

14 April 2011

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

AUSTRALASIA CONSOLIDATED LIMITED QUARTERLY ACTIVITIES REPORT MARCH 2011

LAVERTON GOLD PROJECT, WESTERN AUSTRALIA

Pursuant to an option agreement signed in September 2010 with the vendor of Prospecting License P38/3313 (**Mt Lucky tenement**), the Company had an obligation to complete a minimum of 2,000 metres drilling. Following 2 drilling programs during 2010, the Company completed 19 holes for a total of 2,016 metres of reverse circulation drilling.

An evaluation of drilling results and other studies to more reliably test continuity of gold mineralisation progressed during the March 2011 quarter, however the Company's option over Mt Lucky tenement expired during that quarter. In order to further evaluate all data and recommendations before making any decision to purchase Mt Lucky tenement, the Company has entered into a new option agreement with the vendor. The significant terms of the agreement are :

- The Option to purchase Mt Lucky tenement may be exercised by the Company within 12 months (ie before 14 April 2012),
- The consideration for grant of the option is \$10,000 cash,
- The consideration if the Company exercises its option to purchase Mt Lucky tenement will be \$280,000 cash, plus a royalty of 5% of the gross sale price of any minerals mined from Mt Lucky Tenement, and
- During the option period the Company can undertake any exploration activities in any manner and by any methods that it may in its discretion decide.

The Company considers that the new option agreement is more flexible and on better terms than the expired agreement.

Other work on the tenement during the quarter included obligatory rehabilitation arising from the 2010 drilling programs. Site rehabilitation is required to be completed within 6 month's of drilling and final rehabilitation work was completed in March 2011.

MURNINNIE URANIUM JOINT VENTURE, GAWLER CRATON, SOUTH AUSTRALIA

The Murninnie Uranium JV Ground is located within Uranium SA's (ASX : USA) Mullaquana project area, 20km south of the industrial city of Whyalla on the eastern Eyre Peninsula.

The Company's JV tenement, EL3542 lies south west of the three sedimentary USA uranium discoveries (Blackbush, Samphire and Plumbush). The sediment hosting the Plumbush deposit has been interpreted to trend into EL3542.

Ongoing landowner access negotiations have resulted in difficulties in continuing JV regional drilling. Accordingly, exploration by the JV partner has been suspended until the access issue is resolved.

GLENCOE GOLD DEPOSIT, NORTHERN TERRITORY

No on-ground exploration was undertaken on the Glencoe or other Northern Territory assets during the March 2011 quarter.

FINANCE

At 31 March 2011 the Company had available cash totalling \$3,940,000.

Exploration and evaluation expenditure for the quarter was \$46,000.

Attached is a copy of the Company's Mining Exploration Entity Quarterly Report (Appendix 5B) in accordance with Listing Rule 5.3.

Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Nicholas Revell who is a member of the Australasian Institute of Mining & Metallurgy.

Mr Revell is a consultant to Australasia Consolidated Limited and has sufficient experience relevant to the styles of mineralisation under consideration and to the subject matter of the report to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).

Mr Revell consents to the inclusion in the report of the matters based on his information in the form and context in which they occur.

CORPORATE DIRECTORY

Australasia Consolidated Limited
ABN: 93 104 757 904

ASX Code: AAO

Registered Office

Address: Suite 4,
213 Balcatta Road
BALCATTWA WA 6021

Telephone: (61 8) 9240 4111

Facsimile: (61 8) 9240 4054

Postal Address

Address: PO Box 641
BALCATTWA WA 6914

Website

www.australasiaconsolidated.com.au

Directors & Senior Management

Bob Browning
Managing Director

John Terpu
Chairman

Bryant Plavsic
Executive Director

Bruno Firriolo
Non-Executive Director

Company Secretary

Bruno Firriolo

Advisory Group

Mark Barnaba
Chairman

John Akehurst

John Willinge

Share Capital

AAO ordinary shares
189,396,800

AAOO listed options
130,448,128

Unlisted options
495,000

Media Relations

Shaun Duffy
FD
Telephone: (61 8) 9386 1233
Mobile: 0404 094 384

Quarterly Share Price Activity

2010/2011	High	Low	Last
June	\$0.08	\$0.044	\$0.045
September	\$0.09	\$0.045	\$0.085
December	\$0.295	\$0.075	\$0.265
March	\$0.26	\$0.15	\$0.21

Share Registry

Link Market Services
Ground Floor,
178 St Georges Terrace
Perth WA 6000

Telephone: 1300 554 474
(02) 8280 7111

If you wish to view your holdings online please click on the following link:

www.linkmarketservices.com.au/public/investors/login.html?issuer=AAO

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Australasia Consolidated Limited

ABN

93 104 757 904

Quarter ended ("current quarter")

31 March 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(46) (373)	(336) (1,086)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	64	148
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material) R&D tax offset refunded Tenement bonds	 - (14)	 147 (14)
Net Operating Cash Flows	(369)	(1,141)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	 (5)	 (8)
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 (provide details if material)		
Net investing cash flows	(5)	(8)
1.13 Total operating and investing cash flows (carried forward)	(374)	(1,149)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(374)	(1,149)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	8	3,361
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)		
	Share issue costs	-	(25)
	Net financing cash flows	8	3,336
	Net increase (decrease) in cash held	(366)	2,187
1.20	Cash at beginning of quarter/year to date	4,306	1,753
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	3,940	3,940

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	212
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

N/A

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

N/A

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	NIL	
3.2 Credit standby arrangements	NIL	

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	580
Total	680

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	110	33
5.2 Deposits at call	3,830	4,273
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	3,940	4,306

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		

+ 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.


	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 (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 *Ordinary securities	189,381,800	189,381,800		
7.4 Changes during quarter (a) Increases through issues (b) Options exercised	83,750	83,750	\$0.10	\$0.10
7.5 *Convertible debt securities (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
	170,000	-	\$0.13	31 December 2011
	100,000	-	\$0.19	13 March 2012
	75,000	-	\$0.12	31 October 2012
	150,000	-	\$0.11	31 December 2012
	130,463,128	130,463,128	\$0.10	19 April 2013
7.8 Issued during quarter				
7.9 Exercised during quarter	83,750	83,750	\$0.10	19 April 2013
7.10 Expired during quarter				
7.11 Debentures (totals only)				

+ See chapter 19 for defined terms.

7.12	Unsecured notes (<i>totals only</i>)		
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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: 14 April 2011
(Director/Company secretary)

Print name: Bruno Firriolo

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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