

September 2013 Quarterly Activities Report

BROULA KING MINE ACTIVITIES

The Broula King project is situated about 230 km due west of Sydney near Bumbaldry, lying mid-way between the towns of Grenfell and Cowra in the Central West slopes region of NSW, located approximately 500 meters from the main road. The company completed the treatment plant and became operation in September 2012

The gold sales for the June quarter totalled AUD\$2.2m.

During the quarter, the Company treated 27,556 dry tonnes.

As at the end of the quarter, the Project has now treated a total of 110,041 dry tonnes.

The open cut is well advanced and the full internal road network is in place. Rehabilitation of the site has commenced.

The tailings dam is substantially complete requiring approximately 2m of lift to attain final height and maximum storage.

Following metallurgical test work during the June quarter a set of 4 double start spirals were integrated into the circuit to increase the residence period and improve recovery. (see updated flow sheet).

LOCATION MAP



COMPANY DETAILS

Principal and Registered Office:

Resource Base Limited
Level 17, 500 Collins Street
MELBOURNE VIC 3000
AUSTRALIA

Website:

www.resourcebase.com.au

Email:

admin@resourcebase.com.au

Phone:

(03) 9614 0600

Facsimile:

(03) 9614 0550

ABN:

57 113 385 425

ASX Code:

RBX

Corporate Information:

Shareholders: 496
Shares on Issue: 219,929,401
Options (unlisted): 23,000,000

Directors:

Managing Director:

Alan Fraser

Executive Director:

Peter Kelliher

Non Executive Director:

Kevin Lynn

Angelo Siciliano





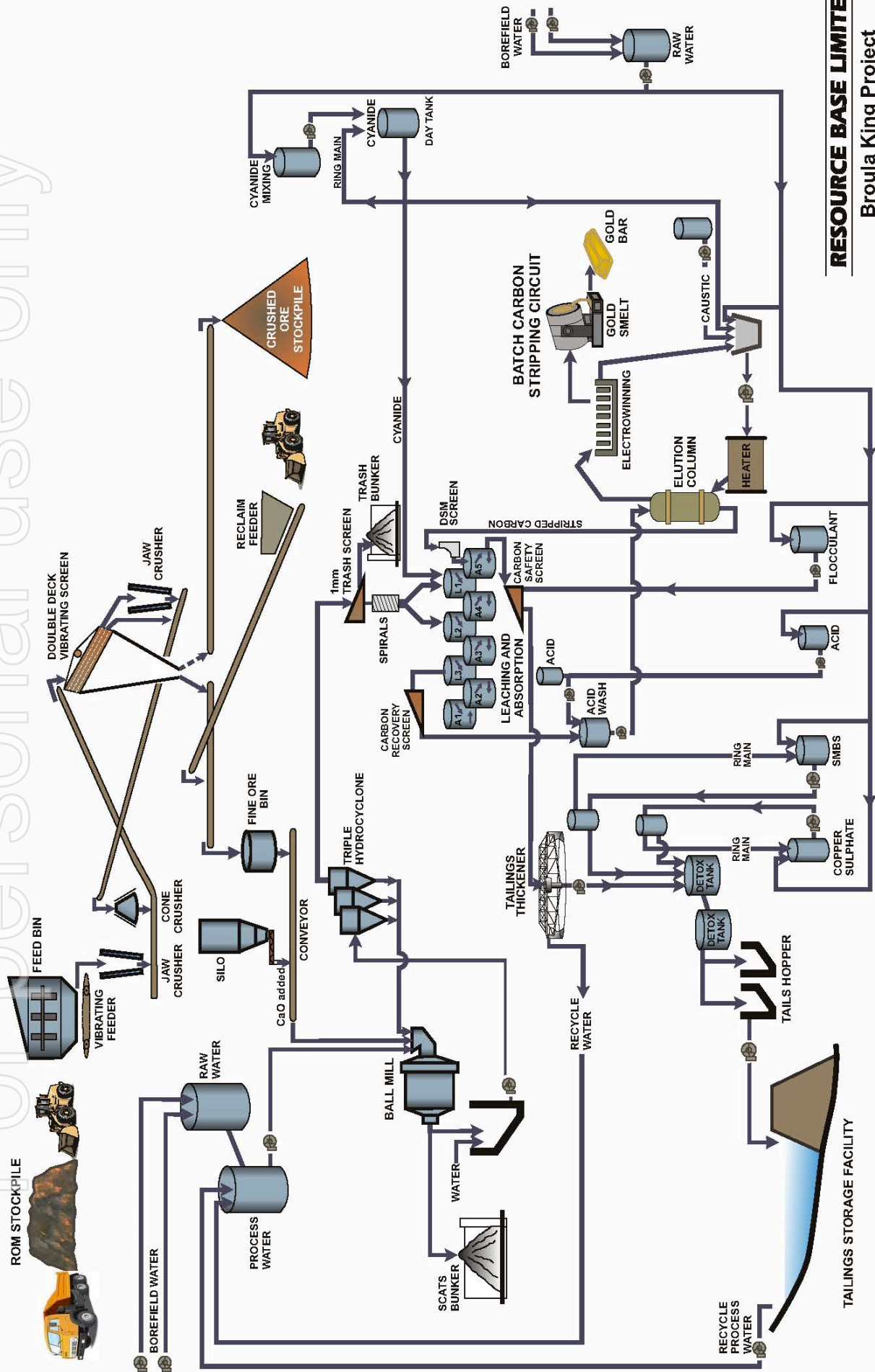
Throughput was down marginally due to a restriction on crushing hours and the increasing hardness of the ore.

Gold prices continue to languish around the US\$1,300. As a result stocks in ASX listed junior miners/explorers have fallen to all time lows. The company is actively seeking out further gold opportunities or outright purchase. The absence of liquidity in the market provides the Company with a window of opportunity in terms of further projects.

The Company has in-house, extensive and relevant experience in regard to project acquisition, environmental impact statements, plant procurement and construction and looks to leverage its position from the Broula King gold project. The Company has actively working through a number of future possible opportunities that have been either forwarded or researched by the consolidated entity. The Company will continue to monitor this position.



For personal use only



RESOURCE BASE LIMITED

Broula King Project

TREATMENT PLANT

FLOWSHEET

October 2013

Plan

BroulaKing009

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

Resource Base Ltd

ABN

57 113 385 425

Quarter ended ("current quarter")

September

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	2,240	2,240
1.2	Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(2,231) (134)	(2,231) (134)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	10	10
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Other (provide details if material)	21	21
		(94)	(94)
	Net Operating Cash Flows		
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	(38)	(38)
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 (convertible notes)		
		(38)	(38)
	Net investing cash flows		
1.13	Total operating and investing cash flows (carried forward)	(132)	(132)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(132)	(132)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.		
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 – capital raising costs		
	Net financing cash flows		
	Net increase (decrease) in cash held	(132)	(132)
1.20	Cash at beginning of quarter/year to date	301	301
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	169	169

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	36
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

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

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

+ See chapter 19 for defined terms.

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	
4.2 Development	
4.3 Production	2,600
4.4 Administration (net)	200
Total	2,800

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	169	301
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	169	301

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				
6.2 Interests in mining tenements acquired or increased				

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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	219,929,401	219,929,401		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	12,000,000	12,000,000	2.5	2.5
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)	23,000,000	-	Exercise price 6	Expiry date 14/12/2014
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				

+ See chapter 19 for defined terms.

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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

(Director)

Date: 31 October 2013

Print name: Alan R Fraser

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.

== == == == ==

+ See chapter 19 for defined terms.