



ASX Release

30 January 2013

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## APPENDIX 5B FOR THE QUARTER ENDING 31 DECEMBER 2012

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On 24 January 2012, Sandfire Resources NL (ASX; SFR “**Sandfire**”) released its Activities Report and Presentation for the December 2012 Quarter, which included production information, sales statistics and commentary on the Company’s performance.

Further, Sandfire hereby releases an Appendix 5B Quarterly Cash Flow Report for the quarter ended 31 December 2012.

Although Sandfire is in production at its **DeGrussa Copper-Gold Mine** in Western Australia, the ASX Listing Rules require Sandfire to continue to file an Appendix 5B (mining *exploration* quarterly report) for each quarter until Sandfire satisfies the ASX’s requirements to be classified as a “mining *producing* entity”. Sandfire believes that it will satisfy ASX’s requirements to transfer its status to a “mining *producing* entity” following four consecutive quarters of production (receipts from sales), which is expected to be satisfied following the quarter ending 31 March 2013.

The Auditor reviewed Interim Financial Report for the half year ended 31 December 2012 will be released within 75 days of the end of the period, being on or before 16 March 2013 and will include Consolidated Statements of Comprehensive Income, Financial Position, Changes in Equity and Cash Flows, including accompanying notes. The Interim Financial Report will contain important information that is not currently available for inclusion with the attached Appendix 5B Quarterly Cash Flow Report.

**ENDS**

For further information contact:

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# 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

<b>SANDFIRE RESOURCES NL</b>
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ABN

<b>55 105 154 185</b>
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Quarter ended ("current quarter")

<b>31 December 2012</b>
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### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from sale of goods	161,121	230,243
1.2 Payments for (a) exploration and evaluation	(8,597)	(16,189)
(b) development	(31,990)	(68,261)
(c) production	(58,347)	(87,507)
(d) administration	(5,255)	(7,261)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1,007	2,046
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other - Movement in Working Capital	-	-
<b>Net Operating Cash Flows</b>	<b>57,939</b>	<b>53,071</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	(600)
(c) other fixed assets	(21,319)	(58,759)
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 (payments for security deposits/bonds)	(10)	(69)
<b>Net investing cash flows</b>	<b>(21,329)</b>	<b>(59,428)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>36,610</b>	<b>(6,357)</b>

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	36,610	(6,357)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issues of shares, options, etc.	783	3,042
1.15	Share issue expenses	(5)	(86)
1.16	Proceeds from borrowings	-	30,000
1.17	Repayment of borrowings – finance lease payments	(243)	(445)
1.18	Finance establishment costs	-	-
1.19	Interest and other costs of finance paid	(6,182)	(11,747)
1.20	Other	-	-
<b>Net financing cash flows</b>		(5,647)	20,764
<b>Net (decrease) increase in cash held</b>		30,963	14,407
1.21	Cash at beginning of quarter/year to date	83,833	100,389
1.22	Exchange rate adjustments to item 1.21	-	-
1.23	<b>Cash at end of quarter/year</b>	114,796	114,796

**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
1.24	Aggregate amount of payments to the parties included in item 1	1,588
1.25	Aggregate amount of loans to the parties included in item 1.10	-
1.26	Explanation necessary for an understanding of the transactions	
Payment of director and consulting fees to directors and director related entities.		

**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  
None.
- 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  
None.

**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	380,000	380,000
3.2	Credit standby arrangements	-	-
<b>Note</b>	(i) The Company also has access to a \$10 million environmental bonding facility (non cash-backed).		

+ See chapter 19 for defined terms.

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	5,900
4.2 Development (including payments for purchases of other fixed assets)	17,220
4.3 Production	67,210
4.4 Administration	1,640
<b>Total</b>	<b>91,970</b>

### 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	114,796	83,833
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Term Deposits	-	-
<b>Total: cash at end of quarter</b> (item 1.23)	<b>114,796</b>	<b>83,833</b>
<b>Note</b>	\$78 million of the Company's cash balance as at 31 December 2012 is held in a debt service and cost overrun account, relating to the Company's financing facilities.	

### 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	L52/120	<u>WA Miscellaneous Licence</u> Surrendered	100%	-
6.2 Interests in mining tenements acquired or increased	L52/151	<u>WA Miscellaneous Licence</u> Application	-	100%
	L52/152	Application	-	100%
	EPM19418	<u>Qld Exploration Permit Minerals</u> Granted	100%	100%
	EPM25123	Application	-	100%
	2012/00313	<u>SA Exploration License</u> Application	-	100%
	EL7982	<u>NSW Exploration Licence</u> Granted	100%	100%
	EL8025	Granted	100%	100%
	ELA4717	Application	-	100%
	01-01432-12	<u>Peru Mining Concession</u> Granted	100%	100%
	01-01438-12	Granted	100%	100%

+ 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)	Amount paid up per security (see note 3)
7.1 <b>Preference +securities</b> (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	153,524,301	153,524,301		Fully paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through contributing shares paid up in full	37,500 800,000	37,500 800,000	\$3.80 \$0.80	Fully paid Fully paid
7.5 <b>+Convertible debt securities</b> (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)	210,000 180,000 1,600,000 990,000  33,333 200,000 333,335 1,499,995 1,416,665 1,333,340		<b>Exercise price</b> \$0.60 \$0.80 \$1.00 \$4.66; \$5.44 and \$6.22 \$3.80 \$4.40 \$5.00 \$9.00 \$10.30 \$11.70	<b>Expiry date</b> 12 Jul 2013 12 Jul 2013 12 Jul 2013 27 Nov 2014  15 Jun 2015 15 Jun 2015 15 Jun 2015 28 Feb 2016 28 Feb 2016 28 Feb 2016
7.8 Issued during quarter				
7.9 Exercised during quarter	37,500 800,000		\$3.80 \$0.80	15 Jun 2015 12 Jul 2013
7.10 Expired during quarter				
7.11 <b>Debentures</b> (totals only)				
7.12 <b>Unsecured notes</b> (totals only)				

+ See chapter 19 for defined terms.

