

Appendix 5B

Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

Enterprise Metals Limited

ABN

43 123 567 073

Quarter ended ("current quarter")

31 December 2011

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	3	108
1.2	Payments for (a) exploration & evaluation	(1,583)	(2,610)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(252)	(510)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	214	250
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		(1,618)	(2,762)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(14)	(117)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	8
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
Net investing cash flows		(14)	(109)
1.13	Total operating and investing cash flows (carried forward)	(1,632)	(2,871)

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1.13	Total operating and investing cash flows (brought forward)	(1,632)	(2,871)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	12,400
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 transaction costs	-	(884)
	Net financing cash flows	-	11,516
	Net increase (decrease) in cash held	(1,632)	8,645
1.20	Cash at beginning of quarter/year to date	13,117	2,840
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	11,485	11,485

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	402
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

\$110,198 paid to Directors for Director and Consulting Fees.
\$292,148 paid to XServ Pty Ltd, a geological consulting company related to Mr Dermot Ryan, a Director of Enterprise Metals Limited.

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

250,000 ordinary shares were issued as part consideration for the acquisition of tenements, with a deemed value of \$46,250.

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

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
3.2	Credit standby arrangements	Nil

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Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	750
4.2 Development	-
4.3 Production	-
4.4 Administration	300
Total	1,050

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	365	905
5.2 Deposits at call	11,120	12,212
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	11,485	13,117

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				
	E51/1385	Application	Application withdrawn	100%	0%
	E20/756	Application	Application withdrawn	100%	0%
	E69/2689	Granted	Surrendered	100%	0%
	E69/2674	Granted	Surrendered	100%	0%

6.2	Interests in mining tenements acquired	Tenement reference	Current Registered Holder, and acquired from:	Interest at beginning of quarter	Interest at end of quarter
	E20/798	Application	Enterprise Metals Ltd	0%	100%
	E09/1956	Application	Enterprise Metals Ltd	0%	100%
	E28/2202	Application	Enterprise Uranium Pty Ltd	0%	100%
	E28/2203	Application	Enterprise Uranium Pty Ltd	0%	100%
	E28/2204	Application	Enterprise Uranium Pty Ltd	0%	100%
	E28/2205	Application	Enterprise Uranium Pty Ltd	0%	100%
	E28/2206	Application	Enterprise Uranium Pty Ltd	0%	100%
	E20/685	Granted	Bruce Robert Legendre	0%	100%
	E20/736	Granted	Bruce Robert Legendre	0%	100%
	E59/1728		Bruce Robert Legendre	0%	100%

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Issued and quoted securities at end of current quarter

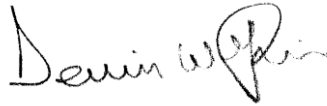
Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	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 (<i>description</i>)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	203,220,776	203,220,776		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	250,000	250,000		
7.5 +Convertible debt securities (<i>description</i>)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (<i>description and conversion factor</i>)	22,782,001 3,000,000 3,225,806 20,000,000 35,000,000 2,500,000	22,782,001 - - - - -	<i>Exercise price</i> 25 cents 25 cents 25 cents 25 cents 50 cents	<i>Expiry date</i> 20 June 2012 22 November 2012 1 June 2013 12 July 2013 12 July 2014 30 June 2013
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired/cancelled during quarter				
7.11 Debentures (<i>totals only</i>)				
7.12 Unsecured notes (<i>totals only</i>)				

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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 \(see note 5\)](#).
- 2 This statement does ~~/does not~~* [\(delete one\)](#) give a true and fair view of the matters disclosed.



Sign here:

Date: 27 January 2012

(Director and Company secretary)

Print name: **Dennis Wilkins**

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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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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