

QUARTERLY ACTIVITIES REPORT

For the period ending 30 June 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)**
\$2.76M

Cash (at quarter end)
\$3.87M

DIRECTORS

George Cameron-Dow
Christian Cordier
Gavin Wates
Eric Lilford

COMPANY SECRETARY

Josh Puckridge

REGISTERED OFFICE

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105 St Georges Tce
PerthWA 6000

CONTACT DETAILS

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ABN: 77 143 142 410

HIGHLIGHTS

- **Completion of Sale of Horseshoe Range Project**
- **New project acquisition ongoing**
- **Cash and liquid securities circa \$4.15m**

Naracoota Resources Limited ("Naracoota" or "the Company") (ASX: NRR) is pleased to report its activities for the quarter ending 30 June 2013.

Sale of Horseshoe Range Project and part of Fraser Range Project

The sale of the Horseshoe Range Project and part of the Fraser Range Project to Resource and Investment Ltd (ASX: RNI) was completed during the reporting period with Naracoota receiving 3,805,554 RNI shares in consideration for the projects.

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 examined the possibility of converting the retained Fraser Range prospecting licence to an exploration licence but this is not possible due the size of the area. Accordingly the Company is considering other options for this prospecting licence.

Cash Position

Naracoota maintains a robust cash balance of \$3.87m and tradeable RNI shares worth circa \$280K equating to \$4.15m in cash and liquid securities.

Planned Activities for the Quarter ending September 2014

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

George Cameron-Dow
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 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

NARACOOTA RESOURCES LTD

ABN

77 143 142 410

Quarter ended ("current quarter")

30 JUNE 2013

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	(8)	(294)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(149)	(769)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	36	110
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (Research and development rebate)	-	783
	Net Operating Cash Flows	(121)	(170)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	(40)
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	4
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	Net investing cash flows	-	(36)
1.13	Total operating and investing cash flows (carried forward)	(121)	(206)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(121)	(206)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	3,164
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)	-	(342)
	Net financing cash flows	-	2,822
	Net increase (decrease) in cash held	(121)	2,616
1.20	Cash at beginning of quarter/year to date	3,989	1,252
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	3,868	3,868

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	124
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

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

+ See chapter 19 for defined terms.

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	50
4.2 Development	-
4.3 Production	-
4.4 Administration	100
Total	150

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	3,868	3,989
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	3,868	3,989

+ See chapter 19 for defined terms.

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	E52/2595	Transferred to Resource and Investment NL	100%	0%
	E52/2668		100%	0%
	M52/251		100%	0%
	P52/1239		100%	0%
	P52/1248		100%	0%
	P52/1257		100%	0%
	P52/1259		100%	0%
	P52/1337		100%	0%
	P52/1338		100%	0%
	P52/1339		100%	0%
	P52/1340		100%	0%
	P52/1341		100%	0%
	P52/1383		100%	0%
	P52/1397		100%	0%
	P52/1398		100%	0%
	P52/1399		100%	0%
	P52/1400		100%	0%
	P52/1401		100%	0%
	P52/1402		100%	0%
	P52/1403		100%	0%
	P52/1404		100%	0%
	P52/1405		100%	0%
6.2 Interests in mining tenements acquired or increased	Nil	Nil	Nil	Nil

+ See chapter 19 for defined terms.

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	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 <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>	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>	-	-		

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act 2001.
- 2 This statement does give a true and fair view of the matters disclosed.

Josh Puckridge
Company Secretary
26 July 2013

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* 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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