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.

Name of entity

Precious Metals Australia Limited

ABN	Quarter ended ("current quarter")
65 009 131 533	**March 2007**

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter A$000's	Year to date (9 months) A$000's
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for		
	(a) care & maintenance costs	**(61)**	(350)
	(b) head office administration & overheads	**(1,244)**	(2,446)
	(c) site administration costs	**(739)**	(1,143)
	(d) marketing activities	**(199)**	(624)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	**1,058**	2,547
1.5	Interest and other costs of finance paid	**(3)**	(4)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	**(1,188)**	(2,020)
	Cash flows related to investing activities		
1.8	Payment for:		
	(a) prospects	**(19)**	(53)
	(b) development & construction of Windimurra Vanadium project	**(14,106)**	(20,901)
	(c) other fixed assets (head office)	**(80)**	(161)
1.9	Proceeds from sale of:		
	(a)prospects	-	-
	(b)equity investments	-	-
	(c)other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Other (provide details if material)	-	-
	Net investing cash flows	**(14,205)**	(21,115)
1.13	Total operating and investing cash flows (carried forward)	**(15,393)**	(23,135)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	**(15,393)**	(23,135)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	**27,983**	64,092
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 details if material)	**(16)**	(19)
	Net financing cash flows	**27,967**	64,073
	Net increase (decrease) in cash held	**12,574**	40,938
1.20	Cash at beginning of quarter/year to date	**68,783**	40,419
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	**Cash at end of quarter**	**81,357**	81,357

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	373
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors fees and salaries	$ 342,442
Directors superannuation contributions	$ 30,820

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

None.

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

None.

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	**8,202**	-

Estimated cash outflows for next quarter

		$A'000
4.1	Exploration and evaluation	200
4.2	Development & construction of Windimurra Vanadium Project	50,000
	Total	**50,200**

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	**7,949**	15,924
5.2	Deposits at call	**69,551**	49,003
5.3	Bank overdraft	-	-
5.4	Other (Deposit for Bond Facility)	**3,857**	3,857
	Total: cash at end of quarter (item 1.22)	**81,357**	68,783

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		None		
6.2	Interests in mining tenements acquired or increased		None		

+ See chapter 19 for defined terms.

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)*	None	None	N/A	N/A
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	101,975,094	101,975,094	Fully Paid	Fully Paid
7.4	Changes during quarter (a) Increases through issues	13,543,731 1,384,515 100,000 100,000	13,543,731 1,384,515 100,000 100,000	195 195 140 130	195 195 140 130
	(b) Decreases through returns of capital, buy-backs & adjustments	(1,645)	(1,645)	-	-
7.5	**+Convertible debt securities** *(description)*	None	None	N/A	N/A
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				

+ See chapter 19 for defined terms.

		Total number	Number quoted	*Exercise price (cents)*	*Expiry date*
7.7	**Options**				
	Employee Options (PMAAS)	100,000	0	175	28 May 2011
	Employee Options (PMAAU)	100,000	0	200	28 August 2011
	Employee Options (PMAAW)	100,000	0	260	13 September 2009
	Employee Options (PMAAY)	125,000	0	260	3 September 2009
	Employee Options				
	(PMAAZ)	125,000	0	150	26 September 2009
	(PMAAZ)	125,000	0	170	26 September 2009
	(PMAAZ)	325,000	0	150	26 September 2011
	(PMAAZ)	250,000	0	220	26 September 2011
	(PMAAZ)	125,000	0	195	30 November 2009
	(PMAAZ)	162,500	0	150	30 November 2011
	(PMAAZ)	125,000	0	280	3 December 2009
7.8	Issued during quarter	None	None	N/A	N/A
7.9	Exercised during quarter	100,000 100,000	100,000 100,000	130 140	28 Feb 2011 28 Aug 2010
7.10	Expired during quarter	None	None	N/A	N/A
7.11	**Debentures** *(totals only)*	None	None	N/A	N/A
7.12	**Unsecured notes** *(totals only)*	None	None	N/A	N/A

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: ....
(Director/Company secretary)

Print name: ....

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.