

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

Reed Resources Ltd

ABN

89 099 116 631

Quarter ended ("current quarter")

31 March 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	10,491	11,787
1.2 Payments for (a) exploration & evaluation		
(b) development	-	-
(c) production – gold	(17,934)	(22,699)
(d) gas transmission	-	(1,084)
(d) administration*	(2,723)	(8,632)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)		
(a) option premium	(12)	(3,070)
Net Operating Cash Flows	(10,178)	(23,698)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(2,378)	(21,995)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	(62)	(62)
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)		
(a) Interest and other items of similar nature received	711	919
(b) exploration & evaluation	(1,024)	(4,127)
Net investing cash flows	(2,753)	(25,265)

* Admin. cost for the quarter includes approximately \$1,000,000 of insurance premiums.

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1.13	Total operating and investing cash flows (carried forward)	(12,931)	(48,963)
1.13	Total operating and investing cash flows (brought forward)	(12,931)	(48,963)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	10,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	1,080	20,080
1.17	Repayment of borrowings	(368)	(416)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)		
	(a) share issue costs	(2)	(447)
	(b) Interest paid / establishment costs	(42)	(1,634)
	Net financing cash flows	668	27,583
	Net increase (decrease) in cash held	(12,263)	(21,380)
1.20	Cash at beginning of quarter/year to date	31,192	40,309
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	18,929	18,929

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	330
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Directors' remuneration	

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

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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	19,000	19,000
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	733
4.2 Development	-
4.3 Production	26,380
4.4 Administration	1,750
Total	28,863

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	7,029	19,248
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (restricted deposits)	11,900	11,944
Total: cash at end of quarter (item 1.22)	18,929	31,192

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	E16/376	Surrendered	100%	0%
	E15/1172	Surrendered	100%	0%
	E20/489	Expired	100%	0%
	M15/1752	Surrendered	100%	0%
	M15/1785	Surrendered	100%	0%
	M15/1787	Surrendered	100%	0%
	P15/4445	Expired	100%	0%

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6.2	Interests in mining tenements acquired or increased	L51/91	Granted	100%	100%
		M51/483	Granted	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 <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	519,666,564	519,666,564		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	210,000	210,000	nil cash	
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	1,850,000	Nil	<i>Exercise price</i> \$1.184	<i>Expiry date</i> 30/06/2013
	2,450,000	Nil	\$0.784	31/12/2013
	3,000,000	Nil	\$0.984	01/07/2013
	500,000	Nil	\$0.984	01/07/2014
	1,000,000	Nil	\$1.00	31/12/2014
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				

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7.11	Debentures <i>(totals only)</i>		
7.12	Unsecured notes <i>(totals only)</i>		

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: 24 April 2013

Print name: Darren Wates

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 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.

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