

# 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

**MOD RESOURCES LIMITED**

ABN

78 003 103 544

Quarter ended ("current quarter")

30 September 2015

### Consolidated statement of cash flows

<b>Cash flows related to operating activities</b>		<b>Current Quarter \$A'ooo</b>	<b>Year to date (9 months) \$A'ooo</b>
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(139)	(649)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(126)	(493)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	3
1.5	Interest and other costs of finance paid	-	(13)
1.6	Income taxes (paid)/refund	-	12
1.7	Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>		<b>(265)</b>	<b>(1,140)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	(5)
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)	-	-
<b>Net investing cash flows</b>		<b>-</b>	<b>(5)</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(265)</b>	<b>(1,145)</b>

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1.13	Total operating and investing cash flows (brought forward)	(265)	(1,145)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	765
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 (costs of share issue)	(20)	(85)
	<b>Net financing cash flows</b>	(20)	680
	<b>Net increase (decrease) in cash held</b>	(285)	(465)
1.20	Cash at beginning of quarter/year to date	332	516
1.21	Exchange rate adjustments to item 1.20	2	(2)
1.22	<b>Cash at end of quarter</b> (Note 1)	49	49

#### Note 1:

Subsequent to 30 September 2015, the Company raised \$241,001, before costs pursuant to the Rights Issue as announced on 22 September 2015. Additional funds of \$39,000 were received from a related party which will be available subject to shareholder approval.

The directors are actively discussing with interested parties to place the shortfall on the same terms as that offered under the Rights Issue.

### 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	54
1.24	Aggregate amount of loans to the parties included in item 1.10	-

#### 1.25 Explanation necessary for an understanding of the transactions

Included at 1.23 are payments for consulting fees, director fees and company secretarial fees paid to a director or director associated companies.

### 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

N/A

- 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

N/A

## 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	2,000	2,000
3.2 Credit standby arrangements	NIL	NIL

## Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	50
4.2 Development	-
4.3 Production	-
4.4 Administration (Note 1)	150
<b>Total</b>	<b>200</b>

### Note 1:

Included in estimated administrative costs for the next quarter are transaction costs of approximately \$20,000 associated with the potential acquisition as announced on 9 September 2015.

## 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	49	78
5.2 Deposits at call	-	254
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (Note 1) (item 1.22)	<b>49</b>	<b>332</b>

**Note 1:**

Subsequent to 30 September 2015, the Company raised \$241,001, before costs pursuant to the Rights Issue as announced on 22 September 2015. Additional funds of \$39,000 were received from a related party which will be available subject to shareholder approval.

The directors are actively discussing with interested parties to place the shortfall on the same terms as that offered under the Rights Issue.

### 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	N/A		
6.2	Interests in mining tenements acquired or increased	N/A		

### 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	<b>Preference securities</b> (description)	N/A		
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	<b>*Ordinary securities</b>	1,030,736,472	1,030,736,472	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs (c) Released from Escrow	N/A		

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+ See chapter 19 for defined terms.

7.5	<b>+Convertible debt securities</b> (description)	N/A			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> (description and conversion factor)	21,000,000 63,000,000 2,000,000 5,000,000	- - - -	<i>Exercise price</i> 20 cents 6 cents 7.5 cents 1 cent	<i>Expiry date</i> 12 June 2016 4 March 2017 20 June 2017 21 May 2018
7.8	Issued during quarter	NIL			
7.9	Exercised during quarter	NIL			
7.10	Expired during quarter	NIL			
7.11	<b>Debentures</b> (totals only)	N/A			
7.12	<b>Unsecured notes</b> (totals only)	N/A			

## 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.

**Mark Clements**  
Company Secretary  
30 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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