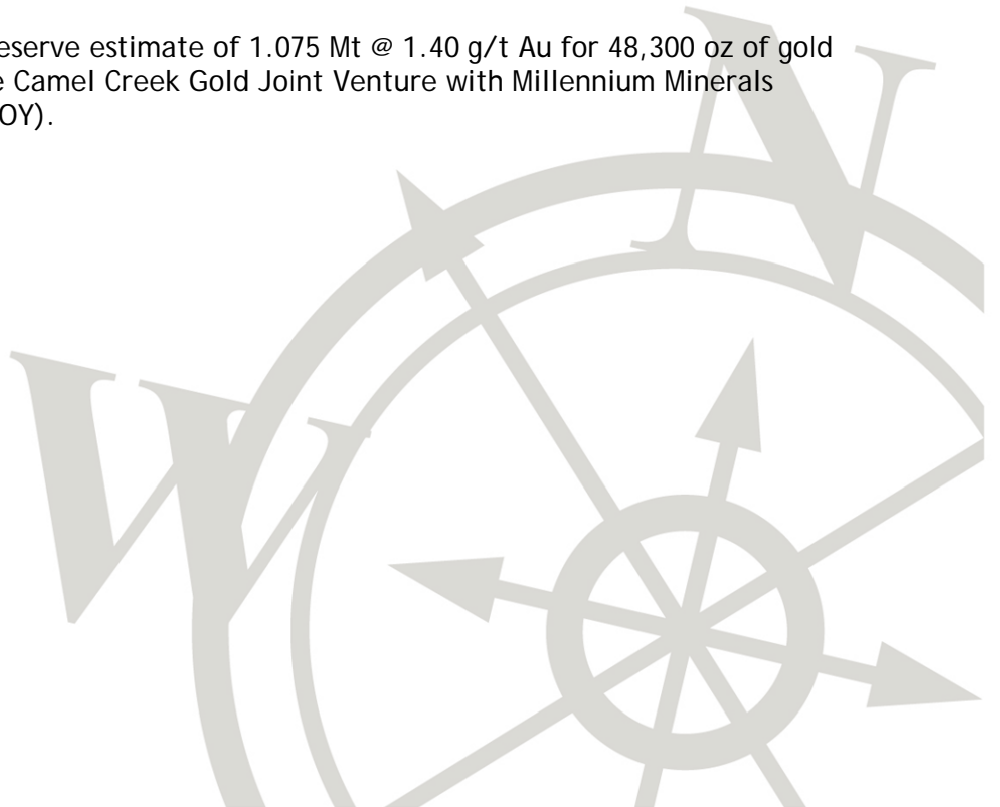


QUARTERLY REPORT

For the period ending 30 September 2013

Highlights

- An updated Mineral Resource estimate reported for the Blue Spec and Gold Spec gold deposits, totalling 415,000 @ 16.3g/t Au and 1.3% Sb for 219,000oz gold and 5,300 tonnes of antimony.
- Approximately 50% of the updated Blue Spec-Gold Spec resource estimate in the Indicated category.
- Grade distribution within the updated Blue Spec-Gold Spec resource block models shows very high-grade zones of mineralisation within each deposit of 40-100g/t Au which are open along strike and at depth.
- A maiden Ore Reserve estimate of 1.075 Mt @ 1.40 g/t Au for 48,300 oz of gold reported for the Camel Creek Gold Joint Venture with Millennium Minerals Limited (ASX: MOY).



EXPLORATION

Blue Spec Shear Gold-Antimony Project

Updated Mineral Resource estimate for the Blue Spec and Gold Spec deposits

During the quarter, Northwest reported an updated Mineral Resource estimate for the Blue Spec and Gold Spec gold deposits, the material deposits within Northwest's Blue Spec Shear Gold-Antimony Project. The updated resource totals 415,000 @ 16.3g/t Au and 1.3% Sb for 219,000oz gold and 5,300 tonnes of antimony. (For more detailed information refer to Northwest's ASX announcement dated 30 September 2013).

The updated Mineral Resource estimate was prepared in accordance with the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) and incorporated 11 diamond drill holes at Blue Spec and 14 diamond holes at Gold Spec completed since resource estimates were previously released by Northwest. The geological and structural model for the deposits was also revised as part of the updated estimation process.

The updated resource estimate was completed internally by Northwest, with an independent external review of the modelling and estimation techniques completed by CSA Global Pty Ltd.

Figures 1-4 below show the updated block models and resource classifications for the Blue Spec and Gold Spec deposits.

Whilst the updated Mineral Resource estimates represent a negative resource revision compared to the 2008 Blue Spec and 2010 Gold Spec resource estimates, a number of positive outcomes were achieved:

- The updated Mineral Resource estimate for Blue Spec and Gold Spec has delivered a substantial increase in Indicated Resources to approximately 50% of total resources (up from approximately 12% in the previous combined resource estimate).
- The Indicated Resources have been defined over a significant vertical extent immediately below the historical workings (see Figures 2 and 4 below).
- The grade of the Indicated Resources at Blue Spec (29.1g/t Au and 2.2% Sb) is very similar to the head grade reported by Anglo-American during production immediately above the Indicated zone of 31.1g/t Au and 2.9% Sb providing further confidence in the grade estimation.
- The average grade of the updated Indicated and Inferred Resources at Gold Spec (15.2g/t Au and 1.2% Sb) represents a significant increase in grade over the previous resource estimate.
- The grade distribution within the updated resource block models shows very high-grade zones of mineralisation within each deposit of 40-100g/t Au (see Figures 1 and 3 below) which are open along strike and at depth. The potential strike extensions of these very high-grade zones represent excellent exploration opportunities.

Table 1: Full updated Mineral Resource estimate

Deposit	Resource Category	Tonnes	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb (t)
Blue Spec	Indicated	84,000	29.1	79,000	2.2	1,900
	Inferred	234,000	12.2	92,000	0.9	2,200
	Total	318,000	16.7	171,000	1.3	4,100
Gold Spec	Indicated	67,000	12.4	27,000	1.1	700
	Inferred	30,000	21.6	21,000	1.4	400
	Total	97,000	15.2	48,000	1.2	1,100
Total		415,000	16.3	219,000	1.3	5,200

Figure 1: Blue Spec block estimate (OK) showing historical workings and remnant mineralisation (not included in Mineral Resource estimate)

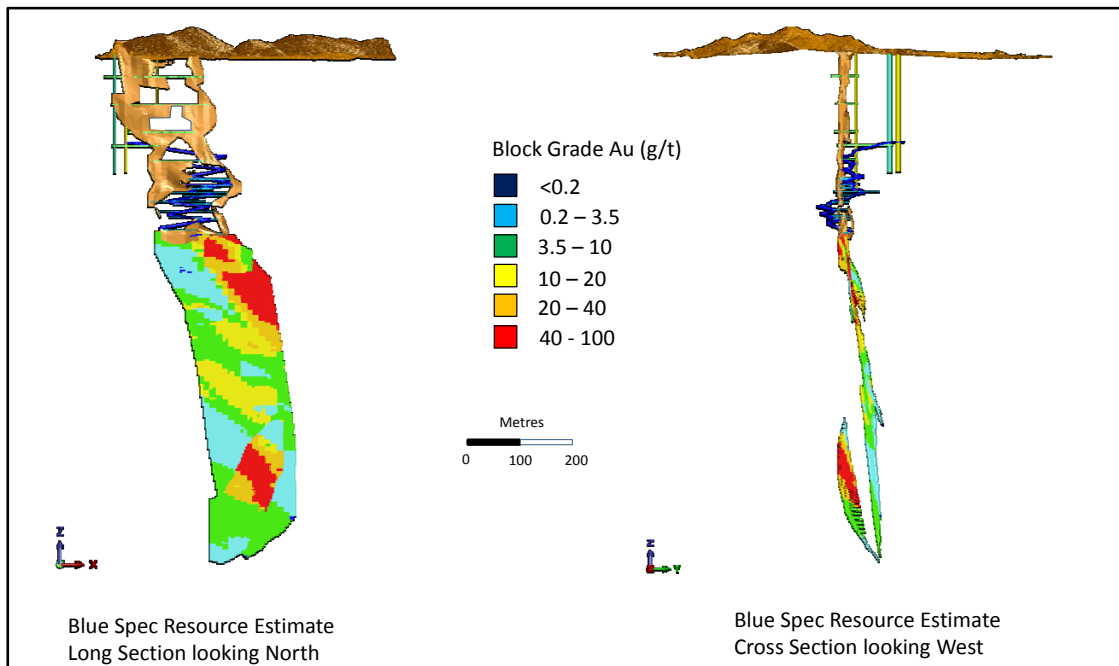


Figure 2: Blue Spec Mineral Resource classification.

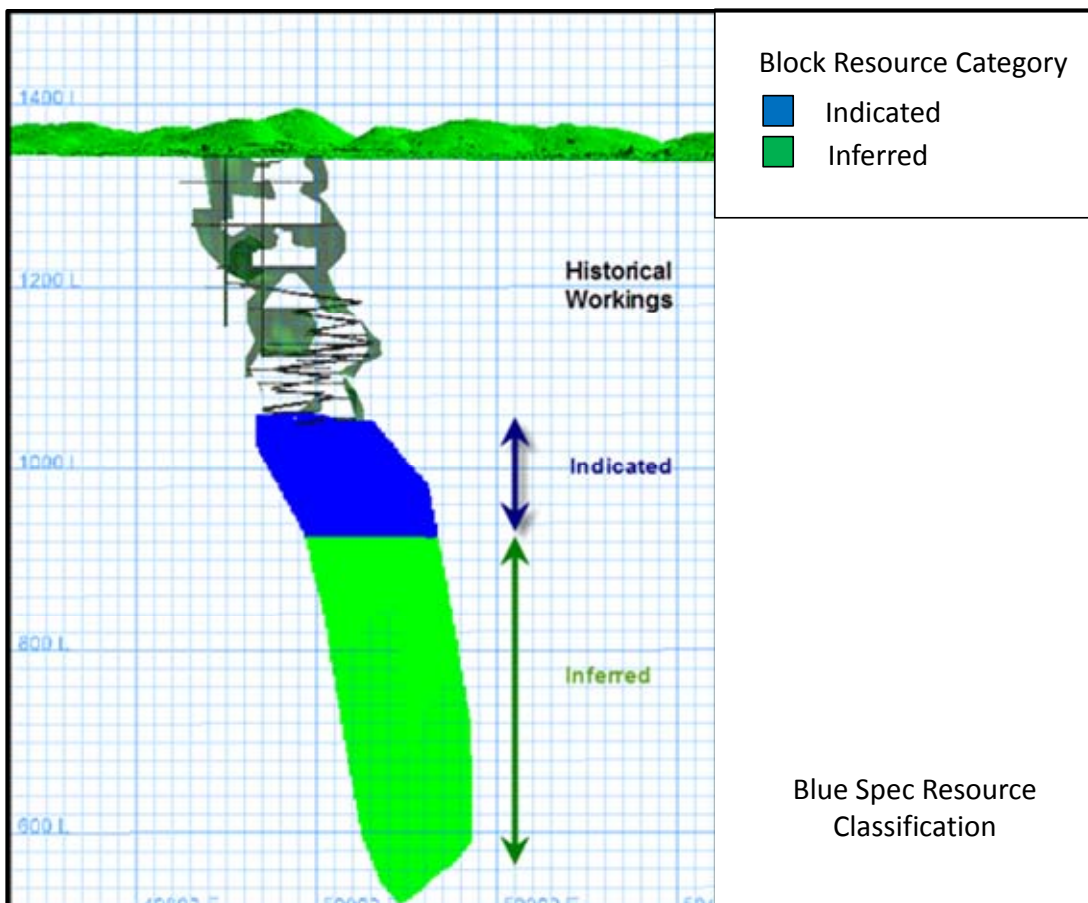


Figure 3: Gold Spec block estimate (OK) showing historical workings and mining voids

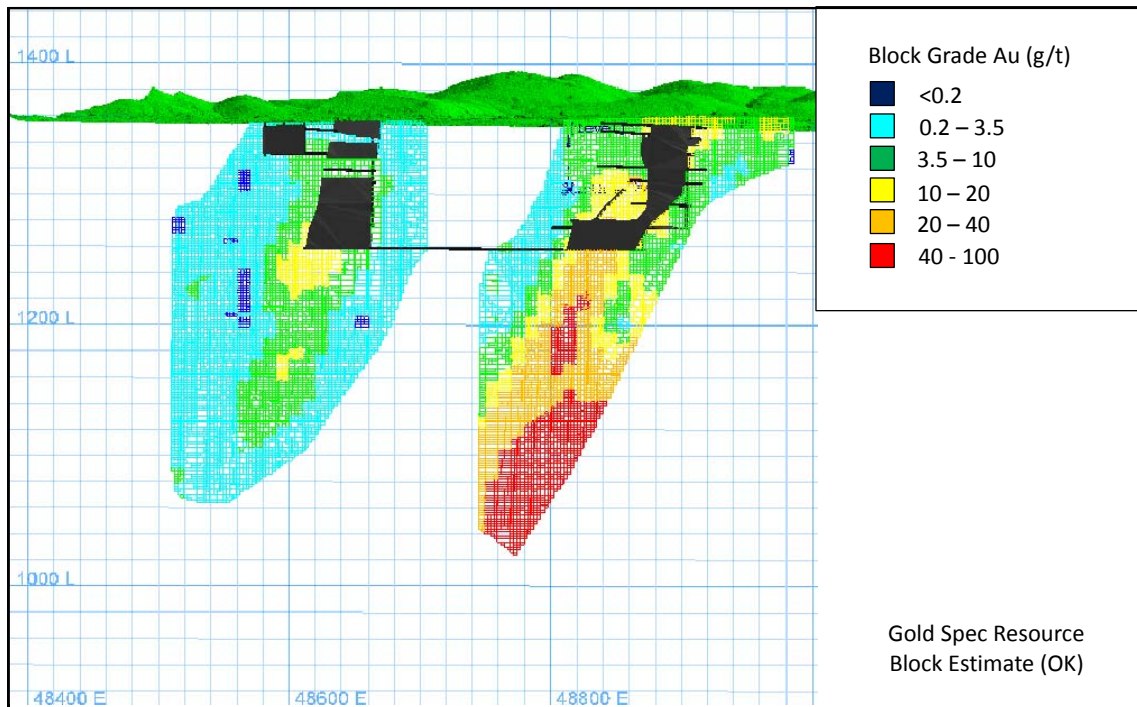
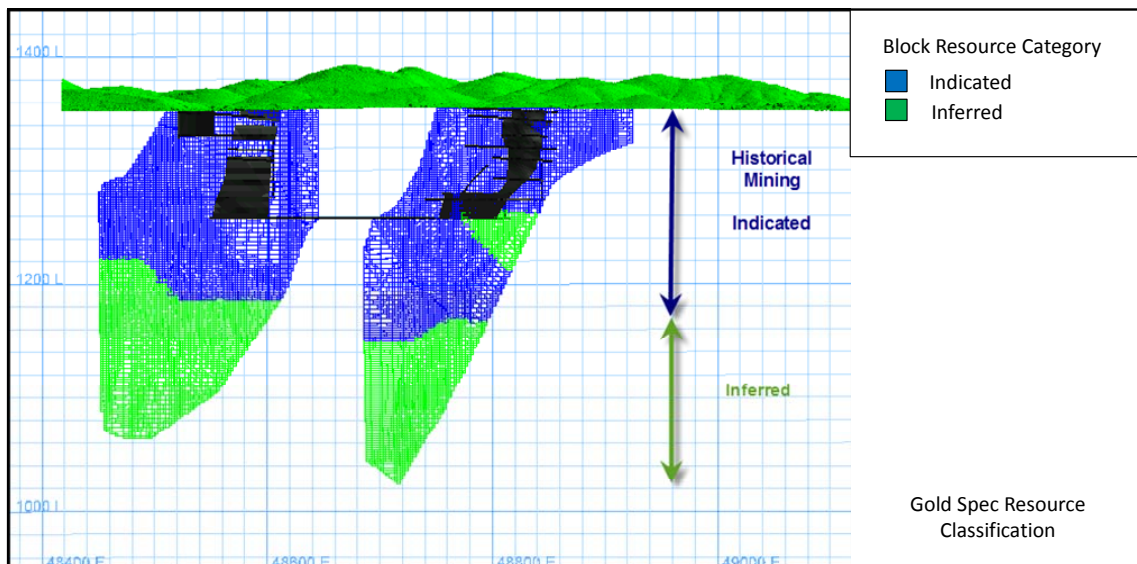


Figure 4: Gold Spec Mineral Resource Classification



Exploration Targets within the Blue Spec Shear Gold-Antimony Project

The exploration potential of the Blue Spec Shear Gold-Antimony Project is significant given its existing mineral endowment, mining history and limited drilling coverage of the Blue Spec shear zone. This potential has been highlighted by the recent updated Mineral Resource estimates for Blue Spec and Gold Spec.

Northwest has identified "Blue Spec Remnants", "Blue Spec Extensions", "Gold Spec Extensions" and "Historical Tailings" as significant Exploration Targets. It should be noted that the approximations of potential tonnages and grades for each of the Exploration Targets are conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource for each target and it is uncertain if further exploration will result in the estimation of a Mineral Resource. A summary of the potential tonnages and grades for the Exploration Targets is set out in Table 2 below. (For more detailed information refer to Northwest's ASX announcement dated 30 September 2013).

The Blue Spec Remnants (see Figure 5) represents a significant opportunity given what is known about historical mining operations. Records indicate that a high cut-off grade (~15-20g/t) was used over the 1-4 levels and several areas of poorly mined high grade ore were left in-situ. Historical documents also contain quantifications of the remnant mineralisation suggesting the remnants represent a significant exploration opportunity.

The Blue Spec Extensions (see Figure 7) also represent a significant opportunity to extend the known strike length at Blue Spec both below and adjacent to the historical workings. Due to the constrained nature of the resource drilling, both current and historical, the true strike extent of the ore body has not been fully tested or closed off. The apparent high grade plunge of the mineralisation represents a high priority target.

The Gold Spec Extensions is a strong Exploration Target focusing on the dip and strike extensions of the eastern limb of the deposit (see Figure 6). Also due to the constrained nature of the resource drilling, this area is untested and open at depth. Similar to Blue Spec, the apparent high grade plunge of the mineralisation and shallow depth, relative to Blue Spec, represents a high priority target.

The Historical Tailings Exploration Target comprises the two tailings storage facilities (TSF) established from historical mining on the Blue Spec Shear (the Chase-Minproc TSF and Anglo American TSF). Considering the very high-grades of the Blue Spec and Gold Spec deposits, the refractory nature of the mineralisation and the poor recovery historically reported, the TSF's represent a significant exploration opportunity.

Table 2: Summary of Exploration Target tonnage and grade ranges

Exploration Target	Ranges				
	Tonnes	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb (t)
Blue Spec Remnants	150,000 - 200,000	10 - 15	48,000 - 96,000	1.7 - 2.0	2,600 - 4,100
Blue Spec Extensions	60,000 - 80,000	15 - 30	30,000 - 80,000	0.7 - 1.4	400 - 1,100
Gold Spec Extensions	35,000 - 60,000	15 - 30	15,000 - 60,000	1.2 - 2.0	400 - 1,200
Historical Tailings	100,000 - 140,000	2.0 - 3.5	6,500 - 15,500	0	0

Figure 5: Blue Spec long section showing existing resource area and Remnants Exploration target.

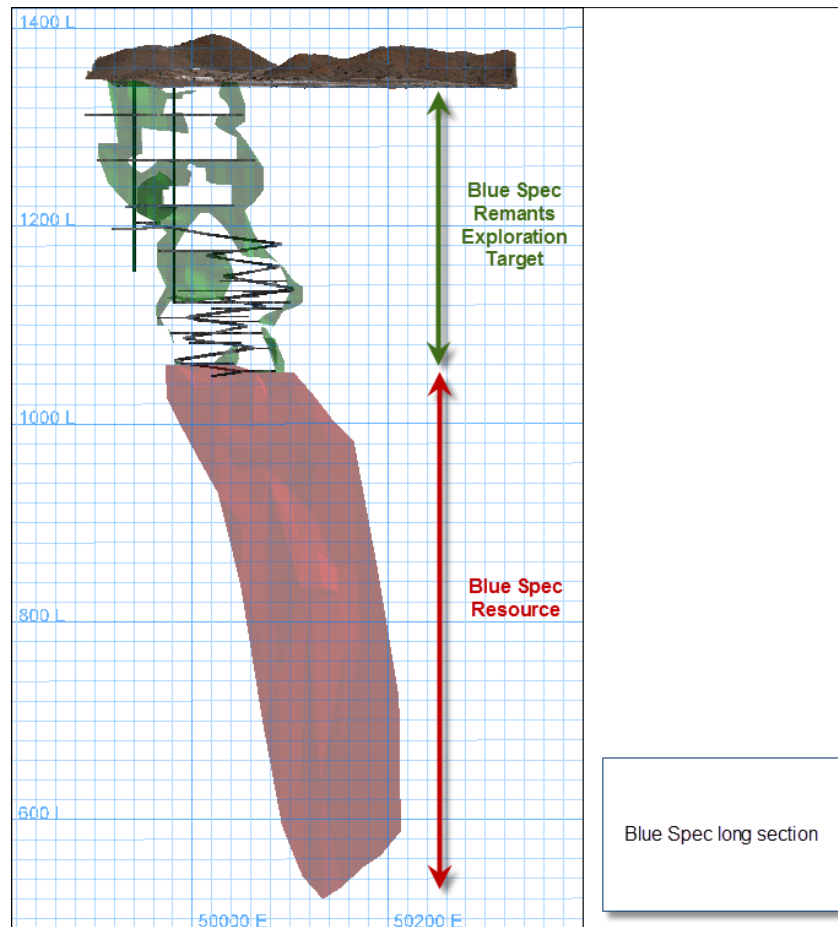


Figure 6: Gold Spec long section looking north with existing resource block model. Conceptual exploration target area in shaded pink; proposed drill pierce points are blue circles

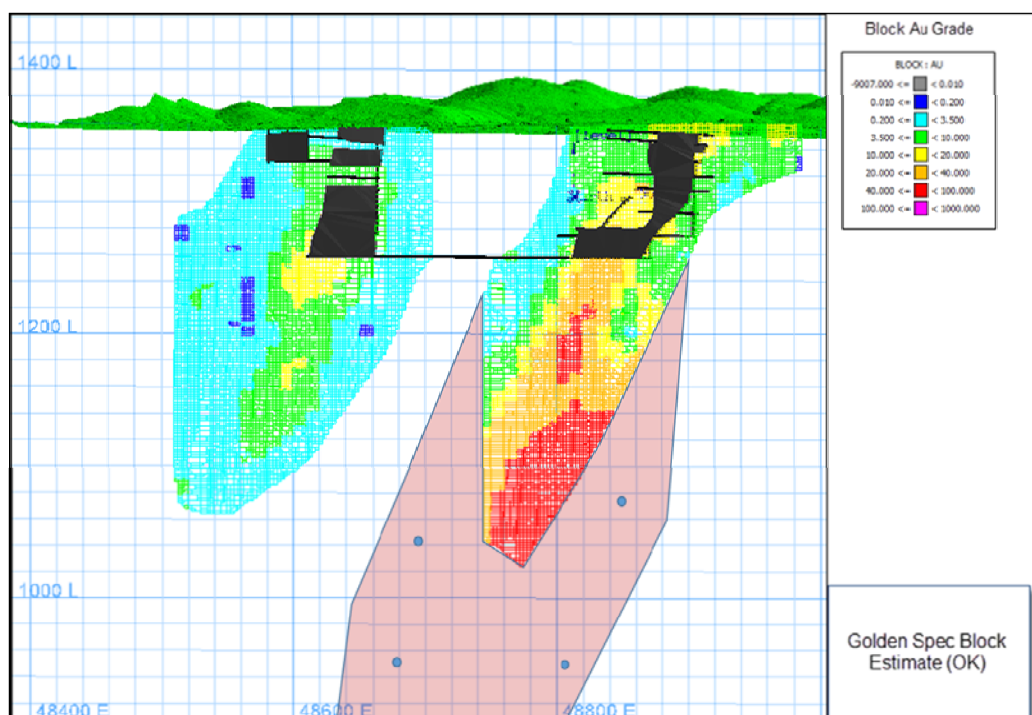
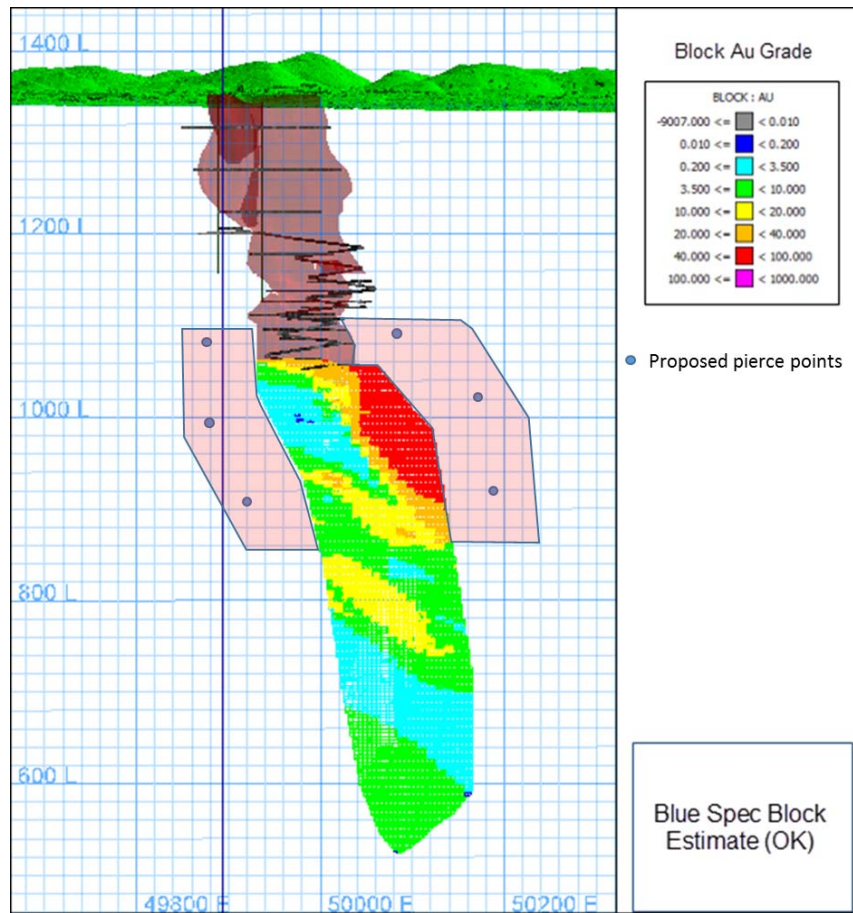


Figure 7: Blue Spec long section looking north with existing resource block model. Conceptual exploration target area in shaded pink; proposed drill pierce points are blue circles



Camel Creek Gold Project

Maiden Ore Reserve estimate for Camel Creek Joint Venture

During the quarter, a maiden Ore Reserve estimate was reported for the Camel Creek Joint Venture of 1.075 Mt @ 1.40 g/t Au for 48,300 oz of gold. (For more detailed information refer to Northwest's ASX announcement dated 10 September 2013).

The Camel Creek Joint Venture is a 50:50 mining joint venture between Northwest and Millennium Minerals Limited (ASX: MOY) (Millennium). Under the joint venture, the parties are each entitled to 50% of physical gold produced from the initial four joint venture deposits (Junction, Roscoes Reward, Little Wonder and Round Hill). Ore from the joint venture deposits will be mined and processed by Millennium through its Golden Eagle treatment plant and the parties will share equally the joint venture mining, processing and rehabilitation costs. Millennium is the manager of the joint venture.

The maiden Ore Reserve was prepared by Auralia Mining Consultants Pty Limited under the 2004 edition of the JORC Code and includes estimates for the Junction and Roscoes Reward deposits, and the joint venture component of the Little Wonder deposit (Table 3).

The Ore Reserve estimate is based on the 2012 Mineral Resource estimate for the Junction, Roscoes Reward and Little Wonder deposits prepared by CSA Global Pty Ltd. A location map of the joint venture deposits is provided in Figure 8.

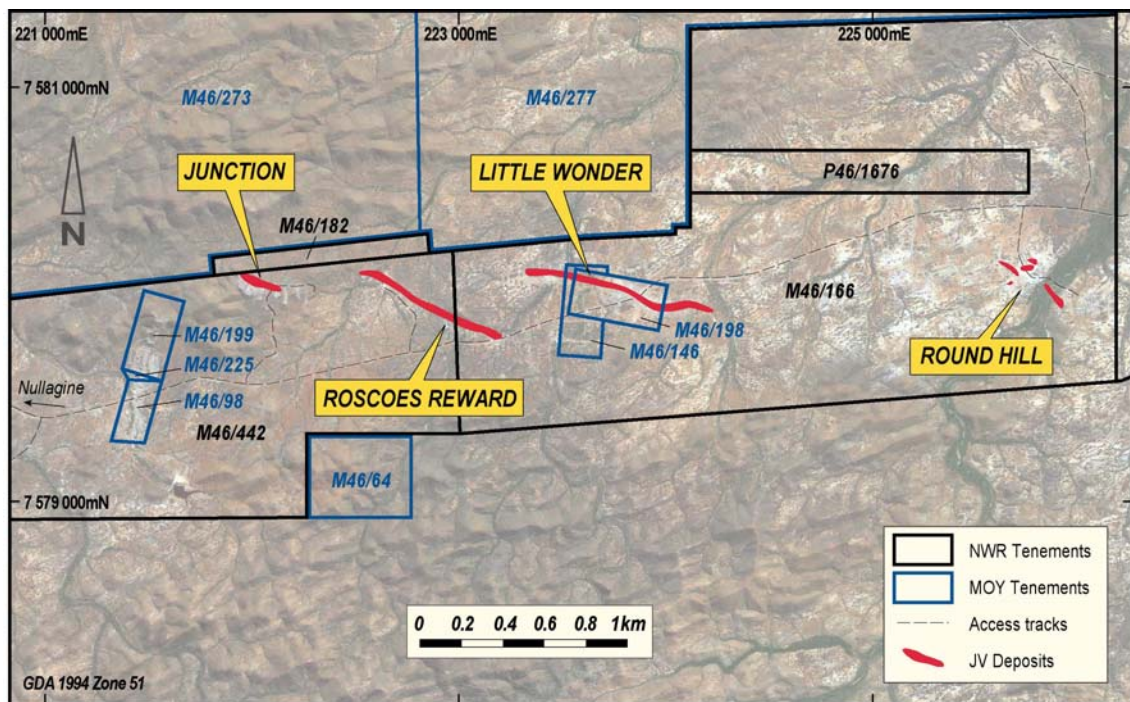
Millennium is a strong joint venture partner for Northwest. Millennium completed its construction of its Golden Eagle plant in 2012 October on time and on budget. In the 9 months to 30 September 2013, Millennium produced 49,000 ounces of fine gold from mining at Golden Eagle at an average C1 cash cost of A\$836/ounce with a sustaining cash costs for the September quarter of A1,040 per ounce. In addition, Millennium has an "in the money" hedge book valued at \$11.45 million as at 30 September 2013. (It is important to note that none of Northwest's share of future Camel Creek Joint Venture gold production is covered by Millennium's hedges).

Millennium have reported that ore mining has commenced at its Golden Gate satellite deposits with campaign processing of Golden Gate ore planned for the November-December 2013 period. Mining at the Camel Creek Joint Venture deposits is expected to commence on completion of mining at the Golden Gate deposits.

Table 3: Ore Reserves for the Camel Creek Joint Venture

Deposit	Proven		Probable		Total		
	Ore (t)	Grade (g/t Au)	Ore (t)	Grade (g/t Au)	Ore (t)	Grade (g/t Au)	Metal (oz Au)
Little Wonder	273,800	1.47	3,000	1.37	276,800	1.47	13,100
Junction	135,700	1.96	14,500	2.00	150,200	1.96	9,400
Roscoes Reward	527,500	1.23	120,600	1.26	648,100	1.24	25,800
Total	937,000	1.41	138,100	1.34	1,075,100	1.40	48,300

Figure 8: Location of Camel Creek Joint Venture deposits.



Confirmation relating to previous market announcements

Northwest is not aware of any new information or data that materially affects the information included in the ASX announcement dated 30 September 2013 (relating to the Blue Spec and Gold Spec Mineral Resource update) or the ASX announcement dated 10 September 2013 (relating to the Camel Creek JV Ore Reserve) (the **Previous Announcements**) and that all material assumptions and technical parameters underpinning the Mineral Resource and Ore Reserve estimates in the Previous Announcements continue to apply and have not materially changed.

DEVELOPMENT

Blue Spec Shear Gold-Antimony Project

As announced to shareholders in the Chairman's letter in September this year, in the current financial market the Board believes it will not be able to raise the required debt or equity capital to take the Blue Spec Shear Gold-Antimony Project forward in the development scenario which was being evaluated in the Company's feasibility study in such a way as to ensure appropriate returns for shareholders.

As a result, the Company believes it is prudent to defer completion of the feasibility study to enable the Company to focus on evaluating different strategies to realise the significant value in the project. Northwest is now focusing on defining and evaluating lower capital cost development options for the project and investigating opportunities to introduce a development partner to the project following recent expressions of interest by third parties.

The Company retains great optimism in relation to the Company's flagship project. The Blue Spec Shear Gold-Antimony Project:

- has a robust high-grade Mineral Resource base of 415,000t @ 15.8g/t Au for 219,000oz of gold and 1.3% Sb for 5,200 of contained antimony which includes Indicated Resources of 151,000t @ 21.7g/t Au for 106,000oz of gold (refer to Northwest's ASX announcement dated 30 September 2013 for further details);
- has an updated geological model and resource estimate which is considered a robust representation of Blue Spec and Gold Spec deposits. Based on recent performance, the Company expects future infill drilling to deliver strong conversion rates of Inferred to Indicated Resources;
- has a clear concentrate production and marketing strategy and Northwest has established a positive relationship with a preferred off-take partner;
- has been substantially technically de-risked;

- has excellent high-grade exploration potential at both primary deposits and also along the largely untested Blue Spec shear; and
- is environmentally sound.

In addition, the extensive work completed in connection with the feasibility studies to date will greatly benefit the Company's evaluation of different strategies to realise the significant value in the project.

CORPORATE

Royalty financing facility

During the quarter, Northwest entered into a \$1.93 million royalty financing facility arranged by Royalty Stream Investments Pty Ltd. The royalty financing is structured as a loan with repayments linked to a gross royalty over Northwest's entitlement to future production from its Camel Creek Gold Project. The key terms of the royalty financing facility include:

- A loan amount of \$1.93 million (before costs) which incurs interest of 15% per annum.
- A 15% gross revenue royalty over Northwest's entitlement to gold and other minerals extracted from the Camel Creek Gold Project.
- Future royalty payments will be credited against the loan amount and accrued interest. The royalty will continue after the loan is repaid. There is no obligation to make principal or interest repayments before the royalty obligation arises.
- The loan is secured by mortgages over Northwest's tenements. These will be released on repayment of the loan.
- Northwest has a commitment to deliver a minimum of 3,400 ounces of gold under the royalty.

R&D tax incentive

During the quarter, Northwest received a payment under the R&D Tax Incentive provisions of the Income Tax Legislation in respect of the 2012-13 financial year in the amount of \$1.22 million arising from the cost of R&D activities in connection with the process development studies associated with the Blue Spec Shear Gold-Antimony Project.

MINERAL RESOURCES & ORE RESERVES

Northwest's reported JORC compliant Mineral Resource & Ore Reserve estimates for the Blue Spec Shear Gold-Antimony Project and the Camel Creek Gold Project are set out in Appendix 1.

MINING TENEMENTS

A list of the mining tenements held by Northwest and its subsidiaries is set out in Appendix 2.

Appendix 1

Mineral Resources & Ore Reserves

Mineral Resources and Ore Reserves have been reported in accordance with the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve and the 2004 edition.

All Mineral Resources are inclusive of Ore Reserves. All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures.

Full details relating to the Mineral Resource estimates and the Ore Reserve estimates presented below and the relevant Competent Person consents are contained in Northwest's 2013 Annual Report (Mineral Resource & Ore Reserve Statement) lodged with ASX on 30 September 2013.

Mineral Resources

Blue Spec Shear Gold-Antimony Project

Deposit	Resource Category	Tonnes (t)	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb tonnes (t)
Blue Spec 3.0g/t Au cut-off	Indicated	84,000	29.1	79,000	2.2	1,900
	Inferred	234,000	12.2	92,000	0.9	2,200
	Total	318,000	16.7	171,000	1.3	4,100
Golden Spec 3.0g/t Au cut-off	Indicated	67,000	12.4	27,000	1.1	700
	Inferred	30,000	21.6	21,000	1.4	400
	Total	97,000	15.2	48,000	1.2	1,100
Total		415,000	16.3	219,000	1.3	5,200

Deposit	Resource Category	Tonnes (t)	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb tonnes (t)
Red Spec 1.0g/t Au cut-off	Indicated	160,000	1.8	9,200	0.01	20
	Inferred	130,000	2.0	8,300	0.01	10
	Total	290,000	1.9	17,500	0.01	30
Green Spec 0.5g/t Au cut-off	Indicated	73,000	3.6	8,400	1.1	800
	Inferred	29,000	2.1	1,900	1.0	300
	Total	102,000	3.2	10,300	1.1	1,100

Camel Creek Gold Project

	Resource Category	Tonnes (t)	Grade Au (g/t)	Contained Au (oz)
Roscoes Reward 0.5g/t Au cut-off	Measured	638,000	1.2	24,800
	Indicated	517,000	1.1	18,400
	Inferred	528,000	0.9	15,800
	Total	1,683,000	1.1	59,000
Little Wonder 0.5g/t Au cut-off	Measured	408,000	1.3	17,300
	Indicated	127,000	0.9	3,800
	Inferred	76,000	0.8	2,000
	Total	611,000	1.2	23,100
Junction 0.5g/t Au cut-off	Measured	202,000	1.7	10,700
	Indicated	60,000	1.2	2,300
	Inferred	52,000	1.2	1,900
	Total	314,000	1.5	14,900
Round Hill 1.0g/t Au cut-off	Indicated	18,000	4.8	2,800
	Inferred	44,000	4.0	5,700
	Total	62,000	4.3	8,500
Total *		2,670,000	1.2	105,500

Note: Northwest attribution 50% under the Camel Creek Joint Venture (Millennium Minerals Ltd - 50%).

Ore Reserves

Camel Creek Gold Project

Deposit	Proven		Probable		Total		
	Ore (t)	Grade (g/t Au)	Ore (t)	Grade (g/t Au)	Ore (t)	Grade (g/t Au)	Metal (oz Au)
Little Wonder	273,800	1.47	3,000	1.37	276,800	1.47	13,100
Junction	135,700	1.96	14,500	2.00	150,200	1.96	9,400
Roscoes Reward	527,500	1.23	120,600	1.26	648,100	1.24	25,800
Total *	937,000	1.41	138,100	1.34	1,075,100	1.40	48,300

Note: Northwest attribution 50% under the Camel Creek Joint Venture (Millennium Minerals Ltd - 50%).

Confirmation relating to 2013 Annual Report

Northwest is not aware of any new information or data that materially affects the information included in 2013 Annual Report (Mineral Resource & Ore Reserve Statement) and that all material assumptions and technical parameters underpinning the Mineral Resource and Ore Reserve estimates in the 2103 Annual Report continue to apply and have not materially changed.

Appendix 2

Mining Tenements

Tenement	Locality	Interest %	Tenement	Locality	Interest %
L46/22	Nullagine, WA	100	PL 46/1674 *	Nullagine, WA	100
L46/24	Nullagine, WA	100	PL 46/1675 *	Nullagine, WA	100
L46/109	Nullagine, WA	100	PL 46/1676 *	Nullagine, WA	100
ML 46/57 *	Nullagine, WA	100	PL 46/1677	Nullagine, WA	100
ML 46/115	Nullagine, WA	100	PL 46/1678	Nullagine, WA	100
ML 46/165	Nullagine, WA	100	PL 46/1679	Nullagine, WA	100
ML 46/166 *	Nullagine, WA	100	PL 46/1680	Nullagine, WA	100
ML 46/167 *	Nullagine, WA	100	PL 46/1681	Nullagine, WA	100
ML 46/182 *	Nullagine, WA	100	PL 46/1682	Nullagine, WA	100
ML 46/244	Nullagine, WA	100	PL 46/1683	Nullagine, WA	100
ML 46/442 *	Nullagine, WA	100	PL 46/1684	Nullagine, WA	100
PL 46/1607	Nullagine, WA	100	PL 46/1698	Nullagine, WA	100
PL 46/1608	Nullagine, WA	100	PL 46/1699	Nullagine, WA	100
PL 46/1609	Nullagine, WA	100	PL 46/1700	Nullagine, WA	100
PL 46/1610	Nullagine, WA	100	PL 46/1701	Nullagine, WA	100
PL 46/1611	Nullagine, WA	100	PL 46/1702	Nullagine, WA	100
PL 46/1669	Nullagine, WA	100	PL 46/1703 *	Nullagine, WA	100
PL 46/1670 *	Nullagine, WA	100	PL 46/1704 *	Nullagine, WA	100
PL 46/1671 *	Nullagine, WA	100	PL 46/1705 *	Nullagine, WA	100
PL 46/1672 *	Nullagine, WA	100	PL 46/1706 *	Nullagine, WA	100
PL 46/1673 *	Nullagine, WA	100			

L - Miscellaneous Licence

ML - Mining Lease

PL - Prospecting Licence

* - Subject to royalty

ASX Listing Rules Appendix 5B

Mining exploration entity quarterly cash flow report

Name of entity

Northwest Resources Limited

ABN

95 107 337 379

Quarter ended ("current quarter")

30 September 2013

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for:		
	(a) exploration and evaluation	(800)	(800)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(131)	(131)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	5	5
1.5	Interest and other costs of finance paid	(98)	(98)
1.6	Income taxes paid (refund)	1,222	1,222
1.7	GST	23	23
Net Operating Cash Flows		221	221
Cash flows related to investing activities			
1.8	Payment for purchase of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(1)	(1)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	694
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	14	14
Net investing cash flows		13	13
1.13	Total operating and investing cash flows (carried forward)	234	234
1.14	Total operating and investing cash flows (brought forward)	234	234

	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	2,530	2,530
1.17	Repayment of borrowings	(600)	(600)
1.18	Dividends paid	-	-
1.19	Other - Costs of financing	(170)	(170)
	Net financing cash flows	1,760	1,760
	Net increase (decrease) in cash held	1,994	1,994
1.20	Cash at beginning of quarter/year to date	307	307
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,301	2,301

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	64
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

1.23 - Executive director salary and Non-Executive directors' fees

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

As announced to the ASX on 10 May 2013, during the quarter Northwest issued 12,000,000 ordinary shares in satisfaction of \$600,000 of current liabilities.

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

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities *	1,930	1,930
3.2 Credit standby arrangements	-	-

* As announced to the ASX on 23 September 2013, Northwest entered into a royalty financing facility, details of the facility are contained in the announcement.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	150,000
4.2 Development	
4.3 Production	
4.4 Administration	150,000
Total	300,000

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	2,301	307
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: Cash at end of quarter (item 1.22)	2,301	307

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	Nil			
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	Preference +securities	Nil			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	214,645,418	214,645,418		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	12,300,000	12,300,000		
7.5	+Convertible debt securities	Nil			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options			<i>Exercise price</i>	<i>Expiry date</i>
		3,000,000		25.0 cents each	28/11/2014
		1,000,000		16.5 cents each	28/11/2014
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Performance Rights (totals only)				<i>Vesting date</i>
		1,000,000			22/12/2103
		1,000,000			22/12/2014
		2,000,000			24/01/2014
		2,000,000			24/01/2015
		600,000			27/06/2016
		600,000			27/06/2016

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.12	Issued during quarter				
7.13	Vested during quarter	300,000			
7.14	Expired during quarter	1,500,000			

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

Date: 31 October 2013



John J. Merity
Managing Director

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 applies 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.