

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

AXIOM MINING LIMITED

ABN

81 119 698 770

Quarter ended ("current quarter")

30 June 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (9 months) \$A'000
1.1	Receipts from product sales and related debtors	91	91
1.2	Payments for (a) exploration & evaluation	(568)	(2,281)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(497)	(1,785)
	(e) litigation costs	(2,977)	(6,766)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	1
1.5	Interest and other costs of finance paid	-	(5)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
Net Operating Cash Flows		(3,950)	(10,745)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	(21)
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)	-	-
Net investing cash flows		-	(21)
1.13	Total operating and investing cash flows (carried forward)	(3,950)	(10,766)

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1.13	Total operating and investing cash flows (brought forward)	(3,950)	(10,766)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	3,683	11,447
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)		
	Share issue expenses	-	(210)
	Net financing cash flows	3,683	11,237
	Net increase (decrease) in cash held	(267)	471
1.20	Cash at beginning of quarter/year to date	1,429	691
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,161	1,162

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	123
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Mr Stephen Williams is a Consultant of Kemp Strang. During the quarter \$69k (inclusive of GST) was paid to Kemp Strang for legal services on normal commercial terms. This amount is included in item 1.23 above. The balance is directors' salaries.

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

Nil

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

Nil

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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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	920
4.2 Development	-
4.3 Production	-
4.4 Administration	600
4.5 Litigation	40
Total	1,560

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	561	242
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Trust accounts)	601	1,186
Total: cash at end of quarter (item 1.22)	1,162	1,428

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				

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6.2	Interests in mining tenements acquired or increased	Millungara Oil Shale EPM25252 Blackbull EPM25256 Whitebull EPM25257 Redbull	Application granted Application granted Application granted	o o o	100 100 100
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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)	N/A			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	3,001,996,871	3,001,996,871	Fully paid	Fully paid
7.4	Changes during quarter (a) Increases through issues - Placement - Convertible notes - Under the Agreement announced 10/2/14 (b) Decreases through returns of capital, buy-backs	150,000,008 60,877,779 89,285,721 33,333,334 26,666,667 2,444,400	150,000,008 60,877,779 89,285,721 33,333,334 26,666,667 2,444,400	1.4 cents 1.8 cents 1.4 cents 1.2 cents 1.5 cents 1.1 cents	Fully Paid Fully Paid Fully paid Fully paid Fully paid Fully paid
7.5	+Convertible debt securities (description)	1	Nil	\$700,000	Fully Paid
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	1,250		\$1,000	Fully Paid

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7.7	Options (description and conversion factor)	30,438,890 392,042,873 6,250,001 19,230,769 2,000,000 50,000,000 15,000,000 10,000,000 14,833,333 13,250,000 16,000,000	- - - - - - - - - - -	Exercise price 2 cents 2 cents 3 cents 2 cents 2 cents 2 cents 1.5 cents 3.47 cents 3 cents 1.87 cents 1.7 cents	Expiry date 30/09/2014 31/03/2015 30/9/2014 30/9/2014 20/12/2015 15/2/2016 15/7/2014 2/10/2014 30/10/2014 10/02/2017 30/11/2014
7.8	Issued during quarter	30,438,890 392,042,873 15,000,000	- - -	2 cents 2 cents 1.4 cents	30/09/2014 31/03/2015 30/06/2014
7.9	Exercised during quarter	15,000,000	-	1.4cents	30/06/2014
7.10	Expired during quarter				
7.10A	Performance rights	114,200,000 300,000	- -	Exercise price Nil Nil	Expiry date Expiring 1 year after satisfaction of conditions Expiring 3 years after satisfaction of conditions
	Changes during the quarter (a) Increases through issues (b) Decreases through cancellation	1,600,000 600,000	- -	Nil Nil	Expiring 6 months after satisfaction of conditions Expiring 3 years after satisfaction of conditions
7.11	Debentures (totals only)				-
7.12	Unsecured notes (totals only)				

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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:



Date: 31 July 2014

(Director)

Print name: Ryan Mount

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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