# **Appendix 5B**

Rule 5.3

# Mining exploration entity Quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97.

#### Name of entity

#### CITYVIEW CORPORATION LIMITED

ACN

009 235 634

Quarter ended	("current	quarter")
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31 December 2008

#### Consolidated statement of cash flows

			Current quarter	Year to date
Cash flows related to operating activities			\$A′000	(12 Months) \$A'000
1.1	Receipts from product sales	s and related debtors		
1.2	Payments for (a)	exploration and evaluation	-	-
	(b) (	development	-	-
	(C) (	production	-	-
	(d) a	administration	(465)	(4,761)
1.3	Dividends received		-	-
1.4	Interest and other items of a	a similar nature received	2	92
1.5	Interest and other costs of f	inance paid	-	-
1.6	Income taxes paid		-	-
1.7	Other (provide details if material)		-	-
	Net Operating Cash Flows		(463)	(4,669)
	Cash flows related to inve	•		
1.8	Payment for purchases of:	(a) prospects	-	-
		(b) equity investments	-	(29,879)
		(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 entiti	es	-	-
1.12	Other (provide details if material)		-	-
	Net investing cash flows		-	(29,879)
1.13	5		(463)	(34,548)

<sup>+</sup> See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(463)	(34,548)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	798	23,175
		190	23,175
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	798	23,175
	Net increase (decrease) in cash held	335	(11,373)
1.20	Cash at beginning of quarter/year to date	362	12,070
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	697	697

## 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	138
1.24 Aggregate	amount of loans to the parties included in item 1.10	-

 1.25
 Explanation necessary for an understanding of the transactions

 1.23
 Payment of Directors fees, reimbursement of Directors expenses in relation to the company.

## 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

N/A

### Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available	Amount used
		\$A'000	\$A′000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements	-	-

## Estimated cash outflows for next quarter

4.1	Exploration and evaluation	\$A'000 4,500
4.2	Development	-
	Total	4,500

### 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	135	111
5.2	Deposits at call	562	251
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		697	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	-	_	-	-
6.2	Interests in mining tenements acquired or increased	-	-	-	-

<sup>+</sup> 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.*

		Number issued	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference +securities (description)				
7.2	Issued during quarter				
7.3	+Ordinary securities	561,873,441	561,873,441		
7.4	Issued during quarter a) Increases through issues b) Decreases through returns of capital, buy-backs	67,820,213			
7.5	+Convertible debt securities (description and conversion factor)				
7.6	Issued during quarter				
7.7	<b>Options</b> (description and conversion factor)	96,530,070	96,530,070	Exercise price 15c	Expiry date 30/11/2009
7.8	Issued during quarter				
7.9	Exercised during quarter	1,000		15c	30/11/2009
7.10	Expired during quarter				
7.11	Debentures				
7.12	(totals only) Unsecured notes (totals only)				

## **Compliance statement**

- 1 This statement has been prepared under accounting policies, which comply with accounting standards as defined in the Corporations Act 2001 or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Signed By: Date: 12 January 2009 Company Secretary

Print name: Paul Williams

## 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 provision 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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<sup>+</sup> See chapter 19 for defined terms.

#### CITYVIEW CORPORATION LIMITED (ACN 009 235 634)

#### Consolidated Statement of Cash Flows For the 12 Months Period Ended December 2008

	12 Months Ended 31-Dec-08 \$	Year Ended 31 Dec-07 \$
CASH FLOWS FROM OPERATING ACTIVITIES Interest received Payment to suppliers and employees	92,249 (4,760,755)	205,139 (1,665,904)
Net cash (outflow) from operating activities	(4,668,506)	(1,460,765)
CASH FLOWS FROM INVESTING ACTIVITIES		
Loans to others Purchase of investments <b>Net cash (outflow) from investing activities</b>	- (29,879,304) (29,879,304)	(285,000) (9,113,804) (9,398,804)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of loans Proceeds from the issue of shares Share issue costs Unmarketable parcels – Balance of sale proceeds <b>Net cash inflow from financing activities</b>	25,630,539 (2,455,730) (553) 23,174,256	285,000 21,732,451 <u>6,158</u> 22,023,609
Net (decrease) /increase in cash held Cash at the beginning of the year Cash at the end of the period	(11,373,554) 12,070,480 696,926	11,164,040 906,440 12,070,480