



Highlights

December Quarter 2010

- **Gold production of 19,500 ounces for the quarter.**
- **Underground activities continued to improve with 21,000 ounces mined for the quarter, 12% higher than the previous quarter.**
- **Cash operating costs averaged A\$890 per ounce for the quarter, down 30% from the previous quarter. Further cost improvements are expected.**
- **Metallurgical recoveries at 88%**
- **Re-interpretation of geology and mining method/parameters continued during the quarter with further significant positive production increases and cost reductions expected in coming months.**
- **Significant increase in Mineral Resources at Wiluna announced during the quarter – now over 2.2 million ounces of gold at Wiluna**
- **Mining from 7 independent underground sources, with initial development ore from the recently identified Lennon deposit commencing at the end of the quarter**
- **Stoping from Lennon expected to commence in the September quarter.**
- **Stoping from Burgundy, Calais, Henry 5, Henry 5 North, East Lode North and Golden Age was undertaken during the quarter with all areas performing well.**



WILUNA

MINING

Overview

Mine production for the quarter was sourced from the Burgundy, Calais, Henry 5, Henry 5 North and Golden Age (accessed from the Bulletin decline) and East Lode North (ELN), accessed from the East Lode Decline.

Development of the Lennon ore body commenced with the first development ore from the area being hauled during the quarter.

Toward the end of the quarter, stoping was completed in the first block of the Golden Age deposit with stoping of the second block commencing in the current quarter.

Development of the ELN and Baldrick declines both progressed during the quarter with an additional two levels having been accessed from the Baldrick decline.

Geological re-interpretation

A comprehensive geological and mining review of the deposits at Wiluna was initiated during the quarter and changes to the interpretation and classification boundaries of mining models made. This resulted in an immediate re-modelling of two stopes at Henry V North (772 and 747). This has resulted in an increase of 106% of gold designed to be produced from these stopes compared to the previous design (from 32,000 tonnes at 6.15g/t to 82,000 tonnes at 4.84g/t for 12,800 ounces). This additional ore will be mined with effectively no additional development and at minimal cost. Stoping from the 772 level commenced in December and is confirming the robustness of the revised interpretation.

Following the positive results achieved from the re-designed Henry V North stopes, a review and re-modelling of the Burgundy deposit has recently been completed. As a result additional economic ore has been identified beyond the northern extents of the previously completed Burgundy development with work recommencing in this area during the quarter to gain access to this material prior to mining. This additional ore is estimated to contain approximately 8,000 ounces of gold (60,000 tonnes at 4g/t). The additional ore expected to be mined from this area represents an increase of around 36% in contained gold compared to the previous design and requires little additional development. Stoping of this area of the Burgundy deposit is scheduled to commence in the current quarter and the positive impact on production and costs expected to be seen over the next 6 months.

Apex believes that there will be significantly more of these opportunities identified as the reinterpretation work undertaken to-date, continues.



Mine Production

Improved tonnes mined from underground at a higher average grade resulted in contained gold mined increasing to 20,955 ounces (an increase of 12% over the previous quarter) as shown in Table 1 and Graphs 1 and 2 below.

Table 1 – Underground Ore Mining

	Mar-10	Jun-10	Sep-10	Dec-10
	QTR	QTR	QTR	QTR
Stope Tonnes	63,835	84,690	60,085	79,900
Development Tonnes	21,930	46,949	49,456	33,709
Total Tonnes Mined	85,765	131,639	109,541	113,609
Stope grade	5.96	4.43	5.95	6.20
Development grade	3.94	3.83	4.58	4.64
Average Grade	5.44	4.21	5.33	5.74
Contained ounces	15,013	17,830	18,772	20,955

Graph 1 – Underground Ore Mining (Contained Ounces)



Graph 2 – Underground Ore Mining (Tonnes and Grade)





Development

Total development was 1,173 metres, slightly below the operational plan. The development comprised 655 metres of capital advance (of which 47 metres was vertical development) representing development in the ELN and Baldrick declines as well as accessing the Lennon deposit. 518 metres of operating development was also achieved during the quarter.

ROM and Developed Ore Stocks

Mining activities during the quarter resulted in an 18% of gold contained in developed stopes – further improving the pipeline of production for the medium term. Stocks of developed ore ready for stoping has more than doubled over the past 12 months and represents an investment in providing flexible and stable future production.

Table 2 - ORE Stocks

	Mar-10	Jun-10	Sep-10	Dec-10
	QTR	QTR	QTR	QTR
Underground Stocks				
Ore available for stoping	203,000	165,000	210,500	250,200
Broken Ore awaiting haulage	13,200	2,300	3,500	14,800
TOTAL Underground Stocks (tonnes)	216,200	167,300	214,000	265,000
Grade	5.1	6.7	5.9	5.5
Contained gold Ounces	35,454	36,042	40,598	46,865
Surface Stocks				
ROM Stocks (tonnes)	5,337	7,457	5,772	9,374
Crushed stockpile (tonnes)	8,163	992	1,632	5,444
Total Stock piles	13,500	8,449	7,404	14,818
Grade	4.5	4.3	4.1	3.5
Contained gold Ounces	1,945	1,165	986	1,648

Broken and developed stocks represents the stoping material that will make up the majority of the future (near-term) mine production. This will be supplemented by concurrent ore development. The surface stocks represent the blending material that is likely to be processed in conjunction with the broken and developed stocks, depending upon milling capacity at the time.

An increase in surface stocks (run of ore and crushed ore) increased by nearly 700 ounces during the quarter, mainly the result of a temporary reduced processing rate at the end of December (see commentary below).

Mining Costs

As part of the cost efficiency drives initiated over the past 6 months, total mining costs (operating and capital development) for the quarter equated to \$88 per total tonne mined (ore, waste and capital) was 29% lower on a unit cost basis compared to the September quarter. Mine operating costs equated to \$461 per ounce of gold produced, down 31% on the previous quarter.



PROCESSING

Overview

Tonnes milled for the December quarter was 114,764 being 13% lower than the previous quarter, mainly the result of planned shut downs to undertake major mill relines and unplanned outages toward the end of December as a result extraordinary high weather conditions (~50 degrees C) adversely affecting the performance of the gas power house and as a result, throughput.

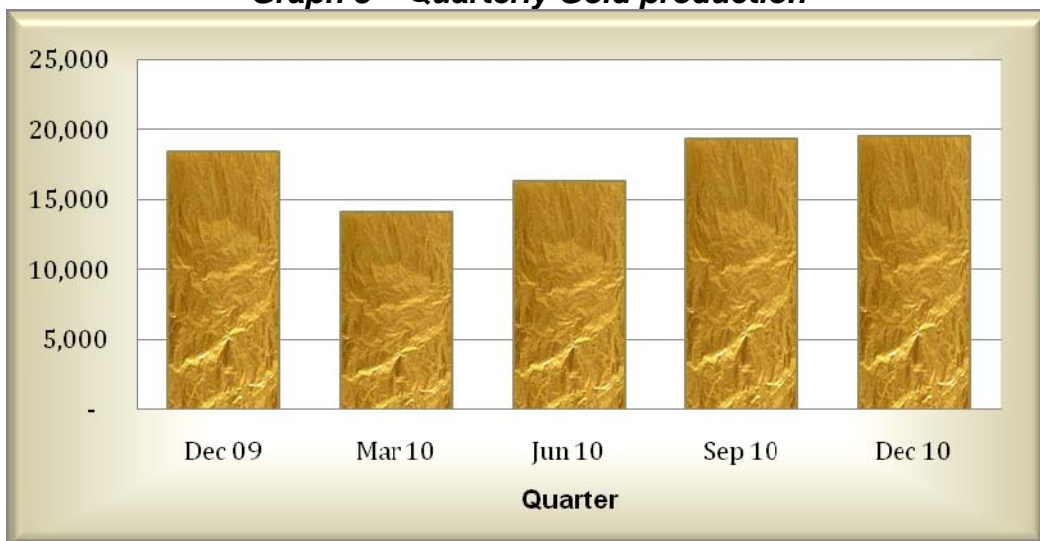
However this was more than compensated by higher grades and better metallurgical recoveries. The average grade of ore processed increased by 12% to 6.0 g/t with metallurgical recoveries averaging 90% compared to 85% recorded in the previous quarter.

Gold production for the quarter at 19,500 ounces was up slightly up from the September quarter and in line with expectations.

Table 3 – Processing statistics

	Mar-10	Jun-10	Sep-10	Dec-10
	QTR	QTR	QTR	QTR
Underground tonnes	112,470	136,690	110,586	106,195
Other tonnes	39,448	5,361	21,603	8,570
Total tonnes processed	151,918	142,051	132,188	114,765
Grade	3.59	4.30	5.35	6.00
Contained ounces	17,558	19,629	22,735	22,159
Metallurgical Recoveries	80%	83%	85%	88%
Gold Production	14,109	16,307	19,337	19,513
Gold Sold	14,857	15,987	20,062	18,879
Cash Operating Costs/Oz sold	1,296	1,201	1,256	890

Graph 3 – Quarterly Gold production





Total treatment costs for the quarter equated to \$355 per ounce of gold produced representing a reduction of 15% compared to September quarter.

Power supply was mainly from the gas powered generators with diesel generators only used when ambient temperature was too high or when scheduled servicing on gas units was required. Major servicing and top end rebuilds are envisaged to take place during the June 2011 quarter on majority of the generators, providing long term stable and cheaper gas power supply.

The crushing and grinding circuits performed well during the quarter. A rod mill liner replacement was completed which included the complete mill lining (feed, discharge, shell lifters and plates).

PRODUCTION

Gold sold during the quarter was 18,900 ounces, at an average gold price of A\$1,386 per ounce for a revenue of \$26.1 million down 4% from the previous quarter. Cash operating costs for the quarter equated to A\$890 per ounce, down 30% from the previous quarter. Further operating efficiencies are expected to reduce unit cash costs further over the coming months.

RESERVES

Apex has recently completed an interim Reserve estimate. The Probable Reserve estimate of 1.6 million tonnes grading 5.5g/t gold is detailed in Table 5 below is predominately based on the 2009 Resource Estimate, notwithstanding a substantially increased Resource estimate which was announced in December 2010 (see below).

Even though this is based predominantly on the older resource, the new reserve highlights an overall increase from that estimated in October 2008, when taking into account actual mining of over 170,000 ounces of contained gold during this 2 year period.

Work is continuing in terms of additional mine planning and modelling of the new 2010 Resource which is expected to further increase the Reserves at Wiluna. Further updates on the Reserve are expected to be over the next few months.

The additional ore identified at Henry V North and Burgundy commented on page 1 of this report, have not been included in this Reserve estimate.

**TABLE 4 – WILUNA Reserve Statement as at October 2010.**

Lode	Probable			Total		
	000's Tonnes	Grade (g/t)	Contained Au 000's oz	000's Tonnes	Grade (g/t)	Contained Au 000's oz
Henry 5	169	5.7	31	169	5.7	31
Baldric	105	4.9	16	105	4.9	16
Henry 5 North	32	6.2	6	32	6.2	6
Woodley 200	59	5.8	11	59	5.8	11
Henry 5/Woodley/Bulletin	364	5.5	65	364	5.5	65
Burgundy	364	5.9	69	364	5.9	69
Calais	235	5.2	39	235	5.2	39
Burgundy/Calais	600	5.6	108	600	5.6	108
East Lode North	360	5.4	62	360	5.4	62
East Lode South	78	5.2	13	78	5.2	13
East Lode Total	438	5.3	75	438	5.3	75
Calvert	211	5.5	37	211	5.5	37
West Lode/Calvert Total	211	5.5	37	211	5.5	37
Wiluna Total	1,614	5.5	286	1,614	5.5	286
Previous Reserve (Oct.2008)	1,684	6.0	326	1,684	6.0	326

NOTES

The Reserve estimate account for all mining depletion up until 1st October 2010. The Reserve estimate excludes ROM stockpiles. Subtotals may not add up due to rounding. No additional information has been derived from the deposits at Wilsons or Youanmi and the reserves that were reported in the Annual Report for 2009, remain unchanged for these deposits.

RESOURCES

On 23rd December 2010, Apex announced a 38% increase in the global resource estimate for Wiluna to over 2.2 million ounces of gold. Of this, 5.4 million tonnes at 5.4g/t for 1.0 million ounces of gold is categorised as "Indicated". Details of this new Resource estimate which were included in the December announcement is provided in Table 5 below:



TABLE 5 – WILUNA Resource Statement as at October 2010

Lode	Indicated			Inferred			Total			Note
	Tonnes (000's)	Grade (g/t Au)	Contained gold (000's oz)	Tonnes (000's)	Grade (g/t Au)	Contained gold (000's oz)	Tonnes (000's)	Grade (g/t Au)	Contained gold (000's oz)	
Henry 5	321	7.5	77	101	3.8	12	422	6.6	90	1
Baldric	196	5.7	36	96	5.9	18	292	5.7	54	1
Henry 5 North	299	6.0	58	124	3.9	15	423	5.4	73	1
Woodley 200	317	5.6	57	18	6.0	3	335	5.7	61	1
Scroop	-	-	-	225	3.1	22	225	3.1	22	1
Bulletin	643	6.1	126	670	4.7	100	1,313	5.4	226	1
Lennon	40	7.4	10	13	8.2	3	53	7.6	13	1
Total Henry5/Woodley/Bulletin	1,816	6.2	364	1,247	4.4	175	3,063	5.5	539	
Burgundy	484	6.8	105	174	5.5	31	658	6.4	136	1
Calais 50/50H	440	6.4	90	89	6.8	19	529	6.4	109	1
Calais 100/90	574	5.2	97	151	3.8	19	724	4.9	115	1
Calais 150	57	4.6	8	-	-	-	57	4.6	8	1
Total Burgundy/Calais	1,554	6.0	300	414	5.2	69	1,968	5.8	369	
East Lode North	417	6.0	80	563	4.9	89	980	5.4	169	1
East Lode South	131	6.3	27	191	5.1	31	322	5.6	58	1
East Lode Main	463	5.2	77	1,174	5.4	203	1,638	5.3	280	1
Total East Lode	1,011	5.6	183	1,929	5.2	324	2,940	5.4	507	
West Lode Main	209	5.5	37	1,933	5.6	349	2,142	5.6	386	1
West Lode 1	116	4.2	16	902	4.6	135	1,019	4.6	150	1
Calvert	125	8.4	34	324	6.7	70	449	7.2	103	1
Total West Lode	450	6.0	87	3,159	5.4	553	3,609	5.5	640	
Essex	139	7.6	34	9	3.7	1	148	7.4	35	1
Lone Hand	73	5.6	13	169	7.7	42	242	7.1	55	2
North Pit	272	3.2	28	280	2.7	24	552	2.9	52	2
Queenie	69	3.8	9	125	3.4	14	194	3.6	22	2
Total other	553	4.7	83	583	4.3	81	1,136	4.5	164	
Wiluna Total Resources (Oct 10)	5,384	5.9	1,017	7,332	5.1	1,203	12,716	5.4	2,220	
<i>Previous Resource (October 2009)</i>	<i>3,460</i>	<i>6.9</i>	<i>763</i>	<i>4,570</i>	<i>5.8</i>	<i>849</i>	<i>8,030</i>	<i>6.2</i>	<i>1,612</i>	
Overall net increase year on year	1,924	4.1	254	2,762	4.0	354	4,686	4.0	608	

Notes

(1) 2g/t bottom cut off used for reporting

(2) 0.5g/t bottom cut used for reporting indicated and inferred oxide material; 2g/t bottom cut off used for reporting indicated transition and fresh material

For the sake of clarification there are no Measured Resources

Metal to ounces conversion uses 1 troy ounce = 31.103477g

CORPORATE

During the quarter, Apex sold its shareholding in Aphrodite Gold for \$1m as part of our declared strategy to maximise the value of non-core assets. The shares sold were part of the consideration for the sale by Apex of its Aphrodite project, which were released from ASX escrow toward the end of the December quarter.



Competent Person's statement for Ore Reserves Estimates

The Reserves have been estimated in accordance with the guidelines defined in the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code, 2004 Edition)

The information in this report is based on information compiled under the direction of Allan King, who is a member of the Australian Institute of Mining and Metallurgy. Mr King is a full time employee of Apex Minerals and has sufficient experience which is related to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr King consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Competent Person's statement for Ore Reserves Estimates

1. Resource estimated October 2010 by Mark Savage at a 2.0g/t Au lower cut off.
2. Resource estimated October 2010 by Mark Savage at a 0.5g/t Au lower cut off.

Appropriate rounding has been applied and subtotals may therefore not add up to totals.
All Apex Mineral resources are inclusive of Ore Reserves.

The information in this report that relates to Exploration Results and the Mineral Resources at Wiluna is based on information compiled by Mr. Mark Savage, who is a full time employee of Apex Minerals NL..

Mr Savage is a Member of the Australasian Institute of Mining and Metallurgy, and has sufficient experience of relevance to the styles of mineralization and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2004 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Savage consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

Reverse circulation (RC) drill samples are obtained by collecting meter samples via a three stage riffle or cone splitter, and diamond drill hole results are obtained from half NQ core or quarter HQ core sampled to geological boundaries where appropriate. Assay results are obtained from Intertek (formerly known as Genalysis) and ALS Chemex Laboratories in Perth. Samples are prepared using single stage pulverization of the entire sample. Gold assays are obtained using a 30g or 50g lead collection fire assay digest and atomic absorption spectrometry (AAS) analysis techniques. Multi-element analyses (arsenic, sulphur, iron, lead, zinc, bismuth, antimony and tellurium) are obtained using a four acid total digest and inductively coupled plasma optical emission spectrometry (ICP OES) analysis techniques. Full analytical quality assurance and quality control (QAQC) is achieved using a suite of certified standards, laboratory standards, field duplicates, laboratory duplicates, repeats, blanks and grind size analysis. Assays quoted in announcements may be of a preliminary nature. Assays used in resource estimates have undergone full QAQC. The spatial location of samples from surface holes is derived using a combination of surveyed grid co-ordinates and 3D differential GPS collar survey pickups, and Reflex single shot and gyroscopic down hole surveys. The spatial location of samples from underground holes is derived using surveyed rig setups and Reflex multi-shot down hole surveys. True widths are calculated using the mean dip and strike of the mineralization from 3D wireframe models and down hole surveys. Quoted drill intersections are based on situation specific criteria, which include using a lower cut-off of 1g/t or 2g/t gold and acceptable levels of internal dilution.

Mineral Resources have been estimated using standard accepted industry practices. All Resources have been estimated via Block Ordinary Kriging using 1m composite samples. Top cuts have been applied to the composites and are considered appropriate for the nature and style of mineralization in all cases. Directional grade variability was modelled for all zones based on 1m composites.

Geological and mineralization modelling has been achieved by 3D modelling of footwall and hanging wall structures. Block models have been developed for both deposits incorporating a suitable parent and sub block dimension to allow adequate volume resolution of modelled geology and mineralization. Grade interpolation (via Block Ordinary Kriging) was then undertaken using a multiple estimation pass strategy. Mineral Resources are quoted on the basis of situation specific lower cut-offs (LCOG) for underground resources and open pit resources. Where quoted, Mineral Resource and Ore Reserve tonnes and ounces are rounded to appropriate levels of precision, causing minor computational errors. Mineral Resources are classified on the basis of drill hole spacing, geological continuity and predictability, geo-statistical analysis of grade variability, sampling, analytical, spatial and density QAQC criteria and demonstrated amenability of mineralization style to proposed processing methods.



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

APEX MINERALS NL

ABN

22 098 612 974

Quarter ended ("current quarter")

31st December 2010

Consolidated statement of cash flows

Cash flows related to operating activities		Curent quarter	Year to date
		\$A'000	\$A'000
1.1	Receipts from product sales and related debtors	27,942	54,246
1.2	Payments for (a) exploration and evaluation (b) development (c) production (d) administration	(1,483) (5,979) (18,565) (1,078)	(2,163) (9,602) (41,257) (2,170)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	116	204
1.5	Interest and other costs of finance paid	(88)	(155)
1.6	Income taxes paid	-	-
1.7	Other	-	-
		865	(897)

Net Operating Cash Flows

Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - (430)	- - (1,160)
1.9	Proceeds from sale of: (a) prospects (b) available for sale investments (c) other fixed assets (d) other-hedging instruments	- 1,000 - -	- 1,000 - -
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other – costs of sale of prospects	-	-
		570	(160)
Net investing cash flows			
1.13	Total operating and investing cash flows (carried forward)	1,435	(1,057)



1.13	Total operating and investing cash flows (brought forward)	1,435	(1,057)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	5,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings (see note)	2,309	2,710
1.17	Repayment of borrowings	(1,029)	(1,029)
1.18	Dividends paid	-	-
1.19	Other – capital raising costs	-	(250)
	Other – finance lease liability	(1,956)	(5,350)
	Other–net payments for cash backed guarantees	70	70
	Net financing cash flows	(606)	1,151
	Net increase (decrease) in cash held	829	94
1.20	Cash at beginning of quarter/year to date	179	914
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter (see note)	1,008	1,008

NOTES

1.16 is funding for annual insurance premiums

1.22 excludes cash of \$5 million that is held in guarantees and environmental bonds and gold bullion of \$3 million

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	163
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	All payments to directors and associates are on normal commercial terms.	

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

Nil

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

-	-
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Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	450
4.2 Development	4,600
4.3 Production	17,500
4.4 Administration	1,200
Total	23,750

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	1,008	179
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,008	179

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.



	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				
7.2 Changes during quarter				
7.3 +Ordinary securities	3,567,819,915 19,125,000	3,567,819,915	N/A 20 cents	N/A 0.001 cents
7.4 Changes during quarter				
(a) Increases through issues	6	6	6 cents	6 cents
(b) Decreases through returns of capital, buy-backs				
7.5 Warrants	121	-	1 cent	1 cent
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				



7.7	Options	Number of Options	Exercise Price	Expiry Date
		Quoted		
		678,643,023	\$0.06	11-Nov-12
		Unquoted		
		1,500,000	\$0.20	3-Jul-11
		3,700,000	\$0.14	20-Jul-11
		75,000	\$0.45	30-Nov-11
		2,500,000	\$0.30	29-Jan-12
		1,525,000	\$0.65	1-Jun-12
		625,000	\$1.00	30-Jul-12
		100,000	\$1.30	11-Nov-12
		45,350,000	\$0.045	9-Apr-13
		491,000	\$1.30	11-May-13
		1,000,000	\$0.70	18-Jul-13
		50,000	\$0.50	1-Oct-13
		18,750,000	\$0.045	27-Oct-13
		20,000,000	\$0.04	28-Oct-13
7,550,000	\$0.045	4-Dec-13		
620,000	\$0.45	9-Feb-14		
970,000	\$0.30	21-Jun-14		
7.8	Issued during quarter	Number of Options	Exercise Price	Expiry Date
		Unquoted		
		18,750,000	\$0.045	27-Oct-13
		20,000,000	\$0.04	28-Oct-13
7.9	Exercised during quarter	7,550,000	\$0.045	4-Dec-13
		Quoted		
		6	\$0.06	11-Nov-12
7.10	Expired/cancelled during quarter	Number of Options	Exercise Price	Expiry Date
		1,000,000	\$0.14	20-Jul-11
		400,000	\$0.45	30-Nov-11
		1,150,000	\$0.65	01-Jun-12
		6,250,000	\$0.045	9-Apr-13
		80,000	\$1.30	11-May-13
		75,000	\$0.45	09-Feb-14
		255,000	\$0.30	21-Jun-14
7.11	Debentures (<i>totals only</i>)			
7.12	Unsecured notes (<i>totals only</i>)			

+ See chapter 19 for defined terms.

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).



2 This statement does give a true and fair view of the matters disclosed.

A handwritten signature in black ink, appearing to read "Mark Ashley".

Sign here:
(Director/Company secretary)

Date: 2^{1st} January 2011

Print name: Mark Ashley

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.