

# 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

**Atomic Resources Limited**

ABN

**65 124 408 751**

Quarter ended ("current quarter")

**30 June 2010**

### Consolidated statement of cash flows

		Current quarter (\$A'000)	Year to date (12 months) (\$A'000)
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for		
	(a) exploration and evaluation	(981)	(4,857)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(169)	(649)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	10	76
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (GST and other recoupments)	(19)	(50)
	<b>Net Operating Cash Flows</b>	(1,159)	(5,480)
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(49)	(51)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	1
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	<b>Net investing cash flows</b>	(49)	(50)
1.13	Total operating and investing cash flows (carried forward)	(1,208)	(5,530)

+ See chapter 19 for defined terms.

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

1.13	Total operating and investing cash flows (brought forward)	(1,208)	(5,530)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	250	4,412
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)	-	-
	<b>Net financing cash flows</b>	250	4,412
	<b>Net increase (decrease) in cash held</b>	(958)	(1,118)
1.20	Cash at beginning of quarter/year to date	1,788	1,994
1.21	Exchange rate adjustments to item 1.20	-	(46)
1.22	<b>Cash at end of quarter</b>	<b>830</b>	<b>830</b>

**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	80
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors Fees, Consulting and Superannuation

**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

--

**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	-	-

+ See chapter 19 for defined terms.

### Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	1,003
4.2	Development	-
4.3	Production	-
4.4	Administration	467
<b>Total</b>		<b>1,470</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	49	99
5.2	Deposits at call	781	1,689
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)		<b>830</b>	<b>1,788</b>

### 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	E52/1925	Relinquished	100%	Nil
		E80/3795	Relinquished	100%	Nil
6.2	Interests in mining tenements acquired or increased	Ngaka Coalfields Tanzania	Concession rights to PL 6285/2009 Nyakangunda – Mbuyura	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.*

	<b>Total number</b>	<b>Number quoted</b>	<b>Issue price per security (see note 3) (cents)</b>	<b>Amount paid up per security (see note 3) (cents)</b>
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>	100,055,000	100,055,000		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through capital returns, b-backs	350,000	350,000		
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>	3,750,000 200,000 200,000 150,000 2,000,000 800,000 400,000 28,900,000	- - - - - - - 28,900,000	<b>Exercise price</b> \$0.25 \$0.25 \$0.35 \$0.25 \$0.25 \$0.25 \$0.25 \$0.25	<b>Expiry date</b> 30 June 2012 24 June 2011 24 June 2011 31 March 2012 8 June 2014 8 June 2014 15 June 2012 31 August 2011
7.8 Issued during quarter	2,000,000 800,000 400,000	- - -	<b>Exercise price</b> \$0.25 \$0.25 \$0.25	<b>Expiry date</b> 8 June 2014 8 June 2014 15 June 2012
7.9 Exercised during quarter	-	-	-	-
7.10 Cancelled during quarter	3,250,000 150,000	- -	\$0.25 \$0.25	30 June 2012 30 June 2011
7.11 <b>Debentures</b>				

+ See chapter 19 for defined terms.

7.12	<b>Unsecured notes</b>		
------	------------------------	--	--

## 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.

Sign here: ..... Date: 30 July 2010  
Company Secretary

Print name: Tom Melanko

## 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.