

31 January, 2015

Company Announcements Officer  
Australian Securities Exchange  
2 The Esplanade  
Perth WA 6000

Dear Sir/Madam

### **Quarterly Report for the Period Ended 31 December 2014**

Nex Metals Explorations Ltd (Nex or the Company) provides the following update on recent Company activities.

- Yundamindera Exploration Continues.
- Evaluation of various projects.
- Commencement of Legal Action

#### **Yundamindera Exploration**

Continuing from previous quarter's activities the Company has continued the review of the Yundamindera Project with consultants and the suitability of a JORC-compliant resource estimation with the intention of follow up drilling for near surface resources. Nex continues to talk to interested parties with respect to the project including sale, Joint Venture, tribute or other commercial arrangement.

Concurrent to activities at Yundamindera the Company has continued its field works at Cosmopolitan/Champion/McTavish and Leipold deposits.

The Company continues to manage the Kookynie Gold project on a fee for service basis with all Nex operational staff and other expenses being paid by the new owners.

#### **Evaluation of Projects**

The Company continues to have projects presented to it for evaluation during the past quarter extending from base metals, Iron ore and diamonds.

#### **Commencement of Legal Action**

On the 23 December the Company lodged a Writ in the WA Supreme Court wherein the writ claims losses suffered by Nex out of the false and misleading conduct by Stone Resources Ltd (ASX: SHK) in or about October and November 2011 whereby Nex induced by such conduct entered into a Toll Milling Agreement ("the Contract") with the Defendant on or about 29 November 2011 and as a result suffered loss and damage and further as a result of Stone's breach of the Contract Nex suffered further loss and damage.

The Company engaged an independent international accounting firm which calculated the losses incurred by the Company which are significant. At a Status meeting in the Supreme Court subsequent to the end of the quarter the Company disclosed to the Court that after net offs the claim will be in the \$6,000,000 to \$8,000,000 minimum range. The Company expects that Stone will counterclaim in the normal course of events.

#### **Responsibility Statement**

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Rob L'Heureux, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta (Canada). Mr. L'Heureux M.Sc., P.Geol., who is a full time employee of APEX Geoscience Australia Pty Ltd., has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. L'Heureux consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.



**Nex Metals Explorations Ltd**  
**Consolidated Tenement Schedule as at 31 December 2014**

Lease	Nex Area	Locality	Status	Holder	Area Hectares
P26/3615	Mt Monger	Mt Monger	Live	NEX METALS EXPLORATIONS LTD	4.86
G40/3	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	7.239
M40/27	Kookynie Central	Champion	Live	FMR INVESTMENTS PTY LTD	85.475
E39/1329	Yundamindera	Yundamindera	Live	ARCHIMEDES MINING PTY LTD	2,400
M39/410	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	978
E39/1584	Yundamindera	Yundamindera	Live	NEX METALS EXPLORATIONS LTD	4,800
				KOOKYNIE RESOURCES PTY LTD	
L40/9	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	1.00
M39/274	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	230
M39/839	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	7.3
M39/840	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	9.7
				KOOKYNIE RESOURCES PTY LTD	
M40/0061	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	832.7
P26/3839	Mt Hunt	Mt Monger	Live	NEX METALS EXPLORATIONS LTD	159.00
E25/462	Mt Monger	Seabrook Hills	Live	NEX METALS EXPLORATIONS LTD	1,500
P26/3838	Mt Hunt	Mt Hunt 1	Live	NEX METALS EXPLORATIONS LTD	189
M40/22	Niagra	Lubra Queen	Live	FMR INVESTMENTS PTY LTD	121.7
				HALLMARK MINING LTD	
M40/0077	Niagra	Mc Tavish Hill	Live	KOOKYNIE RESOURCES PTY LTD	
				FMR INVESTMENTS PTY LTD	119.2
M39/84	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	378
M39/407	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	896
M39/408	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	785
M39/409	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	966
M39/406	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	124
L39/34	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	1
L39/51	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	2
L39/52	Yundamindera	Yundamindera	Live	SARACEN GOLD MINES PTY LTD	1
E39/1648	Yundamindera	Yundamindera	Live	NEX METALS EXPLORATIONS LTD	300

*Note to the above Table.*

*Where tenement is not in the name of Nex Metals Explorations Ltd the Company has 100% beneficial ownership with transfers in process with Government Departments.*