ALCASTON MINING N. L.

A.C.N. 006 710 774

(TO BE RENAMED GOLDEN RIM RESOURCES LTD)

ACTIVITIES REPORT
FOR THE QUARTER ENDED 30 SEPTEMBER 2006

Highlights

Webe Creek Gold Project, Vanuatu

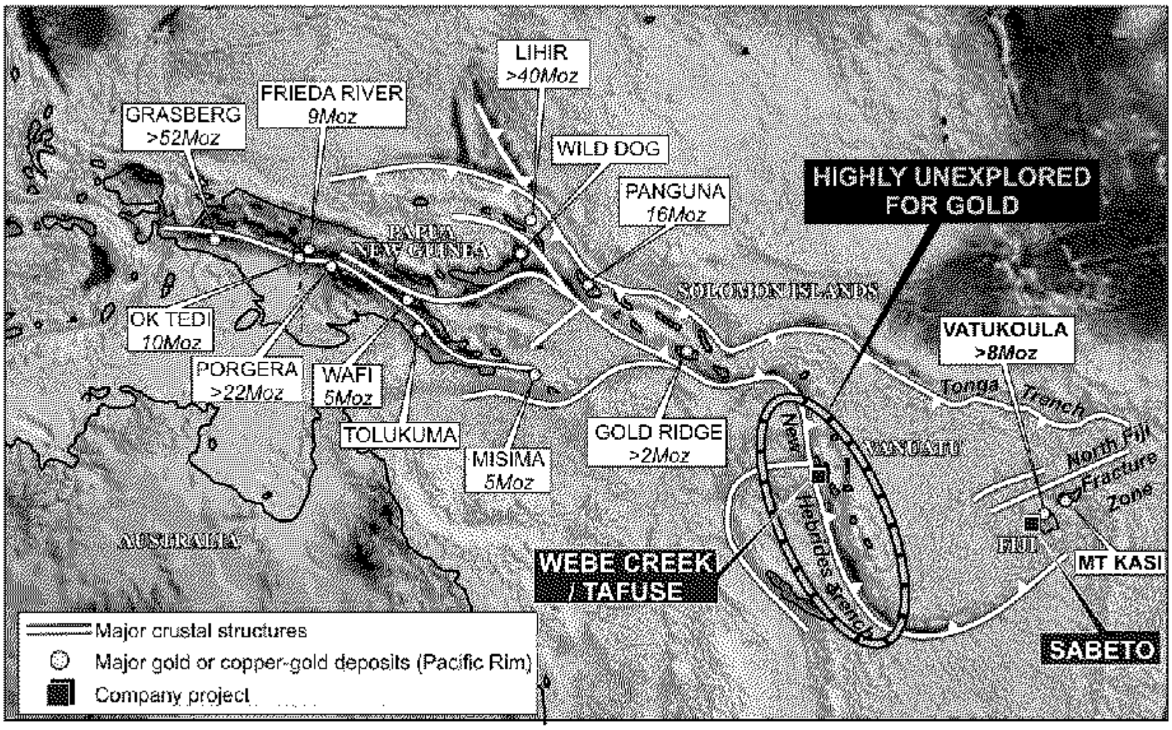
- *At the Webe Creek project in Vanuatu diamond drilling is now proceeding steadily following lengthy delays due to unseasonal wet weather. The exciting gold target areas are currently being tested.*

- *Mapping and rock chip sampling at Webe Creek has extended the known length of the La Fete epithermal vein. Additional significant gold and silver assay results were obtained.*

Sabeto Gold Project, Fiji

- *A recent aeromagnetic and radiometric survey conducted by Alcaston over the Sabeto project in Fiji has outlined significant geophysical anomalies, including a major anomaly extending directly along strike from Emperor Mines' 0.45Moz Tuvatu gold deposit.*

- *Additional mapping and rock chip sampling completed at Sabeto has outlined further mineralisation at several prospects with significant gold, copper and silver assay results.*



Alcaston's Pacific Rim Projects

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Webe Creek Gold Project, Vanuatu

(Alcaston earning 81.25% from Mincor Resources NL and Rimfire Resources Ltd)

Webe Creek is situated on the Pacific Rim of Fire on the northern Island of Espiritu Santo in Vanuatu and is subject to Alcaston's farm-in agreement with Mincor.

At the Laonasmata prospect, a 4 km long and 300 m wide mineralised zone has been identified. Coincident within the zone are outcropping epithermal gold and silver-bearing veins, anomalous gold-in-soils, hydrothermal alteration and geophysical anomalies. To date, rock chip values up to 13.2 g/t gold and 270 g/t silver have been obtained from the veining. The Laonasmata prospect is prospective for a 'Porgera-style' (+14 million ounces) gold discovery.

During the quarter diamond drilling continued at the Laonasmata prospect. The drilling is now progressing steadily following a number of lengthy delays due to unseasonal wet weather. Two holes were completed to test the copper soil anomaly in the southern portion of the prospect area. Both holes failed to intercept any significant mineralisation. Drilling is currently underway (6 holes) on the exciting gold target areas to the north and the program should be completed during November.

Further mapping and rock chip sampling (13 samples) at Webe Creek has returned encouraging results. The La Fete epithermal quartz vein has now been mapped over a strike length of 300 m, with widths up to 2 m. New rock chip results include **0.95 g/t gold and 271 g/t silver (8.7 oz/t)**. Previous sampling has returned gold assays of up to **13.2 g/t gold**. The La Fete vein is being tested in the current drilling program.

Alcaston drilling at Webe Creek in Vanuatu

Newly constructed access road at Webe Creek in Vanuatu. Unseasonal rain has hampered the drilling program.

Tafuse Gold Project, Vanuatu

(Alcaston earning 75% from Mincor Resources NL)

The Tafuse Licence adjoins Webe Creek to the north. Five (5) gold targets have been identified, comprising epithermal alteration zones with gold mineralisation on surface. The most advanced prospect at Tafuse North consists of a series of explosive breccia bodies aligned over 700 m along an elongated northwest trending zone with a coincident gold (generally greater than 0.5 g/t), arsenic, copper, lead and zinc soil anomaly. Exotic siliceous clasts in the breccia have assayed up to 10 g/t gold and 860 g/t silver.

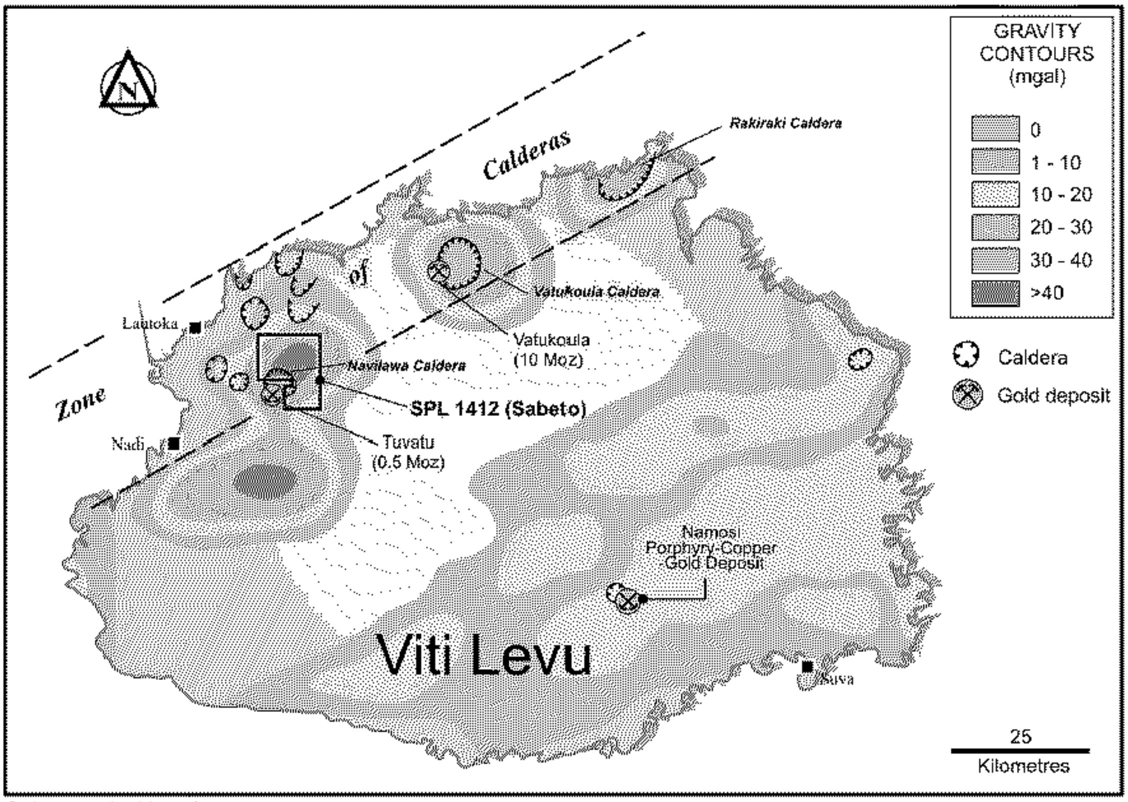
No exploration was conducted during the period.

Sabeto Gold Project, Fiji

(Alcaston earning 75% from Mincor Resources NL)

Alcaston controls the majority of the under-explored Navilawa Caldera (or Navilawa goldfield) in Fiji. The adjacent volcanic centre, the Tavua Caldera, located 35 km to the northeast hosts the giant Vatukoula gold deposit (greater than 10 million ounces of gold), currently operating as a multi-shaft operation by Emperor Mines, with production of some 120,000 ounces of gold per annum. Alcaston considers the Navilawa Caldera to be just as prospective as the Tavua Caldera.

The Sabeto licence is also prospective for bonanza grade epithermal veining of similar style to the nearby Tuvatu gold deposit (1.64 million tonnes @ 8.5 grams per tonne (g/t) for 450,000 ounces of gold).



Sabeto project location

During the quarter, data was received for a detailed 1,858 line km helicopter-borne magnetic and radiometric survey completed by Alcaston at Sabeto in July. The geophysical survey has outlined several exciting new target areas, including a major potassium radiometric anomaly ("Tuvatu North") which extends north directly along strike from Emperor Mines' Tuvatu gold deposit (450,000 ounces grading 8.5 g/t gold) into Alcaston's ground. The potassium anomaly is believed to be related to hydrothermal alteration associated with mineralisation. Coincident with the radiometric anomaly is a magnetic low anomaly which is also thought to be related to alteration. Within Alcaston's ground, the potassium anomaly has dimensions of **1.2 km x 0.9 km**. Very little previous exploration has been conducted in the anomalous area. A line of soil samples collected by a previous explorer in the southern portion of the area returned highly anomalous assay results of **8.5 g/t, 1.59 g/t and 0.54 g/t gold**. These significant results have not been subject to any detailed follow-up exploration.

Potassium radiometric anomalies are also found associated with all previously known gold and gold/copper prospects at Sabeto, confirming the importance of this geophysical technique for targeting mineralisation. There is a strong anomaly associated with the Banana Creek prospect which hosts many gold-bearing epithermal quartz veins. Two additional significant potassium radiometric anomalies were outlined to the east of the Banana Creek prospect, in an area which has seen little previous exploration, providing new gold target areas.

Follow-up detailed mapping and rock chip sampling (169 samples) was recently completed at Kingston Mine, Golden Ridge, Blasting Rock, and Nasiti Ridge prospects at Sabeto. Encouraging results were received from several areas. Additional significant copper and gold mineralisation associated with intrusive dykes were discovered at Kingston Mine. New rock chip results include **4.5 m @ 2.1 g/t gold, 0.4% copper; 4.8 m @ 2.9 g/t gold, 0.63% copper; and 1.5 m @ 2.0 g/t gold, 0.5% copper**. At Nasiti Ridge (500 m east of Kingston Mine), historically known for copper mineralisation, random grab rock chip samples taken over an area of 100 m x 150 m, returned results up to **6.2 g/t gold, 5.5 g/t silver, 2.1% copper; and 9.3 g/t gold, 14.4 g/t silver and 4.25% copper**. At Blasting Rock (which lies at the northern end of the Tuvatu North potassium anomaly) a grab rock chip sample returned **9.2 g/t gold, 17.7 g/t silver and 4.9% copper** from the portal of an old adit. Hydrothermal-altered carbonate float at the headwaters of the Nasarangga Creek, 400 m north along strike from the Kingston Mine prospect, returned **9.9 g/t gold** in a grab sample.

Tuvatu North has become Alcaston's priority target area at Sabeto and currently a 3,000 m diamond drilling program is being organised to test the new potassium anomaly and to test the potential bulk tonnage copper-gold targets at Kingston Mine. The drilling is planned to commence in mid-November. There is excellent all-weather gravel road access to both target areas so drilling can continue into the wet season.

Randwick Hill Gold Project, Western Australia

(Alcaston earning 80% from Dixon syndicate)

The Randwick Hill project is located approximately 35 km northeast of Leonora in the Mount Margaret Mineral Field and comprises of 14 granted prospecting licences. These licences surround the historic Randwick Mining Centre which includes the Gold Hill gold deposit (500,000 tonnes @ 2.1 g/t gold) discovered in the 1980s.

Aircore drilling conducted by Alcaston discovered a broad and shallow zone of gold mineralisation under an area of granite wash. The best intercept is 20 m @ 0.45 g/t gold (from 26-46 m), including 2 m @ 1.5 g/t gold in hole RHAC046. This mineralisation is open at depth and along strike. The northern strike extent lies outside of Alcaston's licence area.

During the quarter Alcaston failed to negotiate a deal with the holder of the licence north of the Randwick Hill project which would allow it to drill the northern strike extension of the recently discovered zone of gold mineralisation. As the grade of the mineralisation is low and with Alcaston's increasing focus on its' Pacific Rim properties, it was decided to withdraw from the Randwick Hill project and hand the property back to the joint venture partners.

Corporate

During the quarter, a Notice of General Meeting to be held on 24 October 2006 was despatched to shareholders on 19 September 2006. Business to be considered at the general meeting included a change of company status and name, adoption of a new constitution, approval of issue of 1,500,000 shares to Goldstream Mining NL for acquisition of 25% of the Webe Creek Project in Vanuatu and ratification of previous issue of 1,750,000 Class "A' options and 750,000 Class "B" options.

Should you have any further queries, please do not hesitate to contact this office.

Yours faithfully
ALCASTON MINING NL

GILBERT RODGERS
Company Secretary
26 October 2006

The information in this report, insofar as it relates to exploration results, is based on information compiled by Mr Craig Mackay. Mr Mackay is a member of the Australasian Institute of Mining and Metallurgy and 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 Mackay consults to the Company. This report accurately reflects the information compiled by Mr Mackay and Mr Mackay consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Rule 5.3

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

ALCASTON MINING NL

ABN	Quarter ended ("current quarter")
39 006 710 774	30 SEPTEMBER 2006

Consolidated statement of cash flows

	Cash flows related to operating activities		Current quarter $A'000	Year to date (..3...months) $A'000
1.1	Receipts from product sales and related debtors			
1.2	Payments for	(a) exploration and evaluation	(729)	(729)
		(b) development		
		(c) production		
		(d) administration	(161)	(161)
1.3	Dividends received			
1.4	Interest and other items of a similar nature received		9	9
1.5	Interest and other costs of finance paid		(15)	(15)
1.6	Income taxes paid			
1.7	Other (provide details if material)			
	Net Operating Cash Flows		(896)	(896)
	Cash flows related to investing activities			
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)			
	Net investing cash flows		NIL	NIL
1.13	Total operating and investing cash flows (carried forward)		(896)	(896)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(896)	(896)
	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	(50)	(50)
1.18	Dividends paid		
1.19	Other (provide details if material)		
	Net financing cash flows	(50)	(50)
	Net increase (decrease) in cash held	(946)	(946)
1.20	Cash at beginning of quarter/year to date	1,037	1,037
1.21	Exchange rate adjustments to item 1.20		
1.22	**Cash at end of quarter**	91	91

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	70
1.24	Aggregate amount of loans to the parties included in item 1.10	NIL

1.25 Explanation necessary for an understanding of the transactions

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	NIL	NIL
3.2	Credit standby arrangements	NIL	NIL

Estimated cash outflows for next quarter

		$A'000
4.1	Exploration and evaluation	500
4.2	Development	
	Total	**500**

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	91	1,047
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Other (provide details)		
	Total: cash at end of quarter (item 1.22)	91	1,047

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	PLA37/5732; PLA37/6121; P37/6122-28; P37/6384-88	Earning	Nil	Nilk
6.2	Interests in mining tenements acquired or increased	N/A			

+ See chapter 19 for defined terms.

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** *(description)*				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	51,167,757	51,167,757		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	**+Convertible debt securities** *(description)*				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	**Options** *(description and conversion factor)*			*Exercise price*	*Expiry date*
		12,540,505	12,540,505	$1.05	30 September 2007
		7,000,000 (Dirs' Class A)		$0.35	30 June 2010
		7,000,000 (Dirs' Class B)		$0.40	30 June 2010
		1,750,000 Class A		$0.35	30 June 2010
		750,000 Class B		$0.40	30 June 2010
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				

+ See chapter 19 for defined terms.

7.11	**Debentures** *(totals only)*		
7.12	**Unsecured notes** *(totals only)*		

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 /does not* *(delete one)* give a true and fair view of the matters disclosed.

Sign here: .... Date: 26 October 2006
(Director/Company secretary)

Print name: GILBERT RODGERS

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.

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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+ See chapter 19 for defined terms.