

Appendix 5B

Rule 5.5

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

MINBOS RESOURCES LIMITED

ABN

93 141 175 493

Quarter ended ("current quarter")

31 December 2014

Consolidated Statement of Cash Flows

	Current Quarter	Year to Date
	31-Dec-14	"6 Months"
	\$A'000	\$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(142)	(152)
(b) development	-	-
(c) production	-	-
(d) administration	(268)	(714)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	2	2
1.5 Interest and other costs of finance paid	(46)	(58)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(454)	(922)
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	(454)	(922)

Consolidated Statement of Cash Flows Continued

	Current Quarter 31-Dec-14	Year to Date "6 Months"
	\$A'000	\$A'000
Cash flows related to financing activities		
1.14 Proceeds from issues of shares & options (net of issue costs) ⁽¹⁾	(10)	1,387
1.15 Proceeds from sale of forfeited shares	-	-
1.16 Proceeds from borrowings	-	-
1.17 Repayment of borrowings	(100)	(350)
1.18 Dividends paid	-	-
1.19 Other	-	-
Net Financing Cash Flows	(110)	1,037
Net (decrease) / increase in cash held	(564)	115
1.20 Cash at beginning of quarter/year to date	709	31
1.21 Exchange rate adjustments to item 1.20	2	1
1.22 Cash at end of quarter	147	147

⁽¹⁾ Current quarter expenditure relates to costs incurred on the conversion of the convertible notes and costs associated with the employee share plan.

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
1.23	Aggregate amount of payments to the parties included in item 1.2	56
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil
1.25	Explanation necessary for an understanding of the transactions	
	1.23 - Relates to fees paid to Directors \$30,000 & fees paid to Director related entities \$25,587.	

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

Conversion of Convertible Note: On 6 October 2014 the Company issued 83,333,332 shares at A\$0.003 and 83,333,332 options at A\$0.01 expiring on 30 December 2016 to repay \$250,000 of borrowings received during the 2014 financial year.

Conversion of Convertible Security: On 6 October 2014 the Company issued 33,333,333 shares at A\$0.003 to repay \$100,000 of borrowings.

Conversion of Convertible Security Assignment: On 6 October 2014 the Company issued 10,000,000 options at A\$0.01 expiring on 30 December 2016 to partially settle outstanding debt of A\$200,000 with the remainder being settled through a cash payment.

Conversion of Convertible Note: On 9 October 2014 the Company issued 86,703,200 shares at A\$0.003 to repay \$250,000 of borrowings and \$10,110 in interest pursuant to the Convertible note deed dated 2 April 2013. The Company also issued 10,725,000 shares at A\$0.003 in lieu of outstanding director fees of \$32,175.

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'000	Amount used \$A'000
3.1 Loan facilities	N/A	N/A
3.2 Credit standby arrangements	N/A	N/A

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	280
4.2 Development	-
4.3 Production	-
4.4 Administration	250
Total	530

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	146	708
5.2 Deposits at call	1	1
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	147	709

Changes in interests in mining 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 relinquished, reduced or lapsed	N/A	N/A	N/A	N/A
6.2 Interests in mining tenements acquired or increased	N/A	N/A	N/A	N/A

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)	Amount paid up per security (see note 3)
7.1 Preference +securities <i>(description)</i>	-	-	-	-
Changes during quarter				
7.2 (a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	1,189,149,881	1,189,149,881	-	-
7.4 Changes during quarter				
(a) Increases through issues				
(i) Conversion of Convertible note	83,333,332	83,333,332	\$0.003	Fully paid
(ii) Conversion of Convertible Security	33,333,333	33,333,333	\$0.003	Fully paid
(iii) Conversion of Convertible note	97,428,200	97,428,200	\$0.003	Fully paid
(iv) Employee share plan	31,000,000	31,000,000	\$0.003	Fully paid
(b) Exercise of options	-	-	-	-
(c) Decreases through return of capital, buy-backs	-	-	-	-
(d) Increase pursuant to underwriting of options	-	-	-	-
7.5 +Convertible securities	-	-	-	-
7.6 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through securities matured, converted	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>			Exercise price	Expiry date
Placement Options; no vesting period	1,150,000	-	\$0.0937	08/03/2016
Director Options; no vesting period	88,333,333	-	\$0.01	30/12/2016
Consultancy Options; no vesting period	30,000,000	-	\$0.01	30/12/2016
Conversion of Convertible note; no vesting period	100,000,000	-	\$0.01	30/12/2016
Conversion of Convertible note; no vesting period	83,333,332	-	\$0.01	30/12/2016
Consideration for Convertible Security; no vesting period	<u>10,000,000</u>	-	\$0.01	30/12/2016
	312,816,665			
7.8 Issued during quarter				
Conversion of Convertible note	83,333,332	-	\$0.01	30/12/2016
Consideration for Convertible Security	10,000,000	-	\$0.01	30/12/2016
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	3,000,000	-	\$0.25	30/12/2014
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: 30 January 2015

Print name: STEF WEBER

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 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.

== == == == ==