



QUARTERLY ACTIVITIES REPORT for the period ended 31 December 2010

HIGHLIGHTS

highlights
<ul style="list-style-type: none">➤ A\$1,090,000 capital raised (before costs) approved by shareholders at the Company's recent AGM➤ relocated its operational infrastructure to a new data centre in East Perth and its administrative offices to Victoria Park➤ received A\$530,000 (ex GST) from a third party as cash consideration for the sale of the residual Data Centre fitout and the assignment of the Westcentre premises lease➤ 2010 Annual General Meeting held on 30 Nov 10➤ 2010 Annual Report released➤ Rare Earth investment acquisition completed in Dec 10

TECHNOLOGY (matters subsequent to 31 December 2010)

No matters subsequent.

CORPORATE (matters subsequent to 31 December 2010)

No matters subsequent.

INVESTMENT

Universal Rare Earths Pty Ltd

On the 15th December 2011 Datamotion Asia Pacific Limited (DMN) completed the acquisition of Universal Rare Earths Pty Ltd (URE). This included the completion of the 3 farm-out agreements between URE and Oroya Mining Ltd (Oroya).

Under the Terms of an amended Share Purchase Agreement, DMN acquired from Oroya all of the issued capital of URE by the payment of \$1,000 and the issue of 150,000,000 fully paid DMN shares to satisfy URE's obligation to reimburse Oroya's previous project expenditure.

The three projects subject to the farm out agreements via URE are the Mt Barrett project in Western Australia (includes Mt Barrett Rare Earth's target), Pambula Gold project and Moruya Gold project which are both located in south eastern New South Wales.

Mt Barrett Project (WA:E38/2053)

Under the Terms of the joint venture agreement, URE must spend \$300,000 within 3 months to evaluate the M12 target. URE can then earn a 70% interest in the project by a further spend of \$2 million. After earning 70%, Oroya will be free carried with 30% to completion of a bankable feasibility study and decision to mine.

Moruya Project (NSW:E6746, E6747)

URE can earn 70% in the project by sole funding all expenditure for a bankable feasibility study and all the Mining Act expenditure requirements until a decision to mine.

Pambula Project (NSW: E6716, E6713)

URE can earn 70% in the project by sole funding all expenditure for a bankable feasibility study and all the Mining Act expenditure requirements until a decision to mine.

Mt Barrett Project (WA:E38/2053): Earning 70%

The final report from Southern Geoscience Consultants (SGC) was received which compares geophysical data over the Mt Weld Rare Earths Deposit (Lynas Corp Ltd) and the Mt Barrett Bullseye Style Magnetic Anomaly. This report was released to the ASX on the 28th January 2011 and is available at www.datamotion.asia or the ASX company announcement page for DMN and Oroya.

DMN fulfilled its option period requirement by contributing \$300,000 to the exploration expenditure and began its earning phase for the 70% interest.

The Joint Venture Operating Committee has appointed Oroya as the operator of the project. A pre-drilling gravity survey is proposed prior to rig mobilisation in the first quarter of 2011. The total budget for this program including drilling is \$450,000.

Moruya Project (NSW:E6746, E6747): Earning 70%

The Moruya Gold Project is located near the town of Moruya on the east coast of New South Wales and comprises 2 exploration licences on an historic goldfield. The project is now managed by URE.

Oroya completed the final stage of regional drainage geochemistry programs at the Moruya Gold Project in New South Wales using bulk leach extractable gold (BLEG) and stream sediment multi-element analytical techniques (Figure 1).

Oroya's main exploration target at Moruya is large tonnage gold deposits in high-grade quartz veins/stockwork vein systems associated with granite intrusions (Cadia Hill-style).

During the recent survey, a further 35 BLEG gold samples were collected at 34 sites with 36 "multi-element, minus 80 mesh sieved" (ME) samples collected from 35 sites. A number of orientation soil lines were also sampled at 50 metre intervals.

Three of the four Target Areas previously defined have now been identified as "high priority targets" and drill testing is expected in 2011 following-up soil sampling and geological mapping. The three high priority targets are Wagonga (Target Area A), Upper Makins Creek (Target Area B) and Bimbimbie zone of Target Area D.

Target Area A

The Wagonga drainage sampling was already completed prior to the latest work but additional sampling has returned strongly anomalous results with ME samples up to 360 ppb gold and up to 101 ppm arsenic.

Target Area B

Drainage results defined a new distinctly anomalous area in the headwaters of Makins Creek. A strongly anomalous BLEG value of 341 ppb gold is supported by other BLEG results and by strong to moderate ME values of up to 80 ppb gold. The anomaly is supported by anomalous arsenic, antimony and molybdenum.

Target Area C

Drainage sampling was almost completed in the southern Donkey Hill fracture zone area with anomalous values to 58 ppb gold. Further sampling returned ME results of 2.5 and 2.1 ppb gold closing off the anomaly.

Target Area D

This northern granite area is best considered as two areas, the extreme northwest of the tenements north of Mogendoura mine and the area around Mogendoura itself.

Previous results in the north western tenement area returned highly anomalous values up to 320 ppb gold low-level BLEG and ME results of 2.5 ppb were returned in the current work, closing of the anomalous area.

In the Mogendoura area, moderate to low-level ME anomalies to 12 ppb gold and BLEG to 4.8 ppb gold with anomalous arsenic supporting previous anomalous gold results.

Soil Sampling

A number of initial orientation soil lines were sampled over various anomalies confirming the effectiveness of the method. One line sampled 1800 metres north of the Bimbimbie mine identified a distinct and significant BLEG anomaly peaking with adjacent samples of 147 ppb and 105 ppb gold.

Drill Targets

The highest priority targets indicated are Wagonga in Target Area A, The upper Makins Creek area of Target Area B and the Bimbimbie zone of Target Area D.

Follow-up soil sampling and geological mapping of the highest priority targets will generate drill targets for testing in 201. Other anomalous areas require further evaluation.

Pambula (NSW: E6716, E6713)

The Pambula Gold Project is located about 10 kilometres southeast of Bega in south-eastern coastal New South Wales. The project is now managed by URE.

Oroya is exploring the project for large tonnage disseminated epithermal gold-pyrite mineralisation hosted by rhyolitic and basaltic volcanics and associated sediments of the Late Devonian Boyd Volcanic Complex.

During the recent survey, Oroya collected 60 BLEG samples from 60 sites and 35 ME samples from 35 sites to complete the main regional sampling of the project.

Drainage (stream sediment) sampling by Oroya at Pambula has identified the Wolumla area and the anomalous area west of Pambula as the main targets. However, further follow-up sampling west of area 3 and the far south of area 4 still require minor drainage sampling (Figure 2).

Area 1

Area 1 is an anomalous area extending immediately westward from the historical Wolumla goldfield and returned anomalous BLEG values up to 19.3 ppb gold adjacent to area that previously returned values up to 46 ppb gold. The latest results are also supported by anomalous arsenic and copper.

Area 2

This area north and west of Pambula returned a BLEG anomaly of 11 ppb gld. Anomalous results of 8 and 6 ppb gold west of Pambula are supported by arsenic to 19 ppm, copper to 62 ppm and more importantly, zinc to 664 ppm.

Areas 3& 4

These areas are essentially continuous so they are discussed together, anomalous values to 29 ppb BLEG gold were returned from the recent sampling but further sampling is required. Further south, ME values to 6.5 ppb gold are supported by anomalous arsenic and lead and another anomalous ME sample of 5.7 ppb gold is supported by anomalous copper, lead, arsenic and zinc.

The 2 main target areas are the Wolumla area in Area 1 and the anomalous area west of Pambula. Further drainage sampling is required to fully define these prospective areas. However, it is expected that following this work, soil sampling and mapping will generate drill targets in 2011.

EXPENDITURE

The Pro forma Statement of Consolidated Cash Flows is provided in a separate report.

Dated this 31st day of January 2011.

Signed on behalf of the Board of DataMotion Asia Pacific Limited

Joshua Wellisch
Director & Company Secretary
DATAMOTION ASIA PACIFIC LIMITED

DECLARATION OF COMPETENCY

The information in this report that relates to Exploration results for Moruya and Pambula projects is based on information compiled by Mr T. J. Carter, a member of the Australasian Institute of Mining and Metallurgy and a consultant and former employee of Oroya Mining Limited. Mr Carter 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 Carter consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

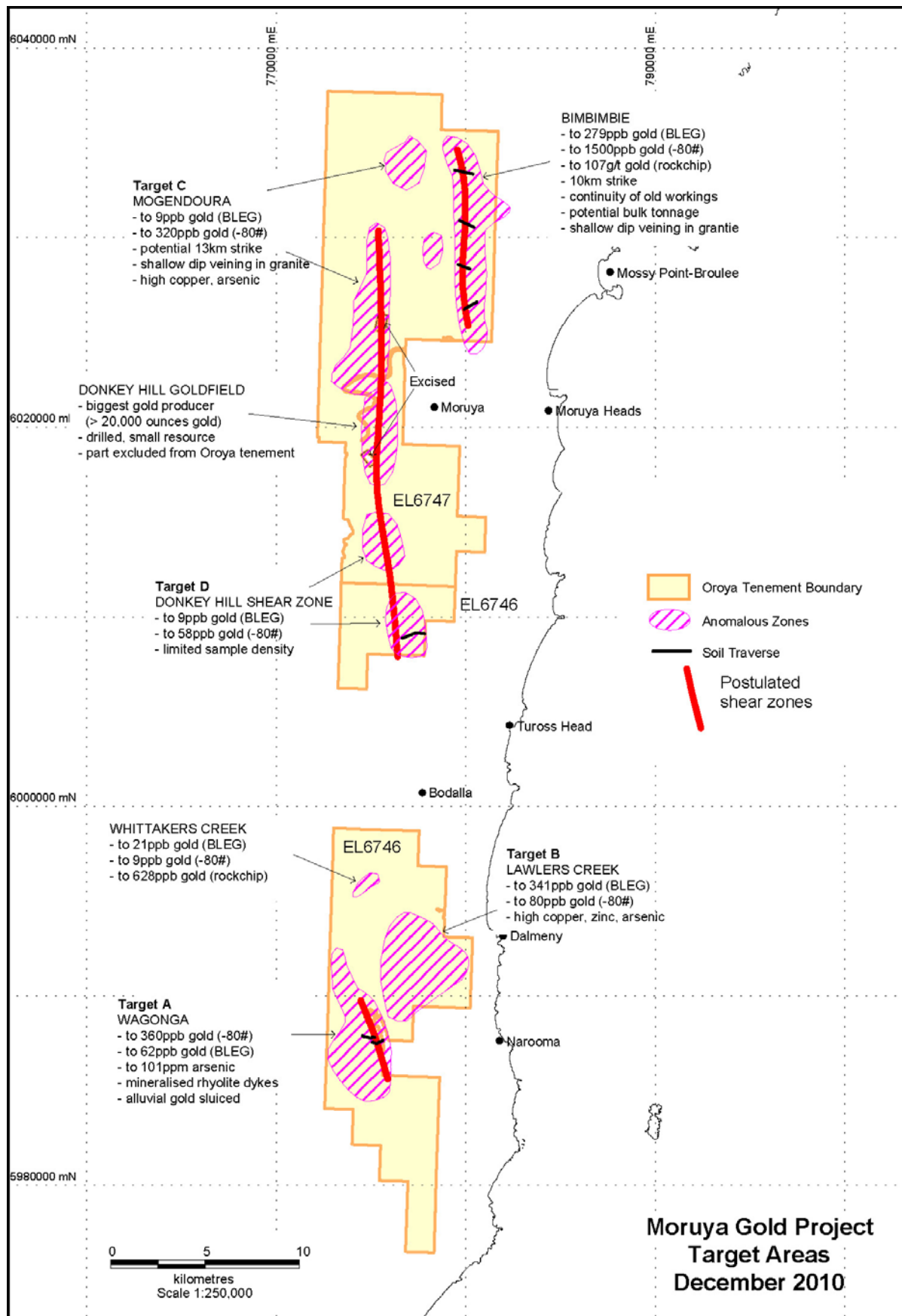


Figure 1. Moruya Target Areas

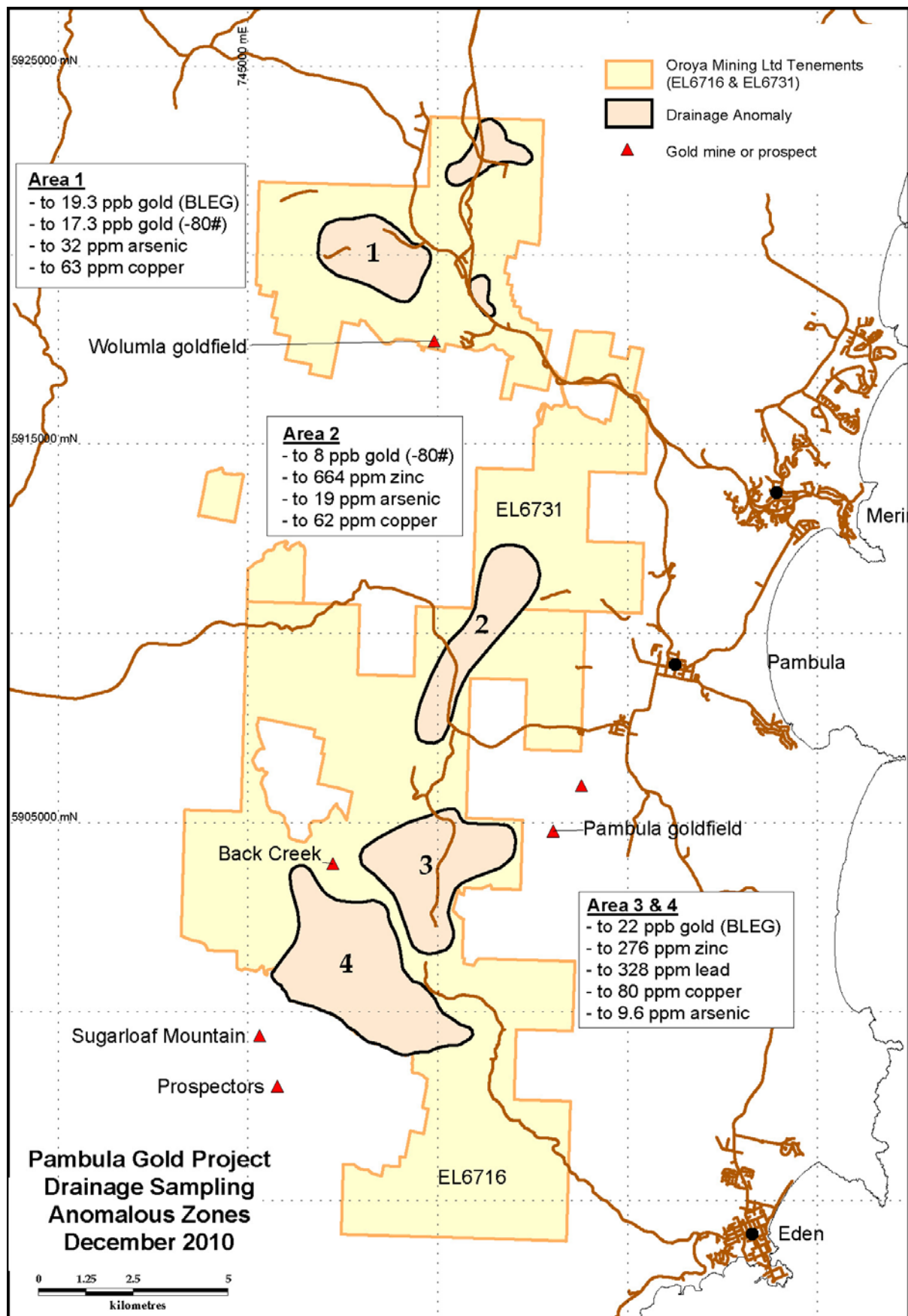


Figure 2. Pambula Target Areas