

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

Peel Mining Limited

ABN

42 119 343 734

Quarter ended ("current quarter")

30 June 2013

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 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	(1,994)	(4,925)
(b) development	-	-
(c) production	-	-
(d) administration	(316)	(968)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	27	45
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	1,000	4,000
Net Operating Cash Flows	(1,283)	(1,848)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(188)	(269)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	55
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	1,000
Net investing cash flows	(188)	786
1.13 Total operating and investing cash flows (carried forward)	(1,471)	(1,062)

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1.13	Total operating and investing cash flows (brought forward)	(1,471)	(1,062)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	5,096	7,018
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 – Costs of issue of shares	(126)	(220)
	Net financing cash flows	4,970	6,798
	Net increase (decrease) in cash held	3,499	5,736
1.20	Cash at beginning of quarter/year to date	2,866	629
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	6,365	6,365

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	(42)
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

1.7 - Cash calls (payments) from CBH Resources Limited (CBH) are part of a Farm-In Agreement of Peel Mining Limited's Mallee Bull Project. CBH completed Stage 2 of the farm-in which saw them fund \$2.5 million on exploration to earn an additional 15% of the project. CBH completed stage 1 of the farm-in earlier in the year. This saw CBH contribute \$1.5 million to exploration and \$1 million back to Peel as a reimbursement of prior exploration costs to earn an initial 15% interest in the Project.

Estimate of Cashflows (below) – This estimate includes exploration proposed for the Mallee Bull Project which will be funded by cash calls of \$900,000 (of a total of \$3,330,000) in the next quarter.

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

Nil

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

Peel Mining Limited has signed a farm in agreement with CBH Resources Limited for CBH earn an interest in Peel's Mallee Bull Project. CBH in this quarter has provided cash calls of \$1,000,000 (total of \$2,500,000) to complete their obligation to earn 30% of the project. Stage 1 saw CBH spend \$1,500,000 on exploration.

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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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,184
4.2 Development	
4.3 Production	
4.4 Administration	220
Total	1,404

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	45	25
56 Deposits at call	6,320	2,300
800 Bank overdraft		
Other (Farm-in Agreement funds)	-	541
43 Total: cash at end of quarter (item 1.22)	6,365	2,866
899		

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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	EL 7461 EL 7356	Reduced due to Farm-in Relinquished	100% 100%	70% 0%
6.2	Interests in mining tenements acquired or increased	EL 8070 EL 8071 EL 8105 EL 8112 EL 8113 EL 8114 EL 8115 EL 8117 EL 8125 EL 8126	Granted Granted Granted Granted Granted Granted Granted Granted Granted Granted	Nil Nil Nil Nil Nil Nil Nil Nil Nil Nil	100% 100% 100% 100% 100% 100% 100% 100% 100% 100%

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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 (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	129,871,683	129,871,683		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	10,400,000 2,500,000	10,400,000 2,500,000	\$0.49 \$0.10	\$0.49 \$0.10
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)	400,000 1,000,000 1,500,000	Nil Nil Nil	<i>Exercise Price</i> \$0.08 \$0.50 \$0.50	<i>Expiry Date</i> 31/07/2014 28/11/2015 28/11/2015
7.8 Issued during quarter	1,000,000 1,500,000	Nil Nil	\$0.50 \$0.50	28/11/2015 28/11/2015
7.9 Exercised during quarter		Nil		
7.10 Expired during quarter	Nil	Nil		
7.11 Debentures (totals only)				

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7.12	Unsecured notes (totals only)				
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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:



(Company secretary)

Date: 31 July 2013

Print name: Ryan Woodhouse

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 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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