

SEPTEMBER 2014 QUARTERLY REPORT

Highlights

CHILE

BLANCO Y NEGRO

An RC Drill program of 8 holes for 700m returned results including 30m @ 1.4% Cu + 0.3g/t Au from 67m incl. 4m @ 5.7% Cu + 0.9g/t Au. The drilling program has highlighted a supergene enrichment zone within the system and field reconnaissance has identified an untested sub-cropping gossanous zone 280m north of current resource.

HUALLILINGA

Regional reconnaissance mapping within the Huallilinga project has identified a new 15km² copper porphyry target, the Samuel Prospect. Field mapping and sampling is underway during October.

JOSHUA COPPER PROJECT

Activities by a small local mining contractor at the Carmelita Mining concession ceased during the quarter allowing Helix full access to the underground workings. Field assessment confirmed the presence of abundant copper oxides and the identification of a dacitic porphyry in the workings, which reach a maximum depth of approximately 50m below surface.

NSW

COLLERINA PROJECT

A close-spaced Auger soil program and moving-loop EM survey have recently been completed at the Collerina copper/gold prospect. Results are pending. Based on positive results a drill program is planned to test this Prospect this quarter.

BROWN'S PROSPECT (MURIEL TANK)

First-pass 4m composite spear sampling of the maiden 700m drill program returned anomalous gold in all 8 holes with the best result so far in the southern most hole (4m @ 2g/t Au from 64m). Assays have highlighted the presence of coarse gold in the composite spear samples. 1m riffle split sampling during October will assist in accurately assessing gold grades from the program. The target zone remains open and untested along strike and at depth

CORPORATE

A total of 33,817,620 September 2014 options were exercised, representing a 92% up-take and raising \$500k to be used to advance the Company's Chile and Australian assets and working capital.

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PROJECT ACTIVITIES

CHILE - COPPER AND GOLD PROJECTS

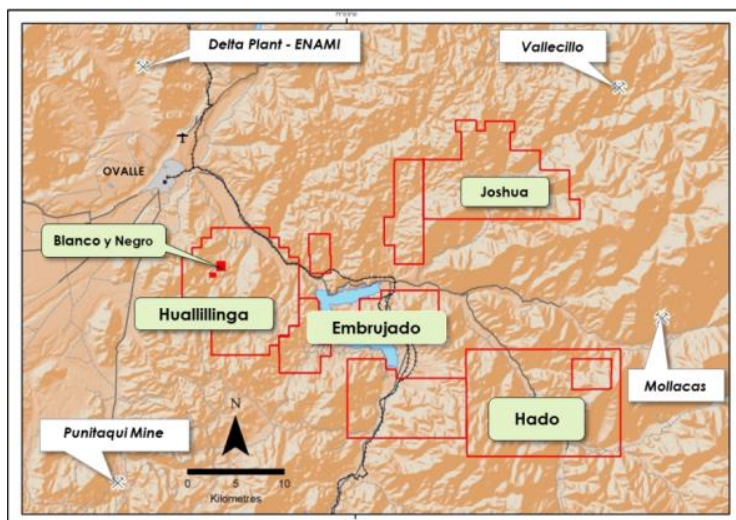


Figure 1: Location of Helix's Projects near the town of Ovalle – Region IV Chile

Blanco Y Negro Project[100%]

A 100% owned Mining lease and surrounding 100km² of exploration concessions (Huallilinga Project) in Region IV Chile. The project sits within a major regional mineralised shear system with multiple mineral occurrences evident throughout broader project and surrounding district.

During the quarter a 8 hole 686m RC program was completed. High grade copper and gold assays were returned (refer Table 1), with hole ARBN14-003 returning a significant high-grade intercept of **30m @ 1.4% Cu + 0.3g/t Au from 67m, incl. 4m @ 5.7% Cu and 0.9g/t Au**. The result from this hole confirms the presence of a supergene chalcocite enrichment zone along strike in the system.

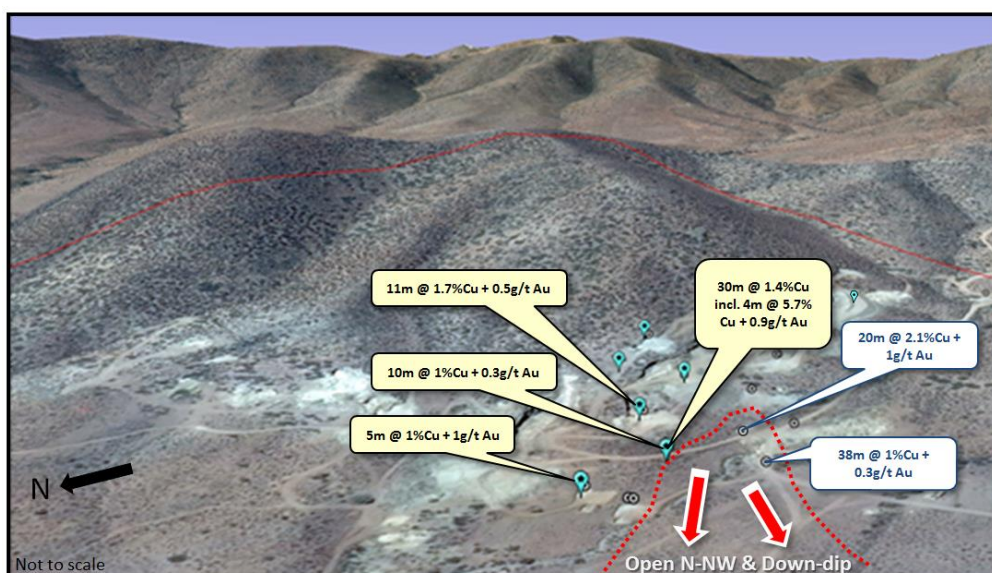


Figure 2: Blanco y Negro Drill collar positions on topography (significant program results – Black, previous results – Blue), mineralisation remains open.

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Table 1: Significant Copper/Gold intercepts from recent drilling program.

Hole ID	From (m)	Assay Result
ARBN14-002	50m	24m @ 0.6% Cu + 0.2g/t Au incl. 10m @ 1.0% Cu + 0.3g/t Au
ARBN14-003	67m	30m @ 1.4% Cu + 0.3g/t Au incl. 4m @ 5.7% Cu + 0.9g/t Au
ARBN14-007	20m	40m @ 0.8% Cu + 0.2g/t Au incl. 11m @ 1.7% Cu + 0.5g/t Au
ARBN14-008	28m	18m @ 0.7% Cu + 0.4g/t Au incl. 5m @ 1.0% Cu + 1.0g/t Au

Refer to table 2 for full drill hole details.

The best results were returned from a section 70m NW of the original DDHU-001 (20m@ 2%Cu and 1.1g.t Au) where mineralisation was intersected in both holes over significant widths (refer figure 3). This drilling has confirmed the presence of a supergene enrichment zone within the main shear. The chalcocite-rich zone, within the broader intercept, returned significant copper grades and associated gold (**4m @ 5.7%Cu + 0.9g/t Au**).

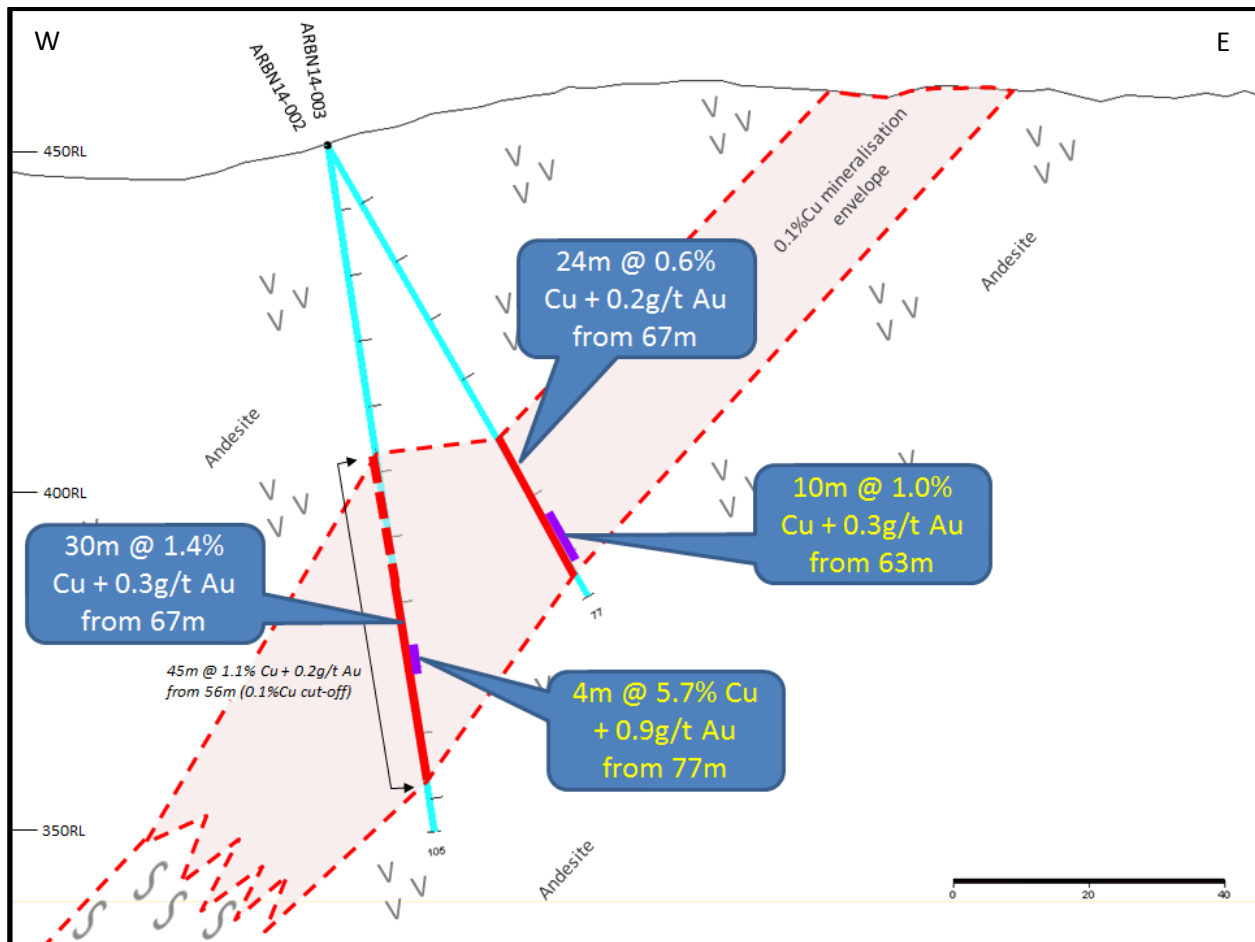


Figure 3: Cross-section showing mineralisation in holes ARBN14-002 and ARBN14-003

The high-grades intersected to date remain open down-dip and to the north-west, providing immediate future drilling targets. Further field reconnaissance undertaken during the program has identified a new target 280m north of the current resource. This target, untested by drilling, has an associated magnetic low with sub-cropping gossanous material present at surface. This target position is in a similar magnetic setting to where the best grades have been intersected to date in the main zone (refer Figure 3).

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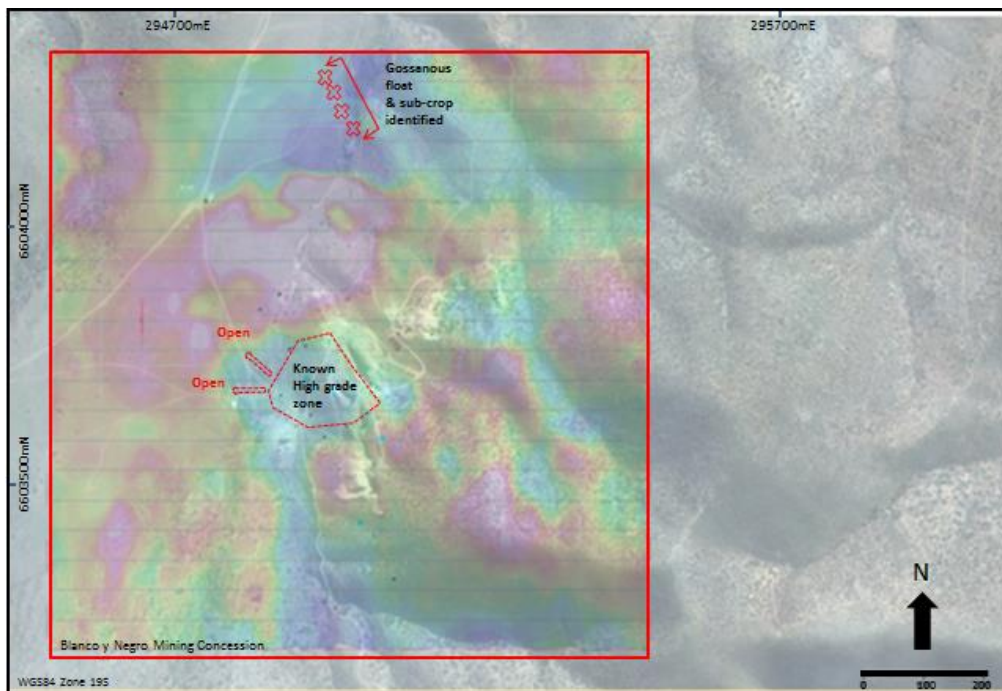


Figure 4: Ground Magnetics over Blanco y Negro Mining Concession, showing location of new target zone

Exploration drilling to the south of the current resource intersected wide zones of anomalous copper and gold. Further work is required in this area.

Huallilinga Regional Copper/Gold Project

The Huallilinga Project, surrounds Blanco Y Negro and is prospective for both high-grade shear/vein copper/gold systems and large porphyry systems. During the quarter Helix began a regional reconnaissance mapping program on the property. A porphyry target was identified in the south-east quadrant of the concessions covering an area of approximately 15km². The target, the Samuel Prospect, was defined by the presence of alteration, surrounding a valley with sporadic copper-rich quartz veins, breccias, oxide copper in preserved roof rocks (andesites) and associated alteration, on a regionally significant NW lineament.



Figure 5: Samuel Prospect - looking from NW to SW toward distal altered roof rocks and major NW structure (yellow)

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A series of small historic artisanal copper working are evident across the valley and identification of copper oxides in preserved andesitic roof rocks. Helix is undertaking a mapping and sampling program during October to assist in defining the target.

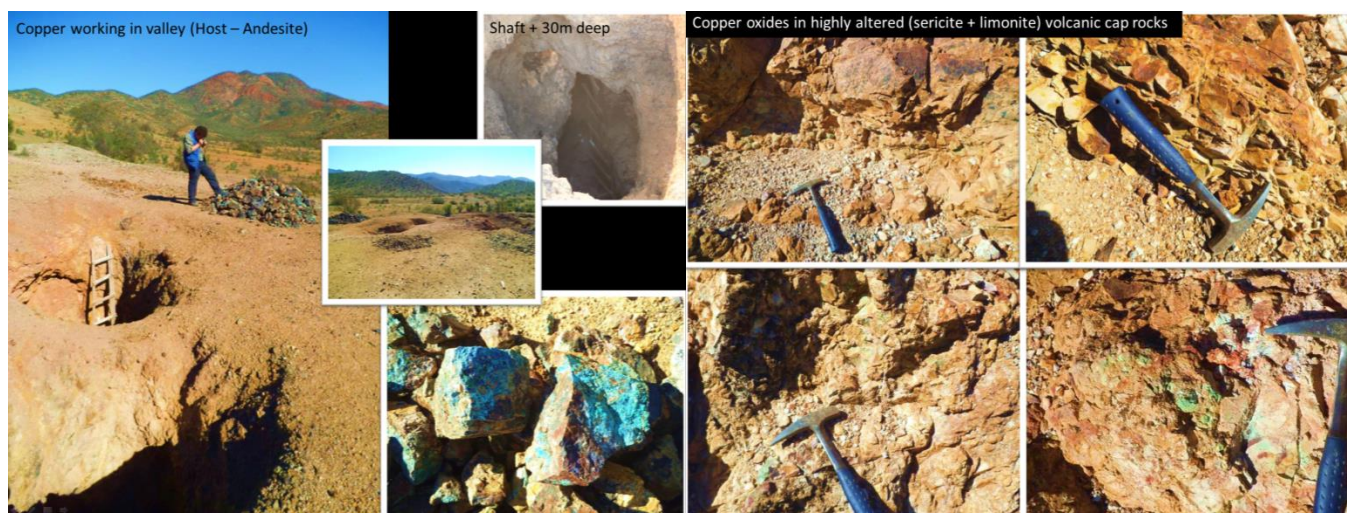


Figure 6: Various photos of workings and copper-rich outcrops at the Samuel Porphyry Prospect

Joshua Copper Porphyry Project [100%]

The Joshua Project is located in Region IV Chile, 40km East of Ovalle [Population 100,000], at low altitude (less than 1700m), with excellent nearby infrastructure. Four porphyry targets have been identified to date in a regionally significant NW structural corridor within the total project area of 100km².

The main porphyry system (Target 1, Carmelita & Target 4) is defined by an IP anomaly covering 10km² and coincident soil geochemistry over the target zone (Figure 7). To date Helix has drill tested only 10% of the target– (2,000m RC& DDH) with the best result: DDH2 400m @ 0.3%Cu + 0.1g/t Au from surface to EOH.

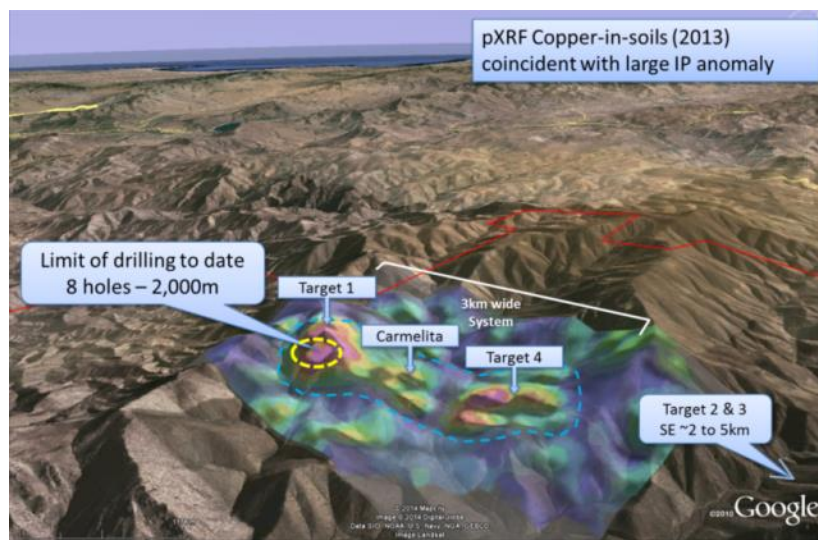


Figure 7: Joshua main porphyry target with pXRF copper results draped on topography

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During the quarter, the Company gained full access to the Carmelita Property after the incumbent small-scale mining contractor completed their activities on the property. Helix has now had the opportunity to visit and assess the underground workings, which have been worked down to a level approximately 50m below surface.

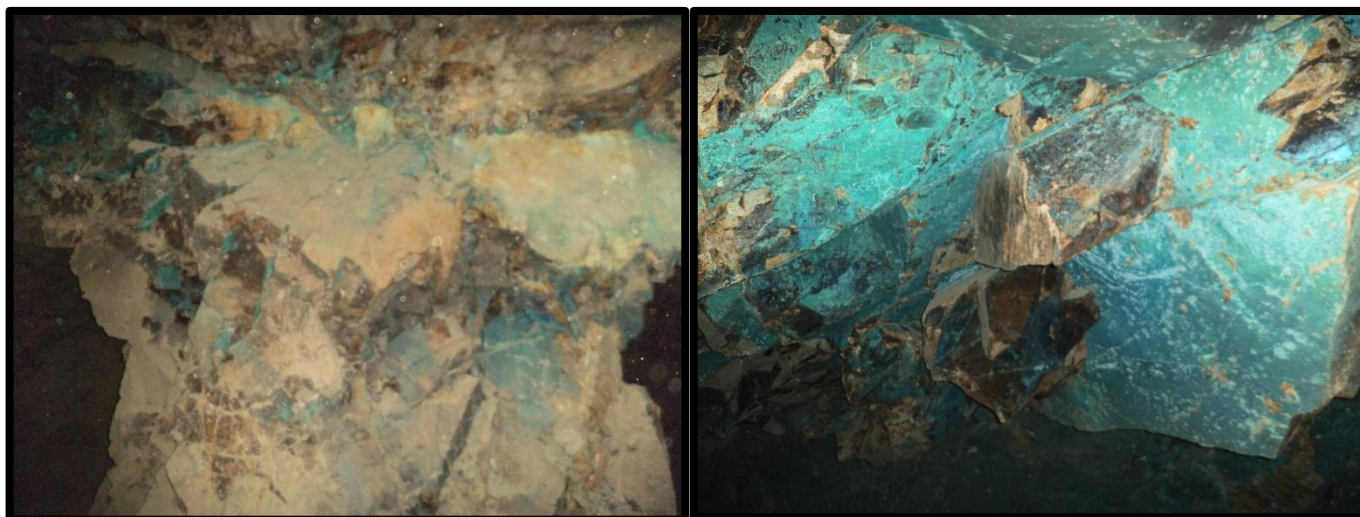


Figure 8: Copper oxides present in Carmelita underground workings – Joshua Project

The Carmelita Mine workings are dominated by copper oxides present in a mix of preserved granodiorite roof rocks and a dactic porphyry. Information collected from the workings will assist in understanding the broader main Joshua porphyry target (figure 7).

COPPER & GOLD PROJECTS - NSW

Helix holds approximately prospective VMS Copper and epithermal Gold terrain in the Cobar-Girilambone District. Helix is carrying out targeted geochemistry and geophysics to isolate drill targets for testing in this highly prospective region.

BROWNS PROSPECT - MURIEL TANK PROJECT [Helix Resources 70% : Glencore 30%]

Muriel Tank (EL6739) project is located 20km east of the Canbelego township on the Barrier Highway in NSW. Gold lode mineralisation was historically mined in the 1920-30's from the goldfield, most commonly associated with chlorite shears. Gold is also associated with mixed sedimentary (turbidite) sequences in fold hinge zones and in localised kink zones, where previous Helix rock chips have returned results of >30g/t Au.

A maiden RC program comprising 8 holes for a total of 700m has tested approximately 250m of strike within the open-ended 1km long gold in soil anomaly (Figure 9). Results have returned grades of up to 2 g/t Au over 4m, with all holes returning wide zones of anomalous gold (>0.1g/t Au) in 4m spear composite sampling (refer to ASX announcement 8 October 2014 for details).

The holes generally intersected the target zone between 0m and 50m, with the southern-most drill hole returning the highest result in the 4m composite spear sampling (4m @ 2g/t Au in BPRC003 from 64m). Assay repeatability has highlighted the likely presence of coarse gold in the samples. Zones returning anomalous gold therefore require follow-up 1m riffle-spilt sampling to accurately determine gold grades.

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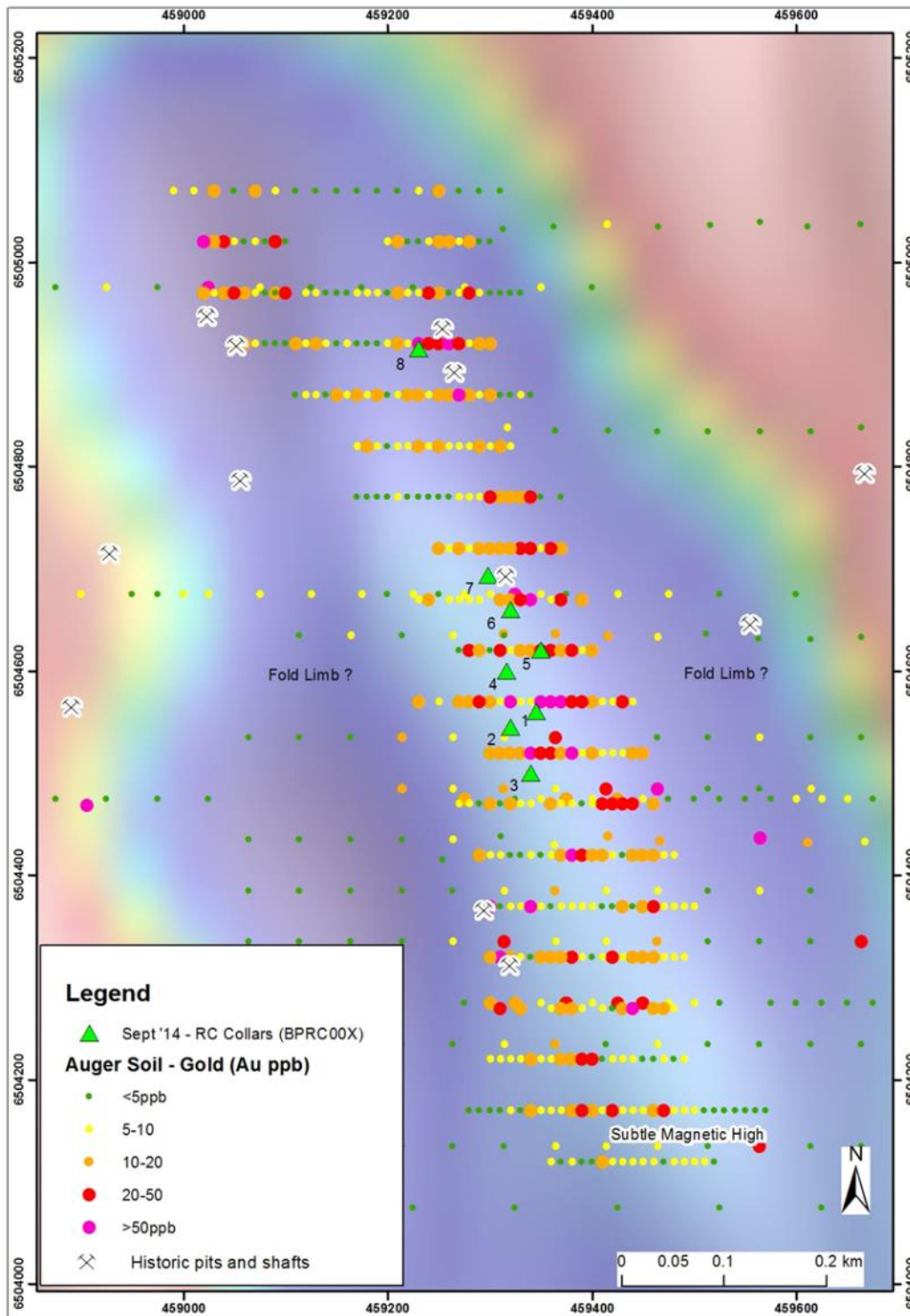


Figure 9: Brown's Prospect drill hole location on gold in auger soil sampling and detailed magnetics.

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COLLERINA [*Helix Resources 100% of precious & base metal discoveries*]

The Collerina Prospect is prospective for copper and gold mineralisation. It is located on a 15km long corridor of prospective volcanic/sedimentary sequence within the tenement. The project is located within a +200km VMS belt and is close to infrastructure including the operating Tritton Mine and associated deposits to the north, and the Tottenham Cu/Au deposits to the south.

The Collerina Prospect has an historic copper working (early 1900's) and was subject to a broad-spaced 3 hole drilling program by CRA in the 1980's, where copper mineralisation was intersected in all three holes (4m @ 2.4% Cu from 54m, 48m @ 0.6% Cu from 30m and 4.6m @ 1.1% Cu from 65m). There has been limited exploration activity on the Prospect since.

Work during the quarter included Auger soil sampling on a 50m x 10m grid over a strike of approximately 500m, covering the gossanous trend at the Collerina Prospect. A total of 270 samples have been collected and have been received by the laboratory for assay.

In addition, a 5 line-kilometre moving loop EM survey was conducted in early October to assist in defining possible copper-rich conductors in the bed-rock associated with the copper/gold trend. Data for this survey is currently with the geophysics contractor, with modelling and reporting expected in the coming weeks.

Based on positive results from these programs, drilling is expected to be undertaken in the fourth quarter of 2014.

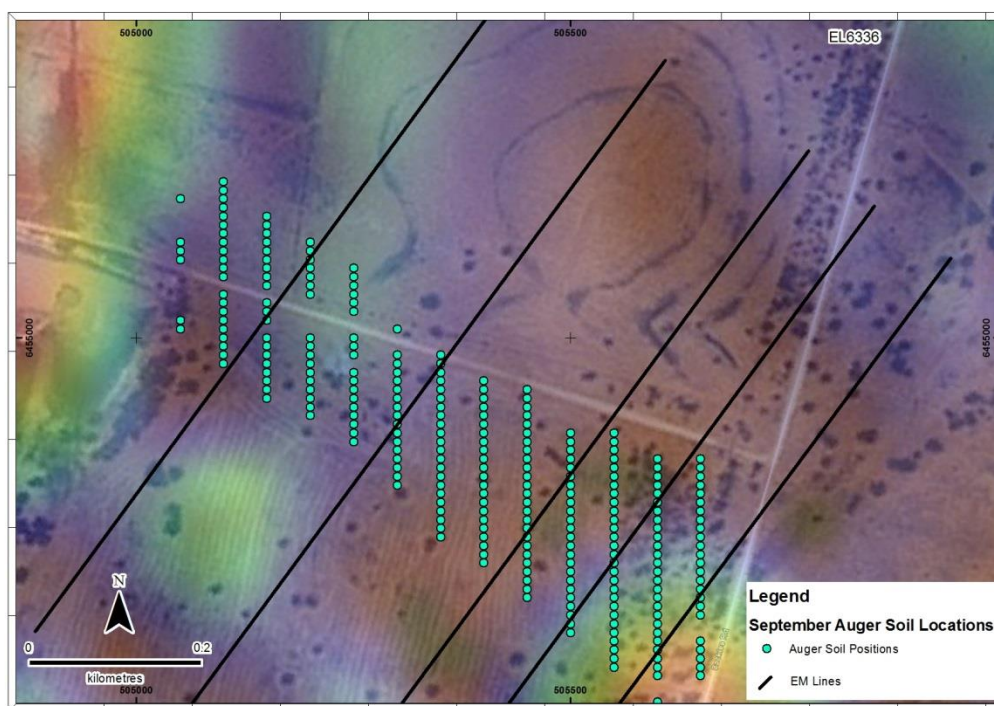


Figure 10: Location of recently collected Auger soils and EM survey lines – Results Pending

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NON- CORE ASSETS

OLARY IRON PROJECT – SA

Helix remains in discussions with Lodestone Equities Limited (Lodestone) after granting an extension to the deferred payment of the \$1.75m due on 31 March 2014 for the sale of the Olary Magnetite asset in South Australia. Helix holds a 1% FOB Royalty over Fe production from this project and is to receive deferred cash payments of \$2.575M (+ interest) from Lodestone to complete the sale of this asset.

TUNKILLIA GOLD PROJECT JV - SA

Helix Resources has a 30% interest in the Tunkillia Gold Project in the Gawler Craton in South Australia. The project was discovered by Helix in the 1990's and has a total resource of 878,000 ozs of gold and 2.5m ozs of silver (*refer to resources table*).

In May 2014, WPG Resources became a 70% holder and manager of the Tunkillia Project purchasing the management company Tunkillia Gold Pty Ltd from Mungana. WPG have advised they intend to focus on improving the economics of the resource inventory, securing a Mineral Lease [ML] and assessing development options.

YALLEEN IRON ORE PROJECT – WA

Yalleen Project has a resource 84Mt @ 57% Iron ore in Indicated and Inferred Resources (*refer to resources table below*) on 575km² of tenements in the West Pilbara owned by Helix Resources – API JV: iron ore rights only

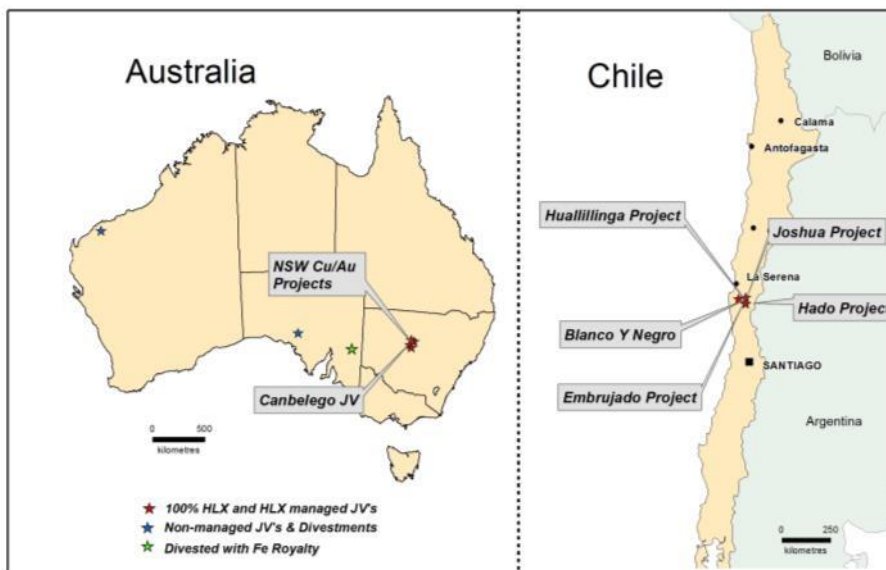
Helix is currently diluting to Royalty over iron ore production from the tenements. Recent corporate activity resulted in Aquila Resources being acquired by Baosteel and Aurizon. During the quarter Aurizon announced a market update and project timeline and development plans for the West Pilbara Iron Project (refer AZJ announcement 11 Sept 2014).

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Project Location Map

Capital Structure

ASX Ticker Code	HLX
Share Price	AU\$0.023
Market Cap	\$6.2M
Fully Paid Shares	268M

Directors and Management

Pasquale Rombola	Non-Executive Chairman
Michael Wilson	Managing Director
Jason Macdonald	Non-Executive Director

Assets

Cash	\$1.7 Million
NSW- Restdown Gold JV (70%)	2.6Mt @ 1.2g/t Au (100%) – (JORC 2004)
NSW - Canbelego JV (70%)	1.5Mt @ 1.2% Cu (100%) – (JORC 2004)
NSW – Cobar Region	Au/Cu projects with advancing targets
NSW – Collerina Project	Earn 100% of precious and base metal discoveries on EL6336
Chile – Joshua Project	Significant Cu porphyry
Chile – Huallilinga Project	Blanco Y Negro Deposit: 1.4Mt @ 1.4% Cu + 0.5g/t Au (JORC 2012)
Chile – Hado Project	Large Cu/Au porphyry targets
Chile – Embrujado	High-grade Cu/Au and porphyry targets

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Resource Inventory

Commodity	Category	Project	Interest	Resource
Iron Ore	Indicated Inferred	Yalleen JV, WA	30% (Diluting)	47.9Mt @ 57.3% Fe (Channel Iron)* 36.4Mt @ 57.1% Fe (Channel Iron)*
Joint ventured with API Management Pty Ltd (50% Aquila Resources, 50% AMCI) and forms part of their West Pilbara Iron Ore Project [WPIOP] which comprises multiple JV's.				
Copper (+Gold)	Inferred	Blanco Y Negro, Chile	100% Helix	1.4Mt @ 1.4% Cu for 20,000t Contained Cu + 0.5g/t for 23,000oz Au (at 0.4% Cu Cut-off) – 2012 JORC**
Copper	Inferred	Canbelego JV, NSW	70%(Straits Contributing 30%)	1.5Mt @ 1.2% Cu for 18,000t* Contained Cu (at 0.3% Cu Cut-off)
Gold	<u>Inferred</u>	Restdown JV	70% (Glencore Contributing 30%)	2.6Mt @ 1.2g/t Au for 100,000oz (0.3 g/t Au cut off)
Gold	Measured Indicated Inferred TOTAL*	Tunkillia JV, SA	28% (Diluting)	4.9Mt @ 1.32 g/t – 209,000 oz Au 16.5Mt @ 1 g/t – 512,000 oz Au 5.6Mt @ 1 g/t – 173,000 oz Au 27.0Mt @ 1 g/t – 894,000 oz Au
	Measured Indicated Inferred TOTAL*			4.9Mt @ 3.7 g/t – 563,000 oz Ag 16.5Mt @ 2.7 g/t – 1,412,000 oz Ag 5.6Mt @ 3.0 g/t – 545,000 oz Ag 27.0Mt @ 2.9 g/t – 2,543,000 oz Ag
Mungana Goldmines Ltd JV Manager and 72% JV participant. Mungana has submitted a Mining Lease application. Helix has elected to dilute, with our equity position presently 28%- (subject to adjustment relating to an R&D rebate to the Manager).				

*Details of the assumptions underlying the above estimations are contained in previous ASX releases or at www.helix.net.au

** Refer to ASX announcement 20 November 2013 for Table 1 details and CP Statements

Competent Persons Statement

The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M Wilson who is a full time employee of Helix Resources Limited and a Member of The Australasian Institute of Mining and Metallurgy. Mr M Wilson has sufficient experience which 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 M Wilson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relating to previous reported Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M Wilson who is a full time employee of Helix Resources Limited and a Member of The Australasian Institute of Mining and Metallurgy. Mr M Wilson has sufficient experience which 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr M Wilson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Details of the assumptions underlying any Resource estimations are contained in previous ASX releases or at www.helix.net.au

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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

HELIX RESOURCES LIMITED

ABN

27 009 138 738

Quarter ended ("current quarter")

30 September 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'ooo	Year to date (3 months) \$A'ooo
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(267)	(267)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(221)	(221)
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	(1)	(1)
1.6	Income taxes paid	-	-
1.7	Environmental bond refund	-	-
	Other (provide details if material)		
	Net Operating Cash Flows	(481)	(481)
Cash flows related to investing activities			
1.08	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.09	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	37	37
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Lodestone Equities Ltd instalment payment for Olary Magnetite Project	-	-
	Net investing cash flows	37	37
1.13	Total operating and investing cash flows (carried forward)	(444)	(444)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(444)	(444)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	311	311
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Proceeds for shares not issued	138	138
	Net financing cash flows	449	449
	Net increase (decrease) in cash held	5	5
1.20	Cash at beginning of quarter/year to date	1,711	1,711
1.21	Exchange rate adjustments to item 1.20	16	16
1.22	Cash at end of quarter	1,732	1,732

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
1.26	Aggregate amount of payments to the parties included in item 1.2	69
1.27	Aggregate amount of loans to the parties included in item 1.10	-

1.28 Explanation necessary for an understanding of the transactions

Directors' fees and salaries - \$69,000

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	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	376
4.2 Development	-
4.3 Production	-
4.4 Administration	148
Total	524

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	1,732	1,711
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,732	1,711

+ See chapter 19 for defined terms.

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	Huallilinga: Region IV Chile Exploration Concessions: Bogarin 3-8, 9-10, 19-20, 21-23, 33-37, 45-47.	100%	0%
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

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	257,206,910	257,206,910	
7.4	Changes during quarter			
	(a) Increases through issues	83,949	83,949	
		1,207,528	1,207,528	
		19,441,092	19,441,092	
	(b) Decreases through returns of capital, buy-backs			

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

7.5	+Convertible debt securities (description)				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	14,197,284	14,197,284	Exercise price \$0.015	Expiry date 30 Sept 2014
7.8	Issued during quarter				
7.9	Exercised during quarter	83,949 1,207,528 19,441,092	83,949 1,207,528 19,441,092	\$0.015 \$0.015 \$0.015	30 Sept 2014 30 Sept 2014 30 Sept 2014
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

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 17/10/2014
Company Secretary

Print name: Michael Naylor

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

+ See chapter 19 for defined terms.

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.

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