

JUNE 2014 QUARTERLY REPORT

Sovereign Metals Limited ("the Company" or "Sovereign") is pleased to present its quarterly report for the period ending 30 June 2014. The Company's primary focus during the period continued to be the advancement of Sovereign's graphite prospects in Malawi, including Duwi and Dedza Mountain.

Highlights:

➤ **New Graphite zone discovered at Duwi.**

- Substantial widths of medium & high-grade flake graphite mineralisation were intersected in a trench at Duwi Bend, immediately east of Duwi Main zone.
- A single trench oriented obliquely to the mineralised trend returned a cumulative intercept of 170m @ 8.0% TGC.

➤ **RC and diamond drilling program at Duwi is ongoing.**

- A ~4,000m combined RC and diamond drilling program commenced during the Quarter.
- Sovereign aims to delineate a maiden flake graphite resource at Duwi Main Zone in Q4, 2014.
- Drilling will also test for potential additional zones of mineralisation e.g. Duwi Bend, as well as obtaining additional drill-core for upcoming metallurgical test-work programs.

➤ **Excellent Sapolite Metallurgical Results at Dedza.**

- Favourable graphite flake distribution with 17.3% of concentrate +48 mesh (Extra Large Flake) with a purity of 96.5% C (t) and a further 30.5% of concentrate is +80 mesh (Large Flake) with a purity of 95.9% C (t).
- Importantly, the sapolite material required no primary grind and graphite was easily liberated by simple slurring and scrubbing before the rougher flotation stage which indicates that the Sapolite mineralisation at Dedza may provide the basis for a low-cost flake graphite operation, with "free dig" mineralised material that requires no primary crush and grind.

➤ **Up to 99.98% C Ultra-high Purity Graphite Concentrate Produced.**

- Upgrade of raw concentrates to between 99.97 and 99.98 %C ultra-pure graphite achieved across all flake size fractions.
- Results indicate that Duwi Prospect concentrates may be suitable for the growing market of high-value ultra-pure graphite applications in addition to traditional high volume applications.

➤ **Appointment of Managing Director.**

- Mr Matthew Syme was appointed Managing Director of the Company in June 2014. Mr Syme has considerable experience in managing mining projects in a wide range of commodities and countries.

➤ **Capital Raising.**

- The Company completed a placement of 15.25 million ordinary shares to sophisticated investors, to raise \$3.35 million before costs.

Enquiries: Matthew Syme – Managing Director +618 9322 6322

Central Malawi Graphite Project

Sovereign is exploring its large and highly prospective tenement holding located in Malawi, near the capital city, Lilongwe. Exploration and metallurgical test work activities during the Quarter have focussed on the Duwi and Dedza Mountain Prospects.

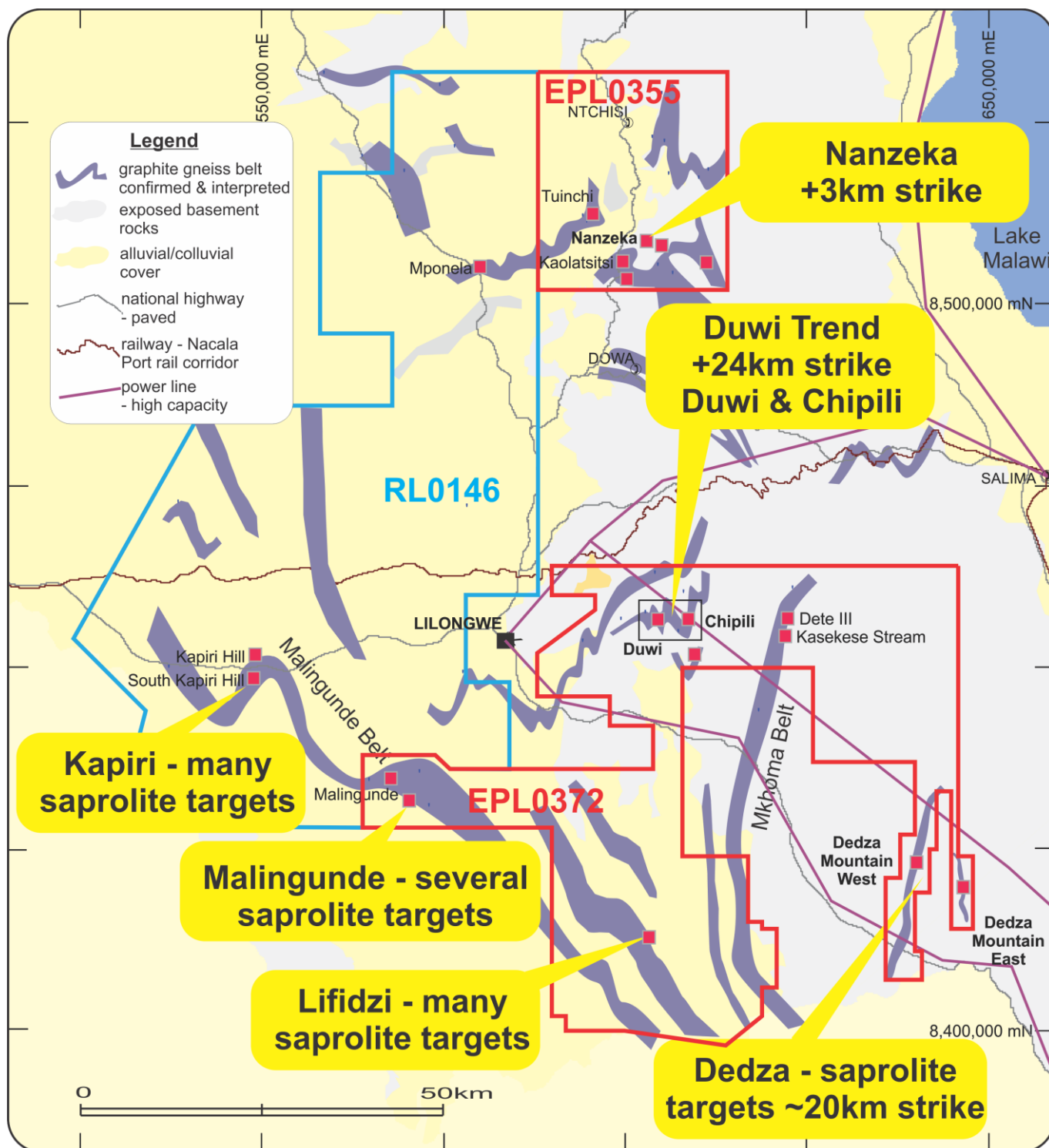


Figure 1. Simplified map showing major flake graphite prospects.

Duwi Project

The Company has identified three substantial proximal bodies of flake graphite mineralisation at Duwi – being Duwi Main, Duwi Bend and Nyama.

Trenching activity during the Quarter confirmed a substantial zone of flake graphite mineralisation at a new prospect called Duwi Bend just east of the Duwi Main prospect. A single trench along a road that cuts across Duwi Bend returned substantial widths of flake graphite mineralisation with a cumulative intercept of 170m @ 8.0% TGC. The individual intercepts are summarised in Table 1 below.

Table 1: Duwi Bend trench results.

Prospect	Trench ID	From (m)	To (m)	Surface Width (m)	% TGC	Est. True Width
Duwi Bend	DWTR0016	16	62	46	8.6	30%
	inc.	46	58	12	10.1	
		70	120	50	8.9	30%
	inc.	70	84	14	11.7	
	& inc.	104	112	8	10.5	
		138	212	74	7.1	30%
	inc.	138	152	14	9.5	
	& inc.	192	202	10	9.8	

**DWTR0016 was 212m long, beginning at 602745mE 8455665mN 1,050mRL and ending at 602655mE 8455860mN 1,050mRL*

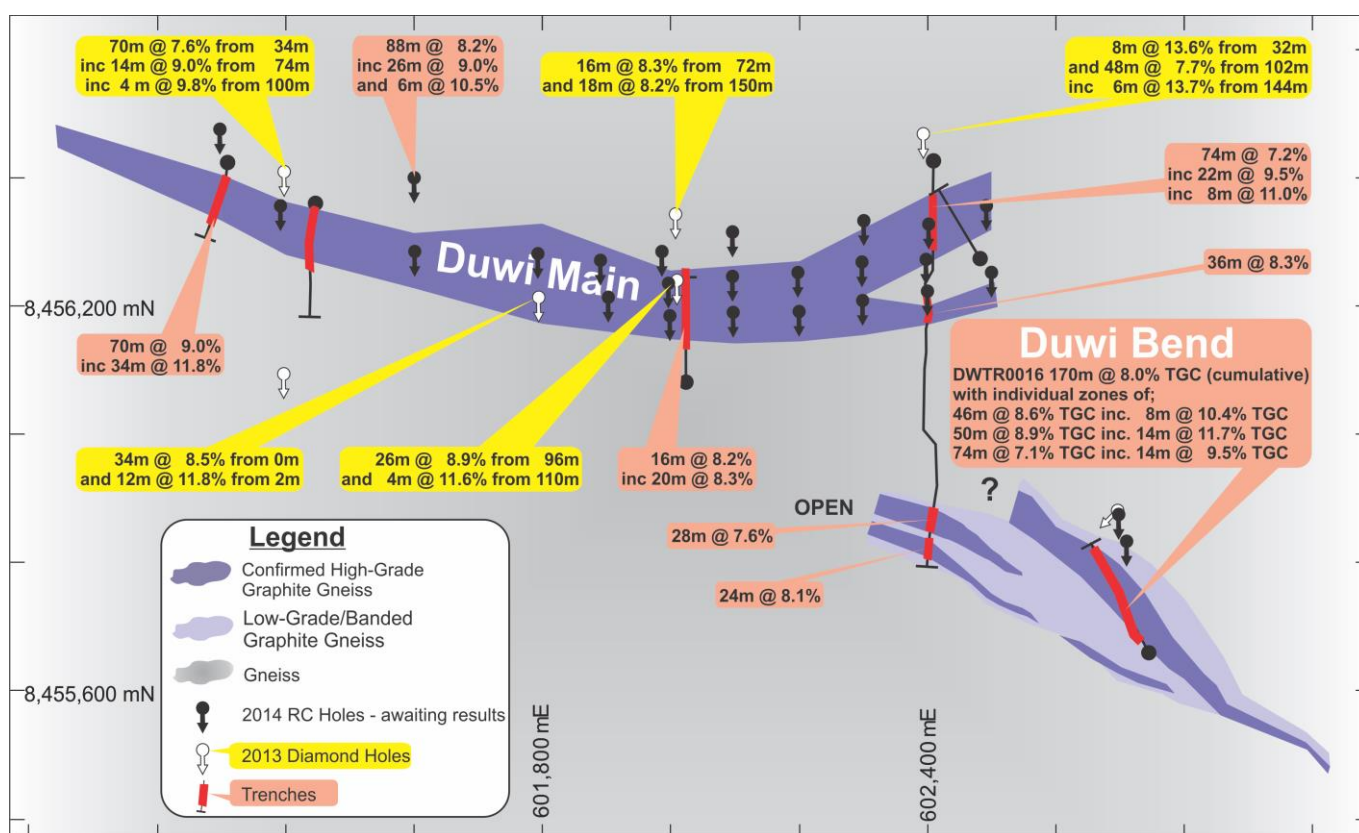


Figure 2. Simplified map of Duwi Main and Duwi Bend showing 2013 and 2014 drilling and trenching locations

A ~4,000m combined RC and diamond drilling program is continuing at Duwi with a view to a maiden JORC Resource Estimate being defined in Q4 of 2014. At the end of the June Quarter, a total of 27 RC holes for 2,244m had been completed. All drilling at Duwi is expected to be completed in early August 2014, with assay results to be reported as soon as they are available.

Metallurgy

During the Quarter, the Company completed an initial chemical leach purification test on graphite concentrates from the Duwi Main Prospect. Ultra-pure graphite was produced across all flake size fractions of concentrates generated from the previously reported flotation test-work program.

The objective of the initial chemical purification test was to investigate the upgrading of the raw concentrate product previously produced via flotation of Duwi fresh rock material. A 131g sample (unsized) of final flotation concentrate from a reproducibility test was dispatched to SGS Canada Inc. (SGS) in Lakefield. SGS completed the following:

- Initial Size Fraction Analysis (SFA) of the entire 131g sample and head analysis (see Table 2)
- Recombining of all fractions to generate feed concentrate sample
- 60g split of the concentrate was then subject to staged chemical leach process (see Table 3)
- SFA of final chemically purified leach residue
- Individual fractions submitted for analysis of 74 element suite using the Glow Discharge Mass Spectrometry (GDMS)

The assay results of the flotation concentrate used for the purification tests and the purified concentrate are presented in Tables 2 and Table 3, respectively.

Table 2: Test Results (2-Stage Chemical Leach)

Initial Flotation Concentrate Grade					
Size Fraction Analysis			C(t) %	C(g) %	Total Impurities ppm
Fraction mesh	Fraction Microns (µm)	Distribution %			
+35	+425	12.5	94.9	94.7	NA
-48 + 35	+300 -425	23.7	93.1	90.3	NA
-48 + 100	+150 -300	22.4	94.3	94.3	NA
-100 + 200	+75 -150	21.7	92.7	89.0	NA
-200	-75	19.7	89.4	85.6	NA
Total		100.0	92.8	90.5	

All reported results have an associated measurement uncertainty (MU) based on the expected precision and accuracy relating to the method and sample concentration. Values at 100% should not be treated as pure products without additional impurity testing. Testing by party and/or umpire analysis will reduce, but not remove measurement uncertainty of the method. The estimated MU for C(t) using a LECO SC-632 analyser are 1.4% relative for grades between 95 and <100% C(t) and 1.7% relative for grades between 90.0 and <95% C(t).

Table 3: Test Results (2-Stage Chemical Leach)

Final Purified Grade					
Size Fraction Analysis			C(t) %		Total Impurities ppm
Fraction mesh	Fraction Microns (µm)	Distribution %			
+35	+425	12.1	99.98		169.03
-48 + 35	+300 -425	27.0	99.98		188.02
-48 + 100	+150 -300	26.4	99.98		206.39
-100 + 200	+75 -150	19.8	99.98		250.17
-200	-75	14.7	99.97		336.36
Total		100.0	99.98		224.68

The Company has embarked on a substantial metallurgical optimisation program for the Duwi Prospect, including:

- Optimisation of Duwi fresh rock material flotation concentrates that produced world-class jumbo and coarse flake distribution results in the initial test-work program;
- Initial flotation test-work on weathered saprock material;
- Further purification test-work on flotation concentrates; and
- Investigation on appropriateness of concentrates to produce high value products in the spherical, expandable and other end-use markets

Dedza Mountain Project

The Company recognised significant potential for flake graphite mineralisation at Dedza Mountain through the discovery of approximately twenty trenches excavated for base metals exploration by a previous explorer. Subsequent field reconnaissance mapping defined two very discrete zones of graphite mineralisation with ~4km and ~20km strike lengths at Dedza Mountain East ('DME') and Dedza Mountain West ('DMW') respectively (Figure 1).

Field examination of the existing trenches at DME showed significant and visually consistent zones of coarse flake graphite mineralisation. A total of 8 trenches for 502m were sampled and showed graphite mineralisation to be hosted within very soft and highly weathered saprolite (Figure 3).

A ~1,500m trenching program is currently underway at the DMW and DME prospects.

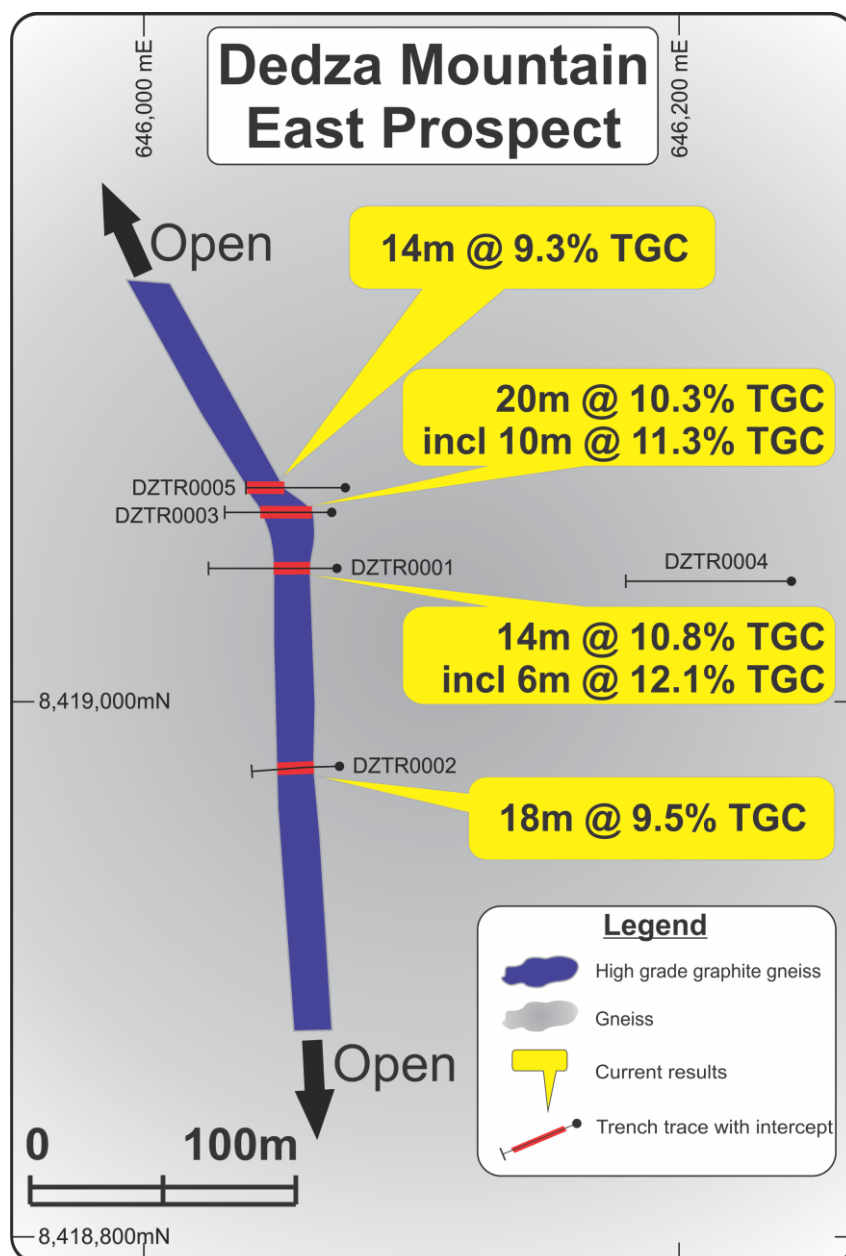


Figure 3. Trench results over Dedza Mountain East (DME) Prospect.

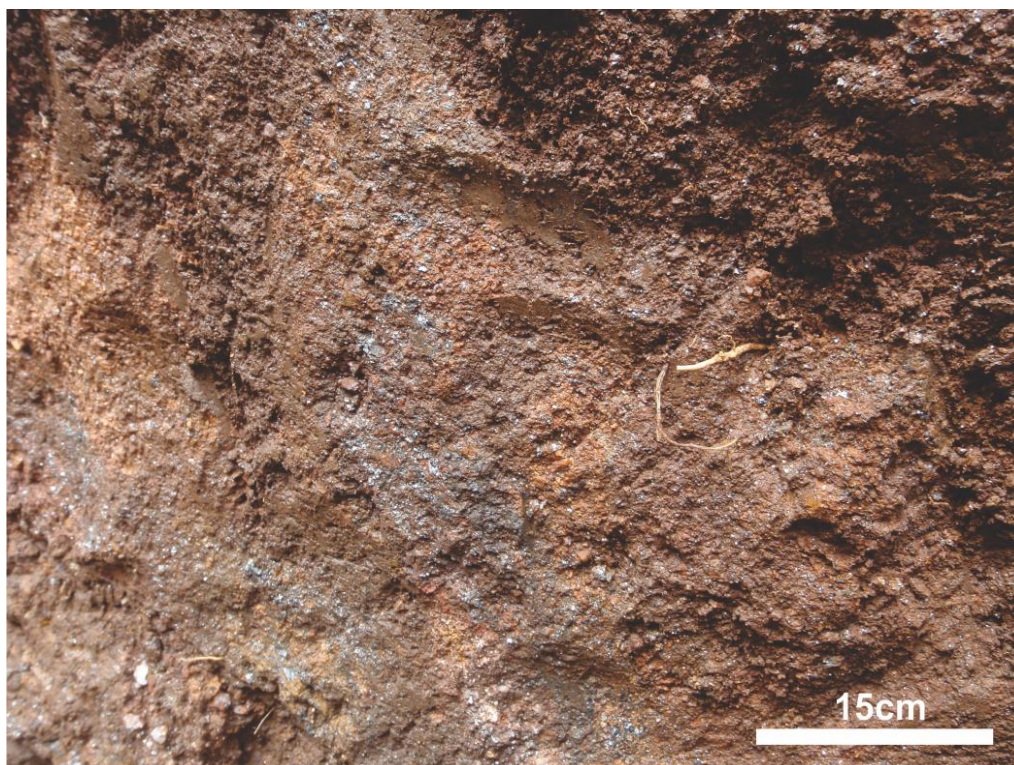


Figure 4: Coarse Flake Graphite Hosted in Soft Saprolite at DME

Metallurgy

Samples of saprolite material were gathered from a vertical pit excavated to 5m depth located toward the southern part of the DME Prospect (see Figure 3). A composite sample containing 5.8% TGC was dispatched to SGS Lakefield laboratories in Canada in April 2014.

The testwork program comprised sample selection and preparation, slurring and scrubbing, followed by a rougher flotation stage. The rougher concentrate was then subjected to two stages of primary cleaning to reject the majority of the gangue minerals that got entrained in the rougher stage followed by a polishing grind and 3 additional stages of cleaner flotation to produce the final cleaner concentrate.

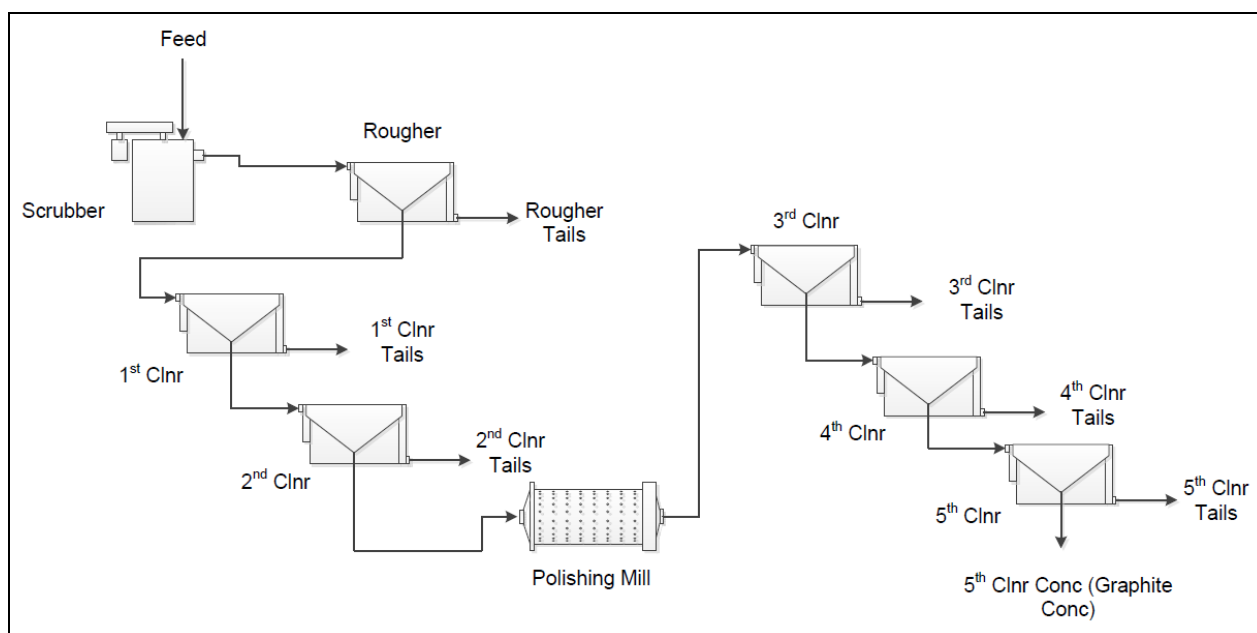


Figure 5. Scoping Level Flowsheet for Dedza Saprolite Processing

Two separate cleaner flotation tests were undertaken and both tests produced relatively similar, and hence repeatable, results. Better conditions were achieved in the second test which employed a slightly shorter polishing grind time than the first test (see Table 4).

Table 4. Dedza Mountain East – Concentrate Flake Size and Carbon Content

Particle size		Distribution	C(t)	Flake Category
Tyler Mesh	(μm)	(%)	(%)	
+ 48	+ 297	17.3	96.5	Extra Large (Jumbo)
- 48 + 80	- 297 + 177	30.5	95.9	Large
- 80 + 100	-177 + 149	10.6	93.4	Medium
- 100 + 200	- 149 + 74	26.9	92.3	Small
- 200	- 74	14.8	91.6	Amorphous
Total		100%	94.1%	

Results reported are those from the 2nd five-stage cleaner flotation test. All reported results have an associated measurement uncertainty (MU) based on the expected precision and accuracy relating to the method and sample concentration. Values at 100% should not be treated as pure products without additional impurity testing. Testing by party and/or umpire analysis will reduce, but not remove measurement uncertainty of the method. The estimated MU for C(t) using a LECO SC-632 analyser are 1.4% relative for grades between 95 and <100% C(t) and 1.7% relative for grades between 90.0 and <95% C(t).

Since these tests were scoping level in nature, additional flowsheet development work will aim to further improve the flake size distribution and concentrate grade, especially of the smaller flakes sizes.

The Company is very encouraged by the results of this initial scoping level metallurgical test-work program on saprolite samples from Dedza. The results demonstrate that high grade flake graphite concentrates, with significant portions of Extra Large and Large Flake graphite, can be simply and easily produced.

Saprolite-hosted flake graphite mining operations may have significant advantages over hard rock operations including;

- mineralisation occurs at or near surface so will likely have the benefit of low stripping ratios;
- lower mining costs because saprolite material is generally “free-dig”, potentially requiring minimal drilling and blasting during mining; and
- potential for significant reductions in capital and operating costs to the extent that primary crushing and grinding is reduced or eliminated.

Ongoing metallurgical testwork will focus on repeating and refining the results from the initial program.

The current trenching program at Dedza is continuing to expose zones of saprolite-hosted flake graphite in advance of a planned aircore drilling program later in the year. At the end of the quarter, approximately 1,220m in 7 trenches had been fully or partially completed at DME and DMW and assays for the trenching program will be reported in due course.

Reconnaissance exploration on a number of other saprolite targets to the west of Dedza Mountain is planned for later in the year.

Carpentaria Joint Venture

Mount Isa Mines, a Glencore Company, continues to manage and sole fund exploration on all tenements comprising the Carpentaria Joint Venture ("CJV").

During the Quarter, Glencore continued preparations for drilling to test a number of prospects, with drilling at the Beauty Prospect (EMP 12180) expected to commence in the current quarter.

Tate River

The Tate River Project, in north-east Queensland, exhibits the potential for the discovery of epithermal and intrusion related gold and base metal mineralisation. Sovereign has 100% interest in the Project.

No work was conducted during the Quarter.

Corporate

Appointment of Managing Director

Mr Matthew Syme was appointed as Managing Director of the Company. Mr Syme was previously Managing Director of copper-gold developer Sierra Mining Limited, which completed its merger with RTG Mining Inc in early June 2014. Mr Syme was responsible for the acquisition of Sierra's key Mabilo Project in late 2011 and with his involvement, Sierra grew from a market capitalisation of approximately A\$5m to over A\$100m at the time of the merger.

Mr Syme is an accomplished mining executive with over 26 years' experience in senior management roles in Australia and overseas. The Board is pleased that an executive with Mr Syme's experience agreed to join the Company at such a pivotal time in the development of Sovereign's Central Malawi Graphite Project and is confident that his appointment will further enhance the ability of the Company to take advantage of the unique, large flake graphite prospects identified to date.

Capital Raising

In May 2014, the Company completed the placement of 15.25 million ordinary shares to sophisticated investors, to raise \$3.35 million before costs.

The funds raised are being used to accelerate Sovereign's exploration and testwork programs for the Central Malawi Graphite Project as well as general working capital and business development purposes.

Competent Person Statement

The information in this report that relates to Exploration Results, not including Metallurgical Testwork Results, is extracted from reports entitled 'Metallurgical Testwork Confirms Significant Large Flake Potential' dated 22 January 2014, 'Significant New Zone of Flake Graphite Identified at Dedza, Malawi' dated 27 March 2014 and 'New Graphite Zone Discovered at Duwi' dated 10 July 2014. These reports are available to view on www.sovereignmetals.com.au. The information in the original ASX Announcements that related to Exploration Results, not including Metallurgical Testwork Results, were based on information compiled by Mr Peter Woodman, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Woodman is a director of Sovereign Metals Limited. Mr Woodman 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'. The Company confirms that it is not aware of any new information or data that materially affects the information including in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this report that relates to Metallurgical Testwork Results is extracted from the report entitled 'Up to 99.98% C Ultra-high Purity Graphite Concentrate Produced' dated 12 June 2014 and 'Excellent Sapolite Metallurgical Results at Dedza' dated 17 June 2014. These reports are available to view on www.sovereignmetals.com.au. The information in the original ASX Announcement that related to Metallurgical Testwork Results was based on information compiled by Mr Oliver Peters, M.Sc., P.Eng., MBA, who is a Member of the Professional Engineers of Ontario ('PEO'), a 'Recognised Professional Organisation' ('RPO'). Mr Peters is a consultant of SGS Canada Inc. ('SGS'). SGS is engaged as a consultant by Sovereign Metals Limited. Mr Peters 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'. The Company confirms that it is not aware of any new information or data that materially affects the information including in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statement

This release may include forward-looking statements, which may be identified by words such as "expects", "anticipates", "believes", "projects", "plans", and similar expressions. These forward-looking statements are based on Sovereign's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Sovereign, which could cause actual results to differ materially from such statements. There can be no assurance that forward-looking statements will prove to be correct. Sovereign makes no undertaking to subsequently update or revise the forward-looking statements made in this release, to reflect the circumstances or events after the date of that release.

Appendix A: Summary of Mining Tenements

As at 30 June 2014, the Company had an interest in the following tenements:

Project Name	Permit Number	Percentage Interest	Joint Venture Partner	Status
<u>Malawi</u>				
Central Malawi Graphite Project	RL 0146	100%	-	Granted
	EPL 0372	100%	-	Granted
	EPL 0355	100%	-	Granted
<u>Queensland, Australia:</u>				
Nine Mile	EPMA 17305	100%	-	Application
Mt Marathon	EPM 8586	37.48%	Mount Isa Mines	Granted
Mt Avarice	EPM 8588	37.48%	Mount Isa Mines	Granted
Fountain Range	EPM 12561	37.48%	Mount Isa Mines	Granted
Corella River	EPM 12597	37.48%	Mount Isa Mines	Granted
Saint Andrews Extended	EPM 12180	37.48%	Mount Isa Mines	Granted
Dargalong	EPM 17103	100%	Fusion	Granted

No mining tenements were acquired or disposed of during the Quarter.

Beneficial percentage interests in Farm-out agreements disposed during the quarter ending 30 June 2014:

Project Name	Permit Number	Type of change	Interest at beginning of quarter	Interest disposed of during quarter	Interest at end of quarter
<u>Carpentaria JV:</u>					
Mt Marathon	EPM 8586	Farm out	37.69%	0.21%	37.48%
Mt Avarice	EPM 8588	Farm out	37.69%	0.21%	37.48%
Fountain Range	EPM 12561	Farm out	37.69%	0.21%	37.48%
Corella River	EPM 12597	Farm out	37.69%	0.21%	37.48%
Saint Andrews Ext.	EPM 12180	Farm out	37.69%	0.21%	37.48%

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

SOVEREIGN METALS LIMITED

ABN

71 120 833 427

Quarter ended ("current quarter")

30 JUNE 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'ooo	Year to date (12 months) \$A'ooo
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(398)	(1,717)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(149)	(464)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	5	30
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	- Business development	(11)	(11)
Net Operating Cash Flows		(553)	(2,162)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(67)	(77)
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)	-	-
Net investing cash flows		(67)	(77)
1.13	Total operating and investing cash flows (carried forward)	(620)	(2,239)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(620)	(2,239)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	3,355	3,355
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):	-	-
	- Capital raising expenses	(168)	(168)
	Net financing cash flows	3,187	3,187
	Net increase (decrease) in cash held	2,567	948
1.20	Cash at beginning of quarter/year to date	464	2,083
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	3,031	3,031

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'ooo
1.23	Aggregate amount of payments to the parties included in item 1.2	117
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payments include executive remuneration, directors fees, superannuation and provision of a fully serviced office.

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

Not Applicable

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

Not Applicable

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'ooo	Amount used \$A'ooo
3.1	Loan facilities	-

+ See chapter 19 for defined terms.

3.2	Credit standby arrangements	-	-
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Estimated cash outflows for next quarter

	\$A'000
4.1	Exploration and evaluation
	(1,250)
4.2	Development
	-
4.3	Production
	-
4.4	Administration
	(200)
Total	(1,450)

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.

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	31	18
5.2	Deposits at call	3,000	446
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		3,031	464

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	EPM 8586 EPM 8588 EPM 12561 EPM 12597 EPM 12180	Reduction of interest in accordance with terms of joint venture agreement.	37.69%	37.48%
6.2	Interests in mining tenements acquired or increased				

+ 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	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	94,340,328	94,340,328	Not applicable	Not applicable
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	15,250,000	15,250,000	Not applicable	Not applicable
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			<i>Exercise price</i>	<i>Expiry date</i>
	- Unlisted options	1,000,000	-	\$0.30	30 September 2014
	- Unlisted options	500,000	-	\$0.35	31 March 2015
	- Unlisted options	250,000	-	\$0.22	30 September 2015
	- Unlisted options	1,500,000	-	\$0.33	15 May 2016
	- Unlisted options	1,500,000	-	\$0.40	15 May 2017
	- Unlisted options	1,500,000	-	\$0.47	15 May 2018
7.8	Issued during quarter			<i>Exercise price</i>	<i>Expiry date</i>
	- Unlisted options	1,500,000	-	\$0.33	15 May 2016
	- Unlisted options	1,500,000	-	\$0.40	15 May 2017
	- Unlisted options	1,500,000	-	\$0.47	15 May 2018
7.9	Exercised during quarter				

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.10	Expired during quarter				
7.11	Performance Shares				
	- Class A	8,750,000	-	Not Applicable	<i>Conversion date</i> 7 November 2015
	- Class B	8,750,000	-	Not Applicable	7 November 2016
7.12	Changes during quarter				
7.13	Debentures (totals only)				
7.14	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 \(see note 5\)](#).
- 2 This statement does ~~/does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:
(~~Director~~/Company secretary)

Date: 30 July 2014

Print name: Clint McGhie

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.

+ See chapter 19 for defined terms.

- 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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