

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

East Coast Minerals NL

ABN

82 000 738 885

Quarter ended ("current quarter")

31 December 2011

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(89)	(111)
(b) development	-	-
(c) production	-	-
(d) administration (including costs associated with acquisition of Austrian project.	(644)	(1,151)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	8	20
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other;	-	-
Net Operating Cash Flows	(725)	(1,242)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	(651)	(652)
(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 (Repayment of loans to Exchange Minerals Ltd and representing payments in connection with the proposed acquisition of Potash Holdings Pty Ltd)	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (Opening balances of ECM Lithium subsidiaries);	1,400	1,400
Net investing cash flows	749	748
1.13 Total operating and investing cash flows (carried forward)	24	(494)

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1.13	Total operating and investing cash flows (brought forward)	24	(494)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	481	481
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)	-	-
	Net financing cash flows	481	481
	Net increase (decrease) in cash held	505	(13)
1.20	Cash at beginning of quarter/year to date	815	1,333
1.21	Exchange rate adjustments to item 1.20	(69)	(69)
1.22	Cash at end of quarter	1,251	1,251

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	175
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payments to related parties include consulting fees and Directors fees.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets liabilities but did not involve cash flows

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2.2 Details of outlays made by other entities to establish or increase their share in projects in which the re 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	-	-
3.2	Credit standby arrangements	-	-

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Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	182
4.2	Development	-
4.3	Production	-
4.4	Administration	173
Total		355

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	1,131	64
5.2 Deposits at call	120	751
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,251	815

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	Wolfsberg Project	-	80%
		78 exploration licenses near Wolfsberg Austria		

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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 (description)				
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 *Ordinary securities	40,967,538 420,912,999	420,912,999	8 cents Fully paid	2 cents Fully Paid
7.4 Changes during quarter				
(a) Increases through issues	152,026,413	152,026,413	N/A	N/A
(b) Decreases through returns of capital, buy-backs				
7.5 *Convertible debt securities (description)	32,000,000 (Convertible Redeemable Shares issued at \$0.014)	-	\$0.014	N/A
7.6 Changes during quarter				
(a) Increases through issues	32,000,000 (Convertible Redeemable Shares issued at \$0.014)	-	-	-
(b) Decreases through securities matured, converted	-	-	-	-
7.7 Options (description and conversion factor)			Exercise price	Expiry date
	6,250,000 (Options to acquire 6,250,000 partly paid 'A' shares of 9 cents credited as paid to 1 cent, leaving 8 cents outstanding)		No cash amount	27 Nov 2012
	5,000,000 (Options to acquire 5m partly paid 'A' shares of 9 cents credited as paid to 1 cent, leaving 8 cents outstanding)		No cash amount	30 Apr 2013
	77,054,658 (options to acquire fully paid shares)		4 cents	14 Jul 2013
	12,000,000 (options to acquire fully paid shares)		4 cents	8 Dec 2013
	5,000,000 (options to acquire fully paid shares)		4 cents	31 Dec 2013

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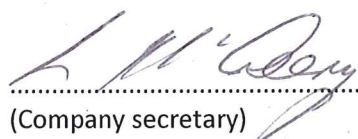
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7.8	Issued during quarter	5,000,000 (options to acquire fully paid shares)	-	4 cents	31 Dec 2013-
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	3,000,000 (Options to acquire 3m partly paid shares of 9 cents credited as paid to 1 cent, leaving 8 cents outstanding)	-	No cash amount	31 Oct 2011
		3,000,000 (options to acquire 3m fully paid shares)	-	20 cents	21 Dec 2011
7.11	Debentures <i>(totals only)</i>	-	-		
7.12	Unsecured notes <i>(totals only)</i>	-	-		

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 give a true and fair view of the matters disclosed.

Sign here:



..... Date: 31 January 2012

(Company secretary)

Print name:

Lynton McCreery

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.

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- 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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