Quarterly Activities Report
June 2014

Moly Mines Limited

Mine Owner & Developer
Spinifex Ridge, Western Australia



ASX \ TSX Code: MOL

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Issued Capital
Ordinary Shares: 384,893,989
Warrants / Options: 12,365,479

Board of Directors
Nelson Chen - Chairman
Kang Huan Jun
Cathie Wu

Officers
Graeme Kininmonth - Acting CEO
Ric Vittino – CFO
Susan Hunter - Company Secretary

Investor Relations
Natalie Frame (Canada):
+1 416 371 7541

Share Register
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HIGHLIGHTS FOR THE JUNE 2014 QUARTER (all dollar amounts are in A$ unless otherwise stated)

Operations (unaudited)

- MRL has advised Moly Mines Limited (the **Company**) that 477,761 tonnes of iron ore has been transported from Spinifex Ridge during the June quarter.
- The Spinifex Ridge Molybdenum / Copper Project remains on care and maintenance.

Corporate and Finance (unaudited)

- Cash on hand at end of Quarter was $70.4M, down from $74.3M at end of previous Quarter.
- MOL received 191,522,365 shares from Unity Mining Limited (**Unity)** during the quarter to finalise the outstanding royalty arrangement from the sale of the Dargues reef Project to Cortona, prior to their merger with Unity. MOL now has 196,525,067 Unity shares which equates to 17.34% of the company.
- Mr Nelson Chen was appointed alternate Director for Mr Kang Huan Jun on 9th April 2014.
- Mr Graeme Kininmonth was appointed Acting CEO and Mr Ric Vittino was appointed CFO on April 11th 2014 following a review of the cost and management structure. Mr David Pass ceased employment as Acting CEO on April 11th 2014 and Mr Alan Howells ceased employment as Acting CFO on April 24th 2014.
- Mr Doug Buerger resigned as Director on 1st July 2014.
- MOL shares were suspended from official quotation on ASX on April 22nd 2014.
- Subsequent to the end of the Quarter, MOL shares were delisted from the Toronto Stock Exchange (**TSX**) on 4th July 2014.

Exploration

- No exploration activity was undertaken during the Quarter.

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Corporate and Finance

At Quarter end Moly Mines had approximately $90 million of net current assets on its balance sheet including cash of $70.4 million.

The Spinifex Ridge Molybdenum / Copper Project remains on care and maintenance.

The Board has continued its focus on identifying and evaluating M&A opportunities, primarily in gold and copper.

MOL received 191,522,365 shares from Unity Mining Limited during the quarter to finalise the outstanding royalty arrangement from the sale of the Dargues reef Project to Cortona, prior to their merger with Unity. MOL now has 196,525,067 UML shares which equates to 17.34% of the company.

Board & Executive Changes

Mr Nelson Chen was appointed alternate Director for Mr Kang Huan Jun on 9th April 2014.

Mr Doug Buerger resigned as Director on 1st July 2014.

Mr Graeme Kininmonth was appointed Acting CEO and Mr Ric Vittino was appointed CFO on April 11th 2014 following a review of the cost and management structure. Mr David Pass ceased employment as Acting CEO on April 11th 2014 and Mr Alan Howells ceased employment as Acting CFO on April 24th 2014.

Securities on Issue

During the Quarter there was no change to the number of shares on issue.

	Balance 30 June 2014
Ordinary shares	384,893,989
Options	
- EIG Warrants	4,832,157
- Employee options	6,849,987
Total	**11,682,144**
Diluted Total	**396,576,133**

The shares of the company were suspended from official quotation by ASX on 22 April 2014.

Since completion of the mine gate sale agreement for iron ore produced at the Spinifex Ridge Iron Ore Mine, MOL has been considering merger and acquisition opportunities with a view to identifying an appropriate project for the Company to invest in and continue its business operations.

Australian Securities Exchange ("ASX") policy is to allow companies that have disposed of their main undertakings a 6 month period within which to satisfy ASX that the company has a sufficient level of operations to justify continued quotation of the company's securities on the ASX. In view

of the funds available for investment and the number of opportunities that were under consideration by Moly, the Board had expected Moly to be in a position to implement an acquisition in time to satisfy the ASX's continued operations policy.

The Board, after conducting appropriate due diligence enquiries and endeavouring to negotiate acquisition terms with various third parties, ultimately rejected several opportunities as not being in the best interests of Moly given the assets and terms available. The Board continues to pursue its consideration of opportunities strategy while ensuring that Moly's ongoing costs are reduced to the extent practicable.

Moly remains an ASX listed entity and provided it is able to recommence operations of a level adequate to justify, in the opinion of the ASX, quotation of Moly's securities in the future, Moly will be able to again seek quotation of its shares.

The TSX advised the company on 7th May 2014 that it was reviewing the company's shares based on the requirements of Section 710(a)(iii) of the TSX Company Manual, which allows a delisting to occur if an issuer has discontinued or divested a substantial portion of its operations. On 5th June 2014 the company announced that TSX had notified that the company shares would be delisted on 4th July 2014. This has subsequently occurred.

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Appendix A: Mining Tenements

Mining tenements held at the end of the June quarter 2014 and their location are given in the table below.

Western Australia

Tenement ID	District	Description	Ownership (100%)	Status
M45/1095	Marble Bar	Spinifex Ridge Project	Moly Metals	Granted
M45/1096	Marble Bar	Spinifex Ridge Project	Moly Metals	Granted
M45/1164	Marble Bar	Spinifex Ridge Project	Moly Metals	Granted
G45/276	Marble Bar	Spinifex Ridge Project	Moly Metals	Granted
L45/159	Marble Bar	Spinifex Ridge Infrastructure	Moly Metals	Granted
L45/160	Marble Bar	Spinifex Ridge Infrastructure	Moly Metals	Granted
L45/185	Marble Bar	Spinifex Ridge Infrastructure	Moly Metals	Granted
L45/186	Marble Bar	Spinifex Ridge Infrastructure	Moly Metals	Granted
E45/2825	Marble Bar	Spinifex Ridge Project	Moly Metals	Granted

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