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QUARTERLY REPORT

Period Ending June 30th 2013

Highlights

Growth in Shallow, High grade Zones Set to Underpin Next Major Resource Upgrade at Productora

- Drilling from eastern flank of Productora returns the widest high grade copper-gold drill result to date
- First results of major 100,000m drilling campaign point towards significant strip ratio reductions and boost to economics of planned central pit development

Major Copper-Gold Discovery Delivers Second Project for Hot Chili, 70km from Productora

- Extremely wide copper and gold drilling intersections from surface in first drilling undertaken at the Frontera copper-gold Porphyry project
- Second-pass 3,000m drilling programme underway to finalise first formal assessment of Frontera's potential
- Results indicate Frontera is set to be a major copper-gold project within development distance of Hot Chili's flagship coastal copper project, Productora

Hot Chili Signs Key Letter of Intent for Oxide Processing Option

Treatment of previously excluded oxide ore could boost upfront economics of Productora copper project

- Hot Chili has signed a Letter of Intent (LOI) to negotiate an oxide processing option with the Chilean national mining corporation Empresa Nacional de Minería (ENAMI).
- Hot Chili and ENAMI intend to cooperate formally on technical studies and commence negotiation on an oxide processing option for Productora.

ASX Code

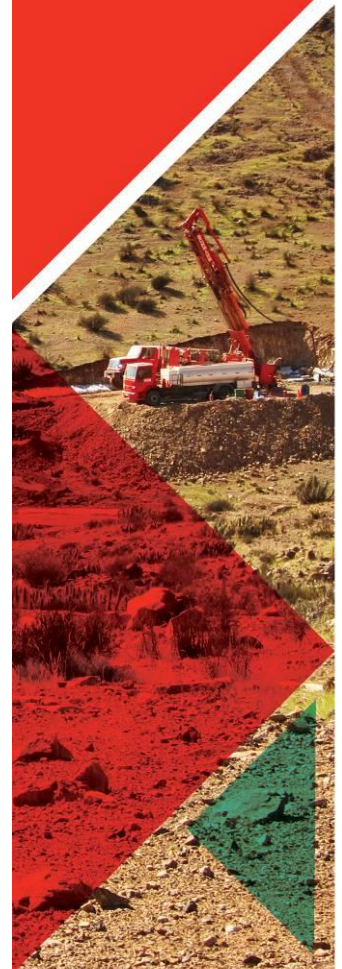
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Summary of Activities

Hot Chili recorded its widest high-grade drill result to date at the Company's Productora copper project in Chile during the quarter. The drill result, which graded 1.5% copper and 0.4g/t gold over 64m down-hole width, was recorded from the eastern flank of the central resource area at Productora.

Further drill results received from the eastern flank area of the proposed central pit include intersections of 2% copper and 0.5g/t gold over 15m down-hole width and 1.2% copper and 0.2g/t gold over 32m down-hole width.

These results are considered important for two reasons:

1. The results come from an area which was treated as waste in the Productora scoping study, meaning the inclusion of this area as ore would reduce the strip ratio and therefore costs, improving the up-front economics of Productora.
2. The results will contribute significantly to the major Productora resource upgrade planned for later this year.

Drilling in this area is continuing as part of the current 100,000m programme, aimed at delivering a major resource upgrade at the Productora project late in the second half of 2013.

During the quarter Hot Chili took a significant step forward in its strategy to establish a multi-project copper production hub in Chile, with the discovery of a major copper-gold porphyry at Frontera, just 70km from its flagship project, Productora.

The first round of drilling at Frontera returned extremely wide copper and gold intersections, including 256m at 0.5% copper and 0.3g/t gold. Following the initial set of outstanding results, subsequent drilling further extended the known size of Frontera. The latest results include 348m grading 0.4% copper and 0.3gpt gold, this intersection included 162m grading 0.5% copper and 0.3g/t gold.

These drilling results have confirmed the large growth potential of the Frontera copper-gold project. A 3,000m second-pass drilling programme was also completed to further extend the known size and understanding of Frontera. These results are pending, and once received will enable Hot Chili to finish its initial formal assessment of the project.

The Company also continued to focus its efforts on delivering a major resource upgrade and Pre-feasibility Study at its Productora copper project late in the second half of 2013.



PROJECT ACTIVITIES

Productora Project

Major Resource Drilling Programme on Track

Following the Company's resource upgrade in February 2013, resources at Productora now stand at 165.2Mt grading 0.6% copper, 0.1g/t gold and 132g/t molybdenum containing 920,000 tonnes of copper, 590,000 ounces of gold and 22,000 tonnes of molybdenum.

The high grade, shallow resources at Productora currently stand at 53Mt grading 0.8% copper and 0.2g/t gold, enhancing the overall economics of the project.

A major drilling programme at Productora commenced in January this year utilising 4 multi-purpose diamond (DD) and reverse circulation (RC) drilling rigs. Hot Chili is well advanced with its major 100,000m drilling programme aimed at delivering a second resource upgrade to Productora late in the second half of 2013. The addition of substantial resources from a 2km long zone along the eastern flank of Productora is a focus for the company's forthcoming resource upgrade.

Four drill rigs were in operation at Productora in the quarter with drilling efforts focussed on the eastern flank extensions of the planned Productora central pit area. A reduction in drilling is expected in the coming months, due to the shift in focus towards shallow in-pit resource extensions.

Growth in High-grade Copper and Gold Zones at Productora

First drill results from Hot Chili's 2013 drilling campaign continued to deliver high-grade copper and gold results during the quarter. Significant intercepts were received from shallow positions both in extensional areas and in-fill areas of the central resource area of Productora.

First drill results returned from the eastern flank in April recorded some impressive intersections including 64m grading 1.5% copper and 0.4g/t gold from 124m down-hole. Recent results have continued to define the eastern flank of the central resource area as a very significant addition to Productora's forthcoming resource upgrade. To date, extensions being defined along the eastern flank have consistently highlighted higher-grade copper and gold mineralisation.

A second high-grade drill result of 48m grading 1.2% copper and 0.2g/t gold from 42m down-hole and open to end of hole was returned from the southern area of the planned central pit development at Productora.

The result was from a QA/QC drill hole that was completed to twin an earlier high-grade drilling intersection of 12m grading 1.7% copper and 0.2g/t gold recorded in 2012 from within the resource.

The drill result confirmed the location of the high-grade material and in addition recorded twice the length of intersection with the new drill hole ending in 25m grading 1.9% copper and 0.2g/t gold.



Importantly, results from this year's drilling campaign highlight that the component of shallow, high grade, copper and gold mineralisation at Productora is continuing to grow.

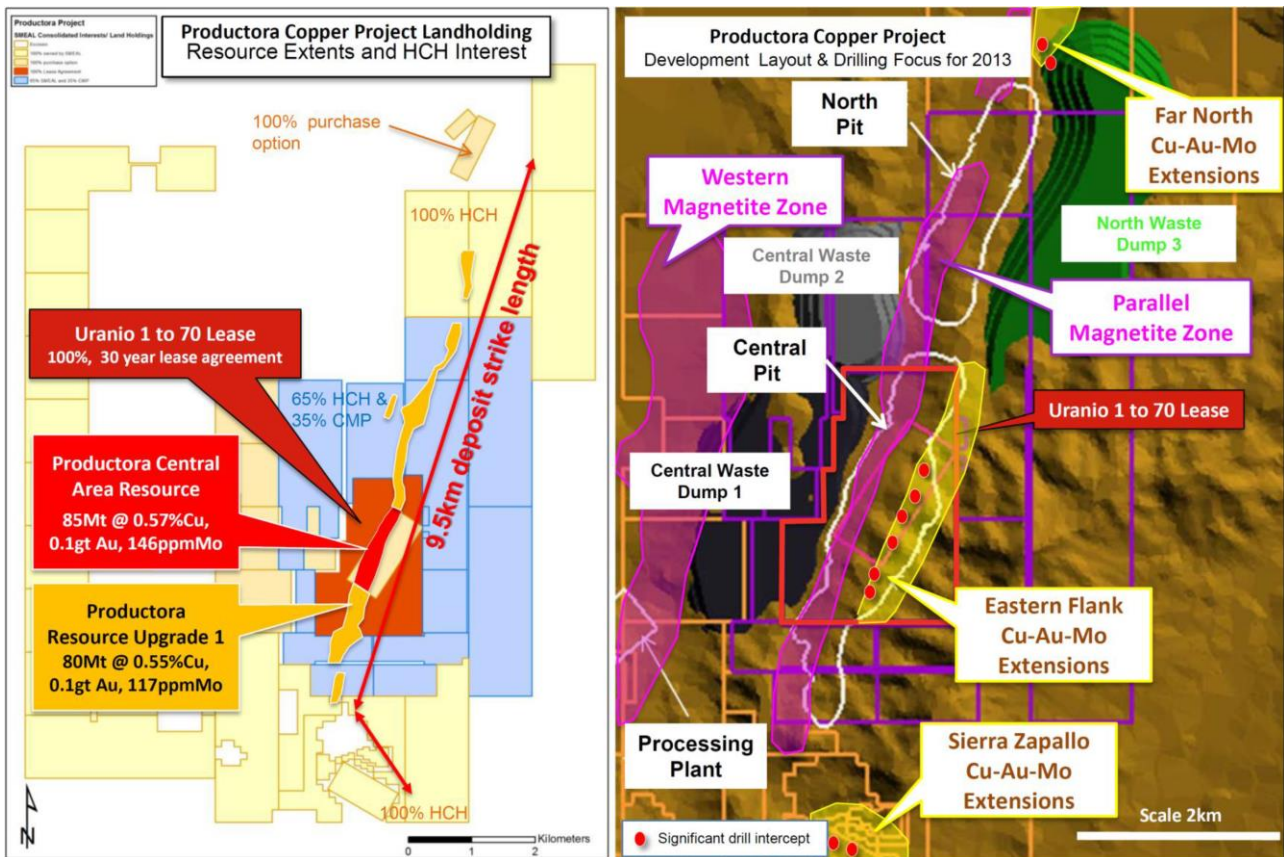


Figure 1. Productora project and Scoping Study development layout in relation to 2013 drilling programme focus

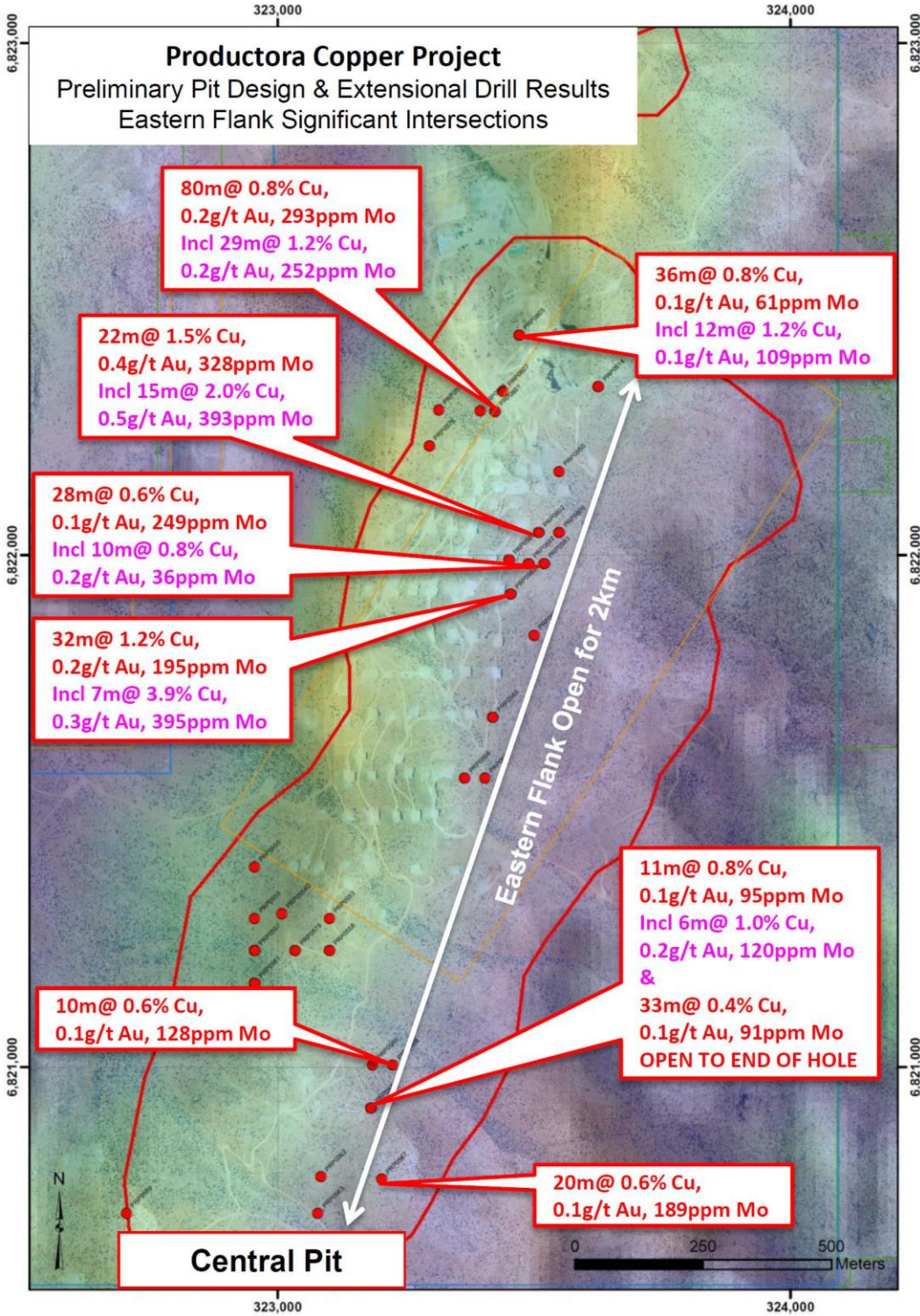


Figure 2. Plan displaying significant intercepts recorded during the quarter in relation to the planned central pit design at Productora



Further Resource Upgrades Planned for the Second Half of 2013

The delivery of a second major resource upgrade is planned to be released late in the second half 2013.

A major drilling programme at Productora commenced in January this year utilising 4 multi-purpose diamond (DD) and reverse circulation (RC) drilling rigs. A total of 85,000m of RC and 15,000m of DD drilling has been planned to deliver strong resource growth and development at Productora in 2013.

Pre-feasibility Study Advancing

During the quarter Hot Chili continued to progress its strategy of project development and de-risking, in parallel with an on-going focus on resource growth for the Productora copper project.

Development studies at Productora continue to assess the establishment of an open cut mining operation, a copper concentrator processing facility and other associated infrastructure. The study is managed by Ausenco, with the support from a number of specialised consultants both in Chile and Australia.

Conventional open pit, blast and haul mining methods will be suitable for mining the Productora copper project. The planned central pit development contains a large continuous block of resources that will be the focus for mine design. The updated resource has highlighted near surface, high-grade material that presents an opportunity to "high-grade" the early production. The concept mining study indicated strip ratios in the range of 3.5 - 4.5:1. Initial indications are that both ore and waste are reasonably competent. Further work is expected to drive down strip ratios. This will include:

1. Further resource drilling to target mineralisation along the eastern flank of the resource currently classified as waste,
2. Assessing the addition of a parallel zone of magnetite that looks likely to lie within the western waste-rock wall of the planned central pit development.
3. Addition of further economic low-grade tonnes. Mining studies completed as part of the conceptual/scoping studies indicated a preliminary marginal cut-off grade of 0.2% copper. A substantial amount of lower grade material surrounds the +0.3% mineral resource estimate within the planned future pit development.

Metallurgical test work has demonstrated that conventional processing including crushing, grinding and floatation will be suitable for the recovery of copper, gold and potentially molybdenum minerals. Initial indications are that high copper and gold recoveries (>90%, ~80% respectively) may be achieved with a relatively coarse grind size of 180um. The ore is classified as hard, though this is somewhat offset by coarse liberation characteristics of the copper and gold minerals. Initial test work has demonstrated that concentrates containing in excess of >25% copper may be produced with two stages of cleaning.



The following key infrastructure areas were reviewed during the Scoping/ concept studies:

- Power – an extensive high-voltage distribution network exists within the Vallenar region with the major sub-station (Maitencillo) to the central grid just 17km from Productora. Initial indications are that a 25km high-voltage line will be required to connect the site to the central grid. A number of options will be considered through the PFS process.
- Water – Sea water processing has been assessed for Productora. It is anticipated that sea water will be delivered to site through a ~56km pipeline that will draw water from an intake facility located close to the Huasco port facility.
- Accommodation – it is anticipated that construction and operational staff will be housed in the town of Vallenar which has a population of circa 50,000.
- Port – several ports are within a reasonable trucking distance from the site, the closest being the Huasco port, which is 60km to the west and serviced by sealed roads. Hot Chili, in co-operation with CMP, is assessing the construction of a potential copper concentrate loading facility at Huasco port.
- Road – the Pan American highway is located 5km to the east of the proposed project site.
- Rail – existing CMP rail infrastructure runs parallel to the project immediately to the east and west of the resource.

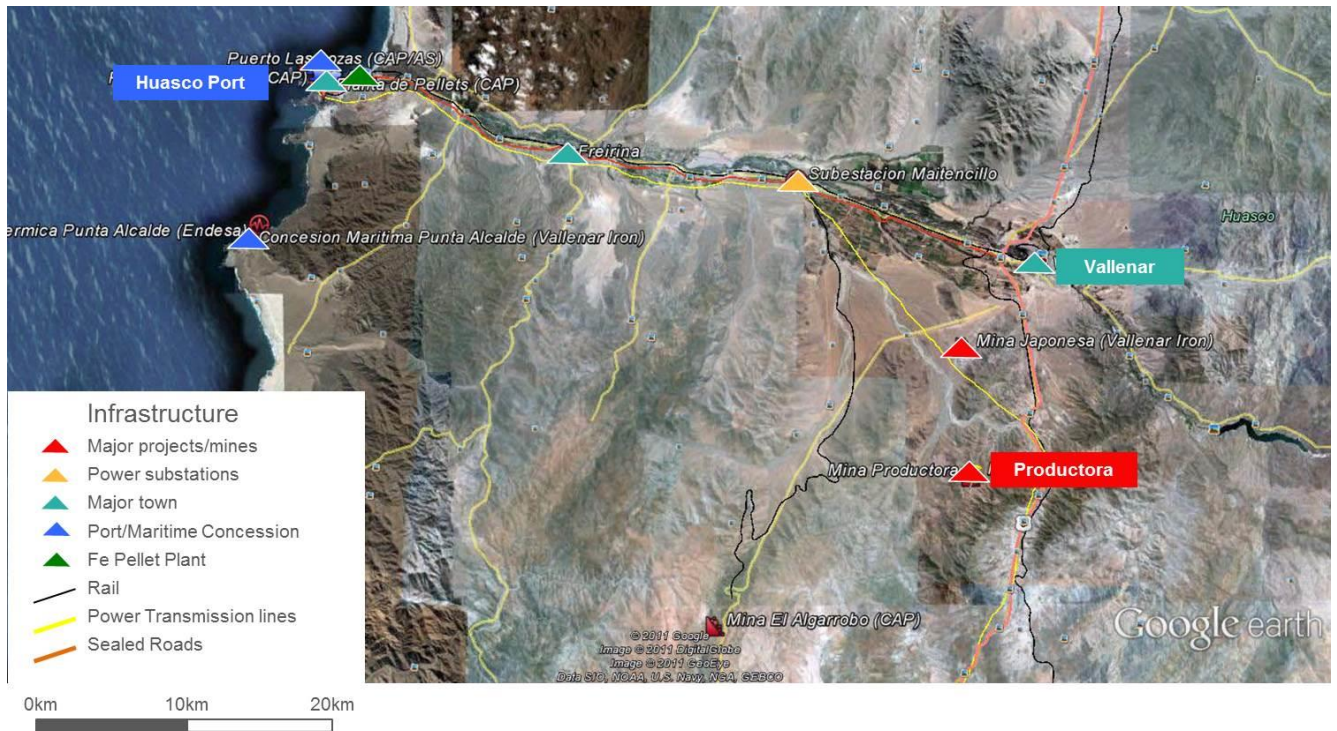


Figure 3. Productora infrastructure location plan



Other Projects

Frontera Copper Project

The Frontera project lies 70km directly south of Productora in Region IV of Chile and is located adjacent to the Pan-American Highway and existing power transmission corridor. Frontera is a relatively advanced exploration stage project with several historical drillholes completed by Noranda in the 1990's, and a small-scale, historical, copper-oxide open pit within the project.

Drilling completed by Noranda in the 1990's confirmed a large copper gold porphyry system, with a +2 kilometre footprint at surface. First-pass reconnaissance mapping and rock-chip sampling completed by Hot Chili late in 2012 supported significant potential for copper-porphyry style mineralisation at the project.

Drilling Update for Frontera

A 7,000m first-pass drilling campaign was completed by Hot Chili at Frontera during the second quarter of 2013. A follow-up 3,000m drilling programme was also completed to further extend the known size and understanding of Frontera, with drilling completed at the project to an average vertical depth of 300 metres.

The results of this second-pass campaign are pending but once received will allow Hot Chili to finish its initial formal assessment of the project.

The first round of drilling at Frontera has returned extremely wide copper and gold intersections, including 256m at 0.5% copper and 0.3g/t gold.

Broad zones of copper and gold mineralisation were intersected from surface in several of the drill holes completed by Hot Chili. Copper and gold grades recorded in the initial drill holes were higher than expected, confirming a potentially large future production source in the vicinity of the Company's flagship Productora copper project.

Frontera exhibits classic copper-gold porphyry characteristics and is located within a linear trend of Porphyry intrusions which include the Dos Amigos copper-gold mine (approximately 10km NNE of Frontera). Mineralisation is hosted within an andesitic volcanic/ volcanoclastic pile intruded by multiple phases of variably hornblende-rich dioritic porphyry intrusions.

Best drilling results at Frontera have been returned from a potassic alteration zone characterised by intense veining and biotite-magnetite alteration. Copper is associated with finely disseminated chalcopyrite, vein-related chalcopyrite and bornite.

Mineralisation at Frontera displays encouragingly high copper-gold ratios where bornite is locally present in higher grade zones within the deposit. At present, mineralisation is open in all directions except to the south.



Banderas Copper Project

The Banderas Project is located at low altitude (<1,000m) approximately 50km north of Hot Chili's Productora project, adjacent to the Pan American Highway in Region III of Chile. The project is at an early exploration stage and has seen some historical, small-scale, copper mining within an extensive, large-scale alteration system.

Geological mapping and sampling of the Banderas Project has found the mapped area to be dominated by andesite volcanic and volcanoclastic rocks with a sedimentary sequence to the west. The dominant structural trend is a north-northeast to south-southwest trending foliation. This trend is cut by east-west to southwest-northeast trending brittle faults. Mineralisation is structurally hosted in narrow quartz, carbonate breccia veins. Several structural targets and geochemical targets have been generated by the mapping, of which five are highlighted for further work.

A third campaign of litho-structural mapping was completed at the Banderas project during the quarter. This has extended the company's geological understanding of the project and has allowed for prioritisation of drill targets to be tested later in the year.

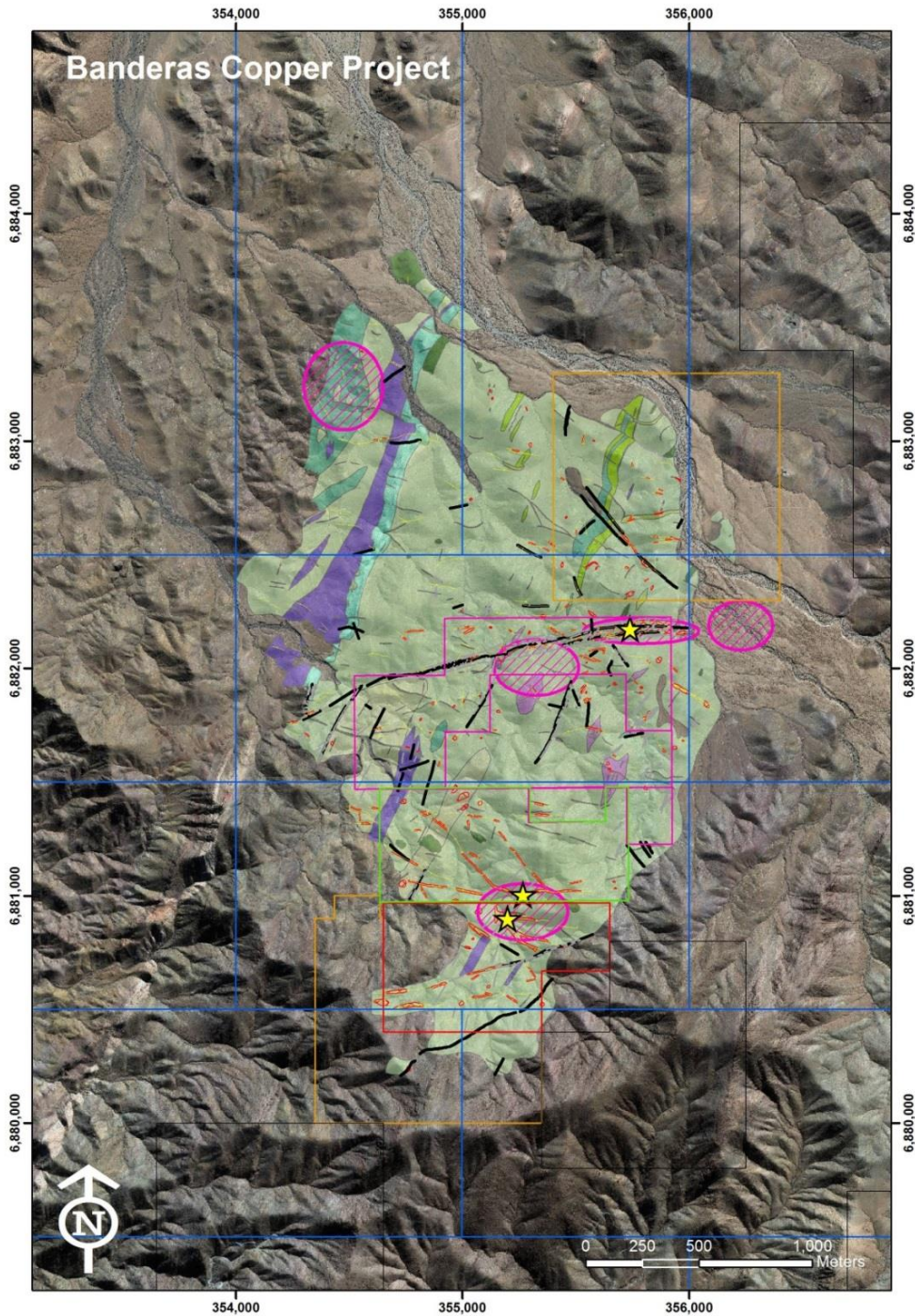


Figure 4. Litho-structural mapping highlighting identified targets at the Banderas copper project

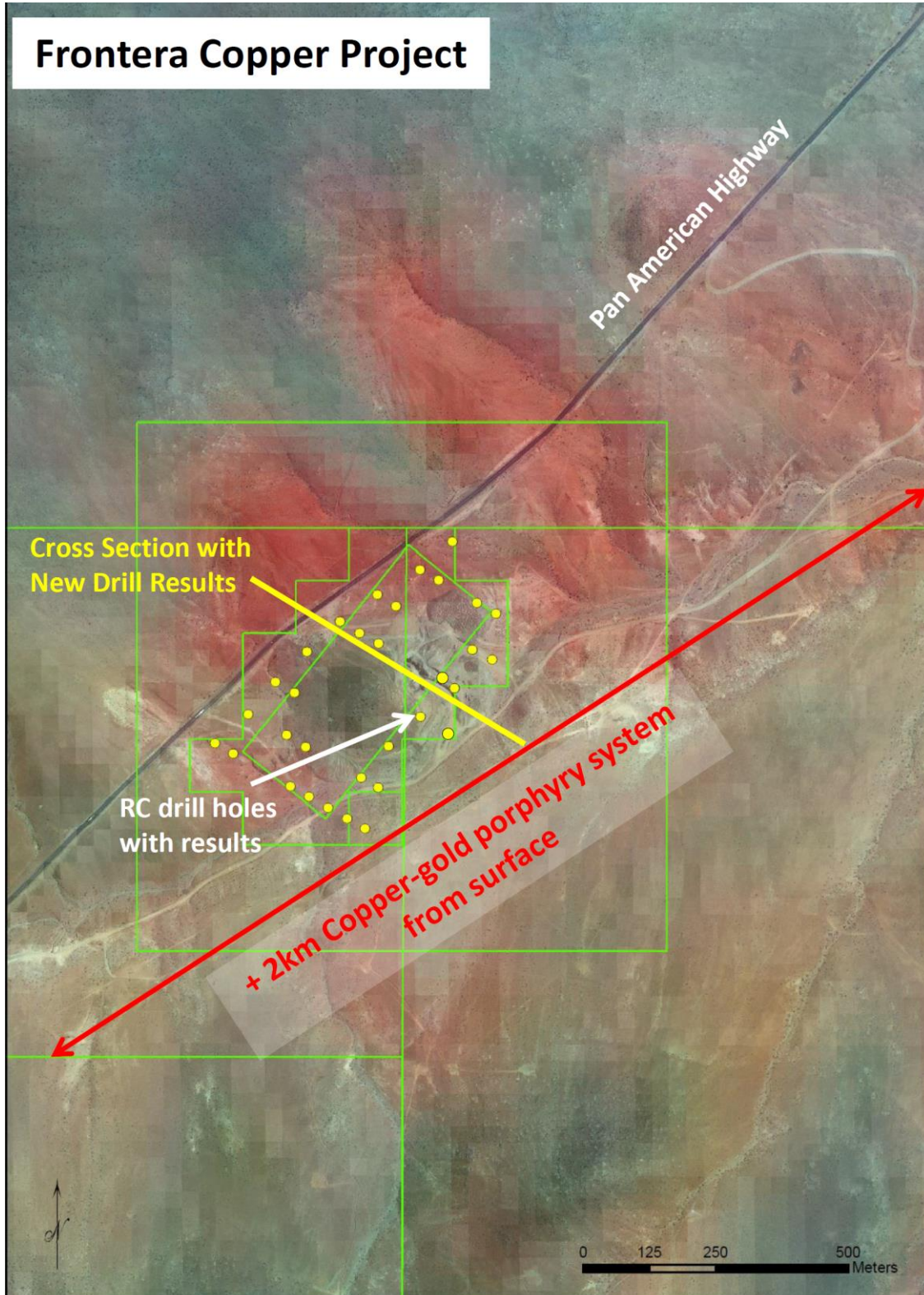
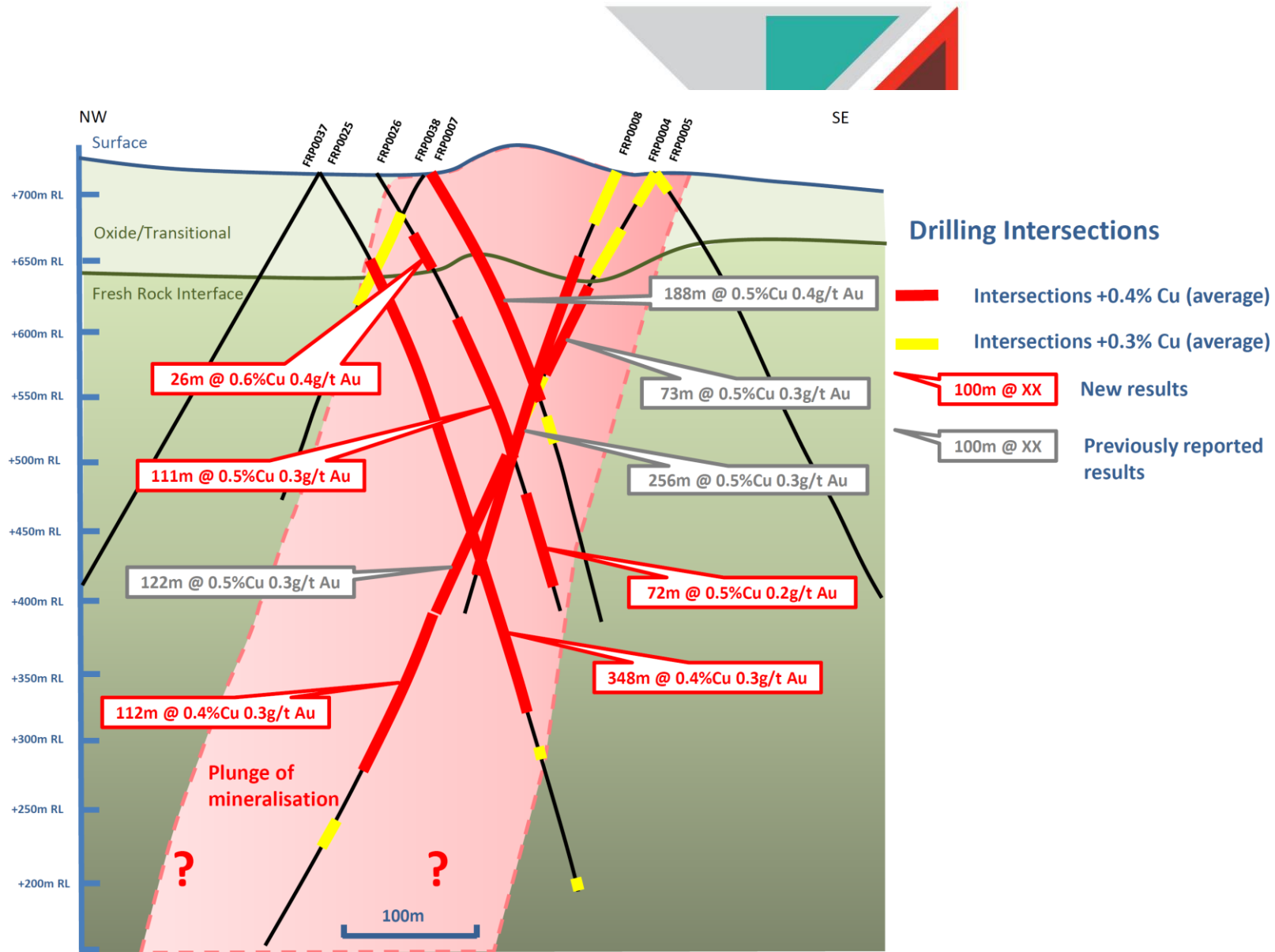


Figure 5. Location plan of the maiden drill campaign at the Frontera copper-gold porphyry project



Note: FRP0008 was drilled oblique to section towards 260°, all other holes on this line were drilled either towards 120° or 300°.

Figure 6. Cross-section of the Frontera copper project displaying several significant drilling Intersections

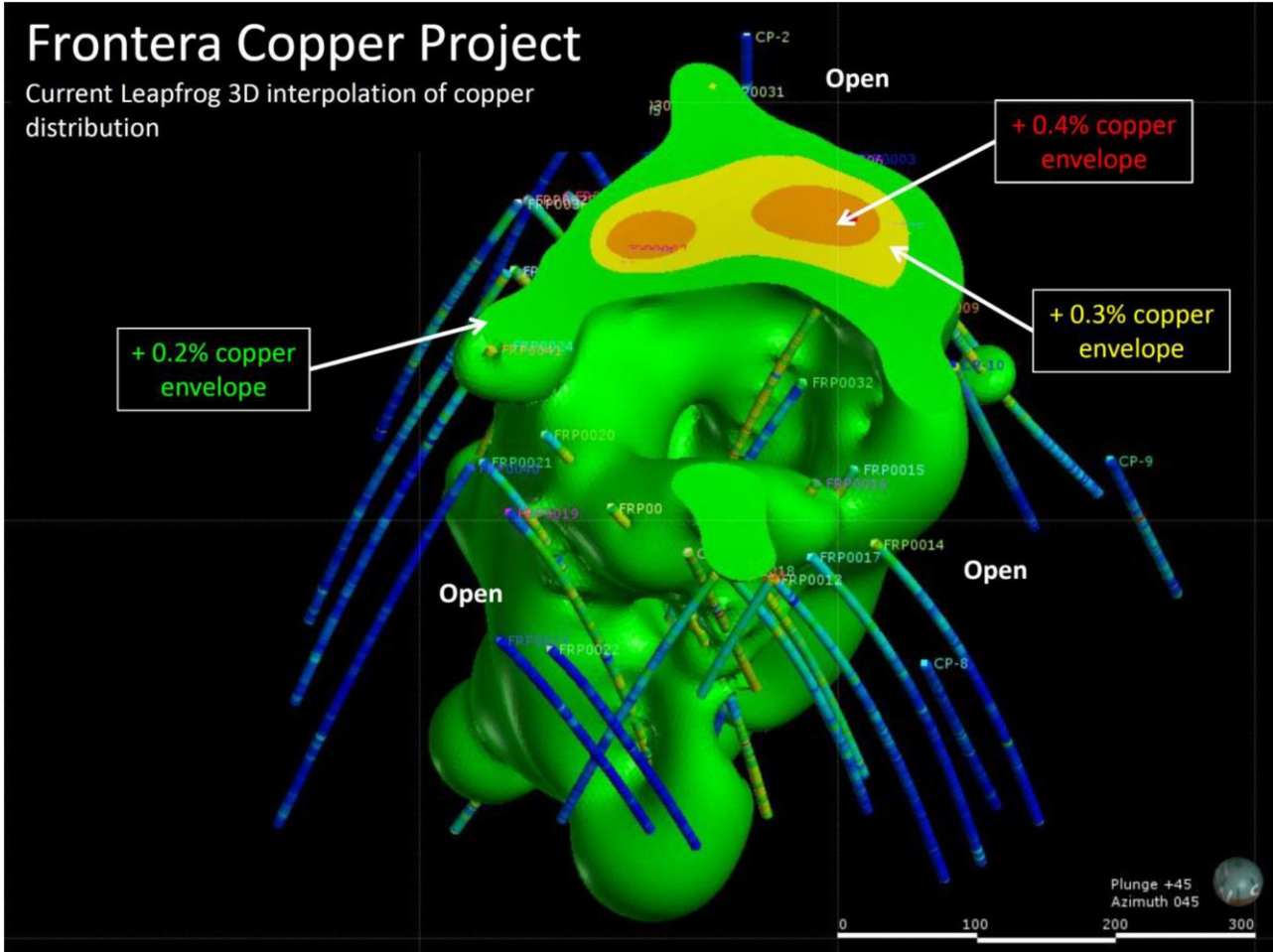


Figure 7. Oblique 3D view of Frontera copper distribution in relation to first-pass drilling coverage

Los Mantos Copper Project

Late in 2012 the Company announced that it had significantly increased the size of its Los Mantos copper project in Chile under a farm-in agreement with Compañía Contractual Minera Los Andes (CCMLA), a subsidiary of the Chilean major CODELCO, the world's largest copper producer. The land position of the Los Mantos copper project now rivals that of Teck's adjacent land position at the large-scale Andacollo copper-gold operation.

The aeromagnetic and radiometric datasets will be used in conjunction with litho-structural mapping and geochemical sampling to better define prospective areas of interest within the very large project area. It is expected that drill targeting exercises for the Los Mantos Project will occur in early 2014.

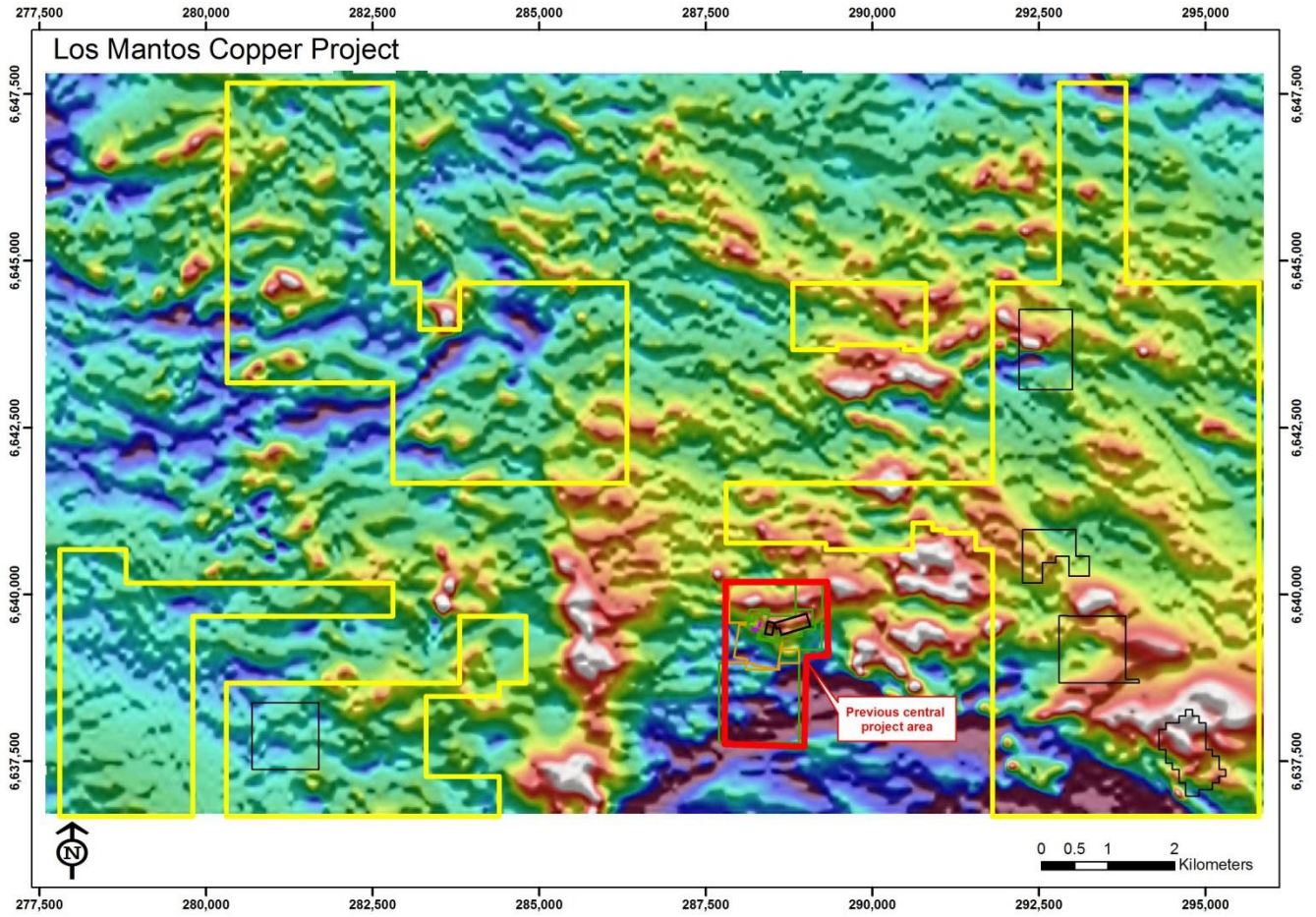


Figure 8. Los Mantos project displaying Hot Chili's expanded landholding and recently acquired aeromagnetic imagery



Qualifying Statements

* Copper Equivalent Calculation

Copper Equivalent (also Cu Eq*) Calculation represents the total metal value for each metal, multiplied by the conversion factor, summed and expressed in equivalent copper percentage. These results are exploration results only and no allowance is made for recovery losses that may occur should mining eventually result. However it is the Company's opinion that elements considered here have a reasonable potential to be recovered as evidenced in similar multi-commodity natured mines elsewhere in the world. Copper equivalent conversion factors and long-term price assumptions used follow:

Copper Equivalent Formula= $Cu \% + Mo(ppm) \times 0.0009 + Au(ppm) \times 0.6832$

Price Assumptions- Cu (US\$1.80/lb), Mo (US\$15/lb), Au (US\$850/oz)

JORC Compliant Resource Statement- Reported 13th February 2013

| Classification | Resource Series (+0.3% Cu) | Tonnage | Grade | | | | Contained Metal | | | |
|----------------|-------------------------------|--------------------|------------|------------|------------|-------------|--------------------|----------------|------------------------|------------------------|
| | | | Cu % | Au g/t | Mo g/t | Cu Eq* % | Copper (Tonnes) | Gold (Oz) | Molybdenum (Tonnes) | Copper Eq* (Tonnes) |
| INDICATED | Res Upgrade 1 | 39,400,000 | 0.6 | 0.1 | 124 | 0.8 | 230,000 | 150,000 | 5,000 | 310,000 |
| | Central Resource | 31,200,000 | 0.6 | 0.1 | 159 | 0.8 | 190,000 | 110,000 | 5,000 | 250,000 |
| | Total | 70,600,000 | 0.6 | 0.1 | 140 | 0.8 | 420,000 | 260,000 | 10,000 | 560,000 |
| INFERRED | Res Upgrade 1 | 40,600,000 | 0.5 | 0.1 | 110 | 0.7 | 200,000 | 130,000 | 4,000 | 270,000 |
| | Central Resource | 54,000,000 | 0.6 | 0.1 | 138 | 0.7 | 300,000 | 180,000 | 8,000 | 400,000 |
| | Total | 94,600,000 | 0.5 | 0.1 | 126 | 0.7 | 500,000 | 310,000 | 12,000 | 670,000 |
| TOTAL | Res Upgrade 1 | 80,000,000 | 0.5 | 0.1 | 117 | 0.7 | 440,000 | 290,000 | 9,000 | 580,000 |
| | Central Resource | 85,200,000 | 0.6 | 0.1 | 146 | 0.8 | 480,000 | 290,000 | 13,000 | 650,000 |
| | Total | 165,200,000 | 0.6 | 0.1 | 132 | 0.7 | 920,000 | 580,000 | 22,000 | 1,230,000 |

Note: Figures in the above table are rounded and are reported to one significant figure in accordance with Australian JORC code 2004 guidance on mineral resource reporting.

Competent Person's Statement- Exploration Reporting

Information in this announcement that relates to exploration results and mineralisation is based on information compiled by Mr Christian Easterday, a Director, who is a Member of The Australian Institute of Geoscientists. Mr Easterday has sufficient experience which is relevant to the style of mineral and type of deposit under consideration and to the activity which he is undertaking to qualify as a 'Competent Person' as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code). Mr Easterday consents to the inclusion in this presentation of the statements based on his information in the form and context in which they appear.

Competent Person's Statement- Resource Reporting

The information in this report that relates to the Central Mineral Resource, Productora is based on information compiled by Alf Gillman, who is a fellow of the Australasian Institute of Mining and Metallurgy. Alf Gillman is a director of Odessa Resources Pty Ltd, and has sufficient experience in mineral resource estimation, which is relevant to the style of mineralisation and type of deposit under consideration. He is qualified as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Alf Gillman consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.



The information in this report that relates to Mineral Resource estimates outside of the Central Mineral Resource is based on information compiled by Aloysius Voortman and Fleur Muller. Aloysius Voortman is a Fellow of the Australasian Institute of Mining and Metallurgy, and Fleur Muller is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Aloysius Voortman is an employee of Coffey Mining, and Fleur Muller is an employee of Hot Chili Ltd, and both have sufficient experience in mineral resource estimation, which is relevant to the style of mineralisation and type of deposit under consideration. Mr Voortman and Mrs Muller are qualified as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Both Mr Voortman and Mrs Muller consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.



Appendix 5B- Mining Exploration Entity Quarterly Cash Flow Report

Name of entity

Hot Chili Ltd

ABN

91 130 955 725

Quarter ended ("current quarter")

30 June 2013

Consolidated statement of cash flows

| | Current quarter \$A'000 | Year to date (12months) \$A'000 |
|--|-----------------------------------|---------------------------------------|
| Cash flows related to operating activities | | |
| 1.1 Receipts from product sales and related debtors | | |
| 1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration | (8,558) (4,344) (1,307) | (27,899) (7,795) (3,961) |
| 1.3 Dividends received | | |
| 1.4 Interest and other items of a similar nature received | 75 | 209 |
| 1.5 Interest and other costs of finance paid | | |
| 1.6 Income taxes paid | | |
| 1.7 Other GST | (10) | (2) |
| Net Operating Cash Flows | (14,144) | (39,448) |
| Cash flows related to investing activities | | |
| 1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets | (130) (139) | (7,661) (269) |
| 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 | (269) | (7,930) |
| 1.13 Total operating and investing cash flows (carried forward) | (14,413) | (47,378) |



| | | | |
|---|--|----------|----------|
| 1.13 | Total operating and investing cash flows (brought forward) | (14,413) | (47,378) |
| Cash flows related to financing activities | | | |
| 1.14 | Proceeds from issues of shares, options, etc. | 20 | 44,525 |
| 1.15 | Proceeds from sale of forfeited shares | | |
| 1.16 | Proceeds from borrowings | | |
| 1.17 | Repayment of borrowings | | |
| 1.18 | Cost of capital raising | (14) | (2,316) |
| 1.19 | Other (provide details if material) | | |
| Net financing cash flows | | 6 | 42,209 |
| Net increase (decrease) in cash held | | (14,407) | (5169) |
| 1.20 | Cash at beginning of quarter/year to date | 25,291 | 16,861 |
| 1.21 | Exchange rate adjustments to item 1.20 | 228 | (580) |
| 1.22 | Cash at end of quarter | 11,112 | 11,112 |

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 | 256 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | |

1.25 Explanation necessary for an understanding of the transactions

Salaries , Directors fees and consulting fees at commercial rates.

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

| |
|--|
| |
|--|



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 | 4,600 |
| 4.2 Development | 700 |
| 4.3 Production | |
| 4.4 Administration | 700 |
| Total | 6,000 |

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 | 11,042 | 25,221 |
| 5.2 Deposits at call | 70 | 70 |
| 5.3 Bank overdraft | | |
| 5.4 Other (provide details) | | |
| Total: cash at end of quarter (item 1.22) | 11,112 | 25,291 |



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 | | | |



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 | 297,462,196 | 297,462,196 | | |
| 7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs | 100,000 | 100,000 | 20 cents | 20 cents |
| 7.5 +Convertible debt securities <i>(description)</i> | | | | |
| 7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted | | | | |




| | | | | | |
|------|--|------------|--|-----------------------------------|--|
| 7.7 | Options <i>(description and conversion factor)</i> | 24,140,000 | | <i>Exercise price</i> 20 cents | <i>Expiry date</i> 3/11/2013 |
| | | 1,000,000 | | 90 cents | <i>Exercisable after</i> 19/7/2012 <i>Expiry date</i> 20/7/2014 |
| | | 2,200,000 | | 90 cents | <i>Exercisable after</i> 19/7/2013 <i>Expiry date</i> 20/7/2014 |
| | | 500,000 | | One dollar | <i>Exercisable after</i> 29/1/2014 <i>Expiry date</i> 30/1/2015 |
| | | 300,000 | | 90 cents | <i>Exercisable after</i> 19/7/2013 <i>Expiry date</i> 20/7/2014 |
| | | 500,000 | | One dollar | <i>Exercisable after</i> 26/9/2014 <i>Expiry date</i> 26/9/2015 |
| | | 39,754,097 | | 75 cents | <i>Exercisable on or before</i> 30/11/2014 |
| 7.8 | Issued during quarter | | | | |
| 7.9 | Exercised during quarter | 100,000 | | 20 cents | 3/11/2013 |
| 7.10 | Expired during quarter | | | | |
| 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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  Date 31/07/2013
(Company secretary)

Print name: John Sendziuk.....

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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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.