



30 July 2014

Manager of Company Announcements
ASX Limited
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

By E-Lodgement

Quarterly Report for the Period Ending 30 June 2014

Issued Capital: **266M** *

ASX Code: **RMP**

Closing price: **A\$0.061***

* as at 30 June 2014

AIM Code: **RMP**

Closing Price: **£0.0332***

The Board of Red Emperor Resources NL (**Red Emperor** or the **Company**) is pleased to provide the following commentary and Appendix 5B for the period ending 30 June 2014.

Georgia Project

During the quarter, the Company's JV partner and Operator, Strait Oil & Gas UK (Strait), continued to advance discussions and negotiations with respect to potential transactions associated with the JV and its Production Sharing Contracts (PSCs) in Georgia. Strait advises Red Emperor that a positive outcome to these discussions is still likely to occur.

In June, Strait signed a one year extension of the PSC for Block VIb with the State Agency for Regulation of Oil and Gas.

Puntland Project

Over the past quarter, the Federal Government of Somalia has been engaging the Somali States, including Puntland, in a process of revising the federal hydrocarbon law. The main issues being contemplated and negotiated by all parties are those of revenue sharing and where the authority to conduct contractual negotiations in the future will reside. These issues are delicate and discussions are ongoing, with Red Emperor's Joint Venture Partner and Operator, Horn Petroleum (TSXV: HRN), having met with the Puntland President, Mr Abdiweli, as well as the Federal Minister of Oil and Gas during the quarter.

The Puntland Government obviously believes that it holds the right and authority to assign and administer Production Sharing Contracts (PSCs) within its borders and Red Emperor's Joint Venture remains confident that the existing Dharoor and Nugaal PSAs

BOARD & MANAGEMENT

Mr Greg Bandy
EXECUTIVE DIRECTOR

Mr Jason Bontempo
NON-EXECUTIVE DIRECTOR

Mr Stephen Brockhurst
NON-EXECUTIVE DIRECTOR

Ms Rebecca Sandford
Ms Sara Kelly
JOINT COMPANY SECRETARY

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RMP



are valid. At recent meetings in Abu Dhabi, the JV was verbally assured of this, however it is yet to be presented with anything in writing by the Federal government to confirm it. Discussions continue with the State and Federal governments to ensure alignment with regards to contracts and a secure working environment, as well a commitment to exploration in Puntland and the unlocking of what is believed to be material natural resources within its borders.

Corporate

During the quarter, Red Emperor conducted a detailed review of at least 6 separate projects and opportunities in a number of global jurisdictions including the UK, Nigeria, Russia and Australia. While none of these opportunities have resulted in a transaction, Red Emperor is actively looking for additions to its current portfolio of assets while remaining committed to maintaining its substantial cash position.

Along with a short-term financing loan, which has now been repaid, the company also invested in and committed to a placement in ASX listed company, Highfield Resources Limited (ASX: HFR) during the quarter.

For and on behalf of the Board

Greg Bandy
Executive Director



ASX Additional Information for Quarterly Report to 30 June 2014

	Tenement Reference	Location	Working Interest at Beginning of Quarter	Acquired/ Disposed	Working Interest at End of Quarter
Oil & Gas Beneficial percentage interests held in farm-in or farm- out agreement					
	Block VIa	Republic of Georgia	20%	N/A	20%
	Block VIb	Republic of Georgia	20%	N/A	20%
	Dharoor Block	Puntland	20%	N/A	20%
	Nugaal Block	Puntland	20%	N/A	20%

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

RED EMPEROR RESOURCES NL

ABN

99 124 734 961

Quarter ended ("current quarter")

30 JUNE 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	-	(787)
(b) development	-	-
(c) production	-	-
(d) administration	(297)	(1,068)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	98	423
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	26	74
Net Operating Cash Flows	(173)	(1,358)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) investments	-	-
1.9 Proceeds from:		
(a) prospects	-	-
(b) equity investments	(298)	(298)
(c) investments asset acquisition escrow acc	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Proceeds from underwriting	-	-
Net investing cash flows	(298)	(298)
1.13 Total operating and investing cash flows (carried forward)	(471)	(1,656)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(471)	(1,656)
	Cash flows related to financing activities		
1.14	Proceeds from placement		
1.15	Proceeds from option exercise	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Costs associated with issue of shares	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(471)	(1,656)
1.20	Cash at beginning of quarter/year to date	10,792	11,977
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	10,321	10,321

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
1.2	Aggregate amount of payments to the parties included in item 1.2	43
1.2	Aggregate amount of loans to the parties included in item 1.10	Nil

1.2 Explanation necessary for an understanding of the transactions

Payments of Directors Fees and Remuneration	43
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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

Appendix 5B

Mining exploration entity quarterly report

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	Nil	-
3.2 Credit standby arrangements	Nil	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	200
4.2 Development	-
4.3 Production	-
4.4 Administration	200
Total	400

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	10,321	10,792
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other – Term Deposit	-	-
Total: cash at end of quarter (item 1.22)	10,321	10,792

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	N/A	See additional information appendix.	
6.2	Interests in mining tenements acquired or increased	N/A	See additional information appendix.	

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

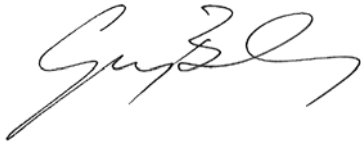
Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>	Nil			
7.2 Changes during quarter	Nil			
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 *Ordinary securities	266,234,221	266,234,221	-	-
7.4 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through returns of capital, buy-backs	Nil			
7.5 *Convertible debt securities <i>(description)</i>	Nil			
7.6 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through securities matured, converted	Nil			
7.7 Options <i>(description and conversion factor)</i>	594,324 5,920,000 5,166,565 1,170,000	- - - -	\$0.17 & £0.11 \$0.265 & £0.18 £0.305 £0.32	
7.8 Issued during quarter	Nil	-		
7.9 Exercised during quarter	Nil	-		
7.10 Expired during quarter	Nil	-		
7.11 Debentures <i>(totals only)</i>	Nil	Nil		
7.12 Unsecured notes <i>(totals only)</i>	Nil	Nil		

+ 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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



GREG BANDY
Executive Director
30 July 2014

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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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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