



ACN 123 920 990

Quarterly Activities Report

For the quarter ending
30 JUNE 2014

HIGHLIGHTS

- Enter into Conditional Sale for Contract to Acquire Property in Cannington
- Development Approval for 295 Canning Highway, Como

The Company announced on the 3rd July 2014 that they have entered into a conditional Contract for Sale for the property located at 3 Oak Street, Cannington (**Property**).

As released to the market on 2 June 2014, the Company has undertaken a strategic review of the operations of the Company with a view to increasing shareholder value, given the continual trading of the share price below the Company's cash asset backing.

The strategic review identified that given the current poor state of the junior resources market, a move into another industry could provide the Company with the best opportunity to increase shareholder value, with the Board's preference being property development. The acquisition of the Property will be the first step in the Board's future vision for the Company as a significant property developer which would increase shareholder value.

The Property

The Property consists of 1,256m² of vacant land and is zoned "City Centre", as per the Canning Council Town Planning Scheme 40 Guidelines, allowing for residential activities within the area designated as the Canning City Centre, generally in accordance with the proposals contained in the Canning Regional Centre Structure Plan.

The Council supports a maximum development height of 18m, and high density living in this area, known as the "River Precinct", with the Property having a R60 zoning.

The Company, based on the current Council zoning intends to construct up to 12 apartments on the Property.

Contract of Sale

The Company has entered into a conditional Contract of Sale with the vendors to acquire the Property for total consideration of \$1.3 million (excluding applicable stamp duty), and is subject to the Company obtaining shareholder approval for the acquisition within 75 days of acceptance, with settlement to occur on or before 21 days from the receipt of shareholder approval. A \$20,000 deposit was payable within 5 business days of acceptance, which has now been paid.

Re-compliance with Chapters 1 and 2 of the ASX Listing Rules

The ASX has confirmed that the Company is required to re-comply with Chapters 1 and 2 of the ASX Listing Rules. The Company will therefore be required to complete a number of elements determined by the ASX Listing Rules summarised but not limited to the following.

The Company will be required to call a meeting of shareholders, at which the shareholders will be asked to vote on the proposal to acquire the Property. If the shareholders approve the transaction to acquire the Property, the Company's shares will be suspended from trading on the ASX until the requirements of Chapters 1 and 2 of the ASX Listing Rules have been satisfied. This will require the Company to reconstruct its capital structure to \$0.20 per share and raise additional capital at \$0.20 per share through a Disclosure Document (after the shares have been reconstructed to \$0.20).

Funds raised from the Disclosure Document will be used to develop the Property and cover the ongoing corporate administration and operating costs of the Company.

Proposed Timetable for Re-compliance

	Date*
Despatch of Notice of Meeting	15 August 2014
Lodgement of Disclosure Document	15 August 2014
Meeting of Shareholders to Approve Acquisition	15 September 2014
Results announced and suspension of Company's Shares from trading on ASX	15 September 2014
Closure of Disclosure Document	22 September 2014
Compliance with all Requirements of Chapters 1 & 2 of the ASX Listing Rules	29 September 2014
Reinstatement to Trading	2 October 2014

*The above dates are indicative only and are subject to change. The Company will keep shareholders updated on the timing of the implementation of the transaction as it progresses.

295 Canning Highway, Como

Development Approval has been received from the Council for 3 two storey townhouses.

The Company is currently awaiting building and demolition licences from the Council before development commences, which the Company expected be issued by early August.

Exploration Projects

Mount Danvers – E08/2341 (Granted)

No work was carried out during the quarter.

Peak Charles – E74/534, Pyramid South – E74/535, Lake Tay – E74/539, Lake Mends – E74/540 & Pyramid North – E74/541 (Granted)

The Company surrendered all 5 tenements in late May 2014.

- ENDS -

For more information please contact:

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