Rule 4.7B

Appendix 4C

Quarterly report
for entities admitted
on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

DROMANA ESTATE LIMITED

ABN	Quarter ended ("current quarter")
58 090 000 276	March 2008

Consolidated statement of cash flows

		Current quarter $A'000	Year to date 9 months $A'000
Cash flows related to operating activities			
1.1	Receipts from customers	553	1,884
1.2	Payments for (a) staff costs	(153)	(408)
	(b) advertising and marketing	(4)	(45)
	(c) research and development		
	(d) leased assets	(40)	(159)
	(e) other working capital	(389)	(1,545)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received		
1.5	Interest and other costs of finance paid	(10)	(27)
1.6	Income taxes paid		
1.7	Other (provide details if material)		
	Net operating cash flows	(43)	(300)

		Current quarter $A'000	Year to date 6 months $A'000
1.8	Net operating cash flows (carried forward)	(43)	(300)
	Cash flows related to investing activities		
1.9	Payment for acquisition of:		
	(a) businesses (item 5)		
	(b) equity investments		
	(c) intellectual property		
	(d) physical non-current assets	-	-
	(e) other non-current assets		
1.10	Proceeds from disposal of:		
	(a) businesses (item 5)		
	(b) equity investments		
	(c) intellectual property		
	(d) physical non-current assets	-	140
	(e) other non-current assets		
1.11	Loans from other entities		-
1.12	Loans repaid to other entities		-
1.13	Other – Repayment of Debt		
	Net investing cash flows	-	140
1.14	**Total operating and investing cash flows**	(43)	(160)
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	20	201
1.16	Proceeds from sale of forfeited shares		
1.17	Proceeds from borrowings	-	10
1.18	Repayment of borrowings	-	(40)
1.19	Dividends paid		
1.20	Other (provide details if material)		
	Net financing cash flows	30	171
	Net increase (decrease) in cash held	(23)	11
1.21	Cash at beginning of quarter/year to date	64	30
1.22	Exchange rate adjustments to item 1.20		
1.23	**Cash at end of quarter**	41	41

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
1.24	Aggregate amount of payments to the parties included in item 1.2	
1.25	Aggregate amount of loans to the parties included in item 1.12	

1.26 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

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities (Convertible Note) (Bank Loan)	1,300 500	1,300 500
3.2	Credit standby arrangements		

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
4.1 Cash on hand and at bank	41	64
4.2 Deposits at call		
4.3 Bank overdraft		
4.4 Other (provide details)		
Total: cash at end of quarter (item 1.23)	41	64

Acquisitions and disposals of business entities

	Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1 Name of entity	NIL	NIL
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

	Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1 Name of entity	NIL	NIL
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.

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

Garry William Bell
Company Secretary

Date: April 21, 2008