

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

SCANDINAVIAN RESOURCES LTD

ABN

99 132 035 842

Quarter ended ("current quarter")

30 JUNE 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(2,537)	(4,446)
(b) development	-	-
(c) production	-	-
(d) administration	(85)	(729)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	4	79
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(2,618)	(5,096)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	(473)	(4,844)
(b) equity investments	-	-
(c) other fixed assets	(17)	(109)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	(14)
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(490)	(4,967)
1.13 Total operating and investing cash flows (carried forward)	(3,108)	(10,063)

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1.13	Total operating and investing cash flows (brought forward)	(3,108)	(10,063)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	391	806
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	2,105	3,650
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (share issue costs)	(16)	(17)
	Net financing cash flows	2,480	4,439
	Net increase (decrease) in cash held	(628)	(5,624)
1.20	Cash at beginning of quarter/year to date	771	5,755
1.21	Exchange rate adjustments to item 1.20	(7)	5
1.22	Cash at end of quarter	136	136
		(Refer 3.1 for finance facilities in place)	(Refer 3.1 for finance facilities in place)

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	20
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Payment of Executive and Non-executive director fees.

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	10,000 ⁽⁶⁾	3,650
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,500
4.2 Development	-
4.3 Production	-
4.4 Administration	200
Total	1,700

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	136	771
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	136 (Refer 3.1 for finance facilities in place)	771

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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			
6.2	Interests in mining tenements acquired or increased	Gäddmyr nr 4 Kaalasjärvi nr 1 Lannavaara nr 8 Piedjastjåkko nr 6 Pirttivuopio nr 1 Rakkurijärvi nr 3 Saivo nr 2 Salmijärvi nr 1 Tervakoski nr 3 Tornefors nr 1 Villenjärvi nr 1 Vaddas 1-10	Application Application Application Application Application Application Application Application Application Application Application Application	0% 0% 0% 0% 0% 0% 0% 0% 0% 0% 0% 0%

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	74,779,496	54,646,161	-

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7.4	Changes during quarter				
	(a) Increases through issues	1,565,500	1,565,500	25 cents per share (On exercise of 31 October 2011 listed options)	25 cents per share (On exercise of 31 October 2011 listed options)
		8,200,000	8,200,000	Nil	Nil
	(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>
		-	30,579,468	25 Cents	31 October 2011
		8,533,340	-	20 Cents	31 October 2012
		20,133,334	-	20 Cents	31 October 2012 (Escrowed to 21 April 2012)
		2,500,000	-	20 Cents	31 August 2011 (Escrowed to 21 April 2012)
		400,000	-	25 Cents	30 June 2013
		300,000	-	50 Cents	30 June 2013
		300,000	-	75 Cents	30 June 2013
		1,500,000	-	20 Cents	31 October 2012
		500,000	-	40 Cents	15 December 2012
		1,000,000	-	40 Cents	1 February 2013
7.8	Issued during quarter	-	-	-	-
7.9	Exercised during quarter	1,565,500	1,565,500	25 cents	25cents
7.10	Expired during quarter	-	-	-	-
7.11	Debentures (<i>totals only</i>)	-	-		
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.



Damian Hicks
Chairman
29/07/2011

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.
- 6 Details of loan facilities can be found in announcements released to the ASX on 15 November 2010 (ScanRes - Anglo American and Rio Tinto), 29 December 2010 (ScanRes - Funding and Iron Exploration), 8 February 2011 (ScanRes - Option Exercise and Funding Update) and 10 February 2011 (ScanRes - Funding Update and Option Exercise)

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