



QUARTERLY REPORT

DECEMBER 2012

HIGHLIGHTS

- Drilling confirmed gold present at Coronado Prospect.
- Surface sampling discovers wide spread mineralisation throughout project area.
- Permitting under way for drilling on new targets.
- Land position increased to over 9,300 acres.

Figure 1 Current Utah project location.



OPERATIONAL

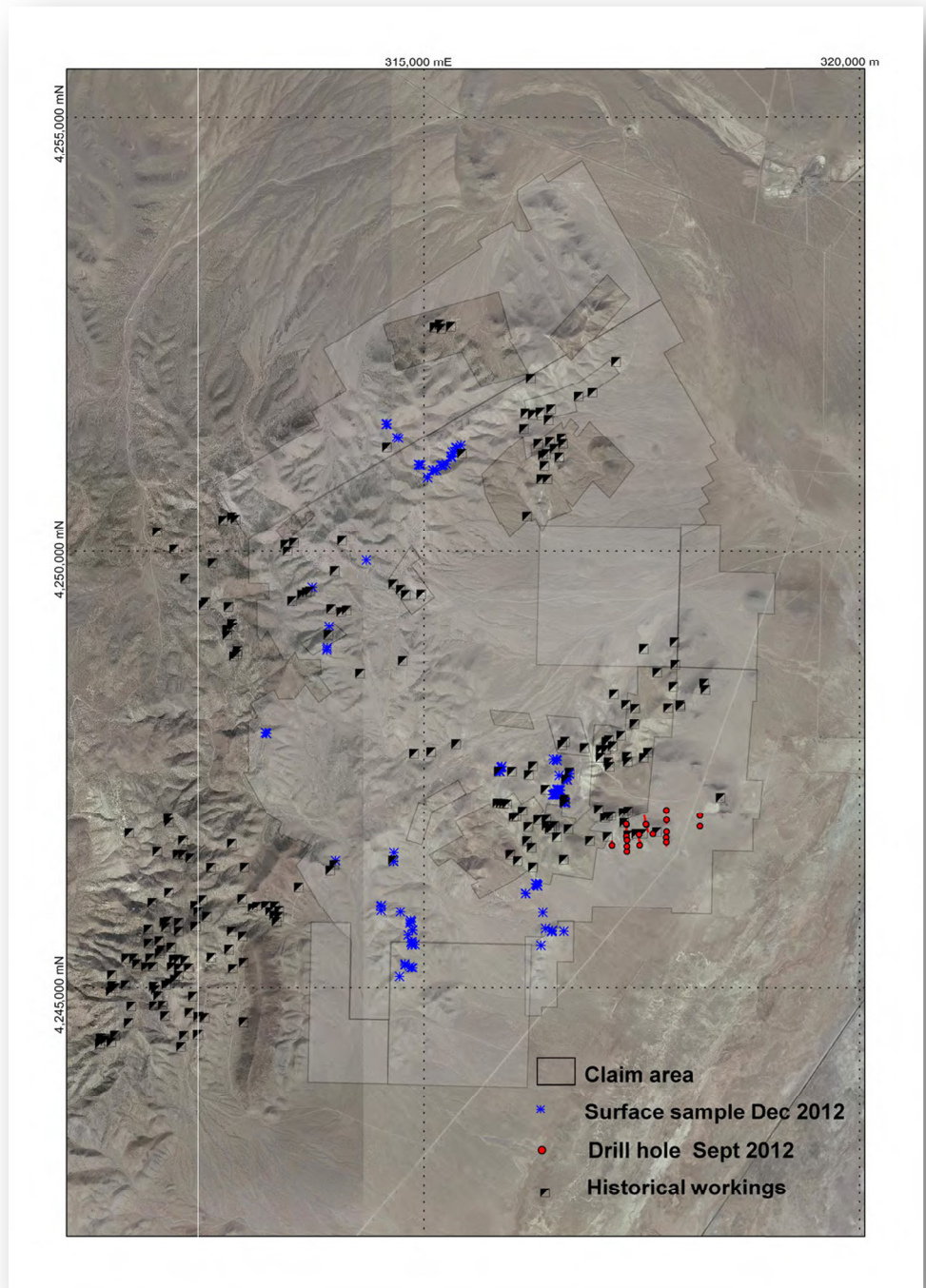
Elephant Canyon gold copper Project. (JV with Escalante Star LLC in which Firestrike Resources Limited can earn up to 80%).

Firestrike Resources Limited has released the results from 1,900 metres (for 1,800 samples) of reverse circulation drilling at the Coronado prospect Elephant Canyon, Utah. The drilling sought to confirm gold and copper mineralisation at one of many drill ready targets on the property previously identified from anomalous copper and gold in surface sampling. (ASX release dated 2nd August 2012).

Results from this initial phase of drilling are in line with expectations for an early stage exploration target, displaying a tenor of grade anticipated for a potential porphyry style (bulk tonnage low grade) deposit. FSRC12-19 intersected 44 feet at 0.72g/t gold incl. 8 feet at 1.9 g/t and 4 feet at 1.4 g/t. FSRC -11; 16 feet at 0.14g/t gold, FRC 12 -16; 16 feet at 0.24g/t gold, whilst FSRC12-14 included 4 feet at 0.20% copper and FSRC12-10 4 feet at 0.19% Copper. (Full results shown in ASX release dated 26th November 2012).

In addition to completing drilling this quarter, the Company conducted repeat sampling at other prospects within the project area as a pre cursor to any further drilling. This work was to confirm historical data generated by the Project's vendors. The work resulted in further mapping and the collection of approx. 245 samples and was completed by an independent consulting Geologist. The initial field observations suggest significant widespread copper and silver mineralisation is present and has been identified at numerous prospects to the north, west and south.

The Company is confident that further drilling is likely to be rewarded with exploration success at these locations.



Elephant Canyon is a copper – gold – silver project located within the Star Range, near Milford Utah, USA. The region was the site of intense mining activity until the mid-1960's. Milford up to that time was largely a mining based community.

The area has historically produced lead, zinc, copper, gold and silver. Its genesis is recognised as intrusive related with skarn mineralisation present within overlying limestone and potentially higher grade copper and gold within fissures and vein systems.

Distinct alteration zones about the identified granite stocks support a porphyry type intrusive model, which although numerous workings exist, has had little modern day exploration activity.

Under the terms of the JV the company can earn up to 80% by taking the project through to a preliminary economic assessment (Pre-feasibility Study), see Annual Report for further details. Firestrike Resources is the Manager for the Joint Venture.

The exploration focus has now expanded to include copper identified in skarn and copper-gold-silver in fissure vein systems found at prospects to the west, south and north.

The Company is focusing on these extensive areas of copper and silver mineralisation and is looking to complete the drilling permit process with the Bureau of Land Management in Utah shortly. Successful permitting will enable drilling to recommence as soon as possible in the New Year.

About Utah

Utah is understood by the Company to be a “mine friendly” state with no state royalties and minimum statutory obligations imposed upon exploration and mining. The State has significant mining activity from gold and copper through uranium and fossil fuels including coal oil and gas production. (See web site for State map depicting the mineral resources of Utah).

The Project area itself is close to State highways and within 2 kilometres of the township of Milford which is a major railhead for the Union Pacific Railway. In terms of infrastructure the property has electrical power and gas supply lines passing through the far eastern margin and is less than four hours travel by road from the State's capital Salt Lake City,

Grants Creek Project P80/1576, 1577, 1578, 1579, 1580, 1582, 1760. (100% Firestrike Resources Limited)

Currently the company is still in the process of completing statutory requirements in preparation for a possible drill programme and is looking with plans to commence drilling once the statutory Heritage requirements are completed.

Angelo Project, Halls Creek E80/2707 (100% Firestrike Resources Limited)

In conjunction with the ongoing work for Grants Creek, the Angelo Project still considered suitable for first phase RAB/Aircore drilling once all Heritage issues are successfully resolved. Work is progressing on completion of the statutory access requirements and provisional aircore rigs are currently being sought to meet with the company's new timetable.

OTHER ACTIVITIES

The board has been actively involved in reviewing and appraising other global resource projects presented to the Company that were considered to offer the opportunity to grow shareholder wealth.

Disclaimer

The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr D. J. Holden who is the Managing Director of the company. Mr Holden is a Chartered Professional Member of The Australian Institute of Mining and Metallurgy, with over 25 years' experience in the mining industry. Mr Holden has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Holden consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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

Firestrike Resources Limited

ABN

84 149 796 332

Quarter ended ("current quarter")

31 December 2012

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 & evaluation	(502)	(947)
(b) development	-	-
(c) production	-	-
(d) administration	(101)	(234)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	13	32
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other - tenement rehabilitation bond (refundable)	-	(44)
Net Operating Cash Flows	(590)	(1,193)
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)	(590)	(1,193)

1.13	Total operating and investing cash flows (brought forward)	(590)	(1,193)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 – Capital Raising costs	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(590)	(1,193)
1.20	Cash at beginning of quarter/year to date	1,706	2,309
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,116	1,116

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
1.2 Aggregate amount of payments to the parties included in item 1.2	73
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Consulting fees and salaries

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

Not Applicable

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

Not Applicable

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	-	-

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	150
4.2	Development	-
4.3	Production	-
4.4	Administration	110
Total		260

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	45	646
5.2	Deposits at call	1,071	1,060
5.3	Bank overdraft		
5.4	Other (provide details)		
Total: cash at end of quarter (item 1.22)		1,116	1,706

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		

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	32,000,000	22,400,000		
7.4 Changes during quarter (a) Increases through issues (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>	9,500,000 9,500,000		<i>Exercise price</i> 25 cents 50 cents	<i>Expiry date</i> 31 December 2015 31 December 2015
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 30/01/2013
Print name: Philip Re

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.