



King Solomon Mines Limited

QUARTERLY REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2014

New Opportunities

The Company continued to assess a number of minerals opportunities as potential acquisitions.

The Board believes the Company will be successful in moving its focus to a new minerals opportunity.

Appointment of New Directors

Earlier this month, the Company announced the appointment of Simon O'Loughlin and Simon Taylor to the Board. It also announced the resignation of Fu La from the Board. Simon O'Loughlin has been appointed to the Chair of the Board.

Sale of Two Exploration Licences

On 16 October 2014, the Company announced the sale of two exploration licences containing the Naogaoshandu and Marmot projects. The exploration licences were transferred to a creditor as settlement of 301,000 RMB (\$56,000 at the prevailing exchange rate) in outstanding debts. No cash will be received by the Company from the sales.

Rights Issue

Earlier this month, the Company announced a Renounceable Rights issue at \$0.002 per share. The Rights Issue will raise up to A\$919,188 before costs. The Rights Issue is underwritten by Taylor Collison Limited.

Cash

The Company had cash of \$86,000 at 30 September 2014.

Stephen McPhail Managing Director

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King Solomon Mines Limited
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SCHEDULE OF TENEMENTS

Sonid North tenement is located in the Sonid Zouqi Banner (County) of Inner Mongolia, China. Bu Dun Hua is located in the Wengniute Banner (County) of Inner Mongolia, China

Project	Exploration Licence	Area (km²)	Interest
Sonid North	T15120091102036733	18.61	100%*
Bu Dun Hua	T15120090420028565	18.78	100%*

* The Company holds the rights to its exploration projects through a 90% equity interest in Inner Mongolia Plate Mining Limited (“Plate”), a Sino-foreign incorporated joint venture which holds the two exploration licences referred to above. The remaining 10% interest in Plate is held by Inner Mongolia Ao Meng Xin Economic and Trade Co., Ltd (“AMX”) which is jointly owned by Fu La who manages the Company’s China operations and his wife Na Dong. The rights of the Company and AMX as shareholders of Plate are governed by an equity joint venture contract. AMX holds its 10% interest in Plate on trust for the Company.

During the quarter, the Company sold the following tenements:

Project	Exploration Licence	Area (km²)	Interest
Marmot	T15120091102036745	29.8	100%*
Naogaoshandu	T15120091102036738	34.8	100%*