

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/2010.

Name of entity

Carpentaria Exploration Limited

ACN or ABN

63 095 117 981

Quarter ended ("current quarter")

30-Sep-10

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	- 2,574	- 4,480
(b) development		
(c) production		
(d) administration	- 316	- 1,236
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	197	320
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid		
1.7 Other (provide detail if material)		
Net Operating Cash Flows	- 2,693	- 5,396
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects		
(b)equity investments		
(c) other fixed assets	- 12	- 49
1.9 Proceeds from sale of: (a)prospects		
(b)equity investments	2,000	5,320
(c)other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other - Exploration Advance	-	8,000
Net investing cash flows	1,988	13,271
1.13 Total operating and investing cash flows (carried forward)	- 705	7,875



1.13	Total operating and investing cash flows (brought forward)	- 705	7,875
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	6,035	7,262
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 detail if material)	-	-
	Net financing cash flows	6,035	7,262
	Net increase (decrease) in cash held	5,330	15,137
1.20	Cash at beginning of quarter/year to date	13,103	3,296
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	18,433	18,433

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	95
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Item 1.23 relates to Directors Remuneration, Fees and Superannuation Contributions.

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 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	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

\$A'000

4.1	Exploration and evaluation *	3,500
4.2	Development	0
4.3	Production	0
4.4	Administration	420
	Total	3920

Reconciliation of cash

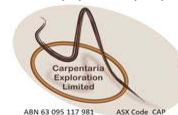
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	124	175
5.2 Deposits at call	18,309	12928
5.3 Bank overdraft	.	
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	18,433	13,103

Changes in interests in mining tenements

Tenement	Nature of interest	Interest at beginning of quarter
Reference	(note (2))	Interest at end of quarter

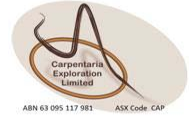
6.1	Interests in mining tenements relinquished, reduced or lapsed		
6.2	Interests in mining tenements acquired or increased		



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.

	Number quoted	Issue price per security (see note 3)
7.1 Preference +securities (description)		
7.2 Changes during quarter		
(a) Increases through issues		
(b) Decreases through returns of capital, buy-backs, redemptions		
7.3 +Ordinary securities Quoted	94,071,301	
Options Quoted (Exercisable on 30 June 2010)	-	
+Ordinary securities Un-Quoted (restricted)		
7.4 Changes during quarter		
(a) Increases through issues		
(b) Decreases through returns of capital, buy-backs		
7.5 +Convertible debt securities (description)		
7.6 Changes during quarter		
(a) Increases through issues		
(b) Exercise of Options		
7.7 Options (description and conversion factor)	Number	Exercise price Expiry date
Unlisted Options CAPAI	1,850,000	0.413 27-May-12
Unlisted Options CAPAK	2,000,000	0.150 26-Nov-12
Unlisted Options CAPAY	850,000	0.114 31-Jul-12
Unlisted Options CAPAW	600,000	0.250 16-Feb-13
7.8 Issued during quarter	-	-
7.9 Exercised during quarter	-	-
7.10 Expired during quarter	-	-
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 give a true and fair view of the matters disclosed.

A handwritten signature in black ink, appearing to read "Chris Powell", is written over a horizontal line.

28/10/2010

Company Secretary
Chris Powell

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