



Quarterly Report

For the quarter ended 31 December 2011

31 January 2012

- Large iron oxide copper-gold system with a combined strike length over 3 km at 'Just There', Top Camp/Black Fort Project
- Morris Creek assay results demonstrate potential.
- Broker/Institutional Investor Road Show undertaken by Managing Director and BurnVair Corporate Finance Ltd.
- 2011 Annual Report published.
- \$1,551,000 capital raised by placing 28.2 million ordinary shares to Tulla Resources Group Pty Ltd.
- AGM on 28 November 2011 – all resolutions overwhelmingly approved by shareholders.
- QMC earns 70% of Top Camp/Black Fort Project (EPM 17602) with Orion Gold NL (15%) and Findex Pty Ltd (15%).
- Matrix Metal's 2005 White Range BFS upgrade in progress
- Exploration strategy, deposit classification and proposed 2012 drilling program developed.

Exploration Activities Report

'Just There' Copper Project

As previously reported, ten (10) RC holes for a total of 1,776m were drilled at 'Just There' during the third quarter 2011. The tenement (EPM17602) consists of 78 sub-blocks with a total area of approximately 250 km². The 'Just There' prospect lies within the Top Camp/Black Fort Project and is a joint venture between QMC (70% proprietary interest), Orion Gold NL (15% interest) and Findex Pty Ltd (15% interest).



The assay results were received during the quarter and as reported on 13 January 2012, several zones of ore grade copper mineralization were intersected in a number of the target areas.

In addition, broad geochemically anomalous copper zones were encountered in 7 out of 10 holes completed. Highlights include (as reported to the ASX on 13 January 2012):

- 17m @ 1.94% Cu, 0.61 g/t Au from 23m in Hole JT11RC01, including 7m @ 2.99% Cu and 1.04g/t Au from 23m. Please note the true width of this intersection is about 5m.
- 3m @ 1.55% Cu from 15m in Hole JT11RC06.
- 26m @ 0.2% Cu from 32m in Hole JT11RC07 and 20m @ 0.21% Cu from 90m in Hole JT11RC09.
- 72m @ 797ppm Cu from 80m in Hole JT11RC09.
- 172m @ 751ppm Cu for the entire length of Hole JT11RC07.
- 196m @ 525ppm Cu for the entire length of Hole JT11RC05.
- 27m @ 0.51% Cu and 505ppm Co from 128m, including 7m @ 1.14% Cu and 967ppm Co from 136m.
- 57m @ 0.69% Cu, 288ppm Co and 4.26g/t Ag from 163m, including 12m @ 2.48% Cu and 703ppm Co from 207m in BF10RC02.

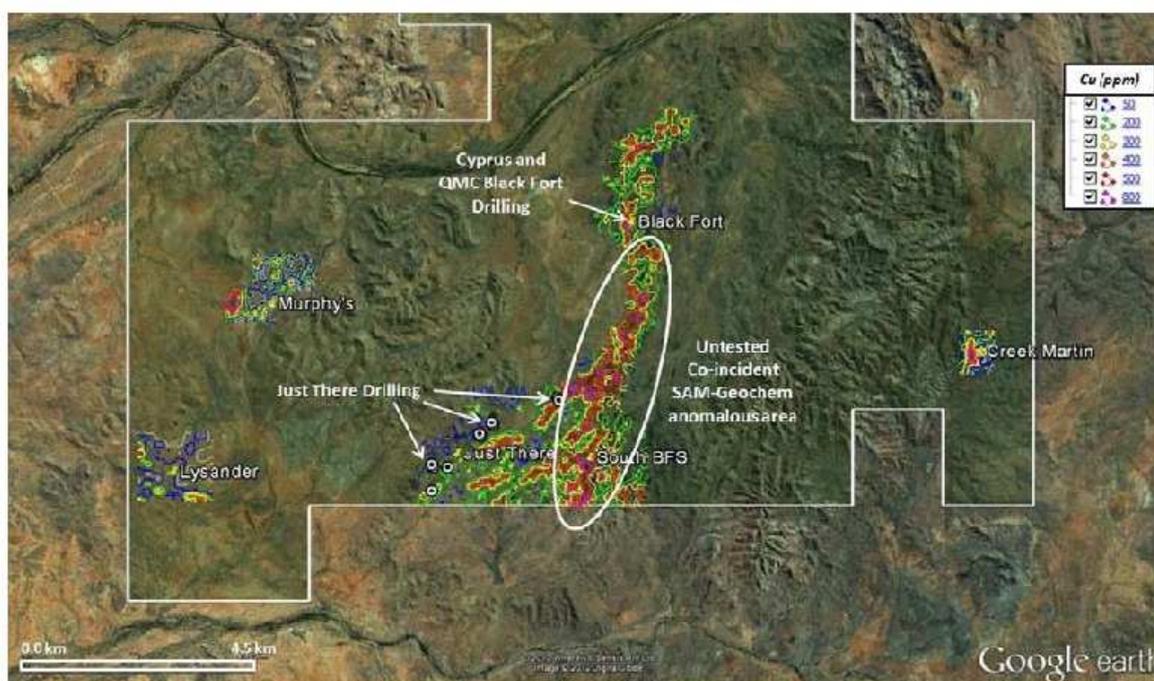


Figure 1 Orion Gold JV Prospects with Cu Soil Geochemistry



The Company is excited about these early encouraging drill results as they appear to confirm the exploration model and indicate that the area has potential to host an economic IOCG (iron oxide copper-gold) deposit. The 'Just There' prospect is part of a much larger co-incident SAM-geochemical anomalous area (*Figure 1*) for which a new geological model is being developed based on the recent drill results. Further drilling is proposed in 2012.

Morris Creek Copper Project

The Morris Creek project is located about 16km west of Cloncurry and adjoins Cudenco's Rocklands copper project to the north.

During the third quarter of 2011, QMC drilled a total of 738m in a preliminary three (3) RC hole program at Morris Creek (*Figure 2*) to follow up the outcome of the 2009 drill program.

Both hole MC11RC01 and hole MC11RC03 were drilled into the overlapping soil, SAM conductivity and uranium anomaly located in the northeast of the tenement. These holes were angled at -60° towards the northeast perpendicular to an interpreted NW-SE trending structure. Hole MC11RC01 was terminated at 256m and hole MC11RC03 was finished at a depth of 202m. Assay results were received during the quarter and indicate that the drilling failed to intersect any significant copper mineralization, however, several broader zones of anomalous copper were encountered in all of the holes. These include 20m@ 308ppm Cu from 15m, 30m@ 209ppm Cu from 60m and 29m@ 174ppm Cu from 195m in hole MC11RC01 plus 40m @401ppm Cu from 60m in hole MC11RC03.

Hole MC11RC02 was drilled in the western part of Morris Creek tenement to follow up previous encouraging drill intersections. This hole is about 100m step-out from hole MC09DH01 on the same section and intersected 4m@ 0.18% Cu from 203m, including 2m@ 0.23% Cu from 204m. In addition, two intervals of elevated copper were recorded; 12m@ 356 ppm Cu from 90m and 31m@ 233 ppm Cu from 166m. Review of the drill results suggests the previous intersection of 1m@ 1.7% Cu from 112m is more likely a copper bearing vein and its grade and width do not increase with depth. Similar to the other two holes in the program, no anomalous Au, Co and U results were reported from hole MC11RC02.

Rare earth assays of the drill samples failed to detect any important mineralization (>0.1% total oxides) at Morris Creek.

The drilling has tested the high priority targets in Morris Creek and no significant copper mineralization has been found at shallow depths, although the co-incident Cu soil geochemical and radiometric uranium anomaly in the north-east part of the tenement (*Figure 2*) has not been fully tested and appears to be open to the south-east. In addition, the potential for deep sulphide mineralization (>200m vertical depth) remains untested by QMC.

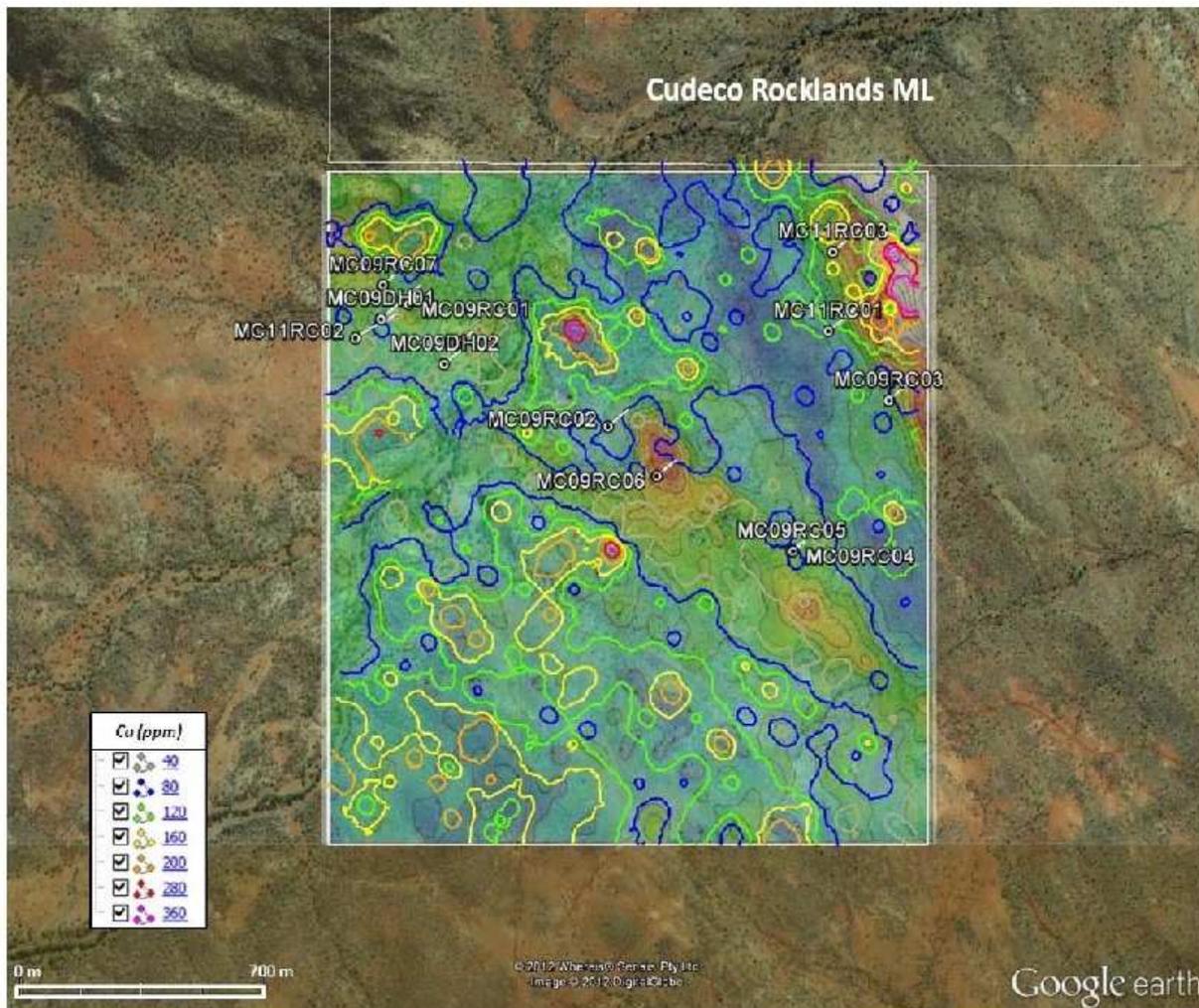


Figure 2 Morris Creek Drilling with Cu Soil Geochemistry over Radiometric Uranium Contours.



2012 Proposed Drilling Program

QMC has refined its proposed drilling program for 2012 in the light of further and a more detailed analysis of its current resources. This drill program is set out in table 1 below.

	Holes	RC	Holes	Core	Total (m)
White Range					
Greenmount	41	7,055	6	480	7,535
Kuridala	41	3,685	6	455	4,150
Young Australian	44	5,800	7	730	6,530
Mt McCabe	33	3,895			3,895
Gold					
Mt Freda Deeps	26	4,916			4,916
Gilded Rose	14	1,700			1,700
Surprise (Au + Cu)	20	1,600			1,600
QMC Exploration - White Range Oxides					
Desolation	20	2,000			2,000
Chopper Ridge (Cu + Au)	20	2,000			2,000
Pete's	10	1,635			1,635
QMC Exploration - IOCG					
Black Fort Group	40	4,000	3	1,500	5,500
Total					41,461

Table 1: QMC 2012 Proposed Drilling Program.*

The drilling program focuses on the Tier 1 assets as defined in QMC's Quarterly Report ended 30 September 2011, which was identified as part of the Company's stated Strategy Development. The primary objective of the drilling program is to support the development of the White Range Project and deliver resource confidence upgrades and further metallurgical cores for test work at Greenmount, Kuridala, Mt McCabe and the Young Australian. This is required to increase the resource delineation in finalizing the ore body footprint and to create a sufficient measured resource to support the mine planning currently being undertaken as part of the upgrade to the White Range feasibility study.

The Mt Freda and Gilded Rose gold targets drilling program has specifically been devised to drill out the gold resources with a view to determining the ultimate potential and to structure the optimal strategy to realise the value of this asset.

The proposed drilling at Greenmount and Surprise (gold) in the December quarter has been delayed due to adverse weather and permitting issues.

Further exploration drilling is proposed on the Orion Gold joint venture project.

**NB. This program is subject to a number of variables, including, preliminary results available funds, weather conditions, E.A and permitting, availability of suitable rigs, global commodity prices and financial markets.*



Broker/Investor Road Show and Presentations

As mentioned in the previous Quarterly Report, a road show was planned for October 2011. In the week commencing Monday 24 October 2011, Howard Renshaw met with a number of brokers and institutional investors in Sydney, Melbourne and Perth. He was accompanied by representatives of BurnVoir Corporate Finance Limited.

Howard Renshaw has also met with several other interested parties in relation to investment opportunities in the Company and these discussions are ongoing.

In the last quarter, Howard Renshaw presented at the Mines & Money conference in Sydney and at the ABN Newswire Investorium forum, both on 10 October 2011. The presentation was released to the ASX and uploaded onto the Company's website.

Orion Gold NL (Orion Gold) Second Earn in

As reported to the ASX in the Company's release dated 5 January 2012, since the last Quarterly Report Orion Gold have confirmed that QMC has met the expenditure criteria for the second earn in pursuant to an exploration joint venture agreement entered into between Goldstar Resources NL (the predecessor to Orion Gold) and Matrix Metals Limited dated 29 November 2006 (the 'JV Agreement'), which was subsequently assigned by Matrix Metal Limited to QMC.

QMC now has an 82.35% participating interest under the JV Agreement and a 70% proprietary legal ownership of the joint venture tenement, EPM 17602. Orion Gold and Findex Pty Ltd each own 15% of this tenement, being the Top Camp/Iron Ridge Project in the Cloncurry district of NW Queensland. The parties are in the process of arranging a joint venture meeting to discuss future exploration activities in the light of the recent assay results reported to the ASX on 13 January 2012 following the recent drilling at 'Just There' and earlier drilling at Black Fort.

2011 Annual Report and Annual General Meeting ('AGM')

On 1 November 2011 QMC released its 2011 Annual Report, which was uploaded onto the Company's website.

The AGM was held on 28 November 2011 in Sydney and was attended by all directors, the Company's auditors, representatives of the Company's Share Registry, BurnVoir Capital Finance Limited, a number of shareholders together with senior management and staff. The Chairman's report (Davis Usasz) and the managing director's presentation (Howard Renshaw) was released to the ASX on the day of the AGM and is available on QMC's website.

At the AGM all resolutions were overwhelmingly approved by shareholders, including:

- The approval of the Remuneration Report
- The Re-Election of Mr David E Usasz as a director
- The Election of Brian Rear as a non-executive director

Queensland Mining Corporation

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- The approval to issue up to 50 million ordinary shares in the Company (to expire on 28 February 2012 if not issued prior to that date); and
- The approval to the issue of up to 25 million unlisted options in the Company at an exercise price of 20 cents per option to expire on 31 May 2013.

For full details of the results of the AGM you should refer to the ASX announcement of 28 November 2011.

\$1,551,000 Capital Raising

On 18 November 2011, the Company placed 28.2 million ordinary shares with its largest shareholder, Tulla Resources Group Pty Ltd, at \$0.055 per share with one unlisted option for every 3 placement shares with an exercise price of \$0.10 per option expiring on 30 November 2014. QMC raised \$1,551,000 gross from this placement; the funds being used for working capital.

Tulla Resources Group Pty Ltd currently owns 50,303,933 ordinary shares of the Company, being 11.68% of its issued share capital.

Issued Capital and Cash Position at 31 December 2011

Ordinary shares on issue:	430,797,477
Options on issue:	- listed 72,586,589 - unlisted 31,000,000.
Cash on hand at 31 December 2011:	\$ 1.034 million

Tenements

In the 2011 Annual Report, the Company published a list of its mining titles/tenements. A number of those tenements were subject to outstanding assignments that were in the process of being completed by DEEDI and/or DERM, the responsible Queensland government bodies since they were acquired by QMC. The Company has focused on progressing these assignments together with its external tenement managers. The following assignments have now been finalized and QMC (or a wholly owned subsidiary) now has 100% legal title:

- ML2518 (Winston Churchill); ML2777 (New Dollar); ML2778 (Horseshoe); ML2779 (Mountain Maid); ML7498 (Little Beauty); EPM14148 (White Range No. 1) and EPM15520 (Top Bore).

Personnel

Throughout the last quarter, the Company has had the considerable benefit of consultancy services provided by Ross Corben of GemCom Pty Ltd and Dr Jon Gilligan and Richard Swann resigned from full time employment for personal reasons, but continues to consult from time to time.

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Matrix Metals 2005 Bankable Feasibility Study Upgrade

Strategic planning has progressed on the updating/upgrading of the 2005 Matrix Metals bankable feasibility study ('BFS'). Discussions have commenced with third parties with a view to retaining consultant firms to provide specialist engineering and processing advice to the Company. As referred to earlier in this report, the proposed drilling program at White Range is a key component to the upgrade of the BFS.

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(Northfield Communications - FIRSt)

or visit our Website at: www.qmcl.com.au

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Guojian Xu, a Member of Australasian Institute of Mining and Metallurgy and a Fellow of the Society of Economic Geologists. Dr Guojian Xu is a consultant to Queensland Mining Corporation Limited through Redrock Exploration Services Pty Ltd. Dr Xu has sufficient experience deemed relevant to the style of mineralization 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 Results, Mineral Resources and Ore Reserves. Dr Xu consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Appendix: JORC Resource Classification Table

		Total Resource		
White Range	Category	Tonnes	Cu Grade	Contained Metal
<i>0.2% Cu C/O</i>		(Mt)	(%)	(t)
Greenmount	Measured	0.98	1.27%	12,446
	Indicated	6.21	0.70%	43,470
	Inferred	5.10	0.80%	40,800
	Total	12.29	0.79%	96,716
Kuridala	Measured	2.50	0.90%	22,500
	Indicated	3.00	0.84%	25,200
	Inferred	1.70	0.73%	12,410
	Total	7.20	0.83%	60,110
Young Australian	Measured			
	Indicated	1.11	1.14%	12,654
	Inferred	1.02	0.84%	8,568
	Total	2.13	1.00%	21,222
Mt McCabe	Measured	2.73	0.65%	17,745
	Indicated	1.98	0.57%	11,286
	Inferred	3.02	0.49%	14,798
	Total	7.73	0.57%	43,829
Vulcan	Measured			
	Indicated	1.05	0.65%	6,825
	Inferred	0.36	0.63%	2,268
	Total	1.41	0.64%	9,093
Stuart	Measured			
	Indicated	4.68	0.58%	27,144
	Inferred	0.89	0.39%	3,471
	Total	5.57	0.55%	30,615
	Measured	6.21	0.85%	52,691
	Indicated	18.03	0.70%	126,579
	Inferred	12.09	0.68%	82,315
Grand Total	Total	36.33	0.72%	261,585

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Gold Resources		Tonnes (Mt)	Au Grade (g/t)	Contained Metal (koz)
<i>0.5g/t Au C/O</i>				
Mt Freda	Measured	0.00	-	
	Indicated	0.00	-	
	Inferred	1.59	1.74	89.1
	Total	1.59	1.74	89.1
Gilded Rose	Measured	0.00	-	
	Indicated	0.02	5.11	3.7
	Inferred	0.12	4.00	15.6
	Total	0.14	4.18	19.3
Total	Total	1.74	1.94	108.4

This table provides a breakdown of resource categories based on extensive review of all validation reports.

QMC JORC Resources

(0.2% Cu cut-off unless stated otherwise)	RESOURCE	CONTAINED COPPER t	CONTAINED COBALT M lbs	CONTAINED GOLD OZ
WHITE RANGE				
GREENMOUNT	12.3 Mt @ 0.8% Cu, 0.06% Co, 0.3g/t Au	97,000	16.0	118,000
KURDALA	7.2 Mt @ 0.8% Cu, 0.02% Co, 0.21g/t Au	60,000	3.9	49,000
MCCABE	7.7 Mt @ 0.6% Cu, 0.02% Co	44,000	3.7	
YOUNG AUSTRALIAN	2.1 Mt @ 1.1% Cu, 0.01% Co	21,000	0.4	-
VULCAN	1.4 Mt @ 0.7% Cu, 0.02% Co	9,000	0.5	
SUB-TOTAL WHITE RANGE	30.7 Mt @ 0.8% Cu, 0.04% Co, 0.17g/t Au	231,000	24.5	167,000
STUART	5.6 Mt @ 0.6% Cu, 0.002% Co, 0.14g/t Au	31,000	-	27,000
FLAMINGO (1.0% cut-off)	0.1 Mt @ 5.0% Cu, 1.8g/t Au	7,000	-	7,000
TOTAL, COPPER DEPOSITS	36.4 Mt @ 0.74% Cu, 0.03% Co, 0.17g/t Au	269,000 t	24.5 M lbs	201,000 oz

Not included in table - **GOLD** -

Mt Freda, 1.6Mt @1.7g/t Au for 89k oz

Gilded Rose 143kt @ 4.2g/t Au for 19k oz (0.5g/t cut-off): **108,000 oz** for Cloncurry deposits,

Global total for all Company projects: **308,000 oz**



1.0 For Greenmount, Kuridala, Vulcan, Mt McCabe Flamingo and Stuart deposits

Information in this presentation that relates to exploration results and Mineral Resources is based on information compiled by Max Tuesley a consultant to QMC and a Member of the Australasian Institute of Mining and Metallurgy and on information compiled by Guojian Xu, a Member of Australasian Institute of Mining and Metallurgy and a Fellow of the Society of Economic Geologists. Dr Guojian Xu is a consultant to Queensland Mining Corporation Limited through Redrock Exploration Services Pty Ltd. Dr Xu has sufficient experience deemed 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 Results, Mineral Resources and Ore Reserves. Mr Tuesley has reviewed and compiled all of the resource modeling work and has sufficient experience deemed 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 of Reporting of Exploration Results, Mineral Resources and Reserves, the JORC Code'. Mr Tuesley & Dr Xu consent to the inclusion in the presentation of the matters based on information in the form and context in which it appears.

2.0 For Young Australian and Gilded Rose deposits

Information in this presentation relates to exploration results and Mineral Resource estimates based on information compiled by Dr Guojian Xu and Mr James McIlwraith. Mr McIlwraith is a Member of the Australasian Institute of Mining and Metallurgy and is a consultant to Queensland Mining Corporation Limited through JM Geological Consulting Pty Ltd. With respect to their respective contributions, these persons qualify as Competent Persons as defined in 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Xu and Mr McIlwraith consent to the inclusion in this report of the matters based on the respective information provided by each of them, in the form and context in which it appears.

3.0 For Mt Freda deposit

Information in this presentation relates to exploration and Mineral Resource estimates based on information compiled by Dr Guojian Xu and Mr Arnold van der Heyden. Mr van der Heyden is a Member of the Australian Institute of Mining and Metallurgy and is a consultant to Queensland Mining Corporation through Hellman and Schofield Pty Ltd. With respect to their respective contributions, these persons qualify as Competent Persons as defined in 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Xu and Mr van der Heyden consent to the inclusion in this report of the matters based on the respective information provided by each of them, in the form and context in which it appears.

Note: All figures are rounded so some differences from previous resource statements may occur.

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

Queensland Mining Corporation Limited

ABN

61 109 962 469

Quarter ended ("current quarter")

31 DECEMBER 2011

Consolidated statement of cash flows

	Current quarter	Year to date (6 months)
Cash flows related to operating activities	\$A'000	\$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation	(1,224)	(3,343)
(b) development		
(c) production		
(d) administration	(574)	(1,149)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	10	45
1.5 Interest and other costs of finance paid	(72)	(222)
1.6 Income taxes paid		
1.7 Other – GST refund	96	184
- R & D grant received	-	140
Net Operating Cash Flows	(1,764)	(4,345)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects		
(b)mining assets		
(c) other fixed assets	(26)	(28)
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		
Net investing cash flows	(26)	(28)
1.13 Total operating and investing cash flows (carried forward)	(1,790)	(4,373)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,790)	(4,373)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, net.	1,411	1,411
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		3,000
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other (prior quarters issue cost)		
	Net financing cash flows	1,411	4,451
	Net increase (decrease) in cash held	(379)	38
1.20	Cash at beginning of quarter/year to date	1,413	996
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter (see note "reconciliation of cash at para 5)	1,034	1,034

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	86,105
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 to Butmall Pty Ltd for the provision of management, financial and corporate services to QMC pursuant to a contract. Howard Renshaw is a director of Butmall Pty Ltd	30,000
Payment to DFK – Richard Hill of which Richard Hill is a director - Company secretarial, director's fees, corporate services and company admin (3 months)	36,355
Payment to Brian J Rear Pty Ltd of which Brian J Rear is a director -Consultancy services and director fees	19,750

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

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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

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+ 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		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	550
4.2 Development	
4.3 Production	
4.4 Administration	400
Total	950

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	12	5
5.2 Deposits at call (refer to note below)		
5.3 Bank overdraft		
5.4 Other – Online saving account	1,022	1,408
Total: cash at end of quarter (item 1.22)	1,034	1,413

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	Nil			
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.

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

	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	430,797,477	430,797,477		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs		28,200,000		
7.5 +Convertible debt securities				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options				
<i>Listed</i>	30,000,000	30,000,000	<i>20 cents</i>	<i>31/05/2012</i>
	1,000,000	1,000,000	<i>20 cents</i>	<i>31/05/2012</i>
	4,700,000	4,700,000	<i>20 cents</i>	<i>31/05/2012</i>
	8,690,000	8,690,000	<i>20 cents</i>	<i>31/05/2012</i>
	28,196,589	28,196,589	<i>20 cents</i>	<i>31/05/2012</i>
	<u>72,586,589</u>	<u>72,586,589</u>		
<i>Unlisted</i>	7,000,000	Nil	<i>35 cents</i>	<i>16/03/2013</i>
	1,675,000	Nil	<i>25 cents</i>	<i>30/11/2012</i>
	3,050,000	Nil	<i>10 cents</i>	<i>30/11/2012</i>
	12,050,000	Nil	<i>10 cents</i>	<i>30/11/2012</i>
	1,225,000	Nil	<i>20 cents</i>	<i>30/11/2012</i>
	6,000,000	Nil	<i>10 cents</i>	<i>30/11/2014</i>
	<u>31,000,000</u>			

+ See chapter 19 for defined terms.

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: 31 January 2012
Company Secretary

Print name: Richard Hill

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.

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly 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.

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