

## **Quarterly Report – June 2010**

### **Highlights**

#### **Exploration**

During the June quarter the Company commenced field activities at the Murphy and North Maureen projects, in collaboration with Japan's JOGMEC.

##### **Murphy - NT**

- Additional drill funding of \$30,000 awarded under the NT Government "Bringing Forward Discovery" program, for drilling of the Goblin target on the Murphy project.

##### **North Maureen - QLD**

- Regional field reconnaissance discovered a new, partially covered, 500 m long uranium-bearing and polymetallic quartz breccia zone, with:
  - Anomalous rock chip samples up to 760ppm U<sub>3</sub>O<sub>8</sub>, 1.1% Cu, 0.68 g/t Au, 206 g/t. Ag;
  - Soil sampling confirming the mineralised zone has potential for down dip extensions;
  - Potential extensions of the zone for "unconformity style" mineralisation, under cover.

#### **Corporate**

- High priority efforts continued for the acquisition of an advanced project, though no final agreement was reached.
- Cash \$2.7 million as at 30 June 2010.

#### **Planned Activities for 2010**

Exploration expenditure of \$1,100,000 planned for 2010 season on Murphy and North Maureen projects, all funded by the JV partner. Acquisition of an advanced project remains a high priority, and there are currently a number of projects in active review.

##### **Murphy**

- Exploration planned for Murphy during the coming quarter includes a regional airborne electromagnetic survey in the western part of the Murphy area and covering the UC19 and UC17 target areas.

##### **North Maureen**

- In the September quarter, the Company intends to carry out field-based follow-up of the encouraging results received in the first reconnaissance phase, and to complete

the analysis of the field reconnaissance program data in order to generate prioritised uranium drill targets.

### **Murphy Project**

*(Bondi 100%)*

During the quarter, the NT Department of Mineral Resources informed the Company that its application for drill funding for the Goblin target in the Murphy Project was successful. The Department will provide up to \$30,000 in matching drill funds under its Bringing Forward Discovery Program.

Consultants also completed forward modeling of a planned airborne geophysical GEOTEM survey, which is planned for later in this year. The modeling showed that GEOTEM will be an appropriate technique to identify carbonaceous and conductive rocks at the expected depths in the survey.

The Murphy Project, Northern Territory, is the southern extension of the Alligator Rivers Uranium field and has identical geological ingredients to the district that hosts 750 million lbs of high-grade uranium mineralisation further to the north.

### **Murphy Project - 2010 Program**

In 2010, exploration will focus on the UC19 and the Murphy West areas, which lie on a WSW trending unconformity between the Murphy Inlier metasediments and the overlying Westmoreland conglomerates and sandstones. The target is uranium/copper mineralisation at UC19 and uranium mineralisation associated with the Emu Fault Zone at UC17.

A large Airborne Electromagnetic (AEM) survey comprising a total of 2,200 line kilometres is planned for the Murphy West area (1600 line-km), the UC19 area (400 line-km) and the UC17 area (200 line-km) in the September quarter. Refer to Figure 2 for a plan showing the proposed survey area. Exploration conducted in 2009 confirmed the presence of black shales within the Murphy Inlier sediments and close to the unconformity, which are favourable for hosting uranium mineralisation. The aim of the AEM survey at Murphy West is to define the location, depth and extent of basement conductors, which represent the black shale horizons. These conductors will be interpreted and form the basis of future drilling programs.

The aim of the AEM surveys at UC19 and UC17 targets is to locate more subtle alteration haloes surrounding a buried uranium deposit(s).

### **North Maureen Project**

*(Bondi 100%)*

During the June quarter, a helicopter-supported field reconnaissance program, which was following up geophysical and radiometric targets, located a partially exposed ferruginous quartz breccia zone at Native Creek; approximately 25km north of the Maureen uranium deposit.

The Native Creek Breccia occurs within Proterozoic altered metasediments and the unconformity between the Proterozoic basement and overlying Carboniferous rhyolitic volcanics outcrops to the east and west along strike. Rock chip sampling of the outcropping breccia and exposed unconformity has confirmed anomalous uranium, copper, arsenic, molybdenum along a 500m long north-north-west trending zone (Figure 5). The rock chip sampling returned 5 samples over 250ppm  $U_3O_8$ , with a maximum of 760ppm  $U_3O_8$ . One 20m composite rock chip sample taken along the breccia returned 440 ppm  $U_3O_8$ .

The breccia is also anomalous in copper up to 1.1%, bismuth up to 2.4%, lead up to 1.5% and arsenic, with 9 samples over 1%. Gold, silver and molybdenum values were elevated with maximums of 0.685 grams per tonnes, 206 grams per tonne and 17.7 ppm, respectively. This geochemical signature is similar to the nearby Maureen uranium deposit. Five north-south reconnaissance soil lines taken over the exposed breccia zone confirm the extent of the mineralisation and indicate possible down dip extensions of the zone under the alluvial cover. Structures in the area display elevated uranium radiometric signatures and additional reconnaissance rock chip sampling in these area located elevated uranium, copper, arsenic, molybdenum and lead. Consequently, there is a high possibility for further unexposed mineralisation in the area along strike and undercover (Figure 6).

The North Maureen Project in Queensland is a large package of tenements (totalling some 670 km<sup>2</sup>) containing a number of untested targets beneath cover, which display similar geological characteristics to the Maureen and Ben Lomond deposits. Mega Uranium Ltd's Maureen uranium deposit, which lies 2 km to the SE of the Bondi tenements, contains an NI43-101 compliant Indicated Resource of 3.1 million tonnes at 0.09% U<sub>3</sub>O<sub>8</sub> (5.95 Mlbs U<sub>3</sub>O<sub>8</sub>) and an Inferred Resource of 0.15 million tonnes at 0.11% U<sub>3</sub>O<sub>8</sub> (0.38 Mlbs U<sub>3</sub>O<sub>8</sub>).

### **North Maureen Project - 2010 Program**

A follow up program of detailed mapping, soil and rock chip sampling is planned for the end of July to define zones of uranium, gold and molybdenum mineralisation. Any mineralised zones will be thoroughly mapped and eventually drill tested. It is anticipated that the joint venture will carry out further ground-based geophysical and geochemical surveys in order to identify and prioritise drill targets.

### **Project Generation**

Bondi's highest current priority is to acquire a high quality resource-stage project, and the company is making good progress toward this objective. During the quarter, the company continued to devote significant effort and resources to the identification of such an opportunity, with a focus on ensuring realisation of value for the company's shareholders.

Bondi Mining Ltd is a Brisbane-based exploration company with a focus on high-grade cycle-proof uranium targets with world-class size potential. Bondi's Australian uranium portfolio is currently focused on the Murphy project in the Northern Territory and the North Maureen Project in Queensland, and the company is currently undertaking a generative program focussed on additional high quality uranium plays in a number of prospective jurisdictions. The company also retains a significant land holding in the gold-prospective Georgetown region of Queensland.

### **BONDI MINING LIMITED**

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*The exploration data and results contained in this report are based on information reviewed by Dr Rick Valenta, a fellow of the Australian Institute of Mining and Metallurgy. He is Managing Director of the Company and has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Dr Valenta has consented to the inclusion in this release of the matters based on his information in the form and context in which it appears.*

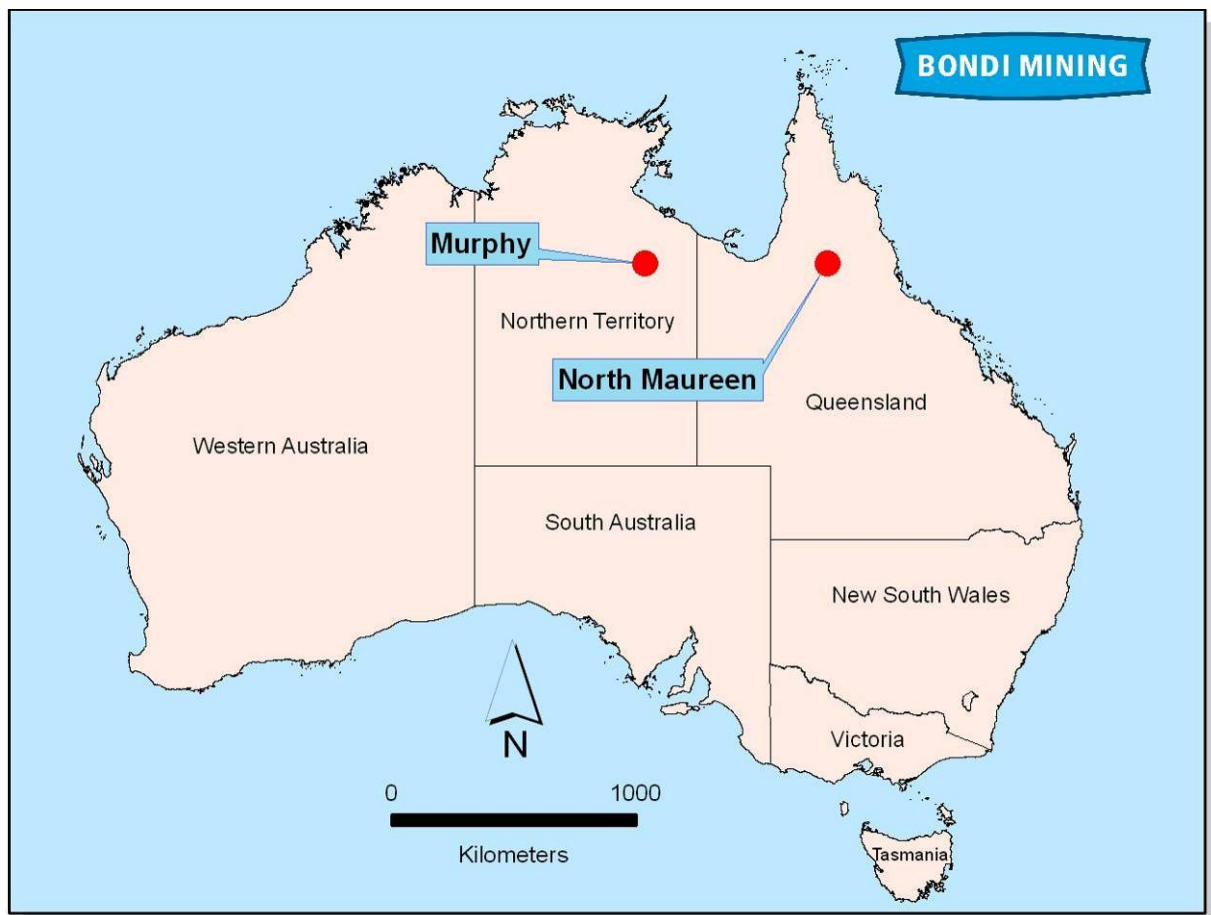


Figure 1 – Regional location of Bondi Mining's uranium projects

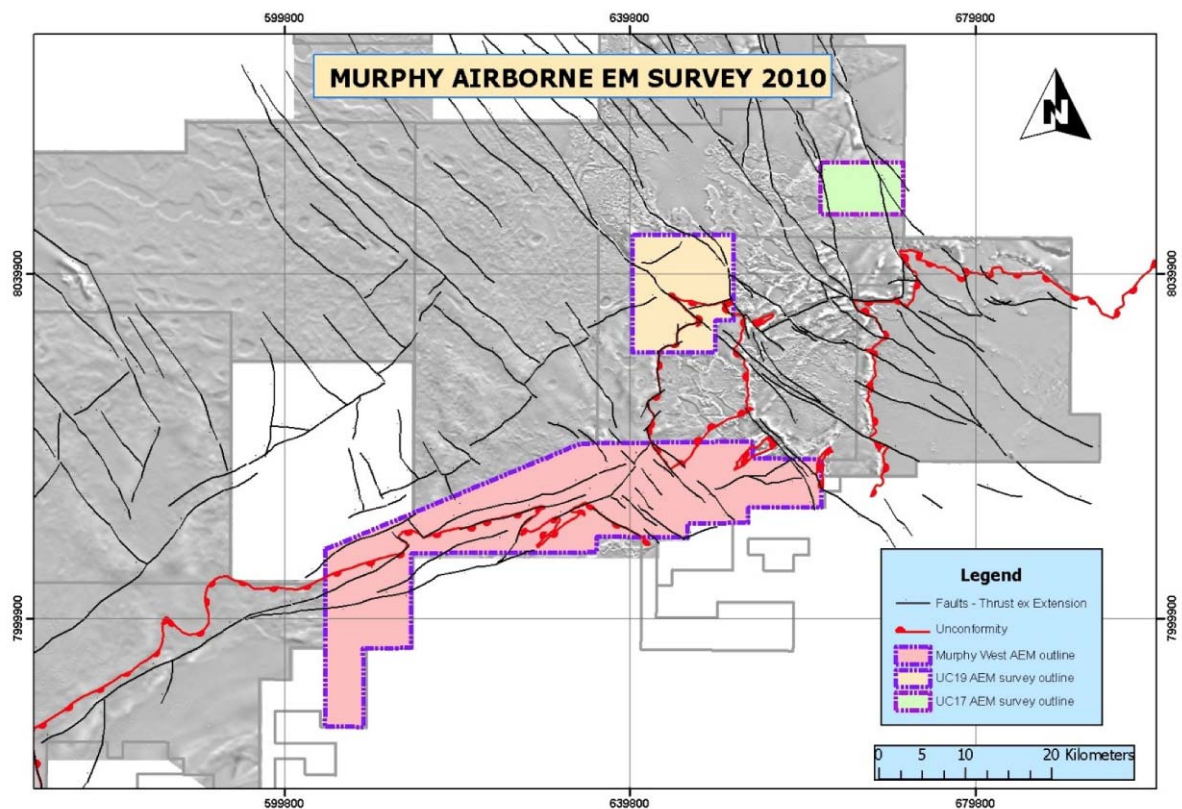


Figure 2 – Conceptual areas to be flown by the Fugro AEM survey.



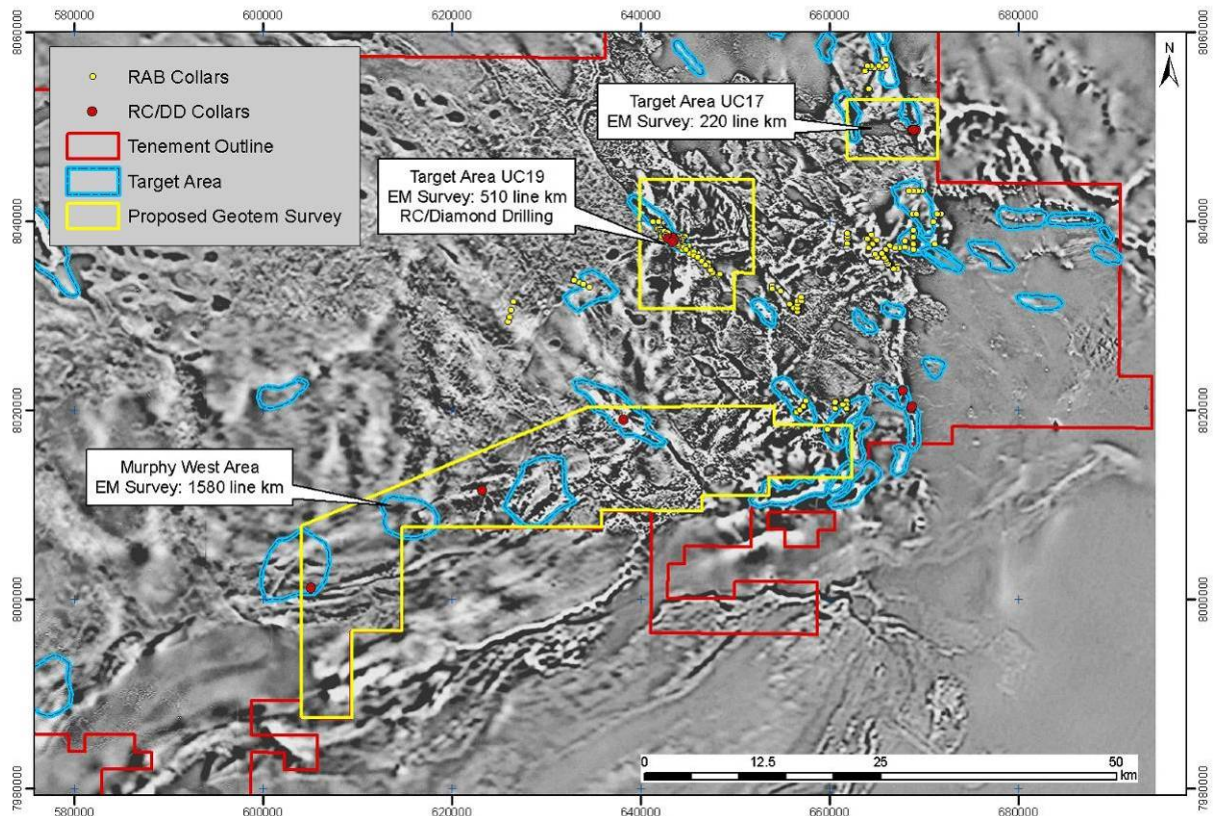


Figure 3 – Map of portion of Murphy project, showing location of planned 2010 drilling and geophysical surveys

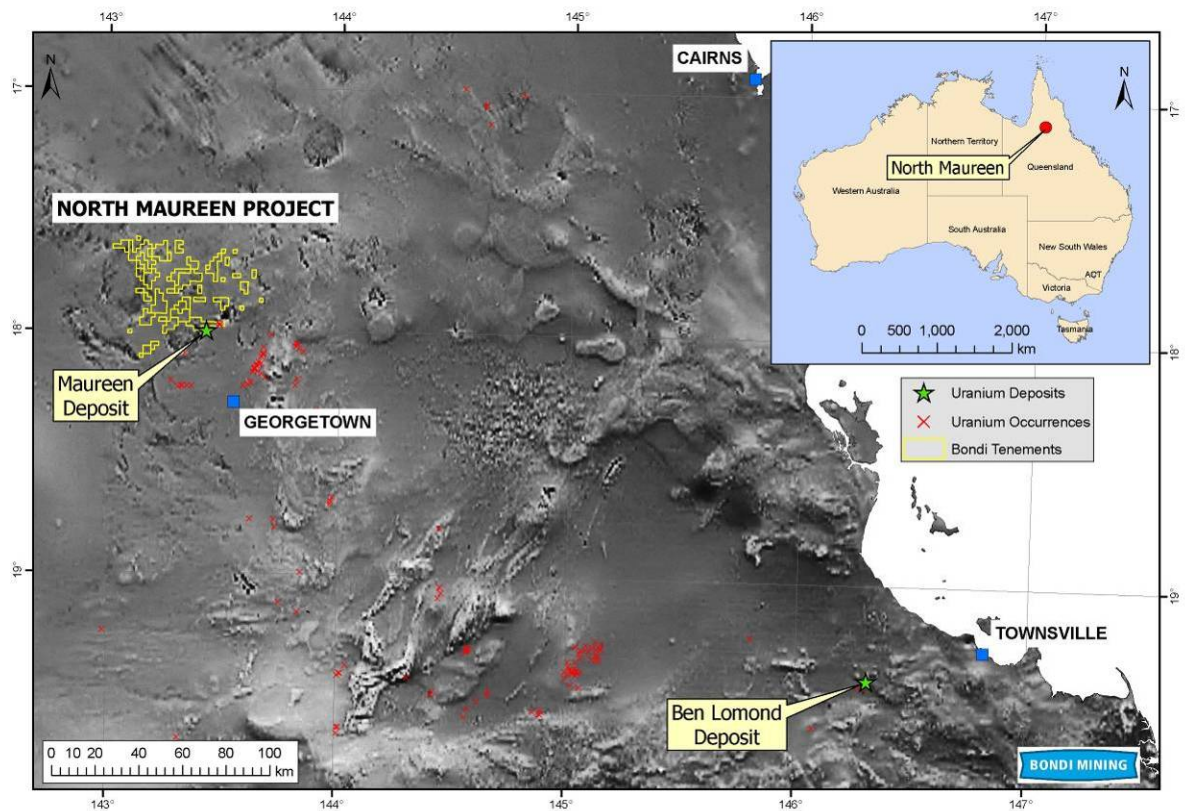


Figure 4. Regional location of the North Maureen project, superimposed on regional magnetics.

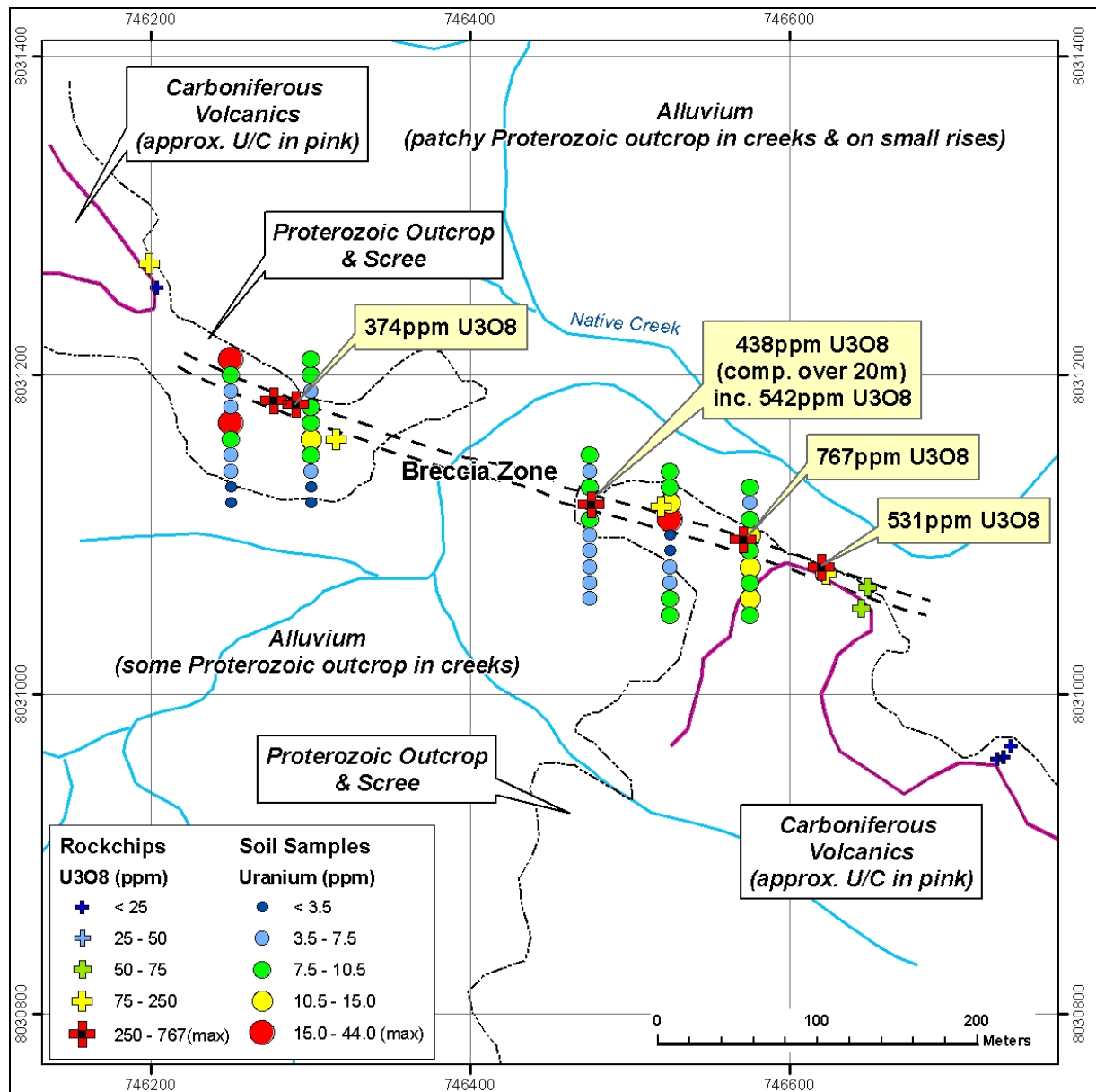


Figure 5. Rock chip and soil uranium geochemistry over the Native Creek breccia.

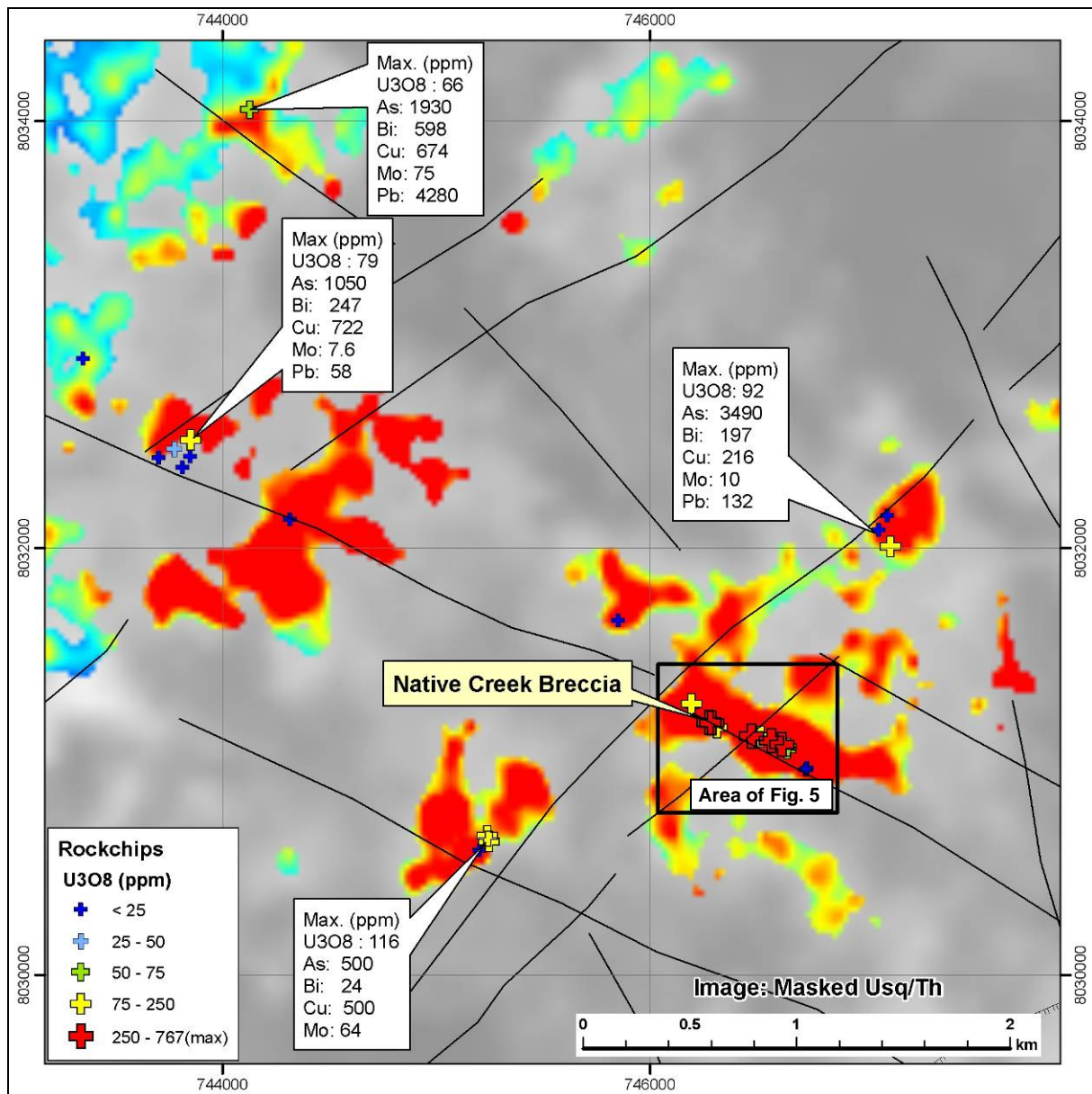


Figure 6. Regional rock chip geochemistry on a radiometric image. Native Creek Breccia area and surroundings.

**APPENDIX 5B**  
**Mining exploration entity quarterly report**

**BONDI MINING LTD**

**ABN 21 120 723 426**

Quarter ended

30-Jun-10

**Consolidated statement of cash flows**

<b>Cash flows related to operating activities</b>	
1.1 Receipts from product sales and related debtors	
1.2 Payments for	(a) exploration and evaluation
	(b) development
	(c) production
	(d) administration
1.3 Dividends received	
1.4 Interest and other items of a similar nature received	
1.5 Interest and other costs of finance paid	
1.6 Income taxes paid	
1.7 Other (JV and other income)	
<b>Net Operating Cash Flows</b>	
<b>Cash flows related to investing activities</b>	
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)	
<b>Net Investing cash flows</b>	
1.13 Total operating and investing cash flows	
(carried forward)	

Current quarter	Year to date (9 months)
\$A'000	\$A'000
-	-
(157)	(1,869)
0	-
0	-
(107)	(625)
0	-
53	75
(0)	-
0	-
567	1,742
355	(678)
-	0
-	0
(10)	(10)
-	0
-	0
-	0
-	0
-	0
-	0
(10)	(10)
345	(688)



1.13	Total operating and investing cash flows (brought forward)	345	(688)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc	0	1,700
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 (Share issue costs)	0	(292)
	<b>Net financing cash flows</b>	0	1,408
	<b>Net increase (decrease) in cash held</b>	345	720
1.20	Cash at beginning of quarter / year to date	2,333	1,958
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	2,678	2,678
<b>Payments to directors of the entity and associates of the directors</b>			
<b>Payments to related entities of the entity and associates of the related entities</b>		Current quarter \$A'000	
1.23	Aggregate amount of payments to the parties included in item 1.2	53	
1.24	Aggregate amount of loans to the parties included in item 1.10	-	
1.25	Explanation necessary for an understanding of the transactions		
	Directors' fees, wages, superannuation, professional fees and consulting fees for the Quarter.		
<b>Non-cash financing and investing activities</b>			
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
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**Financing facilities available**

3.1 Loan facilities

3.2 Credit standby arrangements

Amount available \$A'000	Amount used \$A'000
-	-
-	-

**Estimated cash outflows for next quarter**

- 4.1 Exploration and evaluation  
(Exploration of \$708,000 of which \$624,000 will be funded through JV contributions).
- 4.2 Development
- 4.3 Administration

Total

\$A'000
84
-
117
201

**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.

5.1 Cash on hand and at bank

5.2 Deposits at call

5.3 Bank overdraft

5.4 Other (provide details) - 30 and 60 day term deposits

**Total: cash at end of quarter (item 1.22)**

Current quarter \$A'000	Previous quarter \$A'000
206	221
2,472	2,112
2,678	2,333

**Changes in interests in mining tenements**6.1 Interests in mining tenements  
relinquished, reduced or lapsed6.2 Interests in mining tenements  
acquired or increased

Tenement reference	Nature of interest (note 2)	Interest at beginning of quarter	Interest at end of quarter
n/a			
n/a			

**Issued and quoted securities at end of current quarter**

		Total number	Number quoted	Issue price per security (cents)	Amount paid up per security (cents)
7.1	<b>Preference securities</b> <i>(description)</i>				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	<b>Ordinary securities</b>	88,662,807	88,662,807	Fully Paid	Fully Paid
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	<b>Convertible debt securities</b> <i>(description)</i>				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b> <i>(description and conversion factor)</i>	3,000,000 500,000 500,000 500,000 108,000 58,000 58,000 50,000 65,000		<u>Excise Price</u> 0.25 0.30 0.35 0.40 0.30 0.30 0.30 0.15 0.12	<u>Expiry Date</u> 28/12/2010 11/11/2011 11/11/2011 11/11/2011 26/11/2012 26/11/2012 26/11/2012 22/09/2013 28/02/2015
7.8	Issued during quarter				

7.9	Exercised during quarter				
7.10	Cancelled during quarter				
7.11	<b>Debentures</b> (totals only)				
7.12	<b>Unsecured notes</b> (totals only)				

### Compliance statement

- 1.0 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).
- 2.0 This statement does give a true and fair view of the matters disclosed.

Sign here:  Date: 30 Jul 2010

Company Secretary

Print name: KERRY ANGEL

### Notes

- 1.0 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.
- 2.0 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.
- 3.0 **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.
- 4.0 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5.0 **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.