

# 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

**SOUTHERN CROSS GOLDFIELDS LIMITED**

ABN

**71 124 374 321**

Quarter ended ("current quarter")

**30 September 2014**

### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	94	94
1.2 Payments for (a) exploration & evaluation	(775)	(775)
(b) development	(180)	(180)
(c) production	-	-
(d) administration	(730)	(730)
1.3 Dividends received		-
1.4 Interest and other items of a similar nature received	8	8
1.5 Interest and other costs of finance paid	(120)	(120)
1.6 Income taxes refunded	-	-
1.7 Other - Net GST related cashflows	(874)	(874)
<b>Net Operating Cash Flows</b>	<b>(2,577)</b>	<b>(2,577)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	(445)	(445)
(b) equity investments	-	-
(c) other fixed assets	(231)	(231)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans repaid to other entities	(5,000)	(5,000)
1.11 Loans from other entities	11,646	11,646
1.12 Other (provide details if material)	-	-
Refund of security deposits	-	-
Payments of security deposits	(5,815)	(5,815)
<b>Net investing cash flows</b>	<b>155</b>	<b>155</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(2,422)</b>	<b>(2,422)</b>

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(2,422)	(2,422)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	3,021	3,021
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)	-	-
	Payment for company transaction	-	-
	Share issue expenses	(69)	(69)
	<b>Net financing cash flows</b>	<b>2,952</b>	<b>2,952</b>
	<b>Net increase (decrease) in cash held</b>	<b>530</b>	<b>530</b>
1.20	Cash at beginning of quarter/year to date	2,718	2,718
1.21	Cash acquired on acquisition of subsidiary	-	-
1.22	<b>Cash at end of quarter</b>	<b>3,248</b>	<b>3,248</b>

**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	178
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

**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

30,000,000 ordinary shares were issued at 1 cent each to an adviser as partial payment for services rendered.

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

+ 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	25,000	13,286
3.2 Credit standby arrangements	Nil	Nil

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	450
4.2 Development	4,500
4.3 Production	Nil
4.4 Administration	1,350
<b>Total</b>	<b>6,300</b>

### 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	3,248	701
5.2 Deposits at call	-	2,017
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>3,248</b>	<b>2,718</b>

### 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	Refer Attachment A			
6.2 Interests in mining tenements acquired or increased	Refer Attachment A			

+ See chapter 19 for defined terms.

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**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 <b>Preference +securities</b> <i>(description)</i>	N/A			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	1,219,550,815	1,219,550,815		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	332,100,000	332,100,000	1 cent	1 cent
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	N/A			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				

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7.7	<b>Options</b> <i>(description and conversion factor)</i>		<i>Exercise price</i>	<i>Expiry date</i>
		2,000,000	20 cents	1/10/2014
		1,000,000	25 cents	1/10/2014
		1,000,000	30 cents	1/10/2014
		1,000,000	40 cents	1/10/2014
		10,000,000	10 cents	24/2/2015
		43,665,000	10 cents	10/10/2017
		2,500,000	10 cents	10/10/2015
		5,000,000	10 cents	23/11/2017
		34,255,319	4.7 cents	21/3/2015
		20,000,000	3 cents	31/12/2017
		20,000,000	4 cents	31/12/2017
		63,775,510	1.96 cents	24/03/2016
		166,050,000	1.3 cents	31/12/2019
7.8	Issued during quarter	166,050,000	1.3 cents	31/12/2019
7.9	Exercised during quarter	Nil		
7.10	Expired during quarter	25,000	25 cents	2/7/2014
		25,000	30 cents	2/7/2014
		100,000	25 cents	21/7/2014
		100,000	30 cents	21/7/2014
		2,200,000	10 cents	31/7/2014
		500,000	20 cents	31/7/2014
		500,000	25 cents	31/7/2014

+ 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 give a true and fair view of the matters disclosed.



Sign here:

(Company secretary)

Date: 31 October 2014

Print name: Leni Stanley

## 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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## **Attachment A**

### *Appendix 5B – Section 6.1 – Interests in Mining tenements relinquished, reduced or lapsed*

<b>State</b>	<b>Name</b>	<b>Tenement Reference</b>	<b>Nature of Interest</b>	<b>Interest Start Qtr</b>	<b>Interest End of Qtr</b>	<b>Comments</b>
WA	Bullfinch	P77/4232	Beneficial + Rights	90%(3)	Nil	Surrendered
WA	Bullfinch	P77/4233	Beneficial + Rights	90%(3)	Nil	Surrendered
WA	Koolyanobbing	E77/2013	Beneficial + Rights	100%(2)	Nil	Surrendered
WA	Marda	E77/1879	Beneficial + Rights	100%(2)	Nil	Surrendered
WA	Marda	R77/1	Beneficial + Rights	100%	Nil	Expired on grant of M77/1271
WA	Marda	R77/2	Beneficial + Rights	100%	Nil	Expired on grant of M77/1272
WA	Mount Holland	E77/1777	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Sandstone	E57/664	Beneficial + Rights	100%	Nil	Surrendered
WA	Sandstone	E57/703	Beneficial + Rights	100%	Nil	Surrendered
WA	Sandstone	E57/704	Beneficial + Rights	100%	Nil	Surrendered
WA	Sandstone	E57/808	Beneficial + Rights	100%	Nil	Surrendered
WA	Sandstone	M57/416	Beneficial + Rights	100%	Nil	Surrendered
WA	Sandstone	M57/417	Beneficial + Rights	100%	Nil	Surrendered
WA	Southern Cross	E77/1726	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	E77/1778	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	E77/1790	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	E77/1837	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	E77/1938	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	E77/1939	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4036	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4037	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4038	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4079	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4080	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4103	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4112	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4113	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4120	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4121	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4122	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4124	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4125	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4150	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4152	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4168	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4169	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4196	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4197	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4199	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4202	Beneficial + Rights	100%(5)	Nil	Surrendered
WA	Southern Cross	P77/4203	Beneficial + Rights	100%(5)	Nil	Surrendered

### *Appendix 5B – Section 6.2 – Interests in Mining tenements acquired or increased*

<b>State</b>	<b>Name</b>	<b>Tenement Reference</b>	<b>Nature of Interest</b>	<b>Interest Start Qtr</b>	<b>Interest End of Qtr</b>	<b>Comments</b>
NSW	Manuka	ML1659	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 6155	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 6302	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 6623	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 6482	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 7345	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 7515	Beneficial	Nil	100%	Acquired - awaiting tfr
NSW	Manuka	EL 7516	Beneficial	Nil	100%	Acquired - awaiting tfr
WA	Marda	P77/4127	Beneficial + Rights	Nil	0%(10)	Option
WA	Sandstone	E57/961	Beneficial + Rights	Nil	100%	Granted

Notes – SXG Interests in Mineral Rights

(2)	SXG holds 100% of Non- Fe Rights & 30% Ni Rights	E	Western Australia	exploration licence
(3)	SXG holds 90% of all Rights except 30% Ni Rights	L	Western Australia	miscellaneous licence
(5)	SXG holds 100% of all Rights and 30% of Ni Rights	M	Western Australia	mining lease
(10)	SXG – Option to Purchase 100%	P	Western Australia	prospecting licence