

3<sup>rd</sup> Floor, 18 Richardson Street, West Perth  
Western Australia 6005

Telephone: (08) 9324 1491  
Facsimile: (08) 9226 4259

Our ref: ASX0789JDL:30.5:JD

PO Box 1083, West Perth  
Western Australia 6872

Email: [pla@platinumaus.com](mailto:pla@platinumaus.com)  
Website: [www.platinumaus.com](http://www.platinumaus.com)

30 July 2008

## **QUARTERLY REPORT FOR THE PERIOD ENDED 30 JUNE 2008**

### **HIGHLIGHTS**

#### **Platinum Australia increases stake in Smokey Hills Platinum Mine from 59% to 69.75%**

Platinum Australia ("PLA") announced in May that it had signed binding agreements to acquire a further 10.75% of the Smokey Hills Platinum Project, lifting its stake to 69.75%. This was achieved in two transactions, in the first PLA acquired an additional 6.75% for a cash consideration of approximately \$5.5 Million and in the second PLA is acquiring a further 4% in exchange for one million ordinary shares in PLA.

#### **Progress at Smokey Hills**

At Smokey Hills, construction of the plant and related infrastructure continued during the period with all major contracts now awarded and the Earthworks, Civil, Mechanical and Electrical Contractors all working on site. Open Pit Mining is progressing well with over 100,000 tonnes of ore now exposed and ready for mining when the Run of Mine stockpile pad is completed.

#### **Successful Placing to Raise \$31.8 million**

PLA announced in May that it had received commitments for \$31.8 million in a private placement of 12 million new ordinary shares at \$2.65 per share.

#### **New Mineral Resource for Crux, Crater and Orion Deposits**

In May, PLA announced that updated Mineral Resource estimates for the Crux, Orion and Crater Deposits in the Kalahari Platinum ("Kalplats") Project had been completed, with significant increases in both the Crux and Crater Deposits.

#### **Results from the Resource Drilling Program at the Kalahari Platinum Project**

Results from the ongoing resource drilling program at the Kalplats Project, announced during the quarter, provided further evidence of wide zones of good grade mineralisation in the Sirius deposit. In addition, further results from the drilling of the newly discovered Mira Prospect continued to identify wide zones of good grade mineralisation.

#### **PLA Issued Prospecting Right for Further Kalahari Extension**

In June, PLA announced that a Prospecting Right had been issued for a further extension to the Company's Kalplats Project. The new extension was issued to Stellex Platinum (Pty) Ltd ("Stellex") a joint venture company owned 49% by PLA and 51% by Batsalani Mining & Resources (Pty) Ltd ("Batsalani"). The new extension covers an area of approximately 26 kilometres of strike length to the north of the existing "Extended" project area.

## CORPORATE

On the 30 May PLA announced it had received commitments for \$31.8 million in a private placement of 12 million new ordinary shares at \$2.65 per share (the "Placement"). The issue was jointly managed by Bell Potter Securities Limited and Goldman Sachs JBWere Pty Ltd with a small portion being co-managed by Stripe Capital. The Placement was made to a range of domestic and international institutional, professional and sophisticated investors. The Placement was significantly oversubscribed.

The Placement followed an announcement by the Company that it had signed binding agreements to acquire a further 10.75% of the Smokey Hills Platinum Project, lifting its stake to 69.75%, with the balance being held by various Black Economic Empowerment ("BEE") entities. Due to the nature of certain of the BEE transactions which PLA have undertaken, PLA retains approximately 85% of the cash flow from the Project.

## OPERATIONS

At the **Smokey Hills PGM Project** in South Africa, construction of the plant and related infrastructure continued during the period with all major contracts now awarded and the Earthworks, Civil, Mechanical and Electrical Contractors all working on site. In addition the initial grid power supply from Eskom of ~2 MW has been installed with the balance due in late 2008 or early 2009. The back up diesel generators for the project are now in South Africa and going through a testing process off site.

Open Pit Mining is progressing well and the first blast of 100,000 m<sup>3</sup> of waste rock took place on 21<sup>st</sup> June. In excess of 100,000 tonnes of ore is now exposed and will be mined as soon as the Run of Mine stockpile pad is completed.

The Underground Mining Contractor commenced mobilisation and site establishment during June. The first blast for the underground development is expected in early August.

The commissioning of the processing plant is now scheduled to commence in August and expected to be completed by late October or early November.

A second draw down on the ZAR260 million (~AUS\$35 million) debt facility provided by Standard Bank of South Africa Ltd has now been completed with some ZAR219 million having now been provided. At this point it appears that the capital expenditure for the project is on budget.

At the **Kalplats Project** in South Africa, operations continued to focus on the resource definition drilling program with two diamond and two RC rigs operating for the majority of the period. By the end of the quarter PLA had completed some 76,000m of drilling on the project since the commencement of the drilling program in September 2006.

The results have continued to identify good wide zones of mineralisation at Crux and the new Mira Prospect. Some of the results announced included the following:

### ***Crux***

**KP529** – 20m @ 6.26 g/t 3E PGM plus 4m @ 4.13 g/t 3E PGM; **KP480** – 18m @ 3.93 g/t 3E PGM plus 4m @ 3.99 g/t 3E PGM.

### ***Orion***

**KP492** – 4m @ 3.58g/t 3E PGM plus 11m @ 3.48g/t 3E PGM.

### ***Mira***

**KP432** – 11m @ 5.43 g/t 3E PGM; **KP471** – 22m @ 2.45g/t 3E PGM.

During the quarter updated Mineral Resource estimates for the Crux, Orion and Crater Deposits were completed. The Crux resource estimate increased the total contained ounces (“ozs”) of 3E PGM’s by over 100% to 1.24 Moz 3E PGM and the updated Crater resource estimate increased the total contained ozs 3E PGM by a further 13% to 680,000 ozs 3E PGM. The Orion resource estimate decreased the total contained ozs of 3E PGM by 9% to 602,000 ozs 3E PGM. Both the Crux and Orion resources are interim and due to be updated in the coming quarter when further drill results are received.

The Mineral Resource estimate is based on the results of mineralised intersections from a total of 92 drill holes at Crater, 84 drill holes at Orion and 104 drill holes at Crux in addition to a detailed high resolution aeromagnetic survey interpretation and geological mapping and cross sectional interpretations. In addition the Crater estimate includes closely spaced sampling and mapping in the 40 metre deep box cut.

A summary of the Mineral Resource estimates results are provided in Table 1, while Table 2 provides a comparison with the previous Harmony Mineral Resource estimate.

PLA also announced during the quarter that it had been issued a Prospecting Right for a further extension to the Kalplats Project. The new extension, named Stellex North, covers an area of approximately 26 kilometres strike length north of the existing “Extended” project. The Prospecting Right has been issued Stellex Platinum (Pty) Ltd, a joint venture company owned 49% by PLA and 51% by Batsalani Mining & Resources (Pty) Ltd (“Batsalani”). PLA is the manager of the project and has a right to increase its interest in the project to 70% by funding the initial ~\$30,000 of expenditure on the project.

## **RESOURCE STATEMENT**

The updated Mineral Resource is reported above a cut off grade of 0.5 g/t 3E PGM and has been classified as Measured, Indicated and Inferred Mineral Resources and reported in Table 1 according to the guidelines of the JORC Code (2004).

The total Mineral Resource estimated for the Crater Deposit is 12.98 Mt at a grade of 1.63 g/t 3E PGM (Table 1). This includes 5.64 Mt at a grade of 2.41 g/t 3E PGM in the Main Reef (Table 1) or 2.83 Mt at a grade of 3.59 g/t 3E PGM in the High Grade Reefs (Table 1).

The total Mineral Resource estimated for the Orion Deposit is 13.05 Mt at a grade of 1.44 g/t 3E PGM (Table 1). This includes 5.89 Mt at a grade of 1.97 g/t 3E PGM in the Main Reef (Table 1) or 2.60 Mt at a grade of 3.08 g/t 3E PGM in the High Grade Reefs (Table 1).

The total Mineral Resource estimated for the Crux Deposit is 31.33 Mt at a grade of 1.23 g/t 3E PGM (Table 1). This includes 13.44 Mt at a grade of 1.62 g/t 3E PGM in the Main Reef (Table 1) or 4.55 Mt at a grade of 2.76 g/t 3E PGM in the High Grade Reefs (Table 1).

<b>Table 1 Crater Deposit Mineral Resource Summary</b>							
		<b>Tonnes</b>	<b>3E PGM</b>	<b>Pt</b>	<b>Pd</b>	<b>Au</b>	<b>3E PGM</b>
		<b>1,000 t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>Ozs</b>
<b>High Grade<sup>1</sup></b>	Measured	492	3.43	1.75	1.52	0.16	54,000
	Indicated	612	3.56	1.75	1.65	0.17	70,000
	Inferred	1,729	3.64	1.75	1.77	0.12	202,000
	<b>Total</b>	<b>2,834</b>	<b>3.59</b>	<b>1.75</b>	<b>1.70</b>	<b>0.14</b>	<b>327,000</b>
<b>Main Reef<sup>2</sup></b>	Measured	960	2.36	1.20	1.07	0.10	73,000
	Indicated	1,285	2.34	1.15	1.10	0.09	97,000
	Inferred	3,397	2.45	1.18	1.20	0.07	268,000
	<b>Total</b>	<b>5,642</b>	<b>2.41</b>	<b>1.17</b>	<b>1.16</b>	<b>0.08</b>	<b>437,000</b>
<b>Total Mineral Resource<sup>3</sup></b>	<b>Measured</b>	<b>2,357</b>	<b>1.54</b>	<b>0.72</b>	<b>0.77</b>	<b>0.05</b>	<b>117,000</b>
	<b>Indicated</b>	<b>3,075</b>	<b>1.55</b>	<b>0.71</b>	<b>0.80</b>	<b>0.05</b>	<b>154,000</b>
	<b>Inferred</b>	<b>7,543</b>	<b>1.69</b>	<b>0.76</b>	<b>0.89</b>	<b>0.04</b>	<b>410,000</b>
	<b>Total</b>	<b>12,975</b>	<b>1.63</b>	<b>0.74</b>	<b>0.84</b>	<b>0.04</b>	<b>680,000</b>
<b>Orion Deposit Mineral Resource Summary</b>							
		<b>Tonnes</b>	<b>3E PGM</b>	<b>Pt</b>	<b>Pd</b>	<b>Au</b>	<b>3E PGM</b>
		<b>1,000 t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>Ozs</b>
<b>High Grade<sup>1</sup></b>	Measured	373	3.10	1.58	1.33	0.19	37,000
	Indicated	797	3.09	1.53	1.35	0.21	79,000
	Inferred	1,428	3.07	1.55	1.32	0.20	141,000
	<b>Total</b>	<b>2,598</b>	<b>3.08</b>	<b>1.55</b>	<b>1.33</b>	<b>0.20</b>	<b>257,000</b>
<b>Main Reef<sup>2</sup></b>	Measured	908	1.83	0.92	0.82	0.09	53,000
	Indicated	1,675	2.07	1.02	0.94	0.11	112,000
	Inferred	3,306	1.96	0.98	0.89	0.10	208,000
	<b>Total</b>	<b>5,889</b>	<b>1.97</b>	<b>0.98</b>	<b>0.89</b>	<b>0.10</b>	<b>373,000</b>
<b>Total Mineral Resource<sup>3</sup></b>	<b>Measured</b>	<b>1,888</b>	<b>1.41</b>	<b>0.66</b>	<b>0.70</b>	<b>0.05</b>	<b>86,000</b>
	<b>Indicated</b>	<b>3,708</b>	<b>1.48</b>	<b>0.68</b>	<b>0.73</b>	<b>0.06</b>	<b>176,000</b>
	<b>Inferred</b>	<b>7,458</b>	<b>1.42</b>	<b>0.67</b>	<b>0.70</b>	<b>0.05</b>	<b>341,000</b>
	<b>Total</b>	<b>13,054</b>	<b>1.44</b>	<b>0.67</b>	<b>0.71</b>	<b>0.06</b>	<b>602,000</b>
<b>Crux Deposit Mineral Resource Summary</b>							
		<b>Tonnes</b>	<b>3E PGM</b>	<b>Pt</b>	<b>Pd</b>	<b>Au</b>	<b>3E PGM</b>
		<b>1,000 t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>g/t</b>	<b>Ozs</b>
<b>High Grade<sup>1</sup></b>	Measured	532	2.78	1.37	1.24	0.16	48,000
	Indicated	1,828	2.79	1.39	1.24	0.16	164,000
	Inferred	2,192	2.73	1.35	1.25	0.13	192,000
	<b>Total</b>	<b>4,553</b>	<b>2.76</b>	<b>1.37</b>	<b>1.24</b>	<b>0.15</b>	<b>404,000</b>
<b>Main Reef<sup>2</sup></b>	Measured	1,842	1.62	0.78	0.79	0.06	96,000
	Indicated	5,213	1.65	0.81	0.78	0.06	277,000
	Inferred	6,385	1.60	0.78	0.78	0.05	329,000
	<b>Total</b>	<b>13,440</b>	<b>1.62</b>	<b>0.79</b>	<b>0.78</b>	<b>0.06</b>	<b>702,000</b>
<b>Total Mineral Resource<sup>3</sup></b>	<b>Measured</b>	<b>4,775</b>	<b>1.27</b>	<b>0.55</b>	<b>0.69</b>	<b>0.03</b>	<b>195,000</b>
	<b>Indicated</b>	<b>11,712</b>	<b>1.24</b>	<b>0.56</b>	<b>0.65</b>	<b>0.04</b>	<b>468,000</b>
	<b>Inferred</b>	<b>14,841</b>	<b>1.20</b>	<b>0.53</b>	<b>0.65</b>	<b>0.03</b>	<b>574,000</b>
	<b>Total</b>	<b>31,328</b>	<b>1.23</b>	<b>0.54</b>	<b>0.65</b>	<b>0.03</b>	<b>1,238,000</b>

<b>Table 2 Comparison of Snowden and Harmony Resource Estimates</b>									
	<b>Total Mineral Resource <sup>3</sup></b>			<b>Main Reef Resource <sup>2</sup></b>			<b>High Grade Reefs <sup>1</sup></b>		
	<b>Tonnes 1,000t</b>	<b>3E PGM g/t</b>	<b>Ounces</b>	<b>Tonnes 1,000t</b>	<b>3E PGM g/t</b>	<b>Ounces</b>	<b>Tonnes 1,000t</b>	<b>3E PGM g/t</b>	<b>Ounces</b>
<b>SNOWDEN <sup>4</sup></b>									
<b>Crater</b>	12,975	1.63	680,000	5,642	2.41	437,000	2,834	3.59	327,000
<b>Orion</b>	13,054	1.44	602,000	5,889	1.97	373,000	2,598	3.08	257,000
<b>Crux</b>	31,328	1.23	1,238,000	13,440	1.62	702,000	4,553	2.76	404,000
<b>TOTAL</b>	<b>57,357</b>	<b>1.37</b>	<b>2,520,000</b>	<b>24,971</b>	<b>1.88</b>	<b>1,512,000</b>	<b>9,985</b>	<b>3.08</b>	<b>988,000</b>
<b>HARMONY <sup>5</sup></b>									
<b>Crater</b>	9,867	1.62	513,404	4,695	2.18	329,382	2,484	3.55	283,858
<b>Orion</b>	12,182	1.69	661,845	7,185	2.02	467,760	2,907	3.71	346,657
<b>Crux</b>	13,583	1.33	582,798	6,062	1.64	319,755	1,667	3.47	185,917
<b>TOTAL</b>	<b>35,632</b>	<b>1.53</b>	<b>1,758,047</b>	<b>17,942</b>	<b>1.94</b>	<b>1,116,897</b>	<b>7,058</b>	<b>3.60</b>	<b>816,432</b>

<sup>1</sup> Includes the high grade UM and LM Reefs (and MR1 Reef in the Harmony estimate)

<sup>2</sup> Includes the UM, Main Reef Residual and LM which constitute the Main Reef

<sup>3</sup> Includes the low grade MR, LG and the Main Reef Residual layers which is the total mineralised width for all seven layers

<sup>4</sup> Harmony Mineral Resource estimate of Indicated and Inferred resources

<sup>5</sup> Snowden Mineral Resource estimate of Measured, Indicated and Inferred resources

## QUALIFICATION STATEMENT

*The information in this report that relates to the Crater, Orion and Crux Mineral Resources is based on a resources estimates compiled by Mr. David Gray who is a full-time employee of Snowden Mining Industry Consultants and is a Member of the South African Council for Natural Scientific Professions (member no 400018/04) .*

*Mr. Gray has more than 15 years experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking and qualifies as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Gray consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*



**JOHN D LEWINS**  
**Managing Director**

### ***For further information***

John Lewins Managing Director Platinum Australia +61 08 9324 1491 M: 0419 910 061	<b>Media enquiries UK:</b> Ron Marshman & John Greenhalgh City of London PR +44 020 7628 5518	<b>Media enquiries AUS:</b> Sarah Allchurch Allchurch Communications +61 08 9381 6625 M: 0412 346 412	<b>AIM Nominated Advisor:</b> Nabarro Wells & Co Limited +44 207 710 7400	<b>UK Broker:</b> RBC Capital Markets +44 207 653 4000
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## GLOSSARY

3E PGM platinum + palladium + gold  
4E PGM platinum + palladium + rhodium + gold  
6E PGM platinum + palladium + rhodium + iridium + ruthenium + gold  
7E PGM platinum + palladium + rhodium + iridium + osmium + ruthenium + gold  
g/t – grams per tonne or grade  
ozs – ounces  
Moz – Million ounces  
t - tonne  
Mt - million tonnes  
PGM – Platinum Group Metals  
Lithological – a layer or unit comprising a single consistent rock type  
UM Reef – Upper Main Reef  
Main – Main Reef residual  
LM Reef – Lower Main Reef  
MM waste - Mid Main waste  
MR2 Reef – Middle Reef 2  
MR1 Reef – Middle Reef 1  
LG Reef - Lower Grade reef

\* The six Platinum Group Metals (PGM's) are Platinum (Pt), Palladium, (Pd), Rhodium, (Rh), Iridium (Ir), Osmium (Os) and Ruthenium (Ru).

# 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

**PLATINUM AUSTRALIA LIMITED**

ABN

**99 093 417 942**

Quarter ended ("current quarter")

**30 June 2008**

### Consolidated Statement of Cash Flows

		<b>Current quarter</b>	<b>Year to date</b>
		<b>SA'000</b>	<b>(12 months)</b>
		<b>SA'000</b>	<b>SA'000</b>
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	666	991
1.2	Payments for (a) exploration and evaluation	(2,408)	(9,754)
	(b) development	(13,231)	(26,365)
	(c) production		
	(d) administration	(1,207)	(3,035)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	95	1,768
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Other (provide details if material)		
	<b>Net Operating Cash Flows</b>	<b>(16,085)</b>	<b>(36,395)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets	(111)	(354)
1.9	Proceeds from sale of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets	-	1
1.10	Loans to other entities	-	(5)
1.11	Loans repaid by other entities	-	31
1.12	Other (provide details if material) Payment for Corridor Mining's 15% interest in the Smokey Hills Project (see 2.2 below)	(12,098)	(12,098)
	<b>Net investing cash flows</b>	<b>(12,209)</b>	<b>(12,425)</b>
1.13	<b>Total operating and investing cash flows (carried forward)</b>	<b>(28,294)</b>	<b>(48,820)</b>

1.13	<b>Total operating and investing cash flows (brought forward)</b>	<b>(28,294)</b>	<b>(48,820)</b>
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	31,940	44,509
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings	29,827	32,372
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other (provide detail if material) Fundraising Costs	(1,399)	(1,757)
	<b>Net financing cash flows</b>	<b>60,368</b>	<b>75,124</b>
	<b>Net increase (decrease) in cash held</b>	<b>32,074</b>	<b>26,304</b>
1.20	Cash at beginning of quarter/year to date	10,130	17,943
1.21	Exchange rate adjustments to item 1.20	(729)	(2,772)
1.22	<b>Cash at end of quarter (refer note below)</b>	<b>41,475</b>	<b>41,475</b>

**Payments to directors of the entity and associates of the directors**  
**Payments to related entities of the entity and associates of the related entities**

	<b>Current quarter SA'000</b>
1.23 Aggregate amount of payments to the parties included in item 1.2	(244)
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

**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

On 30 June 2008, the company issued 100,000 shares at \$3 per share, as consideration for the purchase of a 10% interest in Stellex Platinum (Pty) Ltd, a company holding a Prospecting Right to the north of the Kalplats Area of Influence.

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

During the quarter EL Platinum (Pty) Ltd, a 100% owned South African subsidiary of PLA, outlaid ZAR92 million (A\$12,098,000) to finance the purchase by Limpopo Platinum Holdings (Pty) Ltd of Corridor Mining Resources (Pty) Ltd's 15% shareholding in Phokathaba Platinum (Pty) Ltd, the Smokey Hills project vehicle.

Limpopo Platinum Holdings (Pty) Ltd is a Black Economic Empowerment company in South Africa, which is 45% owned (via EL Platinum (Pty) Ltd) by PLA.

The advance to Limpopo Platinum Holdings (Pty) Ltd is secured by a second ranking charge over the shares purchased in Phokathaba Platinum (Pty) Ltd, the project financier (Standard Bank (SA) Limited) being the holder of the first ranking charge.

## Financing Facilities Available

Add notes as necessary for an understanding of the position.

	Amount available SA'000	Amount used SA'000
3.1 Loan facilities		
- Standard Bank South Africa (see explanation below)	33,952	28,598
3.2 Credit standby arrangements	-	-

Phokathaba Platinum (Pty) Ltd has a project loan facility of ZAR260,000,000 (A\$33,952,000) available, which was drawn down to ZAR219,000,000 (A\$28,598,000) at 30 June 2008.

## Estimated Cash Outflows for next Quarter

	SA'000
4.1 Exploration and evaluation	(3,753)
4.2 Development	(31,467)
<b>Total</b>	<b>(35,220)</b>

## 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 SA'000	Previous quarter SA'000
5.1 Cash on hand and at bank	1,187	75
5.2 Deposits at call	40,342	10,055
5.3 Bank overdraft	-54	-
5.4 Other: Bank Guarantees	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>41,475</b>	<b>10,130</b>

## 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			
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.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	220,065,521	220,065,521		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	12,500,000	12,500,000		
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>			<b>Exercise price</b>	<b>Expiry date</b>
	135,000	-	22.5 Cents	5 November 2008
	3,400,000	-	35 Cents	10 December 2009
	2,500,000	-	20 Cents	11 December 2009
	530,000	-	37 Cents	30 November 2009
	400,000	-	70 Cents	30 June 2010
	3,000,000	-	\$1.25	21 December 2011
	100,000	-	\$1.29	06 June 2010
	900,000	-	\$1.74	30 June 2011
7.8 Issued during quarter				
7.9 Exercised during quarter	400,000		35 cents	26 May 2008
7.10 Cancelled during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <i>(totals only)</i>				

## 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: 30 July 2008

(Director / Company Secretary)

Print name: **GILLIAN SWABY**

## 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.