

Rule 5.5

## Appendix 5B

### Mining 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

TALISMAN MINING LIMITED

ABN

71 079 536 495

Quarter ended ("current quarter")

31 March 2015

**Consolidated statement of cash flows**

		Current quarter \$A'000	Year to date \$A'000
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(630)	(1,471)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(367)	(1,024)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	67	397
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	<b>Net Operating Cash Flows</b>	<b>(930)</b>	<b>(2,098)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of:		
	(a) prospects -Sinclair Nickel Project	(7,950)	(8,000)
	(b) equity investments	-	-
	(c) other fixed assets	-	(21)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	2
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	<b>Net investing cash flows</b>	<b>(7,950)</b>	<b>(8,019)</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(8,880)</b>	<b>(10,117)</b>

+ See chapter 19 for defined terms.

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

1.13	Total operating and investing cash flows (brought forward)	(8,880)	(10,117)
	<b>Cash flows related to financing activities</b>		
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)	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(8,880)	(10,117)
1.20	Cash at beginning of quarter/year to date	14,815	16,052
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	5,935	5,935

**Payments to directors of the entity and 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	267
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Remuneration to Directors including payments relating to resignation of G. Cameron.
---

**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

N/A
-----

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

N/A
-----

+ 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	750*
4.2 Development	-
4.3 Production	-
4.4 Administration	750**
<b>Total</b>	<b>1,500</b>

*\*Includes ~\$0.4 million payment of rent and rates which also includes reimbursement of rent and rates paid by Xstrata Nickel operations for the period 4 February 2015 to 30 June 2015.*

*\*\*Includes \$0.5million payment for Stamp Duty associated with acquisition of the Sinclair Nickel Project.*

**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	855	8,335
5.2 Deposits at call	5,080	6,480
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>5,935</b>	<b>14,815</b>

+ 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 <b>Preference <sup>+</sup>securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b><sup>+</sup>Ordinary securities</b>	131,538,627	131,538,627		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 <b><sup>+</sup>Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>			Exercise price	Expiry date
	250,000	-	\$1.02	31/07/2015
	250,000	-	\$1.13	31/07/2015
	250,000	-	\$1.41	31/07/2015
	250,000	-	\$1.53	31/07/2015
	150,000	-	\$0.40	30/09/2016
	175,000	-	\$0.50	30/09/2016
	175,000	-	\$0.60	30/09/2016
	562,500	-	\$0.43	31/10/2016
	562,500	-	\$0.51	31/10/2016
	562,500	-	\$0.60	31/10/2016
	562,500	-	\$0.69	31/10/2016
	750,000	-	\$0.41	31/10/2017
	750,000	-	\$0.49	31/10/2017
	750,000	-	\$0.56	31/10/2017
	750,000	-	\$0.64	31/10/2017
	125,000	-	\$0.40	01/03/2018
	125,000	-	\$0.50	01/03/2018
	125,000	-	\$0.60	01/03/2018
	125,000	-	\$0.70	01/03/2018

+ See chapter 19 for defined terms.

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

7.8	Issued during quarter	150,000	-	\$0.40	30/09/2016
		175,000	-	\$0.50	30/09/2016
		175,000	-	\$0.60	30/09/2016
		125,000	-	\$0.40	01/03/2018
		125,000	-	\$0.50	01/03/2018
		125,000	-	\$0.60	01/03/2018
		125,000	-	\$0.70	01/03/2018
		7.9	Exercised during quarter	-	-
7.10	Expired during quarter				
7.11	<b>Debentures</b> <i>(totals only)</i>	-	-		
7.12	<b>Unsecured notes</b> <i>(totals only)</i>	-	-		

+ See chapter 19 for defined terms.

**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 give a true and fair view of the matters disclosed.

Sign here: Daniel Madden  
Company Secretary

Date: 30 April 2015



Print name: Daniel Madden

**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 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.

== == == == ==