

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

Phosphate Australia Limited

ABN

51 129 158 550

Quarter ended ("current quarter")

31 December 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	1,950	2,150
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(100) (141)	(185) (251)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	17	35
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid/(refunded)		
1.7 Other		
Net Operating Cash Flows	1,726	1,749
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 (Environmental Bond part repaid)	0	1
Net investing cash flows	0	1
1.13 Total operating and investing cash flows (carried forward)	1,726	1,750

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	1,726	1,750
	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 (share issue costs)		
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	1,726	1,750
1.20	Cash at beginning of quarter/year to date	1,730	1,706
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	3,456	3,456

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	61
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Director's fees, salaries and superannuation.

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

On 12/11/14 Phosphate Australia sold the Tuckanarra project part cash \$1,950,000 included at 1.1 above and part shares in Monument Mining Limited (MMY) an established Canadian gold producer listed on the TSX. A total of 10,000,000 shares, valued at \$C0.115, or \$AUD 1,132,635 on the date of the transaction.

On 2/9/14 Phosphate Australia sold 80% of the Horse Well Gold Project exploration licence to Alloy Resources (ASX: AYR) for a total of \$50,000. \$25,000 was paid in cash and declared in the Appendix 5B last quarter, and the balance of \$25,000 was paid by way of 3,125,000 AYR shares (equivalent to \$25,000 at \$0.008 per share).

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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	Nil	Nil
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	100
Total	200

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	89	171
5.2 Deposits at call	3,367	1,559
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	3,456	1,730

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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	E20/782	Sold to MMY	100%	0%
		E20/783	Sold to MMY	100%	0%
		M20/527	Sold to MMY	100%	0%
		P20/2180-85	Sold to MMY	100%	0%
		E51/1614	Withdrawn	100%	0%
6.2	Interests in mining tenements and petroleum tenements acquired or increased	E04/2388	Application	0%	100%
		EL30604	Application	0%	100%
		EL30605	Application	0%	100%

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	161,168,333	161,168,333	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			
7.5	+Convertible debt securities (description)			

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7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options <i>(description and conversion factor)</i>	6,000,000 300,000 400,000 400,000 5,000,000	- - - - -	<i>Exercise price</i> 8 cents 6.5 cents 2 cents 1.9 cents 1.9 cents	<i>Expiry date</i> 26 November 2015 21 December 2015 28 January 2016 5 November 2016 5 November 2017
7.8	Issued during quarter	5,000,000 400,000	- -	<i>Exercise price</i> 1.9 cents 1.9 cents	<i>Expiry date</i> 5 November 2017 5 November 2016
7.9	Exercised during quarter				
7.10	Expired during quarter	450,000 500,000	- -	10 cents 10 cents	21 October 2014 11 November 2014
7.11	Debentures <i>(totals only)</i>				
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 5).
- 2 This statement does ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: 28 January 2015
(Director/Company secretary)

Print name: Grant Mooney

+ See chapter 19 for defined terms.

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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