



## AUSTRALIAN UNITED MINING LIMITED

(ASX: **AYM**)

30 April 2015

# Quarterly Activities Report – March 2015

## 1 EXPLORATION ACTIVITY

### 1.1 OVERVIEW

Australia United Mining Limited (**AYM** or the **Company**) continued with progressing permitting at its NSW projects while at the same time significantly reducing the company's ongoing exploration and administration expenses. The results of the drilling program conducted at the Companies Forsyth Project in Queensland are currently being reviewed with the aim to design a further drilling program to define a JORC compliant Resource.

### 1.2 EXPLORATION ACTIVITIES NEW SOUTH WALES

#### 1.2.1 SOFALA – EL 7423

The Spring Gully prospect at Sofala is a high-sulphidation epithermal deposit, hosted in fine grained sandstones and siltstones which underlie a thrust sheet of andesitic volcanic rocks. The contact between the two rock types dips west at around 30 degrees and the gold grades can be seen to increase closer to the thrust contact, and towards the west where the mineralisation remains open.

Mineralisation in this area was the focus of an intensive exploration program during the 90's by Renison Gold Corporation, including a large soil geochemistry and drill program that ultimately focused in on the Spring Gully area where wide intercepts of low-grade mineralisation were encountered (Fig 1).

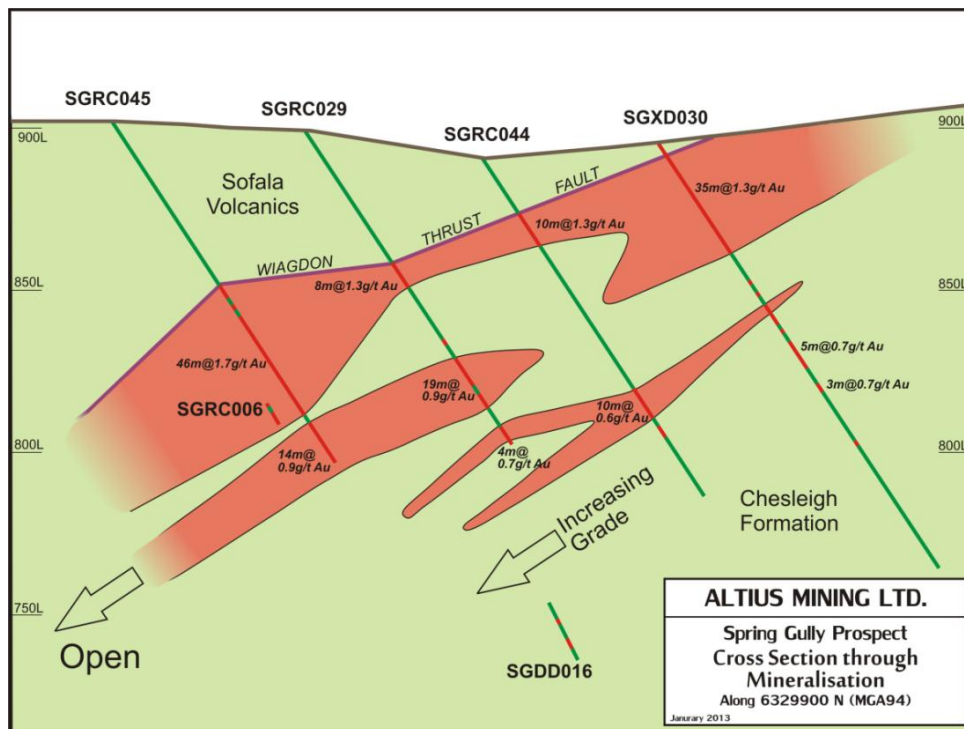


Figure 1: Cross section, with RGC drillholes, through the Spring Gully mineralisation (6329900 North)  
 Note: Australian United Mining has no knowledge of the quality of the data used to produce this cross section.

The Company has received all required permits to commence drilling at the Spring Gully Project and will commence drilling as soon as funds from a capital raising are received.

### 1.2.2 FORSAYTH – EPM14498

The Company has reduced its regional exploration program in the Forsayth area and is currently reviewing the results of the exploration program completed earlier this quarter.

### 1.2.3 OTHER NSW TENEMENTS

The Company is focused on its three main NSW projects Sofala, Karangi and Honeybugle and the Forsayth Project in QLD. A ground magnetic and IP survey was commenced on the Karangi tenement subsequent to the end of the quarter. Historic exploration data was reviewed on the Wamboyne or Puggoon tenements during the reporting period in preparation for future field exploration.

## 2 TENEMENT HOLDINGS

Lease	Tenement Name	Location	Beneficial Percentage Interest
EL7041	Honeybugle	NSW, Australia	100%
EL7045	Wamboyne	NSW, Australia	100%
EL7155	Puggoon	NSW, Australia	100%
EL7332	Karang	NSW, Australia	100%
EL7423	Sofala	NSW, Australia	100%
EPM14498	Forsyth	QLD, Australia	100%
ML3417	Ropewalk 1	QLD, Australia	100%
ML3418	Ropewalk 2	QLD, Australia	100%

The Company did not acquire any new tenements, and did not increase, decrease or acquire any new percentage interests in any farm-in or farm-out agreement during the Quarter.

## 3 CORPORATE INFORMATION

During the Quarter Edward McCormack resigned as a director and as the company Secretary on the 12<sup>th</sup> of March 2015, subsequently Ms Jing Yuan was appointed as Australia United Mining Company Secretary.

### 3.1 SECURITIES ON ISSUE AS AT 31 DECEMBER 2014

Fully paid ordinary shares on issue 726,323,148

### 3.2 DIRECTORS AND COMPANY SECRETARY

Mr Xiao Jing Wang	<b>Chairman</b>	2 May 2012 – present
Ms Jia Yu	<b>Non-Executive Director</b>	2 May 2012 – present
Mr Jianbing Zhang	<b>Non-Executive Director</b>	31 July 2013 - present
Ms Jing Yuan	<b>Company Secretary</b>	13 March 2015 – present

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Matt Bull, a Competent Person who is a member of Australian Institute of Geoscientists. Mr Bull is a full-time employee of Australia United Mining limited. Mr Bull has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Matt Bull consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

## Appendix 5B

### 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

Australia United Mining Limited

ABN

35126540547

Quarter ended ("current quarter")

March 2015

#### 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 & evaluation (b) development (c) production (d) administration	(160) - - (192)	(1573) - - (871)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	9
1.5 Interest and other costs of finance paid	(2)	(5)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>	<b>(352)</b>	<b>(2440)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - -	- - (4)
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)	-	-
<b>Net investing cash flows</b>	<b>-</b>	<b>(4)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(352)</b>	<b>(2444)</b>

+ See chapter 19 for defined terms.

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(352)	(2444)
1.14	<b>Cash flows related to financing activities</b>		
	Proceeds from issues of shares, options, etc.	201	558
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	200
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	<b>Net financing cash flows</b>	<b>201</b>	<b>758</b>
	<b>Net increase (decrease) in cash held</b>	<b>(151)</b>	<b>(1686)</b>
1.20	Cash at beginning of quarter/year to date	222	1757
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	<b>71</b>	<b>71</b>

### 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	29
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' fees and reimbursements

### 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

+ See chapter 19 for defined terms.

**Appendix 5B**

**Mining exploration entity and oil and gas exploration entity quarterly report**

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- 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	NIL	NIL

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	150
<b>Total</b>	<b>250</b>

### 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	2	198
5.2 Deposits at call	69	24
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>71</b>	<b>222</b>

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+ See chapter 19 for defined terms.

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

#### Changes in interests in mining tenements and petroleum 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 and petroleum tenements relinquished, reduced or lapsed	NIL		
6.2	Interests in mining tenements and petroleum tenements acquired or increased	NIL		

#### 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	<b>Preference securities</b> (description)	N/A		
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	<b>+Ordinary securities</b>	726,323,148	726,323,148	Fully paid
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	20,091,351	20,091,351	\$0.01 per share
7.5	<b>+Convertible debt securities</b> (description)	N/A		Fully paid (\$0.01 per share)

+ See chapter 19 for defined terms.



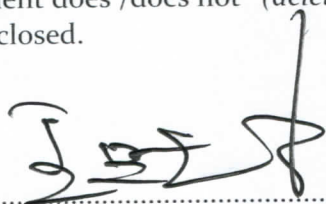
## Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> (description and conversion factor)	N/A		<i>Exercise price</i>	<i>Expiry date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures</b> (totals only)	N/A			
7.12	<b>Unsecured notes</b> (totals only)	N/A			

## 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 /does not\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:

  
 .....  
 (Director/Company secretary)

Date:

30/4/2015

Print name:

Xiaojing Wang  
 .....

## 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.

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity and oil and gas exploration entity quarterly report**

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- 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.

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