

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

GINDALBIE METALS LTD

ABN

24 060 857 614

Quarter ended ("current quarter")

31 December 2013

Consolidated statement of cash flows

	Curent quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(838)	(1,978)
(b) development	-	-
(c) production	-	-
(d) administration	(2,210)	(3,771)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	109	172
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Management fee & labour recovery income	-	-
1.8 Other income	-	432
Net Operating Cash Flows	(2,939)	(5,145)
Cash flows related to investing activities		
1.9 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.11 Loans to other entities	1,131	501
1.12 Loans repaid by other entities	30,000	30,000
1.13 Payment of joint venture subscription	-	-
Net investing cash flows	31,131	30,501
1.14 Total operating and investing cash flows (carried forward)	28,192	25,356

+ See chapter 19 for defined terms.

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1.15	Total operating and investing cash flows (brought forward)	28,192	25,356
Cash flows related to financing activities			
1.16	Proceeds from issues of shares, options, etc.	-	-
1.17	Proceeds from sale of forfeited shares	-	-
1.18	Proceeds from borrowings	-	-
1.19	Repayment of borrowings	-	-
1.20	Dividends paid	-	-
1.21	Capital raising costs	-	-
1.22	Payments for cash backing of performance bonds	-	245
Net financing cash flows		-	245
Net increase (decrease) in cash held		28,192	25,601
1.23	Cash at beginning of quarter/year to date	6,330	8,921
1.24	Exchange rate adjustments to item 1.23	-	-
1.25	Cash at end of quarter	34,522	34,522

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
1.26	Aggregate amount of payments to the parties included in item 1.2	958
1.27	Aggregate amount of loans to the parties included in item 1.11	1,131
1.28	Explanation necessary for an understanding of the transactions	
Directors remuneration		958
Shareholder loan/repayment to associate entity		1,131

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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+ 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	-	-
3.2 Credit standby arrangements	-	-

Gindalbie Metals Limited has no existing credit facilities.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	851
4.2 Development	-
4.3 Loan to other entity	-
4.4 Administration	2,093
Total	2,944

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	1,522	330
5.2 Deposits at call	33,000	6,000
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1 .25)	34,522	6,330

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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	P59/2034	GBG 100%	Application (Nil)

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	1,493,660,842	1,493,660,842	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	606,649	606,649	\$0.00
7.5	+Convertible debt securities <i>(description)</i>	Nil	Nil	-

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7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil	Nil	-	-
7.7	Options (description and conversion factor)	Vested Employee Options 727,472 Non Vested Employee Options 3,836,273	Nil	<i>Exercise price</i> \$0.00 (Vested 3/7/2013) a) \$0.00 1,272,861 (vest 3/7/2014) b) \$0.00 1,272,861 (vest 3/7/2016) c) \$0.00 685,481 (vest 1/4/2014) d) \$0.00 685,479 (vest 1/7/2015) e) \$0.00 685,477 (vest 1/7/2016)	<i>Expiry date</i> 15-Nov-16 15-Nov-16 15-Nov-16 31-Oct-17 31-Oct-17 31-Oct-17
7.8	Issued during quarter	Non Vested Employee Options 2,056,437	Nil	a) \$0.00 685,481 (vest 1/4/2014) b) \$0.00 685,479 (vest 1/7/2015) c) \$0.00 685,477 (vest 1/7/2016)	31-Oct-17 31-Oct-17 31-Oct-17
7.9	Exercised during quarter	606,649	Nil	\$0.00 Vested employee options	-
7.10	Lapsed/expired/forfeited during quarter	765,881 31,994 250,000	Nil Nil Nil	\$0.00 non-vested employee options \$0.00 (vest 3/7/2013) \$1.1175 (vested 1/7/2011)	- - -
7.11	Debentures (totals only)	Nil	Nil	-	-
7.12	Unsecured notes (totals only)	Nil	Nil	-	-

+ 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:


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(Director)

Date: 24 January, 2014

Print name: Dale Harris

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.