Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

NEXUS MINERALS LIMITED

ABN

96 122 074 006

Quarter ended ("current quarter")

30 June 2016

Consolidated statement of cash flows

| | | | X7 · 1 · |
|------------|--|-----------------|--------------|
| . . | a b b b b c c c c c c c c c c | Current quarter | Year to date |
| Cash | flows related to operating activities | \$A'ooo | (12 months) |
| | | | \$A 'ooo |
| 1.1 | Receipts from product sales and related | - | 240 |
| | debtors | | |
| 1.2 | Payments for | | |
| | (a) exploration and evaluation | (339) | (899) |
| | (b) development | - | - |
| | (c) production | - | - |
| | (d) administration | (171) | (597) |
| 1.3 | Dividends received | - | - |
| 1.4 | Interest and other items of a similar nature | | |
| | received | 33 | 142 |
| 1.5 | Interest and other costs of finance paid | - | - |
| 1.6 | Income taxes paid | - | - |
| | Net Operating Cash Flows | (477) | (1,114) |
| | Cash flows related to investing activities | | |
| 1.8 | Payment for purchases of: | | |
| | (a) prospects | - | - |
| | (b) equity investments | - | (15) |
| | (c) other fixed assets | (9) | (18) |
| 1.9 | Proceeds from sale of: | - | |
| | (a) prospects | - | - |
| | (b) equity investments | - | - |
| | (c) other fixed assets | - | - |
| 1.10 | Loans to other entities | - | - |
| 1.11 | Other | - | - |
| | Net investing cash flows | (9) | (33) |
| 1.13 | Total operating and investing cash flows | | |
| | (carried forward) | (486) | (1,147) |

| 1.13 | Total operating and investing cash flows (brought forward) | (486) | (1,147) |
|------|--|-------|---------|
| | (0.0 ug.n. 101 mara) | (+00) | (-)-+// |
| | Cash flows related to financing activities | | |
| 1.14 | Proceeds from issues of shares, exercise of | | |
| | options, etc. | - | - |
| 1.15 | Proceeds from sale of forfeited shares | - | - |
| 1.16 | Proceeds from borrowings | - | - |
| 1.17 | Repayment of borrowings on sale of | - | - |
| | subsidiary | | |
| 1.18 | Dividends paid | - | - |
| 1.19 | Other – costs of capital raising | - | - |
| | Net financing cash flows | - | - |
| | Net increase (decrease) in cash held | (486) | (1,147) |
| 1.20 | Cash at beginning of quarter/year to date | 5,592 | 6,253 |
| 1.21 | Exchange rate adjustments to item 1.20 | - | - |
| 1.22 | Cash at end of quarter | 5,106 | 5,106 |

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'ooo |
|------|---|----------------------------|
| 1.23 | Aggregate amount of payments to the parties included in item 1.2 | 43 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | - |
| 1.25 | Explanation necessary for an understanding of the transactions Includes payment of directors' fees of \$33,570 | |

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

Not applicable

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

Not applicable

Financing facilities available Add notes as necessary for an understanding of the position.

| | | Amount available | Amount used |
|-----|-----------------------------|------------------|-------------|
| | | \$A'000 | \$A'000 |
| 3.1 | Loan facilities | - | - |
| 3.2 | Credit standby arrangements | - | - |

Estimated cash outflows for next quarter

| | 1 | \$A'ooo |
|-----|----------------------------|---------|
| 4.1 | Exploration and evaluation | 280 |
| 4.2 | Development | - |
| 4.3 | Acquisition of interests | - |
| 4.4 | Administration | 142 |
| | Total | (22) |
| | TOLAL | 422 |

Reconciliation of cash

| show | nciliation of cash at the end of the quarter (as on in the consolidated statement of cash flows) to elated items in the accounts is as follows. | Current quarter \$A'ooo | Previous quarter \$A'ooo |
|------|---|----------------------------|-----------------------------|
| 5.1 | Cash on hand and at bank | 4 | 490 |
| 5.2 | 30 day term deposit | 5,068 | 5,068 |
| 5.3 | 3 month term deposits | 34 | 34 |
| 5.4 | 4 month term deposits | - | - |
| | Total: cash at end of quarter (item 1.22) | 5,106 | 5,592 |

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 | M28/243 | Direct | 25% | 50% |

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) | Amount paid up per security (see note 3) |
|------|---|--------------|------------------|---|--|
| 7.1 | Preference | | | | |
| | +securities | | | | |
| 7.2 | Changes during | | | | |
| | quarter (a) Increases | | | | |
| | through issues | | | | |
| | (b) Decreases | | | | |
| | through returns of | | | | |
| | capital, etc. | | | | |
| 7.3 | ⁺ Ordinary securities | 70,383,575 | 70,383,575 | | |
| | securities | /0,303,5/5 | /0,303,5/5 | | |
| 7.4 | Changes during | | | | |
| | quarter | | | | |
| | (a) Increases | | | | |
| | through issues (b) Shares | | | | |
| | released from | | | | |
| | escrow | | | | |
| | (c) Decreases | | | | |
| | through returns of | | | | |
| | capital, buy-backs +Convertible | | | | |
| 7.5 | debt securities | _ | - | | |
| 7.6 | Changes during | | | | |
| , | quarter | | | | |
| | (a) Increases | | | | |
| | (b) Decreases | | | . | F • 1. |
| 7.7 | Options (description and | | | Exercise price | Expiry date |
| | conversion factor) | 1,000,000 | - | 21.1 cents | 23 July 2016 |
| | , | 1,000,000 | - | 8.2 cents | 17 October 2016 |
| | | 600,000 | - | 10.5 cents | 30 June 2017 |
| 0 | · 11. | 900,000 | - | 11.8 cents | 9 November 2018 |
| 7.8 | Issued during quarter | | | | |
| 7.9 | Exercised during | | - | | |
| 7.9 | quarter | - | - | | |
| 7.10 | Expired/lapsed | | | | |
| - | during quarter | - | - | - | - |
| 7.11 | Debentures | | | | |
| | (totals only) | - | - | - | |
| 7.12 | Unsecured notes <i>(totals only)</i> | | | | |
| | (totais only) | - | - | J | |

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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

| Sign here: | Phillip MacLeod | Date: 27 July 2016 |
|------------|-------------------|--------------------|
| - | Company Secretary | |

Print name: Phillip MacLeod

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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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