

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

Sumatra Copper & Gold plc

ABN

14 136 694 267

Quarter ended ("current quarter")

30 June 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter USD'ooo	Year to date (6 months) USD'ooo
1.1 Receipts from business associates and related debtors	154	154
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	- - - (624)	- - - (1,669)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	9	15
1.5 Interest and other costs of finance paid	(10)	(27)
1.6 Income taxes paid	-	-
1.7 Other realised foreign exchange movements	-	-
Net Operating Cash Flows	(471)	(1,527)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - (1,623)	- - (4,457)
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	(1,623)	(4,457)
1.13 Total operating and investing cash flows (carried forward)	(2,094)	(5,984)

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1.13	Total operating and investing cash flows (brought forward)	(2,094)	(5,984)
	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 convertible loan notes	600	2,100
1.17	Repayment of borrowings	(53)	(131)
1.18	Dividends paid	-	-
1.19	Other (provide details if material) Share issue transaction costs	-	-
	Net financing cash flows	547	1,969
	Net increase (decrease) in cash held	(1,547)	(4,015)
1.20	Cash at beginning of quarter/year to date	1,671	4,127
1.21	Exchange rate adjustments to item 1.20	(11)	1
1.22	Cash at end of quarter	113	113

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 USD'000
1.23	Aggregate amount of payments to the parties included in item 1.2	136
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

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

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

During June 2014 Newcrest informed formally informed that it will not continue with the Tandai Joint Venture. As a result, the Company received US\$154k cash in settlement of all outstanding expenses related to the Tandai Joint Venture. Going forward the Company will hold 100% of the project.

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available USD'000	Amount used USD'000
3.1 Convertible loan notes	4,600	4,600
3.2 Credit standby arrangements	Nil	Nil

(*) Subsequent to the quarter ended 30 June 2014, the Company entered into two variations of the Convertible Loan Facility Agreement on 3 July 2014 and 31 July 2014, to drawdown an additional USD\$500,000 and USD\$500,000 respectively. The additional USD \$1,000,000 will be drawn for the purpose of providing the Company with working capital through the anticipated full funding of the Tembang Project during the third calendar quarter of 2014.

Estimated cash outflows for next quarter

	USD'000
4.1 Exploration and evaluation	600
4.2 Development(*)	-
4.3 Production	-
4.4 Administration	650
Total	1,250

(*) On achieving funding, the Company anticipates recommencing construction; in which case cash outflows for next quarter would increase.

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 USD'000	Previous quarter USD'000
5.1 Cash on hand and at bank	83	1,521
5.2 Deposits at call	30	150
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	113	1,671

+ 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			
6.2	Interests in mining tenements acquired or increased	Tandai During June 2014 Newcrest informed formally informed that it will not continue with the Tandai Joint Venture. As a result, the Company received US\$154k cash in settlement of all outstanding expenses related to the Tandai Joint Venture.	30%	100%

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 (description)			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	+Ordinary securities	414,467,651	412,540,645	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			
7.5	+Convertible debt securities (description)			

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7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
		3,530,000	-	A\$0.20	26 October 2014
		3,100,000	-	A\$0.25	26 October 2014
		3,050,000	-	A\$0.35	26 October 2014
		2,500,000	-	A\$0.50	1 June 2016
		3,500,000	-	A\$0.25	14 June 2017
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	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 give a true and fair view of the matters disclosed.

Sign here:



Date: 31 July 2014

(~~Director~~/Company secretary)

Print name: Susan Hunter

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.

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- 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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