



JUNE 2015 QUARTERLY REPORT

Mungana Goldmines Limited (ASX: MUX)

Key Points

- Mungana completes King Vol Scoping Study (ASX: 23 July 2015).
- Mungana commences drilling at the King Vol zinc project in Chillagoe (ASX: 18 June 2015). 813m of drilling has been completed to date and the company is currently awaiting assay results from that drilling.
- Mungana signs landmark agreement with Newcrest for the exploration for potential large gold-copper porphyry systems at Chillagoe (ASX: 25 May 2015) and Newcrest has commenced exploration at Chillagoe in accordance with that agreement (ASX: 30 June 2015).
- Mungana received commitments to raise \$5m in May 2015, subject to shareholder approval at a General Meeting scheduled to take place on 31 July 2015 (ASX: 28 May 2015 and 1 July 2015).
- A cash takeover offer by Auctus Chillagoe Pty Ltd (Auctus) for Mungana at 13.5 cents per share was launched on 29 April 2015 (ASX: 29 April 2015) and was increased to 17 cents per share on 17 July 2015 (ASX: 17 July 2015). The offer was rejected by the two major shareholders and has lapsed (ASX: 27 Jul 2015).
- Mungana announced high-grade zinc results from previously unassayed diamond drill holes completed by Kagara Limited (in liquidation) within the Red Cap project (ASX: 9 July 2015).
- Red Cap mineral resource updated to JORC 2012 compliance for the Penzance, Queenslander and Morrisons deposits. Combined resource for these deposits total 3.8 million tonnes at 4.8% zinc, 0.7% copper, 0.2% lead, and 19 g/t silver. (ASX: 27 Apr 2015).
- Company has \$2.15M in available cash, \$2.4M in restricted cash and no debt at 30 June 2015)

King Vol Scoping Study

Mungana completed the King Vol Scoping Study on 23 July 2015 and the results indicate that the King Vol zinc project is economically robust and of low technical risk. The project is anticipated to generate strong cash flow, and has a short time frame to production.

The Scoping Study results, production target and forecast financial information set out in this report should be read subject to the cautionary statements, material assumption and other important information provided in the full King Vol Scoping Study announcement (ASX: 23 July 2015).

Mungana confirms that all material assumptions underpinning the production target and forecast financial information included in the King Vol Scoping Study announcement continue to apply and have not materially changed as at the date of this report. Mungana advises that the production target set out in the King Vol Scoping Study announcement included in this report is based on a proportion of Inferred Mineral Resources. There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production target itself will be realised.

Unless otherwise stated, all amounts are in Australian dollars and are not subject to inflation/escalation factors. Consensus metal prices have been used in the estimation of the financial outcomes. Zinc accounts for approximately 90% of the total estimated revenue.

The Scoping Study is based on the production of separate zinc, copper and lead concentrates, each with associated silver credits. The study includes Mineral Resources down to a 410m depth with an initial projected mine life of 4.5 years. The total King Vol Mineral Resource currently extends to a depth of 800m and is considered open both along strike and at depth.

Key observations from the Scoping Study include:

- **Production:** Estimated average annual throughput after ramp up of 320,000 tonnes (range of 225,000 to 370,000 tonnes). Estimated average annual metal in concentrate production after ramp up of 35,900 tonnes of zinc in concentrate, 840 tonnes of copper in concentrate, 910 tonnes of lead in concentrate and 185,000 ounces of silver in concentrate. Initial mine life of 4.5 years.
- **Mining Inventory:** Estimated Mining Inventory of 1.33 million tonnes at a grade of 11.9% zinc, 0.6% copper, 0.4% lead and 21.2g/t silver for a contained 158,000t zinc, 8,000t copper, 5,800t lead and 0.9Moz of silver.
- **Operating costs:** C1 cash operating costs over the mine life are estimated to average \$0.52/lb zinc, net of by-product credits. In terms of cost per tonne, the operating costs are \$120/t ore, comprising \$79/t mining, \$33/t processing and \$8/t general and administration.
- **Capital costs:** Up-front capital requirements to produce first concentrate are estimated to be \$37.4 million, with an estimated \$7 million of additional expenditure required prior to the King Vol zinc project generating positive cash flow. Total capital requirements for the life of mine is estimated to be \$71.6 million. The project takes full advantage of the well-established existing infrastructure and largely completed base metal concentrator at its Mungana site.
- **Cash flow:** The indicative life of mine revenue is \$349 million. The life of mine average annual net cash flow (after royalties and sustaining capital) is estimated to be \$35 million per annum (range of \$14m to \$47m) after ramp-up. The project is anticipated to generate a life of mine net cash flow of \$98 million. Commodity prices and exchange rates used in the scoping study are based on June 2015 consensus pricing for the estimated project time-frame.
- **Sensitivity:** The project is most sensitive to movements in the zinc price and exchange rate. The NPV (with a 10% discount rate) of the project will change by approximately \$26 million for every 10% movement in the zinc price.

Resources below 410m depth: The results presented in the Scoping Study announcement only relate to Mineral Resources down to 410m depth. The King Vol Mineral Resources extend to a depth of 800m. Two additional mining cases were assessed by the company as part of this Scoping Study down to 650m and 770m depth. The results of these additional cases are not presented as they contain predominately Inferred Mineral Resources.

- **Feasibility Study (FS):** The scoping study supports the work plan established by Mungana to complete a Feasibility Study (FS) on the King Vol zinc project by the end of March 2016.

Mungana's Managing Director, Tony James, said the Scoping Study shows King Vol is an exciting project which could generate strong returns for Mungana shareholders based on the consensus zinc price outlook. "King Vol has the enviable combination of high grade resources, low operating and capital costs and is highly leveraged to the zinc price," Mr James said. "It also has the capacity to deliver a very solid platform for the company from which to increase production rates and mine life".

"Based on these positive results from the Scoping Study, we plan to complete the feasibility study and finalise project approvals at the same time with a view to commencing production by the beginning of 2017."

Chillagoe Project Site Activities

At the Chillagoe project no mining production activities and development has been carried out. Exploration activity has occurred with Mungana commencing drilling at the King Vol project as outlined in the detail below and Newcrest has commenced its exploration activities also outlined in detail below. Mungana's exploration expenditure for the June quarter was \$455k.

Drilling Commences at King Vol zinc project

Mungana has commenced a sampling program (infill drilling) to assist in the development of its King Vol zinc project. 813m of diamond drilling has been completed to date with the company currently waiting for assaying results from that drilling.

The program is intended to extend the Indicated Resources in the upper 400m of the deposit while also improving confidence in the high-grade core (Inferred Mineral Resources) below 400m depth (see Figure 1). Mungana expects that the results will facilitate an updated mineral resource estimate that will underpin the Feasibility Study on the King Vol Zinc Project as a natural extension of the completed Scoping Study. King Vol is a high-grade zinc deposit, with a combined Mineral Resource of 2.99 million tonnes at a grade of 11.9% zinc, 0.8% copper, 0.6% lead and 29.9g/t silver (ASX: 28 January 2015). The Mineral Resource comprises 1.05Mt in the Indicated category and a further 1.95Mt in the Inferred category (see Table 1).

This drilling program, consistent with the company's current work plan, commenced at King Vol and will then move to the Red Cap area. The program will be completed by November 2015. The Feasibility Study associated with the King Vol Project is scheduled to start in August this year and will be conducted in parallel with the project approvals process, paving the way for an accelerated development timetable.

King Vol Mineral Resource – January 2015									
	Tonnes (Mt)	Grade				Contained Metal			
		Zn%	Cu%	Pb%	Ag g/t	Zn (kt)	Cu (kt)	Pb (kt)	Ag (Moz)
Indicated	1.05	14.7	0.9	0.7	36.5	154	9	7	1.23
Inferred	1.94	10.4	0.7	0.5	26.4	202	13	10	1.65
Total	2.99	11.9	0.8	0.6	29.9	356	22	17	2.88

Table 1 – King Vol Mineral Resource (Geologically constrained, not reported to cut-off). (ASX: 28 Jan 2015)

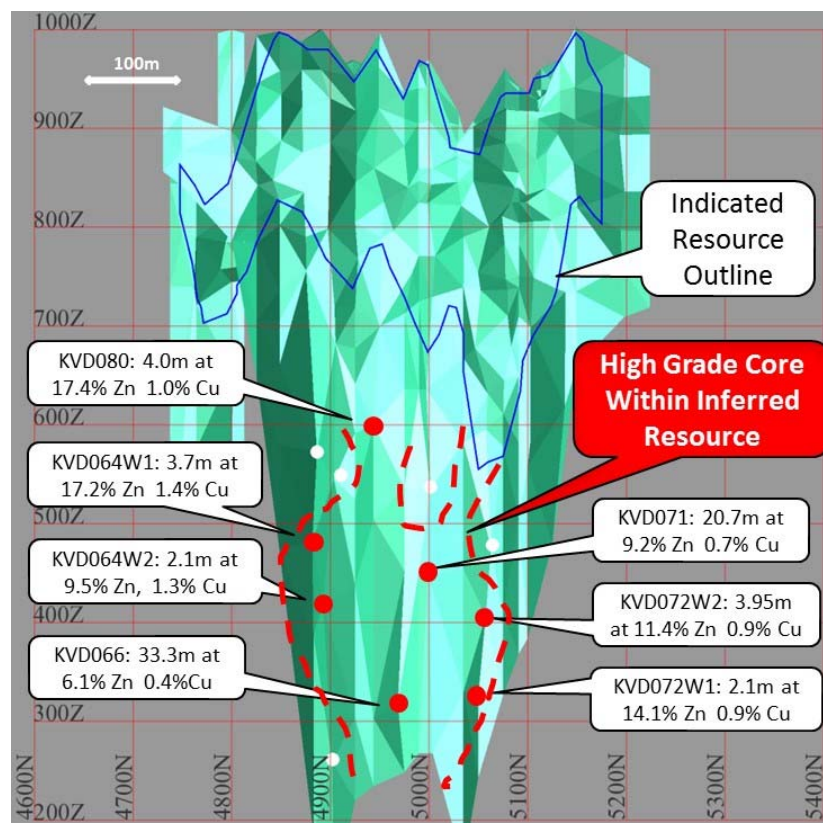


Figure 1 – King Vol long section viewed from the east. Drill hole intersection pierce points within the high grade core of the Inferred Resource below 400 metres vertical depth are highlighted. Mineralised intersections are downhole widths, estimated at 60% of true width. Surface is at approximately 1,000Z.

Newcrest landmark exploration agreement

Mungana has signed a landmark exploration commitment agreement with Newcrest Mining Limited (ASX: NCM) to explore for large copper-gold discoveries at its Chillagoe Project in North Queensland (Newcrest Agreement).

The Newcrest Agreement provides for expenditure of up to \$20m by Newcrest on exploration over a period of up to eight years by way of:

- an initial \$3m commitment to be spent within the first 18 months; and
- an option to sign a farm-in agreement and spend up to an additional \$17m over a further 78 months.

Under the farm-in agreement, Newcrest will earn a 70% interest in an unincorporated joint venture with Mungana (30%) if it incurs \$20 million expenditure and if a minimum 1Moz of gold or gold-equivalent Mineral Resource is discovered.

The arrangements with Newcrest exclude the high-grade King Vol zinc deposit, located 25km to the north-west of Chillagoe, defined Mineral Resources in the Red Cap area and the surface infrastructure and processing facilities located at the Mungana mine site, including the partially completed base metals concentrator. These assets form the centrepiece of Mungana's previously announced North Queensland zinc development strategy, which is why they are excluded from the Newcrest Agreement. Further details in relation to the Newcrest Agreement are set out below.

The Chillagoe tenements are highly prospective for large porphyry gold-copper discoveries, as evidenced by the Red Dome deposit, located just 3km from the Mungana mine site. This deposit produced over 1Moz of gold, 4.3Moz of silver and 35,000t of copper from a large open pit mining operation between 1985 and 1997.

Newcrest Commences Exploration

Newcrest has commenced exploration following the finalisation of its initial work program associated with the Newcrest Agreement (ASX: 30 Jun 2015).

Newcrest has put in place a detailed work program in order to meet the \$3.0 million minimum expenditure required within the first 18 months. The initial on-site activities to be completed by Newcrest include:

1. up to 1,000 high-detection multi-element geochemical soil samples, which commenced in June 2015;
2. 26,000 line kilometres of high-resolution airborne geophysical surveys, which commenced in July 2015;
3. 10,000 meters of hyperspectral analysis of diamond core by onsite Corescan laboratory, which commenced in July 2015; and
4. 8,000 meters of diamond core drilling and sample analysis which also commenced in July 2015.

The exploration program and associated work plan has been designed to define new gold targets and conduct initial discovery drilling to delineate new gold resources on Mungana's southern tenements.

Red Cap - Resource Updates and previously unassayed diamond drill holes

An update of the Red Cap project Mineral Resources at Penzance, Queenslander and Morrisons was also completed by Mungana Goldmines in order to bring them into line with the JORC Code 2012 (ASX: 27 Apr 2015)

	Red Cap Inferred Mineral Resource - March 2015										
	Tonnes (Mt)	Grade					Contained Metal				
		Zn%	Cu%	Pb%	Au g/t	Ag g/t	Zn (kt)	Cu (kt)	Pb (kt)	Au (Koz)	Ag (Moz)
Penzance (Cu)	0.228	1.3	3.2	0.0	0.2	58	3	7	0	1.5	0.43
Penzance (Zn)	0.085	6.2	0.7	0.2	0.1	19	5	1	0	0	0.05
Queenslander	1.570	4.4	0.5	0.2	0.0	12	69	8	3	0	0.61
Morrisons	1.930	5.4	0.6	0.3	0.1	21	104	11	6	62	1.65
Total	3.813	4.8	0.7	0.2	0.1	19	181	27	9	63.5	2.74

Table 2: Red Cap Project Area Mineral Resource estimate

Mungana announced high-grade zinc results from previously unassayed diamond drill holes completed by Kagara Limited (in liquidation) within the Red Cap project, located just 4km from the company's partially completed base metals concentrator at Mungana. The intersections vindicate the company's strategy to carry out further exploration at Red Cap to assess whether the deposit could provide a second source of ore feed in addition to King Vol. Please refer to the ASX announcement for further detail information of the results (ASX: 9 July 2015).

Corporate

Mungana to raise \$5M

On the 28 May 2015 the company announced that it had received commitments to raise \$5 million through a share placement at 14 cents as part of its strategy to progress the drilling and complete the feasibility study associated with its King Vol zinc project in Queensland. The placement of 36 million new ordinary fully-paid shares to institutional and sophisticated investors, including directors (Placement), is subject to shareholder approval. The General Meeting for approval of the placement has been set for Friday, 31 July 2015 (ASX: 1 Jul 2015)

Auctus Chillagoe Pty Ltd cash offer for Mungana Goldmines Ltd (ASX: 29 Apr 2015)

A takeover bid offer by Auctus Chillagoe Pty Ltd (Auctus) for Mungana was launched on 29 April 2015 (ASX: 29 Apr 2015). Mungana appointed Ashurst as its Legal adviser and Torridon Partners as Corporate advisor in connection with the takeover offer.

A number of ASX release were made by the company and Auctus from 29 April 2015 until the close of the offer on 24 July 2015.

Financial

At the end of the June 2015 quarter, the Company was debt free and had \$2.15M in available cash and short term deposits with a further \$2.4m in restricted cash.



Appendix 1 – Corporate Information

Board Members

John Fitzgerald	Chairman
Anthony James	Managing Director
Justin Wu	Non-Executive Director
Rick Yeates	Non-Executive Director

Secretary

Ben-Louis Ludik	Company Secretary
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Registered & Principal Office

Mungana Goldmines Ltd
Unit 5 Level 3 St James Place
155 Denham Street
Townsville, QLD, 4810
Australia

Telephone: +61 8 9226 5550
Email: info@mungana.com.au
Website: www.munganagoldmines.com.au

Stock Exchange Listings

Australian Securities Exchange: MUX

Shareholder Enquiries

Link Market Services
Level 15, 324 Queen St
Brisbane, QLD, 4000
Australia

Telephone: +61 2 8280 7454

Substantial Shareholders

Mungana Pty Ltd (in Liquidation)	146.2m
Kagara Ltd (in Liquidation)	27.6m
Guangdong Guangxin Holdings Group Ltd	25.1m
Total Shares	240.9m
Options	0.25m

Competent Person's Statement

The information in this announcement that relates to Exploration Results is based on, and fairly represents, the information and supporting documentation prepared by Mr Chris Newman. Mr Newman is a full-time employee of Mungana Goldmines Ltd, and is a Fellow of the Australian Institute of Mining and Metallurgy (AusIMM) and a Member of the Australian Institute of Geoscientists (AIG). Mr Newman has sufficient experience 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 JORC Code. Mr Newman consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Red Cap area

The information in this announcement that relates to Mineral Resources in the Red Cap Area is based on, and fairly represents, the information and supporting documentation prepared by Mr Andrew Beaton, details of which were released to ASX on 27 April 2015. Mr Beaton is a member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience 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 "JORC Code"). Mr Beaton was at the time of the 27 April 2015 announcement, a full time employee of Mungana.

Mungana confirms that it is not aware of any new information or data that materially affects the information in relation to the Red Cap area Mineral Resources included in the 27 April 2015 announcement. Mungana confirms that all material assumptions and technical parameters underpinning the Mineral Resources estimates in the 27 April 2015 announcement continue to apply and have not materially changed.

King Vol deposit

The information in this announcement relating to Mineral Resources within the King Vol deposit is based on information prepared by Mr Brian Wolfe in compliance with the JORC Code, details of which were released on ASX by the Mungana on 28 January 2015. Mr Wolfe is a member of the Australian Institute of Geoscientists and has sufficient experience 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 JORC Code. Mr Wolfe is a full time employee of International Resource Solutions Pty Ltd and was at the time of the 28 January 2015 announcement acting as a consultant to Mungana Goldmines Ltd.

Mungana confirms that it is not aware of any new information or data that materially affects the information relating to the King Vol deposit Mineral Resources included in the 28 January 2015 announcement referred to above. Mungana confirms that all material assumptions and technical parameters underpinning the Mineral Resource estimates in the 28 January 2015 announcement continue to apply and have not materially changed.

Cautionary Statement – Scoping Study Results

The Scoping Study referred to in this announcement is based on low-level technical and preliminary economic assessments, and is insufficient to support the estimation of Ore Reserves, provide assurance of an economic development case at this stage, or provide certainty that the results from the Scoping Study will be realised.

The Mining Inventory that upon which the Scoping Study, the production target and forecast financial information set out in this announcement were based on include Mineral Resources in the inferred category. Accordingly, Mungana advises that the Scoping Study results, the production target and forecast financial information set out in this announcement are preliminary in nature. Of the total Mining Inventory used, approximately 64% (by tonnes) and 68% (by zinc metal) is in the Indicated Mineral Resource category, while the remainder is classified as an Inferred Mineral Resource. In year 1 and 2 of the project, approximately only 20% of the inferred Mineral resources feature in the mine plan. The overall proportion of inferred Mineral Resources included in this forecast financial information is not the determining factor for the projects viability.

There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the conversion of Inferred Mineral Resources to Indicated Mineral Resources, or that the production targets in this announcement will be realised.

The Scoping Study inputs associated with the production targets contained in this announcement relate to the indicated and inferred Mineral Resources to a Mine RL of 590m, equating to a vertical depth of approximately 410m. The Scoping Study process also evaluated two additional cases as follows:

- Down to 350m RL (equating to a vertical depth of approximately 650m depth); and
- Down to 230m RL (equating to a vertical depth of approximately 770m depth).

In both of those cases, almost all of the additional Mineral Resources considered are classified as Inferred. The production target and forecast financial information set out in this announcement have therefore not been derived for Mineral Resources below a vertical depth of approximately 410m.

Mungana believes that the production target and forecast financial information derived from that target included in this report are based on reasonable grounds. The detailed reasons for this belief are outlined in the King Vol Scoping Study announcement (ASX: 23 July 2015). However, neither Mungana nor any other person makes or gives any representation, assurance or guarantee that the production target or expected outcomes reflected in this announcement will ultimately be achieved.

Investors should note that while Mungana believes the consensus commodity prices, AUD:USD exchange rate and other variables that have been assumed in the Scoping Study to estimate potential revenues, cash flows and other financial information for the King Vol zinc project are based on reasonable grounds as at the date of this report. However, actual commodity prices, exchange rates and other variables may differ materially over the contemplated initial mine life and, accordingly, the potential revenue, cash flow figures and other financial information provided in the Scoping Study and set out in this report should be considered as an estimate only that may differ materially from actual results. Accordingly, Mungana cautions investors from relying on the forecast financial information in this report.



A number of key steps need to be completed in order to bring the King Vol zinc project into production. Investors should note that if there are any delays associated with completing those steps or the completion of the steps does not yield the expected results, the estimated revenue and cash flow figures in this report may differ materially from actual results.

Disclaimer

Forward-looking information is no guarantee of future performance and, accordingly, investors are cautioned not to put undue reliance on forward-looking information due to the inherent uncertainty therein. Forward-looking information is made as at the date of the announcement and the Company disclaims any intent or obligation to update publicly such forward-looking information, whether as a result of new information, future events or results or otherwise.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Mungana Goldmines Ltd

ABN

15 136 606 338

Quarter ended ("current quarter")

30 June 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (12 months) \$A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation	(455)	(1,681)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(221)	(1,474)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	21	101
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	649	649
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	(6)	(2,405)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(5)	(5)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	54
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	2,192	1,561
	Net investing cash flows	2,187	1,610
1.13	Total operating and investing cash flows (carried forward)	2,181	(795)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	2,181	(795)
	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	2,181	(795)
1.20	Cash at beginning of quarter/year to date	2,371	5,347
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	4,552	4,552

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	157
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

1.6 Research & Development incentive grant received from ATO
1.12 Jun-15 Cash-backed security bonds transferred from Kagara Ltd (in Liquidation) as part of the Chillagoe asset acquisition; Payment of Stamp Duty on Chillagoe transaction (Oct 14).

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

Mungana to raise \$5m pursuant to a placement, subject to shareholder approval at a General Meeting scheduled to take place on 31 July 2015 (ASX: 28 May 2015 & 1 July 2015).

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

Mungana signs landmark Exploration Agreement with Newcrest for exploration of potential large gold-copper porphyry systems at Chillagoe (ASX: 25 May 2015). Newcrest commences exploration at Chillagoe (ASX: 30 June 2015). Subject to certain conditions, Newcrest could earn a 70% interest in unincorporated joint venture with Mungana over certain parts of the Chillagoe Project.

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	3,819
4.2 Development	-
4.3 Production	-
4.4 Administration	1,104
4.5 Other (Stamp duty on Chillagoe acquisition)	-
Total	4,923

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	2,150	1,652
5.2 Deposits at call	-	549
5.3 Bank overdraft	-	-
5.4 Other (provide details)-security bonds	2,402	170
Total: cash at end of quarter (item 1.22)	4,552	2,371

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				
6.2 Interests in mining tenements acquired or increased		See attachment A		

Note: Please see attachment A for the full MUX tenement listing

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.

See attachments B and C.


		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	240,907,171	240,907,171		
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 <i>(description and conversion factor)</i>	250,000		<i>Exercise price</i> \$ 2.00	<i>Expiry date</i> 17-Nov-15
	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>				

Note: 7.10 refers to shares cancelled.

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 give a true and fair view of the matters disclosed.

Sign here:


.....
(Company secretary)

Date: 30/07/2015

Print name:

Ben-Louis Ludik

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.

Tenement Schedule



Mungana Goldmines Ltd; ABN 15 136 606 338; Quarter ended 30 June 2015

Live Tenements							
State	Region	Tenement Reference	Owned by:	% interest at beginning of quarter	% interest at end of quarter	Farm-in/out	Original stake %
QLD	Chillagoe	EPM12902	MUX	100	100		
QLD	Chillagoe	EPM14104	MUX	100	100		
QLD	Chillagoe	EPM14108	MUX	100	100		
QLD	Chillagoe	EPM15458	MUX	100	100		
QLD	Chillagoe	EPM15459	MUX	100	100		
QLD	Chillagoe	EPM18530	MUX	100	100		
QLD	Chillagoe	EPM19064	MUX	100	100		
QLD	Chillagoe	EPM19196	MUX	100	100		
QLD	Chillagoe	EPM7672	MUX	100	100		
QLD	Chillagoe	ML20640	MUX	100	100		
QLD	Chillagoe	ML20658	MUX	100	100		
QLD	Chillagoe	ML4798	MUX	100	100		
QLD	Chillagoe	ML4910	MUX	100	100		
QLD	Chillagoe	ML4911	MUX	100	100		
QLD	Chillagoe	ML4921	MUX	100	100		
QLD	Chillagoe	ML4928	MUX	100	100		
QLD	Chillagoe	ML4977	MUX	100	100		
QLD	Chillagoe	ML5176	MUX	100	100		
QLD	Chillagoe	ML5319	MUX	100	100		
QLD	Liontown	EPM25132	MUX	100	100		
QLD	Liontown	EPM25133	MUX	100	100		
QLD	Liontown	EPM25134	MUX	100	100		
QLD	Liontown	EPM25135	MUX	100	100		
QLD	Liontown	EPM25148	MUX	100	100		
QLD	Liontown	EPM25270	MUX	100	100		
QLD	Liontown	EPM25271	MUX	100	100		
QLD	Liontown	EPM25437	MUX	100	100		
QLD	Liontown	EPM25680	MUX	100	100		

Pending Tenements							
State	Region	Tenement Reference	Owned by:	% interest at beginning of quarter	% interest at end of quarter	Farm-in/out	Original stake %
QLD	Chillagoe	EPM25873	MUX	100	100		
QLD	Chillagoe	EPM25875	MUX	100	100		