

Level 11, 139 Macquarie Street, Sydney, NSW, 2000

#### ASX ANNOUNCEMENT

ASX Code: MMX

30 April 2013

#### ACTIVITIES REPORT FOR THE QUARTER ENDED 31 MARCH 2013

Murchison Metals Ltd ("Murchison" or the "Company") is an Australian ASX Listed Company

During the quarter, and as previously announced, the Company appointed Grant Thornton Corporate Finance to prepare an Independent Expert's Report for the previously announced off-market equal access share buy-back proposal. The Independent Expert's Report will be included in an explanatory memorandum explaining the buy-back proposal.

The Company anticipates that the relevant documentation including a Notice of General Meeting will be dispatched to shareholders in May 2013.

#### ACTIVITIES REPORT

Pursuant to ASX Listing rule 5.1.1 and 5.1.2 there has been no production or development activity or exploration activity undertaken during the period.

The majority of payments for administration during the quarter ended 31 March 2013 related to the payments of previously accrued termination payments of remaining staff during the quarter.

-ENDS-

For further information, please contact:

Gabriel Radzyminski *Non-Executive Director* **Murchison Metals Ltd** Ph 02 8014 1188

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, 01/06/10, 17/12/10

#### Name of entity

Murchison Metals Limited

ABN

38 078 257 799

Quarter ended ("current quarter")

31 March 2013

#### Consolidated statement of cash flows

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Cash f	lows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation (b) development (c) production (d) administration	- - (738)	- - (7,789)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	261	7,217
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
		(477)	(572)
	Net Operating Cash Flows		
	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/exploration	-	-
	assets		
	(b) equity investments	-	-
1 1 0	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (proceeds on tenement disposal)	-	3,200
	Not investing each flows	-	3,200
1 1 2	Net investing cash flows	(// // //	2 ( 20
1.13	Total operating and investing cash flows (carried forward)	(477)	2,628

<sup>+</sup> See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(477)	2,628
1.14 1.15	Cash flows related to financing activities Proceeds from issues of shares, options, etc. Proceeds from sale of forfeited shares		91 -
1.16 1.17 1.18 1.19	Proceeds from borrowings Repayment of borrowings Dividends paid Other – Distribution of Capital to Shareholders	-	- - (207,197)
	Net financing cash flows	-	(207,106)
	Net increase (decrease) in cash held	(477)	(204,478)
1.20 1.21	Cash at beginning of quarter/year to date Exchange rate adjustments to item 1.20	22,191	226,192
1.22	Cash at end of quarter	21,714	21,714

#### 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	1	7
1.24	Aggregate amount of loans to the parties included in item 1.10		-
1.25	Explanation necessary for an understanding of the transactions		

 1.25
 Explanation necessary for an understanding of the transactions

 Payments for services received by the company from Executive and Non-Executive Directors

#### 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

#### Financing facilities available

Add notes as necessary for an understanding of the position.

<sup>+</sup> See chapter 19 for defined terms.

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

### Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	-
4.2	Development	-
4.3	Production	-
4.4	Administration	(380)
	Total cash outflows	(380)

## **Reconciliation of cash**

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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	489	910
5.2	Deposits at call	21,225	21,281
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.22)	21,714	22,191

### 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				

<sup>+</sup> See chapter 19 for defined terms.

**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)				
7.2	(description) Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	<sup>+</sup> Ordinary securities	450,427,346	450,427,346		
7.4	Changes during quarter (a) Increases through issues: - upon exercise of options				
	(b) Decreases through returns of capital, buy-backs				
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)	125,000 4,200,000 1,855,651 607,137 576,495 766,714 1,418,922 425,811		<i>Exercise price</i> 80c 127c 70c 58c 62c 21c 20c 12c	<i>Expiry date</i> Dec 13 Mar 14 Jul 14 Jul 14 Jul 14 Jul 14 Jul 14 Oct 14 Oct 14
7.8	Issued during quarter	720,011			00114
7.9	Exercised during quarter	70,000		Oc	Dec 13
7.10	Expired / Cancelled during quarter				

<sup>+</sup> See chapter 19 for defined terms.

7.11	Debentures (totals only)		
7.12	Unsecured notes (totals only)		

<sup>+</sup> See chapter 19 for defined terms.

### **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: 30 April 2013

Print name: Gabriel Radzyminski

#### 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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<sup>+</sup> See chapter 19 for defined terms.