

ACTIVITIES REPORT – JUNE 2013 QUARTER

Summary

- Annual Reports were prepared and submitted for Koonenberry ELs 6400, 6464, and 6424. Renewal reports were also submitted for ELs 6400 and 6424, the latter with 50% area reduction. All reports were accepted. Prospecting and anomaly follow-up on ELs 6400 & 6464, and a gravity survey over Koonenberry EL 6424 (covers the Wertago copper diggings and Nutherungie silver field) are now planned for the second half of 2013. A number of parties expressed interest in acquiring or farming in to EL 6400 which contains the Grasmere & Peveril Cu-Zn-Ag deposits.
- Work on Cumnock EL 6417, near Orange, was kept on hold due to cropping and wet weather; however magnetic highs were examined in detail, as skarn deposits are normally associated with the magnetic mineral *magnetite*. The Gumble sub-area remains a prime target for skarn-type Cu-Zn-Sn-Ag-Au deposits, and application was made to retain that block. Renewal and Annual Reports were submitted, and have been accepted.
- Prospective farm-in partners continued to examine Cobar ELs 6413 and 7564 (Pooraka) which are proximal to, and on strike from, the Mt Boppy gold-copper deposits. Application was made to retain these, and Annual and Renewal Reports were submitted and accepted. EL 6416 (Mt Barrow) was relinquished, as no farm-in parties were located.

ACTIVITIES IN THE KOONENBERRY BELT – Copper –Zinc - (Silver), and Gold Exploration ELs 6400, 6464, and 6424 - NSW (100%)

The Company holds a 100% interest in 3 ELs covering a total area of 510 sq kms in the highly prospective and under-explored Koonenberry Belt in Western NSW, near Broken Hill. Application has been made to renew the 3 ELs with 50% area reduction, if required. Annual Reports were submitted and have been accepted.

EL 6400 is of principal interest as it contains the Grasmere- Peveril Cu-Zn-(Ag) deposits, which contain a substantial JORC resource (Indicated and Inferred: 5.75mt @ 1.03% Cu, 0.35% Zn, 2.3g/t Ag and 0.05g/t Au). In late 2011 detailed (1:1000 scale) fault delineation and lithological mapping by Dr K Mills led to the discovery of a probable new, south-east displaced, fault bounded slice of the line of lode, roughly one km north of the Company's June 2011 drilling area. Lithological, fault line, and aeromagnetic evidence also pointed to further extensions to the west-north-west. Mapping and prospecting has continued to locate new features, including narrow, late stage, cross-cutting veins presenting at surface as silicified ironstones. Portable XRF (Niton) field testing of these has detected the presence of Cu and Zn, as is also the case in Grasmere-Peveril line of lode.

The lode is considered to be structurally controlled, along a major fault, however given the highly deformed and altered nature of the host rocks, primary features may have been largely or entirely obliterated, which means a re-constituted Cyprus-type VMS seafloor origin cannot be fully ruled out. Microscope studies have shown that higher grade Cu zones (shoots) are primary in nature, and not caused by near surface supergene enrichment. Lode extensions to the west-north-west now need to be more precisely located by mapping, ground EM, and, where required, bedrock (air core) sampling. Potential lodes will then need to be tested by RC percussion and/or diamond drilling. The aim will be to

determine continuity, thicknesses and Cu contents of lodes. Historic explorers noted very extensive soil Cu anomalies in that area, and the hope/expectation is that the recently located line of lode will turn out to be wider and/or more Cu rich than at Grasmere or Peveril.

In the case of EL 6424, which covers the Wertago copper diggings and the Nutheringie silver field, a detailed (170 or 340 station) gravity survey is now planned for later in 2013. The silver field is suspected to be the epithermal cap above porphyry (Cu-Mo-Au) system, and gravity data should help hone drill targets. Regional gravity data already reveal a clear gravity high on the silver field.

EL 6400 expired at the end of March 2013, and application for renewal has been made with no area reduction. EL 6424 expired on 26 May, 2013, and application for renewal with 50% area reduction has been made. EL 6464 expires on 18 September, 2013 and renewal of that will also be sought with 50% area reduction.

Field work on the Koonenberry projects is planned for second half of 2013 subject to weather permitting access.

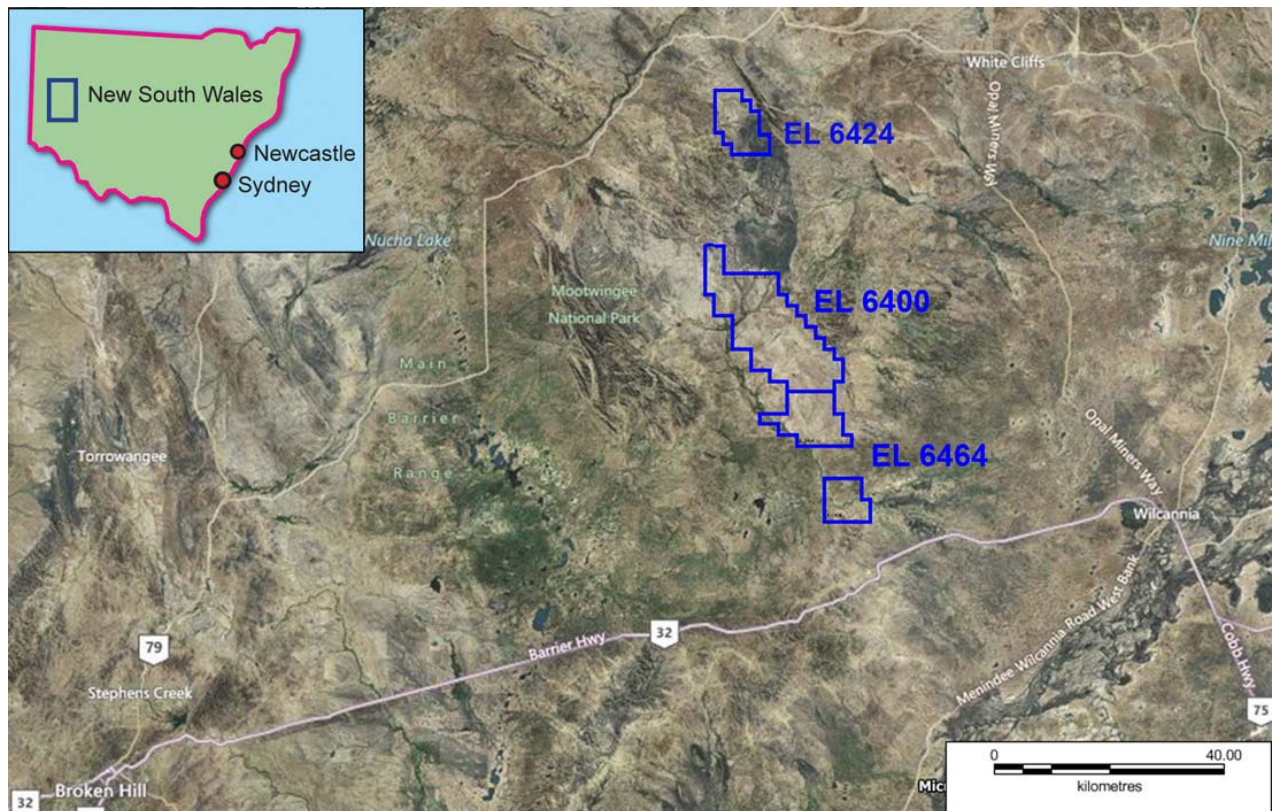


Figure 1 - Location map of Koonenberry Exploration Licences

For personal use only

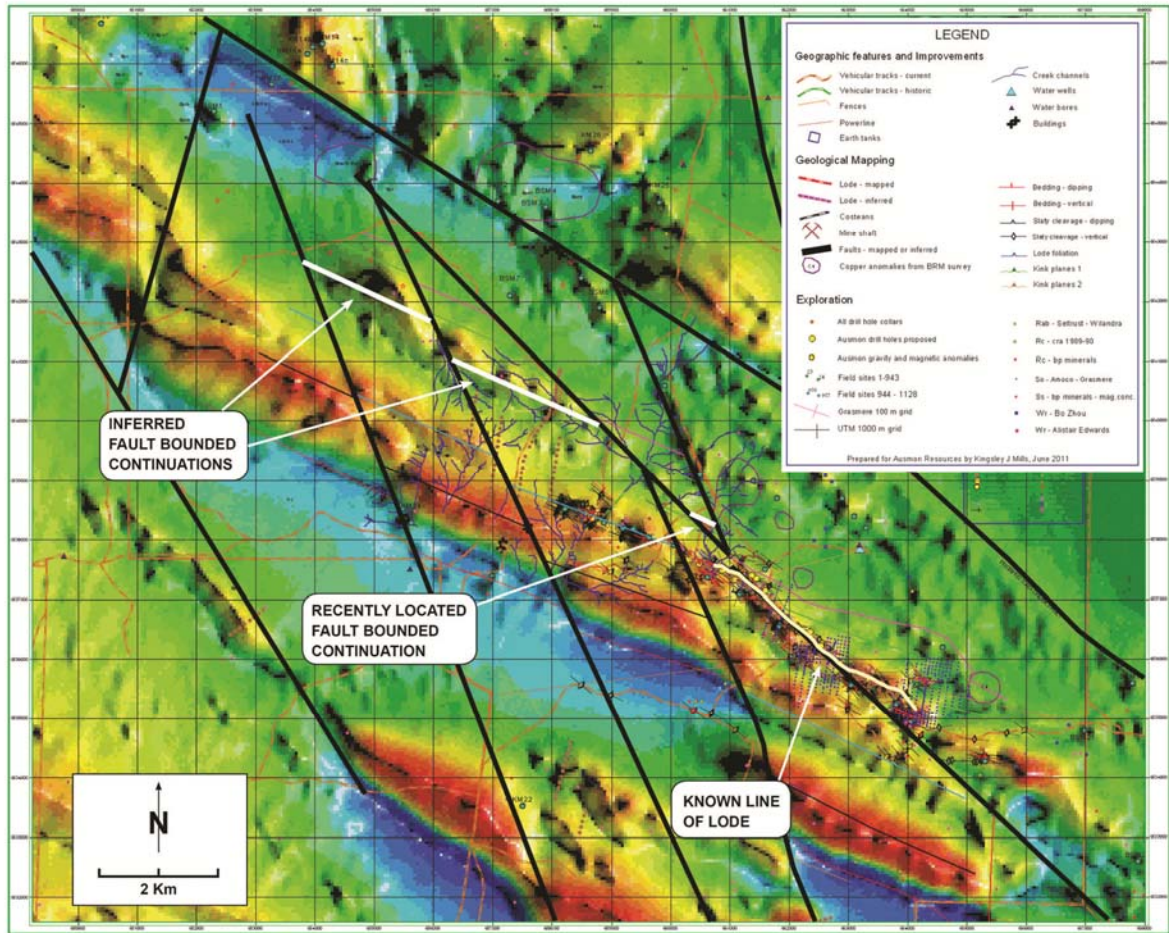


Figure 2 - EL 6400 – Probable WNW Extension to Grasmere Peverill Line of Lode

ACTIVITIES NEAR ORANGE- Gold, Silver and Base Metal Exploration

EL 6417-Cumnock- NSW (100%)

Drilling in prior periods considerably upgraded the potential of the Gumble sub-area within EL 6417. In particular “Anomaly A” (2 RC holes drilled in August 2011) was noted to be part of an extensive skarn system (most likely caused by mineralising fluids from granitic intrusions reacting with limestones and associated rocks) which is evident over 500+ metres. Elements concentrated are the same as those seen in the nearby (historic) Delaney’s Dyke diggings i.e. Cu, Zn, Ag-Au, and Sn. Another 11 similar anomalies, labeled B to L, remain to be tested by RC percussion drilling—see Figure 3. Most targets occur within the prospective Kabadah Formation.

The Company applied to renew EL 6417 with 50% area reduction on 15 May 2013. The sub-block sought for retention was that containing anomalies A to L. Since mineralization is of the skarn type the presence of magnetite is expected and a detailed analysis of historic aeromagnetic data is underway.

The other 2 sub-blocks have been relinquished.

For personal use only



**AUSMON RESOURCES
LIMITED**

AUSMON RESOURCES LIMITED

ABN 88 134 358 964

Level 15, Suite 1502
370 Pitt Street
Sydney NSW 2000

T 61 2 9264 3100
F 61 2 9264 0099
E office@ausmonresources.com.au

For personal use only

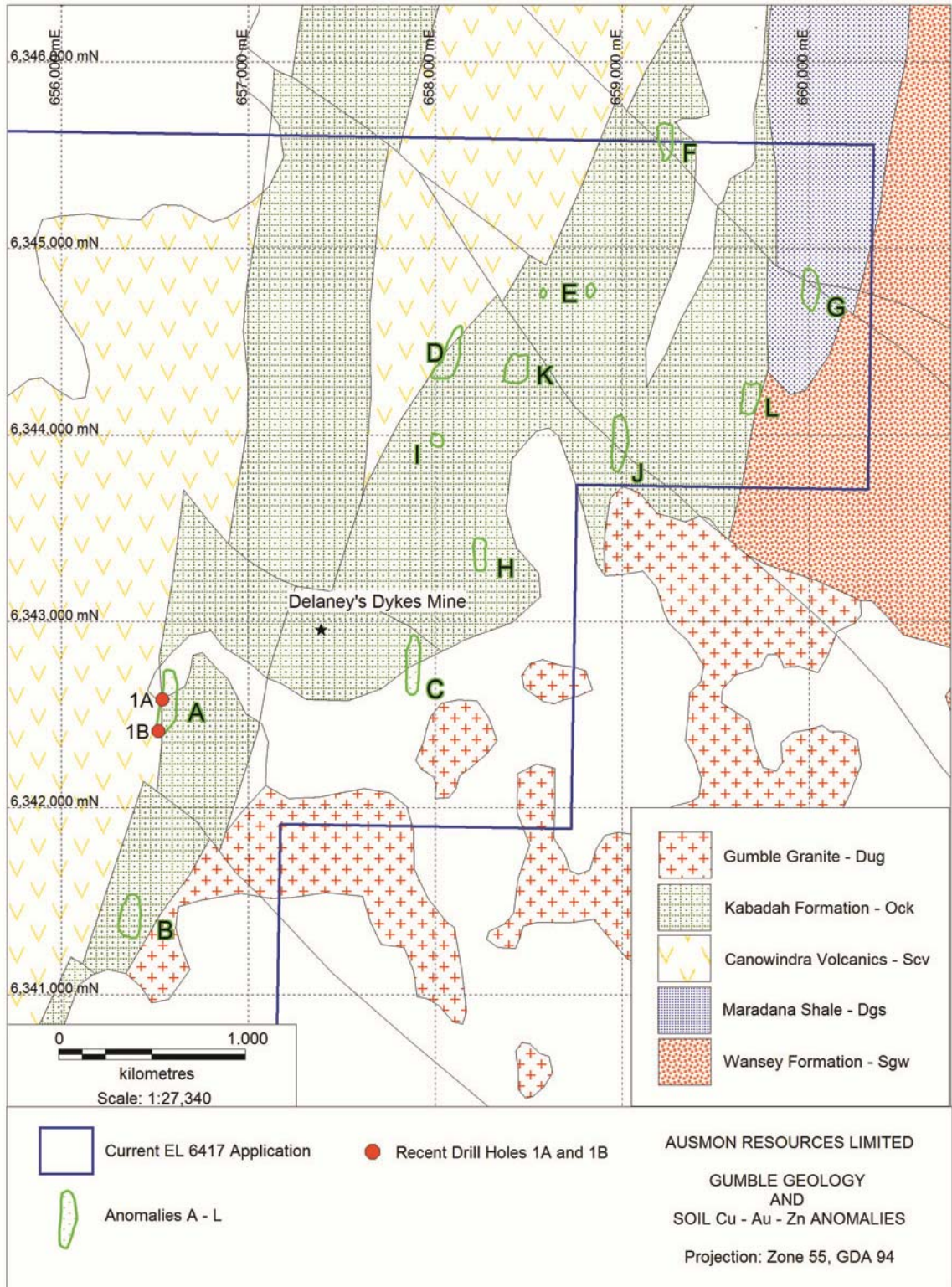


Figure 3 – EL 6417 - Gumble Geology and Soil Cu-Au-Zn Anomalies

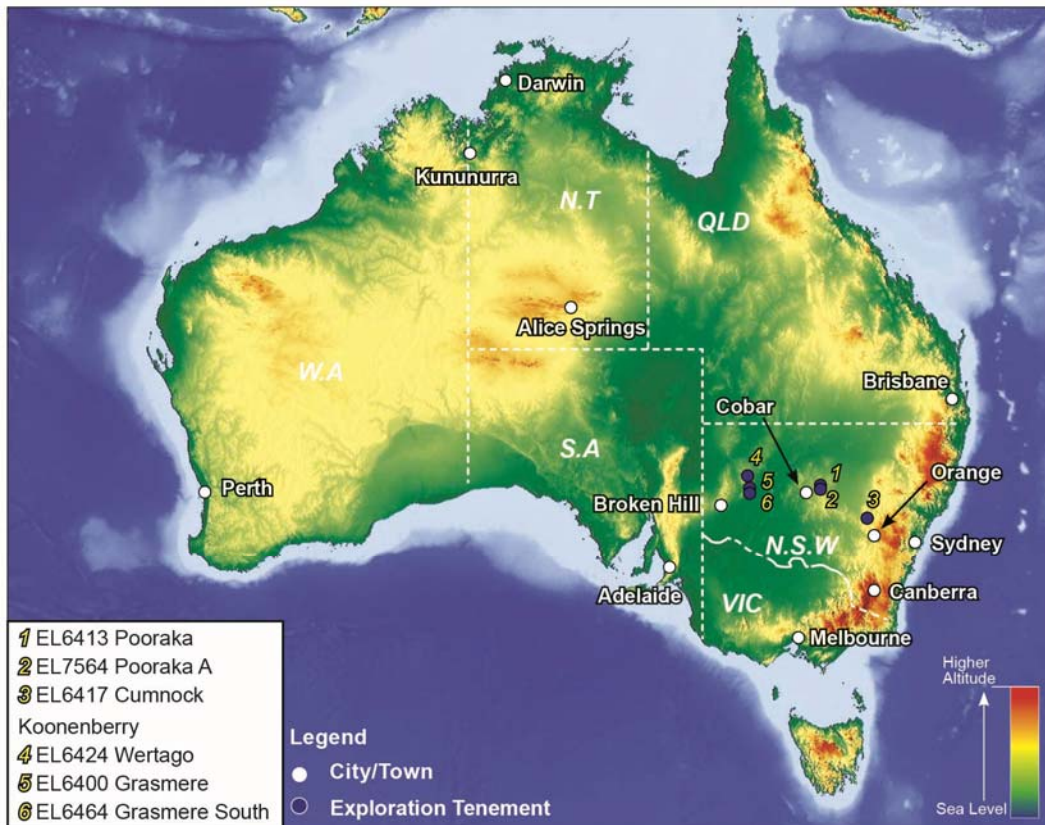


ACTIVITIES NEAR COBAR - Gold, Silver and Base Metal Exploration

ELs 6413 and 7564, and EL 6416 – NSW (100%)

Joined ELs 6413 and 7564, located at Pooraka, 50 km east of Cobar, contain several drill ready gold and base metal targets gleaned from the Company's prior periods' of exploration work. Much of these two highly prospective ELs is hidden beneath deep magnetic overburden, and the Company is currently seeking joint venture partners to participate in funding a Sky-TEM geophysical survey to locate conductors with signatures resembling those seen at Cobar and at the nearby Canbelego gold-copper-zinc mine.

EL 7564 is current, and is not due for renewal until June 2014. Application to renew joined EL 6413, with 50% area reduction, was made in May 2013. Mt Barrow EL 6416 was relinquished on 15 May 2013. All compliance reports relating to these 3 Cobar ELs have been submitted and accepted.



Licence Locations in New South Wales, Australia

The information in the report above that relates to Exploration Results is based on information compiled by Dr Pieter Moeskops, the principal of Agaiva Holdings Pty Ltd and a member of The Australasian Institute of Mining and Metallurgy.

Dr Moeskops has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Moeskops consents to the inclusion in this report of matters based on his information in the form and context in which it appears.)

John Wang – Director
30 July 2013



For personal use only

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

Rule 5.5

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

AUSMON RESOURCES LIMITED

ABN

88 134 358 964

Quarter ended ("current quarter")

30 JUNE 2013

Consolidated statement of cash flows

	Current quarter	Year to date (12 months)
	\$A'000	\$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(53) (55)	(88) (295)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	5
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material) - GST	7	18
Net Operating Cash Flows	(100)	(360)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	-	517
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 (a) Security deposit paid (b) Security deposit refund	- -	(50) 10
Net investing cash flows	-	477
1.13 Total operating and investing cash flows (carried forward)	(100)	117

+ 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)	(100)	117
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	(100)	117
1.20	Cash at beginning of quarter/year to date	329	112
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	229	229

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	-
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

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

- 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

--	--

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	80
4.2 Development	
4.3 Production	
4.4 Administration	60
Total	140

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	207	62
5.2 Deposits at call	22	267
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	229	329

+ See chapter 19 for defined terms.

For personal use only

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	EL 6416 Direct interests	100%	Nil
6.2	Interests in mining tenements and petroleum 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	74,499,125	74,279,125	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			
7.5	+Convertible debt securities (description)			

+ See chapter 19 for defined terms.

For personal use only

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	Options (description and conversion factor)	One ordinary share per option 33,750,000	33,750,000	Exercise price \$0.80	Expiry date 30 June 2014
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	1,000,000	-	\$0.25	30 June 2013
7.11	Debentures (totals only)				
7.12	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 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: Date: 30 July 2013
Company secretary

Print name: John 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.

For personal use only

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

- 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.

== == == == ==

+ See chapter 19 for defined terms.

For personal use only