

ASX Code: CHK

**TO: COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

DATE: 28 JULY 2014

QUARTERLY REPORT TO 30 JUNE 2014

Cash at the end of the quarter was \$1,137,000.

The net cash outflow for the quarter was \$76,000. An Appendix 5B report is attached.

Proposed Investment

Subscription for shares in Latin Uranium SRL

As announced on 30 June 2014 Cohiba Minerals Limited (“the Company” and “Cohiba”) intends to enter into a conditional subscription agreement with Latin Uranium SRL (a company incorporated in Argentina) (“Latin”) under which Cohiba can acquire up to 40% of the shares in Latin by way of a staged investment for a total cost of up to A\$2,000,000.

The subscription by the Company will be staged as follows;

- An initial 15% shareholding in Latin for an initial investment of A\$500,000;
- A further 25% shareholding in Latin for a further investment of A\$1,500,000.

The proposed investment is conditional upon:

- Due-diligence being completed to the Company’s satisfaction; and
- All necessary shareholder and regulatory approvals under the ASX Listing Rules, Corporations Act and ASIC Regulatory Guides being obtained.

Latin has an option purchase agreement (“Vendor Agreement”) under which it has the right to acquire from M C Licari, S I Matellan and Tadeo SRL, all of whom are resident in Argentina, up to 100% of 16 exploration licences/licence applications for the Homero, Huaco and Chepical projects in San Juan, Argentina covering an area of approximately 56,000 hectares (“the Tenements”). The Tenements comprise 5 project areas as shown on the map below.

Various of the areas are considered prospective for uranium with potential also for gold, copper and base metals, although minimal work has been carried out on those elements to date.

Exploration work conducted by Latin and others have produced independent laboratory results which have returned high uranium levels from numerous soil and rock chips sampled. These were taken from a number of different sites within the Tenement areas. Cohiba has not independently verified those results.

Latin has invested approximately \$1.7M in the Tenements to date and has not completed its earn-in under the Vendor Agreement to acquire any title interest in the Tenements. Upon funding a further USD\$250K in exploration expenditure, Latin will acquire 51% of the Tenements. Latin can move to 100% of the Tenements by investing a further USD\$1.25M (USD\$250K for exploration expenditure and USD\$1M in payments to the vendors).

Cohiba has begun its due-diligence and intends to commence verification drilling in the immediate future. A contractor has been engaged in Argentina to undertake the work.

Further detailed information is set out in the announcement by the Company to the ASX released on 30 June 2014 and in the Offer Document released to the ASX on 23 July 2014.

Exploration for the Quarter

Santy Well Project: EL 59/1677 and EL 59/1678

The Company refers to previous announcements and reports.

Legal proceedings were commenced against West Peak Iron Limited in the District Court of Western Australia for the recovery of damages, interest and costs arising from the Company's involvement in the Santy Well Project.

The Company was advised that the two Exploration Licences are in the process of being forfeited by the Department of Mines in Western Australia.

In addition, Mr Mathew Walker, a past director and a current shareholder of the Company has alleged, through his solicitors, that he has suffered loss and damage as a result of the allegedly negligent failure of the Company to satisfy the requirements of the agreement with West Peak Iron Limited. The Company does not accept the allegations and any action which may be commenced by, or on behalf of, Mr Walker will be strongly defended.

Other Exploration Activities

Other than as referred to above, the Company has no mineral tenements or beneficial interests in farm-in agreements. No mineral tenements or beneficial interests in farm-in agreements were acquired or disposed of during the quarter.

Corporate Actions

General Meeting

Following the receipt of a requisition from Mr Mathew Walker and Sabreline Pty Ltd, a general meeting of the company was held on 3 April 2014 to consider resolutions that, if passed, would have reconstituted the Board of Directors of the Company with nominees of the requisitioners. None of the proposed resolutions were carried and the proxies received demonstrated that an overwhelming number of votes were against the proposal.

Share Placement

During the quarter the company placed 2,737,500 fully paid ordinary shares at an issue price of three cents (\$0.03) cash paid in full on application to raise A\$82,125 before costs. The participants in the placement were sophisticated and/or professional investors and the shares were issued to the applicants on 4 July 2014.

David Herszberg
Chairman

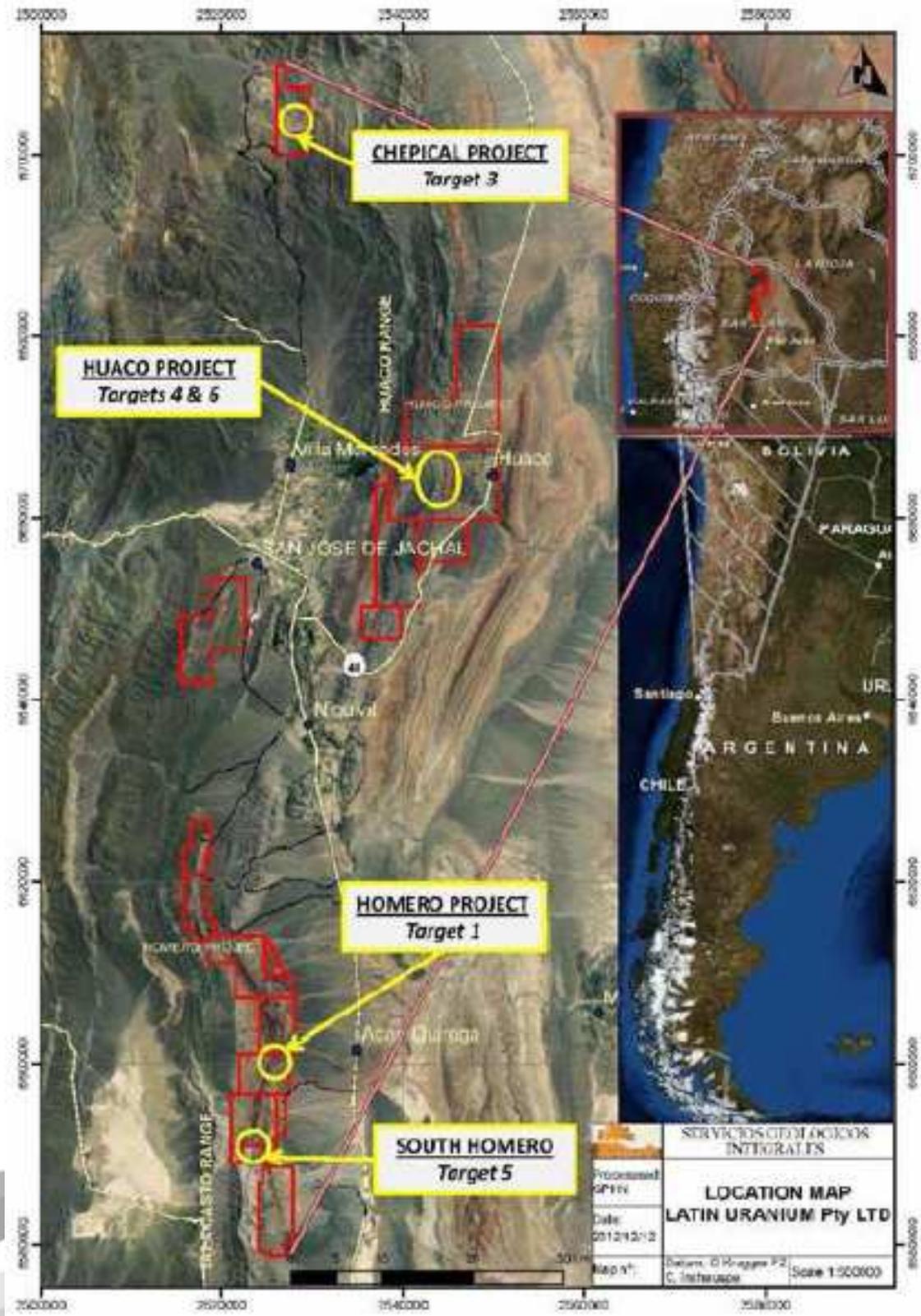


Figure 1: Map of the project areas

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ACN 149 026 308 **ABN** 72 149 026 308

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

COHIBA MINERALS LIMITED

ABN

72 149 026 306

Quarter ended ("current quarter")

30 JUNE 2014

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 customers	3	5
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(170)	(33)
1.3 Dividends received		(431)
1.4 Interest and other items of a similar nature received	7	39
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other: GST refunds	6	62
Net Operating Cash Flows	(154)	(358)
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 (c) other fixed assets		
1.10 Loans to other entities	(4)	(4)
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
Net investing cash flows	(4)	(4)
1.13 Total operating and investing cash flows (carried forward)	(158)	(362)

+ 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)	(158)	(362)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	82	82
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	82	82
	Net increase (decrease) in cash held	(76)	(280)
1.20	Cash at beginning of quarter/year to date	1,213	1,417
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1,137	1,137

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	42
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Director's fees, remuneration and expenses	\$A'000 42
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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

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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

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+ 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	200
4.2 Development	
4.3 Production	
4.4 Administration	100
Total	300

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	179	42
5.2 Deposits at call	958	1,171
5.3 Bank overdraft		
5.4 Other (provide details)		
- Term deposits with Australian banks		
Total: cash at end of quarter (item 1.22)	1,137	1,213

+ 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			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

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	18,250,000	18,250,000	
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>			

+ See chapter 19 for defined terms.

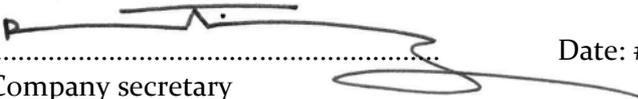
Appendix 5B

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>				
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	6,500,000		<i>Exercise price</i> 20 cents	<i>Expiry date</i> 30/06/2014
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.

Sign here:  Date: #/07/2014

 Company secretary

Print name: RAMON JIMENEZ

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

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

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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