

31 January 2014

Australian Stock Exchange Limited ("ASX")  
Company Announcements Office  
4<sup>th</sup> Floor, 20 Bridge Street  
SYDNEY NSW

### **December Quarterly Report to Shareholders**

#### **Highlights**

- The new board was formally re-elected at the Company's AGM in November.
- The Company is actively looking at new investment opportunities with strong growth potential.
- Discussions are ongoing with third parties interested in reviewing its gold and nickel tenement package near Kalgoorlie for joint venture or potential purchase sale
- To the extent possible ongoing expenditure has been reduced to preserve funds whilst the board assess the strategic development of the Company moving forward.

#### **Corporate**

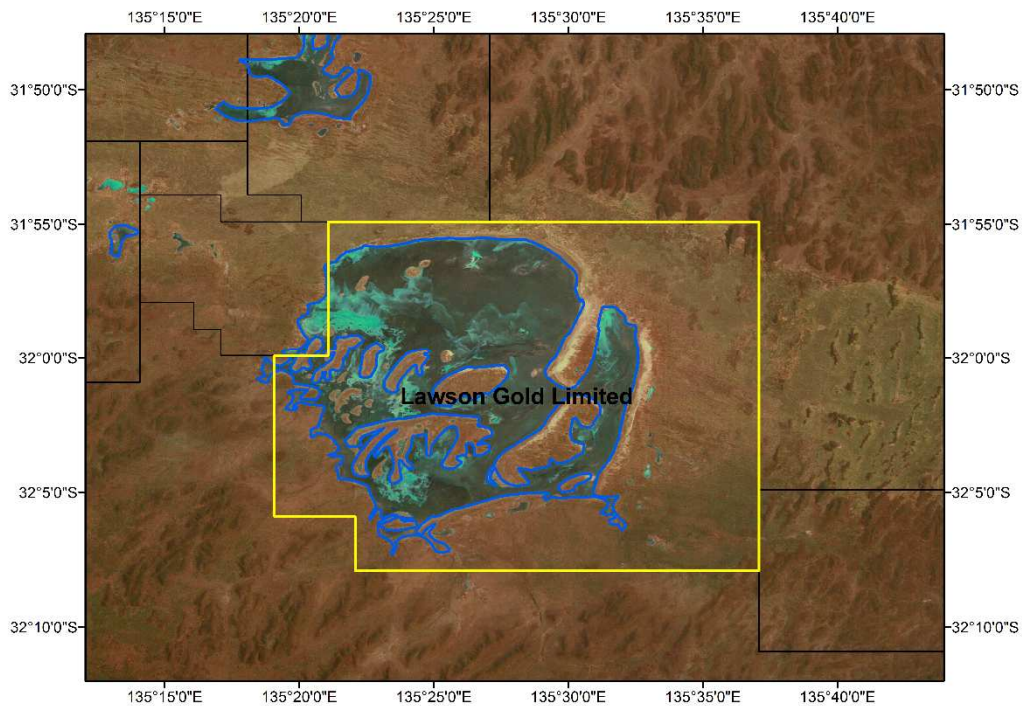
On the 25<sup>th</sup> of November the Company held its Annual General Meeting where the temporary board appointed in July 2013, comprising Mr Simon O'Loughlin as chairman, Mr Donald Stephens as a non-executive director and Mr Peter Reid as an executive director were formally re-elected. The Board are actively exploring new investment opportunities with strong growth potential. The Company's cash position at the end of the reporting period is \$545,000 and to the extent possible ongoing expenditure has been reduced to preserve funds whilst the board assess the strategic development of the Company moving forward.

It is a difficult period for the minerals sector generally with low exploration activity and investment funding very tight. The Company maintains a strong portfolio of gold and nickel exploration assets in the world-class Kalgoorlie Mining District of Western Australia. Discussions are ongoing with third parties interested in reviewing the tenement package for joint venture or potential purchase sale.

#### **Project Update**

During the period project work focused on data provision for third party assessment. In addition to this the Company has applied for one new exploration licence (ELA2013/00185) over the Lake Acraman area in the Gawler Ranges of South Australia (Figure 1). The exploration model is speculative, targeting lithium salts that may have concentrated in and around the Lake Acraman depression. Globally, one of the main provinces for the economic

accumulation of lithium is in salt lakes and depressions associated with volcanic terrains. The Gawler Range Volcanics, a potential source of lithium, surround the Acraman depression and are known from limited historical lithium geochemical analysis to contain concentrations typically ranging between 10 to 80 ppm.



**Figure 1:** Landsat 7 satellite image showing the Acraman Exploration Licence Application (ELA2013/00185) over lake Acraman and surrounded by the Gawler Ranges.

### Note Specific – December 2014 Quarter ASX Announcement

Reference to the historical lithium geochemistry of the Gawler Range Volcanics can be found in the following:

Morris, B.J., and Sibenaler, X.P. (1980) – Geochemical Reconnaissance of the Gawler Range Volcanics (Yardea, Gairdner, Tarcoola and Port Augusta), *DMITRE Report Book 80/21*

AMDEL (1983) Report - SADME/AMDEL Project 1/1/144, Stratigraphy and Petrology of the Gawler Range Volcanics, Progress Reports 1 to 20 for the period 17/4/1972 TO 24/11/1983. *DMITRE open file envelope No. 2038*

**Competent Persons Statement:** The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Mr Peter Reid, who is a Competent Person, and a Member of The Australasian Institute of Mining and Metallurgy. Mr Reid is an Executive Director and part time contractor to Lawson Gold Ltd. Mr Reid has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Reid consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

### Further information:

Peter Reid (Executive Director) telephone 0407 955 141

# Appendix 5B

## Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

LAWSON GOLD LTD

ABN

32 141 804 104

Quarter ended ("current quarter")

31 December 2013

### Consolidated statement of cash flows

| Cash flows related to operating activities                      | Current quarter<br>\$A'000 | Year to date (6<br>months)<br>\$A'000 |
|---|----------------------------|---------------------------------------|
| 1.1 Receipts from product sales and related debtors             | -                          | -                                     |
| 1.2 Payments for (a) exploration & evaluation                   | (5)                        | (54)                                  |
| (b) development   | -                          | -                                     |
| (c) production  | -                          | -                                     |
| (d) administration  | (80)                       | (191)                                 |
| 1.3 Dividends received  | -                          | -                                     |
| 1.4 Interest and other items of a similar nature received       | 7                          | 14                                    |
| 1.5 Interest and other costs of finance paid                    | -                          | -                                     |
| 1.6 Income taxes paid   | -                          | -                                     |
| 1.7 Other   | -                          | -                                     |
| <b>Net Operating Cash Flows</b>                                 | <b>(78)</b>                | <b>(231)</b>                          |
| <b>Cash flows related to investing activities</b>               |                            |                                       |
| 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 (provide details if material)                        | -                          | -                                     |
| <b>Net investing cash flows</b>                                 | <b>-</b>                   | <b>-</b>                              |
| 1.13 Total operating and investing cash flows (carried forward) | <b>(78)</b>                | <b>(231)</b>                          |

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

|      |  |             |              |
|------|--|-------------|--------------|
| 1.13 | Total operating and investing cash flows (brought forward) | (78)        | (231)        |
|      | <b>Cash flows related to financing activities</b>          |             |              |
| 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)                                  | -           | -            |
|      | <b>Net financing cash flows</b>                            | -           | -            |
|      | <b>Net increase (decrease) in cash held</b>                | <b>(78)</b> | <b>(231)</b> |
| 1.20 | Cash at beginning of quarter/year to date                  | 623         | 776          |
| 1.21 | Exchange rate adjustments to item 1.20                     | -           | -            |
| 1.22 | <b>Cash at end of quarter</b>                              | <b>545</b>  | <b>545</b>   |

**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<br>\$A'000 |
|------|--|----------------------------|
| 1.23 | Aggregate amount of payments to the parties included in item 1.2 | 21                         |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10   | -                          |

1.25 Explanation necessary for an understanding of the transactions

Directors' fees, wages and superannuation for the quarter.

**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.*

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

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

**Estimated cash outflows for next quarter**

|                                | \$A'000    |
|--------------------------------|------------|
| 4.1 Exploration and evaluation | 18         |
| 4.2 Development                | -          |
| 4.3 Production                 | -          |
| 4.4 Administration             | 92         |
| <b>Total</b>                   | <b>110</b> |

**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<br>\$A'000 | Previous quarter<br>\$A'000 |
|--|----------------------------|-----------------------------|
| 5.1 Cash on hand and at bank                     | 4                          | 8                           |
| 5.2 Deposits at call                             | 79                         | 9                           |
| 5.3 Bank overdraft                               | -                          | -                           |
| 5.4 Other (Term Deposits)                        | 462                        | 606                         |
| <b>Total: cash at end of quarter (item 1.22)</b> | <b>545</b>                 | <b>623</b>                  |

**Changes in interests in mining tenements**

|   | Tenement<br>reference | Nature of interest<br>(note (2)) | Interest at<br>beginning<br>of quarter | Interest at<br>end of<br>quarter |
|---|-----------------------|----------------------------------|--|----------------------------------|
| 6.1 Interests in mining tenements relinquished, reduced or lapsed | Nil                   |                                  |  |                                  |
| 6.2 Interests in mining tenements acquired or increased           | Nil                   |                                  |  |                                  |

+ 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.*

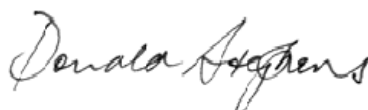
|  | Total number | Number quoted | Issue price per security (see note 3) (cents) | Amount paid up per security (see note 3) (cents) |
|--|--------------|---------------|---|--|
| 7.1 <b>Preference securities</b><br><i>(description)</i>         | -            | -             | -   | -  |
| 7.2 Changes during quarter                                       |              |               |   |  |
| (a) Increases through issues                                     | -            | -             | -   | -  |
| (b) Decreases through returns of capital, buy-backs, redemptions | -            | -             | -   | -  |
| 7.3 <b>+Ordinary securities</b>                                  | 24,893,001   | 24,893,001    | Fully Paid                                    | Fully Paid                                       |
| 7.4 Changes during quarter                                       |              |               |   |  |
| (a) Increases through issues                                     | -            | -             | -   | -  |
| (b) Decreases through returns of capital, buy-backs              | -            | -             | -   | -  |
| 7.5 <b>+Convertible debt securities</b><br><i>(description)</i>  | -            | -             | -   | -  |
| 7.6 Changes during quarter                                       |              |               |   |  |
| (a) Increases through issues                                     | -            | -             | -   | -  |
| (b) Decreases through securities matured, converted              | -            | -             | -   | -  |
| 7.7 <b>Options</b><br><i>(description and conversion factor)</i> |              |               | <i>Exercise price (Each)</i>                  | <i>Expiry date</i>                               |
|  | 300,000      | -             | \$0.30  | 04/08/2015                                       |
|  | 600,000      | -             | \$0.40  | 04/08/2015                                       |
| 7.8 Issued during quarter  | -            | -             | -   | -  |
| 7.9 Exercised during quarter                                     | -            | -             | -   | -  |
| 7.10 Expired during quarter                                      | -            | -             | -   | -  |

+ See chapter 19 for defined terms.

|      |                                     |   |   |
|------|-------------------------------------|---|---|
| 7.11 | Debtures<br>(totals only)           | - | - |
| 7.12 | Unsecured<br>notes (totals<br>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 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: .....  
(Company Secretary)

Date: 31<sup>st</sup> January 2014

Print name: DONALD STEPHENS

## 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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+ See chapter 19 for defined terms.

# ASX Additional Information

## List of mining tenements

| <b>Tenement</b> | <b>Location</b>     | <b>Area</b> | <b>Registered holder/applicant</b> | <b>Interest in tenement</b> |
|-----------------|---------------------|-------------|------------------------------------|-----------------------------|
| E27/345         | Kalgoorlie Area, WA | 8 BL        | Lawson Gold Ltd                    | 100%                        |
| E27/432         | Kalgoorlie Area, WA | 3 BL        | Lawson Gold Ltd                    | 100%                        |
| E27/478         | Kalgoorlie Area, WA | 5 BL        | Lawson Gold Ltd                    | 100%                        |
| M27/262         | Kalgoorlie Area, WA | 625 HA      | Lawson Gold Ltd                    | 100%                        |
| M27/263         | Kalgoorlie Area, WA | 792.85 HA   | Lawson Gold Ltd                    | 100%                        |
| M27/264         | Kalgoorlie Area, WA | 763 HA      | Lawson Gold Ltd                    | 100%                        |
| M27/265         | Kalgoorlie Area, WA | 834 HA      | Lawson Gold Ltd                    | 100%                        |
| P27/2075        | Kalgoorlie Area, WA | 61 HA       | Lawson Gold Ltd                    | 100%                        |
| P27/2076        | Kalgoorlie Area, WA | 76 HA       | Lawson Gold Ltd                    | 100%                        |
| P27/2077        | Kalgoorlie Area, WA | 183 HA      | Lawson Gold Ltd                    | 100%                        |
| P27/2078        | Kalgoorlie Area, WA | 170 HA      | Lawson Gold Ltd                    | 100%                        |

BL - Blocks

HA - hectares