Resources Limited
ABN 52 064 121 133

QUARTERLY REPORT TO SHAREHOLDERS

for the three months
ended 30 June 2007.

ASX Code - JRL

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This report and further information are available on Jindalee's website at:

www.jindalee.net

HIGHLIGHTS

* More encouraging results from **Yilgangi** including:
  19m @ 1.27g/t Au (to EOH)
  20m @ 1.24g/t Au (to EOH)

* **Energy Metals** (Jindalee 37%) reports assaying of downhole probe intersections returns dramatically higher uranium grades

* A review of historical drilling at Bow River highlights anomalous intercepts warranting follow up

FINANCIAL

* The Company has a total of 31.9m shares on issue

* At 30 June 2007 Jindalee had no debt and held cash and shares worth approximately $104.1M (equivalent to **$3.26 per share**)

Lindsay Dudfield
Managing Director
31 July 2007

GOLD

Yilgangi (Newcrest 70%; Jindalee 30% & diluting)

The Yilgangi project is located in the Eastern Goldfields, approximately 120 km northeast of Kalgoorlie. Newcrest Operations Limited (a subsidiary of Newcrest Mining Limited) farmed into Yilgangi in March 2004 and has been earning a 70% interest in the project by spending $0.75M on exploration.

Encouraging gold intercepts were returned from aircore drilling undertaken by Newcrest during the June 2007 quarter. This drilling (53 holes for 2,752m) was undertaken to close the drill spacing down to 100m x 100m across the "Hobbes" prospect, with some 100m x 50m lines completed over the peak anomalies (refer Figure 1 – Yilgangi Drill Hole Location).

Four metre composite samples were assayed for Au, As, Cu and Ni, the best of which are listed below. The number of holes that finished in mineralisation ("EOH") is particularly encouraging.

All significant intercepts (average >0.5g/t Au over >4m) received during the period are summarised below:

Hole ID	MGA94 N	MGA94 E	Hole Depth	Dip	4m Composites > 500ppb Au
NYAC362	6701801	426300	57	-90	29m @ 652ppb Au from 28m to EOH incl. **4m at 2974ppb Au from 44m**
NYAC363	6701823	426395	53	-90	17m @ 1248ppb from 36m to EOH incl. **4m @ 2415ppb Au from 40m** **5m @ 2011ppb Au from 48m to EOH**
NYAC366	6701692	426255	52	-90	16m @ 672ppb Au from 36m to EOH incl. **4m @ 1603ppb Au from 4m to EOH**
NYAC368	6701695	426449	55	-90	19m @ 1266ppb Au from 36m to EOH incl. **4m @ 3849ppb Au from 40m**
NYAC369	6701698	426551	52	-90	20m @1240ppb Au from 32m to EOH incl. **4m @ 5571ppb Au from 40m**
NYAC377	6701606	426400	53	-90	9m @ 1026ppb from 44m to EOH incl. **4m @ 1219ppb Au from 44m**
NYAC392	6701324	426253	60	-90	15m @ 780ppb Au from 44m incl. **4m @ 2352ppb Au from 48m**
NYAC398	6701202	426304	69	-90	4m @ 640ppb Au from 40m **9m @ 695ppb Au from 60 to EOH incl.** **4m @ 1067ppb Au from 64m**

The above results, in association with previous drilling, define a coherent saprolite gold anomaly with a strike length of over 1.5km x 1km wide at the >100ppb Au contour.

A reverse circulation (RC) drilling program of approximately 1,000m, designed to provide further information on the orientation and style of mineralisation commenced late in the period, with assay results expected later in the September 2007 quarter.

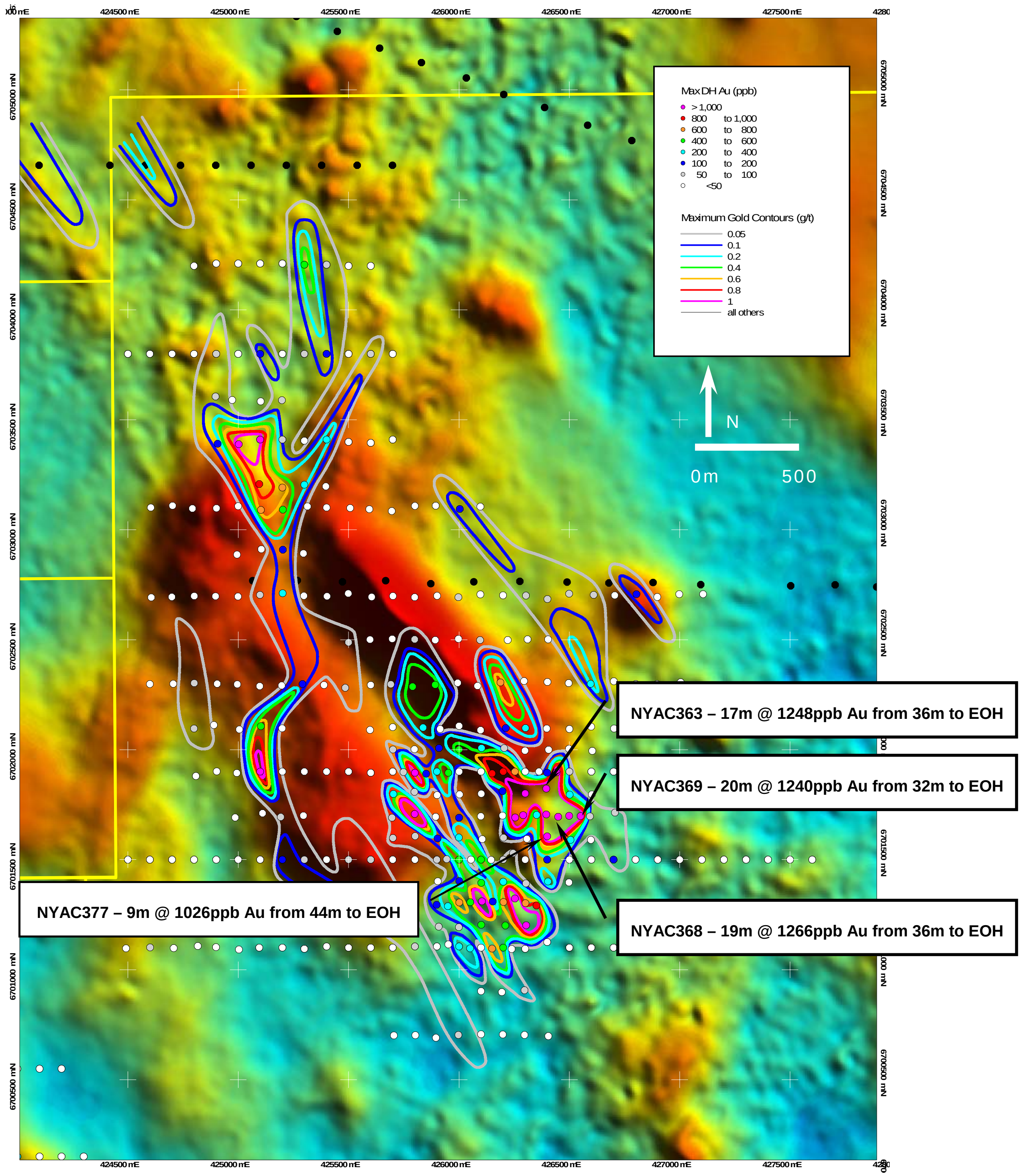


Figure 1 - Yilgangi Drill Hole Location

NICKEL

Mt Gibb (Jindalee 20% free carried)

The Mt Gibb Project is a Joint Venture with Great Western Exploration Limited with Jindalee free carried to completion of a bankable feasibility study. The project is located at the southern end of the Forrestania greenstone belt, along strike from Western Areas' Flying Fox and Digger Rocks nickel deposits. The primary target is sulphide nickel although the greenstone belt is also host to significant gold mineralisation.

Great Western Exploration completed an oversubscribed capital raising during the June 2007 quarter as a precursor to listing on ASX. Since then a ground electromagnetic survey (GEM) has been planned to test targets 1.2km to the east of the Digger Rocks South nickel deposit. Additional targets focusing on areas of nickel anomalism as identified by previous RAB drilling are also included in the GEM program. Work is scheduled to commence upon environmental approvals.

Kilkenny (GME earning 70%)

The Kilkenny project comprises two Exploration Licences (E39/990 and ELA39/1167), located in the NE Goldfields approximately 45 km SE of Leonora. GME Resources Limited is earning a 70% interest in the tenements by spending $0.5M on exploration by December 2008. Once GME has earned its interest Jindalee has several options, including contributing pro-rata, diluting or falling back to a 20% free-carried interest.

During the quarter seven RC holes were drilled on tenement E39/990 to test for the presence of ultramafic units below deep alluvial cover. No ultramafic units were intersected although widespread magnesite alteration (up to 12m in thickness) was recorded. The presence of magnesite can indicate the presence of nearby ultramafic units

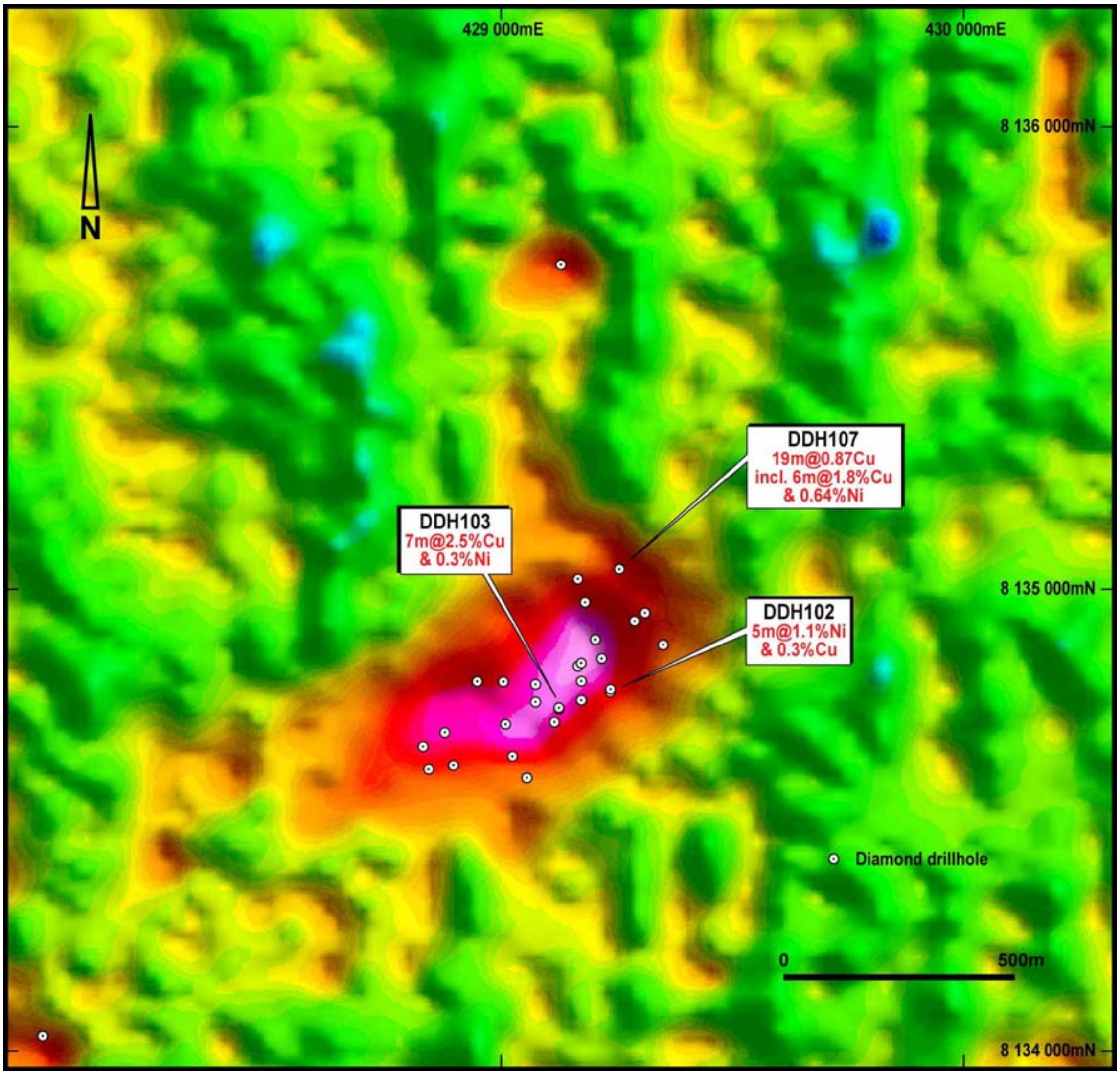
Bow River (Jindalee 100%)

This project is located in the East Kimberley region, 80 km south of Kununurra and 60 km north along strike from the Sally Malay nickel mine. Previous drilling at Bow River intersected massive sulphides in a differentiated mafic-ultramafic intrusion, similar to the host rock at the Sally Malay mine.

A review of recently acquired data from the Bow River project was conducted during the quarter. Several nickel and copper anomalous intercepts were noted in historical drilling, including one hole (DDH107) collared on the eastern edge of the main prospect (refer plan below).

Hole ID	MGA94 N	MGA94 E	Hole Depth	Dip	Intercept
DDH107	8135039	429251	135	-60	19m at 0.87% Cu incl. **6m at 1.8% Cu and 0.64% Ni**

Further work, including a site visit and reassessment of core are planned for the September 2007 quarter.



Bow River - historical drilling over Hoist EM data

IRON ORE

Joyner's Find (Golden West earning 60%)

The Joyner's Find project is a joint venture with Golden West Resources Limited with Golden West earning a 60% interest by spending $0.4M on exploration by April 2008. Once Golden West has earned its interest Jindalee can elect to contribute pro-rata or dilute to a 20% free carried interest.

No field work was completed on the project in the current period. However, as part of the on going resource drilling being undertaken by Golden West Resources 17 holes (total 1,170m) are proposed to be drilled at the Joyner's Find project in the September 2007 quarter.

COAL/LIGNITE

Scaddan (Jindalee 100%)

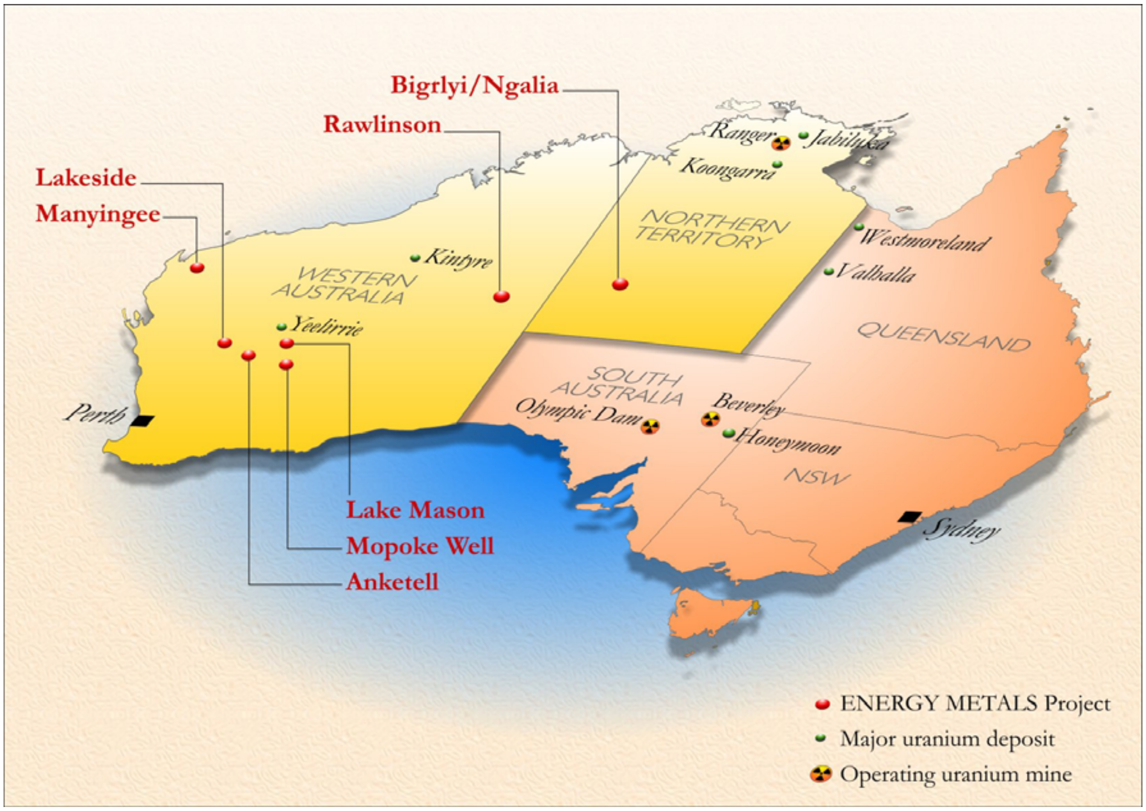
The Scaddan project is located approximately 60 km north of Esperance, WA, and comprises a single exploration licence application (ELA 63/1144) covering part of the Scaddan East lignite resource, previously held by Wesfarmers Premier Coal Ltd. ELA 63/1144 was lodged in February 2007 after Wesfarmers' tenure over the area (R63/2) expired, and is subject to a competing exploration licence application (ELA 63/1147) lodged simultaneously by Blackham Resources Ltd.

A ballot to determine priority was undertaken mid May 2007, with ELA 63/1147 being given priority ahead of Jindalee's ELA 63/1144.

URANIUM

Energy Metals (Jindalee 37% of issued capital)

Jindalee holds 10 million Energy Metals shares (representing 37% of issued capital) and 5 million listed options (exercisable at 30c by 30 June 2008), giving Jindalee shareholders significant exposure to Energy Metals' portfolio of exciting uranium projects.



Energy Metals controls 8 projects (total area >4,000 km^2) located in the Ngalia Basin in the Northern Territory and in Western Australia, with 6 of the projects containing uranium mineralisation discovered in the 1970's. Initial exploration has focussed on the Bigrlyi Project in NT (53.3% owned by Energy Metals) where previous drilling returned relatively high grade intercepts with excellent metallurgical recoveries. The uranium mineralisation at Bigrlyi is accompanied by economically significant levels of vanadium.

A 262 hole (51,225m) resource-drilling program commenced on the Bigrlyi Project in April 2007. Most of these holes will be drilled outside of current resource envelopes and therefore it is likely that this program will result in a significant increase in the resource base at Bigrlyi.

Downhole gamma probe (eU_3O_8) results have been received from the first 31 holes drilled as part of this program with anomalous uranium mineralisation intersected in 27 holes. Several holes (RC) that failed to reach the primary target will be extended with diamond tails.

Furthermore the first batch of geochemical assays (U_3O_8 values) designed to confirm initial downhole probe intercepts returned values significantly greater than uranium values estimated from downhole gamma logging (eU_3O_8 values) eg:

Hole B07133 **8.0m @ 0.41% U_3O_8** (compared with 6.25m @ 0.24% eU_3O_8)
Hole B07128 **4.0m @ 0.20% U_3O_8** (compared with 3.40m @ 0.08% eU_3O_8)

Both of these intersections fall outside the current resource envelope.

Significant results from the current resource program include;

DEPOSIT	HOLE	FROM (m)	INTERCEPT	U_3O_8 %	U_3O_8 lbs/t	V_2O_5 %	eU_3O_8 INTERCEPT* %
A4	B07118	Geochemical assays pending					2.95m @ 0.12% from 183.34m
	B07120	Geochemical assays pending					6.75m @ 0.24% from189.96m
							2.15m @ 0.21% from 197.16m
	B07124	151.5	1.0m @	0.15	3.37	0.30	1.10m @ 0.06 from 150.83m
		157.5	**1.5m @**	**0.60**	**13.25**	**0.79**	1.80m @ 0.20 from 156.53m
	B07127	281.0	4.0m @	0.14	3.04	0.81	4.65m @ 0.07 from 280.42m
		289.0	**4.0m @**	**0.33**	**7.33**	**2.18**	9.25m @ 0.12 from 288.42m
			7.0m @	0.05	1.17	0.22	-
	B07128	81.0	**3.0m @**	**0.83**	**18.34**	**2.97**	4.15m @ 0.25 from 80.97m
		135.0	4.0m @	0.20	4.48	0.48	3.40m @ 0.08 from 134.92m
	B07129	Geochemical assays pending					3.90m @ 0.27% from 306.72m
	B07131	210.0	1.0m @	0.11	2.33	0.27	1.55m @ 0.08 from 134.92m
	B07132	70.0	1.0m @	0.14	3.09	0.95	1.0m @ 0.04 from 69.59m
	B07133	254.0	**8.0m @**	**0.41**	**9.06**	**1.37**	6.25m @ 0.24 from 254.78m
		270.0	**2.0m @**	**0.91**	**19.97**	**0.75**	5.0m @ 0.17 from 268.43m

*eU_3O_8 Intercepts announced to Australian Stock Exchange by Energy Metals Limited (ASX Code: EME) on 31 May 2007 and 21 June 2007. Assays based on core sampled at 0.5m intervals and analysed by ALS Chemex (Brisbane). U analysed by XRF; V by XRF (<1000 ppm) and ICP (>1000 ppm).

At a cut-off grade of 0.05% U_3O_8 the Bigrlyi resource now totals 14.3 million pounds (lbs) of U_3O_8 and 16.3 million lbs of V_2O_5, with a substantial increase in the current resource base expected to result from the current drilling program.

Uran (Jindalee 5% of issued capital)

Jindalee holds approximately 2.5 million Uran Limited shares, representing 5% of issued capital. Uran is a dedicated uranium company and is primarily focused on advanced projects in Eastern Europe.

Uran has reached agreement with a private Czech company to undertake trial separation of uranium from waste dumps associated with the high grade Pribram uranium mine. The Company has also applied for four exploration licences covering uranium deposits in the Czech Republic and hopes to commence feasibility studies on two sediment hosted uranium deposits in Ukraine prior to year end.

Note: The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Lindsay Dudfield who is a consultant to the Company and is a member of the Australiasian Institute of Mining and Metallurgy. Mr Dudfield has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves.' Mr Dudfield consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.