31 October 2013

Manager of Company Announcements
ASX Limited
Level 6, 20 Bridge St
Sydney NSW 2000

By E-lodgment

Quarterly Activities Report
For Period Ending 30 September 2013

HIGHLIGHTS

- Due to the structural changes experienced in coal markets worldwide, the Company has focused on diversifying its project base to include Precious and Base Metals targets with a particular emphasis on Copper, Gold and Nickel
- As announced in the Investor Update on 16 October 2013, the granting of additional base metal licenses is well advanced
- The Company has acquired airborne magnetic and radiometric data for the whole of Tanzania. Our technical team has spent the last 6 months utilizing this data to rationalize the coal tenement portfolio in a cost effective and analytical way and to simultaneously develop high priority base metals targets
- The Company completed a Non-Renounceable Rights Issue and Shortfall Placement to raise $831,090 before costs
- First round geological mapping and geochemical sampling on the granted projects has commenced

STRATEGIC UPDATE

As outlined by the Company in the previous June 2013 Quarterly, the Company has been continually assessing its project portfolio and expenditure commitments to rationalise costs and ensure that future exploration expenditure is committed to priority “de-risked” targets.

As announced to the ASX on 16 October 2013, the Company has applied for 15 exploration licences in Tanzania that make up five (5) priority base metals projects, in early stage, under explored terrain, exhibiting regional scale anomalism and targeting Copper, Gold and Nickel prospectivity.

EXPLORATION TARGETS

The tenement licenses applied for target project areas that exhibit one or more of the following target criteria:

- Significant airborne geophysical anomaly;
- Mapped mineral occurrences;

- Outcropping prospective geology; and/or
- Surface / artisanal workings

Project Name	Number of Licenses	Area (km^2)	Target Commodities	Mineralisation Style	Geological Terrain
Kizumbi	2	461	Cu-Au	Hydrothermal vein-hosted	Ubendian System
Dodoma East	1	136	Ni-Cu-Au	Hydrothermal vein-hosted	Usagaran System
Mkindu	5	518	Cu-Au (±REE)	IOCG Carbonatite	Rufiji Basin
Godegode	6	276	Cu-Au (±REE)	Carbonatite	Usagaran System
Mukombe	1	200	Cu-Au	IOCG Hydrothermal vein-hosted	Usagaran System
Total	**15**	**1590km^2**			

Table 1 – Summary of the Company's Base Metals Projects
**Table does not include the Company's energy licence portfolio*

IMMEDIATE FOCUS

The Company has been focused on the below outcomes for the quarter, and this work continues:

- The field geology team commenced work on the granted projects, conducting geological mapping and targeted geochemical soil sampling.
- The field geology team are utilising a portable XRF machine for initial soil sample analysis and screening. Anomalous samples are then sent to a certified laboratory for final geochemical analysis.
- Initial field results are promising with anomalous copper values being identified utilizing the XRF machine on the first license.
- Field geology work will remain focussed on gathering field information prior to the end of the December 2013 quarter when seasonal rains are expected to limit field access.

TANZANIA – BASE METALS PROJECTS

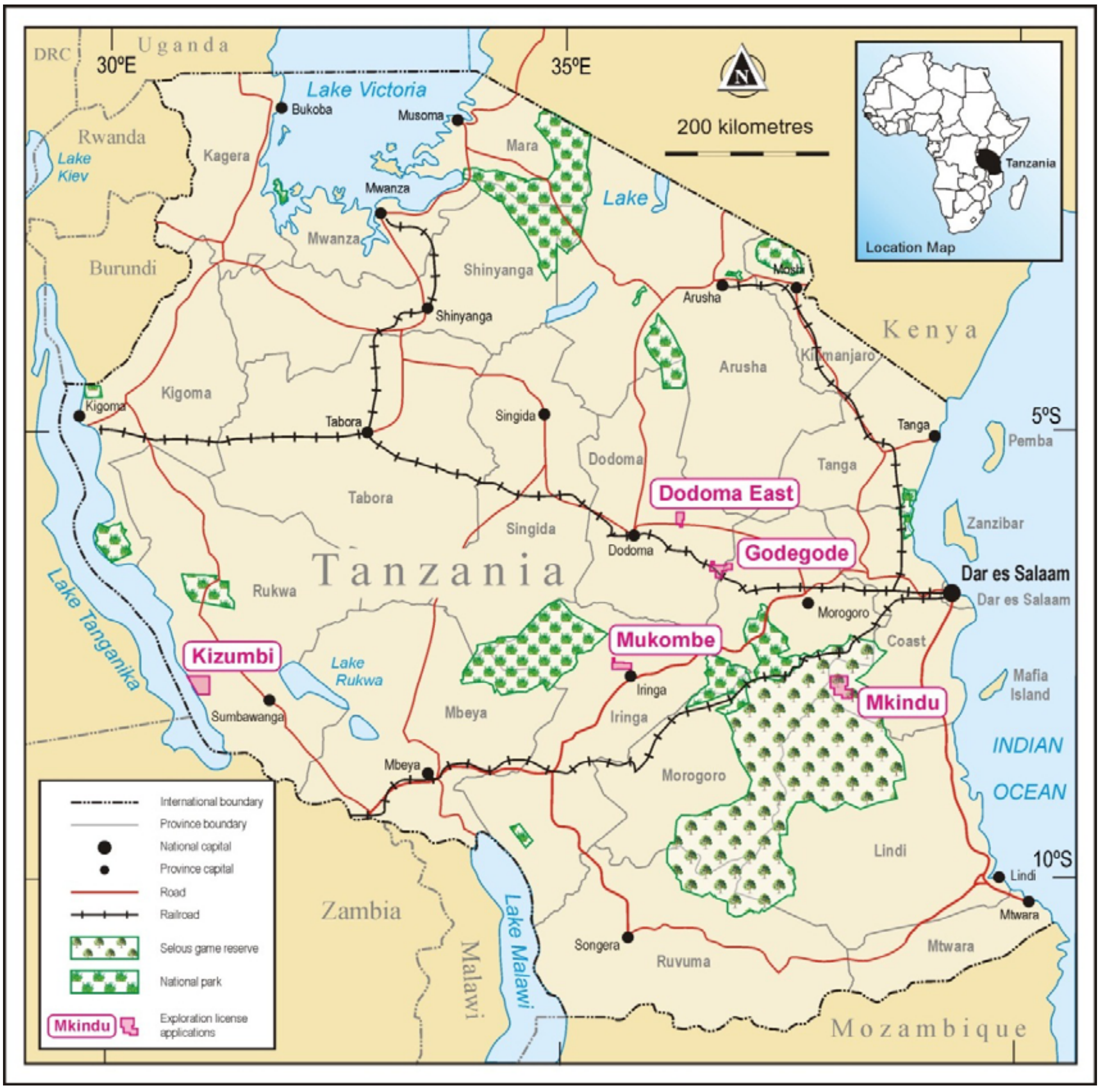

Figure 1 – Map showing location of the Company's Base Metals Projects in Tanzania

CORPORATE UPDATE

As announced on 2 October 2013 the Company successfully completed its renounceable pro-rata offer of up to 83,109,074 Shares at an issue price of $0.01 under the Prospectus dated 26 June 2013 ("Rights Issue"), of which $212,195.52 was raised under the initial Rights Issue and the balance under the Shortfall Placement. $806,091 had been received as of the end of the September 2013 quarter, with the balance of $25,000 received on 2 October 2013.

COMPETENT PERSONS STATEMENT

The information in this report that relates to exploration results is based on information compiled by Mr John Monaghan, who is Exploration Manager for the Company. Mr Monaghan is a member of Australian Institute of Geoscientists and 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 Monaghan consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Rule 5.3

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

Select Exploration Limited

ABN	Quarter ended ("current quarter")
25 062 063 692	30 September 2013

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (9 months) $A'000
1.1	Receipts from product sales and related debtors	5	16
1.2	Payments for (a) exploration & evaluation	(422)	(1,463)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(115)	(587)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	3	22
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other		
	- Capital items	-	(84)
	- Data acquisition	-	(177)
	Net Operating Cash Flows	(529)	(2,273)
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	Net investing cash flows	-	-
1.13	Total operating and investing cash flows (carried forward)	(529)	(2,273)

1.13	Total operating and investing cash flows (brought forward)	(529)	(2,273)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	808	834
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 (share issue costs)	(37)	(71)
	Net financing cash flows	771	763
	Net increase (decrease) in cash held	242	(1,510)
1.20	Cash at beginning of quarter/year to date	566	2,318
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	**Cash at end of quarter**	808	808

**Note: The Company was re-instated to the ASX on 1 November 2012 after compliance with ASX Listing Rule 11.1.3 and Chapters 1 and 2 of the ASX Listing Rules. Prior to this period the Company was not a mining exploration entity and reported on a different basis each quarter via an Appendix 4C.

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
1.23	Aggregate amount of payments to the parties included in item 1.2	66
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Amount includes:
- Executive Director remuneration; and
- Company secretarial fees, financial compliance, office rent and corporate advisory fees to Grange Consulting of which Mr Ian Macliver is a director and shareholder; and

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

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	300
4.2	Development	-
4.3	Production	-
4.4	Administration	140
	Total	**440**

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	808	566
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.22)	808	566

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	PL 8223/2012 PL 8224/2012 HQ P22701	Relinquished Relinquished Relinquished	100% 100% 100%	0% 0% 0%
6.2	Interests in mining tenements acquired or increased	Godegode Project HQ-P 27219 Dodoma East (previously titled "Majeleko Region") HQ-P 27172 Kizumbi Project HQ-P 27171 HQ-P 27173 Mkindu Project (previously titled "Rufiji Region") HQ-P 27127 HQ-P 27126 HQ-P 27125 HQ-P 27123 HQ-P 27124	 Granted* Granted* Granted* Granted* Granted* Granted* Granted* Granted* Granted* ***previously under application**	 100% 100% 100% 100% 100% 100% 100% 100% 100%	 100% 100% 100% 100% 100% 100% 100% 100% 100%

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)

+ See chapter 19 for defined terms.

7.1	**Preference +securities** *(description)*	Class A Performance Shares 25,000,000 Class B Performance Shares 25,000,000	nil	Not applicable	Not applicable
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	122,173,226	106,430,032 (*15,743,194 subject to escrow)		Fully paid ordinary
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	80,609,074 (Rights Issue and Shortfall Placement) 9,615 (exercise of listed options)	80,609,074 9,615	$0.01 $0.20	Fully paid ordinary $0.20
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)*	Options: 3,850,000 27,443,886	- -	*Exercise price* $0.36 $0.35	*Expiry date* 30 June 2016 30 September 2015
7.8	Issued during quarter	-	-	-	-
7.9	Exercised during quarter	9,615	9,615	$0.20	31 July 2013
7.10	Expired during quarter	Options: 3,009,170	3,009,170	$0.20	31 July 2013
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 /does not* *(delete one)* give a true and fair view of the matters disclosed.

Sign here: ....Date: 31 October 2013
(~~Director~~/Company secretary)

Print name: Phil Warren

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.

+ See chapter 19 for defined terms.

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.

== == == == ==