

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

WESTERN METALS LIMITED

ABN

69 009 150 618

Quarter ended ("current quarter")

31 MARCH 2009

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (⁹ months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	7	31
1.2 Payments for (a) exploration and evaluation	(499)	(3,179)
(b) development	-	-
(c) production	-	-
(d) administration	(1,428)	(4,872)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	172	850
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	96	251
Net Operating Cash Flows	(1,652)	(6,919)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	(1,243)	(1,243)
(c) other fixed assets	(10)	(277)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	14	14
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(1,239)	(1,506)
1.13 Total operating and investing cash flows (carried forward)	(2,891)	(8,425)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(2,891)	(8,425)
	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	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(2,891)	(8,425)
1.20	Cash at beginning of quarter/year to date	20,098	24,255
1.21	Exchange rate adjustments to item 1.20	81	1,458
1.22	Cash at end of quarter	17,288	17,288

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	445
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Salary and termination payments plus superannuation paid to Directors = \$445k

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	714
4.2 Development	-
Total	714

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	4,044	5,839
5.2 Deposits at call	13,244	14,259
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	17,288	20,098

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 divested, relinquished, reduced or lapsed	LB-1 to LB-161	Glade JV	72%	0%
	LC-1 to LC-176		72%	0%
	LC-179 to LC-193		72%	0%
	LC-196 to LC-210		72%	0%
	LD-1 to LD-54		72%	0%

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Appendix 5B
Mining exploration entity quarterly report

6.1	Interests in mining tenements acquired or increased	HQ-G 15234	JV with Barrick Exploration Africa Ltd	0%	49%
		HQ-G 15284		0%	49%
		HQ-G 15595		0%	49%
		HQ-G 15596		0%	49%
		HQ-G 15863		0%	49%
		HQ-P 16109		0%	49%
		HQ-P 16227		0%	49%
		HQ-P 17059		0%	49%
		HQ-P 17222		0%	49%
		HQ-P 17770		0%	49%
		HQ-P 18829		0%	49%
		HQ-P 18831		0%	49%
		HQ-P 18935		0%	49%
		HQ-P 18936		0%	49%
		HQ-P 19720		0%	49%
		HQ-P 19752		0%	49%
		PL2626/04		0%	49%
		PL3066/05		0%	49%
		PL4062/06		0%	49%
		PL4443/07		0%	49%
		PL4450/07	0%	49%	
		PL 4830/07	0%	49%	
		PL5069/08	0%	49%	
		HQ-P17225	100% WMT	0%	100%
		HQ-P17272		0%	100%
		HQ-P17957		0%	100%
		HQ-P17958		0%	100%
		HQ-P19718		0%	100%
		PL3110/2005		0%	100%
		PL3111/2005		0%	100%
		PL4000/2006		0%	100%
		PL4001/2006		0%	100%
		PL4931/2008		0%	100%
		PL4935/2008	0%	100%	
		PL5003/2008	0%	100%	
		Appl 3351	JV with Resolute Ltd	0%	51%
		PL2379/2003		0%	51%
		PL2640/2004		0%	51%
		PL3051/2005		0%	51%
		PL3444/2005		0%	51%
		PL3474/2005		0%	51%
		PL4936/2008		0%	51%
HQ-P17210	0%	51%			
HQ-P16467	0%	51%			
PL2380/2003	0%	51%			
PL2389/2003	0%	51%			
PL4937/2008	0%	51%			
PL5008/2008	0%	51%			
HQ-P19635	0%	51%			
HQ-P19724	0%	51%			
HQ-G15068	JV with Sterling Resources Ltd	0%	15%		
HQ-G15154		0%	15%		
HQ-G15170		0%	15%		
HQ-P15238		0%	15%		
HQ-P15239		0%	15%		
HQ-P15315		0%	15%		
HQ-P15316		0%	15%		
HQ-P15765		0%	15%		
HQ-P15767	0%	15%			

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Appendix 5B
Mining exploration entity quarterly report

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	621,550,796	621,550,796		
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				

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7.7	Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
		500,000	500,000	\$0.025	30/04/2011
		18,000,000	18,000,000	\$0.05	30/04/2011
		70,833,333	70,833,333	\$0.35	30/04/2010
		15,000,000	15,000,000	\$0.35	30/04/2010
		3,000,000	3,000,000	\$0.15	30/06/2011
		6,000,000	6,000,000	\$0.35	30/06/2011
		6,000,000	6,000,000	\$0.20	30/06/2010
		500,000	500,000	\$0.26	30/06/2012
		4,275,000	4,275,000	\$0.20	30/06/2012
		13,500,000	13,500,000	\$0.07	28/02/2013
		12,500,000	12,500,000	\$0.15	28/02/2013
7.8	Issued during quarter	13,500,000	13,500,000	\$0.07	28/02/2013
		12,500,000	12,500,000	\$0.15	28/02/2013
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	6,000,000	6,000,000	\$0.35	30/06/2011
		1,250,000	1,250,000	\$0.05	30/04/2011
		3,000,000	3,000,000	\$0.25	30/06/2011
		6,000,000	6,000,000	\$0.30	30/06/2011
		8,000,000	8,000,000	\$0.45	30/06/2011
		2,000,000	2,000,000	\$0.65	30/06/2011
		500,000	500,000	\$0.20	30/06/2012
		1,000,000	1,000,000	\$0.25	30/06/2012
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: 28 April 2009
Company secretary

Print name: Morgan Ball

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.

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Appendix 5B
Mining exploration entity quarterly 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.

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