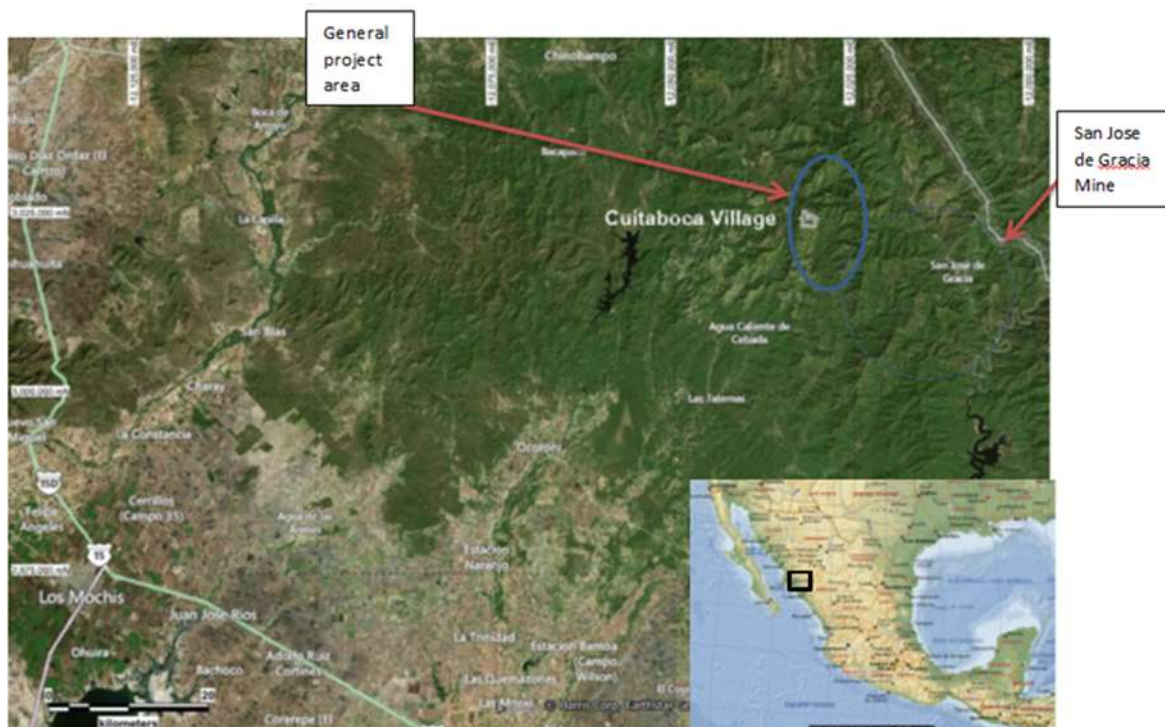


**QUARTERLY REPORT  
PERIOD ENDED 30 SEPTEMBER 2015**

**1. EXPLORATION**

**Cuitaboca, Sinaloa, Mexico** (Santana earning to 80%)

The Cuitaboca Project is located within mining concessions covering an area of 5,100ha approximately 100 km north east of the city of Los Mochis in Sinaloa (**Figure 1**). Application for a further 400ha mining concession has been made. North to South the Project is some 25km. It presents a ‘whole of district’ exploration opportunity for Santana.

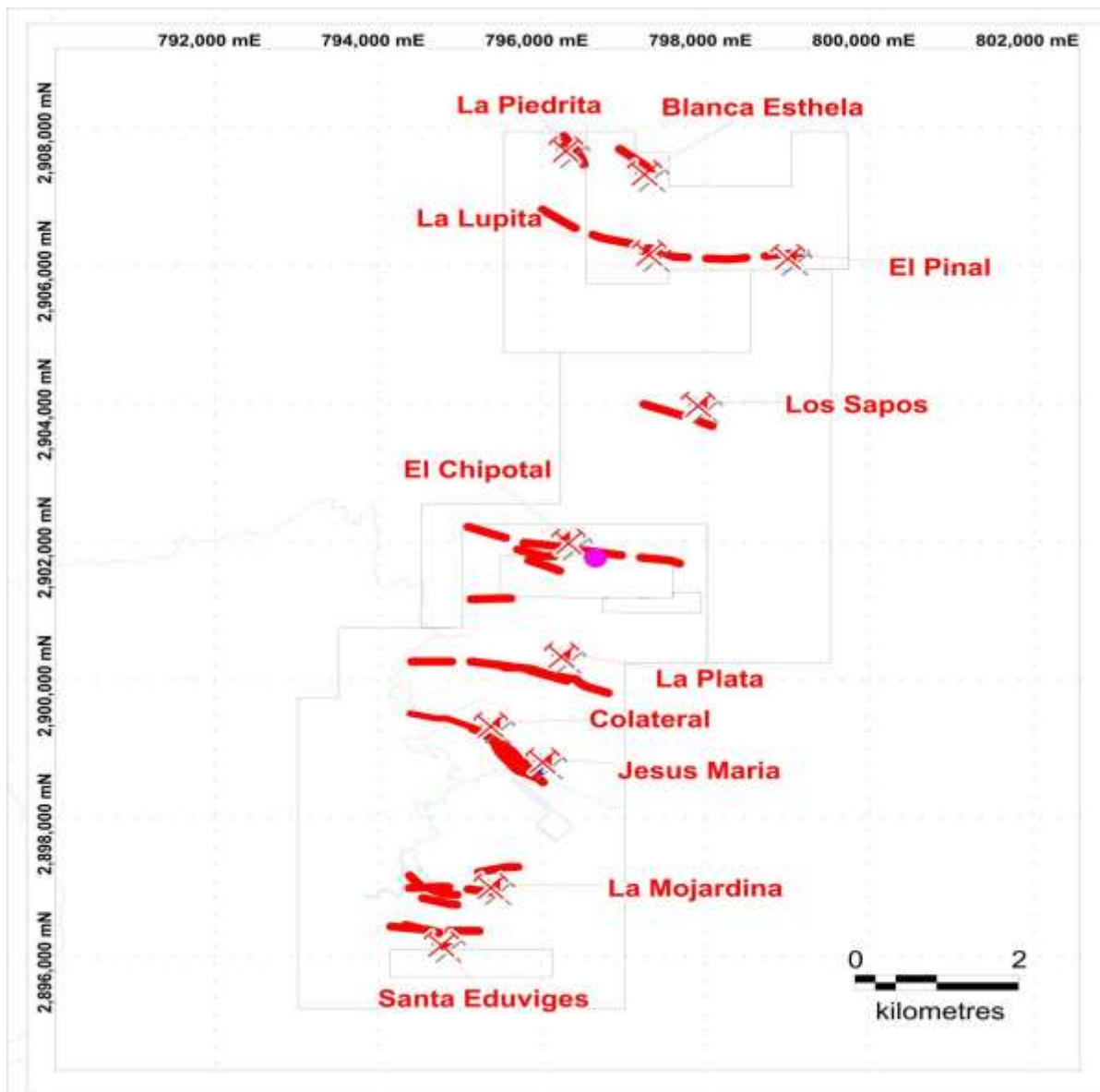


**Figure 1:** Cuitaboca Project Location

***Local Geology***

The Cuitaboca District lies in the foothills of the Sierra Madre Occidental dominated mostly by andesite flows and tuffs of the lower volcanic group, with minor rhyolites of the upper volcanic group at higher elevations. Gold-silver rich polymetallic mineralisation is hosted in the lower volcanic group andesites.

The Cuitaboca project evidences multiple known veins (**Figure 2**) with sulphide mineralisation carrying high grade silver and low grade lead, zinc and copper. Outcrops vary from 100m to >3km long with observable thicknesses from 0.5m to 4m wide.



**Figure 2:** Regional scale map showing NW-SE veins, historic artisanal mine locations and Mining Concession boundaries

In the Quarter ended **31 March 2015** Santana completed its first exploration drilling program which was confirmatory of historical workings and grade. It also demonstrated good down dip continuity of the veins from surface (+150m) in competent andesite rock and good mineralised vein strike length of circa 1,000m, open at depth and at both ends.

During the quarter ending **30 June 2015** Santana undertook a mapping and sampling program across the district which has yielded further material and encouraging results.

During the quarter ending **30 September 2015** further sampling by Santana in the northern zone of the Project has continued to identify silver + gold + lead + zinc. This work was undertaken prior to the 'wet season (generally late July – October).

The **Northern Zone (Figure 3)** hosts the La Lupita – El Pinal prospects as well as the La Piedrita and Blanca Esthela prospects. The northern zone prospects located at a high elevation (1,000-1,500m) in the upper part of the Sierra Madre Occidental volcanics provides potential for continuous depth to host polymetallic low sulphidation epithermal Au-Ag mineralisation.

Highlights of the work include - rock-chip samples:

- 0.6m @ **676g/t Ag + 8.7% Pb + 2.0% Zn + 1.2% Cu** (CT-0361)
- 0.4m @ **524g/t Ag + 7.6% Pb + 1.9% Zn** (CT-0362)
- 0.6m @ **1.8g/t Au + 122g/t Ag + 1.1% Pb + 5.5% Zn** (CT-0346)
- 1.0m @ **1.1g/t Au + 104g/t Ag + 7.8% Pb + 0.2% Zn** (CT-0347)
- 0.6m @ **227g/t Ag + 2.6% Pb** (CT-0359)



**Figure 3** Northern Zone sample location map

The La Lupita – El Pinal vein structure is interpreted to have a strike length exceeding 3km.

**Namiquipa, Chihuahua, Mexico** (Santana 100%)

No further work was undertaken at the Namiquipa Silver project during the quarter.

**Corporate**

During the quarter the Company launched a Share Purchase Plan to raise up to a maximum \$550,000 through an equity issue. The plan closed in early October (after the end of the quarter) and was successful in raising \$481,000 and saw the issue of 36,999,982 fully paid ordinary shares.

Funds are to be used for the ongoing business of the Company.

For further information, please contact:  
Tony McDonald, Managing Director  
+61 7 3221 7501

[admin@santanaminerals.com](mailto:admin@santanaminerals.com)

**About Santana**

Santana is a precious metals explorer focused on Mexico where it holds 100% of the Namiquipa Silver (+lead and zinc) Project in Chihuahua and has a right to earn up to an 80% interest in the Cuitaboca Gold-Silver polymetallic project in Sinaloa.

Additional information about Santana and its projects is available on the website:  
[www.santanaminerals.com](http://www.santanaminerals.com)

**Additional ASX Listing Rule Information**

Santana Minerals Limited ('Santana') provides the following additional information in accordance with ASX Listing Rule 5.3.3.

Mining tenements held at the end of the quarter and their location

Name	Number	Status	Interest Held
<b>Namiquipa, Mexico</b>			
Tasmania	227076	Granted	100%
America	219975	Granted	100%*
Rolys	236046	Granted	100%
<b>Parker Range, Western Australia</b>			
	M77/52	Granted	30%^
	M77/893	Granted	30%^

\* The America concession was acquired under an option agreement dated 22 July 2008 (and subsequently varied). All payments provided for under the agreement have been made and the formal transfer of the concession is pending.

^ Free carried to production.

Mining tenements acquired during the quarter and their location

Not applicable.

Mining tenements disposed of during the quarter and their location

Not applicable.

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter

The Company has completed a transaction which allows it to earn an initial 80% interest in the Cuitaboca Project. The Company is earning, but has yet to earn, its initial interest. Further details are by reference to the announcement of 29 July 2014.

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

Not applicable

**Previous Disclosure - 2012 JORC Code**

Information relating to Mineral Resources, Exploration Targets and Exploration Data associated with the Company's projects in this September 2015 Quarterly Report is extracted from the following ASX Announcements:

- ASX announcement titled "Silver + Gold + Lead + Zinc Mineralisation Continues In Northern Zone Of The Cuitaboca Project, Mexico" dated 6 August 2015.

A copy of each of these reports is available to view on the Santana Minerals Limited website [www.santanaminerals.com](http://www.santanaminerals.com). The reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

## 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

SANTANA MINERALS LIMITED

ABN

37 161 946 989

Quarter ended ("current quarter")

30 SEPTEMBER 2015

#### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (3 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	(193) - - (160)	(193) - - (160)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1	1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (refund of Mexican IVA receivable)	62	62
<b>Net Operating Cash Flows</b>	<b>(290)</b>	<b>(290)</b>
<b>Cash flows related to investing activities</b>		
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	-	-
<b>Net investing cash flows</b>	<b>-</b>	<b>-</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(290)</b>	<b>(290)</b>

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity and oil and gas exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(290)	(290)
	<b>Cash flows related to financing activities</b>		
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 (Share issue costs)	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(290)	(290)
1.20	Cash at beginning of quarter/year to date	530	530
1.21	Exchange rate adjustments to item 1.20	11	11
1.22	<b>Cash at end of quarter</b>	251	251

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

1.25 Explanation necessary for an understanding of the transactions

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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
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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
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+ 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	150
4.2 Development	-
4.3 Production	-
4.4 Administration	100
<b>Total</b>	<b>250</b>

### 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	251	379
5.2 Deposits at call	-	151
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>251</b>	<b>530</b>

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+ See chapter 19 for defined terms.



**Appendix 5B**  
**Mining exploration entity and oil and gas exploration entity quarterly report**

**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			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

**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	<b>Preference securities</b>			
	<i>(description)</i>			
7.2	Changes during quarter			
	(a) Increases through issues			
	(b) Decreases through returns of capital, buy-backs, redemptions			
7.3	<b>+Ordinary securities</b>	146,594,062	146,594,062	
7.4	Changes during quarter			
	(a) Increases through issues			
	(b) Decreases through returns of capital, buy-backs			
7.5	<b>+Convertible debt securities</b>			
	<i>(description)</i>			

+ See chapter 19 for defined terms.

**Appendix 5B**


**Mining exploration entity and oil and gas exploration entity quarterly report**

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> (description and conversion factor)	3,900,000 24,426,041	Nil Nil	Exercise price \$0.275 \$0.08	Expiry date 24 April 2018 17 March 2016
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures</b> (totals only)				
7.12	<b>Unsecured notes</b> (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 /does not\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:

  
.....  
(Company secretary)

Date: 22 October 2015

Print name: Craig J. McPherson

## 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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