

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 September 2014

Consolidated statement of cash flows

		Current quarter \$A'ooo	Year to date (12 months) \$A'ooo
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	91
1.2	Payments for (a) exploration & evaluation	(1,579)	(3,860)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(744)	(2,529)
	(e) litigation costs	(730)	(7,496)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	1	2
1.5	Interest and other costs of finance paid	(27)	(32)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
Net Operating Cash Flows		(3,079)	(13,824)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(172)	(193)
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		(172)	(193)
1.13	Total operating and investing cash flows (carried forward)	(3,251)	(14,017)

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1.13	Total operating and investing cash flows (brought forward)	(3,251)	(14,017)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	4,404	14,991
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	650
1.17	Repayment of borrowings	(13)	(13)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)		
	Net financing cash flows	4,391	15,628
	Net increase (decrease) in cash held	1,140	1,611
1.20	Cash at beginning of quarter/year to date	1,162	691
1.21	Exchange rate adjustments to item 1.20	4	4
1.22	Cash at end of quarter	2,306	2,306

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	16
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 \$3.5k (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

+ 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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,280
4.2 Development	-
4.3 Production	-
4.4 Administration	700
4.5 Litigation	500
Total	2,480

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.

	Curent quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	2,184	561
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Trust accounts)	122	601
Total: cash at end of quarter (item 1.22)	2,306	1,162

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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	ML 4775 Pinevale EPM 14534 Ok Minerals	100 100	0 0
6.2	Interests in mining tenements acquired or increased	Nil		

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	N/A			
7.2				
7.3	3,304,587,953	3,304,587,953	Fully paid	Fully paid

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7.4	Changes during quarter (a) Increases through issues -Placement -Issue to employee -For services rendered -For services rendered -exercise of options -exercise of options -exercise of options -Under the Agreement announced 10/2/14 -Under the Agreement announced 10/2/14 (b) Decreases through returns of capital, buy-backs	166,666,674 1,333,334 550,000 3,131,000 15,000,000 15,000,000 34,208,203 26,666,667 25,000,000	166,666,674 1,333,3334 550,000 3,131,000 15,000,000 15,000,000 34,208,203 26,666,667 25,000,000	1.4 cents - 1.8 cents 1.5 cents 1.4 cents 1.5 cents 2.0 cents 1.5 cents 1.2 cents	Fully Paid - Fully Paid Fully paid Fully paid Fully paid Fully paid Fully paid
7.5	+Convertible debt securities (description)	-	-	-	-
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	10,000,000 14,833,333 16,000,000 89,053,839 392,042,873 2,000,000 50,000,000 13,250,000	- - - - - - - -	Exercise price 3.47 cents 3.0 cents 1.7 cents 2.0 cents 2.0 cents 2.0 cents 2.0 cents 1.87 cents	Expiry date 2/10/2014 30/10/2014 30/11/2014 30/11/2014 31/03/2015 20/12/2015 15/02/2016 10/02/2017
7.8	Issued during quarter	275,000 94,398,839	- -	2 cents 2 cents	30/09/2014 30/11/2014

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7.9	Exercised during quarter	15,000,000 42,168,759 5,345,000	- - -	1.5cents 2.0cents 2.0cents	15/07/2014 30/9/2014 30/11/2014
7.10	Expired during quarter	6,250,001 7,775,900	- -	3.0cents 2.0cents	30/09/2014 30/09/2014
7.10A	Performance rights	112,500,000	-	<i>Exercise price</i> Nil	<i>Expiry date</i> Expiring 1 year after satisfaction of conditions
	Changes during the quarter				
	(a) Increases through issues	-	-	-	-
	(b) Decreases through cancellation	2,000,000	-	Nil	Expired in accordance with the terms of the Director and senior executive performance rights plan.
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <i>(totals only)</i>				

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 October 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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