

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

Carbine Tungsten Limited

ABN

77 115 009 106

Quarter ended ("current quarter")

31 March 2014

Consolidated statement of cash flows

| Cash flows related to operating activities | Current quarter 31 March 2014 \$A'000 | Year to date (9 months) 31 March 2014 \$A'000 |
|---|---|--|
| 1.1 Receipts from product sales and related debtors | - | - |
| 1.2 Payments for (a) exploration & evaluation | (8) | (23) |
| (b) development | (561) | (2,711) |
| (c) production | - | - |
| (d) administration | (112) | (403) |
| 1.3 Dividends received | - | - |
| 1.4 Interest and other items of a similar nature received | 1 | 3 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Other – tenement security deposits | - | 5 |
| - tungsten concentrate sales | 21 | 527 |
| - sundry income | 30 | 89 |
| - R&D Tax Offset | 2,332 | 2,332 |
| Net Operating Cash Flows | 1,703 | (181) |
| Cash flows related to investing activities | | |
| 1.8 Payment for purchases of: (a) prospects | - | - |
| (b) equity investments | - | - |
| (c) other fixed assets | (1) | (27) |
| 1.9 Proceeds from sale of: (a) prospects | - | - |
| (b) equity investments | 2 | 11 |
| (c) other fixed assets | 14 | 89 |
| 1.10 Loans to other entities | - | - |
| 1.11 Loans repaid by other entities | - | - |
| 1.12 Other (provide details if material) | - | - |
| Net investing cash flows | 15 | 73 |
| 1.13 Total operating and investing cash flows (carried forward) | 1,718 | (108) |

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

| | | | |
|------|--|-------|-------|
| 1.13 | Total operating and investing cash flows (brought forward) | 1,718 | (108) |
| | Cash flows related to financing activities | | |
| 1.14 | Proceeds from issues of shares, options, etc. | - | 710 |
| 1.15 | Proceeds from sale of forfeited shares | - | - |
| 1.16 | Proceeds from borrowings | 1,117 | 1,117 |
| 1.17 | Repayment of borrowings | (260) | (260) |
| 1.18 | Dividends paid | - | - |
| 1.19 | Other – share issue costs | - | (47) |
| | Net financing cash flows | 857 | 1,520 |
| | Net increase (decrease) in cash held | 2,575 | 1,412 |
| 1.20 | Cash at beginning of quarter/year to date | 301 | 1,464 |
| 1.21 | Exchange rate adjustments to item 1.20 | | |
| 1.22 | Cash at end of quarter | 2,876 | 2,876 |

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 | 39 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | - |

1.25 Explanation necessary for an understanding of the transactions

1.23 – Executive director salary, consulting fees and reimbursement of expenses paid to directors or entities associated with directors at normal commercial rates.

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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| |
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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 | 1,117 | 1,117 |

+ See chapter 19 for defined terms.

| | | |
|---------------------------------|---|---|
| 3.2 Credit standby arrangements | - | - |
|---------------------------------|---|---|

Estimated cash outflows for next quarter

| | | \$A'000 |
|--------------|----------------------------|------------|
| 4.1 | Exploration and evaluation | 10 |
| 4.2 | Development | 450 |
| 4.3 | Production | - |
| 4.4 | Administration | 240 |
| Total | | 700 |

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 | 2,876 | 301 |
| 5.2 Deposits at call | - | - |
| 5.3 Bank overdraft | - | - |
| 5.4 Other (provide details) | - | - |
| Total: cash at end of quarter (item 1.22) | 2,876 | 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 <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 | 296,345,179 | 296,345,179 | Fully Paid | Fully Paid |
| 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> | | | <i>Exercise price (cents)</i> | <i>Expiry date</i> |
| | 450,000 | - | 14 | 17 Nov 2014 |
| | 950,000 | - | 19 | 17 Nov 2014 |
| | 6,542,273 | - | 10 | 15 Nov 2014 |
| Rights | 1,400,000 | - | Performance Rights | |
| 7.8 Options Issued during quarter | | | | |
| 7.9 Exercised during quarter | | | | |
| 7.10 Options Expired during quarter | | | | |
| 7.11 Debentures <i>(totals only)</i> | | | | |
| 7.12 Unsecured notes <i>(totals only)</i> | | | | |

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Appendix 5B
Mining exploration entity quarterly report

Schedule of Tenements as at 31 March 2014

| Tenement Name | Number | Holder | Expiry | Comments |
|------------------------|--------------------|--------------------------------------|----------------------------|-----------------|
| New South Wales | | | | |
| Tara | EL 6532 | Carbine Tungsten | 14 Mar 2014 | Renewals Lodged |
| Queensland | | | | |
| Elizabeth Creek | EPM 14589 | Cast Resources | 4 Aug 2013 | Relinquished |
| Constance Range | EPMA 17895 | Troutstone | 24 May 2014 | Relinquished |
| Mt Carbine | ML 4867 ML 4919 | Carbine Tungsten – Mineral Rights | 31 Jul 2022 31 Aug 2023 | Sub-Lease |
| Mt Carbine Extended | EPM 14871 | Tungsten Resources | 12 Dec 2015 | |
| Mt Holmes | EPM 14872 | Tungsten Resources | 11 Dec 2015 | |

EL = exploration licence

ELA = exploration licence application

EPM = exploration permit

EPMA = exploration permit application

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