

Quarterly Report

For the period ending 30 September 2013

RUBICON RESOURCES LIMITED

(ABN 38 115 857 988)

ASX: RBR

Directors

Ian Macpherson - Executive Chairman
Ian Buchhorn - Non-Executive
Peter Eaton - Non-Executive

Management

Andrew Ford - Chief Operating Officer
Sam Middlemas - Company Secretary

Capital Structure

Issued Shares: 148.3m
Issued Options: 16.7m
Market cap as at 30 September 2013:
\$1.78m

Cash at 30th September 2013:

A\$0.73m

Website:

www.rubiconresources.com.au

For Further information, please contact:

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Executive Chairman

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Chief Operating Officer

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Highlights

- **Geophysical survey identifies strong chargeability anomalies (indicating possible sulphide+/-clay alteration) at Balya West gold project in Turkey.**
- **Mapping confirms mineralisation to be high sulphidation in style with a broad 6km by 4km argillic alteration footprint.**
- **Drilling permit applications have been lodged.**
- **Reviews of other high potential Turkish projects continue.**
- **New copper-nickel targets identified from EM surveys at the Caesar Hill JV in Western Australia.**
- **RC drilling at the Canobie JV in Queensland returns an intersection of 6m @ 0.46% copper.**

1.0 TURKEY OPERATIONS

During the quarter, Rubicon commenced work on the new Balya West gold project in Western Turkey. Exploration comprised an induced polarization (IP) geophysical survey, rock chip sampling and geological mapping.

The IP survey defined several very strong chargeability anomalies which may indicate the presence of sulphide mineralisation and/or intense clay alteration, with the majority of the anomalies at depths of between 100 and 250m below surface. The geological mapping expanded the area of known clay-silica-pyrite alteration, significantly increasing the "footprint" of the hydrothermal system. The alteration is of a style consistent with a high sulphidation gold system.

A 2,000m diamond drill program is planned to test around the area of known gold mineralisation. Sixteen drill locations have been submitted and are awaiting approval.

Rubicon continues to review quality projects in prospective areas of Turkey with two field reviews of gold and base metal projects conducted in the September quarter.

Balya West Project

Balya West covers an area of 2,000ha in Western Turkey, 200km southwest of Istanbul. The western part of Turkey holds a gold endowment of over 27 million ounces, with 17 million ounces alone contained in the Kişlidağ porphyry mine. Within a 100km radius of the Balya West project, existing mines and new development projects have an endowment of over 8 million ounces of gold hosted in epithermal and porphyry style deposits making the Balya West area a gold exploration "hot spot" (Figure1).

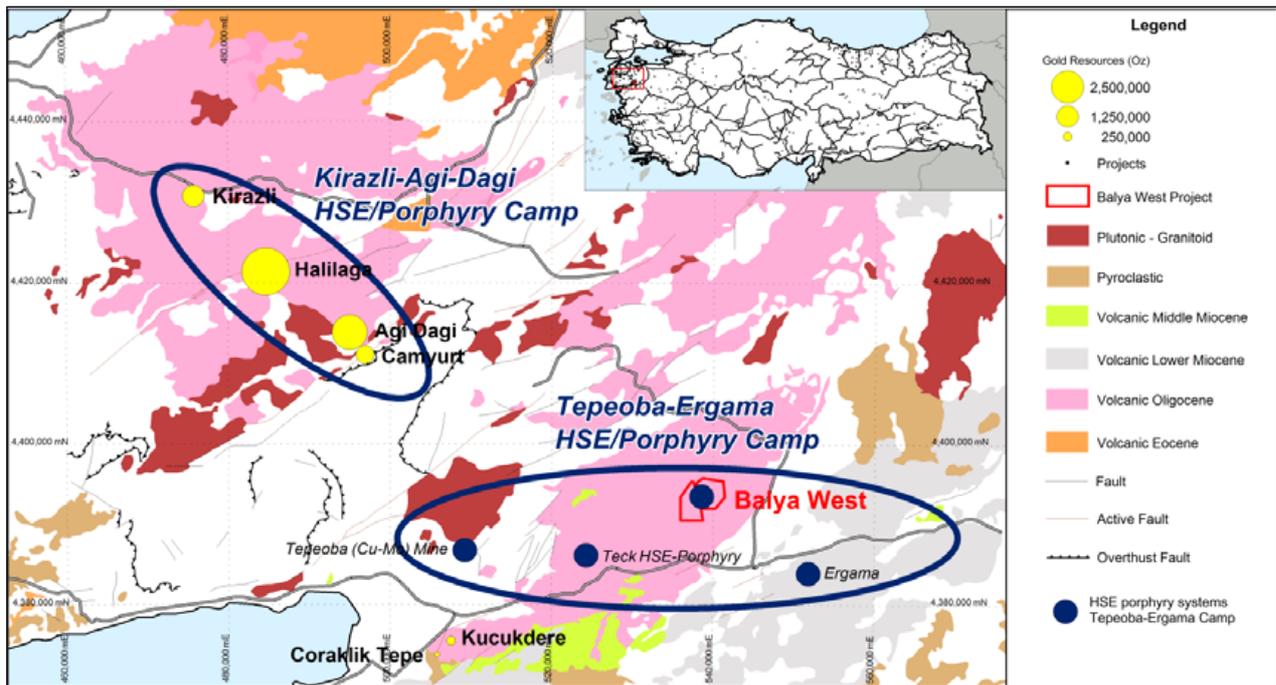


Figure 1 - Comparison between the highly endowed Biga Peninsula HSE/porphyry camp hosting the Halilaga deposit and the emerging Tepeoba-Ergama camp which is hosted in equivalent stratigraphy and includes the Balya West project.

Previous work by original licence holder Tümad Madencilik (Tümad) defined a zone of strong alteration and gold anomalism in the centre of the licence. In the most altered zone, gold grades were generally in excess of 0.3g/t gold, with a maximum of 1.21g/t gold and the presence of vuggy silica and pyrite indicated the likelihood of the system being a high sulphidation gold system.

Rubicon has paid Tümad US\$100,000 on the signing of the option to purchase agreement and if Rubicon decides to exercise its purchase option to acquire 100% of the licence, Rubicon will pay Tümad another US\$185,000. Tümad will retain a 2% NSR. In September 2013 the Turkish Government placed a temporary hold on the transfer of Operation and Exploration Licences between companies. Until this is resolved the payment of the Option Exercise fee and the transfer of the licence to Rubicon will be delayed.

Rubicon has commenced on-ground exploration with the completion of a 22 line km induced polarisation (IP) geophysical survey, rock chip sampling (which confirmed areas of known gold anomalism) and geological mapping designed to identify the optimum drill locations. The work to date has identified several very strong IP chargeability anomalies (Figures 2 and 3) which most likely indicate the presence of sulphide and clay alteration. The highest priority area is centred on a hill hosting the gold-mineralised vuggy silica zones where coincident chargeability and resistivity anomalies occur. Permits for drilling have been submitted to test this area and their approval is awaited.

Several other strong chargeability and conductivity anomalies have also been identified in the IP survey, some occurring from 200m below surface. Whilst some of the chargeability anomalies appear to be dipping shallowly and may be reflecting a stratigraphic control to the alteration (permeable units can display increased alteration from hydrothermal fluids) others appear to be steeper and may be related to faults/feeder zones for the mineralising fluids (Figure 3).

The mapping has successfully identified several new zones of outcropping silica-clay-pyrite alteration within a much larger (6km by 4km) argillic altered area than previously identified.

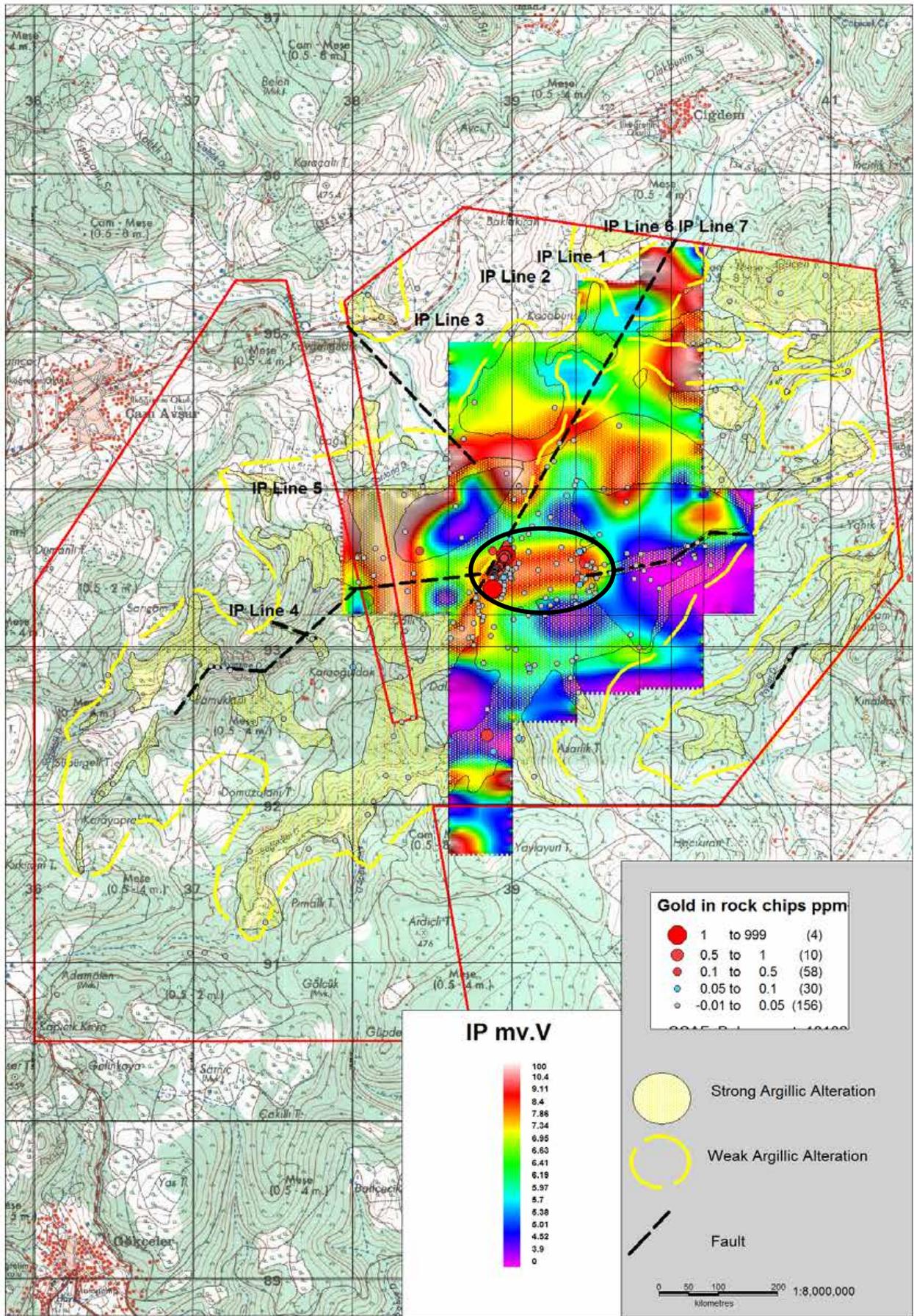


Figure 2 – Balya West licence showing gold in rock chips and the large argillic alteration zone outlined in yellow over IP chargeability (at 12.5m depth). IP lines are shown in black. Note the IP anomaly associated with the gold bearing vughy silica zone (circled) at intersection point of several major faults.

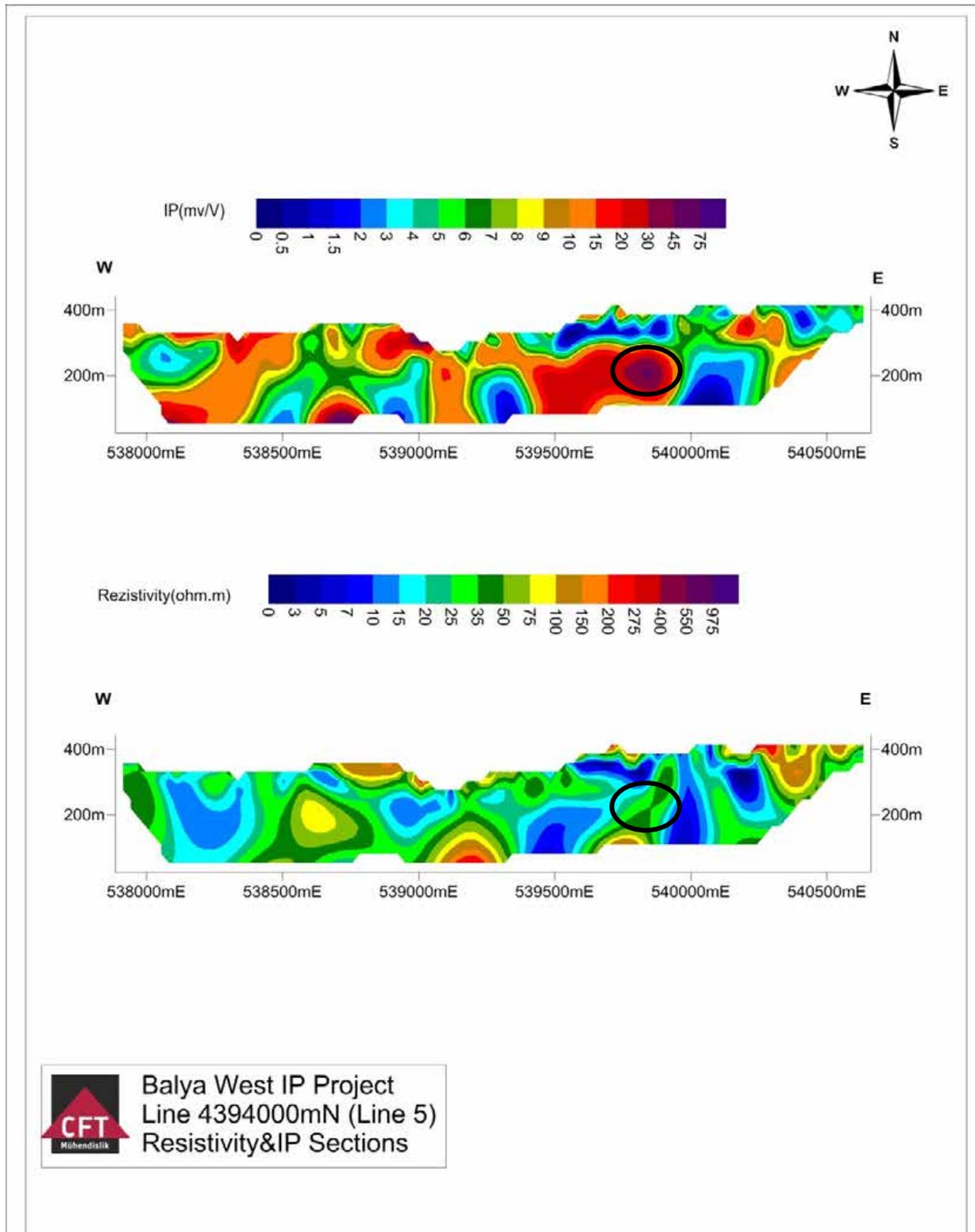


Figure 3 - IP Section 4 394 000N showing a very strong chargeability anomaly above a zone of moderate resistivity centred at 180m below surface.

A 2,000m diamond drill program is planned to test around the area of known gold mineralisation and vughy silica which is located in State Forest. Sixteen drill locations have been submitted and are awaiting approval through the office of the Prime Minister. Additional drilling locations will be permitted targeting deeper IP/resistivity targets once interpretation of the survey and geological mapping is finalised.

2.0 AUSTRALIAN JOINT VENTURE INTERESTS

Rubicon retains joint venture interests in the Caesar Hill and Bentley Joint Ventures (JV) in the highly prospective Musgrave area in central Australia, in the Peters Dam, Queen Lapage and Mt McLeay JVs at the Yindarlgooda project located east of Kalgoorlie in Western Australia and the Canobie JV in the Mt Isa district of Queensland.

2.1 Yindarlgooda Projects

The Yindarlgooda Project comprises approximately 753km² of tenure centred 55km east of Kalgoorlie on a felsic volcanic dome around Lake Yindarlgooda. The project area is subject to the Peters Dam and Queen Lapage JV with Silver Lake Resources Limited (Silver Lake) and the Mt McLeay JV with Brimstone Resources Limited (Brimstone). Rubicon also retains a substantial tenement holding in its own right (Figure 4).

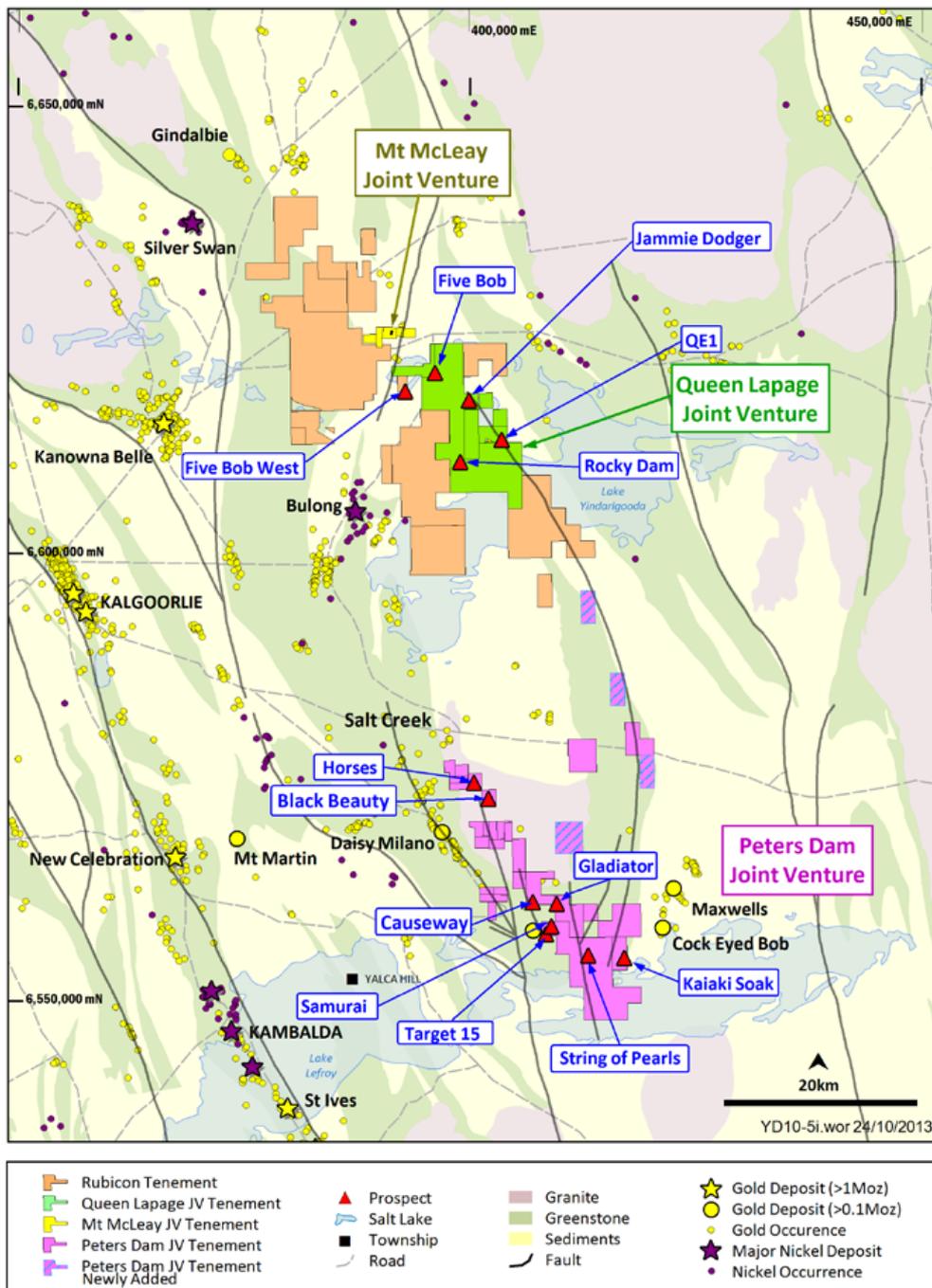


Figure 4 - Yindarlgooda Project Overview

Queen Lapage JV (Silver Lake Resources Limited 59%, Rubicon Diluting)

No drilling was conducted.

Peters Dam JV (Silver Lake Resources Limited 67%, Rubicon Diluting)

No drilling was conducted and work focussed on program planning and program of work (PoW) submissions. Tenements E25/488-491 were granted and included in the Peters Dam JV. **Label figure**

Mt McLeay JV (Brimstone Resources Limited 51%, Rubicon Diluting)

Nothing to report.

2.2 Warburton Projects

Rubicon has title to approximately 760km² of tenure in the western part of the Musgrave Province, to the east of the Warburton Township (Figure 5). The area is subject to the Caesar Hill and Bentley JVs with Traka Resources Limited (Traka) and Caravel Minerals Limited (Caravel) respectively.

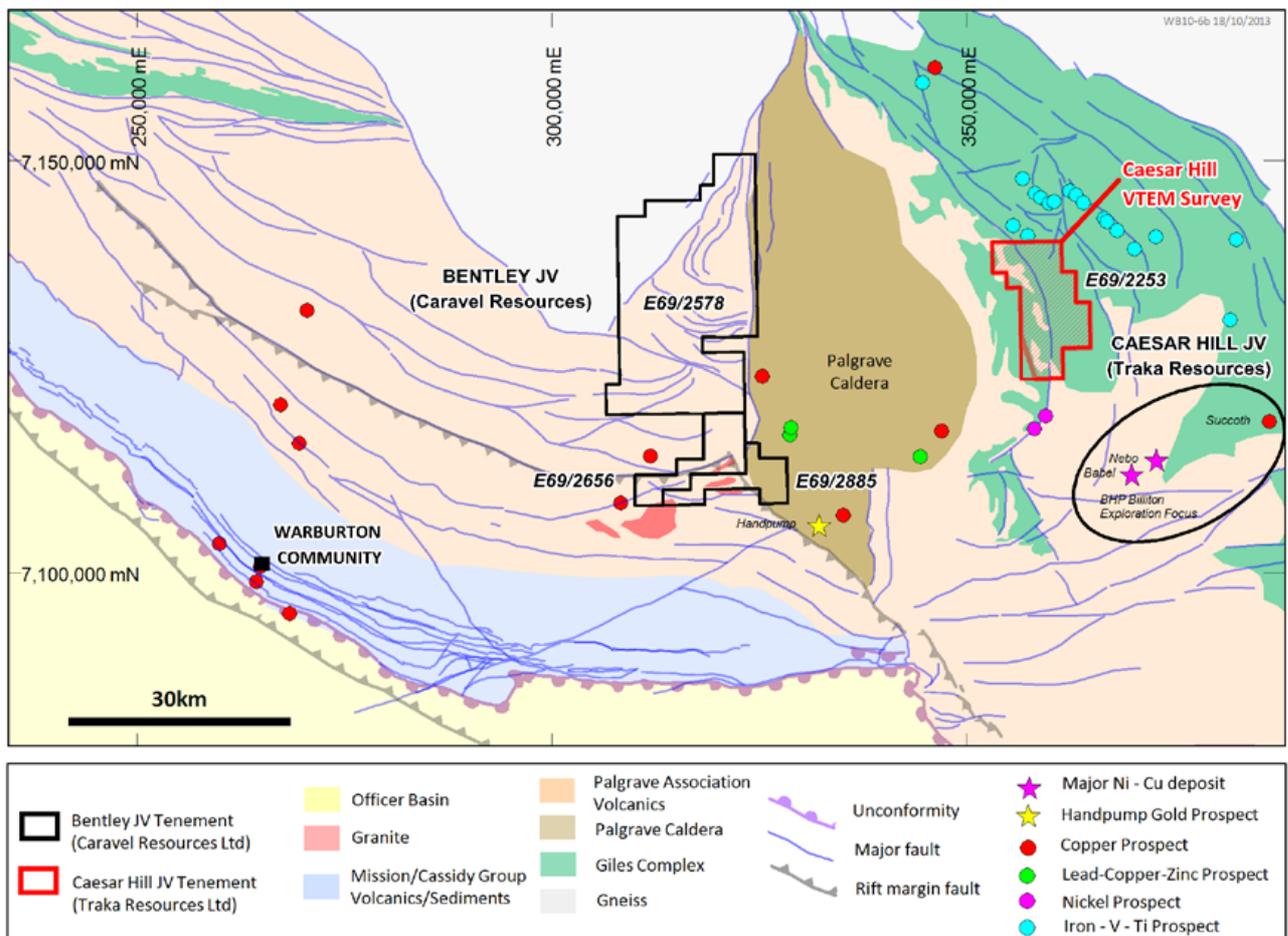


Figure 5 - Warburton Project, Tenements, JV's and Geology

Caesar Hill JV (Traka Resources Limited Earning 70%)

The Musgrave region of Western Australia is known to contain significant amounts of nickel, copper and platinum group elements (PGE's), namely within BHP-Billiton's giant Nebo-Babel and recently discovered Succoth deposits. The area also contains lesser known (and smaller), but equally significant high-grade nickel and copper deposits.

In July, Traka announced that it had entered into a JV with Western Areas Limited over several tenements including Caesar Hill, where Western Areas will be operator and have the right to earn up to

70% of Traka's equity. Western Areas plans to build on the results generated by Traka's exploration activities as well as utilising its extensive in-house experience to focus on the discovery of higher grade mafic hosted ore-bodies.

Exploration activities during the September Quarter were dominated by ground electromagnetic (EM) geophysical surveys of priority targets areas (Figure 6). Two EM crews have worked systematically to identify conductors indicative of nickel and copper sulphides. Due to the presence of conductive overburden masking the bedrock EM signal and strict targeting criteria both In-Loop and Slingram configurations of the Moving-Loop Electro-magnetic (MLEM) method were utilised.

Significantly, the data from the surveys has returned a number of conductive targets which are located on or adjacent to interpreted mafic intrusions. Given their favorable nature and interpreted geological setting, the discovery of these conductive anomalies is extremely encouraging for the presence of nickel and/or copper sulphides. Further modelling of the conductive responses will be undertaken prior to the planning of drilling.

With the success of the MLEM program, Thomson Aviation has just undertaken a high resolution airborne magnetic survey over the priority areas, with final data yet to be received. Magnetics have proven to be a key dataset in the interpretation and delineation of the prospective mafic intrusions, and this information will be used to refine the geological interpretations and for subsequent drill planning.

Heritage and Flora and Fauna surveys are currently underway in preparation for potential drill testing of the targets within the following quarter. During the course of the recent exploration activity, the close relationship and open communication has been maintained with the Ngaanyatjarra Land Council (NLC).

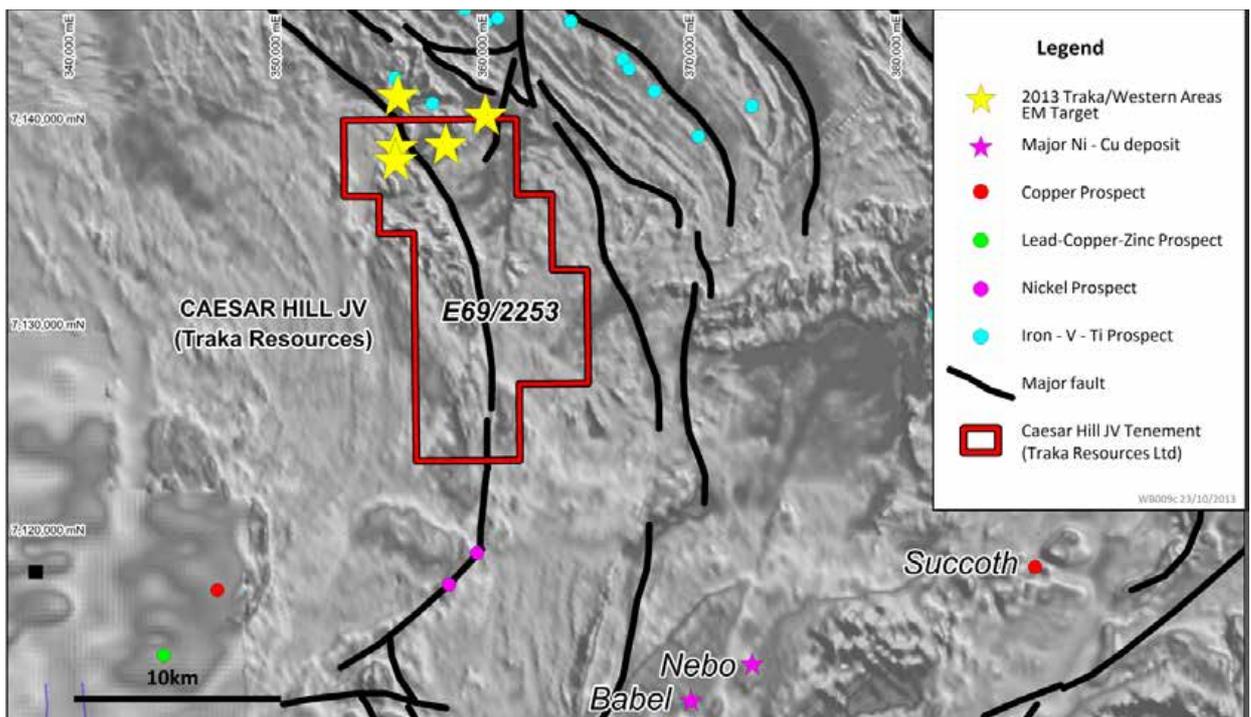


Figure 6 - Ground EM targets defined by Western Areas on the Caesar Hill JV.

Bentley JV (Caravel Minerals Limited Earning 70%)

Nothing to report.

2.3 Canobie Project

Canobie JV (Exco Resources Limited Earning 70%)

In March 2012, Rubicon entered into an option agreement with Exco Resources Limited (Exco) over the 245km² Canobie tenement EPM17767, located between Exco's Hazel Creek and Cloncurry Projects

some 60 kilometers north of Cloncurry in northwest Queensland (Figure 7). In May 2013 Exco notified Rubicon that it had met its \$100,000 required minimum expenditure commitment and was exercising its option to enter the-earn-in period.

The tenement covers prospective Mt Isa Block Eastern Succession Proterozoic stratigraphy and is considered prospective for various styles of base metal mineralisation, including Ernest Henry style iron oxide copper gold (IOCG), and Broken Hill type (BHT) silver lead zinc mineralisation. The EPM falls within a major NNE striking structural corridor with the majority of the tenement masked by a thin veneer of Mesozoic to Quaternary sediments.

In June 2013, a 20 hole RC drill programme consisting of three fences of shallow holes for a total of 921m was completed to follow up mineralisation intersected in EHRC504 drilled in November 2012 (52m @ 0.1% copper, including 1m @ 1.6% copper) (Figure 8). From the new drilling, EHRC526 (located at the end of the most southerly drill line) recorded the best intersection of the programme, with 6m @ 0.46% Cu returned from 24-30m down hole.

Planned work includes 3D modelling of drill data, geological interpretation and additional assay work if required.

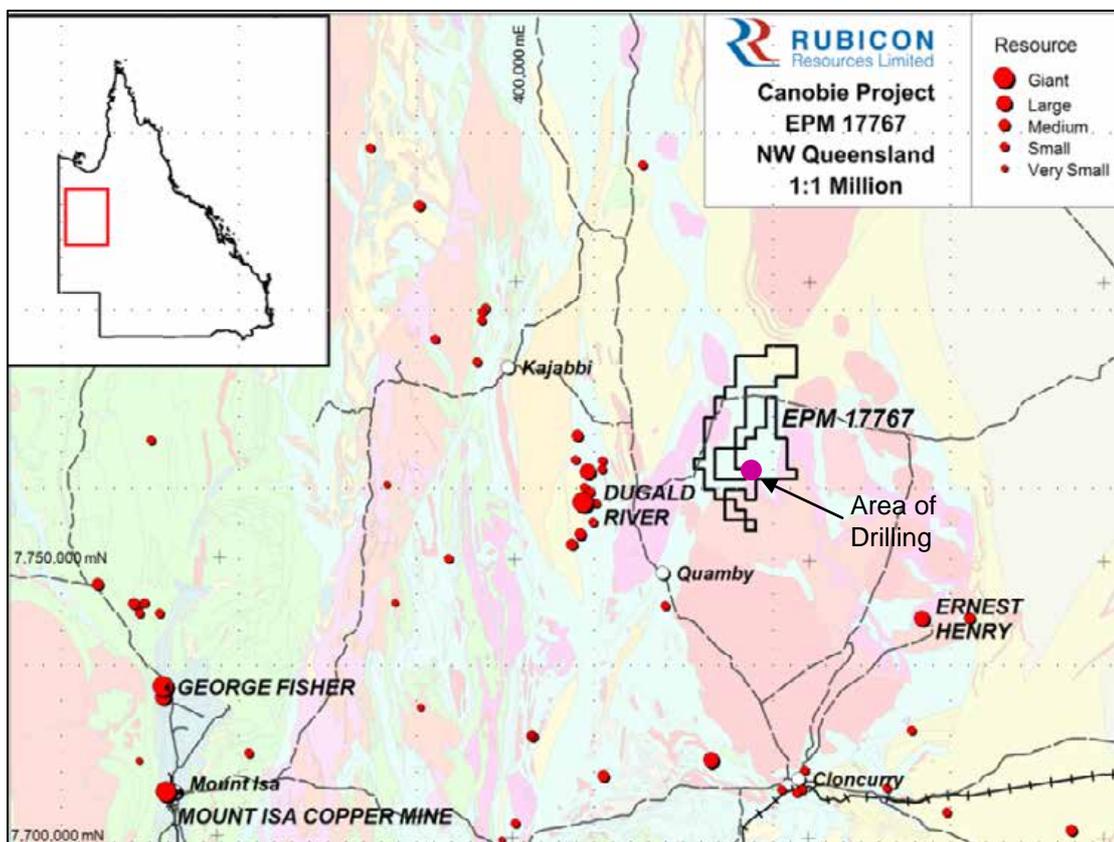


Figure 7 - Canobie Project Location and Geology

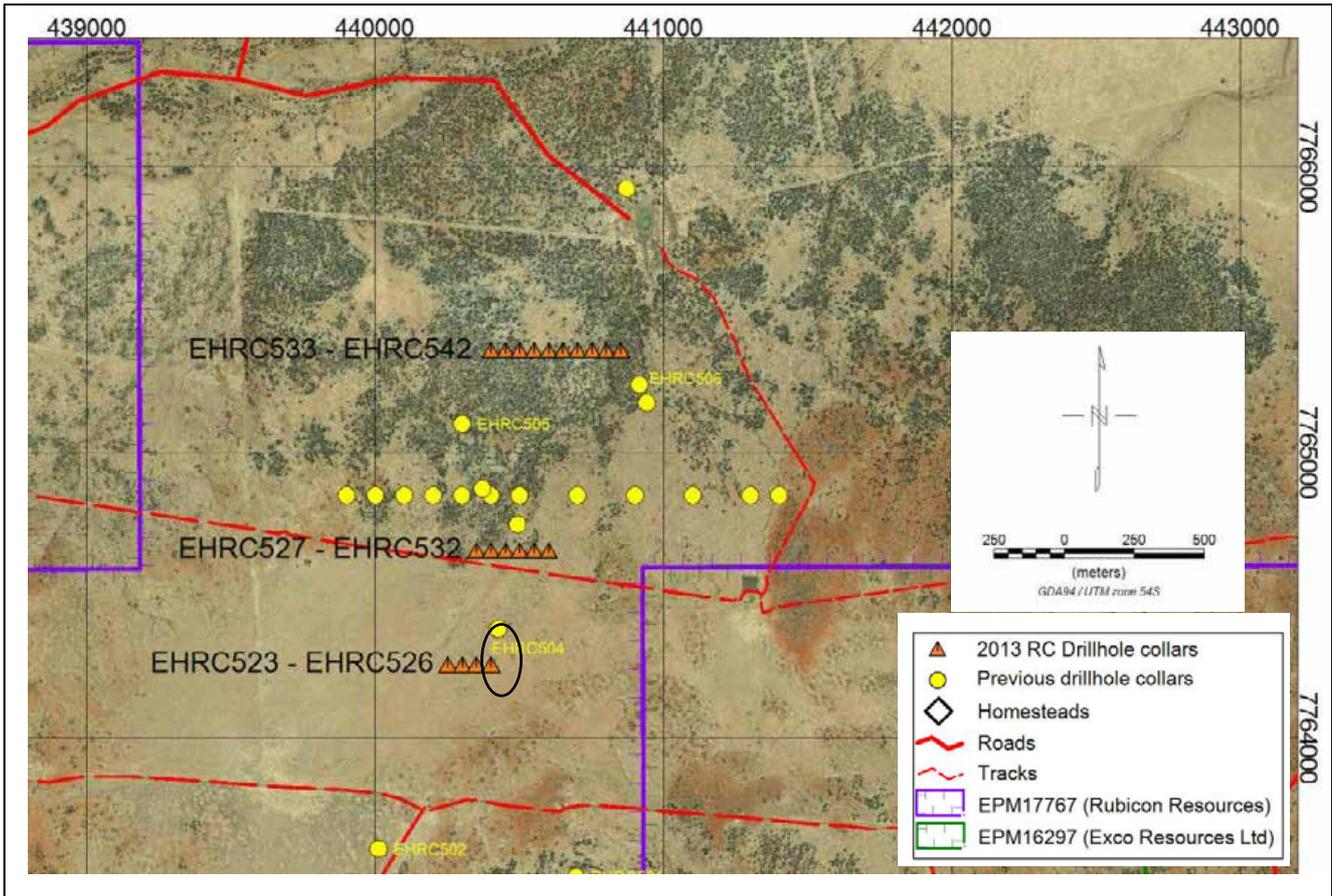


Figure 8 - Location of 2012 and 2013 RC drilling. Best results have been returned from EHRC504 and EHRC526 (circled).

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Andrew Ford, the Chief Operating Officer of Rubicon Resources Limited, who is a Member of the Australian Institute of Mining and Metallurgy. Mr Ford has sufficient experience that is relevant to the style of mineralisation and the activity being reported to qualify as a Competent Person as defined in the 2004 edition of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and consents to the release of information in the form and context in which it appears here.

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

Rubicon Resources Limited

ABN

38 115 857 988

Quarter ended ("current quarter")

30 September 2013

Consolidated statement of cash flows

Cash flows related to operating activities	Sept 2013 quarter \$A'000	Year to date (3 Mths) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(254)	(254)
(b) development	-	-
(c) production	-	-
(d) administration	(161)	(161)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	6	6
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	(409)	(409)
Cash flows related to investing activities		
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 (provide details if material)	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(409)	(409)

+ See chapter 19 for defined terms.

Appendix 5B
Rubicon Resources Limited – September 2013 quarterly report

1.13	Total operating and investing cash flows (brought forward)	(409)	(409)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares (net of costs)	-	-
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 (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(409)	(409)
1.20	Cash at beginning of quarter/year to date	1,135	1,135
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	726	726

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
1.23	Aggregate amount of payments to the parties included in item 1.2	55
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

N/a

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

N/a

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

N/a

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	Nil
3.2	Credit standby arrangements	Nil	Nil

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	160
4.2	Development	-
4.3	Production	-
4.4	Administration	130
Total		290

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	133	152
5.2 Deposits at call	593	938
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	726	1,135

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	E57/837	Errolls Surrendered	100%	0%
6.2 Interests in mining tenements acquired or increased	E25/488-491	Newly granted tenements added to Peters Dam JV	0	33%

+ See chapter 19 for defined terms.

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 (cents)	Amount paid up per security (cents)
7.1 Preference⁺securities (<i>description</i>)	-	-		
7.2 Changes during quarter	-	-		
7.3 +Ordinary securities	148,304,498	148,304,498		
7.4 Changes during quarter				
(a) Increases through issues	3,000,000	3,000,000		
(b) Decreases through returns of capital, buy-backs	-	-		
7.5 +Convertible debt securities (<i>description</i>)	-	-		
7.6 Changes during quarter	-	-		
7.7 Options (<i>description and conversion factor</i>)			<i>Exercise price</i>	<i>Expiry date</i>
Employee Options	6,000,000	-	2 cents	30 June 2017
Director Options	6,000,000	-	10 cents	31 Oct 2014
Director Options	1,500,000	-	15 cents	31 Oct 2014
Director Options	1,000,000	-	20 cents	31 Oct 2014
Employee Options	2,200,000	-	14 cents	13 Jan 2014
7.8 Issued during quarter				
Employee Options	6,000,000	-	2 cents	30 Jun 2017
7.9 Exercised during quarter	-	-		
7.10 Expired/Lapsed 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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



RS Middlemas
Company Secretary

Date: 29 October 2013

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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