MINING EXPLORATION ENTITY QUARTERLY REPORT

APPENDIX 5B

Name of entity:

EMU NICKEL NL

ABN:	*Quarter ended ("current quarter")*
50 127 291 927	31/3/2011

Consolidated statement of cash flows

		Current quarter $AUD'000	Year to date (9 months) $AUD'000
Cash flows related to operating activities			
1.1	Receipts from product sales, related debtors, GST Credits	28	85
1.2	Payments for:		
	(a) exploration and evaluation	(30)	(303)
	(b) development		
	(c) production		
	(d) administration	(93)	(474)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	73	238
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Other (provide details if material)		
	Net Operating Cash Flows	(22)	(454)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	(13)	(23)
	(b) equity investments		(10)
	(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 advanced by/repaid to other entities		
1.12	Other (Loan repayments to associated company)		
	Net investing cash flows	(13)	(33)
1.13	Total operating and investing cash flows (carried forward)	(35)	(487)

1.13	Total operating and investing cash flows (brought forward)	(35)	(487)
	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		
1.18	Dividends paid		
1.19	Other (provide details if material) – Share issue expenses		
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(35)	(487)
1.20	Cash at beginning of quarter/year to date	5,566	6,018
1.21	Exchange rate adjustments to item 1.20		
1.22	**Cash at end of quarter**	5,531	5,531

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 $AUD'000
1.23	Aggregate amount of payments to the parties included in item 1.2	63
1.24	Aggregate amount of loans to the parties included in item 1.10	

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

		Amount available $AUD’000	Amount used $AUD’000
3.1	Loan facilities		
3.2	Credit standby arrangements		

Estimated cash outflows for next quarter

		$AUD'000
4.1	Exploration and evaluation	200
4.2	Development	
4.3	Administration	100
	Total	**300**

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 $AUD'000	Previous quarter $AUD'000
5.1	Cash on hand and at bank	290	148
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Other (provide details) – Short Term Deposit	5,241	5,418
	Total: cash at end of quarter (item 1.22)	5,531	5,566

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	E77/1288 E63/1099	Relinquished Relinquished	Earned 80% Earned 80%	0% 0%
6.2	Interests in mining tenements acquired or increased	E63/1478 E63/1479 E63/1480 E77/1925 E27/434 E30/418 E51/1300	Application Application Application Application Granted Granted Granted	0% 0% 0% 0% 33.33% 100% Earned 51%	100% 100% 100% 100% 33.33% 100% Earned 51%

Issued and quoted securities at end of current quarter

		Total number	Number quoted	Issue price per security (cents)	Amount paid-up per security (cents)
7.1	**Preference securities**	N/A			
7.2	Issued during quarter				
7.3	**Ordinary securities**				
	Fully paid	59,828,940	59,828,940	$0.50	$0.50
7.4	Issued during quarter	Nil			
7.5	**Convertible debt securities**	N/A			
7.6	Issued during quarter				
7.7	**Options**			*Exercise price*	*Expiry date*
		10,000,000	Not Quoted	$0.50	27/2/2013
		1,830,000	Not Quoted	$0.27	22/12/2014
7.8	Issued during quarter				
7.9	Exercised during quarter	Nil			
7.10	Expired during quarter	Nil			
7.11	**Debentures**	N/A			
7.12	**Unsecured notes**	N/A			

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.
2. This statement does give a true and fair view of the matters disclosed.

Rudolf Tieleman
Company Secretary
Date: 29 April 2011