6	40.4	31.3	13.6	2.9	
South West WA TOTAL Bauxite	396.5	40.2	31.4	10.8	2.4	

#Available Alumina figures were based on low temperature (148°) caustic digest- High temperature digestion may result in higher available alumina however the exact extent of this increase is not known at this time

BRL - BRL retain 100% beneficial interest in bauxite

BAJV - Bauxite Alumina Joint Venture area with Yanguang Resources Ltd where the BRL retains 30% beneficial interest in the bauxite rights.

HDMJV – Resources within joint venture with HD Mining & Investments Pty Ltd, the wholly owned subsidiary of Shandong Bureau No.1 Institute for Prospecting of Geology & Minerals. At the time of writing the Company retains 100% beneficial interest. HD Mining can earn up to 60 % of bauxite rights upon completion of certain milestones including completion of a BFS leading to a decision to mine



COMPETENT PERSON STATEMENT

The information in this report that relates to **Cardea1&2, Juturna, Minerva and Rusina** Mineral Resources is based on information compiled by Peter Senini who is a Member of the Australian Institute of Geoscientists. Mr Senini was an employee of the Company at the time of resource estimation and remains competent person for the above mentioned resources. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Senini consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to **Felicitas, Cardea3, Aurora, Ceres, Cronus, Fortuna, Dionysus and Athena** Mineral Resources is based on information compiled by Graham de la Mare who is a Member of the Australian Institute of Geoscientists. Mr de la Mare is employed by RungePincocKMinarco (RPM). Mr de la Mare has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr de la Mare consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to Exploration results is based on information compiled by Mark Menzies. Mr Menzies is a qualified geologist and a full time employee of Bauxite Resources Limited (BRL). He is a shareholder in BRL and is entitled to participate in BRL's employee performance plan, details of which are included in BRL's 2014 Remuneration Report. Mr Menzies is a member of the Australian Institute of Geoscientists, and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Menzies has consented to the inclusion in this announcement of the Exploration Information in the form and context in which it appears.

JORC Code Compliant Public Reports

The Company advises that this material contains summaries of Exploration Results and Mineral Resources as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). The JORC compliant Public Reports released to the ASX declaring exploration results or resources referred to can be viewed on both the ASX and the Company websites, free of charge.

The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimate in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not materially modified from the original market announcement.

CORPORATE

Retirement of Director

During the quarter Mr John Sibly retired from the board of the Company and also as a member of the Bauxite Alumina Joint Venture United Management Committee.

Proposed Legal Claim

During the quarter all preconditions with respect to the proposed shareholder class action against the Company were satisfied and the settlement was finalised.

Cash Position

As at 30 December 2014, BRL had a cash balance of \$24.6 million and no debt.

Peter Canterbury, CEO, Bauxite Resources Ltd



SCHEDULE OF MINING TENEMENTS HELD AS AT 31 DECEMBER 2014

YANKUANG JOINT VENTURE INTERESTS

Bauxite Resources Limited has 30% interest in the bauxite rights on the tenements below.

BRL retain 100% interest in other minerals on tenements below except E70/3366 and E70/3730.

BRL retain 100% interest in other minerals except iron on E70/3900.

Tenement	Location/ Tenement Name	Status		Tenement	Location/ Tenement Name	Status
E70/3366	Mackrin Hill	Granted		E70/3651	Mt Talbot	Granted
E70/3730	Bakers Hill	Granted		E70/3487	Hotham	Granted
E70/3432	West Toodyay	Granted		E70/3488	Kokendin	Granted
E70/3002	Berry Brow	Granted		E70/4022	Boononging	Granted
E70/3007	Gillingarra	Granted		E70/3565	Dinninup	Granted
E70/3064	Bindoon	Granted		E70/4021	Miwana	Granted
E70/3159	Jimperding	Granted		E70/3573	Condinup	Granted
E70/3900	Jimperding Hill	Granted		E70/3624	Mokup Hill	Granted
E70/3598	Coolingoort	Granted		E70/3644	Moodiarrup	Granted
E70/3731	Bakers Hill	Granted		E70/3576	Darkan	Granted
E70/3485	Taurus	Application		E70/3471	Boyup Brook	Application
E70/3197	Pt Solid	Application		E70/3472	Mairdebring	Application
E70/3204	Wugong	Application		E70/3205	Hotham	Application
E70/3206	Mt Gorrie	Application		E70/3486	Coodjatotine	Application
E70/3193	Beechina	Application		E70/3746	Dryandra	Application
E70/3528	Avon Valley	Application		E70/3102	Collie Road	Application
E70/3537	Bald Hill	Application		E70/3194	Jarrahdale	Application
E70/3707	Trig Road	Application		E70/3195	Harvey	Application
E70/4010	Woorooloo	Application		E70/3196	Dandalup	Application
E70/4011	Keating Road	Application				

HD MINING & INVESTMENTS JOINT VENTURE TENEMENTS (Farm out Agreement)

The JV requires HD Mining to fund 100% of all exploration and feasibility costs to earn up to 60% of the bauxite rights. HD Mining is currently working towards obtaining 40% interest in the bauxite rights on the tenements below. This will be triggered if HD Mining enters into a binding commitment to undertake a feasibility study on the tenements. Should HD Mining and BRL make a decision to mine, HD Mining will earn an additional 20% interest in bauxite rights. BRL maintains 100% interest in other minerals. At the date of this report BRL still has 100% interest in these tenements.

Tenement	Location/ Tenement Name	Status
E70/3160	Toodyay	Granted
E70/3405	Victoria Plains	Granted
E70/3179	Congelin	Granted
E70/3180	Dattening	Granted
E70/3890	Wandering	Granted
E70/3599	Goodenine Pool	Application



BRL TENEMENTS (100%)

BRL retain 100% interest in bauxite and other minerals on the following Darling Range tenements

Tenement	Location/ Tenement Name	Status
E70/4619	Yarawindah	Granted
E70/3618	Popanyinning	Granted
E70/3652	Quanaming	Granted
E70/4342	Narrogin	Granted
E70/4586	Newdale	Granted
E70/4595	Narrogin East	Granted
E70/4635	Ebenazer Flats	Application
E70/4300	Quindanning	Application

BRL retain 100% interest in bauxite and other minerals on the following Northern Territory tenements

Tenement	Location/ Tenement Name	Status
EL27302	Drysdale Island	Application
EL27303	Raragala Island	Application

BRL TENEMENTS (bauxite rights only)

BRL retain 100% bauxite interest on the following tenements

Tenement	Location/ Tenement Name	Status
E70/2230	Wundowie	Granted

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

Bauxite Resources Limited

ABN

72 119 699 982

Quarter ended ("current quarter")

31 December 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 Months) \$A'000
1.1 Receipts from product sales and related debtors	184	344
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(858) (1) (509)	(1,785) (2) (1,139)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	202	655
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid		
1.7 Other (Settlement of shareholder legal action as announced 24/10/2014)	(5,250)	(5,250)
Net Operating Cash Flows	(6,232)	(7,177)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	(3)	(4)
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets	-	-
1.10 Loans to other entities	329	174
1.11 Loans repaid by other entities		
1.12 Other (increase in bonds)		
Net investing cash flows	326	170
1.13 Total operating and investing cash flows (carried forward)	(5,906)	(7,007)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(5,906)	(7,007)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	(9,284)
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)		
	Net financing cash flows	-	(9,284)
	Net increase (decrease) in cash held	(5,906)	(16,291)
1.20	Cash at beginning of quarter/year to date	30,550	40,935
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	24,644	24,644

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	242
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Item 1.23 includes aggregate amounts paid to directors including salary, director's fees and consulting fees.

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

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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

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+ 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		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,293
4.2 Development	-
4.3 Production	
4.4 Administration	703
Total	1,996

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	718	5,736
5.2 Deposits at call	23,926	24,814
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	24,644	30,550

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

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 Darling Range WA E70/3179 E70/3180 E70/3160 E70/3405 E70/3890	Partial Surrender	100%	100%
		Partial Surrender	100%	100%
		Partial Surrender	100%	100%
		Partial Surrender	100%	100%
		Partial Surrender	100%	100%
6.2	Interests in mining tenements and petroleum 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	231,897,696	231,897,696		
7.4				
Changes during quarter (a) Increases through issues (Performance rights) (b) Decreases through returns of capital, buy-backs				

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.5	*Convertible debt securities <i>(description)</i>				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options <i>(description and conversion factor)</i>	2,000,000	-	<i>Exercise price</i> 36 cents	<i>Expiry date</i> 22/02/2016
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Performance Rights <i>(totals only)</i>	6,675,800			
7.13	Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

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 January 2015.

Print name: Sam Middlemas

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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+ See chapter 19 for defined terms.