



Padang

Resources Limited
Suite 2, 16 Ord Street
WEST PERTH WA 6005
T: +61 8 9429 2900
F: +61 8 94861011
www.padangresources.com.au

ASX ANNOUNCEMENT

The directors of Padang Resources Ltd (“Padang”, “PXR” or the “Company”) have pleasure in presenting their quarterly report for the period ended 30 September 2012.

Operations Report

September Quarter 2012

Company Profile

Padang is an Australian based Resources Company focused on the acquisition of exploration and near production assets across the international resources sector, in particular coal in Indonesia.

Padang is strategically aligned to secure advanced projects that are located in close proximity to all key infrastructure and support services. This presents Padang with the opportunity to take advantage of both the internal markets of South-East Asia and the export markets.

Corporate

As announced in the previous quarterly, the Company has formally appointed Mr Peter Woods OAM as a non-executive director and chairman of the Company. Outgoing former chairman, Guy Le Page, will remain on the board as a non-executive director.

Mr Woods has had extensive board and political experience in both the public and private sectors, nationally and internationally. He is a Justice of the Peace, holds a Bachelor of Arts, Master of Letters and has a Certificate in Commercial Mediation. He is a Life Member of the Australian College of Educators and a Fellow of the Australian Institute of Company Directors.

The Company also announced the resignation of Mr Anthony Short, as a director of the Company.

Capital Structure

During the period the Company issued 1,516,899 shares at a deemed price of \$0.01648 for share based payment

In addition, it issued 125,000,000 shares in settlement of acquisition of 70% of Paser Pte Ltd and the Paser project.

Activity

Following the shareholder's approval acquisition, drilling contractors were engaged to undertake the first 10 holes of a drill program and will release the results of the drilling program upon there completion.

The Company is committing to the acceleration of this drill program to be followed, subject to examination and consideration of the results, with a mine plan.

Guy Le Page
Non Executive Director

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

PADANG RESOURCES LIMITED

ABN

74 106 240 475

Quarter ended ("current quarter")

30 September 2012

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration & evaluation	(239)	(239)
(b) development	-	-
(c) production	-	-
(d) administration	(362)	(362)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	4	4
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(597)	(597)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
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 (Unsecured Loans)	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(597)	(597)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(597)	(597)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 (share issue costs)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(597)	(597)
1.20	Cash at beginning of quarter/year to date	701	701
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	104	104

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	15
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Payment of directors' fees, salaries and superannuation during the quarter – 1.2

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

Issue of 1,516,899 shares at a deemed price of \$0.01648 for share based payment

Issue of 125,000,000 shares in settlement of acquisition of 70% of Paser Pte Ltd and the Paser project

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

+ 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	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	120
4.2 Development	-
4.3 Production	-
4.4 Administration	350
Total	470

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	104	701
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	104	701

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			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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 <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	473,208,568	473,208,568		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	126,516,899	126,516,899		
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	- -	- -	<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter				
.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				

+ See chapter 19 for defined terms.

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

Sign here: Roland Berzins
 (Company secretary)

Date: 30 October 2012

Print name: Roland Berzins

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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