



Malachite Resources Limited

Suite 2, Level 10, 8-10 Loftus Street Sydney NSW 2000
Tel. (02)9251 0032 Fax (02) 9475 0439 www.malachite.com.au

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98.

Rule 5.3

Name of entity

Malachite Resources Limited

ACN or ARBN

075 613 268

Quarter ended ("current quarter")

31 March 2014

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		
1.2 Payments for		
(a) exploration and evaluation	(99)	(423)
(b) development		
(c) production		
(d) administration	(139)	(436)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	6
1.5 Interest and other costs of finance paid	(55)	(129)
1.6 Income taxes paid (received)		
1.7 Other income	-	69
Net Operating Cash Flows	(292)	(913)
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	295	313
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other -Security deposits	-	53
Net investing cash flows	295	366
1.13 Total operating and investing cash flows (carried forward)	3	(547)

Malachite Resources Limited
Appendix 5B
31 March 2014

	Current quarter \$A'000	Year to date (9 months) \$A'000
1.13 Total operating and investing cash flows (brought forward)	3	(547)
Cash flows related to financing activities		
1.14 Proceeds from issues of shares	-	525
1.15 Proceeds from sale of forfeited shares		
1.16 Proceeds from borrowings	(7)	843
1.17 Repayment of borrowings	-	(514)
1.18 Dividends paid		
1.19 Other (provide details if material)- Borrowing costs	-	(28)
- Capital raising costs	(18)	(47)
Net financing cash flows	(25)	779
Net increase (decrease) in cash held	(22)	232
1.20 Cash at beginning of quarter/year to date	390	136
1.21 Exchange rate adjustments to item 1.20		
1.22 Cash at end of quarter	368	368

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

1.23 Aggregate amount of payments to the parties included in item 1.2	20
1.24 Aggregate amount of loans to the parties included in item 1.10	
1.25 <u>Explanation necessary for an understanding of the transactions</u>	
Salaries, Directors fees and consultancy fees at normal commercial rates.	

Non-cash financing and investing activities

	\$A'000
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	Nil

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	50
4.2 Development	
4.3 Production	
4.4 Administration	100
Total	150

* Estimated cash outflows for the Company are net of cost recoveries in respect of the Lorena Project.

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	368	390
Deposits at call	-	-
Bank overdraft	-	-
Other - 30 day bank bills	-	-
Total: cash at end of quarter (item 1.22)	368	390

Changes in interests in mining tenements

	Tenement reference	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed				
6.2 Interests in mining tenements acquired or increased				

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	1,005,576,368	1,005,576,368		
7.4 Changes during quarter				
(a) Increases through issues-				
Rights Issue				
Share Purchase Plan				
Share Placement				
Exercise of Options				
Repayment Convertible note				
Consideration for Convertible Notes				
(b) Decreases through returns of capital, buy-backs, redemptions				

	Total number	Number quoted	Issue price per security (see note 3)	Amount paid up per security (see note 3)
			\$	\$
7.5 Convertible debt securities (description) Convertible Note each has a face value of \$50,000 convertible at 20% discount to a 30 day VWAP at the time of conversion & currently bear interest at 15% & having a first maturity date of 5 April 2014.	26	26	-	-
7.6 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-

7.7 Options

Description and conversion factor		Total Number	Number Quoted	Exercise price	Expiry Date
25 May 2015 Options	1 share for 1 option	5,500,000	-	5 cents	25-May-15
25 May 2015 Options	1 share for 1 option	5,500,000	-	7.5 cents	25-May-15
25 May 2015 Options	1 share for 1 option	8,550,000	-	5 cents	25-May-15
25 May 2015 Options	1 share for 1 option	8,550,000	-	7.5 cents	25-May-15
13 March 2015 Options	1 share for 1 option	141,816,550	141,816,550	1.5 cents	31-Mar-15
7.8 Issued during quarter					
7.9 Exercised during quarter					
7.10 Expired during quarter					
7.11 Lapsed during quarter					
7.12 Debentures					
7.13 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 Law 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)

Print name:

Andrew J Cooke

Date:

30-Apr-14

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.