

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

FINDERS RESOURCES LIMITED

ABN

82 108 547 413

Quarter ended ("current quarter")

30 June 2013

Consolidated statement of cash flows

	Current 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	(79)	(135)
(b) development	(821)	(1,214)
(c) pre-development	(1,449)	(2,904)
(d) administration	(714)	(1,377)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	14	24
1.5 Interest and other costs of finance paid	(25)	(186)
1.6 Taxes and value added tax refund (paid)	316	251
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(2,758)	(5,541)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(357)	(362)
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	(357)	(362)
1.13 Total operating and investing cash flows (carried forward)	(3,115)	(5,903)

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		Current quarter	Year to date (6 months)
		\$A'000	\$A'000
1.13	Total operating and investing cash flows (brought forward)	(3,115)	(5,903)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	2,500	6,000
1.15	Payment for share issue expenses	(444)	(444)
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
Net financing cash flows		2,056	5,556
Net increase (decrease) in cash held		(1,059)	(347)
1.20	Cash at beginning of quarter/year to date	2,480	1,770
1.21	Exchange rate adjustments to item 1.20	(1)	(3)
1.22	Cash at end of quarter	1,420	1,420

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	420
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Item 1.23 Payments for salaries, directors fees and consulting fees.

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

NA

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

NA

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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	8,827	8,827
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	70
4.2 Development	800
4.3 Pre-development	1,500
4.4 Administration	950
Total	3,320

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	547	500
5.2 Deposits at call	873	1,980
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total cash at end of quarter (item 1.22)	1,420	2,480

Pursuant to the subscription agreement dated 11 December 2012 with Provident Capital Partners Pte Ltd, the investors were granted options over 50 million shares in the Company, exercisable at 20 cents per share. The options are exercisable by no later than 7 August 2013.

The company is at an advanced stage of discussion with regards to a placement to raise additional funding.

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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	NA		
6.2	Interests in mining tenements acquired or increased	NA		

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	366,220,532	366,220,532	
7.4	Changes during quarter (a) Increases through issues - <i>Share placement</i> - <i>Conversion of loan</i> (b) Decreases through returns of capital, buy-backs	15,151,515 31,353,427	15,151,515 16.5 cents 31,353,427 16.5 cents	16.5 cents 16.5 cents
7.5	*Convertible debt securities Converting Notes	US\$5,500,000 Converting Notes (unlisted) which will convert into 12,248,538 Shares in the Company on or before 16 March 2018 at a conversion price of 42.7 cents per share		
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted			

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7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
		50,000,000	NIL	20 cents	30.09.2013
		500,000	NIL	30 cents	16.04.2014
		2,000,000	NIL	30 cents	08.05.2014
		16,000,000	NIL	50 cents	24.10.2014
		22,857,144	NIL	35 cents	06.06.2017
		31,298,904	NIL	25.56 cents	22.10.2017
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	250,000	NIL	37 cents	29.08.2014
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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 31 July 2013
Director

Print name: Christopher Ben Farmer

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.

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- 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.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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