

ASX ANNOUNCEMENT

30 January 2015

## **Focus Minerals Ltd (ASX:FML)** **Quarterly Activities Report for October – December 2014**

### **Corporate Activity During The Quarter**

#### **Financial Position Remains Strong**

Focus remains in a strong financial position with \$84.9M in cash and equivalents at 31 December 2014 (30 September \$88.3m).

Focus' corporate activities are closely aligned with the Company's strategy to build a sustainable quantity of high margin ounces to enable a restart of mining operations while using our strong cash position to build shareholder value through high value acquisitions.

Cash at Bank and Deposits	\$65.8M
Cash held on bond	\$19.1M
<b>Total Cash and Equivalents</b>	<b>\$84.9M</b>

#### **Unmarketable Parcel Sale Facility**

The unmarketable parcel sale was successfully completed, further lowering the Company's administrative overheads.

### **Exploration Activity During the Quarter**

The Company's exploration program continued to develop in line with the strategic plan outlined in 2013. As discussed in previous announcements, this places the emphasis on finding higher-value ounces with a view to recommencing production at Coolgardie and Laverton, while simultaneously reviewing and divesting less prospective tenement holdings.

During the quarter the Company drilled 65 RC holes for 11,247m across Coolgardie and Laverton, as well as 79 AC holes for 6,805m and 147 RAB holes for 2446m at Coolgardie. Significant results were first released to the ASX on the 21<sup>st</sup> of January and 30<sup>th</sup> of January 2015.

### **Coolgardie Gold Project**

During the quarter 245 holes were drilled, consisting of 3,926m from 19 RC drill holes, 6805m from 79 AC drill hole and 2446m from RAB drill holes.

#### **Bonnie Vale**

Nine holes were drilled at Bonnie Vale for 1,865m. The program was designed to test extensions of high-grade mineralised reefs defined from previous drilling in 2014 (release to ASX on 30 July and 9 October 2014). The drilling successfully extends high grade gold mineralisation along strike. The mineralisation remains open to southeast and at depth.

Highlight intersections, released to the ASX on the 21<sup>st</sup> of January 2015, include:

- **4.0m @ 18.84 g/t** Au from 123m and  
**1.0m @ 8.11 g/t** Au from 141m and

- **10.0m @ 9.14 g/t** Au from 146m in BONC054
- **7.0m @ 22.06 g/t** Au from 136m in BONC055
- **3.0m @ 8.82 g/t** Au from 118m in BONC056
- **5.0m @ 21.54 g/t** Au from 165m in BONC058
- **4.0m @ 5.47 g/t** Au from 216m in BONC059
- **4.0m @ 3.30 g/t** Au from 146m and
- **2.0m @ 16.26 g/t** Au from 153m in BONC060
- **3.0m @ 8.81 g/t** Au from 36m and
- **7.0m @ 4.30 g/t** Au from 147m in BONC061

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 either being too shallow or poorly targeted. The majority of previous drilling in the area is shallow RAB, which is ineffective in testing reef structures dipping at between 45 and 60 degrees.

Focus will continue to explore at Bonnie Vale in the first half of 2015 to test the extensions and continuity.

### **Brilliant North**

At the Brilliant North two RC holes were drilled for 314m. The purpose of the drilling was to test mineralisation to the north beneath the State Battery area. Due to approval delays, only two of nine planned RC holes were drilled. No significant mineralisation was intercepted. Further drilling to the north is planned for 2015 drilling program.

### **Melanie Anne**

An eight-hole RC drilling program for 1,747m was conducted at the Melanie Anne prospect. The program was designed to test three zones of mineralisation at depth. An interpreted NNE trending structure was also targeted to determine what role it plays in gold distribution in the area.

Analysis of the results have shown that seven of the eight targets were reached. Zones 1 and 3 were disappointing, but the deep hole drilled under zone 2 produced some encouraging results and will be followed up in 2015. The goal of this future work will be to better understand the structural and geological controls on mineralisation.

### **RAB/AC Drilling Program at Coolgardie**

In addition to the RC drilling program, Focus completed an initial RAB/AC drilling program at other exploration targets around Coolgardie. The program drilled 226 holes for 9,251m over Barbican, Lord Bob, Stinger-Matador and Bonnie Vale West four project areas. The results have successfully identified and verified high grade gold mineralisation at Barbican and Lord Bob.

Highlight intersections from Lord Bob and Barbican (released to the ASX on the 21<sup>st</sup> of January, 2015) include:

- **3.0m @ 10.78 g/t** Au from 8m and  
Including **1m @ 18.35m g/t** Au from 9m in FCRB00110 at Barbican
- **7.0m @ 34.71 g/t** Au from 27m in FCAC00038 at Lord Bob
- **4.0m @ 4.85 g/t** Au from 29m in FCAC00039 at Lord Bob

These results from Barbican and Lord Bob, especially when coupled with the Bonnie Vale results, further confirm Focus' belief in the potential of the Coolgardie Gold Project. Focus is now planning follow-up drilling to further define and test the size and the grade of the gold mineralisation at these two locations.

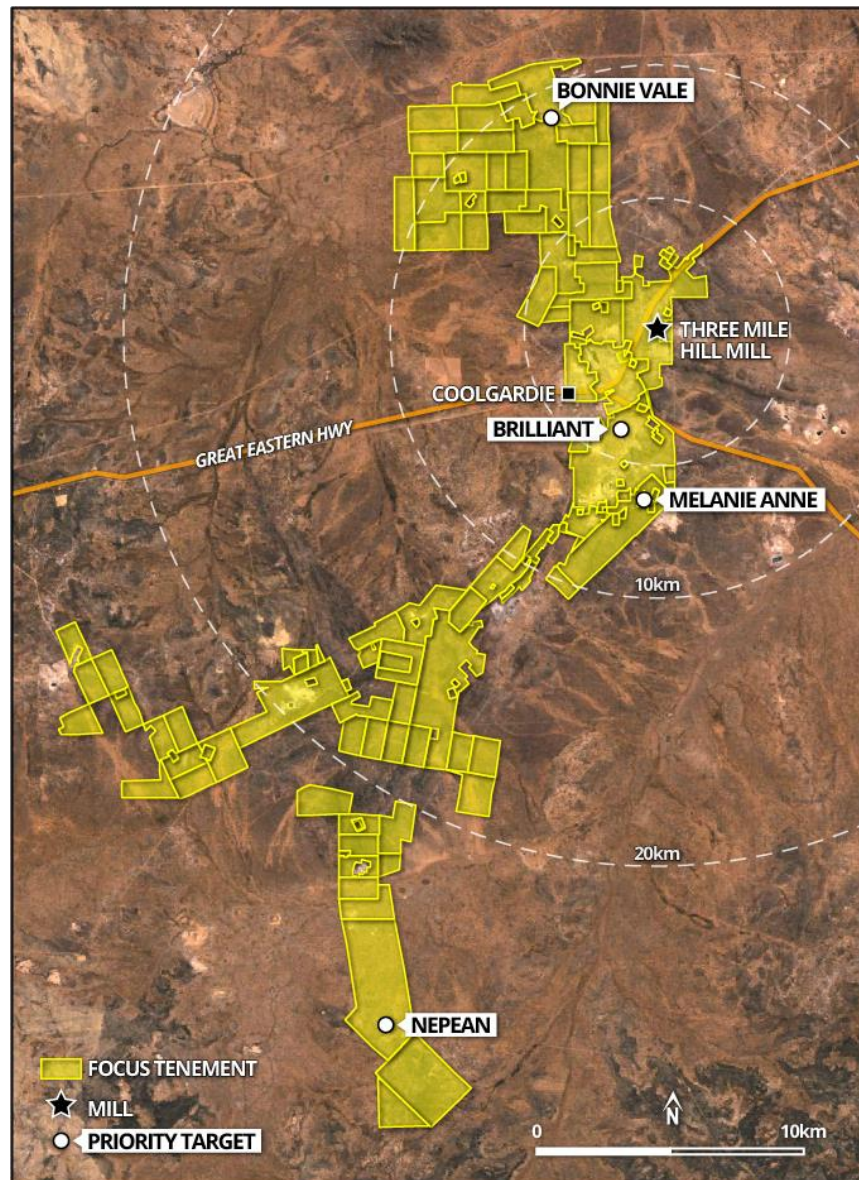
### Nepean Nickel Mine

During the quarter the Company has finished a 2D2R seismic survey for 6 km. The purpose of the work is to test the depth and continuity of cross-cutting pegmatites which intrude the mine sequence. The data processing and interpretations are pending.

### Planned Work

In 2015 Focus will continue to follow-up drilling at Bonnie Vale, Lord Bob and Barbican.

If Nepean seismic survey shows the host contact between the komatiite and basalt to be open at depth beneath the known pegmatites, deep drilling is expected to be planned in 2015.



*Figure 1: Map of Coolgardie Gold Project and Priority Targets*

## **Laverton Gold Project**

At Laverton the exploration strategy continues to develop, with a longer-term emphasis on larger, long-life targets sufficient to justify the recommencement of mining operations. During the quarter 45holes were drilled for 7321m.

### **Karridale and Boomerang**

Eight holes for 1,674 metres of RC and two holes for 192 metres of RC were drilled into the Karridale and Boomerang prospects, respectively. The purpose of this drilling was to extend known mineralisation at Karridale and confirm mineralisation away from historic workings at Boomerang. The best intercepts from the program (released to the ASX 30 January 2015) include:

- **6.0m @ 5.20 g/t** Au from 168m and  
**1.0m @ 38.96 g/t** Au from 190m in KARC140
- **5.0m @ 4.55 g/t** Au from 41m in KARC152
- **2.0m @ 17.37 g/t** Au from 5m in KARC153

The programme was successful in confirming the orientation of the mineralisation at Karridale, suggesting also a shallow northwest plunge. The drilling also extended the known mineralisation down plunge. Access issues restricted the Boomerang test to the mine's northeast strike extensions. However the limited drilling confirmed the presence of gold mineralisation.

### **Sickle Mirror**

Four holes for 670 metres of RC 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 mineralisation trends matching the axial plane orientation. The drilling targeted modelled conductive plates identified in the airborne EM survey conducted in January 2014. The drilling successfully confirmed the conductors are silica sulphide veined carbonaceous shales associated with gold mineralisation. The best intercepts (released to the ASX 30 January 2015) included:

- **8.0m @ 4.26g/t** Au from 144m in SKRC428

### **Admiral Hill**

Seven holes for 1,340 metres of RC infilled known copper and gold mineralisation to the east of the Admiral Hill pit in the vicinity of modelled plate conductors identified in the airborne EM survey earlier in the year. Modest copper and gold anomalism was intersected and the information used to target a diamond drill hole. The hole extended to 378.5m and tested the felsic / mafic footwall contact beneath the Admiral Hill pit. The hole was completed before the end of the quarter. However logging and sampling took place in January 2015 and will be reported separately.

### **Gladiator**

Three holes for 319m RC were used to test positions on the historic underground Gladiator mine as well as along strike of the closed Gladiator open cut. Early indications suggest mineralisation is associated with banded iron units and shearing within mafic volcanics, further information will be released to the market when assays have been processed.



## Ida H

Eleven holes for 1,795m were drilled at Ida H. Drilling difficulties meant not all holes reached their full target depth. Nevertheless, a number of the holes recorded anomalous gold. The holes primarily targeted the southern strike extensions of the historic underground Ida H mine, the second largest mine by production of its time in Laverton (early 1900's). Mineralisation was associated with shearing and veining in a sedimentary package including carbonaceous shales.

## Other Areas

The remaining ten RC holes (together 1,322m) were drilled in other locations at Laverton, such as She's Right, Scotland Yet, Grouse and Tempest. No significant mineralisation has been intercepted in these holes.

## Planned Work

Single diamond holes at Admiral Hill (completed in 2014) and Karridale (completed in 2015) are still to be processed. Additional follow-up drilling at a number of prospects are planned at Laverton to extend known mineralisation and test for repetitions.

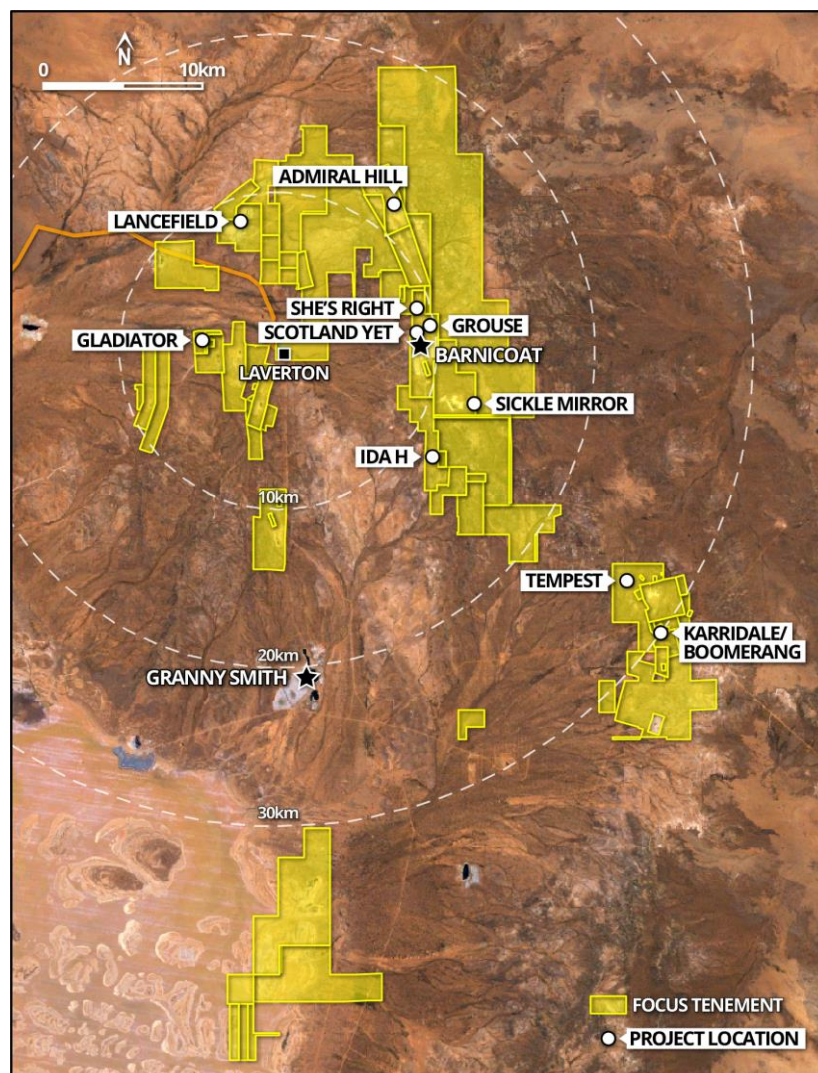


Figure 2: Map of Laverton Gold Project

**Tenement list held at 31 December 2014**

<b>Laverton Gold Project</b>		
<b>Tenement Description</b>	<b>Tenement Numbers</b>	<b>Percentage Interest</b>
BARRICK	E38/1642	100%
BARRICK	E38/1652	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	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	P38/4161	0% (Under Application)
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	GWL154359	100%
WATER	GWL160209	100%
WATER	GWL160210	100%
WATER	GWL160679	100%
WATER	GWL160682	100%
WATER	GWL160684	100%
WATER	GWL160685	100%
WATER	GWL160686	100%
WATER	GWL67391	100%
WEST LAVERTON	M38/0143	100%
WEST LAVERTON	M38/0236	100%
WEST LAVERTON	M38/0270	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	0% (Under application)
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%
LAKE COWAN	E15/1224	100%
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	L15/0325	0% (Sold to Lukah)
ML - MOUNT	L15/0338	0% (Sold to Lukah)
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%
MOUNT	M15/0030	0% (Sold to Lukah)
MOUNT	M15/1423	0% (Sold to Lukah)
MOUNT	M15/1431	0% (Sold to Lukah)
MOUNT	P15/4906	0% (Sold to Lukah)
MOUNT	P15/4907	0% (Sold to Lukah)
MOUNT	P15/5495	0% (Sold to Lukah)
MOUNT	P15/5500	0% (Sold to Lukah)
MOUNT	P15/5501	0% (Sold to Lukah)
MOUNT	P15/5716	0% (Sold to Lukah)
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%
BAYLEYS	G15/0007	100%

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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**



Rule 5.5

## 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")

31 December 2014

### Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'ooo	Year to date (Twelve months) \$A'ooo
1.1	Receipts from product sales and related debtors	221	806
1.2	Payments for (a) exploration & evaluation	(2,314)	(7,956)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(1,845)	(9,214)
	(e) royalties	(400)	(620)
	(f) Mine Rehabilitation Fund	-	(614)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	998	3040
1.5	Interest and other costs of finance paid	(31)	(352)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)		
	(a) shutdown Cost	-	(156)
<b>Net Operating Cash Flows</b>		<b>(3,450)</b>	<b>(15,066)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(78)	(996)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	267
	(c) other fixed assets	150	1,239
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	(a) bond		
<b>Net investing cash flows</b>		<b>72</b>	<b>510</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(3,378)</b>	<b>(14,556)</b>
1.13	Total operating and investing cash flows (brought forward)	<b>(3,378)</b>	<b>(14,556)</b>

<b>Cash flows related to financing activities</b>			
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)	-	-
<b>Net financing cash flows</b>		-	-
<b>Net increase (decrease) in cash held</b>		(3,378)	(14,556)
1.20	Cash at beginning of quarter/year to date	88,290	99,468
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	84,912	84,912

### 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	
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 including superannuation expenses and board meetings	

### 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	19,000
		17,250

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	3,300
4.2 Development	-
4.3 Production	-
4.4 Administration	1,250
<b>Total</b>	<b>4,550</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	65,788	71,040
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Environmental Bonds)	19,124	17,250
<b>Total: cash at end of quarter (item 1.22)</b>	<b>84,912</b>	<b>88,290</b>

### 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	L15/213 P15/5227	Surrendered Surrendered	100% 100%	0% 0%
6.2 Interests in mining tenements and petroleum tenements acquired or increased	P15/5949 P38/4161 P38/4163	Tenement Application Tenement Application Tenement Application	0% 0% 0%	0% 0% 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	<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	N/A			
7.3	<b>+Ordinary securities</b>	9,137,375,877	9,137,375,877		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	-			
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	-			
7.7	<b>Options</b> <i>(description and conversion factor)</i>	17,500,000		Exercise price 5 cents	Expiry date 28 Feb 2016



7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures (totals only)</b>				
7.12	<b>Unsecured notes (totals only)</b>				

## 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: 30 January 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.