intermin resources limited

QUARTERLY REPORT FOR THE PERIOD ENDING 30 JUNE 2010

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OPERATIONS REPORT

EXPLORATION ACTIVITES

Binduli North

The Binduli North Project comprises 6 granted Mining Leases, 16 granted Prospecting Licenses and one granted Exploration License located between 5 and 15km North West of Kalgoorlie, Western Australia. Total area of the tenements held is 11,900 hectares.

Since the buy back of the Barrick Gold 51% interest in 2008 Intermin now holds 100% interest in all of the tenements except Exploration License E26/127 (32km^2) in which Banyan Pty Ltd holds a 15% interest free carried to mining stage. Tenements and geology of the Binduli North Project area are shown in Figure 1.

Exploration by a number of companies including Delta Gold NL, Placer Dome Australia, Barrick Gold and Intermin has highlighted numerous gold targets at Binduli worthy of follow up. Since the buy back of the Barrick interest by Intermin vigorous exploration by Intermin subsidiary, Black Mountain Gold Ltd has enhanced the potential of the area to host significant gold resources below a generally barren surficial cover.

This exploration continued in the June 2010 quarter during which Intermin completed 21 angled RC drill holes (2,760 metres) and 73 vertical Air Core/RC drill holes (4,368 metres). The angled RC holes were designed to test down dip extensions of the primary mineralization previously outlined at the Teal prospect. Significant gold mineralization was intercepted in 18 of the 21 holes drilled with intercepts of greater than 10gm-metres of gold in 13 of the holes drilled – see Table 1.

The vertical Air core holes were drilled to better define the near horizontal supergene gold mineralization which exists at the Teal prospect. Excellent and in some cases spectacular results were obtained in many of the holes drilled. Results obtained are provided in Tables 2A and 2B. Results provided in Table 2A are gold assays of one meter split samples (Fire Assay). Those in Table 2B are for four meter composite samples prepared by spear sampling of the one meter bulk samples obtained during drilling (Aqua Regia Digest – AAS). One meter split samples of the mineralized sections have been submitted for assay with results expected by the end of July.

Both the angled RC and vertical infill drilling programs provide further encouragement as to the potential of the Teal-Peyes Farm mineralized system.

The air core program has confirmed a continuous zone of gold mineralization approximately 50 metres in width, 4 metres in thickness (horizontal) over a strike distance of 400+ metres. Mineralization is open to the north and south. Preliminary block modeling and resource estimation is in progress. Metallurgical test work has also commenced on the supergene mineralization to establish grind requirements and gold recovery parameters via conventional cyanidation (CIP) procedures.

The angled RC drilling has confirmed a series of near vertical zones of gold mineralization below the supergene blanket. Some of these structures correspond to supergene mineralization but others do not thus correlation of near surface mineralization with deeper structures is complex. Numerous gold targets remain to be tested at Teal and Peyes Farm and all of those identified to date remain open along strike or at depth. Intermin remains of the view that the Teal-Peyes Farm prospect represents an exploration target with considerable resource potential. Block modeling of the Teal mineralization is in progress. An initial resource estimate will be provided shortly.

Binduli North Project – Tenements and Geology

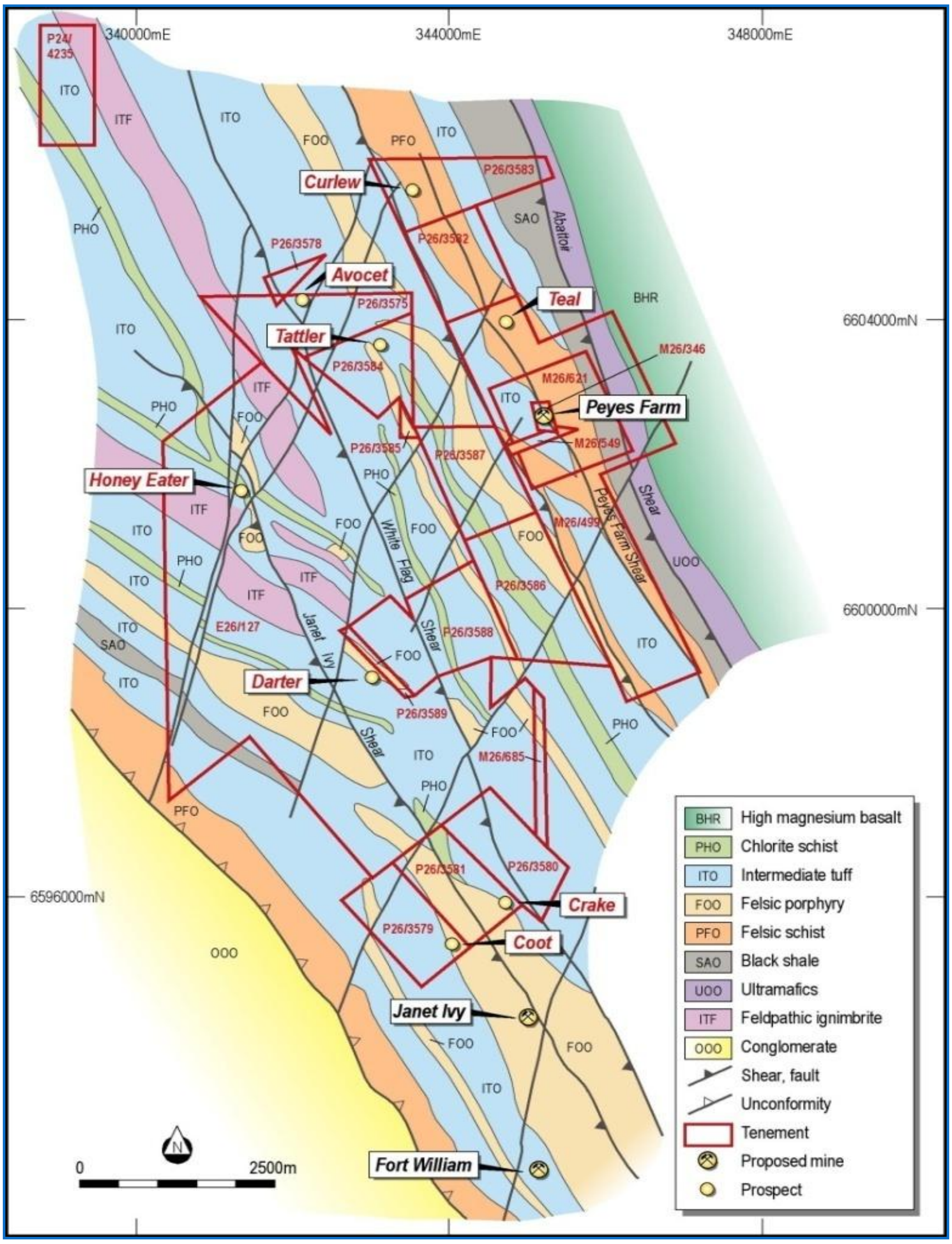


Figure 1

Table 1
Binduli North – Teal Prospect - RC Drilling – June Quarter 2010
Drill Hole Information and Significant Gold Intersections

Hole ID	Northing	Easting	Azimuth	Dip	Final Depth	From metres	Intercept metres	Gold g/t
IRBT10063	6602586	345356	245	-60	120	96	4	0.79
IRBT10065	6603518	345244	245	-60	170	130	3	1.61
						168	2*	5.56
IRBT10066	6603626	345129	245	-60	140	138	2*	7.18
IRBT10067	6603599	344990	65	-60	120	91	6	2.07
						104	3	1.76
IRBT10068	6603730	345050	245	-60	160	109	1	3.11
						152	2	2.79
						156	3	3.20
IRBT10069	6603762	345014	245	-60	150	120	1	4.90
						123	4	1.10
						131	9	1.40
IRBT10070	6603916	344964	245	-60	120	64	12	0.56
IRBT10071	6603928	345028	245	-60	162	56	3	1.13
						60	2	1.42
						128	25	4.22
					including	146	7	9.98
IRBT10072	6603865	344997	245	-60	150	134	13	2.94
IRBT10073	6603828	344997	245	-60	132	81	3	1.99
						93	3	0.70
						116	6	3.07
						128	4*	3.49
IRBT10074	6603808	344997	245	-60	126	73	2	0.84
						96	2	1.77
						101	3	1.60
						108	6	1.50
IRBT10075	6603710	345067	245	-60	170	55	1	0.70
						68	2	0.56
						101	1	5.96
						117	6	3.99
						152	2	1.90
						156	6	2.33
IRBT10076	6603661	345025	245	-60	70	8	4	1.09
						50	2	3.24
IRBT10077	6603621	345120	245	-60	120	53	4	1.76
						60	4	0.66
						80	4	1.88
						86	6	0.49
IRBT10078	6603934	344996	245	-60	144	58	2	2.28
						80	6	2.72
						102	5	29.17
						119	2	1.35
						123	1	2.51
						138	2*	1.10
IRBT10085	6603749	344989	245	-60	138	41	23	2.67
						100	1	1.09
						106	13	0.99
						130	2	2.39
IRBT10086	6603718	345022	245	-60	120	28	4	0.50
						41	6	1.80
						72	2	0.94
						76	1	1.18
						79	2	1.34
						104	9	2.04
IRBT10088	6603573	345197	245	-60	144	44	4	1.05

*Hole ended in mineralization

Table 2A
Binduli North – Teal Prospect – Air Core Drilling – June Quarter 2010
Drill Hole Information and Significant Gold Intersections
One Metre Split Assays

Hole ID	Northing	Easting	Azimuth	Dip	Final Depth	From metres	Intercept metres	Gold g/t
ITA10001	6603560	345064	0	-90	60	41	3	3.97
ITA10002	6603565	345074	0	-90	60	41	5	2.32
ITA10003	6603569	345083	0	-90	60	43	2	3.21
ITA10004	6603574	345092	0	-90	60	42	4	3.78
ITA10005	6603579	345102	0	-90	60	46	2	1.60
ITA10006	6603582	345111	0	-90	60	44	3	3.75
ITA10008	6603597	345047	0	-90	65	45	5	7.43
						52	6	10.19
ITA10009	6603602	345059	0	-90	65	42	4	4.36
ITA10010	6603607	345068	0	-90	65	38	1	1.07
						41	1	0.97
						43	1	4.47
ITA10011	6603613	340579	0	-90	65	53	2	1.46
ITA10012	6603618	345087	0	-90	65	44	12	3.41
ITA10013	6603626	345011	0	-90	70	42	1	2.34
ITA10014	6603632	345020	0	-90	70	56	5	3.68
						69	*1	5.70
ITA10015	6603637	345030	0	-90	70	48	1	3.07
ITA10016	6603641	345039	0	-90	70	41	3	7.48
ITA10017	6603645	345048	0	-90	70	45	2	3.27
ITA10018	6603655	344990	0	-90	50	41	2	3.60
ITA10019	6603658	345001	0	-90	50	44	2	2.48
ITA10020	6603662	345012	0	-90	60	42	13	4.80
						58	2	1.15
						63	1	1.50
ITA10021	6603664	345021	0	-90	60	41	6	2.51
						50	2	1.55
ITA10022	6603668	345029	0	-90	50	42	4	6.73
ITA10023	6603674	345038	0	-90	50	46	1	3.70
ITA10024	6603682	344983	0	-90	50	44	2	1.82
ITA10025	6603686	344993	0	-90	50	40	*10	4.31
ITA10026	6603689	345003	0	-90	50	39	3	5.96
ITA10027	6603693	345012	0	-90	50	41	3	6.23
ITA10028	6603696	345022	0	-90		48	2	0.90
ITA10029	6603715	344964	0	-90	65	38	2	4.83
						53	2	1.43
						62	3	0.86

*Hole ended in mineralization

Table 2B
Binduli North – Teal Prospect – Air Core Drilling – June Quarter 2010
Drill Hole information and Significant Gold Intersections
Four Metre Composite Assays

Hole ID	Northing	Easting	Azimuth	Dip	Final Depth	From metres	Intercept metres	Gold g/t
ITA10030	6603720	344972	0	-90	65	36	24	2.62
					including	36	4	4.76
						44	4	4.79
ITA10031	6603724	344982	0	-90	70	36	4	6.19
						52	18	1.31
ITA10032	6603728	344991	0	-90	70	40	4	1.65
ITA10034	6603743	344948	0	-90	55	32	4	3.22
ITA10035	6603746	344956	0	-90	55	36	19	3.23
					including	36	4	5.05
						48	4	6.30
ITA10036	6603749	344965	0	-90	60	32	28	1.30
					including	32	4	3.95
ITA10037	6603752	344974	0	-90	60	36	8	5.58
					including	36	4	10.66
ITA10040	6603768	344939	0	-90	60	32	4	0.78
ITA10041	6603772	344947	0	-90	60	32	4	3.61
ITA10042	6603777	344956	0	-90	60	36	4	2.84
ITA10043	6603781	344965	0	-90	70	40	4	2.97
ITA10044	6603786	344973	0	-90	65	40	4	0.44
ITA10045	6603781	344919	0	-90	40	28	4	3.66
ITA10046	6603785	344929	0	-90	40	32	4	2.37
ITA10047	6603789	344938	0	-90	53	32	4	1.80
ITA10048	6603793	344948	0	-90	60	16	4	0.52
						32	28	2.04
					including	36	4	6.39
ITA10049	6603797	344910	0	-90	47	28	8	1.20
					including	32	4	1.84
ITA10050	6603801	344919	0	-90	50	28	4	5.01
ITA10051	6603807	344935	0	-90	60	32	20	1.10
					including	32	4	3.26
ITA10053	6603852	344916	0	-90	60	40	12	1.04
					including	40	4	2.14
ITA10054	6603860	344935	0	-90	60	52	4	3.00
ITA10055	6603877	344883	0	-90	60	36	8	1.07
ITA10056	6603885	344901	0	-90	60	36	4	1.29
ITA10057	6603893	344918	0	-90	60	36	4	2.69
ITA10059	6603587	345120	0	-90	60	44	4	5.66
ITA10060	6603622	345096	0	-90	68	48	4	1.14
ITA10062	6603642	345008	0	-90	68	40	16	0.19
ITA10063	6603646	345016	0	-90	60	40	8	0.61
ITA10064	6603651	345025	0	-90	60	40	16	6.97
ITA10065	6603655	345035	0	-90	60	52	4	5.64
ITA10067	6603673	344997	0	-90	68	40	4	3.33
ITA10068	6603676	345007	0	-90	68	36	16	5.83
ITA10069	6603681	345017	0	-90	68	32	16	2.02
ITA10072	6603706	344991	0	-90	68	36	12	1.83
ITA10073	6603710	345002	0	-90	60	8	4	5.37
						40	4	2.76

Menzies Gold Project - WA

Intermin's subsidiary Black Mountain Gold Ltd (BMG) retains the right to acquire an 80% interest in the Menzies Gold Project tenements held by Regal Resources Ltd by incurring exploration expenditure of $1.2M over a three year period.

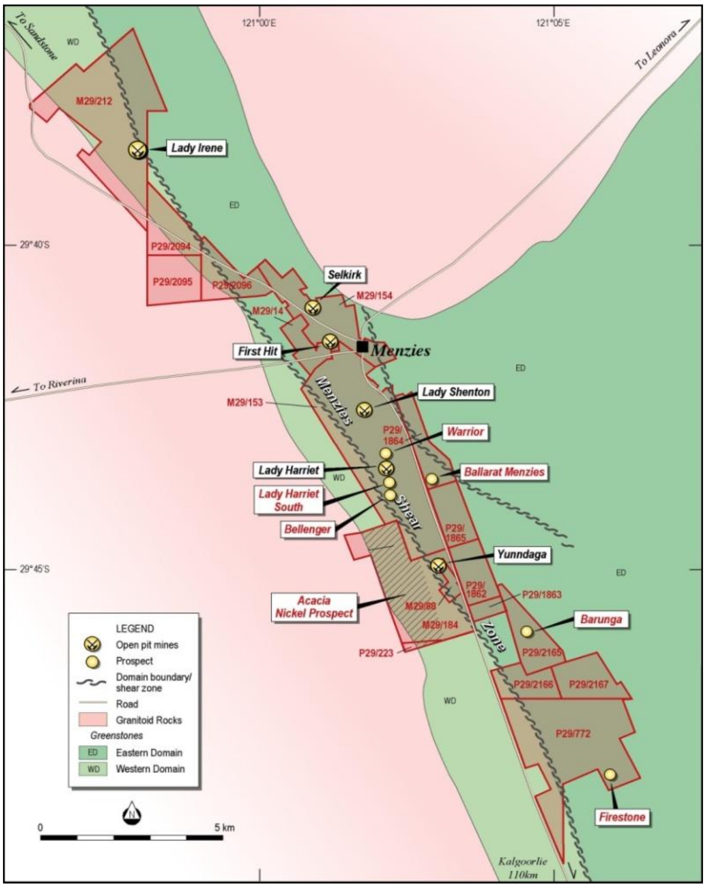
The BMG – Regal Farm-In at Menzies involves six granted Mining Leases of 2,988 hectares and four Prospecting Licence applications of 588 hectares. The tenements are contiguous, covering more than 20km of strike over the historic Menzies goldfield – see figure 2. BMG commenced exploration at the Menzies Project in May 2009. To 30 June 2010 Intermin had expended approximately $880,000 and thereby is entitled to a 50% interest in the Menzies Project tenements held by Regal.

Black Mountain Gold has also concluded a Farm-In Agreement to earn up to 70% interest in granted Prospecting Licences 29/1862–1865 at Menzies (Yundaga). These licences covering 492 hectares immediately adjoining Mining Lease M29/184 (Regal) which covers the former Yundaga Mining Centre (see Figure 2). Prospecting Licences 29/1862–1865 cover the former Ballarat-Menzies gold workings.

In May 2010 Intermin applied for four new tenements in its own right covering approximately 1300 hectares 10 km south of Menzies. The ground applied for adjoins the Company's existing Farm-In tenement blocks and covers the former Barunga gold workings and potential extensions of the Yundaga (Princess May) workings which produced over 330,000 ounces of gold from previous mining operations.

Menzies Project Tenements and Prospects

Figure 2



During the June quarter the Company completed 25 holes (1610 metres) of RC drilling on the Black Mountain – Regal Resources JV ground and three holes (240 metres) on the Ballarat Menzies ground – Van Blitterswyk JV.

Significant results from the June quarter drilling at Menzies are provided in Table 3.

June 2010 quarter drilling at Menzies focused primarily on northerly extensions of the Lady Shenton mineralization. Three RC holes were drilled at the Baden Powell Prospect and three at Ballarat Menzies while a further two relatively deep holes were drilled at the Bellenger Prospect. Results of drilling Lady Shenton and Ballarat Menzies Prospects were very encouraging (see Table 3).

Holes MZRC10069, 070, 105-108 at Lady Shenton North are particularly significant as they appear to have intersected wide low grade near surface mineralization which narrows but increases markedly in grade with depth. Results to date suggest that the zone from 6712650N – 6712750N may host a new shoot of gold mineralization similar to those mined at Lady Shenton in the past. Drilling to date at Lady Shenton north has indicated a number of mineralized horizons which although affected by minor faulting are relatively continuous over 400 metres of strike. In the zone 0-40 metres gold grades are in the range 0.8 – 1.5g/t over widths of up to 30 metres. As mentioned above, grades improve with depth but narrow to typical Menzies vein type mineralization of 10+g/t (1-2 metres width). Historic underground mining at Lady Shenton produced 185,000 tonnes of ore grading 32g/t Au.

Drilling at the Ballarat Menzies project 4km south east of Menzies also provided further encouragement with gold intercepts of 2m at 8.22g/t (BMR014) and 2m at 9.33g/t + 2m at 5.99g/t (BMR015). These intercepts occur within reasonably wide zones of lower grade gold mineralization and indicate that the mineralization remains open down dip and down plunge to the south. Further drilling is planned for the Ballarat Menzies target in the near future.

Table 3
Menzies – RC Drilling – June 2010 quarter
Significant Gold Intercepts

Hole ID	North	East	Depth	Dip	Azimuth	From metres	Interval metres	Au g/t
Ballarat Menzies Prospect								
BMRC010013	6709748	311104	90	-60	53	72	2	1.87
BMRC010014	6709733	311111	80	-60	53	28	2	1.80
						66	2	1.01
						70	2	8.22
						74	1	1.10
						76	1	0.81
						78	2	2.00
BMRC010015	6709774	311101	70	-60	53	52	2	9.32
						61	2	5.99
						65	1	1.05
Africander Prospect								
MZRC10063	6711720	309254	90	-60	53	20	4	0.32
						48	4	0.35
						87	1	3.03

Hole ID	North	East	Depth	Dip	Azimuth	From metres	Interval metres	Au g/t
MZRC10064	6711767	309265	80	-60	53	41	1	2.34
						47	1	0.99
						54	1	1.71
						61	2	0.72
MZRC10065	6711681	309322	84	-60	53	77	2	2.71
Lady Shenton								
MZRC10067	6712636	309006	30	-60	53	7	5	0.64
						28	1	0.64
MZRC10068	6712610	308954	80	-60	53	60	6	0.75
MZRC10069	6712703	308847	70	-60	53	40	19	1.69
					Including	40	4	4.52
MZRC10070	6712743	308831	60	-60	53	60	3	2.10
						24	8	2.04
					Including	30	1	11.00
						38	3	1.20
						49	5	0.71
MZRC10105	6712693	308834	80	-60	53	54	9	2.87
					Including	54	2	9.88
MZRC10106	6712733	308818	60	-60	53	38	2	5.37
						48	4	0.45
						59	1	1.21
MZRC10107	6712759	308818	60	-60	53	18	10	1.15
						37	5	0.48
						48	5	1.02
MZRC10108	6712666	308893	90	-60	53	38	8	2.10
					Including	38	2	4.81
						49	11	0.62
						61	6	1.56
					Including	65	1	6.22
MZRC10109	6712613	309010	50	-60	53	22	7	1.61
MZRC10110	6712629	308998	60	-60	53	16	5	1.15
MZRC10111	6712580	309035	50	-60	53	48	2	0.53
MZRC10113	6712634	308965	60	-60	53	32	3	0.49
						49	5	7.72
MZRC10114	6712643	308965	40	-60	53	22	8	0.63
					“	36	3	2.81
Baden Powell								
MZRC10089	6711639	309931	70	-60	53	50	6	1.71
MZRC10090	6711667	309935	60	-60	53	46	1	0.60
MZRC10092	6711635	309959	60	-60	53	29	1	0.38
Bellenger								
MZRC10096	6709544	310229	100	-60	53	72	2	0.56
						75	5	0.46
MZRC10097	6709714	310166	80	-60	53	55	1	3.98
						65	1	0.64

Julia Creek Vanadium-Molybdenum Project

The Company has 100% interest in 20 Exploration Licences (Mineral) covering 3,965km^2 of outcropping Vanadium-Molybdenum mineralisation near Julia Creek and Richmond in North West Queensland. The Company's tenements cover large areas of Cretaceous Toolebuc Formation in the vicinity of Julia Creek and Richmond, where extensive oil shale deposits exist near surface with potential for oil recovery via shallow open cut mining operations. Both the oxidized and fresh oil shale horizons contain significant Vanadium and Molybdenum metal values.

Plans of the Company's tenement holdings and applications in the Julia Creek and Richmond areas of Queensland are shown in Figures 3 and 4 respectively.

Over the past four years, Intermin has conducted numerous programmes of Air Core and Diamond Core drilling in establishing the very large Vanadium-Molybdenum (V/Mo) resources now controlled by the Company.

Resource estimates which have previously been announced are tabulated below. These resources have been defined in only a small portion of the area known to host V/Mo mineralization in the region (see Figures 3 and 4), hence much larger resources are believed to be available should commercial development proceed.

Table 5
Resource Data – Julia Creek - Richmond

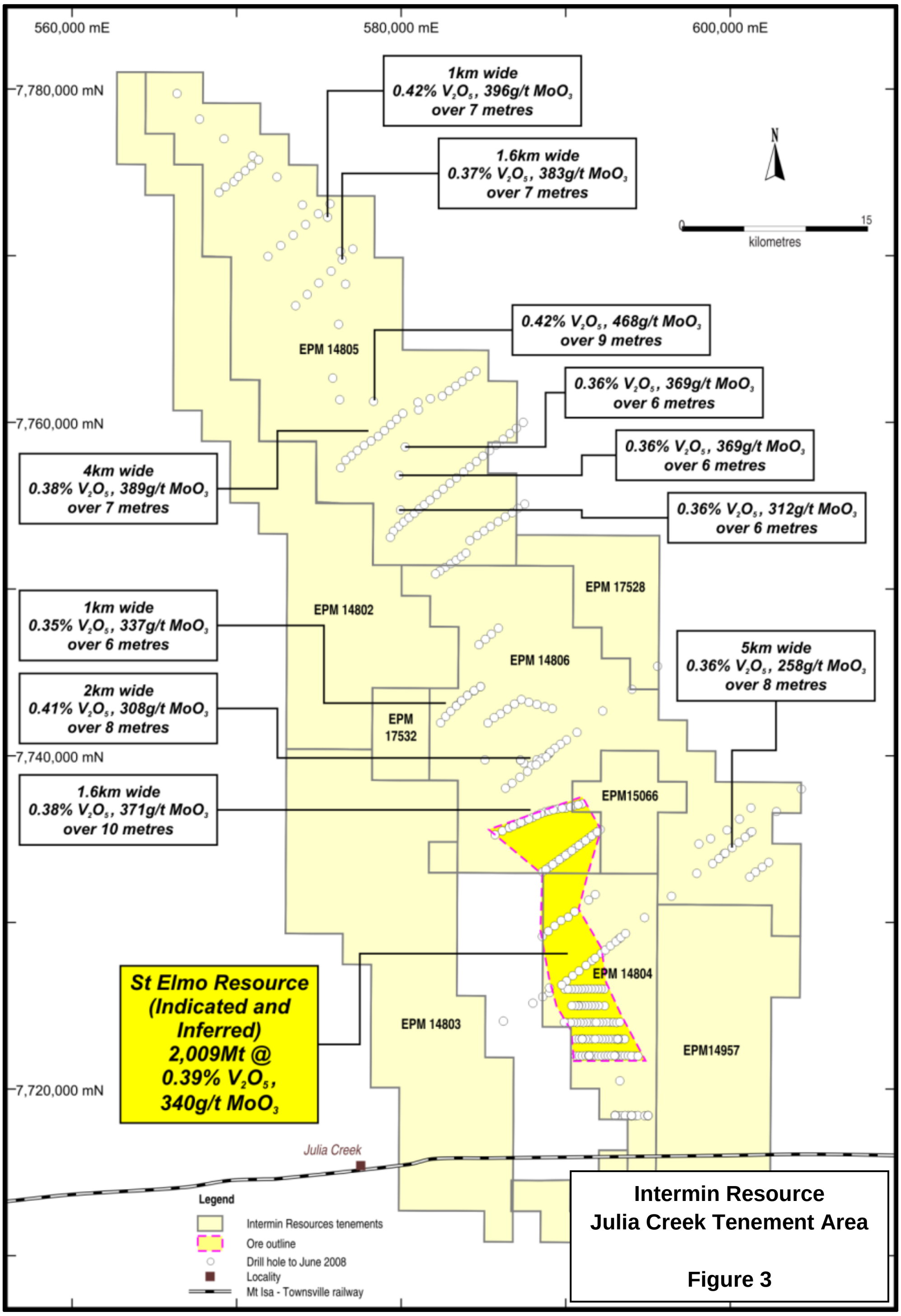
SOFT OXIDE MINERALISATION

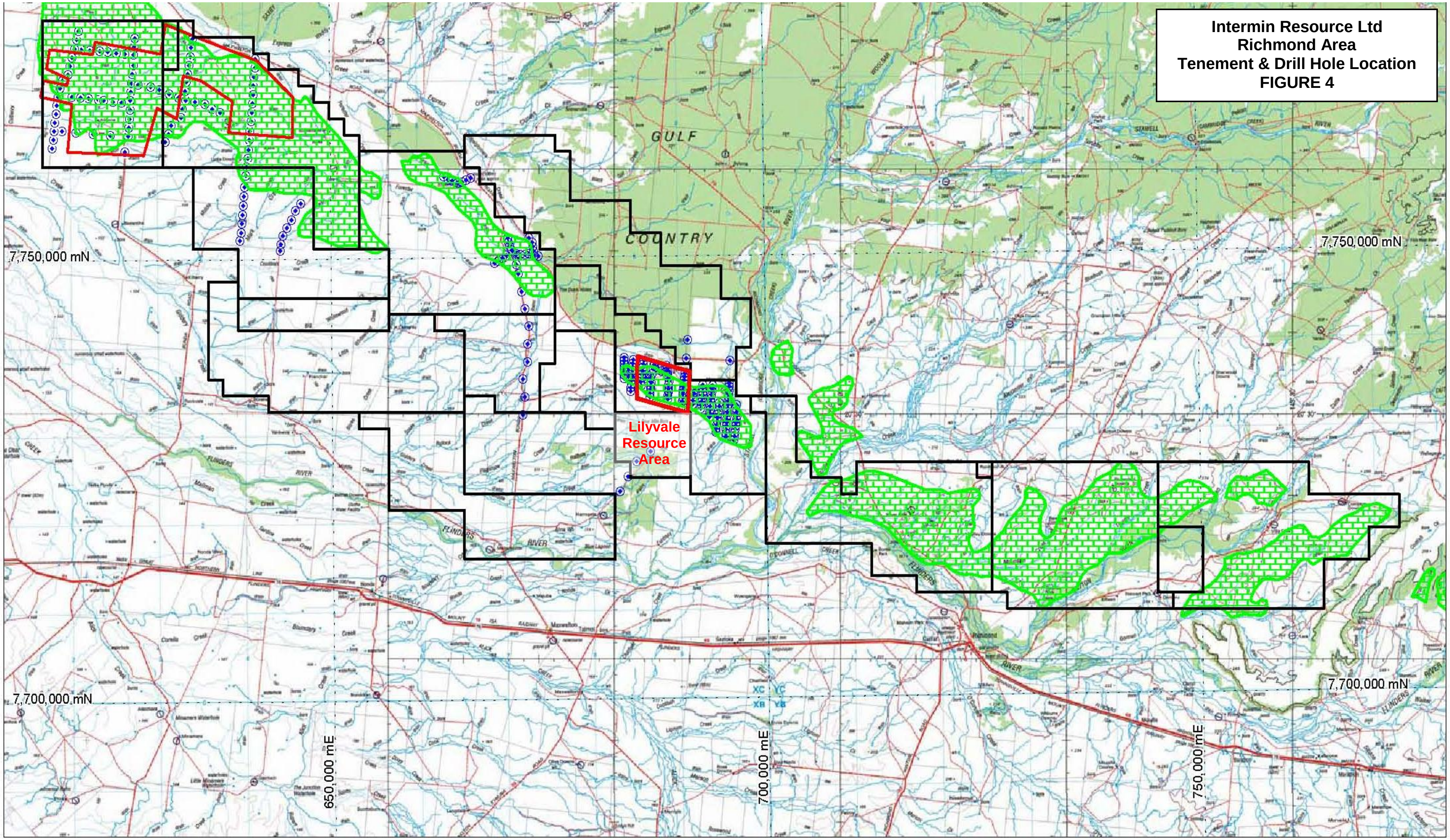
Category	Tonnage (Mt)	%V_2O_5	g/t MoO_3
Measured (1)	204	0.40	300
Indicated (1)	1,032	0.40	311
Indicated (2)	2,890	0.35	290
Indicated (3*)	410	0.44	332
***including**	87.7	0.55	384
Inferred (1)	772	0.39	385
Inferred (2)	0	0	0
TOTAL	**5,308**	**0.375**	**312**

Notes:
(1) St Elmo Western tenement block Resource/Grade figures.
(2) Alisona Eastern tenement block Resource/Grade figures.
(3) Lilyvale Eastern tenement block

During the June quarter Intermin completed 90 holes for 2,730 metres of Air Core drilling at Lilyvale Prospect 50km north west of Richmond. The program was designed to infill the earlier wide spaced drilling which provided the resource data in Table 5 and to provide samples of V/Mo mineralization from the transition and fresh oil shale horizons down dip from the oxide zone previously tested.

Results of the drilling confirm the tenor and width of the Lilyvale mineralization established from the earlier (2007-2008) drilling programs including the relatively high grade (0.5% + V_2O_5) resource zone west of the Lilyvale homestead.




Intermin Resource Ltd
Richmond Area
Tenement & Drill Hole Location
FIGURE 4
Lilyvale Resource Area
7,750,000 mN
7,700,000 mN
650,000 mE
700,000 mE
750,000 mE
GULF
COUNTRY

Julia Creek Vanadium-Molybdenum Project (continued)

Metallurgical test work by Intermin has indicated high recovery of vanadium, molybdenum, nickel and copper can be achieved from Lilyvale mineralization at relatively low cost by the Company's proprietary processes. Process flow sheets and metallurgical parametres have been established and a scoping study based on the Lilyvale resource is in progress.

Nanadie Well Exploration

Re-evaluation of the airborne EM data set has been completed, resulting in the identification of nearly eighty anomalous responses. Many of these anomalies are related to lithological units (e.g. banded iron formation), major lithological contacts (e.g. granite-greenstone) and previously tested structures (e.g. Gloria June shear zone). However, some 25% of the anomalous responses cannot be adequately explained and are of sufficient interest to be followed up on the ground by soil or bedrock geochemistry. Soil sampling of these anomalies will require auger or RAB drilling due to the transported cover in the area.

White Range Exploration

At the closure of the mining operations by White Range Gold NL in 1992, the resource base was reported by the Administrator as 160,000 tonnes at 3.2g/t Au of "Proved Ore Reserves" plus 180,000 tonnes at 3.0g/t Au of "Measured Resources" for a total of 340,000 tonnes at 3.1g/t (33,800 oz). These resources remain untouched since that time.

Most of the mineralised zones mined or drilled at White Range remain open at depth and along strike and are worthy of further exploration. However, in view of its major commitments to the Julia Creek Vanadium-Molybdenum project and gold projects in Western Australia, the Company is seeking a JV partner or to divest its interest in the White Range tenements.

Lehmans Project

This project lies within the Yandal greenstone belt and is located approximately 45km south of Leinster. The tenements consist of ten Mining Leases and three Prospecting Licences. Lionore Australia (Wildara) NL (Lionore) earned an 80% equity in the Lehmans JV tenements by expenditure of $650,000. Lionore has recently been taken over by Norilsk Nickel Ltd.

Intermin had the right to contribute to maintain its 20% interest in the Lehman's tenements, but elected to revert to a 10% free carried interest (to Bankable Feasibility). No activity reports have been received in respect of this project for some time. Intermin is currently investigating the possibility of a buy back of the ground from Norilsk.

This ASX release has been compiled by Michael Ruane using information on exploration results supplied by Mr Nigel Cranley. Nigel Cranley is a geologist and member of the Australian Institute of Mining and Metallurgy with 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 "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve". Nigel Cranley's consent to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Intermin Resources Ltd

ABN	Quarter ended ("current quarter")
88 007 761 186	**30 June 2010**

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (12 months) $A'000
1.1	Receipts from product sales and related debtors	-	7
1.2	Payments for (a) exploration & evaluation	(611)	(2,232)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(71)	(563)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	27	117
1.5	Administration fee	18	108
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	17	35
1.8	Tax refund	-	181
	Net Operating Cash Flows	**(620)**	**(2,347)**
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	(1,000)	-
	(c) other fixed assets	(3)	(444)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	38	1,075
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	(1,000)
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	Net investing cash flows	**(965)**	**(369)**
1.13	Total operating and investing cash flows (carried forward)	(1,585)	(2,716)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(1,585)	(2,716)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	4	4
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	50
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	**4**	**54**
	Net increase (decrease) in cash held	(1,581)	(2,662)
1.20	Cash at beginning of quarter/year to date	2,790	3,871
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	**Cash at end of quarter**	**1,209**	**1,209**

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	21
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Director's fees and consulting fees paid at commercial rates.

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

+ See chapter 19 for defined terms.

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	200
4.2	Development	50
4.3	Production	-
4.4	Administration	115
	Total	**365**

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	304	235
5.2	Deposits at call	905	2,555
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.22)	**1,209**	**2,790**

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		Nil changes		
6.2	Interests in mining tenements acquired or increased		Nil changes		

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** *(description)*				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	91,844,625	91,844,625	-	-
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	23,440	23,440	$0.18	$0.18
7.5	**+Convertible debt securities** *(description)*				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	**Options** *(description and conversion factor)*			*Exercise price*	*Expiry date*
7.8	Issued during quarter	22,526,518	22,526,518	$0.18	31 May 2012
7.9	Exercised during quarter	23,440	-	$0.18	31 May 2012
7.10	Expired during quarter				
7.11	**Debentures** *(totals only)*				
7.12	**Unsecured notes** *(totals only)*				

+ See chapter 19 for defined terms.

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.

Sign here: .... Date: 27 - 7 - 10.
Michael Ruane
Director

Print name: MICHAEL RUANE

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 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.

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+ See chapter 19 for defined terms.