Rule 5.3

Appendix 5B
Mining exploration entity quarterly report

Name of entity

WEST AUSTRALIAN METALS LTD

ABN	Quarter ended ("current quarter")
70 001 666 600	31 December 2005

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
1.2	Payments for	(a)	exploration and evaluation	(161)	(302)
		(b)	development	-	-
		(c)	production	-	-
		(d)	administration	(118)	(185)
1.3	Dividends received			10	10
1.4	Interest and other items of a similar nature received			15	22
1.5	Interest and other costs of finance paid			-	-
1.6	Income taxes paid			-	-
1.7	Other			-	-
	Net operating cash flows			(254)	(454)
	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	-	52
		(c)	other fixed assets	-	-
1.10	Loans to other entities			-	-
1.11	Loans repaid by other entities			-	-
1.12	Other			-	-
	Net investing cash flows			-	52
1.13	Total operating and investing cash flows (carried forward)			(254)	(402)

1.13	Total operating and investing cash flows (brought forward)	(254)	(402)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	1792
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 – costs of issues	-	(179)
	Net Financing Cash Flows	-	1613
	Net increase (decrease) in cash held	(254)	1211
1.20	Cash at beginning of quarter/year to date	1695	230
1.21	Exchange rate adjustments to Item 1.20		
1.22	**Cash at end of quarter**	1441	1441

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	69
1.24	Aggregate amount of loans to the parties included in item 1.10	

Explanation necessary for an understanding of the transactions

Payments to companies associated with directors for:	$000s
Corporate consulting fees	10
Executive Director's salary & statutory super	40
Non executive Directors' fees & statutory super	9
Office rent & outgoings	10

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 outlays for next quarter

		$A'000
4.1	Exploration and evaluation	120
4.2	Development	-
	TOTAL	120

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the statement of cash flows) to the related items in the accounts is follows.		Current Quarter $A'000	Previous Quarter $A'000
5.1	Cash on hand and at bank	241	95
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other Term deposits of six months or less	1200	1600
	Total: cash at end of quarter (item1.22)	1441	1695

Changes in interests in mining tenements - *See attached tenement schedule for details*

		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	P(A) 38/2158	Equity (held in subsidiary)	100%	Nil
6.2	Interests in mining tenements acquired or increased	E(A) 63/1006] E(A) 63/1007]	Subsidiary earning 80% from Plasia	Nil	Nil

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 **Preferences securities** *(description)*				
7.2 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3 **Ordinary securities WME**	184,972,746	184,972,746	N/A	N/A
Partly paid WMEAO	40,000,000	-	2.4	0.1
7.4 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks				
7.5 **Convertible debt securities**				
7.6 Changes during quarter (a) increases through issues (b) decreases through securities matured, converted				
7.7 **Options**			*Exercise price*	*Expiry date*
Public options WMEO	69,950,000	69,950,000	5.0	24/08/2008
Directors options WMEAK	1,000,000	-	18.8	24/11/2007
Directors options WMEAI	2,000,000	-	18.8	31/10/2007
7.8 Issued during quarter				
7.9 Exercised during quarter *Public options WMEO*	-	-	5.0	24/08/2008
7.10 Expired during quarter *Consultants options WMEAM*	250,000	-	18.8	31/10/2005
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: *[signed L A Colless]* .... Date: 31/01/2006 ....
(~~Director~~/Company Secretary)

Print name: L A COLLESS ....

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 the topic, the Australian standard on that topic (if any) must be complied with.

Tenement Schedule

31 December 2005

Tenement Number	Registered Title Holder	Registered Interest %	Other Interests	Project Name
Pt Vic Loc 118, 119	West Australian Metals Ltd (WME)	100		Prothero, Northampton
Vic Loc 833	WME	100		Prothero, Northampton
E 66/50	WME	100		Northampton
M 70/210	Great Southern Resources P/L (GSR)	0	1.125% royalty	Badgebup
M 70/211	GSR	0	1.125% royalty	Badgebup
M 70/488	GSR	0	1.125% royalty	Badgebup
E 63/831	Plasia Pty Ltd (PPL)	Earning 80%		Condingup Bauxite
E 63/939	PPL	Earning 80%		Condingup Bauxite
E 63/832	PPL	Earning 80%		Esperance Mineral Sands
E 63/833	PPL	Earning 80%		Esperance Mineral Sands
E(A) 63/834	PPL	Earning 80%		Esperance Mineral Sands
E(A) 63/1006	PPL	Earning 80%		Esperance Mineral Sands
E(A) 63/1007	PPL	Earning 80%		Esperance Mineral Sands
E(A) 63/818	Scott Raymond Bishop (SRB)	Earning 80%		Scaddan Mineral Sands
E(A) 63/819	SRB	Earning 80%		Scaddan Mineral Sands
E(A) 63/820	SRB	Earning 80%		Scaddan Mineral Sands
M 37/422	Bronzewing Gold Ltd (BRGL)	100		Perseverance (Prince of Wales)
M 37/487	BRGL	100		Perseverance
P 37/4018	Roehampton Developments Pty Ltd (RD)	100		Perseverance
M(A) 37/538	RD	100		Perseverance
M(A) 37/926	BRGL	100		Perseverance
M(A) 37/927	BRGL	100		Perseverance
M 39/334	BRGL	100		Windsor Well/Kismet
M(A) 39/367	RD	100		Windsor Well/Kismet
M(A) 39/381	RD	100		Windsor Well/Kismet
M(A) 39/382	RD	100		Windsor Well/Kismet
M(A) 39/482	RD	100		Windsor Well/Kismet
M(A) 39/483	RD	100		Windsor Well/Kismet
M(A) 39/528	BRGL	100		Windsor Well/Kismet
M(A) 39/529	BRGL	100		Windsor Well/Kismet
M(A) 39/530	BRGL	100		Windsor Well/Kismet
M(A) 39/663	BRGL	100		Windsor Well/Kismet
M 38/160	BRGL	100		King of Creation
E(A) 38/1368	Heron Resources Ltd (HRL)	Earning 70%		King of Creation
E 38/1375	HRL	Earning 70%		King of Creation
M 38/339	BRGL	100		Ben Hur
P(A) 38/3185	BRGL	100		Ben Hur
P 38/3165	BRGL	100		Ben Hur/Camel Hump
E 38/1748	BRGL	100		Ben Hur/Camel Hump
M 38/346	BRGL	100		Cork Tree Well
GPL 38/4	BRGL	100		Cork Tree Well
M(A) 38/917	BRGL	100		Cork Tree Well
M(A) 38/918	BRGL	100		Cork Tree Well
E 38/1563	BRGL	100		Cork Tree Well
E(A) 38/1618	BRGL	100		Cork Tree East
M 38/302	BRGL	100		Anchor
L 38/82	BRGL	100		Anchor
P 38/2659	BRGL	100		No Mistake
M(A) 38/802	BRGL	100		No Mistake
M 37/787	BRGL	100		Linger & Die