



ESPERANCE MINERALS LIMITED (ASX: ESM)

30 January 2015

Quarterly Report for October to December 2014

The Directors of Esperance Minerals Limited (ASX: ESM or “Esperance”) are pleased to release the quarterly report and appendix 5B for the period ended 31 December 2014:

KUNUNURRA PROJECT (E80/3367)

During the quarter Esperance allowed the Kununurra Project to lapse. The Board have formed the view that the exploration results did not justify the minimum expenditure required to maintain the project. Accordingly, the Board is reviewing its position in terms of unwinding its joint venture arrangements in relation to the Kununurra Project.

Tenement Information

Tenement	Interest	Term
KUNUNURRA PROJECT E80/3367 (see note 1)	56%	To - 30 March 2015

Note 1 - The Tenement E80/3367 has lapsed during the period.

No Farm-in or Farm-out agreements have been entered into or disposed in the quarter.

CORPORATE

New Project Generation

The Board remains committed to identifying and locating a project or assets that will create shareholder value. The company’s consultants are currently preparing an application for a gold/copper exploration project in the Ravenswood region in Queensland. Further details of the project will be announced during the current quarter.

Funding

During the quarter the company continued to draw down on its \$570,000 Convertible Note facility. A \$145,000 remains undrawn and the company will draw down the balance on an as needs basis. The conversion price of Notes the lesser of 5 cents per ordinary share, or the 5 day volume weighted average price of the Company’s ordinary shares on the ASX immediately prior to the issue of a conversion notice by the Noteholder to the Company. The Notes cannot be converted until after 31 August 2014 and then at any time up to the Maturity Date of 31 August 2015. For each share issued on conversion, the Noteholder will be issued with 1 free option to subscribe for an additional ordinary share in the Company exercisable



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on or before 31 August 2018 at an exercise price of 10 cents per Company share (**Options**). The Notes will accrue interest at a rate of 8% per annum and are unsecured.

For further information, please contact Robert Lees.

A handwritten signature in black ink, appearing to read 'Robert Lees', with a stylized, cursive script.

Robert Lees
Company Secretary

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