



ASX Announcement

27 January 2015

ASX Code: VKA

Quarterly Report for the period ended 31 December 2014

During the three months to 31 December, 2014, Perth-based Viking Mines Ltd (Viking or the Company) successfully completed its first drilling program at the Berkh Uul coal project in Mongolia.

The results from the Berkh Uul drilling has confirmed both the thickness and quality of the coal seams as indicated in historic drilling, and has extended the deposit 1.5km to the south of previous drilling. Coal was intersected at shallow depths of less than 80 metres in 17 of the 18 holes drilled.

In addition the Company advanced the Akoase gold project in Ghana by undertaking a soil sampling program on the Akoase West tenement. The results from the Akoase West infill soil sampling have confirmed two broader parallel anomalies of 2.5 and 1.4 km strike length and >50ppb Au, interpreted to be related to a major NE-SW fault structure and/or granite contact. These anomalies represent excellent drill targets for future exploration.

1. Berkh Uul Coal Project (Mongolia, VKA 100%)

Viking's first drilling program at the Berkh Uul coal project was successfully completed and results received prior to the onset of the winter field season recess.

The drilling program, designed to infill and extend the existing drill coverage, commenced in the north-east of the licence area where there is pre-existing drilling within the confines of the current 38Mt resource. The drilling progressed to the south, targeting extensions to the deposit to add to the current resource. A total of 1,064.5 metres were drilled in 18 holes (Table 1).

The drilling tested the near surface (top 60m) shallow west dipping eastern limb of a broad south plunging synclinal structure, in which two main coal seams (Seams 1 and 2) are located. Holes were drilled using PCD open hole precollars, with PQ size diamond core tails through the coal bearing zones, on a nominal 500m line spacing (Figure 4).

Note that the sampling of drill core was selective in that no inter-seam waste was sampled or analysed, with a minimum coal sampling interval of 0.2m and maximum of 2m down hole.

Overall results (Table 2) typically show:

- ash content <14%
- total moisture <15%
- sulphur <0.7%, and



- CV's in the range 6,000-7,000 kcal/kg on an air dried basis.

These positive results indicate that the quality of the coal is comparable or better compared to the historical drilling data, notwithstanding differences in the analytical methods and techniques performed. The drilling program has also extended the coal seams for a further 1,500m to the south.

Of particular interest are holes BU-14-14 and 15, drilled 500 metres south of the limit of previous drilling, which intersected 7m and 9m true thickness respectively of coal at a depth of less than 80m. These are the thickest intersections of coal recorded thus far in drilling on the project.

This first drilling program at the Berkh Uul project by Viking has confirmed both the thickness and quality of the coal seams as indicated in historic drilling, and has extended the deposit 1.5km to the south of previous drilling. Coal was intersected at shallow depth of less than 80 metres in 17 of the 18 holes drilled, and further work is clearly justified to advance the project towards development.

As part of the requirement for a mining lease approval, a Baseline Environmental Survey for the Berkh Uul area was completed by Ulaanbaatar based Sustainable Environmental Consulting LLC during the quarter. Engagement of specialist consultants to address other aspects of the mining lease approval process is currently being implemented.

2. Akoase Gold Project (Ghana, VKA 100%)

A total of 284 infill soil sampling points on 400 metre x 50 metre grid spacing was completed in November 2014 by contractors Coffey Mining for the north western end of the Akoase West tenement as a follow up program to test numerous >50ppb and >200ppb pre-existing gold in soil anomalies.

Assay results for low level (1 ppb Au detection limit) Au analysis from 303 samples including QA/QC samples and field duplicates were received from Intertek Minerals Limited during the quarter.

The results have confirmed two broader parallel anomalies of 2.5 and 1.4 km strike length and >50ppb Au, interpreted to be related to a major NE-SW fault structure and/or granite contact.

The infill soil sampling program has advanced the exploration potential of the Akoase West licence by confirming two zones of gold anomalism which represent valid drill targets for further exploration. The gold tenor and strike length of the anomalies are significant, and comparable to other gold anomalies Viking has drill tested on the Akoase project.

3. Other Projects

No field activity was undertaken on any other Company project areas during the quarter. The Company's interest in the Tsairt joint venture, and the Budargana and Dalt properties in Mongolia were relinquished during the quarter following a technical review.



4. Corporate

During the quarter the Company closed its prospectus offering. A total of \$2.177 million was raised.

Also during the quarter the Company issued all shares and options relating to the successful takeover of Auminco Mines Ltd.

The Company now has 250,974,285 shares (ASX:VKA) on issue with a further 44,771,552 April 2017 quoted options (ASX:VKAO) on issue.

Following the completion of the takeover of Auminco Mines Limited Mr Ray Whitten has been appointed as a non-executive director to Viking.

Mr Whitten is an admitted solicitor with over 40 years' experience having previously acted as President of the City of Sydney Law Society and has served as a Director of many private and public companies.

Mr Whitten holds a Bachelor of Arts and Bachelor of Laws from the University of Sydney, a Masters of Laws from the University of Technology, Sydney, is an accredited specialist in business law and is a Notary Public.

Concurrently, founding director Mr Trygve Kroepelien resigned as a director of the Company.

Jack Gardner
Executive Chairman

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Competent Persons Statement: The information in this Public Report that relates to gold Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Peter McMickan, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr McMickan is a full time employee of Viking Mines Limited. Mr McMickan has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity that 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. Mr McMickan consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this Public Report that relates to coal Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr David Lorge, who is a Member of the Society of Mining, Metallurgy, and Exploration Inc. (SME) and a Fellow of the Society of Economic Geologists (SEG). Mr Lorge is a full time employee of RSC Consultants. Mr Lorge has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity that 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. Mr Lorge consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Forward Looking Statements: This document may include forward looking statements. Forward looking statements may include, but are not limited to statements concerning Viking Ashanti Limited's planned exploration programs and other statements that are not historical facts. When used in this document, words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward looking statements. Although Viking Ashanti Limited believes that its expectations reflected in these forward looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward looking statements.

About the Berkh Uul Coal Project

Berkh Uul is located 400 km north of Ulaanbaatar in north-eastern Mongolia within the Orkhon-Selenge coal district and within 20km of the Russian border (Figures 1 and 3). The project is within 40km of rail access into Russian off-take markets, in close proximity to water, infrastructure and transport.

The deposit consists of shallow, consistent coal seams of high quality bituminous coal amenable to low strip ratio open pit mining.

Discussions with nearby cement works and power stations confirm a local industrial demand for unwashed Berkh Uul coal, due to its low ash and relatively high calorific value. To date four Memoranda of Understanding for the supply of coal from Berkh Uul have been signed with local industrial end-users.

On 17 March, 2014, Viking announced a new Indicated and Inferred coal resource estimate, classified in accordance with the JORC (2012) Code, for the Berkh Uul coal project. The resource estimate was completed by consultancy group, RungePincockMinarco Ltd, and totals 38.3 Mt. Of this, 21.4Mt is classified as Indicated and 16.9Mt classified as Inferred. The coal is bituminous in rank (ASTM classification) with average in situ quality as follows: Total Moisture 19.8%, Calorific Value 5,323 kcal/kg (air dried basis, adb), Ash 15.5% (adb), and Total Sulphur 0.37% (adb).

The information in this Report concerning the Berkh Uul Mineral Resource is extracted from Viking's announcement to the ASX entitled "New 38.3Mt resource for Merger Company's Mongolian coal project" dated 17 March, 2014, and is available to view on Viking's website at www.vikingmines.com. Viking confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Viking confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

About the Akoase Gold Project

The Akoase gold project has a JORC (2012) Inferred resource of 790,000 ounces of contained gold and is located 150km north of Accra, and 25km from Newmont's Akyem gold mine, on the margins of the Ashanti Gold Belt, one of the most prolific gold bearing provinces in the world (Figure 2).

The information in this report concerning the Mineral Resources of Viking Mines is extracted from the report entitled "12% Increase to 790,000 oz in Gold Resource for Ghana Project" created on 4 October



2013 and is available to view on Viking Mines website at www.vikingmines.com. Viking Mines confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Viking Mines confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Figure 1: Viking Mines Project Locations, Mongolia

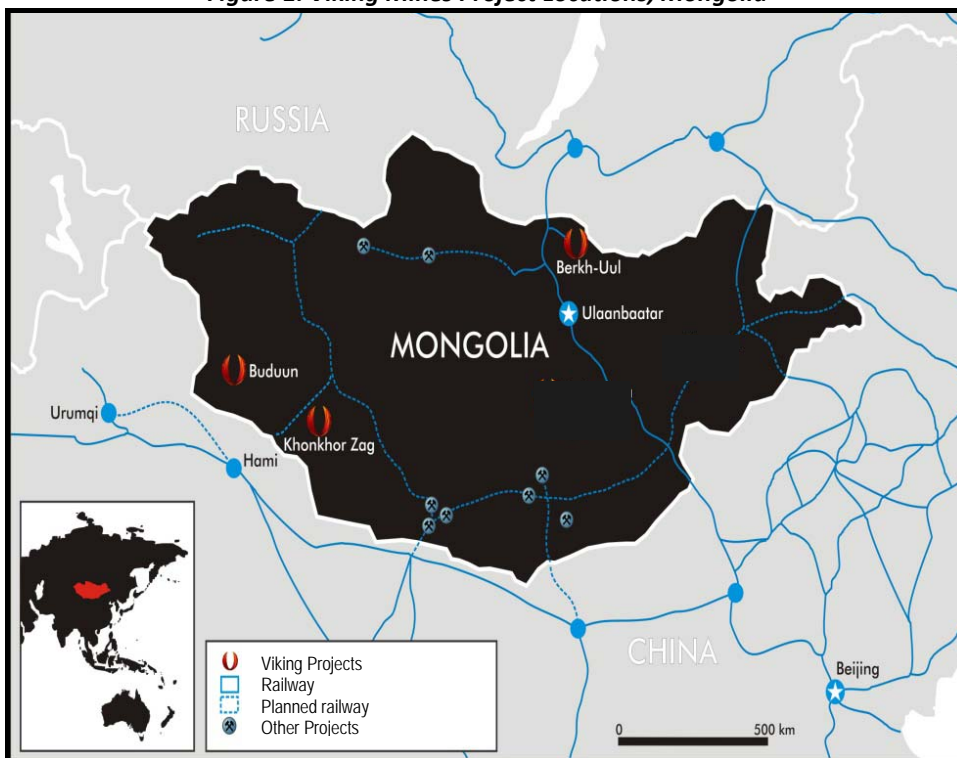


Figure 2: Viking Mines Gold Project Locations, Southern Ghana

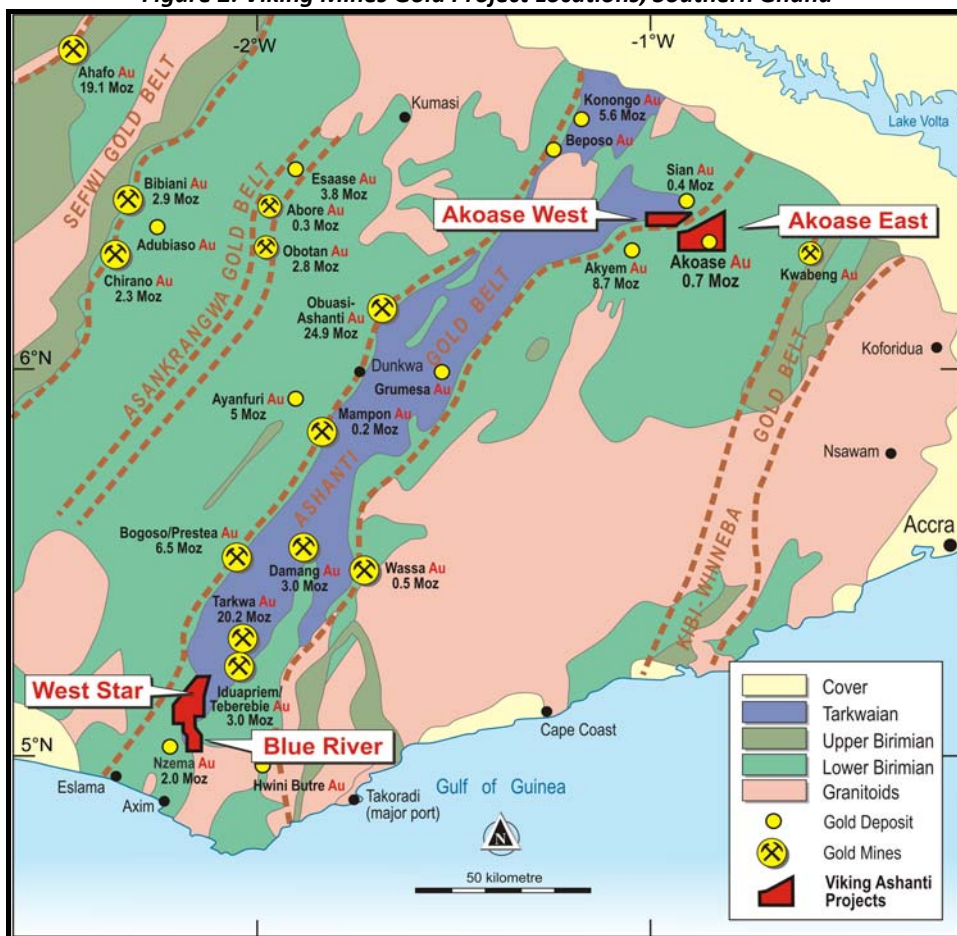


Figure 3: Location of the Berkh Uul coal project in Mongolia



Figure 4: Berkh Uul Drill Hole Location Plan

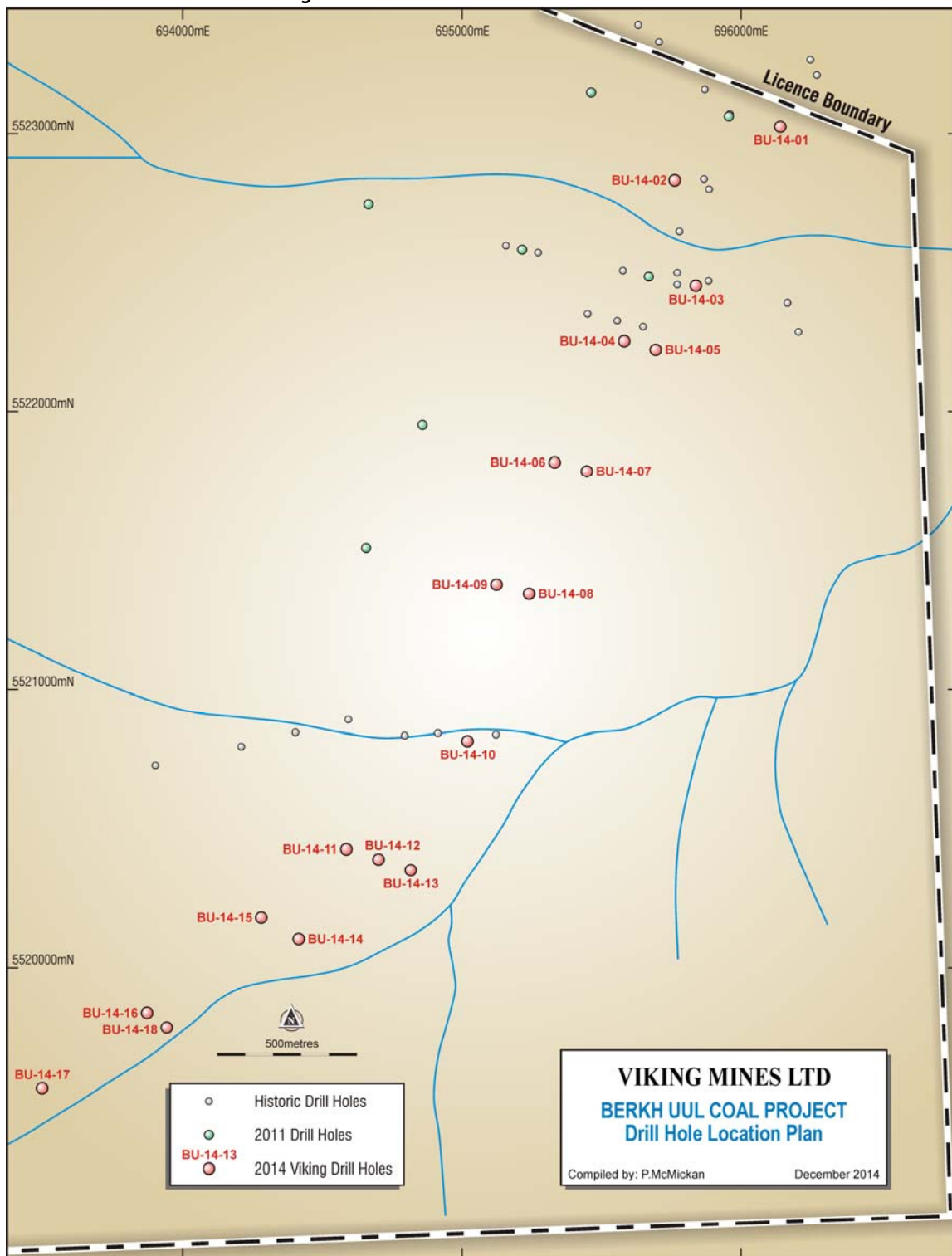


Table 1: Berkh Uul Drilling

Hole №	easting	northing	azimuth	elevation	depth, m		
					Precollar/PCD	PQ core	total
BU-14-01	696033	5523047	-90	787.8	24.0	39.0	63.0
BU-14-02	695815	5522835	-90	782.4	29.5	27.8	57.3
BU-14-03	695720	5522477	-90	793.5	25.0	38.0	63.0
BU-14-04	695694	5522225	-90	803.4	30.0	27.0	57.0
BU-14-05	695597	5522249	-90	805.7	50.0	12.0	62.0
BU-14-06	695334	5521818	-90	819.1	30.0	30.0	60.0
BU-14-07	695448	5521784	-90	812.9	19.0	25.6	44.6
BU-14-08	695125	5521377	-90	797.0	50.0		50.0
BU-14-09	695038	5521417	-90	810.2	60.0		60.0
BU-14-10	694988	5520811	-90	780.9	12.0	18.0	30.0
BU-14-11	694643	5520489	-90	794.4	15.2	60.4	75.6
BU-14-12	694739	5520455	-90	792.8	31.5	28.5	60.0
BU-14-13	694814	5520424	-90	785.7		24.0	24.0
BU-14-14	694362	5520199	-90	802.5	35.5	27.5	63.0
BU-14-15	694 267	5520232	-90	805.4	44.0	47.0	91.0
BU-14-16	694005	5519986	-90	808.3	37.0	47.0	84.0
BU-14-17	693750	5519695	-90	808.3	60.0		60.0
BU-14-18	694104	5519951	-90	799.8	60.0		60.0
TOTAL					612.7	451.8	1,064.5

Table 2: Berkh Uul Drilling Results

Hole Number	Sample number	From (m)	To (m)	interval (m)	TM (%)	IM (%)	Ash (% adb)	VM (% adb)	FC (% adb)	TS (% adb)	CV (kcal/kg adb)	Rdis (adb)
BU-14-02	001	30.6	30.9	0.3	12.60	3.90	5.30	38.80	52.00	0.72	6799	1.37
	002	31.7	31.9	0.3	12.80	3.90	7.70	38.30	50.10	0.72	6585	1.39
	003	32.0	33.0	1.0	11.80	6.50	6.40	38.60	48.50	0.53	6545	1.36
	004	33.0	34.0	1.0	12.90	6.60	5.80	40.30	47.30	0.35	6560	1.35
	005	34.0	35.0	1.0	15.70	4.20	10.90	38.70	46.20	0.36	6331	1.42
	006	35.0	36.0	1.0	24.60	3.70	14.20	37.30	44.80	0.34	6154	1.45
	007	36.0	36.7	0.7	12.80	5.80	5.90	38.40	49.90	0.50	6655	1.36
	008	46.0	47.6	1.6	14.40	4.90	9.00	37.80	48.30	0.55	6452	1.40
	009	47.8	49.2	1.4	9.50	5.00	5.50	39.30	50.20	0.37	6725	1.36
	010	49.2	50.3	1.1	11.20	5.20	5.00	40.30	49.50	0.38	6743	1.36
BU-14-01	011	28.7	29.5	0.8	9.20	6.20	4.30	40.80	48.70	0.72	6688	1.35
	012	29.8	31.4	1.6	8.60	4.70	4.50	40.90	49.90	0.44	6767	1.36
	013	31.4	33.0	1.6	9.90	4.60	11.60	41.60	42.20	0.27	6091	1.43
	014	33.0	34.4	1.4	9.40	4.00	12.20	39.00	44.80	0.34	6148	1.44
	015	34.7	36.0	1.3	13.40	4.80	7.10	40.00	48.10	0.35	6501	1.38
	016	36.0	37.0	1.0	11.60	5.80	11.90	37.20	45.10	0.54	5952	1.43
	017	37.0	38.0	1.0	11.30	5.40	6.30	40.40	47.90	0.38	6516	1.38
	018	38.0	39.3	1.3	11.10	4.80	8.10	39.00	48.10	0.38	6435	1.39
BU-14-03	019	42.5	43.5	1.0	10.00	4.70	5.30	40.10	49.90	0.62	6767	1.36
	020	43.5	44.4	0.9	11.70	7.20	7.20	38.50	47.10	0.49	6368	1.37
	021	51.5	53.0	1.5	15.10	8.40	6.00	38.60	47.00	0.50	6463	1.35
	022	53.0	54.5	1.5	15.70	7.40	9.00	37.80	45.80	0.35	6184	1.42
	023	54.5	55.5	1.0	17.40	5.10	8.10	39.40	47.40	0.44	6389	1.41
	024	55.5	56.5	1.0	15.90	6.40	4.80	38.00	50.80	0.24	6649	1.35
BU-14-04	025	46.3	47.0	0.7	33.30	15.70	25.90	31.30	27.10	0.26	2919	1.69
	026	47.0	48.0	1.0	25.40	15.10	29.10	37.60	18.20	0.76	2754	1.71
BU-14-05	027	50.7	51.3	0.6	13.40	7.10	7.40	39.50	46.00	0.48	6413	1.36
	028	51.8	53.3	1.5	11.50	6.10	3.80	40.40	49.70	0.46	6783	1.34
	029	53.3	54.8	1.5	13.30	6.80	4.00	39.80	49.40	0.49	6692	1.33
	030	54.8	56.2	1.4	10.40	6.00	4.20	40.10	49.70	0.77	6798	1.33
BU-14-06	031	51.2	51.7	0.5	8.80	3.30	19.80	33.90	43.00	0.57	5515	1.63
	032	52.5	54.0	1.5	12.10	7.10	6.80	37.50	48.60	0.35	6468	1.37
	033	54.0	55.2	1.2	10.10	5.60	4.20	40.70	49.50	0.39	6738	1.36
	034	55.2	56.8	1.6	12.10	4.90	4.00	39.00	52.10	0.21	6755	1.37
BU-14-07	035	29.5	29.9	0.4	28.80	10.60	32.80	36.50	20.10	0.17	2694	1.83
	036	30.0	30.8	0.8	26.70	10.80	39.60	33.00	16.60	4.24	2092	1.89
	037	40.2	40.5	0.3	11.50	4.70	20.40	28.50	46.50	0.47	5403	1.58
40.8		41.0	0.2									
BU-14-08		Not sampled, Drilled by PCD to end of hole										

Hole Number	Sample number	From (m)	To (m)	interval (m)	TM (%)	IM (%)	Ash (% adb)	VM (% adb)	FC (% adb)	TS (% adb)	CV (kcal/kg adb)	Rdis (adb)
BU-14-09		Not sampled, Drilled by PCD to end of hole										
BU-14-10	038	21.0	22.0	1.0	11.20	6.50	8.40	40.30	44.80	0.42	6306	1.40
	039	22.0	23.0	1.0	11.30	5.80	7.60	39.30	47.30	0.38	6523	1.39
	040	23.0	23.9	0.9	13.50	5.30	3.60	42.10	49.00	0.56	6941	1.34
BU-14-11	041	15.2	16.5	1.3	28.10	13.90	13.70	44.80	27.60	0.44	3989	1.47
	042	56.8	58.0	1.2	11.30	6.00	8.20	38.90	46.90	0.58	6433	1.37
	043	58.0	59.0	1.0	10.00	5.40	8.80	39.40	46.40	0.39	6441	1.39
	044	59.0	60.0	1.0	10.70	4.50	8.20	38.70	48.60	0.47	6596	1.39
	045	60.0	61.5	1.5	10.40	6.30	5.70	38.90	49.10	0.54	6624	1.36
	046	62.5	63.5	1.0	10.10	5.70	8.90	37.90	47.50	0.59	6418	1.39
	047	63.5	65.0	1.5	10.20	5.20	13.20	35.60	46.00	0.49	6052	1.50
	048	65.2	66.4	1.2	10.90	6.40	7.50	39.00	47.10	0.71	6487	1.40
	049	66.4	67.7	1.3	3.10	4.50	8.00	37.70	49.80	0.60	6586	1.41
	050	69.2	69.8	0.6	8.80	5.00	12.20	36.80	46.10	0.84	6236	1.44
BU-14-12	051	31.7	33.0	1.3	11.40	4.30	5.20	40.50	50.00	0.51	6813	1.39
	052	33.0	34.5	1.5	10.40	4.80	10.50	37.60	47.10	0.38	6311	1.45
	053	34.5	36.2	1.7	12.30	5.40	7.90	38.20	48.50	0.46	6480	1.41
	054	37.5	38.5	1.0	9.90	4.60	10.20	36.50	48.70	0.58	6393	1.42
	055	38.5	40.0	1.5	13.70	5.10	9.60	35.90	49.40	0.50	6381	1.41
	056	40.8	41.8	1.0	11.90	4.00	6.60	40.00	49.40	0.59	6774	1.36
	057	41.8	42.8	1.0	12.70	4.30	18.50	34.60	42.60	0.57	5725	1.58
	058	44.5	45.2	0.7	10.70	3.80	12.60	36.00	47.60	0.77	6308	1.43
BU-14-13	059	6.7	7.3	0.6	28.90	11.90	14.90	43.80	29.40	0.31	4202	1.60
	060	8.5	9.5	1.0	28.10	13.00	16.50	48.70	21.80	0.38	4049	1.61
	061	12.4	13.9	1.5	14.20	4.30	16.20	34.20	45.30	0.64	5789	1.45
BU-14-14	062	35.5	37.2	1.7	11.70	5.20	13.00	34.00	47.80	0.51	4228	1.41
	063	37.9	39.4	1.5	13.90	6.90	5.50	39.30	48.30	0.53	6562	1.33
	064	40.8	42.5	1.7	12.20	5.50	11.60	35.60	47.30	0.69	6124	1.40
	065	44.0	44.9	0.9	11.90	4.90	9.90	36.00	49.20	0.60	6338	1.39
	066	45.0	46.4	1.4	10.10	5.20	10.70	37.70	46.40	0.60	6302	1.40
	067	50.0	50.5	0.5	12.60	4.30	20.90	32.20	42.60	0.80	5507	1.58
BU-14-15	068	44.0	46.0	2.0	15.70	8.90	6.00	36.80	48.30	0.53	6416	1.34
	069	69.5	70.2	0.7	10.90	4.40	6.90	37.70	51.00	0.58	6670	1.38
	070	70.8	72.0	1.2	11.80	5.20	12.30	36.20	46.30	0.54	6149	1.41
	071	73.2	75.0	1.8	13.10	7.20	7.30	37.50	48.00	0.56	6441	1.36
	072	76.0	77.8	1.8	11.30	6.60	16.20	33.70	43.50	0.64	5709	1.44

Hole Number	Sample number	From (m)	To (m)	interval (m)	TM (%)	IM (%)	Ash (% adb)	VM (% adb)	FC (% adb)	TS (% adb)	CV (kcal/kg adb)	Rdis (adb)
	073	79.0	80.0	1.0	11.70	5.50	8.40	38.30	47.80	0.62	6492	1.37
		80.2	80.8	0.6								
	074	80.8	81.8	1.0	12.70	6.60	9.20	36.50	47.70	0.62	6342	1.37
		82.0	82.7	0.7								
	075	85.6	86.2	0.6	11.80	4.90	11.60	36.90	46.60	0.80	6266	1.40
BU-14-16	076	40.3	40.7	0.4	15.20	5.00	7.60	37.10	50.30	0.76	6584	1.36
	077	41.1	42.7	1.6	18.80	6.80	8.10	36.80	48.30	0.82	6449	1.36
	078	56.8	57.4	0.6	13.80	5.90	10.30	37.60	46.20	0.64	6350	1.38
	079	59.0	60.0	1.0	14.70	6.50	9.00	36.70	47.80	0.57	6334	1.37
	080	61.1	61.8	0.7	12.60	4.50	28.70	31.30	35.60	0.57	4825	1.58
	081	62.5	63.0	0.5	15.50	6.70	9.30	37.80	46.20	0.70	6302	1.37
	082	68.8	70.4	1.6	15.00	6.60	8.50	38.10	46.80	0.61	6383	1.36
	083	71.7	72.7	1.0	15.30	4.80	15.80	35.70	43.70	0.04	5876	1.43
	084	72.7	73.8	1.1	15.60	4.20	8.30	39.60	47.90	0.82	6607	1.38
	085	76.8	78.2	1.4	13.40	4.80	13.30	36.10	45.80	0.66	6103	1.43
	086	78.2	79.5	1.3	11.70	4.40	7.60	40.00	48.00	0.71	6642	1.37
	087	80.0	80.7	0.7	11.50	4.90	15.50	37.00	42.60	0.64	6000	1.44
BU-14-17		Not sampled, Drilled by PCD to end of hole										
BU-14-18		Not sampled, Drilled by PCD to end of hole										

Note: Air Dried Basis(adb); TM- total Moisture; IM-Inherent Moisture; VM-Volatile Matter; FC – Fixed Carbon; TS- Total Sulphur; CV- Calorific Value; Rdis- in situ Relative Density.



Appendix 1
Tenements Held at 31 December 2014

Ghana

Licence name	Location	Licence type	Licence Holder/ JV Partners*	Viking Mines Ownership
Akoase West	southern Ghana	Prospecting licence	RAL	100%
Akoase East	southern Ghana	Prospecting licence	RAL	100%
Blue River	southern Ghana	Mining lease	BRMCL/RAL	100% hardrock
West Star(1)	southern Ghana	Prospecting licence	WMCL/RAL	100% hardrock
West Star (2)	southern Ghana	Mining lease	WMCL/RAL	100% hardrock
Akoase South-East	southern Ghana	Prospecting licence	RAL	100%

RAL = Resolute Amansie Ltd a 100% owned subsidiary of Viking Mines Ltd

BRMCL = Blue River Mining Company Ltd., WMCL = West Star Mining Company Ltd, both joint venture partners in the West Star/Blue River gold projects

Mongolia

Licence name	Location	Licence type	Licence Holder/JV Partners*	Viking Mines ownership
Berkh Uul	Selenge province, Mongolia	Exploration licence	BRX LLC	100%
Buduun 1	Khovd province, Mongolia	Exploration licence	BRX LLC	100%
Buduun 2	Khovd province, Mongolia	Exploration licence	BRX LLC	100%
Khonkhor Zag	Govi Altai province, Mongolia	Mining lease	Salkhit Altai LLC	100%

* BRX LLC, Auminco Coal LLC and Salkhit Altai LLC are 100% owned subsidiaries of Viking Mines Ltd.

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

VIKING MINES LIMITED

ABN

126 200 280

Quarter ended ("current quarter")

31 December 2014

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors		103
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(436)	(487)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	
1.5 Interest and other costs of finance paid		(23)
1.6 Income taxes paid		
1.7 Other cash acquired on takeover Takeover target creditors & takeover costs	(982)	(982)
Net Operating Cash Flows	(1,658)	(1,602)
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		
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
Net investing cash flows		
1.13 Total operating and investing cash flows (carried forward)	(1,658)	(1,602)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,658)	(1,602)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	983	2,177
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		50
1.17	Repayment of borrowings		(350)
1.18	Dividends paid		
1.19	Other - capital raising costs	(95)	(95)
	Other – shares to be issued	(182)	-
	Net financing cash flows	706	1,782
	Net increase (decrease) in cash held	(952)	180
1.20	Cash at beginning of quarter/year to date	1,166	33
1.21	Exchange rate adjustments to item 1.20	6	7
1.22	Cash at end of quarter	220	220

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	143
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 fees/salaries paid up via share issues

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

During the quarter the Company issued 81,000,072 shares to complete the takeover of Auminco Mines Ltd

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

+ 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	100
4.2 Development	
4.3 Production	
4.4 Administration	100
Total	200

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	46	17
5.2 Deposits at call	174	996
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	220	1,166

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	Budargana Tsairt	100 80	0 0
6.2	Interests in mining tenements acquired or increased			

+ See chapter 19 for defined terms.

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.

	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				
7.3 +Ordinary securities	250,974,285	250,974,285		
7.4 Changes during quarter (a) Increases through issues (b) Decreases	25,873,580 81,000,072	25,873,580 81,000,072	\$0.038 \$0.028	\$0.038 \$0.028
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases				
7.7 Options <i>(description and conversion factor)</i>	44,771,552 3,000,000	44,771,552 -	<i>Exercise price</i> \$0.09 \$0.20	<i>Expiry date</i> 30 April 2017 15 Nov 2016
7.8 Issued during quarter	36,918,480 3,000,000	36,918,480 3,000,000	\$0.09 \$0.20	30 April 2017 15 Nov 2016
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 or other standards acceptable to ASX (see note 5).
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.



Sign here:

Company Secretary

Date: 27 January 2015

Print name: Michael Langoulant

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 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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