



## Quarterly Activities Report For the quarter ended 30 September 2010

**ASX:** AAG

### Shares and options:

**Shares:** 202,634,805

**Unlisted options:** 24,600,000

### Major shareholders:

**Westgold (WGR)** 19.74%

**Metals X (MLX)** 8.72%

**(Top 20)** 64.24%

### Registered office:

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### Enquiries:

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**Simon Eley – Exec Director  
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### Board:

**Peter Cook** Non-Exec Chairman

**Paul Benson** CEO/Exec Director

**Simon Eley** Exec Director

**Brian Thomas** Non-Exec Director

**Ben Pollard** Non-Exec Director

### Resources:

**14.99Mt @ 3.7g/t for 1.76Moz Au**

### Projects:

**Central Murchison Gold Project**

**Lake Darlot – gold**

**Lake Lefroy – nickel**

**Ammaroo JV – phosphate/potash**

**Maitland JV - gold**

## HIGHLIGHTS

### CENTRAL MURCHISON GOLD PROJECT

Subsequent to period end, an Updated Consolidated Total Identified Mineral Resource (JORC) estimate increased gold inventory to 1.76 million ounces (an increase of 263,000 ounces).

#### *Day Dawn*

Golden Crown Reef – Further high grade gold results confirm reef extensions which remain open at depth. Highlight down-hole diamond drill results include:

- 9.3 metres @ 14.65g/t Au from 712 metres in hole CMD0021, including 3.4 metres @ 37.54g/t Au; and
- 5.0 metres @ 10.36g/t Au from 714 metres in hole CMD0021W1, including 0.85 metres @ 37.95g/t Au.

Great Fingall Reef – Drilling confirms reef extensions to the south and beyond historical workings. Highlight down-hole diamond drill results include:

- 2.9 metres @ 26.55g/t Au from 728.1 metres in hole CMD0017, including 0.35metres at 212g/t Au; and
- 2.7 metres @ 5.15g/t Au from 643.3 metres in hole CMD0018, including 0.4 metres @ 18.15g/t Au.

A revised and increased JORC Resource estimate is pending.

#### *Murchison Bell (subsequent to the period)*

Big Bell Deposit - Diamond drill results confirm continuity beneath the current limit of the resource. Highlight down-hole results include:

- 10.9 metres @ 4.54g/t Au from 923.9 metres in hole CMM0004.

A detailed data review has resulted in 40% increase to the Total Identified Mineral Resource Estimate (JORC) of 6,438,000 tonnes @ 3.8g/t Au for 790,000 ounces for the Big Bell Mine.

North Fender Prospect - A maiden Total Identified Mineral Resource Estimate (JORC) of 963,000 tonnes @ 1.7g/t Au for 51,000 ounces provides additional open pit potential.

#### *Cuddingwarra*

Exploration activities for new discoveries commence over high priority targets.

### AMMAROO PHOSPHATE PROJECT (RUM JUNGLE EARNING INTO A JV)

Rum Jungle Uranium (“RUM”) has commenced work on Ammaroo to earn its 60% interest in the project.

## CORPORATE

\$8.2 million in cash (includes \$3.3 million in cash backed bonds) and no debt.



**CENTRAL MURCHISON GOLD PROJECT**

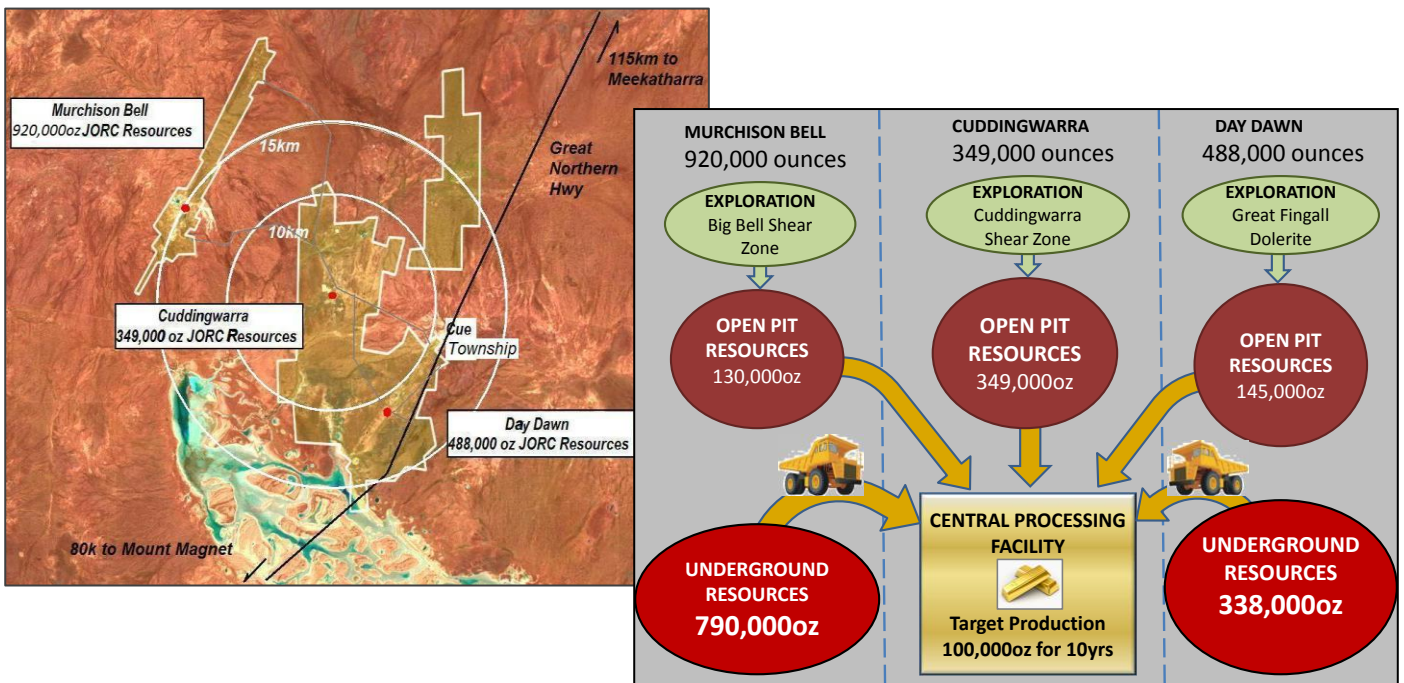
September Quarter drilling across the CMGP during the period totalled 3,270 metres of diamond and 2,988 metres of air-core drilling.

Drilling activities and data analysis continues to provide positive outcomes for the potential development of mining operations across the Central Murchison Gold Project (“CMGP”) located just 550km north east of Perth in Western Australia. Aragon’s strategy since acquiring the project in January 2010 is to evaluate and test for resource extensions, explore for new discoveries and to begin mining studies to provide for development options of a centralised gold operation. A centrally located processing facility could be fed from multiple underground and open pit mines within the overall tenement package and could be serviced from established mine roads and the adjacent Great Northern Highway.

On 1 October (subsequent to the period) Aragon released a revised consolidated Total Identified Mineral Resource Estimate (JORC) for the CMGP of 1.76M ounces from 14.99M tonnes @ 3.7g/t Au (see resource table). The resource increase of 263,000 ounces includes a revised Total Identified Resource (using the existing block model as supplied by Harmony Gold Australia Pty Ltd (“Harmony”)) at Big Bell of 790,000 ounces at a 2.5g/t cut off grade and a maiden Total Identified Mineral Resource (JORC) at North Fender of 51,000 ounces at a 0.8g/t Au cut off grade.

Open pit optimisations and underground mining studies at Big Bell are well underway with outcomes expected to be announced in the December Quarter. Resource estimations are being finalised at Golden Crown and Great Fingall and once completed, underground mining studies to evaluate the viability of a unified underground operation will commence.

The objective of Aragon is to define sufficient reserves for a mining operation producing 100,000 ounces per annum for an initial minimum of 8 years.



CMGP – location and tenement outline (left) and diagrammatic development strategy of multiple open pit and underground mines providing feed to a centralised processing facility (right).



## Day Dawn Mining Centre

A total of 2,912 metres of diamond drilling was completed during the quarter. The focus of this drilling is to evaluate the resources at Golden Crown and Great Fingall and to explore for a potential high grade reef repetition at the Trenton Prospect.

Drilling at the high-grade deposits of Great Fingall and Golden Crown returned exciting down-hole diamond drill results during the quarter, as follows:

### Great Fingall Reef

- 2.9 metres @ **26.55g/t Au** from 728.1 metres in hole CMD0017, including a bonanza un-cut assay of 0.35 metres at **212g/t Au**; and
- 2.7 metres @ **5.15g/t Au** from 643.3 metres in hole CMD0018, including 0.4 metres @ **18.15g/t Au**.

### Golden Crown Reef

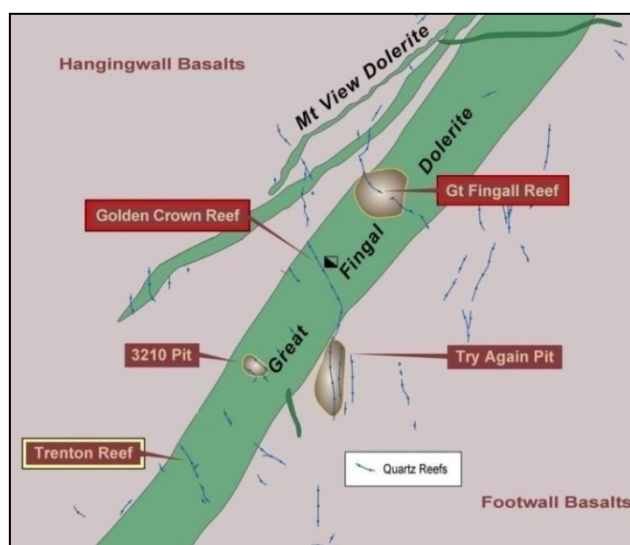
- 9.3 metres @ **14.65g/t Au** from 712 metres in hole CMD0021, including 3.4 metres @ **37.54g/t Au**; and
- 5.0 metres @ **10.36g/t Au** from 714 metres in hole CMD0021W1, including 0.85 metres @ **37.95g/t Au**.

The Golden Crown and Great Fingall deposits are hosted within Great Fingall Dolerite (“GFD”) and are located just 500 metres apart. The GFD is a fractionated dolerite intrusive with a significant granophyric zone which appears to allow more brittle deformation and consequently better vein development.

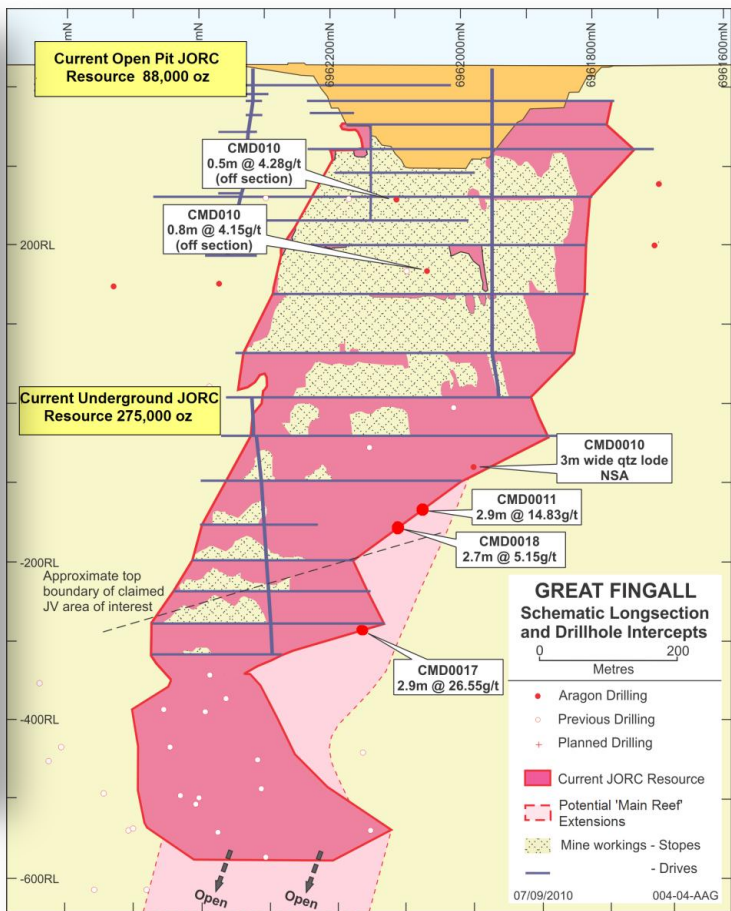
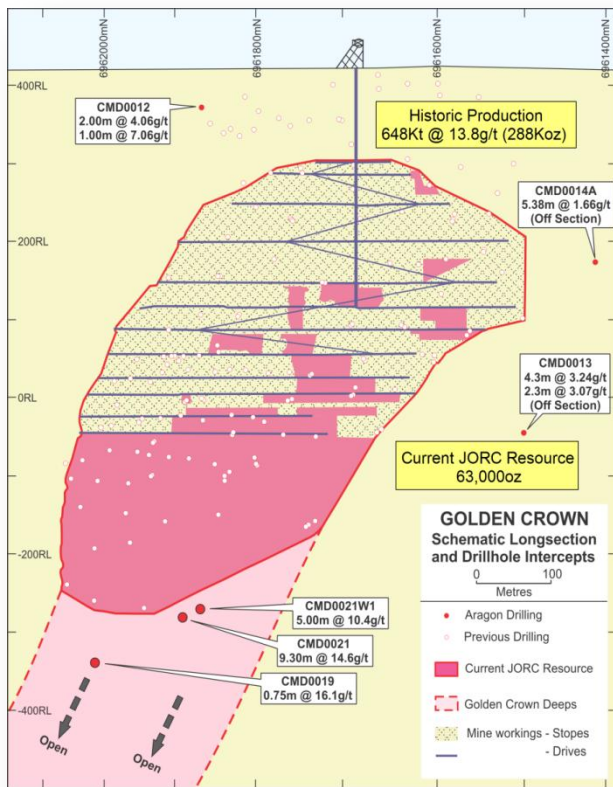
The close proximity of the two mines provides Aragon a unique opportunity to consider the two proven high grade producers as a single underground production source with a common main decline access.

Past production from the historic Great Fingall and Golden Crown mines is recorded as 1.2 million ounces at an average of 19.5g/t and 288,000 ounces at an average of 13.8g/t Au respectively. These resources remain open at depth providing confidence in future resource additions.

Aragon is reworking its models following the completion of the successful drilling programs and expects to release a resource upgrade for Great Fingall and Golden Crown in the December quarter.

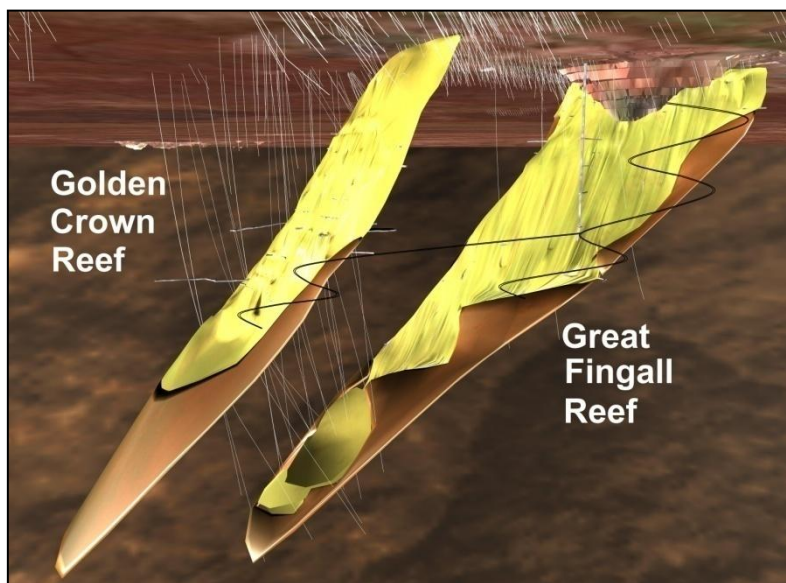


Simplified geology map showing Golden Crown and Great Fingall Reef positions within the fertile Great Fingall Dolerite. Exploration target, Trenton Reef and open pit deposits of 3210 and Try Again also shown.



**Golden Crown (left) and Great Fingall (right) long sections and drill hole intercepts.**

Note<sup>1</sup>: There is a 49% joint venture interest claim over the Great Fingall deeps from 500 metres below surface. The total resource included in this area is approximately currently 694,000 tonnes @ 9.1g/t Au for 203,000 ounces.

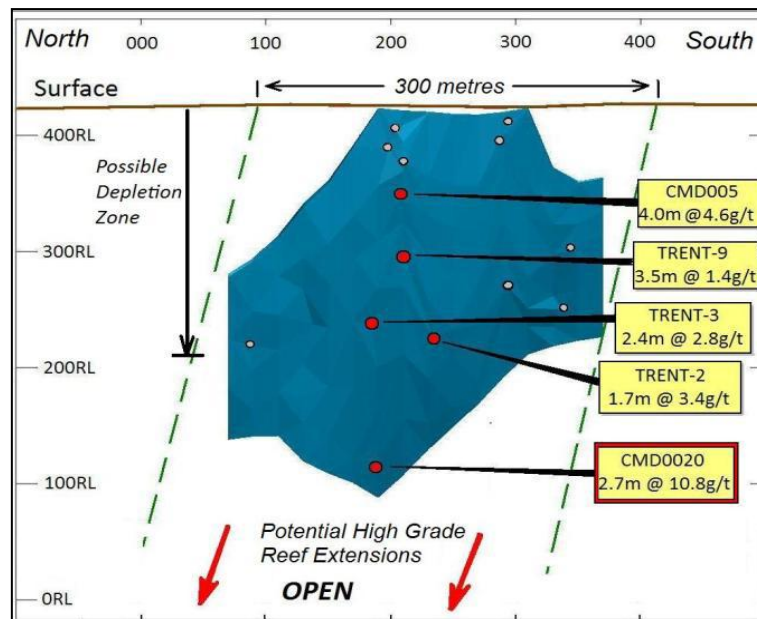


**Oblique 3D model of the Great Fingall and Golden Crown reefs (yellow) and potential reef extensions (brown). Also shown is a schematic conceptual decline access to enable a unified production scenario.**

Subsequent to the end of the reporting period and as announced to the market on the 12<sup>th</sup> October 2010, Aragon has received highly encouraging gold assays from exploratory drilling at the Trenton prospect.

The latest drill hole CMD0020 returned an intercept of 2.7 metres @ 10.8g/t Au from 344.3 metres, including 0.7metres at 36.7g/t Au with coarse visible gold.

The Trenton Reef is situated approximately 1.8km SW of Golden Crown within the GFD and is interpreted to have a similar gold depleted zone to that seen at Golden Crown. While further work is required, these initial results validate Aragon's strategy of exploring for high grade quartz reef repetitions within the GFD.



**Trenton Reef long section and recent drill results that indicate increasing grade at depth.**

### **Murchison Bell Mining Centre**

A total of 358 metres of diamond drilling was completed during the period. The aim of this drilling is to evaluate potential extensions and to determine the continuity of the Big Bell resource to the south and at depth beyond the current resource limits. Subsequent to the end of the reporting period, Aragon announced a 40% increase in the resource in the Murchison Bell area; the Total Identified Mineral Resource Estimate increased by 263,000 ounces to 920,000 ounces and the Total Identified Mineral Resource Estimate for the consolidated CMGP increased to 14.99 million tonnes @ 3.7 g/t Au containing 1.76 million ounces. Further increases are anticipated to be announced in the December Quarter following recalculations at Golden Crown and Great Fingall (refer to resource table).

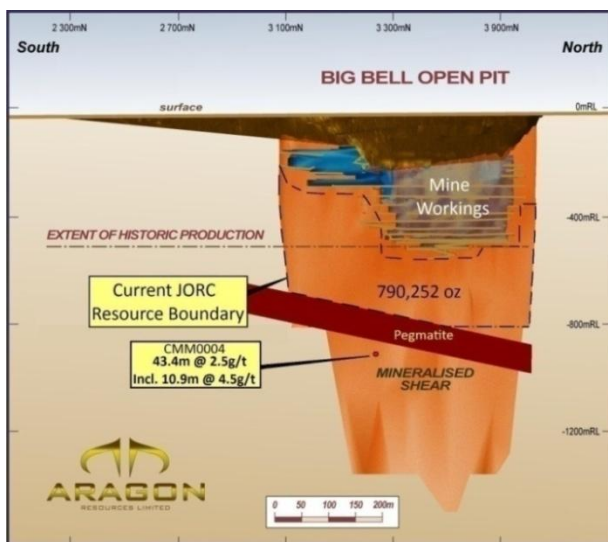
### **Murchison Bell Mining Centre – Big Bell**

Work completed by Aragon during the quarter resulted in a 212,000 ounce increase to the total Identified Mineal Resource estimate for the Big Bell mine (currently closed) to a total of 790,000 ounces. This increase resulted from a detailed review and validation of historical data and uses the block model as supplied by Harmony. Confirmatory diamond drilling by Aragon has intersected extensions to the mineralised shear zone beneath the current resource limits and has provided confidence in potential resource extensions to the south and at depth. This recently completed diamond drilling has returned a down hole intercept of 43.4 metres @ 2.5g/t Au from 902.3 metres in diamond hole CMC0004 (including



10.9 metres @ 4.54g/t Au from 923.9 metres). The ore system remains open to the south and at depth and continues to exhibit significant width and grade.

Aragon has applied appropriate constraints to the block model to account for mining voids, an interpreted pegmatite intrusion and only includes resources above the 810RL level. The work completed will form part of the studies to re-commence mining operations at Big Bell including a review of the proposed mining method. It is expected that the outcome of the study will be released in the December quarter.



**Big Bell schematic long section showing extent of old mine workings, interpreted pegmatite intrusion and boundary containing a Total Identified Mineral Resource Estimate (JORC) of 790,000 ounces.**

***Murchison Bell Mining Centre – North Fender***

The North Fender prospect is located on the regional Big Bell Shear. Mineralisation occurs over a strike length of 880 metres and to a vertical depth of 215 metres. The maiden resource for North Fender is 963,000 @ 1.7g/t Au for 51,000 ounces (refer to resource table) and is considered an open-pit target with the resource remaining open at depth.



**Aerial photo image of the Murchison Bell Mining Centre showing the location of the North Fender Prospect - Total Identified Mineral Resource Estimate (JORC) of 51,000 ounces.**



### Cuddingwarra Mining Centre

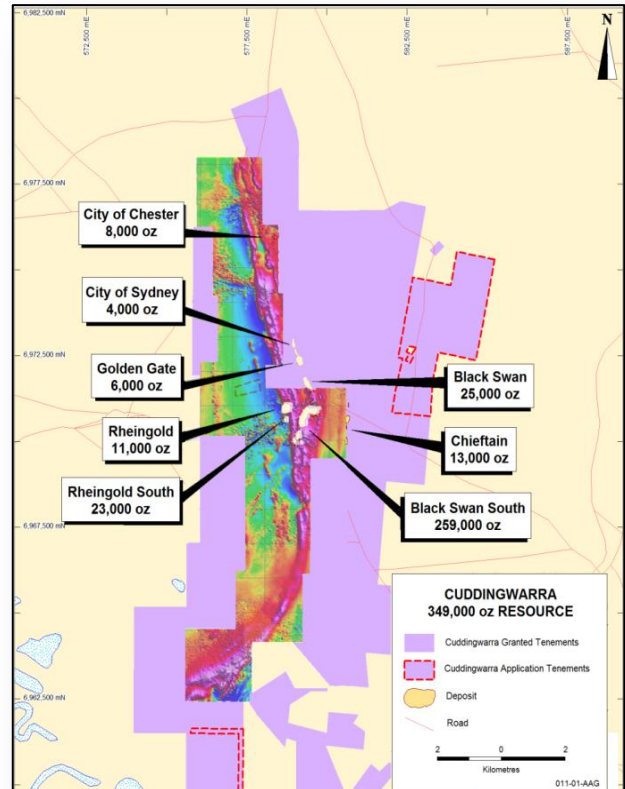
Mining at the Cuddingwarra Field in the late 1990's early 2000's produced approximately 800,000 ounces of gold from open pits before mining ceased in 2004. There remains a total identified Mineral Resource estimate of 3,011,000 tonnes @ 3.6g/t Au for 349,000 ounces within previously defined mining areas (refer to resource table).

Aragon undertook a reconnaissance program of air-core drilling on regional targets defined by a more recent (2009) sub-audio-magnetic ("SAM") survey over the historic goldfield.

Aragon holds approximately 20 kilometres of the Cuddingwarra Shear within its tenure and considers there is excellent potential for new discoveries.

Results will be released as they become available.

Aragon is continuing to progress with the re-optimisation of previously mined open pits as part of its mining studies for the overall CMGP. These incorporate the new drill data collected following RC drilling completed by Aragon over the past year.



**Current resources at Cuddingwarra and Total Magnetic Image from the 2009 SAM geophysical survey.**

### LAKE DARLOT – GOLD

No work was undertaken on Lake Darlot during the quarter. Aragon continues to assess options to divest this non-core project.

### LAKE LEFROY – NICKEL

Access to the Lake Lefroy nickel project continued to be hampered by access problems during the September quarter. As previously advised, Aragon has identified a rig with on-lake drilling capability and has been awarded co-funding to complete the drill testing of its nickel targets. Drilling will commence as soon as access is possible.

### AMMAROO – PHOSPHATE

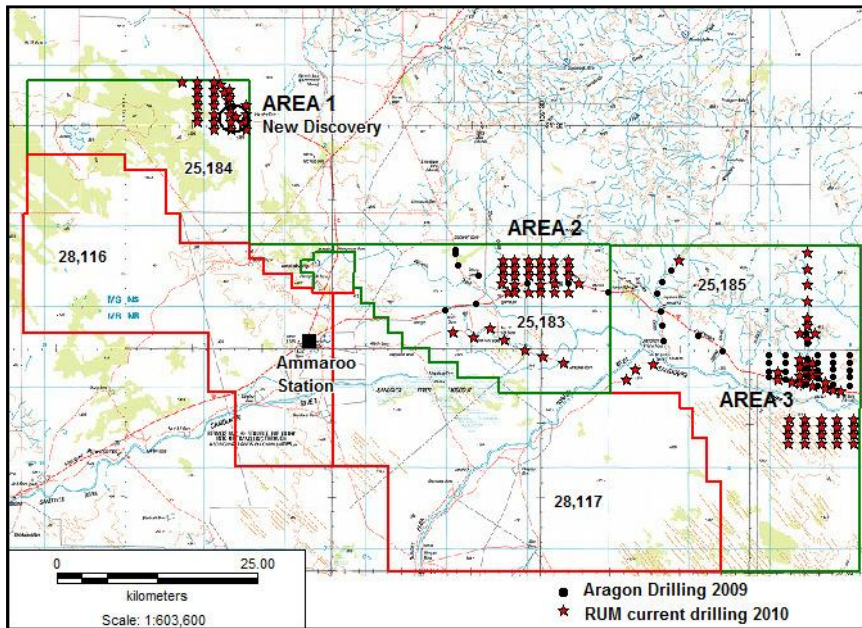
Aragon has previously advised that it has entered into an agreement with Rum Jungle Uranium Ltd (RUM) whereby RUM can earn a 60% interest in Aragon's Ammaroo Phosphate project in the Northern Territory. To earn its 60% interest, RUM must spend \$3 million on exploration over a 5 year period, manage and implement the work program and keep the tenements comprising the project in good standing. RUM may also earn an additional 10% interest by spending a further \$2 million over a further 2 year period.

RUM recently advised that it had made a new phosphate discovery in its first air-core drilling program.



RUM announced that Company geologists are using a Niton XLT3-900 portable XRF analyzer on all drill cuttings and have recorded one meter intervals up to 40% Phosphate (P2O5). The accuracy of these indications cannot be confirmed until laboratory assays are received in coming weeks. Area 1 is a new phosphate discovery that has never been drilled before.

RUM is planning further drilling on the Ammaroo project in the coming quarter conditions permitting.



**Drill Collars and new phosphate discovery at Ammaroo.**

## CORPORATE

At the end of the quarter, Aragon remains debt free and has \$8.2 million in cash (includes \$3.3 million in cash backed bonds).

During the quarter, 24,878,011 options exercisable at \$0.25 expired on 30 September 2010.

The current capital structure of Aragon is:

Shares:	202,634,805
Unlisted options:	24,600,000

Aragon's six largest shareholders at the end of the quarter were:

1. Westgold Resource Ltd 19.74%
2. Metals X Ltd 8.72% (28.5% relevant interest due its 31.99% holding in Westgold)
3. Equity Trustees Ltd 4.73%
4. Mr Benjamin Pollard 4.59%
5. Resmin PL 4.59%
6. Six Fingers PL 4.59%

The top twenty shareholders account for 64.24% of the issued capital.



## Drill Table Summary for September Quarter 2010

Deposit	Hole ID	Northing	Easting	RL	Dip	Azi	From (m)	To (m)	Down hole Interval (m)	Grade g/t Au	Comments
GREAT FINGALL	CMD0018	6961960	584155	430	-70	054	643.3	646.0	2.7	5.15	Including 0.4 metres @ 18.1g/t Au (Main quartz reef)
	CMD0017	6961964	584151	424	-76	053	728.1	731.0	2.9	26.55	Including 0.35 metres @ 212g/t Au (Main quartz reef)
GOLDEN CROWN	CMD0021W1	6961621	583664	427	-80	055	714.0	719.0	5.0	10.36	Including 0.85m @ 37.85g/t (Main quartz reef)
							743.9	746.0	2.1	6.06	Including 0.55 metres @ 18.3g/t Au (footwall splay)
	CMD0021	6961621	583664	427	-80	055	712.0	721.3	9.3	14.65	Including 3.4m @ 37.54g/t Au (Main quartz reef)
TRENTON	CMD00020	6960146	582845	427	-66	076	344.3	347.0	2.7	10.80	Including 0.7m @ 36.7g/t (Diamond Drill Hole)
		6960218	583201	420	-90	000	66.0	70.0	4.0	4.60	Including 1m @ 11.4g/t (RC Drill Hole)
						72.0	75.0	3.0	2.70		
	TRENT3	6960187	583101	420	-90	000	182.1	184.5	2.4	2.80	Including 0.5m @ 7.3g/t (Resample of historic drill core)
	TRENT4	6960138	583121	420	-90	000	180.6	183.0	2.4	2.40	(Resample of historic drill core)
	TRENT9	6960207	583148	420	-90	000	121.8	125.3	3.5	1.40	Re-entry of historic drill hole - diamond tail
	TRENT7	6960343	583083	427	-90	000	132.0	133.0	1.0	1.70	Re-entry of historic drill hole - diamond tail
BIG BELL	CMM0004	6977472	565055	420	-60	301.5	902.3	945.7	43.4	2.25	Incl. 10.88m @ 4.54g/t from 923.86m

Note: All descriptions and locations stated are as designed coordinates in MGA-94. Results shown as un-cut down-hole intervals and compiled applying 1g/t cut-off. Intervals include maximum of 1 metre down-hole internal dilution. Diamond drill hole CMM0004 down hole intersection of 43.4m @ 2.25g/t defined by the mineralised shear zone extents. The interval of 10.88m @ 4.54g/t includes a maximum of 1m down hole internal dilution and uses a 1g/t lower cut-off grade. Assays by 50g Fire Assay with AA finish.

Mining Centre/ Deposit	Measured			Indicated			Inferred			Total Resource		
	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz
<b>Murchison Bell</b>												
1600N/Shocker				415	2.5	33,000	359	3.2	37,000	774	2.8	70,000
Big Bell*				6,209	3.8	767,000	228	3.1	23,000	6,438	3.8	790,000
Fender				71	4.1	9,000				71	4.1	9,000
North Fender				385	1.7	21,000	578	1.6	30,000	963	1.7	51,000
Sub-total				7,080	3.6	830,000	1,165	2.4	90,000	8,246	3.5	920,000
<b>Cuddingwarra</b>												
Black Swan				222	3.5	25,000	1	1.3		223	3.5	25,000
Black Swan South				315	3.5	35,000	1,816	3.8	224,000	2,131	3.8	259,000
Chieftain				50	3.1	5,000	75	3.4	8,000	125	3.3	13,000
City of Chester				28	2.3	2,000	82	2.4	6,000	110	2.4	8,000
City of Sydney	4	1.6		62	2.1	4,000				65	2.0	4,000
Golden Gate				65	3.0	6,000	1	2.6		66	3.0	6,000
Rheingold							89	3.8	11,000	89	3.8	11,000
Rheingold South	23	3.3	3,000	82	3.6	10,000	96	3.4	11,000	202	3.5	23,000
Sub-total	27	3.0	3,000	824	3.3	87,000	2,160	3.7	260,000	3,011	3.6	349,000
<b>Day Dawn</b>												
3210				50	3.3	5,000				50	3.3	5,000
Golden Crown*				95	7.5	23,000	144	8.8	41,000	238	8.3	63,000
Great Fingall				349	1.9	21,000	1,500	1.4	67,000	1,849	1.5	88,000
Great Fingall*				755	10.0	243,000	147	6.8	32,000	902	9.5	275,000 <sup>1</sup>
Kinsella	1	2.9		54	3.1	5,000				55	3.1	6,000
Mt Fingall							30	3.1	3,000	30	3.1	3,000
Rubicon	19	2.9	2,000	50	2.3	4,000	12	1.3		80	2.3	6,000
South Fingall				36	2.8	3,000	28	3.1	3,000	65	3.0	6,000
Try Again	1	1.8		12	3.2	1,000	178	3.1	17,000	192	3.1	19,000
Yellow Taxi				80	2.4	6,000	15	2.9	1,000	94	2.5	7,000
Yellow Taxi South							37	4.3	5,000	37	4.3	5,000
Sub-total	21	2.8	2,000	1,481	6.6	311,000	2,091	2.5	169,000	3,592	4.2	208,000
<b>Sub Total In situ</b>	<b>47</b>	<b>3.3</b>	<b>5,000</b>	<b>9,385</b>	<b>4.05</b>	<b>1,228,000</b>	<b>5,416</b>	<b>3.0</b>	<b>519,000</b>	<b>14,849</b>	<b>3.68</b>	<b>1,752,000</b>
<b>Stockpiles</b>												
Great Fingall				108	1.0	3,000				108	1.0	3,000
Fingall Sands				34	1.2	1,000				34	1.2	1,000
Stockpiles				142	0.9	4,000				142	0.9	4,000
<b>TOTAL</b>	<b>47</b>	<b>3.3</b>	<b>5,000</b>	<b>9,527</b>	<b>4.0</b>	<b>1,232,000</b>	<b>5,416</b>	<b>3.0</b>	<b>519,000</b>	<b>14,991</b>	<b>3.7</b>	<b>1,756,000</b>

CMGP Resource Table (\* denotes underground resource).

### Enquires:

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Phone: +61 8 9220 5600

### Competent Persons Statement

The information in the tables in this report that relate to exploration, mineral resources or ore reserves is based on information compiled by Mr. Paul Benson (B.Sc.) who is a full time employee of Aragon Resources Ltd and a member of the AusIMM. Mr. Benson has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a competent person as described by the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Benson consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

# 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

Aragon Resources Limited

ABN

63 114 714 662

Quarter ended ("current quarter")

30 September 2010

### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration and evaluation (b) development (c) production (d) administration	(3,025)	(3,025)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	121	121
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (stamp duty on acquisition of subsidiary)		
<b>Net Operating Cash Flows</b>	<b>(3,272)</b>	<b>(3,272)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	(6)	(6)
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 (acquisition of a subsidiary)		
<b>Net investing cash flows</b>	<b>(6)</b>	<b>(6)</b>
1.13 Total operating and investing cash flows (carried forward)	(3,278)	(3,278)

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(3,278)	(3,278)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issues of shares, options, etc.	22	22
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 – (capital raising costs)		
	Other – (performance bonds)		
	<b>Net financing cash flows</b>	22	22
	<b>Net increase (decrease) in cash held</b>	(3256)	(3256)
1.20	Cash at beginning of quarter/year to date	11,417	11,417
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	8,161	8,161

**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	143
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

**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'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	2,300
4.2 Development	-
4.3 Production	-
4.4 Administration	350
<b>Total</b>	<b>2,650</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	4,844	3,164
5.2 Deposits at call	-	5,000
5.3 Bank overdraft	-	-
5.4 Other (performance bonds/bank guarantees)	3,317	3,284
<b>Total: cash at end of quarter</b> (item 1.22)	<b>8,161</b>	<b>11,448</b>

+ See chapter 19 for defined terms.

**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	EL/27082	All Directly held	100%	0%
	E26/104		100%	0%
	E36/503		100%	0%
	E37/770		100%	0%
	E53/1195		100%	0%
	P36/1683		100%	0%
	P36/1684		100%	0%
	P36/1685		100%	0%
	E53/1202	Transfer of 51% to Alamar Resources Limited upon commencement of Maitland Joint Venture.	100%	49%
	E53/1237		100%	49%
	E53/1355		100%	49%
	P53/1243		100%	49%
	P53/1244		100%	49%
	P53/1245		100%	49%
	P53/1247		100%	49%
	P53/1248		100%	49%
	P53/1249		100%	49%
	P53/1250		100%	49%
	P53/1469		100%	49%
6.2 Interests in mining tenements acquired or increased	P20/1842	Directly held	Nil	100%

**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>	202,634,805	202,634,805		

+ See chapter 19 for defined terms.

7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	104,030	104,030	25 cents	25 cents
7.5	<b>+Convertible debt securities</b> (description)				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> (description and conversion factor)	1,250,000 100,000 200,000 1,000,000 2,500,000 1,050,000 17,500,000 1,000,000		Exercise price 30 cents 30 cents 30 cents 35 cents 21 cents 21 cents 20 cents 20 cents	Expiry date 31/05/2011 01/07/2011 13/08/2011 28/11/2010 30/11/2012 30/11/2013 30/12/2013 07/01/2013
7.8	Issued during quarter				
7.9	Exercised during quarter	104,030	104,030	25 cents	30/09/2010
7.10	Expired during quarter	24,865,235	24,865,235	25 cents	30/09/2010
7.11	<b>Debentures</b> (totals only)				
7.12	<b>Unsecured notes</b> (totals only)				

## Compliance statement

- 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 \(see note 4\)](#).
- This statement does ~~not~~\* give a true and fair view of the matters disclosed.

Sign here: ..... P G BENSON ..... Date: ..... 29 October 2010 .....  
(Director)

Print name: ..... PAUL GARRETT BENSON .....

+ See chapter 19 for defined terms.

## 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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