

Company Announcements Office
Australian Securities Exchange Ltd
4th Floor
20 Bridge Street
Sydney NSW 2000

29th April 2010

Quarterly Report

1st January to 31st March 2010

Highlights

- **\$1.23m capital raising completed in April 2010**
- **Retirement of debt completes all of Tasman's obligations under Adelong purchase agreement**
- **Shareholders pass all resolutions at a general meeting convened by the new Board**
- **Data room set up for Mt Adria and Challenger**

Corporate

- **At a general meeting held in February 2010, Shareholders voted in favour of all resolutions including the approval of the conversion of directors' loans into equity and the approval of a placement facility of up to 25m shares.**
- **During the quarter the Board has continued to evaluate new project opportunities.**
- **During April 2010 the Company completed a capital raising issuing 15,350,000 shares @ \$0.08 each to raise \$1.23m before costs. The proceeds**

4 Naim Steet,
Fremantle WA 6160

PO Box 1133,
Fremantle WA 6959

Ph: 08 9430 9966

Fax: 08 9430 9965

Email: geoff@andean.com.au

were to be used to retire debt relating to the Adelong project and for general working capital.

- **During April 2010 the Company finalised its obligations under the Adelong purchase agreement with Golden Cross Resources Limited. An amount of \$900,000 was paid in full and final settlement of outstanding amounts.**

Projects

Mt Adria

- **A data room has been established.**
- **A Final review of the project is currently in progress.**
- **A drilling programme is currently being costed.**

Challenger

- **A data room has been established.**
- **A review of the project is currently in progress.**

Miclere

- **A review of the project is currently in progress.**

PNG

- **A review of all PNG projects is currently in progress.**

1.13 Total operating and investing cash flows (brought forward)	(162)	(761)
Cash flows related to financing activities		
1.14 Proceeds from the issue of shares, options, etc.		820
1.15 Proceeds from the sale of forfeited shares		
1.16 Proceeds from loans		
1.17 Repayment of loans	(200)	(295)
1.18 Dividends paid		
1.19 Other – Loans from Directors		300
Net financing cash flows	(200)	825
Net increase (decrease) in cash held	(362)	64
1.20 Cash at beginning of quarter/year to date	653	208
1.21 Exchange rate adjustments to item 1.20		19
1.22 Cash at end of quarter	291	291

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 Qtr \$A'000
1.23 Aggregate amount of payments to the parties included in item 1.2	Nil
1.24 Aggregate amount of loans to the parties included in item 1.10	Nil

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

8,571,428 shares were issued in satisfaction of directors' loans of \$300,000.
--

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 – provided by Directors		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	200
4.2 Development	
Total	200

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to related items in the accounts as follows.

	Current Quarter \$A'000	Previous Quarter \$A'000
5.1 Cash on hand and at bank	38	153
5.2 Deposits at call	253	500
5.3 Bank Overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (Item 1.22)	291	653

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	Nil		
6.2 Interests in mining tenements acquired or increased	Nil		

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	Amount paid up per security
7.1 Preference securities (description)				
7.2 Issued during Quarter				
7.3 Ordinary securities	107,232,763	107,232,763		
7.4 Issued during Quarter	8,571,428	8,571,428		
7.5 Convertible debt securities (description)				
7.6 Issued during quarter				
7.7 Options (description)	2,850,000		Exercise Price	Expiry Date
	8,000,000		\$0.30	24 Sept 12
7.8 Issued during Quarter	8,000,000		\$0.10	22 Mar 14
7.9 Exercised during Quarter				
7.10 Expired during Quarter				
7.11 Debentures (totals only)				
7.12 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 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:

Warren Gilmour
Director

Date: 29 April 2010

Notes

1. The quarterly report is to provide 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. Any 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 standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.
