

30 January 2009

Exchanges:

ASX : PRU

: PRUO

Börse Frankfurt:
P4Q

Issued Shares:
192.8M

Listed Options:
10.0M

Unlisted Options: 10.0M

Cash at bank (Jan 09) \$11M

Resources:

Ghana

4.7Moz

Next upgrade
Q1 2009

Ivory Coast

1.0Moz

Feasibility Next updates

Ghana
Q1 2009

Ivory Coast
February 2009

DECEMBER 2008 QUARTERLY ACTIVITY REPORT

Highlights

Ayanfuri

- On 12 January 2009 a progress update on ongoing Definitive Feasibility Study (“DFS”) work was released, with highlights of the significantly improved projections including:
 - Processing rate of **4.5Mtpa** flotation-CIL and up to **1.4Mtpa** heap leach.
 - Average gold production of **206,000ozpa** for the first 8 years of full production, including a total of **493,000ozs** in the first 2 years.
 - Estimated cash cost of **US\$268 per oz** in year 1 and **US\$355 per oz** average over 10 years.
 - Total gross operating cash surplus (before depreciation, financing costs and tax but after royalties) of **US\$830M over 10 years at a US\$850 gold price, including US\$212M in the first two years** of full production
 - The capital cost estimate is **down 23% to US\$134M** from the previous estimate, with heap leach production and income to commence after **capital expenditure of about US\$60M** on the heap leach and flotation-CIL circuits.
 - **Project payback takes about one year** from completion of the float-CIL capital works, and the estimated Internal Rate of Return (“IRR”) is **71%** from the commencement of heap leaching.
- Significant infill and extensional exploration drill intercepts during the December quarter included:

AF-Gap - **31m at 3.0g/t Au**;

Fetish - **49.1m at 2.3g/t, 95m at 1.6g/t, 41m at 1.9g/t, 32.6m at 1.9g/t and 54.7m at 1.5g/t Au**;

Drilling from the de-watered Abnabna pit returned numerous significant intercepts including: **47m at 3.0g/t, 54m at 1.9g/t, 45m at 2.3g/t, 86m at 1.3g/t, 15m at 4.1g/t, 20m at 3.3g/t and 26m at 2.5g/t Au**. In addition, pit floor outcrop channel sampling using a diamond saw returned open ended intercepts of **15m at 4.3g/t and 19m at 4.1g/t Au** in fresh granite.

Tengrela – Ivory Coast

- On 27 November the maiden resource estimate for portion of the Sissingue prospect was released. The resource totalled **970,000 ounces at 1.9g/t Au** using 1g/t cut-off (15.7 million tonnes at 1.9g/t) and included **5.1 million tonnes at 3.1g/t Au for about 500,000 ounces**. The resource has been estimated on only 1km of the 5.6km gold mineralised zone.
- Subsequent drilling along strike to the north of the resource included an **open ended intercept of 18m at 10.1g/t Au**, highlighting the potential for a resource upgrade in 2009.

Program for the Next Three Months

During the March Quarter Perseus plans to:

- publish initial scoping study results for the Tengrela project;
- complete optimisation of the process route for Ayanfuri and commence final phase of DFS;
- complete a revised resource estimate on Ayanfuri; and
- continue resource and exploration drilling at Tengrela.

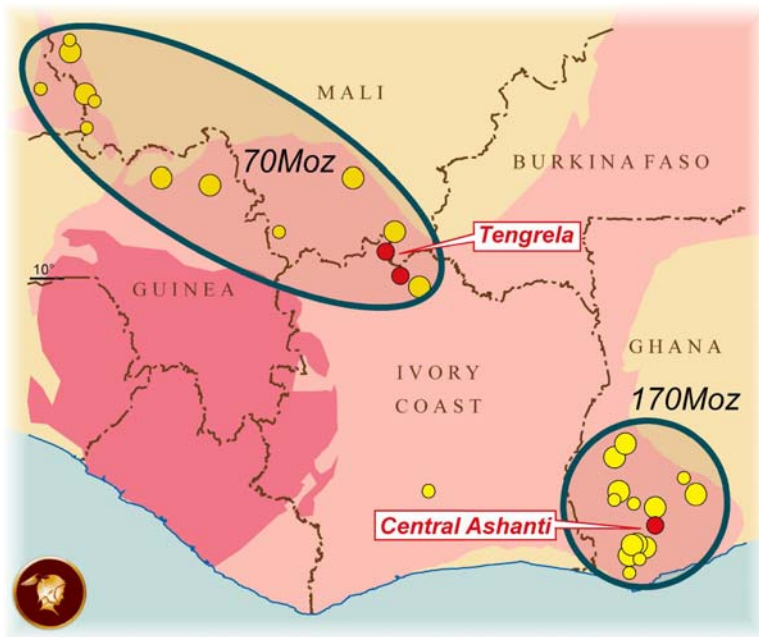
The Company raised \$8.5M from a placement of shares in January and expects up to \$2.5M from the exercise of options expiring on 31 March 2009. These funds are sufficient to cover the feasibility and exploration work planned for 2009.

Overview

Perseus is an advanced West African gold explorer undertaking feasibility studies on its two most advanced projects:

Ayanfuri – comprises a group of large gold deposits with resources totalling 3.9M ounces located in the central Ashanti gold belt in Ghana. The Ayanfuri feasibility study is at an advanced stage, with a final production decision expected later in 2009. The prefeasibility study assessment indicates that the project will be robust.

Tengrela – is an underexplored project with a current initial 1.0M ounce open-ended gold resource and significant upside potential. A preliminary economic scoping study will be completed in the March 2009 Quarter and resource drilling will continue throughout 2009.



Ayanfuri Project (Central Ashanti Belt - Ghana)

Ayanfuri Gold Project (Ghana)***Feasibility Study***

Test work undertaken subsequent to the Company's 1 October 2008 prefeasibility study announcement confirmed the Ayanfuri sulphide material is amenable to flotation at a relatively coarse grind size with high gold recoveries, as announced on 12 January 2009. This work is continuing with the aim of identifying further reductions in budgeted operating costs by refining the process as part of the DFS now scheduled for completion in the second half of 2009.

The new processing route results announced on 12 January assume:

- A primary crusher and single stage SAG mill, with the grind size relaxed to 212 microns, reducing the required mill size. Flotation has been adopted as the primary recovery method. Test work to date shows this reduces the concentrate mass pull to 3% of the original feed, whereby a sulphide concentrate leach is then applied using conventional CIL technology. This revised process route provides an overall recovery of 95% into gold doré. This process route is used for the transition-sulphide and sulphide material.
- 4.9Mt of oxide and oxide-transition material will be treated through the Company's existing uninstalled heap leach plant. The 76% recovery rate achieved from the previous heap leach mining operation at Ayanfuri has been assumed for this material.
- A new mining schedule allows for heap leaching to commence nine months before completion of the main processing plant. A net US\$13M cash flow is projected from the heap leach operation by completion of the flotation-CIL plant, with an additional US\$7M of recoverable gold in the heap leach circuit.

Advances since 1 October 2008 Study***Metallurgy***

Metallurgical test work has focused on flotation at a coarse grind size to produce a high grade free milling concentrate and a disposable "clean sandy tails" product. Results to date have been highly encouraging, with recoveries exceeding the conventional CIL recoveries, at double the grind size.

To date 10 flotation tests have been completed at grind sizes of 106, 212, 300, 500 and 1000 microns ("µm"). Very high gold recoveries have been achieved from 212µm tests, with results to date as high as 98% of gold into a bulk sulphide concentrate assaying 60g/t Au and a concentrate mass of 3% by weight. Further test work is continuing at the coarser grind sizes in an attempt to further increase optimum grind size, providing potential for further capital and operating cost savings.

The coarse grind flotation process reduces capital and operating costs substantially by reducing the size of the grinding circuit, CIL tankage and detoxification components of the proposed mill. Power and consumable costs savings are also significant.

Table 1: Flotation Results Summary at P80 212µm

Test	Units	WH1202	WH1203	WH1204	WH1152	WH1200	WH1201	WH1351
Grind Size	P80 µm	212	212	212	212	212	212	212
Calculated Head Grade	g/t Au	2.31	2.57	2.03	1.01	1.87	1.82	1.42
Mass Recovery to Concentrate	%	3.33	3.23	3.20	2.29	2.94	2.69	1.77
Concentrate Grade	g/t Au	67.6	78.0	61.9	42.1	60.8	64.6	74.5
Gold Recovery to Concentrate	%	97.28	98.12	97.62	95.16	95.84	95.71	93.07
Flotation Tails Grade	g/t	0.065	0.05	0.05	0.05	0.08	0.08	0.10

Ongoing test work to optimize the flotation process includes:

- further flotation tests at 300, 500 and 1000 µm grind sizes to determine the ultimate optimum grind size;
- improving recoveries through optimization of flotation reagents; and
- introduction of gravity separation of gold from the concentrate to reduce extraction costs.

Operating Costs

The coarse grind flotation process route has resulted in material reductions to expected power, grinding media, cyanide and other consumable costs, reducing the overall processing cost by an estimated 34% excluding heap leach, as set out in Table 2.

Table 2: Estimated Process Plant Operating Cost Summary

Cost Department	Previous (CIL) \$US/t	Flotation-CIL \$US/t	Heap Leach \$US/t
Process Labour	1.01	0.97	0.66
Power	4.18	2.67	0.56
Consumables	3.51	1.52	2.51
Maintenance	0.79	1.12	0.27
Laboratory	0.12	0.06	0.01
Total	9.61	6.34	4.02

Note - excludes ore rehandle on ROM pad which is included in mining cost

The substantial reduction in processing costs will likely increase the potential mine life at Ayanfuri by expanding pit sizes when the next optimization is run. This will be complemented by a review of mining costs in light of the significant reduction in fuel costs, the increasingly competitive contract mining industry and more favorable terms from new equipment suppliers. At this stage, pit designs are still based on a US\$750/oz gold price and the operating costs outlined in the 1 October 2008 prefeasibility update. In this study several pit shells were shown to be highly sensitive to operating

costs and gold price, with minor cost reductions resulting in appreciable deepening of the pit shells, increasing the potential reserve tonnes.

There is room for expansion of pit sizes given the current resource base of about 3.9Moz of gold (detailed below).

Capital Costs

Apart from the reduction in the size of the grinding circuit by relaxing the grind size, 97% of the output from the flotation process is “clean tails” not requiring further processing, thus significantly reducing CIL tankage and detoxification equipment required in a conventional CIL plant, and therefore capital costs.

The indicative capital cost estimate was prepared by consultants Mintrex and is presented in United States dollars to an accuracy level of +/-35%. The costs for the heap leach establishment were prepared internally to a similar accuracy level. The capital cost estimates do not make any allowance for price escalation.

Table 3: Capital Cost Summary, US\$M

Main Area	Costs
Treatment Plant Costs	72.8
Infrastructure	16.7
Management Costs	12.2
Total	101.7
Owner’s Project Costs	12.8
Contingency	11.4
Total	134.4

Economic Assessment

The revised Preliminary Economic Assessment was prepared with capital costs and operating costs in sufficient detail to be considered a Pre-feasibility Study and allows for the Ghanaian fiscal environment. Following is a summary of the economic assessment of the project based on the revised process route.

Table 4: Economic Assessment in US Dollars

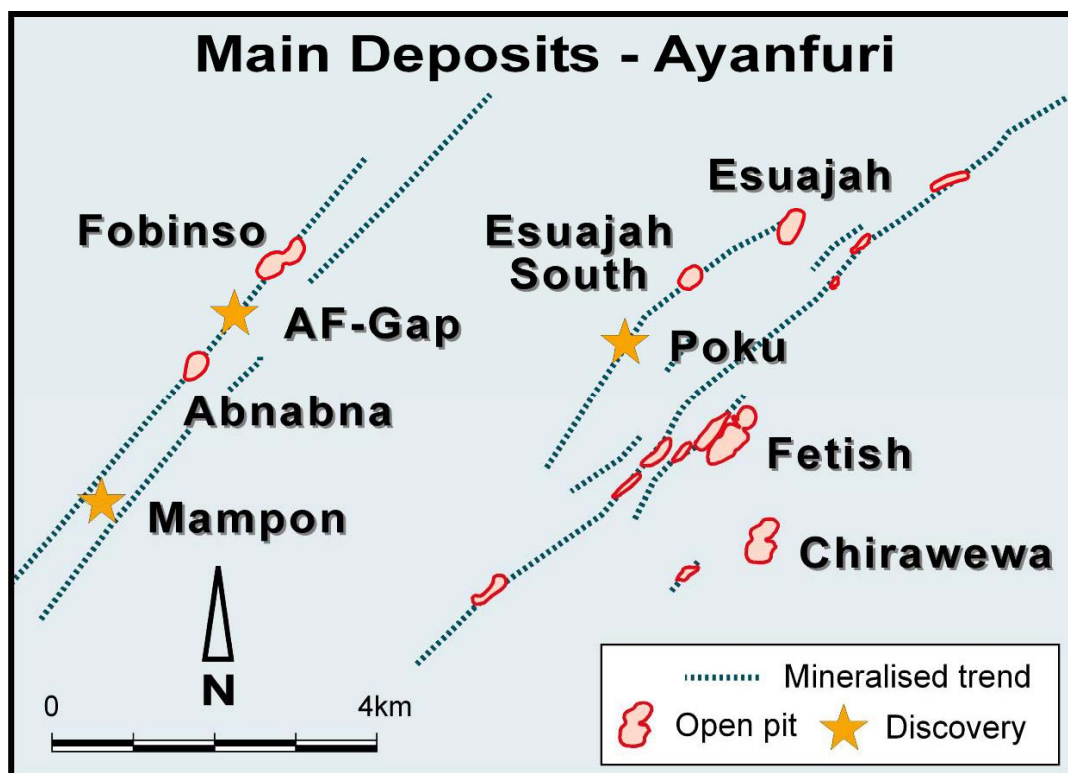
Gold price	\$750/oz	\$850/oz ⁽¹⁾ 'base case'	\$950/oz ⁽¹⁾
Ore processed tonnes @ g/t Au	42Mt @1.32g/t & HL 4.9Mt @1.29g/t	42Mt @1.32g/t & HL 4.9Mt @1.29g/t	42Mt @1.32g/t & HL 4.9Mt @1.29g/t
Strip Ratio	1.9:1	1.9:1	1.9:1
Capital Cost	\$ 134.4M	\$ 134.4M	\$ 134.4M
Mining Costs	\$7.76/t ore \$197/oz	\$7.76/t ore \$197/oz	\$7.76/t ore \$197/oz
Process Recovery	95% float-CIL 76% heap leach	95% float-CIL 76% heap leach	95% float-CIL 76% heap leach
Processing Costs	\$4.40-\$6.34/t, \$144/oz	\$4.40-\$6.34/t, \$144/oz	\$4.40-\$6.34/t, \$144/oz
Administration Costs	\$0.55/t ore, \$13.9/oz	\$0.55/t ore, \$13.9/oz	\$0.55/t ore, \$13.9/oz
Cash Operating Cost/oz	\$355/oz	\$355/oz	\$355/oz
Payback period			
From start of heap leach	2 yrs 1 months	1 year 9 months	1 year 6 months
From start of float-CIL	(1 year 2 months)	(1 year)	(9 months)
Tax paid	\$121.6M	\$165.6M	\$209.6M
Royalties paid	\$65.8M	\$74.6M	\$83.4M
Free cash (before capital, interest and tax)	\$660.1M	\$836.0M	\$1,012.0M
Free cash after capital and tax (interest costs not included)	\$404.2M	\$536.2M	\$668.13M
IRR	55%	71%	86%

- 1) The US\$950/oz and US\$850/oz scenarios do not reflect a pit expansion which would result in longer mine life and higher production if the higher gold price was used to redesign the pits. They reflect only the effect of the rising gold price on mining the currently designed pits, which are based on a US\$750/oz gold price.

Exploration

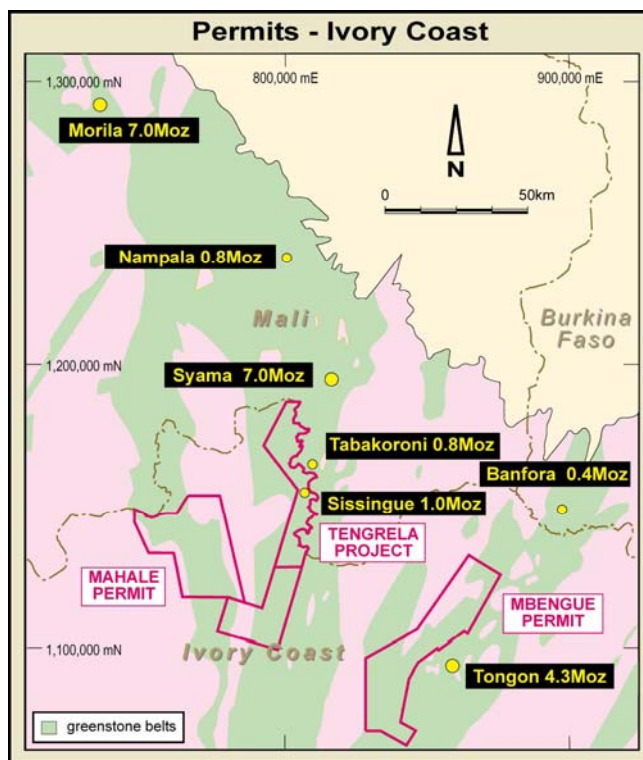
Infill and extensional drilling for the initial reserve estimate was largely completed with some 7,600m drilled in the quarter, much of which occurred from within the de-watered Abnabna and Fobinso North pits. Drilling from the floor of Abnabna pit returned a number of significant intercepts (refer to Table 10) and channel sampling of an exposed outcrop knoll in Abnabna pit likewise returned significant higher-grade intercepts (Table 11).

Infill RC drilling on the new Mampon discovery south of Abnabna was completed in the quarter with a number of significant intercepts (refer to Table 12). A resource estimate for Mampon will likely be included in the updated Ayanfuri resource statement expected early in 2009. Several significant drill intercepts were also returned from drilling on the northern extension of the Fetish deposit.



Tengrela Gold Project (Ivory Coast)

The 885sq km Tengrela gold project in Ivory Coast is located immediately south of Resolute Mining Limited's 6.8Moz Syama and Finkalo projects, along the same structural/stratigraphic corridor within the Syama-Boundiali greenstone belt. The project lies 150km SSE of the Morila gold mine (7Moz) and 65km WNW of the Tongon deposit (4.3Moz).



Sissingue

On November 27 the Company released an initial resource estimate for its Sissingue gold prospect at Tengrela.

The resource covers only a 1km portion of the 5.6-long Sissingue prospect where RC and diamond drilling is of sufficient density to enable estimation. Mineralisation remains open to the north and south and at depth. Limited RC drilling undertaken along strike confirms the presence of significant mineralisation not included in the estimate.

The maiden resource estimate, tabled below, totals 15.7Mt at 1.9g/t Au containing 970,000 ounces of gold including:

8.4Mt at 2.5g/t Au containing 680,000 ounces of gold at a 1.5g/t cutoff; or

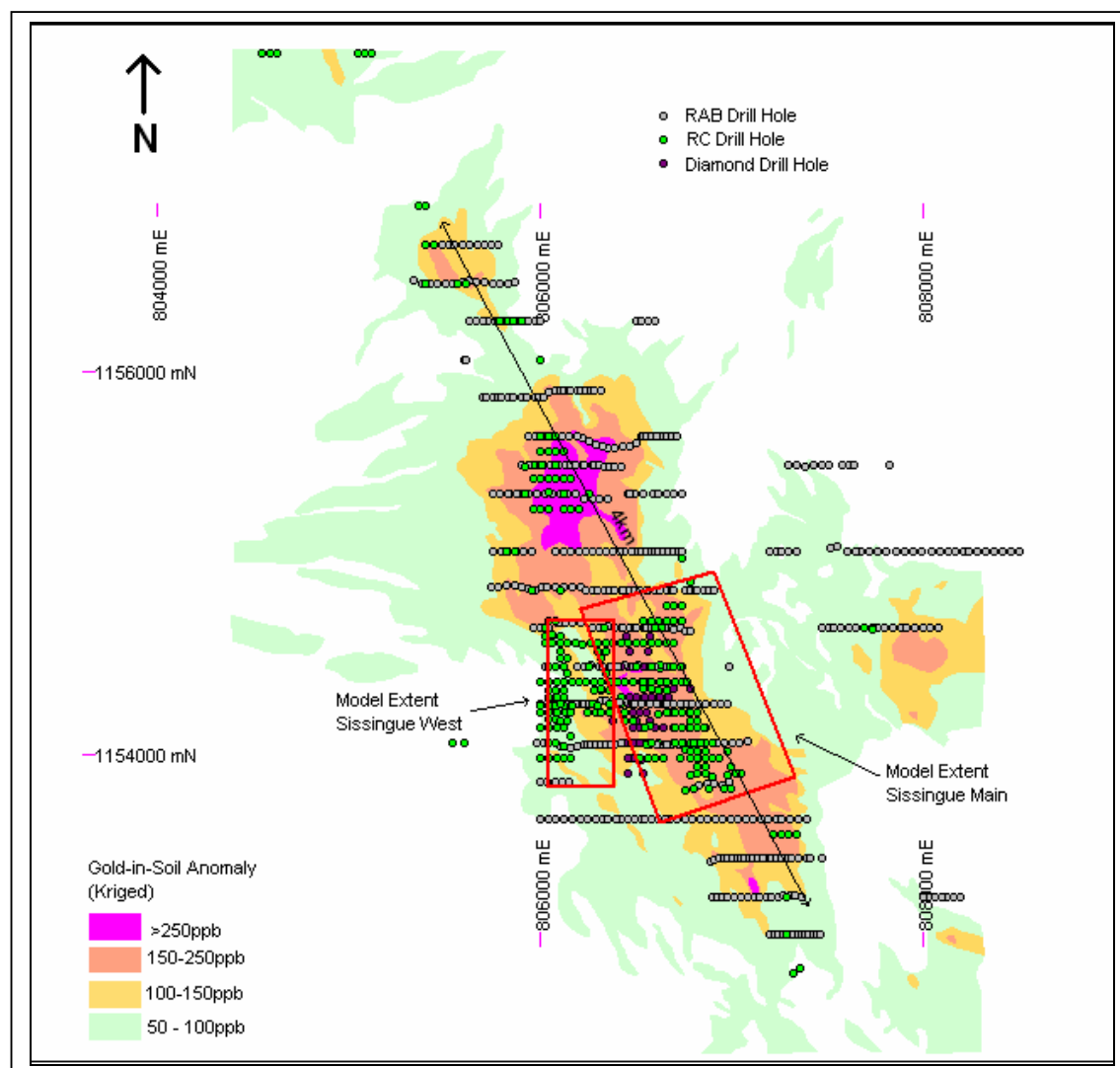
5.1Mt at 3.1g/t Au containing 500,000 ounces of gold at a 2.0g/t cutoff.

The resource area has been fenced drilled with 74 diamond holes (18,234m) plus 275 RC holes (21,317m) covering multiple zones over an area of 1,000m strike by 750m wide. The principal zone,

Sissingue “East”, is made up of a number of close spaced sub-zones of mineralisation that have returned numerous medium to very high grade intercepts. Mineralisation extends to greater than 300m depth and in places bulks out over widths of more than 100m. The Sissingue resource remains open to the north and south along the >5.6km long soil anomaly. A recent RC hole (SRC380) which returned **18m @ 10.1g/t Au** sits just north of the current resource, confirming the likelihood that extensional drilling will lead to an increase the resource base during the year. Recent significant drill results from Sissingue are contained in Tables 13 and 14 below.

Drilling at Sissingue paused during the Christmas break and will resume with RC drilling in early February with the view to extending the known resource.

High gold recoveries and favourable metallurgy from initial test-work (announced on 18 June 2008) enhance the potential of the resource. A more comprehensive metallurgical assessment is progressing as part of an Options Study expected to be completed in February 2009. The study will evaluate processing options, including those with low initial capital requirements.



Resource Limits, Sissingue Prospect – Tengrela Gold Project – Ivory Coast

Zanikan

Reconnaissance RAB drilling was nearly completed during the quarter on the Zanikan soil anomaly, situated 18km south of Sissingue. Anomalous results were returned from a number of holes drilled over 1.6km strike of the anomaly (refer to Table 15). Better portions of the anomaly could not be drilled due to crop harvesting and will be RAB drilled in 2009. The Zanikan prospect is the eighth major soil anomaly to have experienced first pass RAB drill testing, and the sixth prospect, including Kanakono, Katara, Logbog, Papara and Podio N.E., to return significant RAB results requiring follow up RC drilling. The Company-owned RAB rig will resume first pass evaluation of the remaining soil anomalies on the Tengrela tenements in early February.

Kofre

RAB drilling on the Kofre soil anomaly situated 44km south of Sissingue was completed during the December quarter. Two kilometres strike of the anomaly was RAB drilled on wide spaced sections with weak results.



Mark Calderwood
Managing Director

30 January 2009

The information in this report that relates to exploration results, mineral resources or ore reserves is based on information compiled by Mr Mark Calderwood, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Calderwood is a Director and full-time employee of the Company. Mr Calderwood 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 Calderwood consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Statements regarding the Company's plans with respect to its mineral properties are forward-looking statements. There can be no assurance that the plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that the Company will be able to convert Inferred resources to Indicated resources, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

Table 5: Mineral Resources (Gold) - Ayanfuri Gold Project 30 April 2008 (>0.8g/t Au)

Deposit	Indicated			Inferred			Total		
	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au
Esuajah North ⁽¹⁾	6,429,000	1.2	249,200	5,796,000	1.1	199,100	12,225,000	1.1	448,200
Esuajah South ⁽¹⁾	4,591,000	1.8	263,500	3,370,000	2.2	238,000	7,961,000	2.0	501,500
Abnabna-Fobinso ⁽¹⁾	15,230,000	1.6	760,900	13,306,000	1.4	608,100	28,536,000	1.5	1,369,000
Fetish ⁽¹⁾	4,809,000	1.1	176,200	10,930,000	1.5	543,500	15,739,000	1.4	719,700
Ataasi ⁽²⁾	340,000	2.6	28,500	200,000	2.8	18,000	540,000	2.7	46,500
Chirawewa ⁽²⁾				1,200,000	1.6	65,000	1,200,000	1.7	65,000
Dadieso ⁽³⁾				2,720,000	1.8	153,400	2,720,000	1.8	153,400
Totals	31,399,000	1.5	1,478,300	37,522,000	1.5	1,825,000	68,921,000	1.5	3,303,300

Notes

- 1 Runge Ltd April 2008 Estimate based on Perseus, Cluff and AGC drill data. Reported at 0.8g/t cutoff and 0.8 -1.2g/t cutoff for Esuajah South
- 2 Perseus Mining May 2006 Estimate based on Cluff and AGC drill data. Reported at 0.8g/t cutoff
- 3 Perseus Mining June 2007 Estimate based on Perseus and AGC drill data. Reported at 1.2g/t cutoff
- 4 Rounding applied to totals

Table 6: Mineral Resources (Gold) - Ayanfuri Gold Project 30 April 2008 (Low Grade)

Deposit	Indicated			Inferred			Total		
	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au
Esuajah North ⁽¹⁾	4,295,000	0.6	88,000	8,035,000	0.6	161,900	12,329,000	0.6	249,900
Esuajah South ⁽¹⁾	934,000	0.7	19,500	820,000	1.0	25,300	1,755,000	0.8	44,900
Abnabna-Fobinso ⁽¹⁾	3,877,000	0.6	76,400	5,889,000	0.6	113,500	9,766,000	0.6	189,800
Fetish ⁽¹⁾	2,693,000	0.7	56,300	2,410,000	0.7	52,000	5,103,000	0.7	108,300
Dadieso ⁽²⁾				1,142,000	0.9	34,100	1,142,000	0.9	34,100
Totals	11,799,000	0.6	240,200	18,296,000	0.7	386,800	30,095,000	0.7	627,000

Notes

- 1 Runge Ltd April 2008 Estimate based on Perseus, Cluff and AGC drill data. Reported at 0.4g/t cutoff and 0.4 -0.8g/t cutoff for Esuajah South
- 2 Perseus Mining June 2007 Estimate based on Perseus and AGC drill data. Reported at 0.8g/t cutoff
- 3 Rounding applied to totals

Table 7: Sissingue Resource by Classification and Weathering

Sissingue Prospect – Tengrela Project Mineral Resource Estimate (Gold) >1.0g/t									
	Indicated			Inferred			Total *		
	Tonnes	Grade Au g/t	Ounces cont.	Tonnes	Grade Au g/t	Ounces cont.	Tonnes	Grade Au g/t	Ounces cont.
Oxide									
Transition	830,000	2.1	56,000	2,490,000	2.1	170,000	3,320,000	2.1	226,000
Fresh	5,210,000	1.9	323,000	7,130,000	1.8	421,000	12,340,000	1.9	744,000
Total	6,040,000	2.0	379,000	9,630,000	1.9	591,000	15,660,000	1.9	970,000

* Rounding applied

The majority of resources are fresh rock. Test-work to date suggests gold is extractable by normal cyanide extraction methods (“free milling”).

Notes to the estimate are contained in the attached Appendix 1.

Table 8: Sissingue Resource by 1.2g/t , 1.5g/t and 2.0g/t Au cut offs

Cut off (Au)	Indicated			Inferred			Total*		
	Tonnes	Au g/t	Ounces cont.	Tonnes	Au g/t	Ounces cont.	Tonnes (,000)	Au g/t	Ounces cont.
0.8g/t	7,150,000	1.8	411,000	12,430,000	1.7	672,000	19,580,000	1.7	1,083,000
1.2g/t	4,945,000	2.1	340,000	7,460,000	2.1	514,000	12,400,000	2.1	853,000
1.5g/t	3,588,000	2.5	283,000	4,850,000	2.6	401,000	8,440,000	2.5	683,000
2.0g/t	2,108,000	3.0	200,000	2,960,000	3.1	298,000	5,070,000	3.1	498,000

* Rounding applied

Table 9: Summary of Recent Infill and Extensional Drilling, Ayanfuri Gold Project

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ABRDD355	Abnabna	26030	13740	198	178	-50	56	58	2	7.4
							117	122	5	1.1
							127	128	1	2.6
							138	139	1	1.4
							173	174	1	10.9
ABDD100	AF Gap	26320	13724	110	179	-50 incl. and	18	49	31	3.0
							24	28	4	5.7
							36	44	8	5.2
							65	69	4	2.3
ABRC345	AF Gap	26220	13640	100	180	-50	12	40	28	1.8
							45	56	11	1.0
							60	67	7	1.0
							84	100*	16	1.1
ABRDD327	AF Gap	26360	13949	342	178	-50	195	196	1	1.4
							198	199	1	1.5
							212	213	1	1.9
							241	242	1	2.0
							248	249	1	2.2
							275	285	10	1.8
							291	304	13	2.1
							312	320	8	0.8

Table 9: Summary of Recent Infill and Extensional Drilling, Ayanfuri Gold Project (Cont.)

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ADD130	Esuajah S.	1840	6260	242	92	-50	22.86	24	1.14	1.2
							124	130	6	1.2
							142	163	21	0.9
							171	192	21	1.1
							196	197	1	1.8
							203	205	2	1.0
							211	229	18	1.0
ADD133	Esuajah S.	1897	6140	160	92	-65	48	49	1	5.1
							50	60	1	1.1
							82	85	3	1.0
							98	140	42	1.5
							136	140	4	5.2
ADD135	Fetish	3522	5240	349	273	-60	163	167	4	1.9
							173	174	1	2.0
							185	186	1	23.6
							218	219	1	1.1
							235	236	1	1.7
							246	247	1	10.0
							280	298	18	1.7
ADD136	Fetish	3530	5280	361	272	-50	239	245	6	1.7
							249	251	2	3.8
							256	267	11	1.1
							290	307	17	1.6
							310	311	1	2.1
							331	346	15	2.6
							339	342	3	8.5
ADD138	Fetish	3505	5360	315	272	-50	151	154	3	1.5
							231	233	2	1.3
							249	297	48	1.7
							281	293	12	3.7
ADD140	Fetish	3140	5280	194	91	-45	161	193.55	32.55	1.9
ADD143	Fetish	3140	5200	175	92	-45	43	48.79	5.79	5.2
							86	89	3	5.8
							104	145	41	1.9
							104	106	2	8.0
							124	125	1	13.4
ADD144	Fetish	3139	5200	203	93	-55	140	141	1	13.5
							77	81	4	3.8
							77	78	1	10.7
							141	144	3	2.3
							148	202.69	54.69	1.5
ADD146	Fetish	3139	5440	163	90	-45	149	150	1	12.6
							189	190	1	15.7
							37	42	5	2.6
							46	51.82	5.82	2.7
							125	126	1	3.1
							130	136	6	2.1
ADD147	Fetish	3147	5522	175	90	-45	141	143	2	4.3
							157	162	5	2.1
							57	82.3	25.3	2.3
							61	67	6	5.8
ADD147	Fetish	3147	5522	175	90	-45	138	139	1	2.0

Table 9: Summary of Recent Infill and Extensional Drilling, Ayanfuri Gold Project (Cont.)

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ADD149	Fetish	3560	5120	361	271	-50	33.54	36.58	3.04	2.6
						incl.	181	182	1	41.5
							187	214	27	1.4
							206	207	1	16.6
							247	251	4	1.0
							263	265	2	4.8
							274	277	3	2.1
							290	291	1	1.3
							300	301	1	1.2
							309	310	1	1.5
							315	339	24	1.2
						AKRDD227	Fetish	3136	5240	220
incl.	159	160	1	24.1						
and	204	205	1	17.4						
AKRDD228	Fetish	3125	5120	175.1	90	-45	107	108	1	3.7
						incl.	114	118	4	1.0
							134	143	9	4.3
							140	141	1	32.3
							147	175.1*	28.1	1.0
AKRDD230	Fetish	3137	5480	195.1	90	-45	84	96	12	1.5
						incl. and and	113.7	118	4.3	1.7
							121	123	2	1.3
							146	195.1*	49.1	2.3
							164	165	1	10.7
							179	180	1	11.1
							192	195.1	3.1	9.7
AFRDD090	Fobinso	27320	14020	189	180	-50	81	82	1	10.0
						incl	101	123	22	2.2
							113	115	2	9.9
							131	132	1	2.7
							157	158	1	3.3
							164	175	11	0.9
FBDD036	Fobinso	27240	13980	143	181	-50	81	82	1	1.3
						incl.	92	131	39	1.9
							111	112	1	11.2
FBDD038	Fobinso	27280	13980	140	180	-50	81	88	7	1.5
						incl.	93	112	19	2.9
							110	111	1	24.8
							121	122	1	11.4
							138	139	1	1.0
FBDD039	Fobinso	27280	14020	191	180	-50	110	111	1	7.5
						incl.	121	158	37	2.1
							134	135	1	16.1
							140	141	1	10.4
							164	179	15	1.9
						incl.	166	167	1	13.3

* denotes ended in mineralisation

Only holes containing intercepts totalling at least 50 gram-metres included

Table 10: Summary of Recent Infill Drilling Intercepts from De-Watered Abnabna and Fobinso-North Pits, Ayanfuri Gold Project

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ABPT001	Abnabna	25970	13633	95	180	-50	46	52	6	1.0
							57	58	1	3.2
							66	69	3	1.0
							75	76	1	20.1
							81	89	8	1.2
ABPT006	Abnabna	25850	13575	75.1	179	-50	0	4.4	4.4	1.1
							11	14	3	1.8
							22	26	4	1.9
							37	38	1	1.2
							42	45	3	1.5
							49	52	3	4.2
							57	75.1*	18.1	1.4
ABPT008	Abnabna	25830	13599	95	180	-50	4.3	5.8	1.5	1.1
							23	24	1	1.4
							30	31	1	3.5
							37	75	38	1.8
						incl.	38	39	1	11.7
							80	82	2	1.0
							88	93	5	1.1
ABPT013	Abnabna	25891	13597	63	179	-50	0	6	6	1.8
							11	15	4	1.2
							31	47	16	1.8
ABPT019	Abnabna	25950	13624	87	179	-50	2	4	2	1.1
							16	29	13	1.4
							34	35	1	1.6
							38	86	48	1.1
							20	22	2	1.9
							24	25	1	1.2
ABPT032	Abnabna	25870	13583	60	359	-60 incl. and	6	21	15	4.1
							8	10	2	16.9
							14	16	2	7.6
							24	25	1	1.5
							32	33	1	3.9
							50	60*	10	1.1
ABPT035	Abnabna	25830	13599	37	359	-75 incl.	19	37*	18	2.7
							19	20	1	13.8
ABPT036	Abnabna	25887	13609	50	316	-50 incl.	2	24	22	2.1
							15	16	1	12.7
							37	50*	13	1.5
ABPT037	Abnabna	25892	13608	45	359	-60 incl. and	0	45	45	2.3
							5	10	5	4.8
							20	25	5	4.3

Table 10: Summary of Recent Infill Drilling Intercepts from De-Watered Abnabna and Fobinso-North Pits, Ayanfuri Gold Project (Cont.)

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ABPT038	Abnabna	25892	13606	80	360	-90 incl. and	0	20	20	3.3
							8	11	3	8.5
							19	20	1	10.7
							25	53	28	1.7
							61	76	15	1.2
							78	79	1	2.0
ABPT040	Abnabna	25949	13615	81	206	-55 incl.	7	8	1	1.4
							27	40	13	1.3
							44	45	1	1.6
							51	57	6	1.3
							62	79	17	1.7
							70	71	1	12.5
ABPT042	Abnabna	25950	13627	55	359	-65 incl.	2	7	5	5.0
							4	5	1	21.2
							14	15	1	1.7
							31	55*	24	1.9
							36	37	1	11.9
ABPT043	Abnabna	25905	13612	66	31	-65 incl. and	0	2	2	1.0
							8	12	4	1.1
							22	35	13	1.6
							40	66*	26	2.5
							49	50	1	10.8
							55	56	1	16.4
ABPT044	Abnabna	25906	13610	120	111	-80	2	5	3	1.3
							8	17	9	1.2
							21	107	86	1.3
							111	116	5	1.5
ABPT045	Abnabna	25940	13631	60	196	-90	39	60*	21	2.5
ABPT046	Abnabna	25940	13630	105	196	-65 incl. and incl.	1	21	20	1.3
							32	86	54	1.9
							45	46	1	11.3
							55	58	3	8.5
							92	104	12	2.5
							102	104	2	11.0
ABPT047	Abnabna	25939	13628	84	196	-50 incl.	1	2	1	1.5
							7	29	22	1.6
							35	61	26	1.8
							47	48	1	18.5
							65	66	1	3.2
							69	71	2	1.0

Table 10: Summary of Recent Infill Drilling Intercepts from De-Watered Abnabna and Fobinso-North Pits, Ayanfuri Gold Project (Cont.)

Hole	Deposit	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ABPT048	Abnabna	25830	13621	105	180	-65	0	13	13	1.1
							17	64	47	3.0
							23	31	8	6.7
							48	49	1	37.5
ABPT049	Abnabna	25831	13618	100.2	180	-50	4	5	1	1.5
							10	19	9	1.5
							23	24	1	1.3
							30	71	41	1.5
							32	33	1	15.1
							78	88	10	1.7
							98	100.2*	2.2	1.1
ABPT050	Abnabna	25849	13619	85	180	-69	0	12	12	1.1
							15	28	13	1.0
							33	38	5	2.3
							42	68	26	1.5
							74	79	5	2.7
ABRDD359	Abnabna	26010	13677	129	180	-55	36	64	28	1.0
							74	75	1	1.3
							90	95	5	1.7
							103	113	10	1.5
							119	125	6	2.4
FBPT005	Fobinso	27500	13907	108	180	-50	66	70	4	5.3
							73	77	4	5.0
							75	76	1	15.5
							81	90	9	1.4

* denotes ended in mineralisation

Only holes containing intercepts totalling at least 50 gram-metres included

Table 11: Significant Channel Sample Results from Abnabna Pit Outcrop, Ayanfuri Gold Project

Channel Sample ID	East (m)	North (m)	Length (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
B	25932	13596	16	366	8	0	10	10*	2.1
						15	16	1	1.1
C2	25920	13607	7	360	-7	0	7	7*	2.1
D1	25910	13588	4	359	12	0	4	4*	2.8
E	25900	13606	11	358	-3	1	10	9	1.2
F	25889	13622	5	133	27	0	5	5*	2.0
G	25867	13609	6	001	-5	0	6	6*	2.9
I	25914	13605	14	90	-18	6	12	6	3.6
L	25893	13614	16	117	-6	0	15	15*	4.3
					incl.	2	3	1	23.0
					and	11	15	4	7.0

Table 11: Significant Channel Sample Results from Abnabna Pit Outcrop, Ayanfuri Gold Project

Channel Sample ID	East (m)	North (m)	Length (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
Q	25857	13626	10	128	15	0	19	19*	4.1
					incl.	0	1	1	25.4
					and	5	8	3	7.1
T	25865	13610	10	331	-9	0	10	10*	1.4

* denotes open ended intercept

Intercepts containing one or more assays above 1g/t Au and more than 10 gram-metres, included

Table 12: Summary of Recent Exploration Drilling Results from Mampong Prospect, Ayanfuri Gold Project

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
MPRC040	25240	13486	114	180	-50	91	97	8	1.8
						104	105	1	1.2
MPRC046	24480	13500	146	180	-50	39	42	3	2.9
						93	97	4	1.3
						105	106	1	1.1
						112	121	9	2.9
					incl.	112	113	1	15.3
MPRC050	24560	13500	160	180	-50	47	49	2	1.5
						53	58	5	1.4
						71	72	1	2.8
						111	112	1	1.2
						116	129	13	1.2
MPRC053	24960	13460	130	180	-50	95	96	1	3.3
						117	120	3	2.4
MPRC054	24960	13500	168	180	-50	79	85	6	1.2
						111	113	2	4.1
						153	155	2	2.5
MPRC067	24720	13500	132	180	-50	99	102	3	7.6

Intercepts containing one or more assays above 1g/t Au and more than 10 gram-metres, included

Table 13: Summary of Recent Diamond Drill Intercepts, Tengrela Gold Project, Ivory Coast

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
SD042	806660	1154200	320	270	-53	1.5	6	4.5	1.3
						10.5	12	1.5	1.1
						19.5	21	1.5	3.8
						34.5	39	4.5	2.6
						58.5	60	1.5	1.0
						64.5	74	9.5	1.8
						86.4	87	0.6	2.4
						94	96	2	1.3
						99	104	5	2.3
						120	136	16	3.9
					incl.	127	129	2	20.3
						149	165	16	1.0
						169	171	2	1.0
						180.3	184	3.7	2.2
						200	202	2	1.0
						220	225	5	1.5
						240	243	3	18.4
					incl.	240	241	1	52.6
						251	263	12	2.7
					incl.	259	260	1	16.5
						270	271	1	4.1
						286	291	5	2.5
						315	317	2	1.3
SD043	806623	1154202	249	273	-50	1.5	4.5	3	2.0
						15	22.5	7.5	1.4
						110	111	1	2.0
						129	136	7	6.7
					incl.	129	130	1	40.6
SD044	806781	1154280	349	271	-50	9	10.5	1.5	1.4
						16.5	18	1.5	1.0
						140	141	1	1.7
						182	183	1	1.6
						190	191	1	1.2
						207	210	3	1.5
						235	243	8	1.3
						249	291	42	1.5
					incl.	277	287	10	2.9
						298	307	9	1.6
						310	312	2	1.4
						319	320	1	3.0
						327	328	1	1.3
						336	342	6	1.4
SD045	806700	1154280	223	270	-50	73	91	18	1.0
						111	113	2	1.7
						116	123	7	2.1
						127	154	27	1.9
					incl.	141	142	1	17.7
						161	163	2	1.1
						167	174	7	1.2
						178	190	12	1.8
						197	199	2	1.8
						202	204	2	2.4
						207	218	11	1.8

Table 13: Summary of Recent Diamond Drill Intercepts, Tengrela Gold Project, Ivory Coast (Cont.)

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
SD046	806479	1154079	313	92	-52	84	85	1	9.9
						137.3	138	0.7	1.2
						189.7	193	3.3	11.6
						189.7	190.8	1.1	30.5
						198	200.8	2.8	1.1
						217	223	6	2.6
SD047	806639	1154077	250	91	-50	66	69	3	2.0
SD048	806440	1154161	286	90	-51	16.5	18	1.5	1.0
						149	155	6	1.4
						163.7	172	8.3	1.3
						177	196	19	1.7
						177	178	1	19.2
						205.8	207.15	1.35	1.4
						219	221.05	2.05	1.8
						231	248	17	1.1
						251	252	1	1.2
						260.9	262	1.1	1.1
						276.2	277.35	1.15	1.3
SD050	806466	1154240	388	99	-52	158	159	1	1.1
						162	163	1	1.5
						175	185	10	1.3
						193.9	196	2.1	1.1
						221	228	7	2.6
						236.95	238	1.05	8.2
						244	249	5	1.2
						259	260	1	1.3
						374.4	375.5	1.1	18.3
SD054	806461	1154202	287	270	-52	71.2	75.7	4.5	5.8
						85	93	8	1.5
SD056	806421	1154281	201	270	-51	71	74	3	0.6
						93	105.15	12.15	1.0
SD057	806220	1154283	302	270	-53	163	164	1	18.1
						252	256	4	1.1
SD065	806720	1154640	206	272	-50	71	84	13	1.2
						150	151	1	1.2
						154.2	155	0.8	33.4
						168.05	173	4.95	1.4
						179	182	3	1.6
SD066	806802	1154643	341	272	-50	217	218	1	1.2
						239	241	2	1.0
						248	257	9	1.2
						280.1	282	1.9	1.4
						287	288.2	1.2	1.2
						296	296.55	0.55	21.4
						312	313	1	1.7
SD067	806529	1154561	226	92	-51	84	90	6	1.0
						95	97	2	1.2
						102	104	2	1.8
						112.65	114	1.35	1.1
						118.25	125	6.75	1.2
						166	167	1	1.4
SD068	806614	1154118	125	90	-50	48	75	27	2.4
					incl.	69	70.5	1.5	26.1
SD069	806563	1154117	97	94	-61	0.6	1.8	1.2	1.2
						68.2	77	8.8	2.4

Table 13: Summary of Recent Diamond Drill Intercepts, Tengrela Gold Project, Ivory Coast (Cont.)

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
SD070	806915	1154080	160	276	-50	15	18	3	1.3
						22.5	25.5	3	1.2
						93	97	4	1.2
						136	138	2	1.3
						140.3	141	0.7	1.2
						145	145.7	0.7	1.8
SD071	806899	1154002	170	262	-51	50	51.5	1.5	37.3
						56	57.5	1.5	1.2
						142.1	145	2.9	1.4
						147	147.8	0.8	1.6

Notes

Half core samples analyzed by fire assay method.

Intercepts containing one or more assays above 1g/t Au included.

Table 14: Summary of Recent RC Drill Intercepts, Tengrela Gold Project, Ivory Coast

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
SRC256	806320	1154440	66	270	-55	18	30	12	1.3
SRC314	806240	1155380	80	270	-55	0	4	4	1.7
						12	14	2	8.4
SRC316	806320	1155600	80	270	-55	64	66	2	3.2
						76	80*	4	1.3
SRC331	807140	1153840	79	270	-55	54	58	4	3.1
SRC333	807100	1153840	80	270	-55	28	34	6	1.2
						46	62	16	1.1
SRC360	806730	1154480	90	270	-55	66	78	12	1.3
SRC361	806690	1154480	87	270	-55	38	48	10	2.6
						56	72	16	4.1
SRC362	806680	1154440	66	270	-55	38	48	10	1.1
SRC363	806720	1154440		270	-55	22	26	4	1.6
						36	46	10	1.4
						60	70	10	2.7
						76	78	2	3.6
SRC364	806650	1154360	84	270	-55	8	16	8	0.9
						20	24	4	1.0
						34	38	4	1.1
						50	54	4	1.6
						66	84	18	2.2
SRC365	806610	1154360	68	270	-55	14	16	2	1.2
						48	50	2	1.1
						56	66	10	2.3
SRC368	806780	1154040	82	270	-55	22	26	4	1.4
						42	48	6	1.1
SRC369	806740	1154040	80	270	-55	24	26	2	14.9
SRC373	806640	1154440	80	270	-55	10	12	2	1.0
						44	48	4	6.0
						44	46	2	10.4
SRC374	806640	1154560	80	270	-55	12	80*	68	1.7
						34	48	14	3.0
SRC375	806680	1154560	80	270	-55	18	24	6	1.2
						36	38	2	1.1
						42	46	4	1.1
						52	80*	28	1.0

Table 14: Summary of Recent RC Drill Intercepts, Tengrela Gold Project, Ivory Coast (Cont.)

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
SRC376	806720	1154560	80	270	-55 incl.	62	66	4	7.4
						64	66	2	11.6
SRC378	806650	1154480	40	270	-55	16	30	14	1.4
SRC379	806530	1154560	60	270	-55	12	16	4	5.0
SRC380	806710	1154760	80	270	-55 incl. incl.	62	80*	18	10.1
						72	80*	8	19.2
						76	78	2	57.7
SRC381	806670	1154760	80	270	-55	16	18	2	1.0
						26	30	4	2.5
						48	52	4	1.2
SRC385	806720	1154680	80	270	-55	10	12	2	1.3
						60	76	16	1.0
SRC386	806680	1154680	80	270	-55	18	20	2	2.8
						56	64	8	1.0
						74	80*	6	0.9
SRC387	806640	1154680	80	270	-55	8	12	4	2.8
						24	26	2	1.7

Notes

* denotes open ended intercept

Intercepts containing one or more assays above 1g/t Au and more than 10 gram-metres, included

Table 15: Summary of Recent RAB Drill Intercepts, Zanikan Prospect, Tengrela Gold Project, Ivory Coast

Hole	East (m)	North (m)	Depth (m)	Azm. (°)	Incl. (°)	From (m)	To (m)	Width (m)	Au g/t
ZARB005	801263	1137300	17	90	-60	4	8	4	1.4
ZARB015	801484	1137300	45	90	-60	36	40	4	1.3
ZARB023	801674	1137300	25	90	-60	0	4	4	3.6
ZARB045	801318	1137700	39	90	-60	28	32	4	1.2
ZARB107	802903	1138120	29	90	-60	0	20	20	0.7
ZARB108	802922	1138120	18	90	-60	12	16	4	1.2
ZARB110	802940	1138120	12	90	-60	0	4	4	1.2
ZARB111	802947	1138120	12	90	-60	4	12*	8	1.0
ZARB112	802954	1138120	12	90	-60	4	8	4	2.4
ZARB113	802961	1138120	10	90	-60	0	4	4	1.2
						8	10*	2	1.9

Notes

* denotes open ended intercept

Intercepts containing one or more 4m assays above 0.5g/t Au included

Table 16: Meters Drilled (Jan-December 2008)

Month	AF dd ⁽¹⁾	AF rc ⁽²⁾	GRU rc ⁽³⁾	TEN dd ⁽⁴⁾	TEN rc ⁽⁵⁾	TEN rab ⁽⁶⁾	Total
Jan	4,822	2,618	2,305	761	1,135	833	12,474
Feb	6,219	8,994	2,959	756	1,218	2,483	22,629
Mar	5,834	3,579	2,280	1,979	1,542	1,855	17,069
2008 Q1	16,875	15,191	7,544	3,496	3,895	5,171	52,172
Apr	2,535	4,131	-	1,749	924	-	9,339
May	5,553	4,409	3,292	1,885	244	3,248	18,631
Jun	6,301	1,632	2,299	1,977	832	1,991	15,032
2008 Q2	14,389	10,172	5,591	5,611	2,000	5,239	43,002
July	7,929	1,457	1,700	1,317	1,784	1,449	15,636
Aug	6,186	5,517	-	2,508	2,169	1,983	18,363
Sept	5,107	8,264	-	3,225	4,604	43	21,243
2008 Q3	19,222	15,238	1,700	7,050	8,557	3,475	55,242
Oct	1,420	2,202	-	1,394	3,366	2,230	10,612
Nov	996	1,398	-	614	724	2,774	6,506
Dec	201	1,000	-	70	1,092	1,455	3,818
2008 Q4	2,617	4,600	-	2,078	5,182	6,459	20,936
2008 Total	53,103	45,201	14,835	18,235	19,634	20,344	171,352

Notes

- 1) Ayanfuri diamond drilling
- 2) Ayanfuri reverse circulation ("RC") drilling
- 3) Grumesa RC drilling
- 4) Tengrela diamond drilling
- 5) Tengrela RC drilling
- 6) Tengrela rotary air blast ("RAB")drilling
- 7) Previous Quarter meters corrected according to final drill databases

Table 17: Mineral Resources (Gold) - Perseus Mining Limited Projects

Deposit	Indicated			Inferred			Total		
	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au	Tonnes	g/t Au	Ounces Au
Ayanfuri >0.8g/t ⁽¹⁾	31,399,000	1.5	1,478,300	37,522,000	1.5	1,825,000	68,921,000	1.5	3,303,300
Ayanfuri 0.4g/t - 0.8g/t ⁽¹⁾	11,799,000	0.6	240,200	18,296,000	0.7	386,800	30,095,000	0.7	627,000
Tengrela >1.0g/t	6,040,000	2.0	379,000	9,630,000	1.9	591,000	15,660,000	1.9	970,000
Grumesa Sth >0.4-0.6g/t ⁽²⁾	7,118,000	0.9	195,000	1,900,000	0.8	46,000	9,018,000	0.8	241,000
Grumesa Nth >0.4g/t ⁽³⁾				21,400,000	0.8	573,000	21,400,000	0.8	573,000
Totals >0.8g/t	37,439,000	1.5	1,857,300	47,152,000	1.6	2,416,000	84,581,000	1.6	4,273,300
Totals >0.4g/t	56,356,000	1.3	2,292,500	88,748,000	1.2	3,421,800	145,094,000	1.2	5,714,300

Notes

- 1) Last updated on 2 May 2008
- 2) Last updated on 30 April 2007
- 3) Last updated on 29 September 2006
- 4) The Company holds 90% of Ayanfuri, 90% of Grumesa and 80% of Tengrela after allowing for Government equity at mining stage

Appendix 5B

Mining exploration entity quarterly report

Name of entity

PERSEUS MINING LIMITED

ABN

27 106 808 986

Quarter ended ("current quarter")

31 December 2008

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 and evaluation	(7,929)	(15,631)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(561)	(1,178)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	266	420
1.5	Interest and other costs of finance paid	(10)	(17)
1.6	Income taxes paid	-	-
1.7	Other –	-	-
Net Operating Cash Flows		(8,234)	(16,406)
Cash flows related to investing activities			
1.8	Payment for purchase or renewal of:		
	(a) prospects	(193)	(193)
	(b) equity investments	-	-
	(c) other fixed assets	(293)	(631)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	(2)
1.11	Loans repaid by other entities	-	769
1.12	Other - decrease in cash due to deconsolidation of Kyrgyz subsidiaries	-	(143)
1.12	Other - Environmental bond deposit	-	(521)
Net investing cash flows		(486)	(721)
1.13	Total operating and investing cash flows (carried forward)	(8,720)	(17,127)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(8,720)	(17,127)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	199	279
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 expenses	-	53
	Net financing cash flows	199	332
	Net increase (decrease) in cash held	(8,521)	(16,795)
1.20	Cash at beginning of quarter/year to date	11,288	19,297
1.21	Exchange rate adjustments to item 1.20	864	1,129
1.22	Cash at end of quarter	3,631	3,631

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	290
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
		A\$'000
	Directors fees, consultancy charges and remuneration	188
	Accounting, secretarial and occupancy expenses	102

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

N/A.

- 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

N/A.

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	3,000
4.2 Development	-
Total	3,000

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	236	792
5.2	Deposits at call	3,395	10,496
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		3,631	11,288

At 31 December 2008, the Company had US\$2.258 million (approximately AUD\$3.3m at the date of this report) held in bank deposits which are subject to lien and are provided as collateral for bank guarantees issued to the Ghana EPA in relation to environmental rehabilitation provisions concerning some Ghana mineral permits. These deposit amounts are not included in cash balances at the quarter end for the purposes of this cash flow statement.

Changes in interests in mining tenements

	Tenement reference	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	N/A.		
6.2	Interests in mining tenements acquired or increased	N/A.		

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 (cents)	Amount paid up per security (cents)
7.1 Preference securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter	-	-	-	-
7.3 +Ordinary securities	175,493,899	175,493,899		
7.4 Changes during quarter				
Exercise of options	39,632	39,632	20 cents	20 cents
Exercise of options	700,000	700,000	26 cents	26 cents
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	12,666,337	10,366,337	20 cents	31/03/2009
	525,000	-	50 cents	01/04/2010
	150,000	-	65 cents	30/05/2010
	560,000	-	\$1.00	12/07/2010
	3,800,000	-	\$1.50	31/07/2010
	400,000	-	\$1.30	26/10/2010
	780,000	-	\$1.15	26/02/2011
	150,000	-	\$1.50	10/07/2011
	600,000	-	\$1.00	30/06/2011
7.8 Issued during quarter	600,000	-	\$1.00	30/06/2011
7.9 Exercised during quarter	(39,632) (700,000)	(39,632) -	20 cents 26 cents	31/03/2009 01/12/2008
7.10 Cancelled/Expired during quarter	(50,000) (300,000) (50,000)	- - -	\$1.00 \$1.15 \$1.15	12/07/2010 26/02/2011 31/03/2011
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 gives a true and fair view of the matters disclosed.



Sign here:
Print name: Mark Calderwood
Managing Director

Date: 30 January 2009