

# 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

<b>Silver City Minerals Limited</b>
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ABN

68 130 933 309

Quarter ended ("current quarter")

31 March 2012

**Consolidated statement of cash flows****Cash flows related to operating activities**

	Current quarter 31 March 2012 \$A'000	Year to date (9 months) 31 March 2012 \$A'000
1.1 Receipts from product sales and related debtors	0	0
1.2 Payments for (a) exploration and evaluation	(366)	(1,828) *
(b) development	0	0
(c) production	0	0
(d) administration	(196)	(737) *
1.3 Dividends received	0	0
1.4 Interest and other items of a similar nature received	113	388
1.5 Interest and other costs of finance paid	0	0
1.6 Income taxes paid/received on R&D tax offset	0	0
1.7 Other - tenement security deposits paid	(50)	(50)
- tenement security deposit refunds	0	0
<b>Net Operating Cash Flows</b>	<b>(499)</b>	<b>(2,227)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	0	0
(b) equity investments	0	0
(c) other fixed assets	(50)	(162)
1.9 Proceeds from sale of: (a) prospects	0	0
(b) equity investments	0	0
(c) other fixed assets	0	0
1.10 Loans to other entities	0	0
1.11 Loans repaid by other entities	0	0
1.12 Other (provide details if material)	0	0
<b>Net investing cash flows</b>	<b>(50)</b>	<b>(162)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(549)</b>	<b>(2,389)</b>

\*Note: An adjustment of \$166k has been made to 1.2 exploration and evaluation (increased) and administration (decreased). Salary costs that related to exploration work of \$166k was previously included in administration. This amount has now been correctly allocated to exploration expenditure.

	Current quarter \$A'000	Year to date \$A'000
1.13 Total operating and investing cash flows (brought forward)	(549)	(2,389)
<b>Cash flows related to financing activities</b>		
1.14 Proceeds from issues of shares, options, etc	29	297
1.15 Proceeds from sale of forfeited shares	0	0
1.16 Proceeds from borrowings	0	0
1.17 Repayment of borrowings	0	0
1.18 Dividends paid	0	0
1.19 Other - Share issue costs	0	(580)
<b>Net financing cash flows</b>	29	(283)
<b>Net increase (decrease) in cash held</b>		
1.20 Cash at beginning of quarter/year to date	8,257	10,409
1.21 Exchange rate adjustments to item 1.20	0	0
1.22 <b>Cash at end of quarter</b>	7,737	7,737

**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	120
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

Salaries and consultancy fees at normal commercial rates

**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

None

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

None

**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	775
4.2 Development	0
4.3 Production	0
4.4 Administration	300
<b>Total</b>	<b>1,075</b>

**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	314	422
5.2 Deposits at call	44	44
5.3 Bank overdraft	0	0
5.4 Other - bills receivable, bank accepted and short term bank deposits	7,379	7,791
<b>Total: cash at end of quarter (item 1.22)</b>	<b>7,737</b>	<b>8,257</b>

**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	Mulyungarie EL 4705	EL allowed to expire	100%	0%
6.2 Interests in mining tenements acquired or increased	EL 7902 Donart	EL granted	0%	100%

6.3 The full Silver City schedule of tenements is included as an attachment to this 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 <b>Preference securities</b>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3 <b>Ordinary securities - fully paid SCI</b>	98,030,228	83,602,596		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through return of capital, buy-backs (c) Release of securities from escrow	-	3,523,000		
7.5 <b>Convertible debt securities</b>	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil			
7.7 <b>Options</b>			<i>Exercise price</i>	<i>Expiry date</i>
SCI 25 cents (escrowed 24mths)	1,000,000	-	\$0.25	6 Apr 2012
SCI 25 cents (escrowed 24mths)	550,000	-	\$0.25	30 Jun 2012
SCI 25 cents (escrowed 24mths)	750,000	-	\$0.25	30 Nov 2012
SCI 25 cents (escrowed 24mths)	1,000,000	-	\$0.25	6 Apr 2013
SCI 35 cents (escrowed 24mths)	3,000,000	-	\$0.35	1 Jul 2013
SCI 35 cents	1,100,000	-	\$0.35	1 Jul 2013
SCI 25 cents (escrowed 12mths)	1,100,000	-	\$0.25	30 Nov 2012
SCI 25 cents	200,000	-	\$0.25	30 Jun 2013
SCI 25 cents	2,200,000	-	\$0.25	9 Aug 2014
SCI 25 cents	6,000,000	-	\$0.25	8 Sept 2014
SCIO 25 cents (listed)	29,167,263	29,167,263	\$0.25	19 Dec 2014
SCI 25 cents	2,900,000	-	\$0.25	7 Mar 2015
7.8 Issued during quarter	2,950,000	2,950,000	\$0.25	19 Dec 2014
	2,900,000	-	\$0.25	7 Mar 2015
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	Nil			
7.11 <b>Debentures (totals only)</b>	Nil			
7.12 <b>Unsecured notes (totals only)</b>	Nil			

## Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law 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: 26 April 2012

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(Director / ~~Company Secretary~~)

Print name:

Chris Torrey

## 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 tenements, 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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Tenement	Tenement No.	SCI Interest	Joint Venture Details
<b>NEW SOUTH WALES</b>			
<b>Apollyon Valley</b>	EL 6475	30%	CBH 70%, SCI can earn 75%, note 1
<b>Aragon</b>	EL 7300	76.5%	CBH 15%, Eaglehawk 8.5%
<b>Big Aller</b>	EL 6147	30%	CBH 70%, SCI can earn 75%, note 1
<b>Bitterkeep</b>	EL 7814	100%	-
<b>Chloe</b>	EL 6542	100%	-
<b>Copper King</b>	EL 5919	30%	CBH 70%, SCI can earn 75%, note 1
<b>Donart</b>	EL 7902	100%	-
<b>Eldee Ck</b>	EL 6002	30%	CBH 70%, SCI can earn 75%, note 1
<b>Euriowie</b>	EL 7319	92%	Eaglehawk 8%, note 1
<b>Golbin</b>	EL 7749	100%	-
<b>Gum Park</b>	EL: 7684	0%	SCI can earn 75%
<b>Iron Bar</b>	EL 7203	100%	
<b>Mt Robe</b>	EL 5646	30%	CBH 70%, SCI can earn 75%, note 1
<b>Mundi Mundi</b>	EL 4657	100%	
<b>Nightrider</b>	EL 7228	100%	
<b>Stephens-Centennial</b>	EL 6132	30%	CBH 70%, SCI can earn 75%, note 1
<b>StrawCastle</b>	EL 7705	100%	-
<b>Windy Hill</b>	EL 7813	100%	-
<b>Woowoolahra</b>	EL 6468	100%	-
<b>Yanco Glen</b>	EL 5764	30%	CBH 70%, SCI can earn 75%, note 1
<b>Yellowstone</b>	EL 7390	0%	Golden Cross Operations Limited 100%, SCI earning 80%
<b>Ziggys</b>	EL 6036	90%	Eaglehawk 10%
<b>Golden King</b>	MCL 13 & 14	0%	Option to purchase
<b>Golden King</b>	MCL 293	0%	Option to purchase

EL = Exploration Licence

ELA = Exploration Licence Application

Note 1 These tenements are subject to agreements with PlatSearch NL whereby PlatSearch holds an NSR (Net Smelter Return) interest in these tenements.