

Appendix 5B

Mining 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

Name of entity

Reed Resources Ltd

ABN

89 099 116 631

Quarter ended ("current quarter")

30 June 2013

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'ooo	Year to date (12 months) \$A'ooo
1.1	Receipts from product sales and related debtors	20,086	31,873
1.2	Payments for (a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production – gold	(24,034)	(46,733)
	(d) gas transmission	-	(1,084)
	(e) administration	(1,105)	(9,737)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	(a) option premium	-	(3,070)
	(b) Hedge closure proceeds	27,135	27,135
	Net Operating Cash Flows	22,082	(1,616)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(353)	(22,348)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	6	6
1.10	Loans to other entities	(29)	(91)
1.11	Loans repaid by other entities		-
1.12	Other (provide details if material)		
	(a) Interest and other items of similar nature received	103	1,022
	(b) exploration & evaluation	(1,947)	(6,074)
	Net investing cash flows	(2,220)	(27,485)
1.13	Total operating and investing cash flows (carried forward)	19,862	(29,101)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	19,862	(29,101)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	10,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	(36)	20,044
1.17	Repayment of borrowings	(19,265)	(19,681)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)		
	(a) share issue costs	-	(447)
	(b) Interest paid / borrowing costs	(449)	(2,083)
	Net financing cash flows	(19,750)	7,833
	Net increase (decrease) in cash held	112	(21,268)
1.20	Cash at beginning of quarter/year to date	18,929	40,309
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	19,041	19,041

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	350
1.24 Aggregate amount of loans to the parties included in item 1.10	29

1.25 Explanation necessary for an understanding of the transactions

During the quarter \$350K was paid to directors of the entity and a loan of \$29K was made to associate entity Reed Industrial Minerals Pty Ltd.

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

n/a

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

n/a

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'ooo	Amount used \$A'ooo
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'ooo
4.1 Exploration and evaluation	1,700
4.2 Development	-
4.3 Production	26,140
4.4 Administration	2,365
Total	30,205

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'ooo	Previous quarter \$A'ooo
5.1 Cash on hand and at bank	7,164	7,029
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (restricted deposits)	11,877	11,900
Total: cash at end of quarter (item 1.22)	19,041	18,929

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	E15/1123	100%	0%
	relinquished,	E16/378	100%	0%
	reduced or lapsed	E16/380	100%	0%
		E09/1937	100%	0%

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

P51/1875	Expired	100%	0%
P51/1808	Expired	100%	0%
P51/1825	Expired	100%	0%
P51/1824	Expired	100%	0%
P51/1876	Expired	100%	0%
P51/1822	Expired	100%	0%
P51/1879	Expired	100%	0%
P51/1823	Expired	100%	0%
P51/1878	Expired	100%	0%
P51/1801	Expired	100%	0%
P51/1799	Expired	100%	0%
P51/1880	Expired	100%	0%
P51/1885	Expired	100%	0%
P51/1886	Expired	100%	0%
P51/1882	Expired	100%	0%
P51/1884	Expired	100%	0%
P51/1640	Expired	100%	0%
E20/0189	Expired	100%	0%
P51/1658	Expired	100%	0%
E20/0440	Expired	100%	0%
P51/1809	Expired	100%	0%
P51/1639	Expired	100%	0%
P51/1641	Expired	100%	0%
P51/1795	Expired	100%	0%
P51/1796	Expired	100%	0%
P51/1797	Expired	100%	0%
P51/1798	Expired	100%	0%
P51/1891	Expired	100%	0%
P51/1887	Expired	100%	0%
P51/1638	Expired	100%	0%
P51/1883	Expired	100%	0%
P51/2037	Expired	100%	0%
P51/2038	Expired	100%	0%
P51/2039	Expired	100%	0%
P51/2040	Expired	100%	0%
E51/0348	Expired	100%	0%
E51/0615	Expired	100%	0%
E51/0814	Expired	100%	0%
P51/1987	Expired	100%	0%
P51/2327	Expired	100%	0%
P51/2326	Expired	100%	0%
P51/1892	Expired	100%	0%
P51/1881	Expired	100%	0%
P51/1859	Expired	100%	0%
P51/1860	Expired	100%	0%
P51/1861	Expired	100%	0%
P51/1888	Expired	100%	0%
P51/1889	Expired	100%	0%
P51/1890	Expired	100%	0%
P51/1863	Expired	100%	0%
P51/1893	Expired	100%	0%
P51/1865	Expired	100%	0%

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

P51/1867	Expired	100%	0%
P51/1869	Expired	100%	0%
P51/1871	Expired	100%	0%
P51/1894	Expired	100%	0%
P51/1836	Expired	100%	0%
P51/1862	Expired	100%	0%

6.2 Interests in mining
tenements acquired or
increased

M51/0666	Granted	100%	100%
M51/0667	Granted	100%	100%
M51/0668	Granted	100%	100%
M51/0669	Granted	100%	100%
M20/0437	Granted	100%	100%
M20/0438	Granted	100%	100%
M20/0476	Granted	100%	100%
M20/0477	Granted	100%	100%
M51/0572	Granted	100%	100%
M51/0654	Granted	100%	100%
M51/0652	Granted	100%	100%
M51/0653	Granted	100%	100%
M51/0809	Granted	100%	100%
M51/0788	Granted	100%	100%
M51/0796	Granted	100%	100%
M51/0778	Granted	100%	100%
M51/0810	Granted	100%	100%
M51/0822	Granted	100%	100%
M51/0823	Granted	100%	100%
M51/0824	Granted	100%	100%
M51/0825	Granted	100%	100%
M51/0830	Granted	100%	100%
M51/0849	Granted	100%	100%
M51/0807	Granted	100%	100%
M51/0670	Granted	100%	100%
M51/0671	Granted	100%	100%
M51/0781	Granted	100%	100%
M51/0672	Granted	100%	100%
M51/0673	Granted	100%	100%
M51/0741	Granted	100%	100%
L51/0091	Granted	100%	100%

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

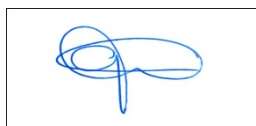
Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		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	519,976,564	519,976,564		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	100,000	100,000	nil cash	
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>	2,450,000	Nil	<i>Exercise price</i> \$0.784	<i>Expiry date</i> 31/12/2013
		3,000,000	Nil	\$0.984	01/07/2013
		500,000	Nil	\$0.984	01/07/2014
		1,000,000	Nil	\$1.000	31/12/2014
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
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 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:
Company secretary

Date: 22 July 2013

Print name: Jason Carone

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 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.

== == == == ==

+ See chapter 19 for defined terms.