



24 October 2011

Manager of Company Announcements
Australian Securities Exchange
Level 6, 20 Bridge Street
Sydney NSW 2000

By E-Lodgement

QUARTERLY REPORT

Period Ended 30 September 2011

September 2011 Quarter – Highlights

- 30% Project Milestone Achieved
- \$2.2m Capital Raising completed
- Planned acquisition of High Grade Sapes Gold Project

Exploration Projects

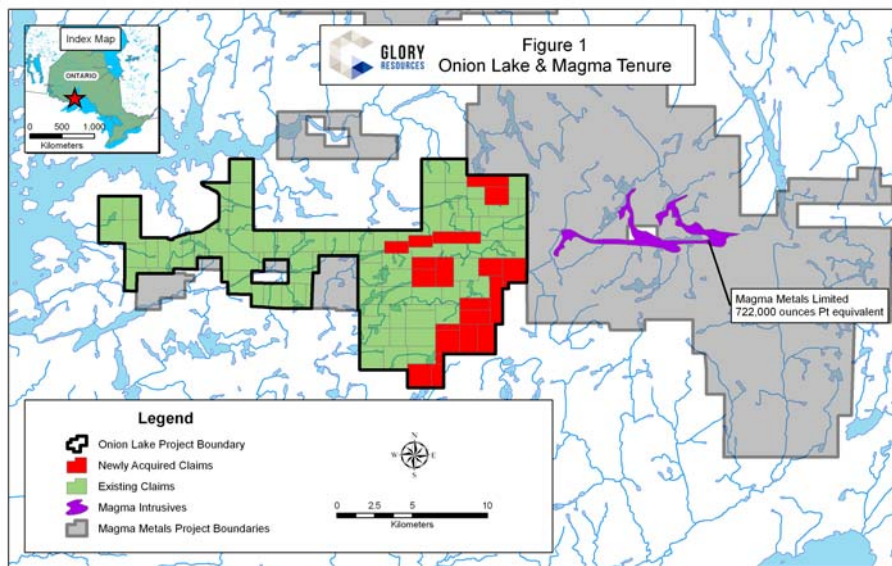
▪ Onion Lake Project

During the quarter, the Company met its initial joint venture obligations and is now the beneficial owner of a 30% interest in the Company's Onion Lake Project in Ontario, Canada (**Onion Lake Project**). The Onion Lake Project is located within the North American Mid-Continental Rift - a highly mineralised geological setting that hosts several world-class nickel, copper and Platinum Group Metals (**PGM**) deposits. The Onion Lake Project immediately adjoins the Magma Metals Ltd (**Magma (ASX:MMW)**) landholding where exploration has identified a new platinum group metals and associated nickel-copper (PGM-Ni-Cu) trend with a defined mineral resource of 732,000oz Pt equivalent (refer to Figure 1).

Going forward, the Company intends to earn an additional 30% interest in the Onion Lake Project in accordance with the terms of its joint venture arrangements. Subsequently, Glory is planning a second phase exploration campaign consisting of over 3,500m of diamond drilling and detailed geophysical surveys at Onion Lake.

▪ Eagle Lake Project (Gold) & Way Lake Project (PGM-Ni-Cu)

During the quarter the Eagle Lake & Way Lake projects were subject to a geological review, interpretation and targeting study to assist in the development of exploration programs. Further Field work is planned in the next quarter.



Sapes Gold Project

During the quarter, the Company entered into an agreement to acquire 100% of the Sapes Gold Project from Cape Lambert Resources Limited, in northeast Greece. The acquisition is subject to a number of conditions precedent including;

- the Company completing financial and legal due diligence on the Sapes Gold Project;
- the Company completing a placement of Shares to raise a minimum of AUD\$42,500,000 (**Capital Raising**);
- the Company obtaining all necessary shareholder approvals required by the Corporations Act and the ASX Listing Rules in relation to the Acquisition and the Capital Raising including recompliance with Chapters 1 and 2 of ASX Listing Rules; and
- all relevant consents and approvals including (but not limited to) approval from the Greek government and authorities for the Acquisition being obtained on terms acceptable to the Company.

Corporate

During the quarter the Company successfully raised A\$2.2 million by way of a placement to sophisticated investors lead by Max Capital Pty Ltd. The placement was priced at 17 cents per share and a total of \$2.2m was raised with 12,943,178 shares issued.

Competent person statement

The information in this report that relates to exploration results is based on information compiled by Mr Bernard Aylward. Mr Aylward is a Technical Director of Glory Resources Limited. Mr Aylward is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Aylward consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Appendix 5B

Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

GLORY RESOURCES

ABN

38 142 870 102

Quarter ended ("current quarter")

30 September 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation	(188)	(188)
(b) development		
(c) administration	(174)	(174)
(d) production		
1.3 Dividends received		
1.4 Interest and other items of a similar nature received		
1.5 Interest and other costs of finance paid	34	34
1.6 Income taxes paid		
1.7 Other (provide details if material)		
Net Operating Cash Flows	(328)	(328)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects		
(b) equity investments		
(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		
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(328)	(328)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(328)	(328)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	2,200	2,200
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 Cost of Issue	(132)	(132)
	Net financing cash flows	2,068	2,068
	Net increase (decrease) in cash held	1,740	1,740
1.20	Cash at beginning of quarter/year to date		
1.21	Exchange rate adjustments to item 1.20	1,907	1,907
1.22	Cash at end of quarter	3,647	3,647

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	16
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

Payments of Directors Fees and Remuneration	\$16,350
Payments to Director Related Companies	Nil

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

Nil

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

+ 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	
4.2 Development	
4.3 Production	
4.4 Administration	
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	3,647	1,907
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	3,647	1,907

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>	Nil			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3	+Ordinary securities	37,818,179	32,093,179		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	12,943,178			
7.5	+Convertible debt securities <i>(description)</i>	Nil			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil			
7.7	Options <i>(description and conversion factor)</i>	200,000	Nil	\$0.30	Nil
		15,000,000	Nil	\$0.17	Nil
7.8	Issued during quarter	15,000,000	Nil	\$0.17	Nil
7.9	Exercised during quarter	Nil	Nil		

+ See chapter 19 for defined terms.

7.10	Expired during quarter	Nil	Nil		
7.11	Debentures <i>(totals only)</i>	Nil	Nil		
7.12	Unsecured notes <i>(totals only)</i>	Nil			

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 5).
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.



24 October 2011

Sign here: Date:
(Director/~~Company secretary~~)
Jeremy King

Print name:

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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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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