

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

PERSEUS MINING LIMITED

ABN

27 106 808 986

Quarter ended ("current quarter")

31 December 2011

### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	45,526	48,698
1.2 Payments for (a) exploration and evaluation*	(7,724)	(15,118)
(b) development	(3,618)	(34,667)
(c) production (pre-commercial)	(37,569)	(46,505)
(d) administration	(2,195)	(4,243)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	366	506
1.5 Interest and other costs of finance paid	(838)	(1,729)
1.6 Income taxes paid	-	-
1.7 Other	-	-
<b>Net Operating Cash Flows</b>	<b>(6,052)</b>	<b>(53,058)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchase or renewal of:		
(a) prospects	-	-
(b) equity investments	(2,386)	(2,386)
(c) other fixed assets	(379)	(1,728)
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	-	-
<b>Net investing cash flows</b>	<b>(2,765)</b>	<b>(4,114)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(8,817)</b>	<b>(57,172)</b>

\*Includes Reserve Definition Drilling (reallocated from development to exploration)

1.13	Total operating and investing cash flows (brought forward)	(8,817)	(57,172)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	89,873	92,216
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	(4,863)	(4,863)
	<b>Net financing cash flows</b>	85,010	87,353
	<b>Net increase (decrease) in cash held</b>	76,193	30,181
1.20	Cash at beginning of quarter/year to date	53,561	96,462
1.21	Exchange rate adjustments to item 1.20	1,701	4,812
1.22	<b>Cash at end of quarter</b>	131,455	131,455

**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	663
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	465
	Accounting, secretarial and occupancy expenses	198

### 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 (refer note below)	83,530	83,530
3.2 Credit standby arrangements	-	-

The Company has drawn down the full US\$85 million project finance facility with Macquarie Bank Limited and Credit Suisse (equivalent to AUD\$83.5 million at the 31 December 2011 exchange rate).

### Estimated cash outflows for next quarter

4.1 Exploration and evaluation*	\$A'000 8,900
4.2 Development (including pre-development)	16,500
4.3 Production**	(9,700)
4.4 Administration	3,000
<b>Total</b>	<b>18,700</b>

\*Includes Reserve Definition Drilling

\*\*Net of product sales, debt facility repayments and environmental bank guarantee

*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	10,609	6,909
5.2 Deposits at call	120,846	46,652
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	131,455	53,561

At 31 December, the Company had US\$2.2 million (approximately AUD\$2.2 million 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 <b>Preference securities</b> <i>(description)</i>	-	-	-	-
7.2 Changes during quarter	-	-	-	-
7.3 <b>+Ordinary securities</b>	455,827,088	455,827,088		
7.4 Changes during quarter				
Exercise of options	10,000	10,000	\$0.65	\$0.65
Exercise of options	350,000	350,000	\$2.13	\$2.13
Placement	28,750,000	28,750,000	Cdn\$3.25	Cdn\$3.25
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	-	-	-	-
7.6 Changes during quarter	-	-	-	-
7.7 <b>Options</b> <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	1,025,000	-	65 cents	23/01/2012
	400,000	-	\$1.80	31/03/2012
	600,000	-	\$1.30	31/03/2012
	50,000	-	\$2.13	14/01/2012
	880,000	-	\$2.13	16/06/2013
	400,000	-	\$2.45	29/07/2012
	450,000	-	\$3.00	06/10/2013
	160,000	-	\$3.00	14/10/2012
	280,000	-	\$3.45	14/10/2012
	270,000	-	\$3.20	03/11/2013
	2,290,000	-	\$3.00	15/06/2014
7.8 Issued during quarter	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
7.9 Exercised during quarter	(350,000)	-	\$2.13	16/06/2013
	(10,000)	-	\$0.65	23/01/2012
		-		
7.10 Cancelled/Expired during quarter	(100,000)		\$3.00	15/06/2014
7.11 <b>Debentures</b> <i>(totals only)</i>	-	-		
7.12 <b>Unsecured notes</b> <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: 19 January 2012