

QUARTERLY ACTIVITIES REPORT

For the period ending 31 December 2013



NARACOOTA
Resources Ltd

Corporate Details

ASX Code: NRR

CAPITAL STRUCTURE

Issued Shares
138,263,829

Quoted Options (NRRO)
47,536,676

Options Not Quoted
5,500,000

**Market Capitalisation
(Undiluted)**
\$2.35m

Cash (at quarter end)
\$3.86m

DIRECTORS

George Cameron-Dow
Christian Cordier
Gavin Wates
Eric Lilford

COMPANY SECRETARY

Josh Puckridge

REGISTERED OFFICE

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CONTACT DETAILS

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ABN: 77 143 142 410

Naracoota Resources Limited (“Naracoota” or “the Company”) (ASX: NRR) is pleased to report its activities for the quarter ending 31 December 2013.

New Project Acquisition

Following completion of the divestment of the Horseshoe and Fraser Range projects the Company has increased its acquisition efforts reviewing opportunities both within Australia and overseas. This process is ongoing.

Fraser Range Prospecting Licence

The Company is continuing to evaluate options for this prospecting licence including relinquishment or potential further tenement acquisitions to achieve scale for an exploration licence.

Preservation of Capital

The Company remains mindful of the current lack of equity market support for junior explorers and has continued its rigorous focus on cost management in the interest of preserving cash.

Cash Position

Naracoota maintains a robust cash balance of \$3.86m and tradeable RNI shares worth circa \$127K equating to \$3.99m in cash and liquid securities.

Planned Activities for the Quarter ending 31 March 2014

The main activity and focus of the Company is to continue to evaluate potential new acquisition opportunities.

George Cameron-Dow Non-Executive Director

Forward Looking Statement: *This report may contain forward looking statements that are subject to risk factors which are based on Naracoota Resources’ expectations relating to future events. Forward-looking statements are subject to risks, uncertainties and other factors, many of which are outside the control of Naracoota Resources, which could cause actual results to differ materially from such statements. Naracoota Resources makes no undertaking to update or revise the forward-looking statements made in this report to reflect events or circumstances after the date of this release.*

Appendix 5B

Mining exploration entity and oil and gas 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, 01/05/2013

Name of entity

NARACOOTA RESOURCES LTD

ABN

77 143 142 410

Quarter ended ("current quarter")

31 DECEMBER 2013

Consolidated statement of cash flows

Cash flows 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	(1)	(4)
(b) development	-	-
(c) production	-	-
(d) administration	(94)	(238)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	32	65
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	(63)	(177)
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	-	164
(c) other fixed assets	10	10
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	10	174
1.13 Total operating and investing cash flows (carried forward)	(53)	(3)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(53)	(3)
	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 (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(53)	(3)
1.20	Cash at beginning of quarter/year to date	3,918	3,868
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	3,865	3,865

Payments to directors of the entity, associates of the directors, 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	91
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 – Payment of executive and non-executive director's fees, reimbursement of expenses and payment of office and facilities costs and corporate fees to related entities.

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

N/A

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas 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

N/A

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	20
4.2 Development	-
4.3 Production	-
4.4 Administration	100
Total	120

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	3,865	3,918
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	3,865	3,918

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	Nil	Nil	Nil
6.2	Interests in mining tenements and petroleum tenements acquired or increased	Nil	Nil	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				
	-	-	-	-
7.2				
Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3				
+Ordinary securities	138,263,829	138,263,829	-	-
7.4				
Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5				
+Convertible debt securities (description)	-	-	-	-

+ See chapter 19 for defined terms.

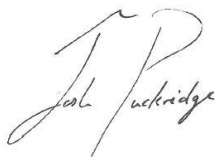
Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options <i>(description and conversion factor)</i>	1,000,000 4,000,000 500,000 47,536,676	Exercise price \$0.30 \$0.30 \$0.075 \$0.09	Expiry Date 2 August 2016 19 October 2016 23 August 2017 30 September 2015	-
7.8	Issued during quarter	-	-	-	-
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	-	-	-	-
7.11	Debentures <i>(totals only)</i>	-	-		
7.12	Unsecured notes <i>(totals only)</i>	-	-		

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.



Josh Puckridge
Company Secretary
28 January 2014

+ See chapter 19 for defined terms.

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 and petroleum 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 or petroleum 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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SCHEDULE OF TENEMENTS AS AT 31 DECEMBER 2013

Tenement	Location	Registered Holder	Nature of Company's Interest (%)
P52/1213	Windy Day	Naracoota Resources Ltd	100%