

ASX Code: MOU
29 July 2015

June 2015 Quarterly Report

Highlights:

- **Conditional Agreement to acquire LiveTiles, a New York based Enterprise Software Business**
- **Sale Process for the Nuurst Thermal Coal Project Continues**

The Directors of Modun Resources Ltd (ASX: MOU) (**Modun or the Company**) provide you with an update of activities during the June 2015 quarter and up to the date of this announcement.

Nuurst Thermal Coal Project

On 22 July 2015, the Company announced that it had entered into an alternative transaction for the sale of the Nuurst Thermal Coal Project.

The material terms of the contract are as follows:

- Consideration payable is USD \$2,210,000.00 of which USD \$100,000 is expected to be paid on exchange of contracts as a deposit; and
- Completion is subject to and conditional upon shareholders of Modun approving resolution 15 in the upcoming meeting of shareholders due to be held on 30th July 2015 and completion is to occur 3 business days thereafter.

The transaction will also see the purchaser assume the risk of the potential Mongolian tax liability previously disclosed by the Company. The Sale Agreement otherwise contains the usual warranties and completion deliverables of a transaction of this nature.

The Directors consider that this new transaction represents a better outcome for shareholders and the Company as it moves forward with the LiveTiles transaction.

Corporate

A meeting of shareholders is scheduled to consider the acquisition of LiveTiles on Thursday 30 July. Assuming shareholders approve the acquisition of LiveTiles, the Company will work to complete the fully underwritten \$11m capital raising and complete the acquisition of LiveTiles as soon as possible. As previously disclosed, the acquisition of LiveTiles will require the Company to recompile with Chapters 1 & 2 of the Listing Rules. Under the terms of the acquisition, Modun advanced LiveTiles \$500,000 by way of a convertible note during the quarter.

Investors should note that the quarterly cash-flow statement being lodged today does not

include the acquisition and due diligence costs of the LiveTiles acquisition as, at this stage, these costs are not definitive and shareholders have not approved this acquisition. However, it is likely that over the next quarter costs of \$100-200k will be incurred in relation to this transaction.

At the end of the quarter, Modun had cash reserves of \$454,000.

Tenement Schedule

At the date of this report, Modun has an interest in one tenement as follows and there have been no changes during the quarter:

Tenement	Project	Location	% Interest
MV 017349	Nuurst Thermal Coal	Mongolia	100

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For further information, please contact:

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