

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

VICTORY MINES LIMITED

ABN

39 151 900 855

Quarter ended ("current quarter")

31 March 2013

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 and evaluation	(44)	(515)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(931)	(2,430)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	1	19
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid		
1.7	Other –bonds		
	Net Operating Cash Flows	(974)	(2,926)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a)prospects	-	(4)
	(b)equity investments	(145)	(145)
	(c)other fixed assets	-	(6)
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	Repayment of loans	-	-
	Net investing cash flows	(145)	(155)
1.13	Total operating and investing cash flows (carried forward)	(1,119)	(3,081)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(1,119)	(3,081)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc	36	4,156
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from sale of forfeited shares	-	-
1.17	Proceeds from borrowings	-	-
1.18	Repayment of borrowings	-	-
1.19	Dividends paid	-	-
1.20	Other – proceeds for intended issue of securities	-	40
	return of proceeds	-	-
	proceeds for convertible note	-	-
1.21	Other – costs of share issues	(83)	(967)
	Net financing cash flows	(47)	3,229
	Net increase (decrease) in cash held	(1,166)	148
1.22	Cash at beginning of quarter/year to date	1,510	196
1.23	Exchange rate adjustments to item 1.20	-	-
1.24	Cash at end of quarter	344	344

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
1.25	Aggregate amount of payments to the parties included in item 1.2	192
1.26	Aggregate amount of loans to the parties included in item 1.10	

1.27 Explanation necessary for an understanding of the transactions

1.23 includes director's fees and salaries for executive and non-executive directors
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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

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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

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+ 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	185
4.2 Development	-
4.3 Production	-
4.4 Administration	140
Total	325

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	13	94
5.2 Deposits at call	331	1,416
5.3 Bank overdraft		-
5.4 Other		-
Total: cash at end of quarter (item 1.22)	344	1,510

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	Nil		
6.2	Interests in mining tenements acquired or increased	Nil		

+ See chapter 19 for defined terms.

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 <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	(a) 72,594,022	37,851,351	-	-
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	(a)41,500,000 (b)4,658,000 (c)4,000,000 (d)9,429,007	41,500,000 4,658,000 4,000,000 9,429,007	<i>Exercise price</i> 20 cents 40 cents 20 cents 20 cents	<i>Expiry date</i> 9 October 2015 9 October 2015 9 October 2017 9 April 2015
7.8 Issued during quarter	(d)7,600,000	7,600,000	20 cents	9 April 2015
7.9 Exercised during quarter				
7.10 Lapsed during quarter				
7.11 Debentures <i>(totals only)</i>				

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7.12	Unsecured notes (<i>totals only</i>)		
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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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: 
Elizabeth Hunt
(Company Secretary)

Date: 30 April 2013

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.

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