

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

IMX Resources Limited

ABN

67 009 129 560

Quarter ended ("current quarter")

31 December 2013

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter December 2013 \$A'ooo	Year to date (6 months) \$A'ooo
1.1	Receipts from product sales and related debtors	49,507	99,832
1.2	Payments for (a) exploration & evaluation	(4,349)	(8,584)
	(b) project development	(151)	(632)
	(c) production	(41,427)	(88,054)
	(d) administration	(1,878)	(3,310)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	99	230
1.5	Interest and other costs of finance paid	(67)	(160)
1.6	Income taxes paid	-	-
1.7	Other - Government Incentives	-	-
Net Operating Cash Flows		1,734	(678)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(47)	(87)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	1,282
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other - Security Bonds movement	-	-
	- Cash from acquisitions	-	-
Net investing cash flows		(47)	1,195
1.13	Total operating and investing cash flows (carried forward)	1,687	517

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	1,687	517
	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	Repayment of borrowings – related party	(2,500)	-
1.17	Proceeds from JV partner (MMG)	3,651	3,651
1.18	Dividends paid	-	-
1.19	Other (provide details if material)		
	- Finance costs	6	(31)
	- Repayment of Taifeng JV loan (49% of Cairn Hill distributions)	(5,807)	(12,774)
	Net financing cash flows	(4,650)	(9,154)
	Net increase (decrease) in cash held	(2,963)	(8,637)
1.20	Cash at beginning of quarter/year to date	20,690	26,364
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	17,727	17,727

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'ooo
1.23	Aggregate amount of payments to the parties included in item 1.2	317
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

1. Repayment of Taifeng's shareholder loan represents its share of Cairn Hill distributions. IMX received its 51% share as a repayment of its loan but it is not shown here as it is eliminated on consolidation.
2. \$67k of tax, legal and corporate advisory fees associated with MMG transaction was included within administration costs for this quarter (YTD:\$0.5m).
3. \$0.9m of the closing cash at the end of the quarter relates to funds MMG have injected towards the Nachingwea JV and is held on their behalf by the Group.

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

+ See chapter 19 for defined terms.

- 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

As at 31 December 2013, MMG had contributed USD \$3.2m towards their USD \$10m Stage 1 earn-in to the Nachingwea JV. USD \$0.8m (AUD \$0.9m) of this is included within Group cash at quarter end and held on MMG's behalf.

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 – IMX	1,209
Exploration and evaluation – Funded by MMG	1,820
4.2 Development – Mt Woods Magnetite	381
4.3 Production	45,338
4.4 Administration	1,328
Total	50,076

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	3
5.2 Deposits at call	17,724	20,687
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	17,727	20,690

+ See chapter 19 for defined terms.

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	EL17/2007	Holder	100%	0%
6.2	Interests in mining tenements acquired or increased	PL9397/2013 PL9442/2013	Holder Holder	0% 0%	100% 100%

+ See chapter 19 for defined terms.

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	396,497,145	396,497,145		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				

⁺ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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>			<i>Exercise price</i>	<i>Expiry date</i>
	500,000			49 cents	29.07.14
	500,000			52 cents	03.11.13
	550,000			56.8 cents	03.11.13
	200,000			39 cents	26.10.14
	75,000			39 cents	06.11.14
	640,000			41 cents	26.08.15
	500,000			45 cents	14.11.15
	350,000			49 cents	14.11.15
	50,000			57 cents	05.05.16
	250,000			43 cents	07.08.16
	100,000			32 cents	12.01.17
	2,550,000			27 cents	23.08.17
	152,500			26 cents	10.09.14
	170,000			16 cents	27.05.15
	390,000			45 cents	07.03.16
	150,000			37 cents	13.06.16
	50,000			26 cents	04.11.16
	415,000			24 cents	12.03.17
	450,000			16 cents	15.08.17
	1,000,000			35 cents	24.11.16
	1,000,000			42 cents	24.11.16
	2,690,451			17.4 cents	02.01.16
7.8	Issued during quarter	738,478		9.59 cents	03.05.16
		2,366,918		8.05 cents	29.06.16
7.9	Exercised during quarter	Nil			
7.10	Expired during quarter	2,027,500		Various as announced to ASX	Various as announced to ASX
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 \(see note 4\)](#).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: _____
Company secretary

Date: 27 January 2014

Print name: Stuart McKenzie

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.](#)

== == == == ==