



CONDOTO PLATINUM

30 July 2014

QUARTERLY ACTIVITY REPORT – June 2014

ASX Symbol: **CPD**

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BOARD OF DIRECTORS AND MANAGEMENT

Mr William Hayden
Non-Executive Chairman

Nicholas Raffan
Non-Executive Director

Mr Andrew Johnstone
Executive Director

Mr Jay Stephenson
Company Secretary

ISSUED CAPITAL

Shares on Issue:	56,155,004
Unlisted Options:	12,710,000

HIGHLIGHTS

- **Colombian election concluded with re-election of President Juan Manuel Santos. Condoto was able to establish a bulk sampling alluvial gold and platinum operation at Novita during his previous term.**

CORPORATE

Condoto Platinum NL (“CPD” or “the Company”) is pleased to report that during the quarter the Colombian Election was concluded with the re-election of the incumbent President, Juan Manuel Santos. On the 15 June 2014 after a second round of national voting, Mr Santos was re-elected with nearly 51% of the vote. Re-election will allow his government to continue efforts to negotiate the final stages of a nationwide peace agreement with rebel groups, which was initiated in 2012. During the previous term of the Santos government CPD successfully established a small scale gold and platinum bulk sampling plant and modern exploration camp near the town of Novita in the Choco Region (Department) of Eastern Colombia.

CPD continues to closely monitor the local security situation at Novita (Figure 1 & 2) where its exploration camp and holding yard is located. All CPD equipment is being held in the Novita Camp. A regular maintenance routine is in place to ensure equipment and the camp is kept in good standing for re-establishment and re-deployment to test local alluvial sites for gold and platinum at an appropriate time in the future.

With expectations of an improvement in security at Novita, CPD has completed a study and costing for re-commencement of Novita operations, and also initiated a desktop study to focus CPD into the best areas for alluvial sampling (Figure 2). CPD has an exclusive agreement with the Novita Higher Community Council to establish operations over an area of 105,975 ha, highly prospective for both alluvial and primary gold, platinum and possibly other base metals including copper. CPD can quickly re-deploy bulk testing equipment if a satisfactory site is located with positive security. Condoto is hopeful that re-establishment of the Novita alluvial operations and bulk sampling might occur now the election has concluded.

CORPORATE cont.

As previously reported the Company’s Colombian operations are being maintained on a greatly reduced budget. The Company’s prudent fiscal approach continues to significantly impact the cash burn both in Colombia and Australia. All areas of the company are under constant review, and has resulted in even further reductions being made since the previous quarter. Cash preservation is critical to ensure funds are available for Novita operation re-establishment, new opportunity assessment and the ongoing management of the company.

OPERATIONS

CPD has continued its efforts to look for complimentary projects in stable regions of Colombia and neighbouring countries that may reduce CPD’s sovereign risk exposure to Colombia. CPD’s local team has vast experience in Colombia, neighbouring countries and South and Central America as a whole.

All the Company’s capital equipment in Choco is now stored at the Novita camp. During the quarter, remaining equipment at the Martinez mine was moved to Novita camp and a complete audit was undertaken to ensure all equipment was accounted for and captured in the regular maintenance program being undertaken. Currently, all capital equipment in Choco is secure and ready for re-deployment once security improves.



Figure 1: Novita Community Land shown in Red located in Choco Department of Eastern Colombia.

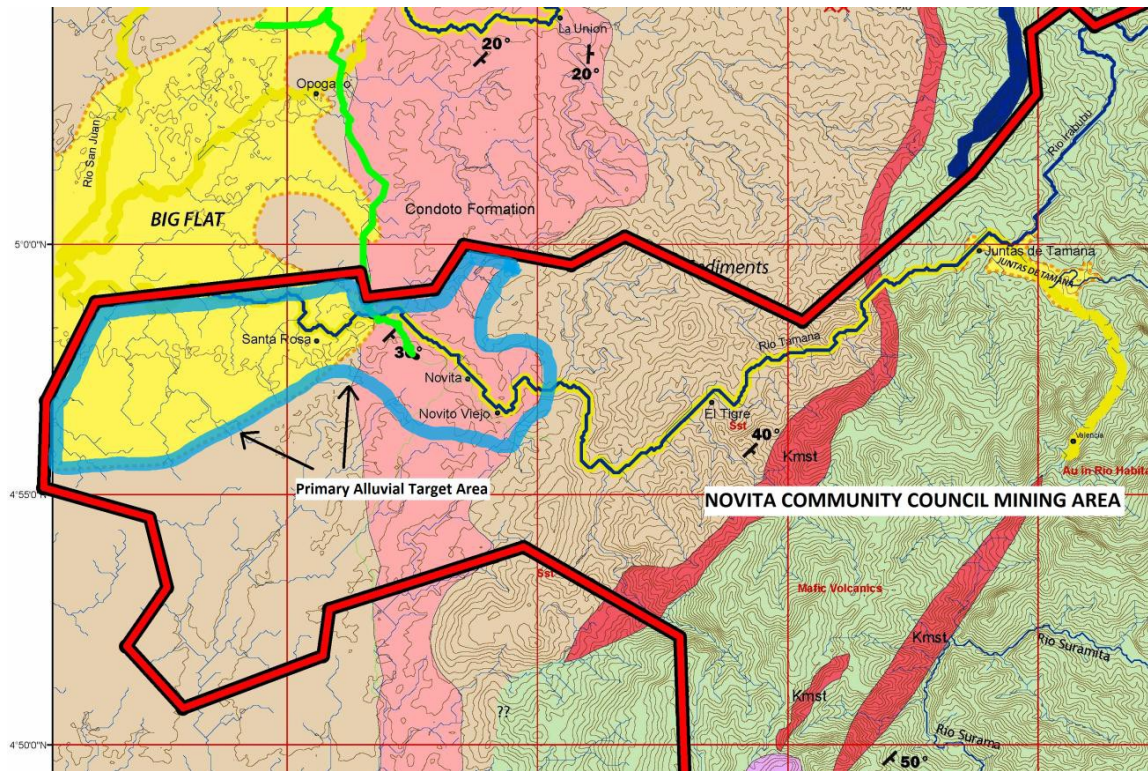


Figure 2: Desk top work being undertaken to better understand alluvial distribution and areas to focus bulk sampling activities.

Competent Person Statement

The information in this document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Andrew Johnstone, who is a Member of the Australian Institute of Geoscientists. Mr Andrew Johnstone has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Andrew Johnstone who is an Director of the Company, consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

This release may contain forward-looking statements. Certain material factors or assumptions were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information. Actual values, results or events could differ materially from any conclusion, forecast or projection expressed or implied in the forward-looking information.

Appendix 5B

Mining exploration entity quarterly report

Name of entity

CONDOTO PLATINUM NL (CPD)

ABN

42 131 213 824

Quarter ended ("current quarter")

30 June 2014

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 Months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration & evaluation	(83)	(612)
(b) development	-	-
(c) production	-	-
(d) administration	(54)	(390)
1.3 Dividends received	-	
1.4 Interest and other items of a similar nature received	5	30
1.5 Interest and other costs of finance paid	-	
1.6 Income taxes paid	-	
1.7 Other	-	-
Net Operating Cash Flows	(132)	(972)
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 (reimbursement of deposit paid)	-	25
Net Investing Cash Flows	-	25
1.13 Total operating and investing cash flows (carried forward)	(132)	(947)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(132)	(947)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc. net of costs	-	(9)
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)	-	-
	Net financing cash flows	-	(9)
	Net increase (decrease) in cash held	(132)	(956)
1.20	Cash at beginning of quarter/year to date	997	1,821
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	865	865

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	52
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors Fees, Superannuation and reimbursement of costs incurred.

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

NIL

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	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	50
Total	150

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	865	997
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	865	997

Interests in Mining Tenements

Disclosure in accordance with ASX Listing Rule 5.3.3

6.1	Project/ Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
	JAL 16261	Colombia	100%	-	-
	JAL 16301	Colombia	100%	-	-
	JAL 14162	Colombia	100%	-	-

6.2	Farm-in Agreements / Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

6.3	Farm-out Agreements / Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

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	56,155,004	56,155,004		

Appendix 5B
Mining exploration entity quarterly report

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.4 Changes during quarter (a) Increases through release from escrow (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)			<u>Exercise price \$</u>	<u>Expiry date</u>
	910,000		\$0.80	18.04.2016
	3,000,000		\$0.20	01.07.2015
	5,250,000		\$1.50	30.11.2014
	1,000,000		\$1.01	30.11.2014
	500,000		\$0.47	31.10.2015
	1,000,000		\$0.70	16.11.2015
	700,000		\$0.70	31.10.2015
	350,000		\$0.10	01.12.2016
7.8 Issued during quarter	Nil			
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	Nil			
7.11 Debentures (totals only)				
7.12 Unsecured notes (totals only)				

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: Date: 30 July 2014
(Company secretary)

Print name: Jay Stephenson

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.

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