



31 January 2013

Company Announcements Office
ASX Limited

AMENDED ACTIVITIES REPORT FOR THE QUARTER ENDED 31 DECEMBER 2012

Deep Energy Ltd (DEL) (which is 51.85% owned by Resource & Energy Group Limited ("the Company")) holds 12 Geothermal Exploration Licences (GELs) in the South Australian Heat Flow Anomaly – an area prospective for geothermal energy. The GELs cover an area of approximately 6000 square kilometres.

DEL is in the process of completing compliance and variation to work programs and renewals of the existing GELs. Discussions are being held with Primary Industry and Resources South Australia to consolidate the existing 12 GELs into two new GELs of 3000 square kilometres each.

The Company's applications for exploration licences in Queensland are continuing to be processed and are expected to be granted in the near future. The Company will then embark on an initial exploration program focused on the potential for Uranium.

Expenditure

Exploration and evaluation costs incurred for the quarter were \$53,906.

Richard Poole
Chairman
Resources & Energy Group Limited