

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

SINO GAS & ENERGY HOLDINGS LIMITED

ABN

16 124 242 422

Quarter ended ("current quarter")

31 December 2012

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date 12 months \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	-	(1,785)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(909)	(4,519)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	18	75
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
Net Operating Cash Flows		(891)	(6,229)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(1)	(16)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	9,629
	(c) other assets	-	-
1.10	Loans to / (from) other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other – costs related to sale of equity investments	-	(2,565)
Net investing cash flows		(1)	7,048
1.13	Total operating and investing cash flows (carried forward)	(892)	819

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1.13	Total operating and investing cash flows (brought forward)	(892)	819
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	2,430	2,433
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	2,430	2,433
	Net increase (decrease) in cash held	1,538	3,252
1.20	Cash at beginning of quarter/year to date	5,942	4,317
1.21	Exchange rate adjustments to item 1.20	45	(44)
1.22	Cash at end of quarter	7,525	7,525

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	367
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

The amount shown in item 1.23 above represents directors' remuneration and expat expenses.

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

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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

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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	-

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	-
4.2 Development	-
4.3 Production	-
4.4 Administration	2,177
Total	2,177

Note: As previously announced, the Company has engaged independent corporate advisory and stockbroking firm Argonaut as the Company's corporate and financial adviser. In July 2012, the Company closed the strategic transaction with MIE Holdings Corporation (MIE). The above estimated cash outflows include an instalment payment of the financing fees relating to the completion of this transaction and the institutional placement completed in January 2013.

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	7,525	5,942
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (please provide details)	-	-
Total: cash at end of quarter (item 1.22)		7,525	5,942

Changes in interests in mining tenements

	Tenement reference	Nature of interest	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			

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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 (cents)	Amount paid up per security (cents)
7.1	Preference securities (description)	-	-	-	-
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	N/A	N/A	N/A	N/A
7.3	+Ordinary securities	1,128,933,816	1,128,933,816		
7.4	Changes during quarter (a) Increases through conversion of options (b) Decreases through returns of capital, buy-backs	3,266,696	3,266,696	12.5 cents -	12.5 cents -
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)			Exercise Price	Expiry Date
		1,310,000	Nil	50 cents	13 March 2013
		8,750,000	Nil	7.93 cents	25 November 2013
		30,000,000	Nil	7.5 cents	15 February 2017
7.8	Issued during quarter	Nil	N/A	N/A	N/A
7.9	Exercised during quarter	30,532,041 _b	30,532,041	12.5 cents	31 December 2012
7.10	Expired during quarter	303,751,716	303,751,716	12.5 cents	31 December 2012
7.11	Debentures (totals only)	-	-		
7.12	Unsecured notes (totals only)	-	-		

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Note a: At 31 December 2012, the Company has on issue a total of 41,551,408 Performance Rights. These Performance Rights were issued in accordance with the Company's Performance Rights Plan as approved by shareholders. The Performance Rights, each exercisable for one ordinary share, can be exercised upon the achievement of a number of future performance hurdles.

Note b: Of the 30,532,041 options exercised, 27,265,345 options were allotted in January 2013.

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:



Print name:

GAVIN HARPER
Executive Chairman
30 January 2013

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