

QUARTERLY REPORT

FOR THE PERIOD ENDING 31 MARCH 2014

29 April 2014

ASX Code: **AGS**

No. of pages: 14

QUARTERLY REPORT - FOR THE PERIOD ENDED 31 MARCH 2014

DETAILS OF ANNOUNCEMENT

- Quarterly Activity Report for the period ending 31 March 2014 (8 pages)
- Appendix 5B for the period ending 31 March 2014 (5 pages)

For and on behalf of the Board



Bob Tolliday
Company Secretary

Further information relating to the Company and its various mining and exploration projects can be found on the Company's website at www.allianceresources.com.au

29 APRIL 2014

ALLIANCE RESOURCES LTD

ASX: AGS

ABN: 38 063 293 336

Market Cap: \$78.5 M (\$0.23)

Shares on issue: 341,172,309

Cash: \$19.8 M (31 Mar 2014)

Principal Office:

Suite 3, 51-55 City Road
Southbank Victoria 3006
AUSTRALIA

Tel: +61 3 9697 9090

Fax: +61 3 9697 9091

Email:

info@allianceresources.com.au

Web:

www.allianceresources.com.au

Projects:

Four Mile (25%): uranium

Cabeza de Vaca, Chile:
copper-gold

East Frome: copper, base-
metals

Share Registry:

Computershare Investor
Services

GPO Box 2975

Melbourne Victoria 3001

AUSTRALIA

Tel: 1300 850 505

Fax: +61 3 9473 2500

QUARTERLY REPORT FOR THE PERIOD ENDED 31 MARCH 2014

HIGHLIGHTS

FOUR MILE URANIUM PROJECT (25%)

In situ recovery mining commenced 14 April 2014.

First uranium sales scheduled for July 2014.

Exploration Target for the Four Mile Northeast (FMNE) uranium prospect - 8 to 18 million tonnes of mineralisation at a grade range of 0.20% to 0.24% uranium oxide (U₃O₈), containing 19,000 to 35,500 tonnes U₃O₈ (41 to 78 million pounds U₃O₈).

FMNE drilling - During the quarter, further high grade uranium intersections were announced from FMNE, extending the strike length to approximately 3200 metres and a maximum width of 800 metres. Mineralisation remains open to the northeast.

Legal Proceedings - Misleading and deceptive conduct - Jurisdiction - Federal Court of Australia (Adelaide). Trial scheduled to commence 30 June 2014.

CHILE – NEW COPPER-GOLD-SILVER PROJECTS (100%)

Alliance has submitted applications for exploration concessions over two areas in Atamaca Region III, as follows:

- Sierra Cinchado and Sierra del Potrillos, located approximately 25 km east of Copiapo and prospective for Manto style copper and silver, and
- Vega, located approximately 95 km east of Copiapo within the Monardes Basin and prospective for copper, gold and silver.

Alliance continues to negotiate for additional properties in the district.

FOUR MILE URANIUM PROJECT (Alliance Craton Explorer Pty Ltd 25%)

The Four Mile Uranium Project (**Project**) area is located 550 kilometres north of Adelaide in South Australia. Alliance's 100% owned subsidiary, Alliance Craton Explorer Pty Ltd (**ACE**) is the registered holder of 25% of ML6402 and EL5017. Quasar Resources Pty Ltd (**Quasar**) is the registered holder of 75% and acts as the manager of the Project.

Revised Start-Up Plan and Program and Budget Approved (previously reported)

On 31 January 2014 Alliance announced that Quasar, with ACE dissenting, approved the Four Mile (ML6402) Revised Start-Up Plan and Program and Budget (SUPB) on 29 January 2014¹.

The SUPB included production guidance relating to the current or forthcoming year based on a series of assumptions more fully set out in those documents and summarised below.

The Start-Up Plan comprised:

- Uranium capture at Heathgate Resources Pty Ltd's (Heathgate's) Pannikan satellite plant and precipitation, drying and packing at Heathgate's Beverley processing plant.
- In-situ recovery (ISR) mining operations commencing at Four Mile East in mid-March 2014.
- First uranium oxide sales scheduled for July 2014.

The Program and Budget runs from 1 November 2013 to 31 December 2014 and is summarised as follows (all costs in AUD unless stated otherwise):

- Production of 1.886 million pounds (lb) of uranium oxide and sales of 1.5 million lb uranium oxide.
- Cash expenditure (Jan-Dec 2014) of \$76.9 million (ACE's share \$19.2 million). Total expenditure is less than the previous budget due mainly to deferral of Four Mile West (FMW) capital costs associated with placing the first FMW wellfield into production. Allowing for expenditure to date, total cash expenditure for Nov 2012 to Dec 2014 is \$87.7 million (ACE's share \$21.9 million), including resource delineation drilling of \$12 million.
- Cash operating costs (Nov 2012 to Dec 2014, includes mining, processing, shipping, marketing and royalties) of \$31.48 per lb uranium oxide with development costs of \$8.65 per lb uranium oxide (includes drilling, wellfield construction, infrastructure and engineering but excludes resource delineation drilling). Total costs (Nov 2012 to Dec 2014) are \$40.13 per lb uranium oxide.
- Rehabilitation costs are covered separately by bonds put up by Quasar (as to 75%) and ACE (as to 25%).
- Sale prices and AUD/USD exchange rate are forecast to be US\$44.42 per lb uranium oxide and 0.9 respectively (A\$49.36 per lb uranium oxide).
- Total project revenue of \$74.0 million (Nov 2012 to Dec 2014).

¹ The additional time required to obtain regulatory approval for the monitoring plan at the First Stage Mining Area of Four Mile East meant that commencement of mining operations was delayed until mid-April and, accordingly, production and cost numbers from the SUPB are subject to revision.

- Cashflow (Nov 2012 to Dec 2014) is negative \$13.5 million (ACE share negative \$3.4 million). However, because sales lag production, ACE anticipates positive cashflow in the first half of 2015.

ACE elected to vote against the Start-Up Plan and Program and Budget because it considers the parties should construct an appropriately sized stand-alone plant at Four Mile in order to reduce operating costs. It also considers some of the costs included in the Budget to be exploration, rather than mining, costs for which Quasar should be solely responsible.

Development and Construction

Quasar advised that, at the end of the February 2014 reporting period, installation of all infrastructure for wellfields at Four Mile East (FME) 001 and FME002 was 90% complete; installation of trunkline and creek crossing structures was 95% complete; installation of equipment and pipe works at the ferric dosing and injection booster facility was 80% complete and installation of the power line from the Beverley power station to the FME wellfields was 90% complete.

On 28 March 2014, Alliance announced that engineering and construction at the Project was nearly complete and that the Project was being commissioned, subject to final regulatory approval of the monitoring strategy.

Project Start-Up

On 14 April 2014 (post-reporting), Alliance announced that all required approvals to begin mining in the first stage mining area of Four Mile East had been received and that final commissioning and start-up in situ recovery mining operations had commenced.

Exploration²

During the quarter, Alliance announced further uranium intercepts from drilling at the recently discovered FMNE uranium deposit. Further uranium results were also received post-reporting and are included below. See Figure 1.

A total of 160 rotary mud holes have been drilled within ML6402 between November 2013 and 21 March 2014 for 39,560 metres.

Significant uranium intersections >0.5m% (GT-PFN) from FMNE, include:

Hole ID	m @ % pU ₃ O ₈	m%pU ₃ O ₈
FMD0039	3.8m @ 0.30%	GT 1.14
FMD0039	1.5m @ 0.53%	GT 0.80
FMD0039	1.5m @ 0.35%	GT 0.53
FMD0040	15.3m @ 0.13%	GT 1.99
FMD0040	2.3m @ 0.31%	GT 0.71
FMD0040	4.9m @ 1.83%	GT 8.97
FMD0043	3.3m @ 0.45%	GT 1.49
FMD0044	5.8m @ 0.55%	GT 3.19
FMD0044	4.6m @ 0.46%	GT 2.12
FMD0045	7.7m @ 0.19%	GT 1.46
FMD0045	1.3m @ 0.60%	GT 0.78

² ACE and Quasar disagree about the nature of the regional delineation drilling. Quasar asserts it is a mining development cost for which ACE must pay its share. ACE asserts it is an exploration cost for which Quasar must pay in full.

FMD0045	0.9m @ 0.61%	GT 0.55
FMD0046	4.3m @ 0.30%	GT 1.29
FMD0049	2.3m @ 0.89%	GT 2.05
FMD0049	2.0m @ 0.87%	GT 1.74
FMD0054	1.4m @ 0.68%	GT 0.95
FMD0064	1.0m @ 0.53%	GT 0.53
FMD0106	1.0m @ 0.73%	GT 0.73
FMD0109	1.9m @ 0.37%	GT 0.70
FMD0112	1.2m @ 0.42%	GT 0.50
FMD0116	1.7m @ 0.30%	GT 0.51
FMD0119	10.4m @ 0.23%	GT 2.39
FMD0131	7.7m @ 0.32%	GT 2.46
FMD0133	2.1m @ 1.12%	GT 2.35
FMD0135	1.4m @ 0.86%	GT 1.20
FMD0142	2.6m @ 0.27%	GT 0.70
FMD0144	5.8m @ 0.24%	GT 1.39
FMD0152	2.3m @ 0.27%	GT 0.62
FMD0156	1.4m @ 0.70%	GT 0.98
FMC001	2.7m @ 0.27%	GT 0.73
FMC001	8.4m @ 0.65%	GT 5.46

pU_3O_8 is the equivalent grade as estimated from Prompt Fission Neutron (PFN) logging. eU_3O_8 is the equivalent grade as estimated from Gamma logging. GT = grade (% U_3O_8) x thickness (m).

High grade uranium mineralisation has been intersected at FMNE over a strike length of approximately 3,200 metres and a maximum width of approximately 800 metres. Depth to the top of mineralisation varies from 120.7 to 278.7 metres. Thickness of individual intersections varies from 0.5 to 15.3 metres. The average cumulative thickness of intercepts in holes reporting mineralisation is 4.7 metres.

The results continue to support the Four Mile region as one of Australia's great uranium provinces.

A single diamond core hole (FMC001) was drilled for 284 metres at FMNE to twin a mineralised interval (9m @ 0.85% pU_3O_8) intersected in FMD0006.

Uranium mineralisation was also intersected in three out of seven holes drilled between Four Mile East and Four Mile West in an area of limited drilling from 2005 to 2008, as follows:

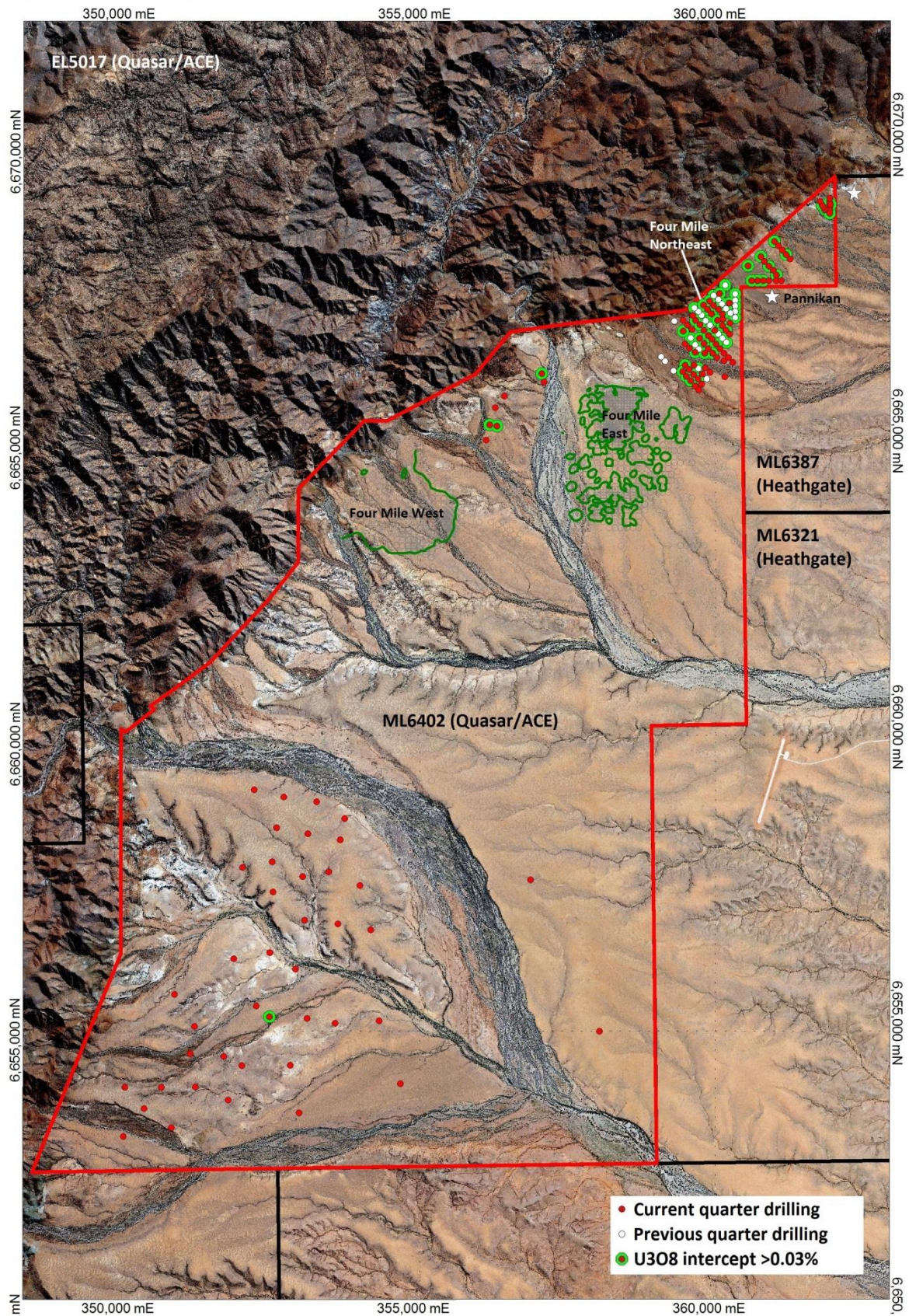
Hole ID	m @ % pU_3O_8	m% pU_3O_8
FMD0032	0.8m @ 0.09%	GT 0.07
FMD0034	0.9m @ 0.12%	GT 0.11
FMD0037	0.6m @ 0.10%	GT 0.06

Forty-one holes (FMD0065 to FMD0105) have been drilled in the southern part of ML6402. All but one of these holes produced no significant grades; the best interval in the one mineralised hole FMD0085 was 0.5m @ 0.15% pU_3O_8 from 149.5m.

It is emphasised that results may be subject to revision once the geophysical logs are made available to Alliance.

Refer to Alliance's ASX announcements dated 6 February 2014 and 3 April 2014 for details of the exploration results and competent person's consent.

Figure 1: Four Mile Project drill hole locations



Four Mile Northeast Uranium Prospect – Exploration Target

On 18 February 2014, Alliance announced an Exploration Target for the Four Mile Northeast (FMNE) uranium prospect of 8 to 18 million tonnes of mineralisation at a grade range 0.20% to 0.24% uranium oxide (U_3O_8), containing 19,000 to 35,500 tonnes U_3O_8 (41 to 78 million pounds U_3O_8). The potential quantity and grade is conceptual in nature. There has been insufficient exploration drilling to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource. The Exploration Target was estimated in order to provide the market with an assessment of the potential scale of the FMNE deposit using the Exploration Results from FMNE to 6 February 2014.

Refer to Alliance's ASX announcements dated 18 February 2014 and 21 February 2014 for details of the Exploration Target and competent person's consent.

Legal Proceedings

Misleading and deceptive conduct - Jurisdiction - Federal Court of Australia (Adelaide). Filed on 12 July 2010.

ACE is seeking damages from Heathgate and damages and restitution of the 75% interest in the exploration licence over Four Mile from Quasar arising from Quasar's and Heathgate's failure to disclose to ACE information concerning the prospectivity of part of that tenement. ACE contends that Quasar engaged in misleading or deceptive conduct in contravention of section 52 of the *Trade Practices Act 1974* (Cth) and section 9 of the *Fair Trading Act 1999* (Vic) and that Heathgate assisted or participated in those contraventions committed by Quasar.

ACE also contends that Quasar, with the assistance or participation of Heathgate, breached its obligations under the joint venture agreement, its fiduciary obligations owed to ACE and misused confidential information when Quasar sought, and obtained, a one-year extension of the earn-in period and, subsequently, the transfer of a 75% interest in the exploration licence.

The matter is set down for trial commencing 30 June 2014. The trial is expected to run for 5 weeks.

Contributions to Development

ACE paid \$1,629,665 towards the cost of development of the Four Mile project during the quarter (\$19,133,678 project-to-date). ACE disputes the validity of the cash calls made by Quasar and, in making these payments, has reserved all of its rights. The payments are made to preserve ACE's participatory rights in the Four Mile project.

CHILEAN COPPER-GOLD-SILVER PROJECTS

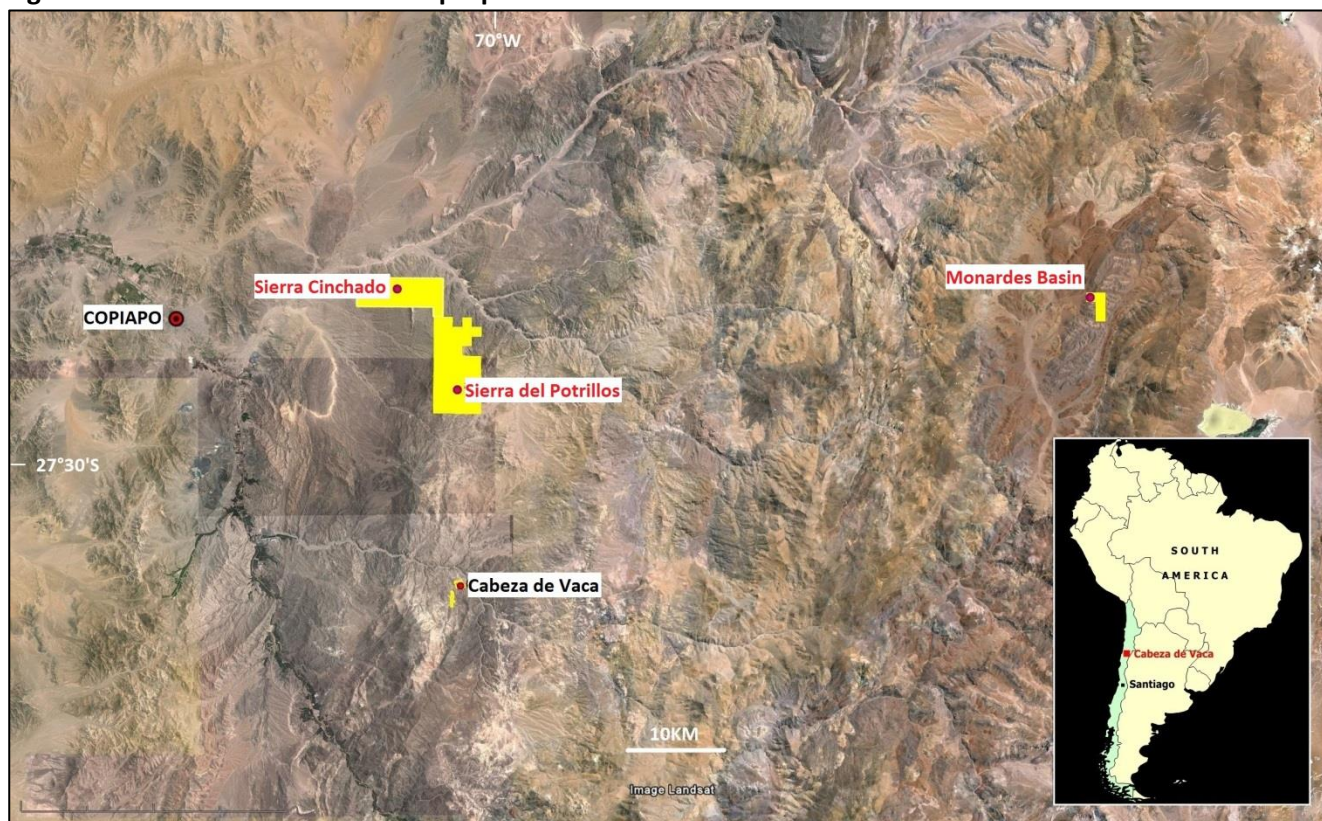
Cabeza de Vaca (Alliance (Chile) Pty Ltd 90%)

Alliance Chile has several option agreements to explore and acquire 100% interest in copper-gold properties in the Cabeza de Vaca district of Atacama Region III, located in northern Chile's iron-oxide copper-gold belt. Under the terms of an agreement between Alliance Chile and Minera Abre Fuego Ltda (MAF), Alliance Chile holds 90% and MAF 10% respectively of the exploration, prospecting or mining rights within defined areas of the project. Alliance Chile has the right to acquire the whole of MAF's interest in the areas at an agreed price following the establishment of an Inferred mineral resource. These areas were selected by MAF after two years reconnaissance and the inspection of over sixty different mineralised areas in central and northern Chile.

New Projects (Alliance (Chile) Pty Ltd 100%)

Alliance has acquired several new projects in Chile (Figure 2).

Figure 2: Alliance's Chilean mineral properties



Alliance has submitted applications for exploration concessions over two areas approximately 25 km east of Copiapo and north of Cabeza de Vaca, in Atacama Region III. Both areas have a number of mine workings which appear to be Manto style copper and silver. There are 27 applications: 10 in **Sierra Cinchado** area and 17 in **Sierra del Potrillos** area, for a total area of 7,200Ha. Upon granting Alliance Chile will hold 100% of these concessions, excluding existing underlying exploitation concessions.

Alliance has also submitted two applications for exploration concessions over an area located approximately 95 km east of Copiapo. The concessions are named Vega 1 and 2 and are located within the **Monardes Basin** adjacent to the Maricunga Belt metallogenic province of the Atacama Region III. Alliance considers the area prospective for copper, gold and silver.

The Company continues to negotiate for additional properties in the district.

EAST FROME COPPER-BASE METALS PROJECT (Alliance (NSW) Pty Ltd 100%)

No fieldwork was conducted during the quarter.

CORPORATE

Alliance has cash reserves of \$19.85 million (unaudited) at 31 March 2014 and has 341,172,309 ordinary shares on issue.

Alliance holds 22,000,000 ordinary shares in Octagonal Resources Ltd (Octagonal) which equates to approximately 13.53% of Octagonal's issued share capital.

TENEMENTS

Tenement	Name	Location	Beneficial percentage held at end of quarter	Beneficial percentage acquired or disposed of during the quarter
South Australia (Alliance Craton Explorer Pty Ltd)				
EL5017	Four Mile	300km NE of Port Augusta, South Australia	25%	no change
ML6402	Four Mile	300km NE of Port Augusta, South Australia	25%	no change
New South Wales (Alliance (NSW) Pty Ltd)				
EL7128	East Frome	32km NW of Broken Hill, New South Wales	100%	no change
EL7210	East Frome	40km W of Broken Hill, New South Wales	100%	no change
EL7636	East Frome	40km W of Broken Hill, New South Wales	100%	no change
Chile (Alliance (Chile) Pty Ltd)				
Paola	Cabeza de Vaca	40km SE of Copiapo, Chile	option to purchase 90%*	no change
Ceci I 1/8	Cabeza de Vaca	40km SE of Copiapo, Chile	option to purchase 90%*	no change
Kamikaze A1/II	Cabeza de Vaca	41km SE of Copiapo, Chile	option to purchase 90%*	no change
Plano 01, 02 and 03	Cabeza de Vaca	40km SE of Copiapo, Chile	90%*	no change
Remolinos 6, 1 AL 20	Cabeza de Vaca	39km SE of Copiapo, Chile	option to purchase 90%*	acquired option to purchase 90%*
10 concessions	Sierra Cinchado	25km east of Copiapo	100%	100%
17 concessions	Sierra del Potrillos	25km east of Copiapo	100%	100%
Vega 1 and 2	Monardes	95km east of Copiapo	100%	100%

*The option to purchase is for 100%, however under the terms of an agreement between Alliance (Chile) Pty Ltd and Minera Abre Fuego Ltda (MAF), Alliance (Chile) Pty Ltd holds 90% and MAF 10% respectively of the exploration, prospecting or mining rights within defined areas of the project.

Further information relating to the Company and its various mining and exploration projects can be found on the Company's website at www.allianceresources.com.au

Steve Johnston
Managing Director

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Andrew Bowden who is a Chartered Geologist and Fellow of the Geological Society of London, a Recognised Overseas Professional Organisation included in a list promulgated by the ASX from time to time. Mr Bowden is a part-time employee of Alliance Resources Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Bowden consents to the inclusion in the report of the matters based on information provided to him by Quasar Resources Pty Ltd in the form and context in which it appears.

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

ALLIANCE RESOURCES LIMITED

ABN

38 063 293 336

Quarter ended ("current quarter")

31 March 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter	Year to date (12 Months)
		\$A'000	\$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(171)	(437)
	(b) development ⁽¹⁾	(1,630)	(2,843)
	(c) production	-	-
	(d) administration	(1,258)	(3,131)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	201	637
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (GST paid/recouped)	55	262
Net Operating Cash Flows		(2,803)	(5,512)
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 (Transfer to deposit)	-	-
Net investing cash flows		-	-
1.13	Total operating and investing cash flows (carried forward)	(2,803)	(5,512)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(2,803)	(5,512)
	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 (Cost of Capital Raising/Prospectus)	-	-
	Net financing cash flows	-	-
	Net (decrease) increase in cash held	(2,803)	(5,512)
1.20	Cash at beginning of quarter/year to date	22,650	25,359
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	19,847	19,847

Notes:

1. Includes cash calls for the Four Mile Project based on a programme and budget adopted by Quasar (with Alliance dissenting) in October 2012 and January 2014. Quasar is registered as the holder of 75% of EL5017 and ML6387 and manages the Project. In the period from 1 January 2014 to 31 March 2014 Alliance continued to make payments in order to preserve its participatory rights in the Four Mile Project. Alliance disputes the validity of the programme and budget and contends that cash calls made by Quasar include amounts not payable by Alliance and, in making each payments, has reserved all of its rights.

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	227
1.24	Aggregate amount of loans to the parties included in item 1.10	NIL

- 1.25 Explanation necessary for an understanding of the transactions

All transactions involving Directors and associates were on normal commercial terms. These payments represent Director fees, Director consulting fees, re-imbursments of expenses and payments in terms of a management service agreement with a Director related entity.

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

+ See chapter 19 for defined terms.

Appendix 5B Mining exploration entity quarterly report

- 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	NIL	NIL
3.2 Credit standby arrangements	NIL	NIL

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,248
4.2 Development ⁽²⁾	766
4.3 Production	4,732
4.4 Administration	409
Total	7,155

Notes:

2. Includes estimated cash calls for the Four Mile Project based on the programme and budget adopted by Quasar Resources Pty Ltd in January 2014. Alliance disagrees with that programme and budget and, further, contends that the budget include amounts which are payable wholly by Quasar. Accordingly, it voted against adoption of the programme and budget. In making future payments Alliance will continue to reserve its rights as it has done in previous quarters.

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	18,981	21,784
5.2 Deposits at call	0	0
5.3 Bank overdraft	0	0
5.4 Other (provide details) – Term Deposit	866	866
Total: cash at end of quarter (item 1.22)	19,847	22,650

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Changes in interests in mining tenements

	Tenement reference	Nature of interest (Note 2 - Below)	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	Vega 1 & 2 (Chile)	0%	100%
		Cinchado & Potrillos (Chile)	0%	100%

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	341,172,309	341,172,309	
7.4	Changes during quarter			
	(a) Increases through issues			
	(b) Decreases through returns of capital, buy-backs			
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		Exercise price	Expiry date
	<i>(description and conversion factor)</i>	<i>(Unlisted Managing Director Options)</i>	A\$	
		1,000,000	\$0.30	30 Apr 2014
		1,000,000	\$0.50	30 Apr 2015

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

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 ~~does not~~* (delete one) give a true and fair view of the matters disclosed.



Sign here:

Date: 29 April 2014

Company Secretary

Print name:

BOB TOLLIDAY

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 precedents, 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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+ See chapter 19 for defined terms.