

**REPORT FOR THE QUARTER ENDED
 31 December 2009
 SUMMARY FACT SHEET**

Company Details

Principal Place of Business and Registered Office:	Level 9, 28 The Esplanade Perth Western Australia 6000 Australia
Telephone:	(618) 9226 4788
Fax:	(618) 9226 4799
E-Mail:	info@cityviewcorp.com
Internet:	www.cityviewcorp.com
Chairman	M. Africano
CEO	M. Smyth
Directors:	B. Brady P. Rand
Company Secretary	M. Smyth
Advisory Board	C.Maher B. de Boer D. Boote C. Dengu L. Musasike K. Sylvester
Auditor:	Somes & Cooke
ASX Symbol:	CVI
NASD Symbol:	CTVWF
FSE Symbol:	C4Z
Australian Share Registry:	Computershare Investor Services Pty. Ltd.
US Share Registry:	Computershare Trust Company Inc

Market Capitalisation at 31 December 2009

Shares on Issue	1,242,369,441
Options on issue	-
Fully Diluted Capital	1,242,369,441

Trading Volumes

<u>MONTH</u>	<u>AUS. VOLUME</u>	<u>NASD/FSE VOLUME</u>	<u>TOTAL VOLUME</u>
October 2009	64,349,531	2,535,639	66,885,170
November 2009	119,475,144	1,478,668	120,953,812
December 2009	116,088,395	2,282,281	118,370,676
TOTAL	299,913,070	6,296,588	306,209,658

1. Coal

On September 18, 2009 CityView entered into an agreement with Metro Crown Group Limited (“Metro”) for CityView to acquire 74% of Velvogen (Pty) Ltd (“Velvogen”), a South African company which is investigating the acquisition of new technology in treating coal fines and the construction of a coal briquetting plant. On December 16, 2009 CityView and Metro reaffirmed that:-

- (i) the mechanism for CityView to acquire an interest in Velvogen will be carried out by Metro transferring 74% of the shares in Velvogen to CityView: the remaining 26% to be retained by a compliant Black Economic Empowerment entity, in accordance with the laws of South Africa; and
- (ii) completion is dependent upon receipt of three agreements on terms satisfactory to CityView, namely (a) a feedstock agreement (b) an off-take sales agreement and (c) an operating agreement.

2. Minerals & Diamonds

On October 22, 2009 CityView exercised its option to exchange its holding in Angola Diamond Holdings Limited (“ADH”) for shares in Fortitude Minerals Limited (“Fortitude”). The exchange formula was established by Fortitude’s auditor: being one Fortitude share for every 8.8 ADH shares. The total issued capital of Fortitude is now 327,493,974 shares of which CityView owns 75,088,849 shares representing 22.93%. In addition to its shareholding in Fortitude, CityView has a Fortitude loan note of US\$10,172,807 which is to be assigned to Metro as part of the acquisition consideration for Velvogen. The Fortitude shares and receivable have been fully impaired in the accounts.

3. Corporate

Following shareholder approval at an Extraordinary General Meeting on November 10, 2009, CityView lodged with ASIC on November 16, 2009 a prospectus for an offer of 300 million shares at an issue price of \$0.004 per share to raise up to \$1,200,000 and a non-renounceable entitlements offer to former option holders of 91,319,864 new options at an issue price of \$0.001 per new option to raise up to \$91,319. On November 30, 2009 ASIC issued an interim stop order on the prospectus and it was abandoned on December 17, 2009.

On December 17, 2009 CityView lodged with ASIC a new prospectus offering 400 million shares at an issue price of \$0.0034 per share to raise up to \$1,360,000. The minimum subscription was \$544,000 being an allotment of 160 million shares. The minimum subscription was applied for and allotted on December 17, 2009, enabling CityView to repay in full its debt of \$400,000 to Global Investment Strategy UK Limited (“GIS”).

On December 17, 2009 the Administrative Appeals Tribunal gave a direction in respect of CityView’s appeal against the determination from ASIC dated August 20, 2009: CityView is to lodge its report by February 12, 2010 and ASIC is to respond by March 19, 2010.

On December 18, 2009 ASIC enacted an interim stop order preventing further offers from being made under the prospectus of December 17, 2009. The interim stop order was reissued on January 7, 2010 and discussions to resolve outstanding concerns are in progress.

4. Finance

Zurich Handels Finanz Asia Limited has granted to CityView a loan facility of Aus\$1.2 million for working capital to be drawn down as and when required by CityView. This facility is additional to CityView's credit standby arrangements of Aus\$1.9 million with GIS and US\$100 million with First Capital Management Limited.

A handwritten signature in black ink, appearing to read 'P M Smyth', with a stylized, cursive script.

P M Smyth
Chief Executive Officer
28 January 2010

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

CITYVIEW CORPORATION LIMITED

ABN

59 009 235 634

Quarter ended ("current quarter")

31 December 2009

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration and evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) administration	(244)	(1,508)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1	2
1.5 Interest and other costs of finance paid	(104)	(104)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(347)	(1,610)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	(43)
(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	-	(5,003)
1.11 Loans repaid by other entities	-	-
1.12 Other (Cash acquired by consolidation of controlled entity – European Oil Limited)	-	18
Net investing cash flows	-	(5,028)
1.13 Total operating and investing cash flows (carried forward)	(347)	(6,638)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(347)	(6,638)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	544	6,472
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	300
1.17	Repayment of borrowings	(400)	(400)
1.18	Dividends paid	-	-
1.19	Other (share issue costs)	(60)	(435)
	Net financing cash flows	84	5,937
	Net increase (decrease) in cash held	(263)	(701)
1.20	Cash at beginning of quarter/year to date	259	697
1.21	Exchange rate adjustments to item 1.20	8	8
1.22	Cash at end of quarter	4	4

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	30
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 consulting fees paid to Directors.

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

On 22 October 2009, the Company exercised its option to exchange its shareholding in Angola Diamond Holdings Limited ("ADH") for shares in Fortitude Minerals Limited ("Fortitude"). The Company now owns 75,088,849 Fortitude shares representing 22.93% of the total issued capital of Fortitude. In addition to its shareholding in Fortitude the Company has a loan note of US\$10,172,807 which is to be assigned as part of the acquisition consideration for Velvogen (Pty) Ltd.

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

+ 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	1,200	-
3.2 Credit standby arrangements	113,967	100

The Company has the following loan facilities and credit standby arrangements:

- A\$1.2m for working capital
- A\$2m for ongoing expenditure during 2010 of which \$100,000 has been drawn down as at 31 December 2009; and
- US\$100m (A\$111,967,000) for onshore Kwanza Basin development.

Estimated cash outflows for next quarter

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

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	259
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	4	259

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			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

6.2 Interests in mining tenements acquired or increased

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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	1,242,369,441	1,242,369,441		
7.4 Changes during quarter				
(a) Increases through issues	160,000,000	160,000,000	0.34 cents	0.34 cents
(b) Decreases through returns of capital, buy-backs	-	-	-	-
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>	-	-	<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	96,529,950	96,529,950	15c	30/11/2009

+ See chapter 19 for defined terms.

7.11	Debentures <i>(totals only)</i>	-	-
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 give a true and fair view of the matters disclosed.



Sign here: Date: 28 January 2010
(Chief Executive Officer\Company Secretary)

Print name: Mark Smyth

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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