

> QUARTERLY REPORT

Directors

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The Directors of Vector Resources Limited ("Vector" or the "Company" ASX: VEC) are pleased to provide the quarterly report for the period ended 30 September 2015.

At the date of this Quarterly Report, the Company has 1,349,071,146 fully paid ordinary shares and 4,000,000 unlisted options (at \$0.40 each expiring on 20 December 2015) on issue.

As previously reported, the Company has entered into a binding heads of agreement with the Longflex Metals Joint Venture between Longflex Southern Cross Mining Limited and Riverglens Corporation Pty Ltd (**Longflex**) (**Agreement**) for the disposal of its entire interest in the share capital of Golden Iron Resources Ltd (**Golden Iron**), the holder of the Company's portfolio of mineral interests, being the main undertaking of the Company (**Disposal**).

Golden Iron's tenement portfolio comprises:

- Athenia Project;
- Great Bingin Project;
- Gwendolyn East Cutback Project;
- Mount Dimer Project; and
- Mount Palmer Project.

The Company has been working through the settlement process, with settlement delayed by Longflex. The Company has been advised by Longflex that all their outstanding matters have now been formalised and Longflex is in a position to proceed to settlement.

During the quarter:

- (i) the Company received notices for the conversion of 1,850,000 convertible notes (**Notes**). Pursuant to the terms of the Notes, the 1,850,000 Notes, with a face value of \$1,850,000 were converted at an issue price of \$0.002 per Note into 925,000,000 ordinary fully paid shares; and
- (ii) the Company issued 20,000,000 ordinary fully paid shares at an issue price of 1.4 cents each, raising \$280,000.

END

Further information contact:

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Interests in Mining Tenements

WESTERN AUSTRALIA

GOLDEN IRON RESOURCES LIMITED

Athenia Project (Gold)

Tenement	Status	Interest at beginning of quarter (%)	Interests relinquished, reduced or lapsed	Interest acquired or increased (%)	Interest at end of quarter (%)
M77/1260	Granted	100	0	0	100

Gwendolyn East Cutback Project (Gold)

Tenement	Status	Interest at beginning of quarter (%)	Interests relinquished, reduced or lapsed	Interest acquired or increased (%)	Interest at end of quarter (%)
E77/1580	Granted	100	0	0	100
G77/119	Granted	100	0	0	100
L77/245	Granted	100	0	0	100
L77/247	Granted	100	0	0	100
L77/248	Granted	100	0	0	100
M77/1263-l	Granted	100	0	0	100

Great Bingin Project (Gold)

Tenement	Status	Interest at beginning of quarter (%)	Interests relinquished, reduced or lapsed	Interest acquired or increased (%)	Interest at end of quarter (%)
M77/1255	Granted	100	0	0	100

Mount Palmer Project (Gold)

Tenement	Status	Interest at beginning of quarter (%)	Interests relinquished, reduced or lapsed	Interest acquired or increased (%)	Interest at end of quarter (%)
E77/1318	Granted	100	0	0	100
P77/3678	Granted	100	0	0	100
E77/2210	Granted	100	0	0	100

Mount Dimer Project (Gold)

Tenement	Status	Interest at beginning of quarter (%)	Interests relinquished, reduced or lapsed	Interest acquired or increased (%)	Interest at end of quarter (%)
E77/1992	Granted	100	0	0	100
E77/2050	Granted	100	0	0	100
L77/83	Granted	100	0	0	100
L77/135	Granted	100	0	0	100
L77/147	Granted	100	0	0	100
M77/427	Granted	100	0	0	100
M77/428	Granted	100	0	0	100
M77/957	Granted	100	0	0	100
M77/958	Granted	100	0	0	100
M77/965	Granted	100	0	0	100
P77/4081	Granted	100	0	0	100
P77/4086	Granted	100	0	0	100

Appendix 5B

Attached is a copy of the Company's Mining Exploration and Entity Quarterly Report in accordance with Listing Rule 5.3.

Rule 5.3

Appendix 5B

Mining 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

Name of entity

Vector Resources Limited

ABN

99 107 541 453

Quarter ended ("current quarter")

30 September 2015

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(14)	(14)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(75)	(75)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	1	1
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	(88)	(88)
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	(47)	(47)
1.11	Loans repaid by other entities	-	-
1.12	Other	-	-
	Net investing cash flows	(47)	(47)
1.13	Total operating and investing cash flows (carried forward)	(135)	(135)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(135)	(135)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	270	270
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	-	-
	Net financing cash flows	270	270
	Net increase (decrease) in cash held	135	135
1.20	Cash at beginning of quarter/year to date	307	307
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	442	442

Payments to directors of the entity and associates of the directors

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

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

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

	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	25
4.2 Development	-
4.3 Production	-
4.4 Administration	53
Total	78

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	430	295
5.2 Deposits at call	12	12
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	442	307

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	-	-	-	-
6.2 Interests in mining tenements acquired or increased	-	-	-	-

+ See chapter 19 for defined terms.

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 <i>(description)</i>	-	-	-	-
7.2	Changes during quarter	-	-	-	-
	(a) Increases through issues				
	(b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	1,349,071,146	1,349,071,146	-	-
7.4	Changes during quarter				
	(a) Increases through issues				
	- conversion of convertible notes	925,000,000	925,000,000	0.2	0.2
	- placement	20,000,000	20,000,000	1.4	1.4
	(b) Decreases through returns of capital, buy-backs				
7.5	+Convertible debt securities <i>(description)</i>	-	-	-	-
7.6	Changes during quarter				
	(a) Increases through issues	-	-	-	-
	(b) Decreases through securities matured, converted	(1,850,000)	(1,850,000)		
7.7	Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
		4,000,000	-	\$0.40	20/12/2015
7.8	Issued during quarter			<i>Exercise Price</i>	<i>Expiry Date</i>
		-	-	-	-
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	-	-	-	-
7.11	Debentures <i>(totals only)</i>	-	-		
7.12	Unsecured notes <i>(totals only)</i>	-	-		

+ 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: N J Bassett
(Director/Company secretary)
Print name: Neville Bassett

Date: 29 October 2015

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 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, 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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