Rule 5.3

Appendix 5B Mining exploration entity quarterly report

	Name	e of entity		
	AL	KANE RESOURCES	S LTD	
	ABN			
	35 00	0 689 216		
	Cor	nsolidated statement o	of cas	h flows
65		Cash flows related to operate	ting acti	vities
((D))	1.1	Receipts from product sales and	related d	ebtors
20	1.2	Payments for	(a)	exploration
00			(b)	developme
			(c)	production
			(d)	administrat
	1.3	Dividends received		
ant	1.4	Interest and other items of a simi	lar natur	e received
60	1.5	Interest and other costs of financ	e paid	
	1.6	Income taxes paid		
	1.7	Other - royalties		
(\bigcirc)		Other (provide details if material)	
RA		Net operating cash flows		
		Cash flows related to investing	activitie	s
	1.8	Payment for purchases of	(a)	prospects
(OD)			(b)	equity inve
			(c)	other fixed
(\bigcirc)	1.9	Proceeds from sale of	(a)	prospects
			(b)	equity inve
			(c)	other fixed
\bigcirc	1.10	Loans to other entities		
	1.11	Loans repaid by other entities		
	1.12	Other - Payments for security de	posits	
		Other - Proceeds from refund of	security	deposits

1.13

ALKANE RESOURCES LTD

Quarter ended ("current quarter")

30 September 2014

nsolidated statement	of cas	h flows	Current Quarter	Year to date
			\$A'000	(3 Months) \$A'000
Cash flows related to opera	ting acti	ivities		
Receipts from product sales and	related d	ebtors	33,423	33,423
Payments for	(a)	exploration and evaluation	(2,659)	(2,659)
	(b)	development	(5,995)	(5,995)
	(c)	production	(13,395)	(13,395)
	(d)	administration	(924)	(924)
Dividends received			-	-
Interest and other items of a sim	ilar natur	e received	123	123
Interest and other costs of finance	ce paid		(17)	(17)
Income taxes paid			-	-
Other - royalties			(634)	(634)
Other (provide details if materia	l)		(4)	(4)
Net operating cash flows			9,918	9,918
Cash flows related to investing	g activitie	S		
Payment for purchases of	(a)	prospects	-	-
	(b)	equity investments	-	-
	(c)	other fixed assets	(1,304)	(1,304)
Proceeds from sale of	(a)	prospects	-	-
	(b)	equity investments	-	-
	(c)	other fixed assets	-	-
Loans to other entities			-	-
Loans repaid by other entities			-	-
Other - Payments for security de	eposits		-	-
Other - Proceeds from refund of	security	deposits	1,150	1,150
Other (provide details if materia	l)		-	-
Net investing cash flows			(154)	(154)
Total operating and investing ca	sh flows	(carried forward)	9,764	9,764

1.13	Total operating and investing cash flows (brought forward)	9,764	9,764
	Cash flows related to financing activities		
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)	-	-
)	Net Financing Cash Flows	-	-
/	Net increase (decrease) in cash held	9,764	9,764
1.20	Cash at beginning of quarter/year to date	15,569	15,569
) 1.21	Exchange rate adjustments to Item 1.20	-	-
1.22	Cash at end of quarter	25,333	25,333

Payments to directors of the entity, 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	256
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Payments to directors and/or companies associated with directors for: \$. Directors fees/corporate consulting fees Executive director salary and superannuation Administration/accounting and company secretarial fees	A'000 \$ 77 \$ 98 \$ 81

Non-cash financing and investing activities

.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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

No expenditure has been reported on the Miranda/McDonoughs Lookout joint venture by Xstrata Nickel Australasia for the quarter to 30 September 2014.

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	-	-

	Esti	mated cash outflows for next quarter	\$A'000
7	4.1	Exploration and evaluation	6,300
9	4.2	Development	2,100
	4.3	Production	17,700
)	4.4	Administration	1,300
).		TOTAL	27,400

The Tomingley Gold Operation commenced production in February 2014 resulting in the generation of cash inflows from the sale of gold. As at 30 September 2014, the Group had bullion on hand of 2,938 ounces at fair value of \$4.1 million and investments in listed companies available for sale valued at \$4.7 million.

Reconciliation of cash

Deposits at call

Bank overdraft

Other

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. 5.1 Cash on hand and at bank

* term deposits of less than 12 months

he he	Current Quarter \$A'000	Previous Quarter \$A'000
	2,070	808
	23,263	14,761
	-	-
	-	-
	25,333	15,569

Changes in interests in mining tenements

Total: cash at end of quarter (item 1.22)

		Tenement Reference and Location	Nature of Interest [note (2)]	Interest at Beginning of Quarter	Interest at End of Quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	EL 8106 Parkes, NSW	Equity - relinquished	100%	0%
6.2	Interests in mining tenements and petroleum tenements acquired or increased	ELA 5086 Cudal, NSW	New application	0%	100%

See tenement schedule appended for details of tenement holdings at end of 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

_ 000	cription includes rate of int				
		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preferences ⁺ securities (description)				
7.2	Changes during quarter (a) increases through issues (b) decreases through returns of capital, buy- backs, redemptions				
7.3	⁺ Ordinary securities	412,639,000	412,639,000		
7.4	Changes during quarter (a) increases through issues (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			Exercise price	Expiry date
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter Unlisted options				
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).
 - This statement does/does not* (delete one) give a true and fair view of the matters disclosed.

Sign here:	[signed] (Director /Company Secretary)	Date:	14 October 2014
Print name:	Karen E V BROWN		

Notes

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- 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.
- The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum 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 or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
 - **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.
- 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.
 - **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.

Project/Location	Tenement	Interest	Nature of interest
Peak Hill, NSW	GL 5884 (Act 1904)	100%	Equity
	ML 6036	100%	Equity
	ML 6042	100%	Equity
	ML 6277	100%	Equity
	ML 6310	100%	Equity
	ML 6389	100%	Equity
	ML 6406	100%	Equity
	ML 1351	100%	Equity
	ML 1364	100%	Equity
	MLA 79 Orange	100%	Equity (application)
	ML 1479	100%	Equity
	EL 6319	100%	Equity
Dubbo, NSW	EL 5548	100%	Equity through subsidiary
	EL 7631	100%	Equity through subsidiary
	EL 8193	100%	Equity through subsidiary
	MLA 183 Orange	100%	Equity through subsidiary (application)
Wellington, NSW	EL 6320	100%	Equity
Гomingley, NSW	EL 5675	100%	Equity
	EL 5830	100%	Equity
	EL 5942	100%	Equity
	EL 6085	100%	Equity
	ML 1684	100%	Equity through subsidiary
Cudal, NSW	EL 7020	100%	Equity
	ELA 5086	100%	Equity (application)
Bodangora, NSW	EL 4022	100%	Equity
	EL 6209	0%	Right to acquire 100%
Finns Crossing, NSW	EL 8261	100%	Equity
Calula, NSW	EL 7971	80%	Equity, CRL 20%
Rockley, NSW	EL 8170	100%	Equity
	EL 8194	100%	Equity
Elsienora, NSW	EL 6082	0%	Right to earn up to 80%
	EL 6767	0%	Right to earn up to 80%
Nullagine, WA	EL 46/522-I	0%	60% retained interest in diamond potential
	EL 46/523-I	0%	60% retained interest in diamond potential
	EL 46/523-1 EL 46/524	0%	60% retained interest in diamond potential
			*
Miranda Well, WA	M 36/303	20%	Equity - XNA holds 80%
McDonough Lookout, WA	M 36/329 & 330	20%	Equity - XNA holds 80%

ITEM 6.1 & 6.2 Schedule of mining tenements –as at 30 September 2014

Comet Resources Limited Xstrata Nickel Australia

CRL

XNA