

Appendix 5B

Mining exploration entity and oil and gas 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

Inca Minerals Limited

ABN

36 128 512 907

Quarter ended ("current quarter")

31 December 2013

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(825) - - (270)	(1,560) - - (465)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	5	18
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(1,090)	(2,007)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - (29)	- - (46)
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets	- - -	10 - 20
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (Security deposits)	(8)	(8)
Net investing cash flows	(37)	(24)
1.13 Total operating and investing cash flows (carried forward)	(1,127)	(2,031)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(1,127)	(2,031)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	513	513
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 (Capital raising costs)	(12)	(12)
	Net financing cash flows	501	501
	Net increase (decrease) in cash held	(626)	(1,530)
1.20	Cash at beginning of quarter/year to date	2,558	3,469
1.21	Exchange rate adjustments to item 1.20	41	34
1.22	Cash at end of quarter	1,973	1,973

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	106
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payment of director fees, salaries & superannuation and company secretary fees to a director.

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

+ 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	805
4.2 Development	-
4.3 Production	-
4.4 Administration	218
Total	1,023

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	1,953	2,558
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (bank security deposit)	20	-
Total: cash at end of quarter (item 1.22)	1,973	2,558

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Changes in interests in mining tenements and petroleum tenements

	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 28/1477 NE Kalgoorlie Project ¹	Nickel rights only.	100%	Nil
		EL 28/2056 NE Kalgoorlie Project ¹	As above.	100%	Nil
		EL 28/1786 NE Kalgoorlie Project ¹	As above.	100%	Nil
		P28/1117 NE Kalgoorlie Project ¹	As above.	100%	Nil
6.2	Interests in mining tenements and petroleum tenements acquired or increased	EL37/975 Dingo Range Project ¹	All rights.	Titleholder with 100% of all rights excluding gold rights.	Titleholder with 100% of all rights including gold rights.
		EL53/1352 Dingo Range Project ¹	As above.	As above.	As above.
		EL53/1377 Dingo Range Project ¹	As above.	As above.	As above.
		EL53/1380 Dingo Range Project ¹	As above.	As above.	As above.
		EL53/1407 Dingo Range Project ¹	As above.	As above.	As above.

¹ All tenements referred to at 6.1 and 6.2 above are located in the Eastern Goldfields region of Western Australia.

6.3 Interests in mining tenements as at end of the quarter

Location	Project Name	Tenement Identification		Ownership	Titleholder
		Tenement # (WA)	Mining Concession Name (Peru)		
Central Peru	Chanape		Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Chanape 1	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 1	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 2 De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 3 De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 4	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 5	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 6	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 7	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 8	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 9	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio 10	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		San Antonio De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta 1 De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta 2	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta 3	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta 4	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Violeta 5	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		10 De Julio De Chanape	Earning 100% ¹	Inca Minerales SAC
As above.	Chanape SW		INCA M1	100%	Inca Minerales SAC
As above.	As above.		INCA M2	100%	Inca Minerales SAC
As above.	As above.		INCA M3	100%	Inca Minerales SAC
As above.	As above.		INCA M4	100%	Inca Minerales SAC
As above.	As above.		INCA M5	100%	Inca Minerales SAC
As above.	As above.		INCA M6	100%	Inca Minerales SAC
As above.	As above.		INCA M7	100%	Inca Minerales SAC
As above.	As above.		INCA M8	100%	Inca Minerales SAC
As above.	As above.		INCA M9	100%	Inca Minerales SAC
As above.	As above.		INCA M10	100%	Inca Minerales SAC
Moquegua, Peru	Virgen de Chapi		Virgencita De Chapi VI	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Virgencita De Chapi VII	Earning 100% ¹	Inca Minerales SAC
As above.	Oscar Alberto		Ana Melva Cobresur I	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Oscar Alberto I	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Ana Melva Cobresur II	Earning 100% ¹	Inca Minerales SAC
As above.	As above.		Ana Melva Cobresur III	Earning 100% ¹	Inca Minerales SAC
As above.	Agua Blanco		Jose Alonso Cobresur III	100%	Inca Minerales SAC
As above.	As above.		Jose Alonso Cobresur IV	100%	Inca Minerales SAC
As above.	Jose Alonso		Jose Alonso Cobresur V	100%	Inca Minerales SAC

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6.3 Interests in mining tenements as at end of the quarter (ctd)

Location	Project Name	Tenement Identification		Ownership	Titleholder
		Tenement # (WA)	Mining Concession Name (Peru)		
As above.	As above.		Jose Alonso Cobresur 8	100%	Inca Minerales SAC
As above.	As above.		Jose Alonso Cobresur 14	100%	Inca Minerales SAC
As above.	As above.		Jose Alonso Cobresur 13	100%	Inca Minerales SAC
As above.	As above.		Jose Alonso Cobresur 11	100%	Inca Minerales SAC
Eastern Gold Fields, WA	Dingo Range	E37/0975		100%	Inca Minerals Ltd
As above.	As above.	E37/1124		100%	Inca Minerals Ltd
As above.	As above.	E53/1352		100%	Inca Minerals Ltd
As above.	As above.	E53/1377		100%	Inca Minerals Ltd
As above.	As above.	E53/1380		100%	Inca Minerals Ltd
As above.	As above.	E53/1407		100%	Inca Minerals Ltd
As above.	As above.	E53/1421		100%	Inca Minerals Ltd
As above.	As above.	E53/1447		100%	Inca Minerals Ltd
As above.	As above.	E53/1663		100%	Inca Minerals Ltd
As above.	As above.	P53/1573		100%	Inca Minerals Ltd
As above.	As above.	P53/1574		100%	Inca Minerals Ltd

¹ Inca Minerales S.A.C.'s (IMS) ultimate parent company is Inca Minerals Limited and IMS has a right to earn 100% of the concession under a Mining Option Agreement.

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.

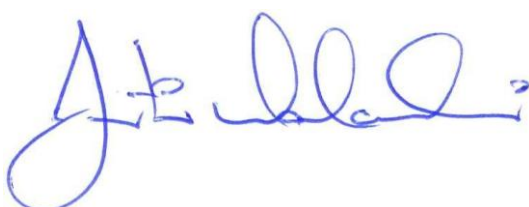
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	435,144,805	435,144,805		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	14,657,190	14,657,190	\$0.035	\$0.035
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</i>	<i>Expiry date</i>
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <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 ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:



Date: 31 January 2014

(Director/Company secretary)

Print name: Justin Walawski

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 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.
- 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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