

31 October, 2014

Company Announcements Officer
Australian Securities Exchange
2 The Esplanade
Perth WA 6000

Dear Sir/Madam

Quarterly Report for the Period Ended 30 September 2014

Nex Metals Explorations Ltd (Nex or the Company) provides the following update on recent Company activities.

- Yundamindera Exploration Continues.
- Evaluation of various projects.

Yundamindera Exploration

Continuing from previous quarter's activities the Company has continued the review of the Yundamindera Project and the suitability of a JORC-compliant resource estimation with the intention of follow up drilling. Nex continues to talk to interested parties with respect to the project including sale, Joint Venture, tribute or other commercial arrangement. The tribute arrangement already in place with respect to historical tailings has progressed with the Tributor now in the production phase. Small revenue to Nex will be forthcoming however the greatest benefit to the Company has been savings on expenditure on the project. With the success of the working arrangement of this tribute, Nex is now assessing the feasibility of other historical tailings both at Yundamindera and Kookynie.

Concurrent to activities at Yundamindera the Company has continued its field works at Cosmopolitan/Champion/McTavish and Leipold deposits. The Company continues to manage the Kookynie Gold project on a fee for service basis with all Nex operational staff and other expenses being paid by the new owners.

Evaluation of Projects

The Company continues to have projects presented to it for evaluation during the past quarter extending from base metals, Iron ore and diamonds.

Responsibility Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Rob L'Heureux, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta (Canada). Mr. L'Heureux M.Sc., P.Geol., who is a full time employee of APEX Geoscience Australia Pty Ltd., has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken 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'. Mr. L'Heureux consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.



Nex Metals Explorations Ltd
Consolidated Tenement Schedule as at 30 September 2014

Lease	Nex Area	Locality	Status	Holder	Area Hectares
P26/3615	Mt Monger	Mt Monger	Live	NEX METALS EXPLORATIONS LTD	4.86
G40/3	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	7.239
M40/27	Kookynie Central	Champion	Live	FMR INVESTMENTS PTY LTD	85.475
E39/1329	Yundaminda	Yundaminda	Live	ARCHIMEDES MINING PTY LTD	2,400
M39/410	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	978
E39/1584	Yundaminda	Yundaminda	Live	NEX METALS EXPLORATIONS LTD KOOKYNIE RESOURCES PTY LTD	4,800
L40/9	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	1.00
M39/274	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	230
M39/839	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	7.3
M39/840	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD KOOKYNIE RESOURCES PTY LTD	9.7
M40/0061	Kookynie Central	Kookynie	Live	FMR INVESTMENTS PTY LTD	832.7
P26/3839	Mt Hunt	Mt Monger	Live	NEX METALS EXPLORATIONS LTD	159.00
E25/462	Mt Monger	Seabrook Hills	Live	NEX METALS EXPLORATIONS LTD	1,500
P26/3838	Mt Hunt	Mt Hunt 1	Live	NEX METALS EXPLORATIONS LTD	189
M40/22	Niagra	Lubra Queen	Live	FMR INVESTMENTS PTY LTD HALLMARK MINING LTD	121.7
M40/0077	Niagra	Mc Tavish Hill	Live	KOOKYNIE RESOURCES PTY LTD FMR INVESTMENTS PTY LTD	119.2
M39/84	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	378
M39/407	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	896
M39/408	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	785
M39/409	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	966
M39/406	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	124
L39/34	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	1
L39/51	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	2
L39/52	Yundaminda	Yundaminda	Live	SARACEN GOLD MINES PTY LTD	1
E39/1648	Yundaminda	Yundaminda	Live	NEX METALS EXPLORATIONS LTD	300

Note to the above Table.

Where tenement is not in the name of Nex Metals Explorations Ltd the Company has 100% beneficial ownership with transfers in process with Government Departments.

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

Nex Metals Explorations Ltd

ABN

63 124 706 449

Quarter ended ("current quarter")

30 September 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	72	72
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(438)	(438)
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)		
- R & D tax offset received (net of professional fees)	155	155
- Other	-	-
- GST net	(1)	(1)
Net Operating Cash Flows	(332)	(332)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	-	-
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)	-	-
Net investing cash flows	-	-

+ 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 (carried forward)	(332)	(332)
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 (provide details if material)	-	-
Net financing cash flows		-	-
Net increase (decrease) in cash held		(332)	(332)
1.20	Cash at beginning of quarter/year to date	771	771
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	439	439

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	0
1.24	Aggregate amount of loans to the parties included in item 1.10	0

1.25 Explanation necessary for an understanding of the transactions

NIL directors fees and salaries paid during the quarter.

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

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

+ 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	7,000	- (a)

(a) In June 2012, Nex Metals entered into a standby subscription agreement with Gurney Capital Nominees Pty Ltd. The total facility, of which drawdowns can be made subject to certain terms and conditions, is \$7M. Nil amounts have been drawn down on this facility in the quarter ended 30 June 2014.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	150
4.2 Development	-
4.3 Production	-
4.4 Administration	80
Total	230

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	439	771
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	439	771

+ See chapter 19 for defined terms.

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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			
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	152,716,956	152,716,956	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			

+ See chapter 19 for defined terms.

Mining exploration entity and oil and gas exploration entity quarterly report

7.5	+Convertible debt securities (description)	1 convertible note (face value of \$1,500,000)		Convertible at the lower of \$0.03 per share or the VWAP based on 10 trading days prior to conversion.	Maturity date – February 2015 (previously February 2014). Conversion price – \$0.03 (previously \$0.08) or VWAP based on 10 trading days prior to conversion. Interest rate – 10%pa.
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<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	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

+ See chapter 19 for defined terms.

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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:


(Company secretary)

Date: 31/10/2014

Print name: KENNETH ALLEN

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 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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