

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,558,002)	(2,691,101)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	2,000,000	2,087,500
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings	849,290	849,290
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other – Capital raising costs	(120,000)	(120,000)
	Net financing cash flows	2,729,290	2,816,790
	Net increase (decrease) in cash held	1,171,288	125,689
1.20	Cash at beginning of quarter/year to date	567,362	1,612,961
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1,738,650	1,738,650

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\$
1.23	Aggregate amount of payments to the parties included in item 1.2	101,814
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Office rent and service fees paid to a company related to a director	\$33,727
Salary and superannuation payable to directors	\$68,087

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

--

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

--

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A	Amount used \$A
3.1 Loan facilities	1,000,000	800,000
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A
4.1 Exploration and evaluation	1,500,000
4.2 Development	-
Total	1,500,000

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	Previous quarter \$A
5.1 Cash on hand and at bank	1,670,415	-14,372
5.2 Deposits at call	0	517,027
5.3 Bank overdraft		
5.4 Other (bonds)	68,235	64,707
Total: cash at end of quarter (item 1.22)	1,738,650	567,362

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	PLA16/2350	Surrendered	100%	0%
	PLA16/2350	Surrendered	100%	0%
	MLA29/269	Refused	100%	0%
6.2 Interests in mining tenements acquired or increased	ELA16/341	Reversion Application	0%	100%

+ 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>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	85,111,905	85,111,905		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	4,761,905	4,761,905	42 cents	42 cents
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	2,300,000 1,000,000 2,700,000	Nil Nil Nil	<i>Exercise price</i> 35 cents 50 cents 75 cents	<i>Expiry date</i> 31/12/2008 1/7/2010 30/6/2011
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				

+ See chapter 19 for defined terms.

7.12	Unsecured notes (<i>totals only</i>)		
------	---	--	--

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 ~~/does not*~~ (*delete one*) give a true and fair view of the matters disclosed.

Sign here:  Date: **27 April 2007**
Director/Company secretary

Print name: **CHRISTOPHER JOHN REED**

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.

= = = = =

+ See chapter 19 for defined terms.