

ASX ANNOUNCEMENT

29 July 2015

Focus Minerals Ltd Quarterly Activities Report for April – June 2015

Corporate Activity During the Quarter

Tax Claims Reinforce Cash Position

Focus Minerals Ltd (“Focus” or “the Company”) has been working since the beginning of the year to identify opportunities to claim tax and other entitlements that were previously overlooked. So far, more than \$1.6 million of cash has been identified from previously unclaimed R&D tax offsets, fuel tax credits and GST, dating back as far as 2008. This quarter, a total of \$1.45 million was received. The other major cash inflow received during the quarter was \$0.98 million in interest on bank deposits.

The majority of the cash spent this quarter was the \$1.61 million spent on exploration and evaluation. An additional \$1.26 million was spent on administration, of which most was salaries, director fees, electricity, and rent.

The net cash outflow for the quarter was less than \$0.5 million, leaving the Company with a very strong cash balance of \$79.9 million at the end of June 2015.

Cash at Bank and Deposits	\$63.3M
Cash held on Bond	\$16.6M
Total Cash and Equivalents	\$79.9M

Annual General Meeting

The Company held its AGM for the 2014 year in Perth on the 15th of May 2015. Votes were received for approximately 65% of issued securities and all resolutions passed with at least 98.6% votes cast in favour.

Share Consolidation

On the 22nd of May 2015, the Company completed a 1 for 50 share consolidation. This had the effect of reducing the shares outstanding in the Company to 182,748,565 and greatly reducing the minimum bid-ask spread. As expected, the volatility of the Company’s securities has greatly fallen as a result of this consolidation.

Exploration Activity During the Quarter

The Company’s exploration programs at both Laverton and Coolgardie has been successful, building on work in the March quarter and setting the Company up for a higher exploration tempo in the second half of the year.

Coolgardie Gold Project

During the quarter, 22 holes were drilled across the Coolgardie Gold Project, consisting 4,594.5m of RC and 1,065.6m of diamond core. Figure 1 presents the location of the drill programs completed in the June quarter.

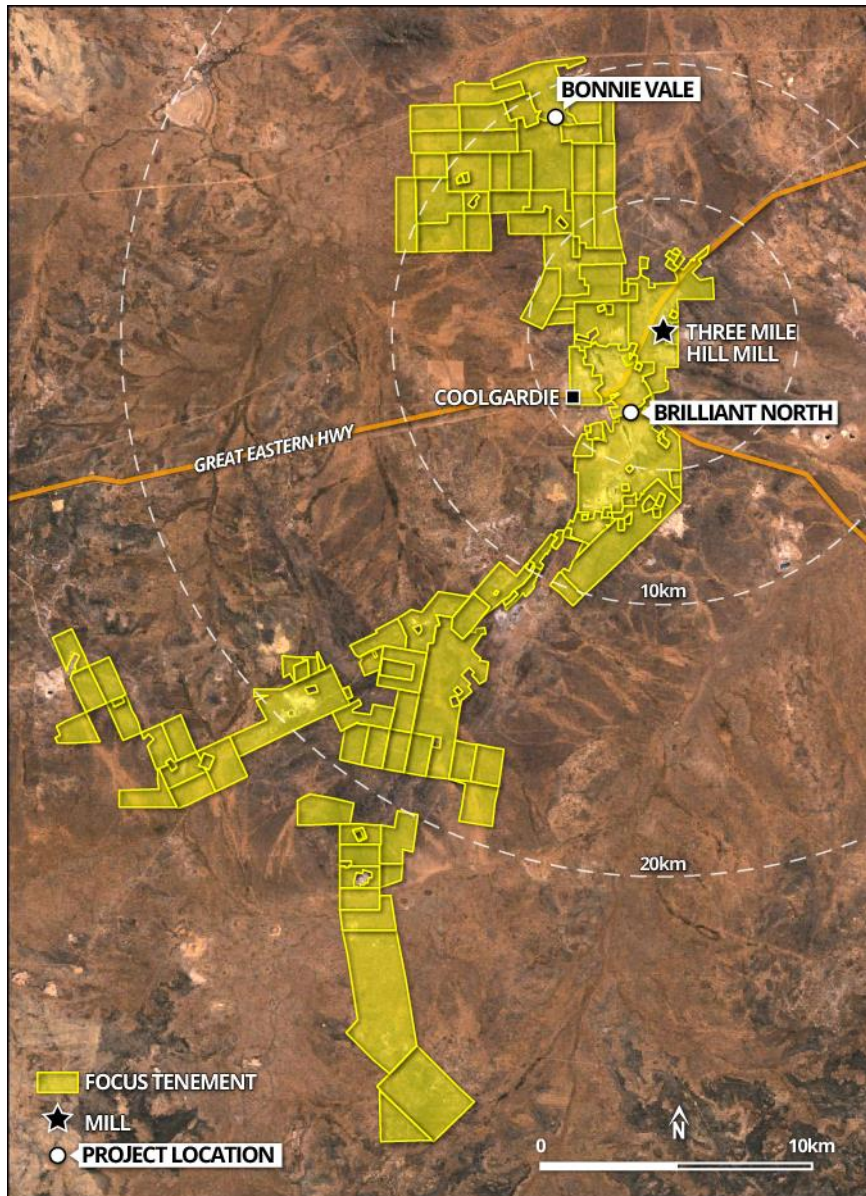


Figure 1: Coolgardie Drilling Locations

Bonnie Vale

21 holes were completed for 4,463.1m of RC and 878.4m of diamond core. The program was mainly designed to explore the extensions of the high-grade mineralised reefs defined from 2014 drilling campaigns. Other prospects in the immediate vicinity of Bonnie Vale, including the Calisto and Bonnie Vale West, were also tested during this drilling campaign.

Bonnie Vale is one of the largest and highest grade historic mines in the Coolgardie field, however it has received little effective exploration in the modern era due to holes being either too shallow or ineffectively targeted. The 2014 drilling campaigns successfully delineated the new high grade gold mineralisation reefs to the east of the historic underground working area. Work in 2015 has increased the Company's understanding of this deposit.

Highlight results from Bonnie Vale drilling this quarter, as released on the 24th of July 2015 include:

- 2.0m @ 12.84 g/t Au from 229m in BONC064
- 1.0m @ 10.41 g/t Au from 334m in BONCD065
- 5.5m @ 11.81 g/t Au from 223m in BONCD066
- 1.0m @ 10.43 g/t Au from 1111m and
- 3.7m @ 10.48 g/t Au from 151.3m and

- 2.5m @ 13.88 g/t Au from 181m in BONDD068
- 2.0m @ 14.18 g/t Au from 118m in BONC070

A second round of RC drilling for about 5,500m at Bonnie Vale commenced in July 2015, testing continuity of mineralisation and looking for further extensions of the high grade quartz reefs. Focus expects to release a maiden Mineral Resource on Bonnie Vale this year.

Brilliant North

At Brilliant North, a small program was designed to test the high-grade gold mineralisation to the northern extension of the existing Brilliant pit. It consisted of a single hole drilled for 318.6m (131.4m of RC and 187.2m of diamond core). This hole confirms the high grade gold mineralisation extends to the north of the existing pit and at depth. The highlight intersection of this program was 1.2m@7.3 g/t (released to the ASX on the 14th of July 2015). Focus will follow this program up with additional RC drilling at Brilliant North to test extensions of mineralisation further north along strike and down dip.

Other Planned Work

In addition to the drilling programs at Bonnie Vale and Brilliant North mentioned above, the Company is planning other drilling programs at Coolgardie to be completed this year, including Bayleys, Lord Bob and New Australasian.

Laverton Gold Project

During the quarter, 176 holes were drilled across the Laverton Gold Project for 7,313m. In addition to the drilling, two separate airborne and ground electrical geophysical surveys were completed.

A 603 line kilometre airborne geophysical survey was flown over 9 tenements in the Burtville area. Variable yet near ubiquitous transported cover over much of this area has made regional drill targeting using geochemistry difficult. In addition, the cover has hampered district scale mapping as other datasets such as aeromagnetism struggle to resolve complex geological boundaries within sedimentary packages.

The helicopter supported time domain electromagnetic (TEM) survey has helped outline the following:

- Map depth of cover including weathering troughs associated with tectonic features.
- Map stratigraphy and bedrock structure for regional geological interpretation.
- Identify potential sulphide mineralised zones and allow 3D modelling for regional drill targeting. More specifically to assist the search for extensions and repeats of the Karridale mineralisation.

All finalised data and a suite of preliminary images have been received with the final report and interpretation expected around the end of July 2015.

A separate, two square km, Sub-Audio Magnetic (SAM) ground survey covered the Karridale Project and its extensions. Lines were at 100m spacing in two orthogonal directions (east – west and north – south), with additional 50m infill line spacing collected over KARD154 and its arsenopyrite intersection (ASX announcement 13 April 2015). The purpose of the SAM survey was to:

- Map detailed structure to resolve controls on the Karridale Project and nearby mineralised zones
- Attempt to resolve morphology and size of arsenopyrite breccia zones

All SAM data and a suite of images has been received and a final interpretation is expected in July this year.

During the September Quarter 2015, Focus will complete a solid geology 2D interpretation. This regional interpretation will be one of the GIS layers that drives a broad scale aircore / RC drilling programme. In addition, the magnetic and electrical outputs from the SAM survey, together with the gravity and drill information will be used to develop a RC / diamond drill programme around the known mineralisation of Karridale and Boomerang.

In addition to the work at Burtville, drilling was conducted at several locations. Figure 2 presents the location of these programs and summaries of the work follow.

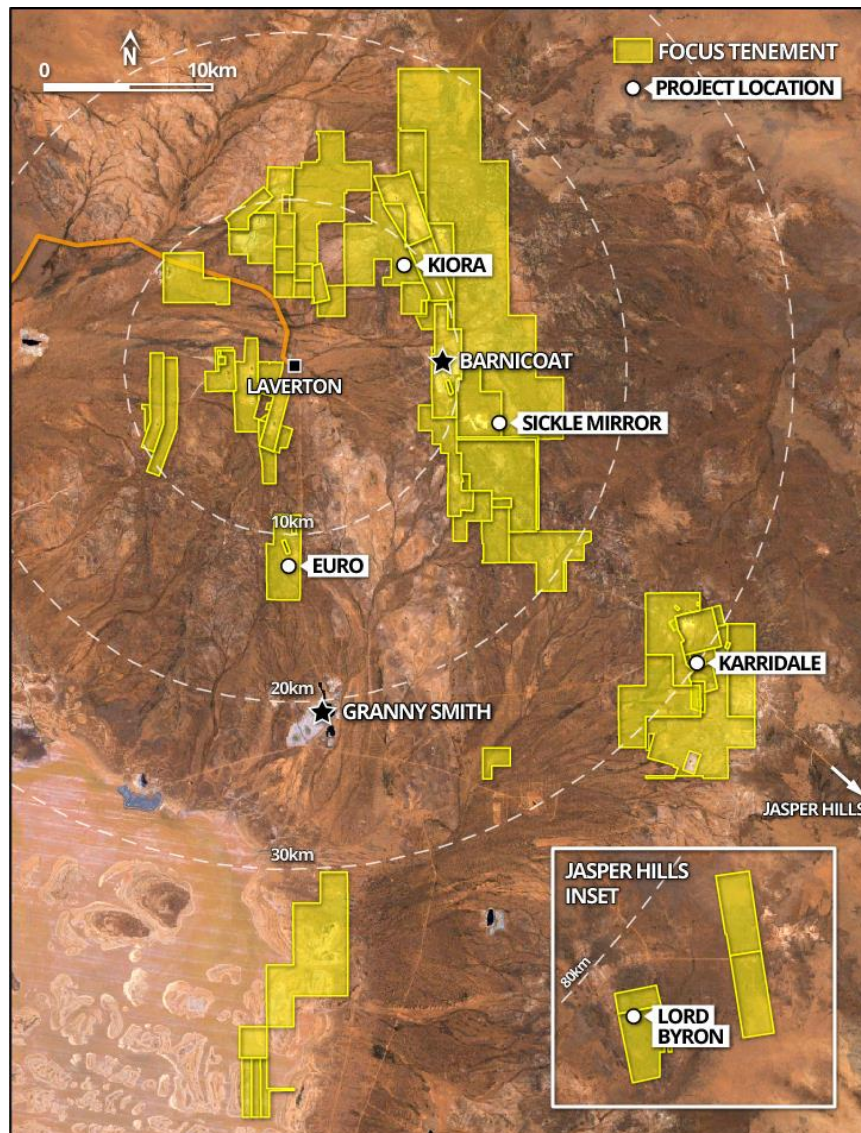


Figure 2: Laverton Exploration Locations

Euro North and Euro South West

Six holes for 182 metres and 22 holes for 1,519 metres of aircore were drilled into the Euro North and Euro South West prospects, respectively. The purpose of this drilling was to extend known mineralisation of the Euro open cut mine at Euro North as well as testing for NE-SW trending structures as identified in aeromagnetic imagery at Euro South West. Structures such as these are believed to be associated with major gold mineralisation events in the Laverton district.

Sickle Mirror

18 holes for 1,864 metres of aircore were drilled into the Sickle Mirror Project. The Project is considered an analogue of the Sickle mine some 600m to the west. Both projects are interpreted to sit on either side of an open antiform with mineralised trends matching the axial plane orientation. The drilling targeted modelled extensions of silica, sulphide veined carbonaceous shales associated with gold mineralisation as identified in 2014 RC drilling carried out by Focus.

Kiora

22 holes for 576 metres of aircore were drilled into the Kiora Project. The local geology consists of a sequence of folded tholeiitic mafic intrusive associated with discontinuous banded cherts and basalt country rock. Two styles of mineralisation were targeted for with this drill program:

1. Possible mineralisation with associated alteration, veining and sulphides of sheared basalts or lithology contacts of the basalt country rock.
2. BIF/chert hosted mineralisation as previously seen in the Laverton district similar to Craiggie more or Euro.

Lord Byron

188 holes for a total of 3,172 metres of aircore were drilled into the Lord Byron Project. The drilling was designed to test the potential of the ground position south of the Lord Byron open cut mine. The Lord Byron open pit deposit is hosted by a sequence of mafic volcanics and interflow banded iron formations which trend north – south and dip steeply east. Gold mineralisation is controlled by a northwest trending anastomosing shear zone where it intersects a parallel pair of BIF units.

Results

At this stage, all gold assay results have been returned for the prospects, however the Company is still awaiting outstanding multi-element assay results. Once all assays have been returned, Focus will assess and report on each of the above programs as soon as possible.

Tenement list held at 30 June 2015

Laverton Gold Project		
Tenement Description	Tenement Numbers	Percentage Interest
BARRICK	E38/1642	100%
BARRICK	E38/1725	100%
BARRICK	E38/2028	0% (Sold to CARE)
BARRICK	E38/2032	100%
BARRICK	L38/0092	100%
BARRICK	L38/0101	100%
BARRICK	M38/0037	100%
BARRICK	M38/0038	100%
BARRICK	M38/0049	100%
BARRICK	M38/0101	100%
BARRICK	M38/0159	100%
BARRICK	M38/0342	100%
BARRICK	M38/0363	100%
BARRICK	M38/0364	100%
BARRICK	M38/0535	100%
BARRICK	M38/0693	100%
BARRICK	M38/0954	0% (Sold to CARE)
BARRICK	P38/3500	100%
BARRICK	P38/3501	100%
BARRICK	P38/3656	0% (Sold to CARE)
BARRICK	P38/3657	0% (Sold to CARE)
BARRICK	P38/3667	100%
BARRICK	P38/3671	100%
BLACK SWAN JV	E38/1869	64%
BLACK SWAN JV	P38/3608	64%
BURTVILLE	E38/3050	0% (Under Application)
BURTVILLE	E38/3051	0% (Under Application)

BURTVILLE	G38/0033	100%
CENTRAL LAVERTON	E38/1349	100%
CENTRAL LAVERTON	E38/1861	100%
CENTRAL LAVERTON	E38/1864	100%
CENTRAL LAVERTON	E38/1865	0% (Sold to CARE)
CENTRAL LAVERTON	E38/1866	0% (Au, Fe rights only)
CENTRAL LAVERTON	E38/2143	100%
CENTRAL LAVERTON	G38/0020	100%
CENTRAL LAVERTON	M38/0264	100%
CENTRAL LAVERTON	M38/0318	100%
CENTRAL LAVERTON	M38/0376	100%
CENTRAL LAVERTON	M38/0377	100%
CENTRAL LAVERTON	M38/0387	100%
CENTRAL LAVERTON	M38/0401	100%
CENTRAL LAVERTON	M38/0425	0% (Au, Fe rights only)
CENTRAL LAVERTON	M38/0505	0% (Au, Fe rights only)
CENTRAL LAVERTON	M38/0507	100%
CENTRAL LAVERTON	M38/1032	100%
CENTRAL LAVERTON	M38/1042	100%
CENTRAL LAVERTON	P38/3691	100%
CENTRAL LAVERTON	P38/3692	100%
EAST LAVERTON	E38/1860	0% (Sold to CARE)
EAST LAVERTON	E38/1867	0% (Sold to CARE)
EAST LAVERTON	M38/0008	100%
EAST LAVERTON	M38/0261	100%
EAST LAVERTON	P38/3611	100%
EAST LAVERTON	P38/3612	100%
EAST LAVERTON	P38/3693	0% (Sold to CARE)
INFRASTRUCTURE	G38/0024	100%
INFRASTRUCTURE	G38/0025	100%
INFRASTRUCTURE	L38/0034	100%
INFRASTRUCTURE	L38/0052	100%
INFRASTRUCTURE	L38/0053	100%
INFRASTRUCTURE	L38/0054	100%
INFRASTRUCTURE	L38/0055	100%
INFRASTRUCTURE	L38/0056	100%
INFRASTRUCTURE	L38/0057	100%
INFRASTRUCTURE	L38/0063	100%
INFRASTRUCTURE	L38/0075	100%
INFRASTRUCTURE	L38/0076	100%
INFRASTRUCTURE	L38/0078	100%
INFRASTRUCTURE	L38/0108	100%
INFRASTRUCTURE	L38/0120	100%
INFRASTRUCTURE	L38/0152	100%
INFRASTRUCTURE	L38/0153	100%
INFRASTRUCTURE	L38/0160	100%
INFRASTRUCTURE	L38/0163	100%
INFRASTRUCTURE	L38/0164	100%
INFRASTRUCTURE	L38/0165	100%
INFRASTRUCTURE	L38/0166	100%
INFRASTRUCTURE	L38/0173	100%
INFRASTRUCTURE	L38/0177	100%
INFRASTRUCTURE	L38/0179	100%
INFRASTRUCTURE	L38/0183	100%
INFRASTRUCTURE	L39/0124	100%
INFRASTRUCTURE	L39/0214	100%
JASPER HILLS	M39/0138	100%
JASPER HILLS	M39/0139	100%
JASPER HILLS	M39/0185	100%
JASPER HILLS	M39/0262	100%

LAVERTON	L38/0231	100%
LAVERTON	P38/4091	100%
LAVERTON	P38/4099	100%
LAVERTON	P38/4100	100%
LAVERTON	P38/4102	100%
LAVERTON	P38/4163	0% (Under Application)
LAVERTON-MONEY	M38/0547	100%
LAVERTON-MONEY	P38/3504	100%
LAVERTON-MONEY	P38/3505	100%
LAVERTON-MONEY	P38/3506	100%
MEROLIA JV	M38/0073	56%
MEROLIA JV	M38/0089	56%
MT WELD	E38/2862	100%
MT WELD	E38/2872	100%
MT WELD	E38/2873	0% (Under Application)
WATER	GWL154255	100%
WATER	GWL160209	100%
WATER	GWL160210	100%
WATER	GWL160685	100%
WATER	GWL172290	100%
WEST LAVERTON	M38/0143	100%
WEST LAVERTON	M38/0236	100%
WEST LAVERTON	M38/0270	100%
WEST LAVERTON	M38/0345	100%
WEST LAVERTON	M38/1187	100%

Coolgardie Gold Project		
Tenement Description	Tenement Numbers	Percentage Interest
BAYLEYS	G15/0007	100%
BAYLEYS	M15/0630	100%
BAYLEYS	M15/1433	100%
BAYLEYS	M15/1788	100%
BAYLEYS	P15/4912	100%
BAYLEYS	P15/5717	100%
BONNIE VALE	M15/0277	100%
BONNIE VALE	M15/0365	100%
BONNIE VALE	M15/0595	100%
BONNIE VALE	M15/0662	100%
BONNIE VALE	M15/0711	100%
BONNIE VALE	M15/0770	100%
BONNIE VALE	M15/0852	100%
BONNIE VALE	M15/0857	100%
BONNIE VALE	M15/0877	100%
BONNIE VALE	M15/0981	100%
BONNIE VALE	M15/1384	100%
BONNIE VALE	M15/1444	100%
BONNIE VALE	M15/1760	100%
BONNIE VALE	P15/5155	100%
BONNIE VALE	P15/5156	100%
BONNIE VALE	P15/5158	100%
BONNIE VALE	P15/5159	100%
BONNIE VALE	P15/5190	100%
BONNIE VALE	P15/5238	100%
BONNIE VALE	P15/5253	100%
BONNIE VALE	P15/5254	100%
BONNIE VALE	P15/5255	100%
BONNIE VALE	P15/5704	0% (Under Application)
BONNIE VALE	P15/5713	100%

BONNIE VALE	P15/5714	100%
BURBANKS	P15/5939	0% (Under Application)
COOLGARDIE	P15/5946	0% (Under Application)
COOLGARDIE	P15/5949	100%
GUNGA	M15/1341	100%
GUNGA	M15/1357	100%
GUNGA	M15/1358	100%
GUNGA	M15/1359	100%
GUNGA	P15/5256	100%
GUNGA	P15/5702	0% (Under Application)
GUNGA	P15/5703	0% (Under Application)
LAKE COWAN	E15/0986	100%
LONDONDERRY	P15/5963	0% (Under Application)
LONDONDERRY	P15/5964	0% (Under Application)
LONDONDERRY	P15/5965	0% (Under Application)
LONDONDERRY	P15/5966	0% (Under Application)
LONDONDERRY	P15/5967	0% (Under Application)
LONDONDERRY	P15/5968	0% (Under Application)
LONDONDERRY	P15/5969	0% (Under Application)
LONDONDERRY	P15/5970	0% (Under Application)
LONDONDERRY	P15/5971	0% (Under Application)
LONDONDERRY	P15/5972	0% (Under Application)
LORD BOB	M15/0385	100%
LORD BOB	M15/0664	100%
LORD BOB	M15/1789	100%
LORD BOB	P15/4829	100%
LORD BOB	P15/4916	100%
LORD BOB	P15/4917	100%
LORD BOB	P15/4950	100%
LORD BOB	P15/4951	100%
LORD BOB	P15/4952	100%
LORD BOB	P15/4953	100%
LORD BOB	P15/4956	100%
LORD BOB	P15/5550	100%
LORD BOB	P15/5712	0% (Under Application)
LORD BOB	P15/5731	100%
LORD BOB	P15/5733	100%
LORD BOB	P15/5735	100%
ML - BAYLEYS	L15/0034	100%
ML - BAYLEYS	L15/0122	100%
ML - BAYLEYS	L15/0161	100%
ML - BAYLEYS	L15/0164	100%
ML - BAYLEYS	L15/0186	100%
ML - BONNIEVALE	L15/0126	100%
ML - BONNIEVALE	L15/0127	100%
ML - BONNIEVALE	L15/0130	100%
ML - BONNIEVALE	L15/0200	100%
ML - BONNIEVALE	L15/0211	100%
ML - GUNGA	L15/0088	100%
ML - GUNGA	L15/0090	100%
ML - GUNGA	L15/0095	100%
ML - GUNGA	L15/0096	100%
ML - GUNGA	L15/0114	100%
ML - GUNGA	L15/0116	100%
ML - GUNGA	L15/0119	100%
ML - GUNGA	L15/0283	100%
ML - LORD BOB	L15/0051	100%
ML - LORD BOB	L15/0059	100%
ML - LORD BOB	L15/0063	100%
ML - LORD BOB	L15/0077	100%

ML - LORD BOB	L15/0078	100%
ML - MOUNT	L15/0343	0% (Under application - Sold to Lukah))
ML - NEPEAN	L15/0027	100%
ML - NEPEAN	L15/0028	100%
ML - NEPEAN	L15/0179	100%
ML - NEPEAN	L15/0193	100%
ML - NEPEAN	L15/0194	100%
ML - NEPEAN	L15/0294	100%
ML - NORRIS	L15/0071	100%
ML - NORRIS	L15/0168	100%
ML - NORRIS	L15/0169	100%
ML - NORRIS	L15/0170	100%
ML - NORRIS	L15/0171	100%
ML - NORRIS	L15/0172	100%
ML - NORRIS	L15/0173	100%
ML - NORRIS	L15/0174	100%
ML - NORRIS	L15/0175	100%
ML - THREE MILE HILL	L15/0042	100%
ML - THREE MILE HILL	L15/0123	100%
ML - THREE MILE HILL	L15/0177	100%
NEPEAN	M15/0709	100%
NEPEAN	M15/1809	100%
NEPEAN	P15/5519	100%
NEPEAN	P15/5574	100%
NEPEAN	P15/5575	100%
NEPEAN	P15/5576	100%
NEPEAN	P15/5625	100%
NEPEAN	P15/5626	100%
NEPEAN	P15/5629	100%
NEPEAN	P15/5738	100%
NEPEAN	P15/5739	100%
NEPEAN	P15/5740	100%
NEPEAN	P15/5741	100%
NEPEAN	P15/5742	100%
NEPEAN	P15/5743	100%
NEPEAN	P15/5749	100%
NEPEAN	P15/5750	100%
NORRIS	M15/0384	100%
NORRIS	M15/0391	100%
NORRIS	M15/0515	100%
NORRIS	M15/0761	100%
NORRIS	M15/0791	100%
NORRIS	M15/0871	100%
NORRIS	M15/1153	100%
NORRIS	M15/1422	100%
NORRIS	M15/1793	100%
NORRIS	P15/5241	100%
NORRIS	P15/5522	100%
NORRIS	P15/5527	100%
NORRIS	P15/5528	100%
NORRIS	P15/5729	100%
NORRIS	P15/5730	100%
NORRIS	P15/5732	100%
NORRIS	P15/5734	100%
NORRIS	P15/5736	100%
NORRIS	P15/5756	100%
NORRIS	P15/5807	100%
THREE MILE HILL	M15/0150	100%
THREE MILE HILL	M15/0154	100%
THREE MILE HILL	M15/0636	100%

THREE MILE HILL	M15/0645	100%
THREE MILE HILL	M15/0781	100%
THREE MILE HILL	M15/0827	100%
THREE MILE HILL	M15/1432	100%
THREE MILE HILL	M15/1434	100%
THREE MILE HILL	P15/4913	100%
THREE MILE HILL	P15/4926	100%
TINDALS	M15/0023	100%
TINDALS	M15/0237	100%
TINDALS	M15/0410	100%
TINDALS	M15/0411	100%
TINDALS	M15/0412	100%
TINDALS	M15/0646	100%
TINDALS	M15/0660	100%
TINDALS	M15/0675	100%
TINDALS	M15/0958	100%
TINDALS	M15/0966	100%
TINDALS	M15/1114	100%
TINDALS	M15/1262	100%
TINDALS	M15/1293	100%
TINDALS	M15/1294	100%
TINDALS	M15/1461	100%
TINDALS	P15/4810	100%
TINDALS	P15/4933	100%
TINDALS	P15/4934	100%
TINDALS	P15/4935	100%
TINDALS	P15/4941	100%
TINDALS	P15/4943	100%
TINDALS	P15/4945	100%
TINDALS	P15/4947	100%
TINDALS	P15/5046	100%
TINDALS	P15/5048	100%
TINDALS	P15/5464	100%
WATER	GWL160936	100%
WATER	GWL166660	100%

For further information please contact:

Dane Etheridge

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Focus Minerals Ltd
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Focus Minerals Limited - Focus owns two large gold projects in Western Australia's Eastern Goldfields. The company is the largest landholder in the Coolgardie Gold Belt, where it owns the 1.2Mtpa processing plant at Three Mile Hill. 250km to the northeast Focus has the Laverton Gold Project which comprises a significant portfolio of highly prospective tenure. Focus also owns the 1.45Mtpa Barnicoat mill in Laverton which has been on care and maintenance since 2009.

Forward Looking Statements

This release contains certain "forward looking statements". Forward-looking statements can be identified by the use of 'forward-looking' terminology, including, without limitation, the terms 'believes', 'estimates', 'anticipates', 'expects', 'predicts', 'intends', 'plans', 'propose', 'goals', 'targets', 'aims', 'outlook', 'guidance', 'forecasts', 'may', 'will', 'would', 'could' or 'should' or, in each case, their negative or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. By their nature, forward-looking statements involve known and unknown risks, uncertainties and other factors because they relate to events and depend on circumstances that may or may not occur in the future, assumptions which may or may not prove correct, and may be beyond Focus' ability to control or predict which may cause the actual results or performance of Focus to be materially different from the results or performance expressed or implied by such forward-looking statements. Forward-looking statements are based on assumptions and contingencies and are not guarantees or predictions of future performance. No representation is made that any of these statements or forecasts will come to pass or that any forecast result will be achieved. Similarly, no representation is given that the assumptions upon which forward-looking statements may be based are reasonable. Forward-looking statements speak only as at the date of this document and Focus disclaims any obligations or undertakings to release any update of, or revisions to, any forward-looking statements in this document.

Competent Person's Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Michael Guo (P Geo) who is a member of the Association of Professional Geoscientists of Ontario, Canada, which is a Recognised Professional Organisation (RPO). Mr Guo is employed by Focus Minerals Limited and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which 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 Guo consents to the inclusion in this announcement of the matters based on the information compiled by him in the form and context in which it appears.

END QUARTERLY ACTIVITY STATEMENT

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

Focus Minerals Ltd

ABN

56005470799

Quarter ended ("current quarter")

30 June 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (six months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(1,601)	(3,049)
(b) development	-	-
(c) production	-	-
(d) administration	(1,261)	(4,827)
(e) royalties	(5)	(5)
(f) Mine Rehabilitation Fund	-	(614)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1,162	1,753
1.5 Interest and other costs of finance paid	(45)	(100)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
(a) Tax refunds	1,450	1,450
Net Operating Cash Flows	(299)	(4,778)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(125)	(206)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	2
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
(a) bond	-	-
Net investing cash flows	(125)	(204)
1.13 Total operating and investing cash flows (carried forward)	(425)	(4,984)
1.13 Total operating and investing cash flows (brought forward)	(425)	(4,984)

	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 borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(425)	(4,984)
1.20	Cash at beginning of quarter/year to date	80,354	84,912
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	79,929	79,929

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	175
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 & superannuation expenses for the full year for Jisheng Lu and Yuhuan Ge.	

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

Nil

- 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

Nil

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	20,000	16,625

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	7,500 (previous figure was too low given the activity this quarter)
4.2	Development	-
4.3	Production	-
4.4	Administration	1,400
Total		8,900

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	65,788	71,040
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Environmental Bonds)	16,625	19,124
Total: cash at end of quarter (item 1.22)	79,929	80,354

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	E15/1224	Surrendered	100%	0%
	E38/3049	Withdrawn	100%	0%
	L15/325	Transferred to Lukah Mining	100%	0%
	L15/338	Transferred to Lukah Mining	100%	0%
	M15/0030	Transferred to Lukah Mining	100%	0%
	M15/1423	Transferred to Lukah Mining	100%	0%
	M15/1431	Transferred to Lukah Mining	100%	0%
	P15/4906	Transferred to Lukah Mining	100%	0%
	P15/4907	Transferred to Lukah Mining	100%	0%
	P15/5495	Transferred to Lukah Mining	100%	0%
	P15/5500	Transferred to Lukah Mining	100%	0%
	P15/5501	Transferred to Lukah Mining	100%	0%
	P15/5716	Transferred to Lukah Mining	100%	0%
	6.2 Interests in mining tenements and petroleum tenements acquired or increased	P15/5949	Granted	0%

Issued and quoted securities at end of current quarter

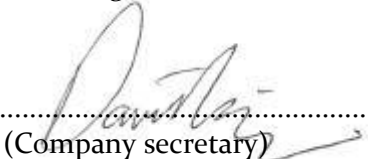
Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		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	182,748,565	182,748,565		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	Decrease through a 1 for 50 share consolidation (see Appendix 3b released on 22 May 2015)			
7.5	+Convertible debt securities (description)	N/A			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-			
7.7	Options (description and conversion factor)	300,000		Exercise price \$2.50	Expiry date 28 Feb 2016

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: 29 July 2015
(Company secretary)

Print name: Dane Etheridge

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 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.