



# **ASX Release**

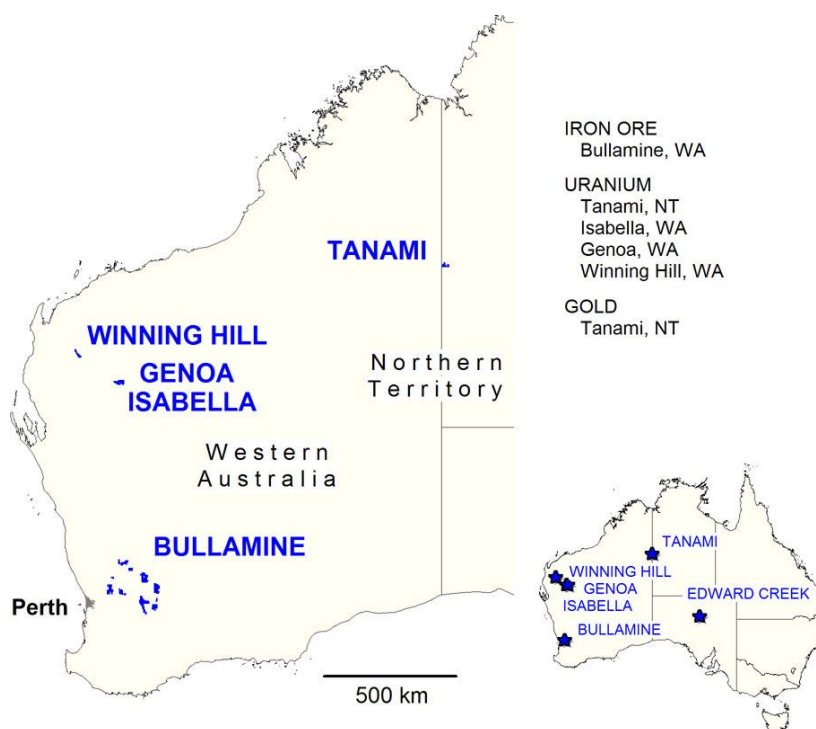
**ASX Code: RLC**

April 2012

## **Quarterly Report for the period ended 31 March 2012**

### **SUMMARY**

- ❑ Bullamine Joint venture – Magnetite iron ore (WA):
  - Assay data were received from drill core samples recovered from the Chitterberin, Wongamine and West Burracoppin prospects.
  - Eight diamond holes for 1,826.5 metres were completed at Wongamine.
- ❑ Additional targets identified from magnetic and radiometric data at Winning Hill uranium project, NT.
- ❑ Tanami project tenement granted.
- ❑ Corporate:
  - \$0.77 M cash on deposit (nil debt) at 31 March 2012
  - 48.6 M issued shares (10.75 M options, average excise price 25.7 cents)
  - \$ 4.4 M market cap (\$5.3M fully diluted) at 9.0 cents per share



## CURRENT EXPLORATION ACTIVITES

### Bullamine (WA)

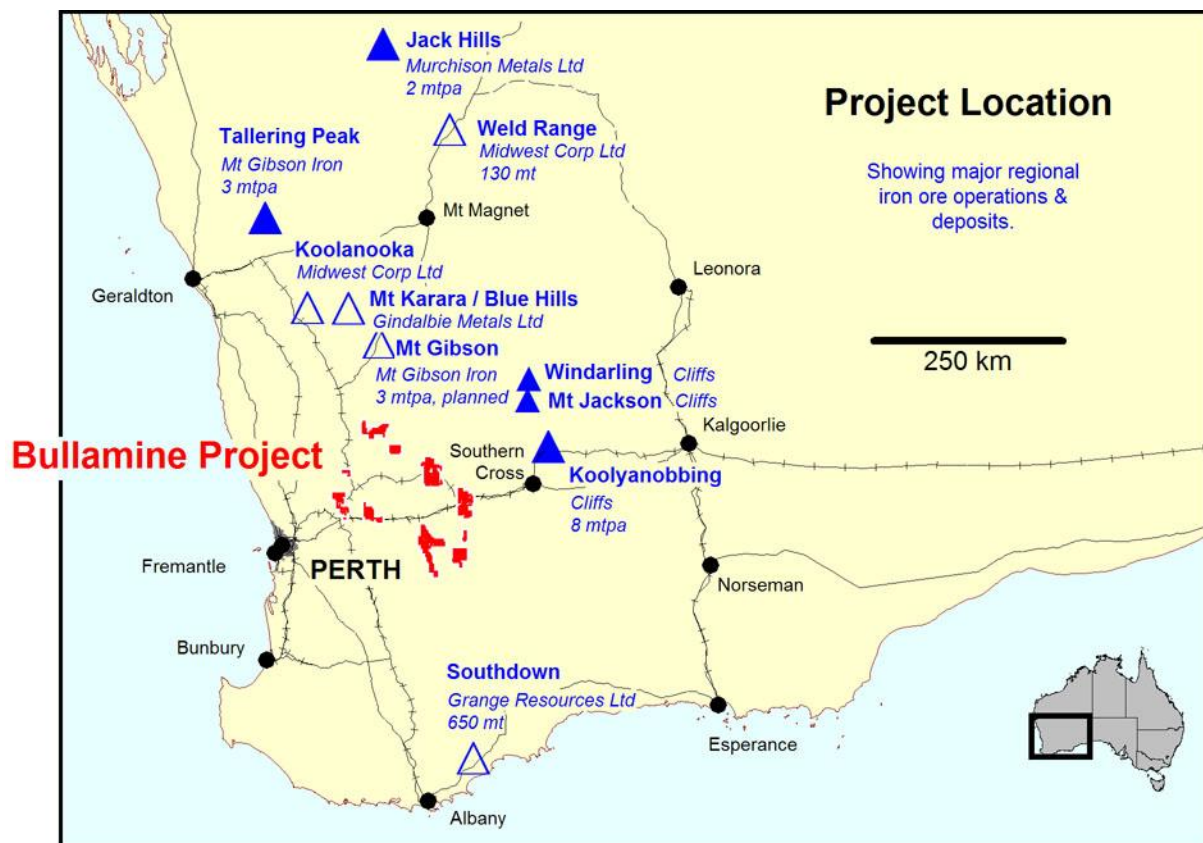
### Iron

RLC 25% : E70/2846, 3462, 3766, 3767, 3768, 3769, 3770, 3771, 3772, 3773, 3774, E70/3805 & 3806).

RLC 25% : Bulla JV (provides interest in iron only) (E70/2719 & E70/2720)

Total area 3,342 km<sup>2</sup>.

The Bullamine Iron Ore Project is a joint venture between Reedy Lagoon Corporation and Cliffs Asia Pacific Iron Ore Pty Ltd ("Cliffs"), a wholly owned subsidiary of Cliffs Natural Resources Inc. (NYSE: CLF, Paris: CLF). Cliffs is earning a 75% interest and is manager of the joint venture.



Activities undertaken during the March quarter included diamond drilling (1,826.5 metres) at the Wongamine prospect (table 4), continued discussions with land owners for access to additional targets and compilation and interpretation of assay and metallurgical results from samples submitted during the previous periods.

Work continued on determining a mineral resource estimate for the Chitterberin prospect (KEL 5 area), but initial results indicated that further testing at finer grind sizes is required. The joint venture hopes to determine a resource estimate during the June quarter.

Studies of concentrates found to contain elevated sulphur from the Wongamine prospect (NOR 1 area) indicate the sulphur is not contained as inclusions within magnetite. This opens the door for separation of the sulphides from the Fe at coarse grind sizes. The samples do however contain Asbestiform

amphiboles and as a consequence all samples from Wongamine will be treated as if they contain Asbestiform material.

A review of the joint venture tenements during the period resulted in several tenements being identified for surrender by the joint venture.

Details of the work conducted by the Bullamine joint venture follow:

### **Chitterberin Prospect – KEL 5** (tenement E70/3770)

Work continued on determining a mineral resource estimate for the Chitterberin prospect (KEL 5 area) where mineralisation of between 30 to 100 metres thickness has been intersected by drilling a magnetic target extending over a strike length in excess of 2 kilometres (figures 1 and 2).

Final assays were received for the Chitterberin prospect during the period (table 1). Initial investigations into the separation characteristics of the Fe concentrate identified that the Chitterberin material requires grinding to a finer particle size than is the case for the prospects within NOR 1 (around Northam). The samples are currently being resized to 75 micron to determine optimal separation characteristics for incorporation into the Chitterberin Inferred Resource calculation.

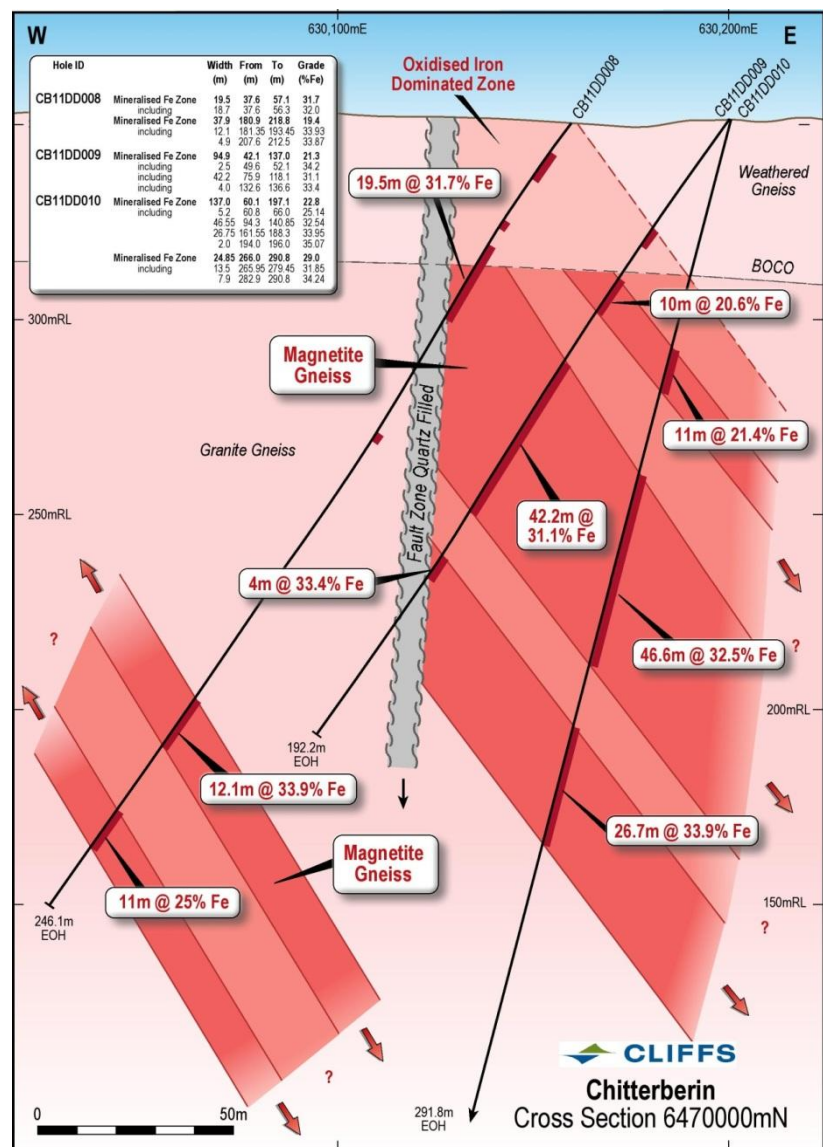


Figure 1. Chitterberin Prospect, KEL 5, Bullamine Iron Ore Project.



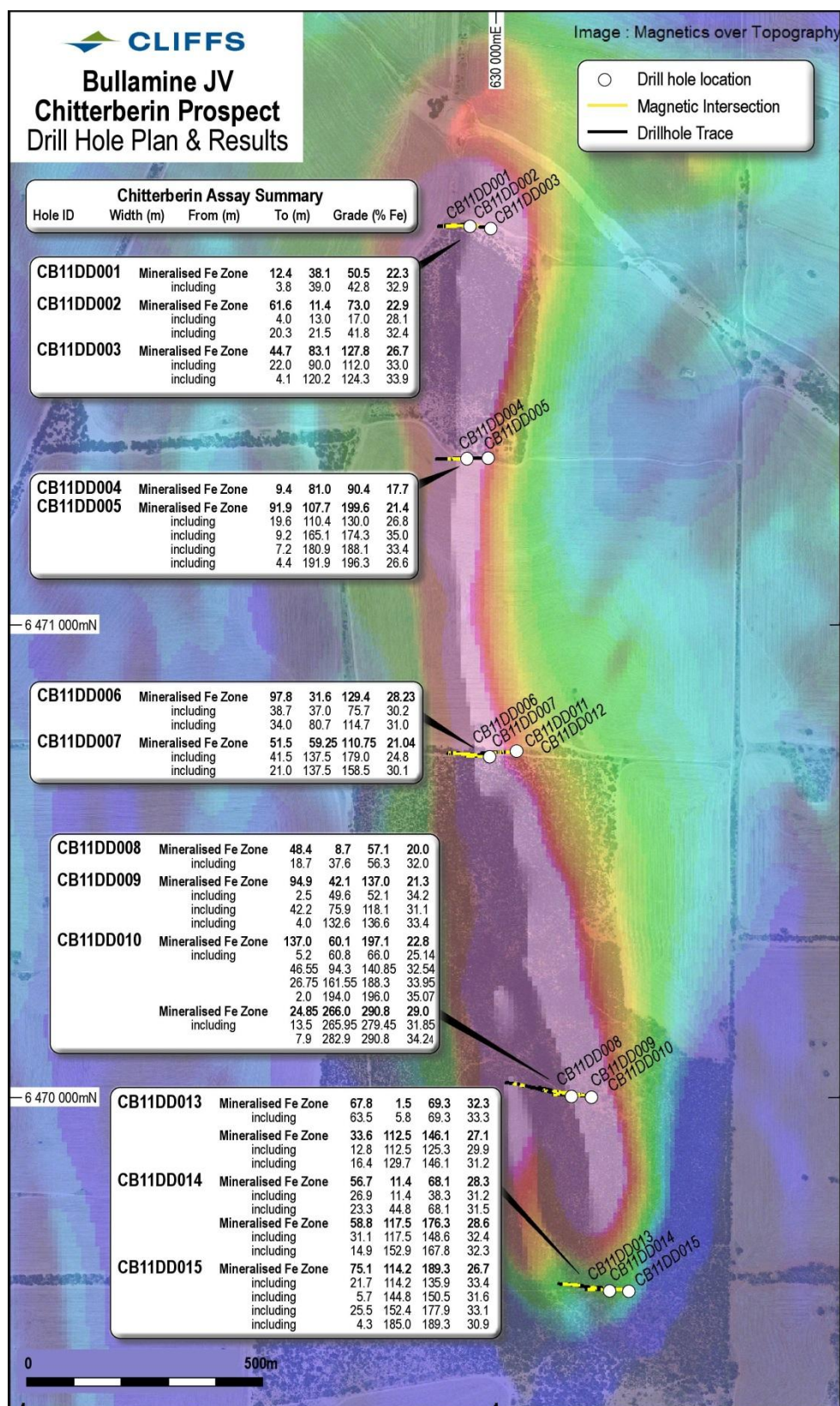


Figure 2. Chitterberin prospect. The image shows drill information superimposed on TMI (total magnetic intensity from 50 metre line spaced airborne data). The length of the mineralized body is suggested to measure about 2,400 metres long with widths varying up to 100 metres.

Table 1. Assay results from the Chitterberin Prospect, KEL 5, received during the quarter.

Hole ID		Length (down-hole) m	From m	To m	Grade % Fe
CB11DD001	Mineralised Fe Zone	12.4	38.1	50.5	22.3
	including	3.8	39	42.8	32.9
CB11DD002	Mineralised Fe Zone	61.6	11.4	73.0	22.9
	including	4.0	13.0	17.0	28.1
	including	20.3	21.5	41.8	32.4
CB11DD003	Mineralised Fe Zone	44.7	83.1	127.8	26.7
	including	22.0	90.0	112.0	33.0
	including	4.1	120.2	124.3	33.9
CB11DD004	Mineralised Fe Zone	9.4	81.0	90.4	17.7
CB11DD005	Mineralised Fe Zone	91.9	107.7	199.6	21.4
	including	19.6	110.4	130.0	26.8
	including	9.2	165.1	174.3	35.0
	including	7.2	180.9	188.1	33.4
	including	4.4	191.9	196.3	26.6
CB11DD006	Mineralised Fe Zone	97.8	31.6	129.4	28.2
	including	38.7	37.0	75.7	30.2
	including	5.4	114.7	120.1	28.7
CB11DD007	Mineralised Fe Zone	51.5	59.3	110.8	21.0
	Mineralised Fe Zone	41.5	137.5	179.0	24.8
	including	21.0	137.5	158.5	30.1
CB11DD008	Mineralised Fe Zone	48.4	8.7	57.1	20.0
	including	18.7	37.6	56.3	32.0
CB11DD009	Mineralised Fe Zone	94.9	42.1	137.0	21.3
	including	2.5	49.6	52.1	34.2
	including	42.2	75.9	118.1	31.1
	including	4.0	132.6	136.6	33.4
CB11DD010	Mineralised Fe Zone	137.0	60.1	197.1	22.8
	including	5.2	60.8	66.0	25.1
	including	46.6	94.3	140.9	32.5
	including	26.8	161.6	188.3	34.0
	including	2.0	194.0	196.0	35.1
	Mineralised Fe Zone	24.9	266.0	291.0	29.0
	including	13.5	266.0	279.5	31.9
	including	7.9	282.2	290.8	34.2
CB11DD011	Hole abandoned and redrilled as CB11D012				
CB11DD012	No mineralisation of interest				
CB11DD013	Mineralised Fe Zone	67.8	1.5	69.3	32.3
	including	63.5	5.8	69.3	33.3
	Mineralised Fe Zone	33.6	112.5	146.1	27.1
	including	12.8	112.5	125.3	29.9
	including	16.4	129.7	146.1	31.2

<b>CB11DD014</b>	<b>Mineralised Fe Zone</b>	<b>56.7</b>	<b>11.4</b>	<b>68.1</b>	<b>28.3</b>
	including	26.9	11.4	38.3	31.2
	including	23.3	44.8	68.1	31.5
	<b>Mineralised Fe Zone</b>	<b>58.8</b>	<b>117.5</b>	<b>176.3</b>	<b>28.6</b>
	including	31.1	117.5	148.6	32.4
	including	14.9	152.9	167.8	32.3
<b>CB11DD015</b>	<b>Mineralised Fe Zone</b>	<b>75.1</b>	<b>114.2</b>	<b>189.3</b>	<b>26.7</b>
	including	21.7	114.2	135.9	33.4
	including	5.7	144.8	150.5	31.6
	including	25.5	152.4	177.9	33.1
	including	4.3	185.0	189.3	30.9

*Note: Intercept grades are calculated from assays of 1 metre or less lengths of  $\frac{1}{4}$  core splits averaged over the stated interval. Grade estimates have been calculated by the joint venture manager using a lower cut off of 15% Fe in calculating the “Mineralised Fe Zone” intervals. Internal dilution is included where cut off achieved over 5 metres. Assays are by Ultratrace mineral laboratory in Perth.*

*For drill-hole information connected to these assay results refer to Quarterly reports lodged by RLC for the September and December 2011 quarters.*

### **Wongamine Prospect – NOR 1** (tenements E70/2719, E70/2720, E70/2846, E70/3462)

Eight diamond holes for 1,826.5 metres were completed at the Wongamine prospect during the March quarter (refer figure 3 and table 4 for details).

The Wongamine prospect comprises North Wongamine and East Wongamine.

Six holes (1,489 metres) targeted the North Wongamine prospect where drilling during the September quarter intersected shallow dipping magnetite mineralisation in thicknesses up to 90 metres. Initial interpretation of core from the six recent holes at North Wongamine together with the previous four diamond holes and detailed magnetic data from airborne surveys indicate the mineralisation at North Wongamine occurs within a lens shaped body the long axis of which is about 500 metres long.

The two holes drilled during the report period into the East Wongamine target recovered patchy mineralisation which has downgraded the prospectivity of East Wongamine.

Samples of the drill core were submitted for assay and metallurgical test work. Assay results for one hole, NWD0001, have been received and include down-hole intercepts of 5.65 m @ 32.3% Fe and 51 m @ 29.9% Fe (figure 3 and table 2).

Investigations into the nature of the sulphides identified during the last quarter in selected Wongamine samples indicate the sulphur is not contained as inclusions within magnetite. This opens the door for separation of the sulphides from the Fe at coarse grind sizes. These findings may indicate the sulphides where present at Wongamine can be removed at coarse grind sizes thereby reducing their impact on the economics of the Wongamine Prospect. The samples do however contain Asbestiform amphiboles and as a consequence all samples from Wongamine will be treated as if they contain Asbestiform material.



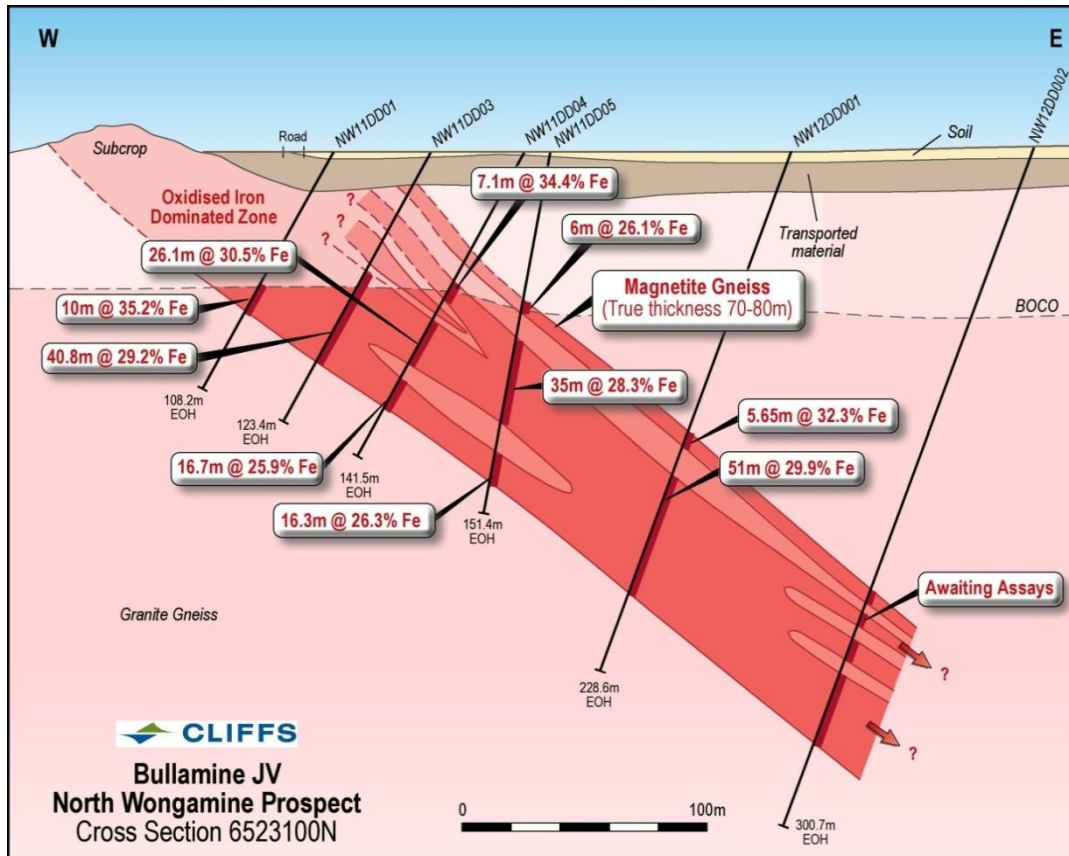


Figure 3. Cross-section through the North Wongamine Prospect.

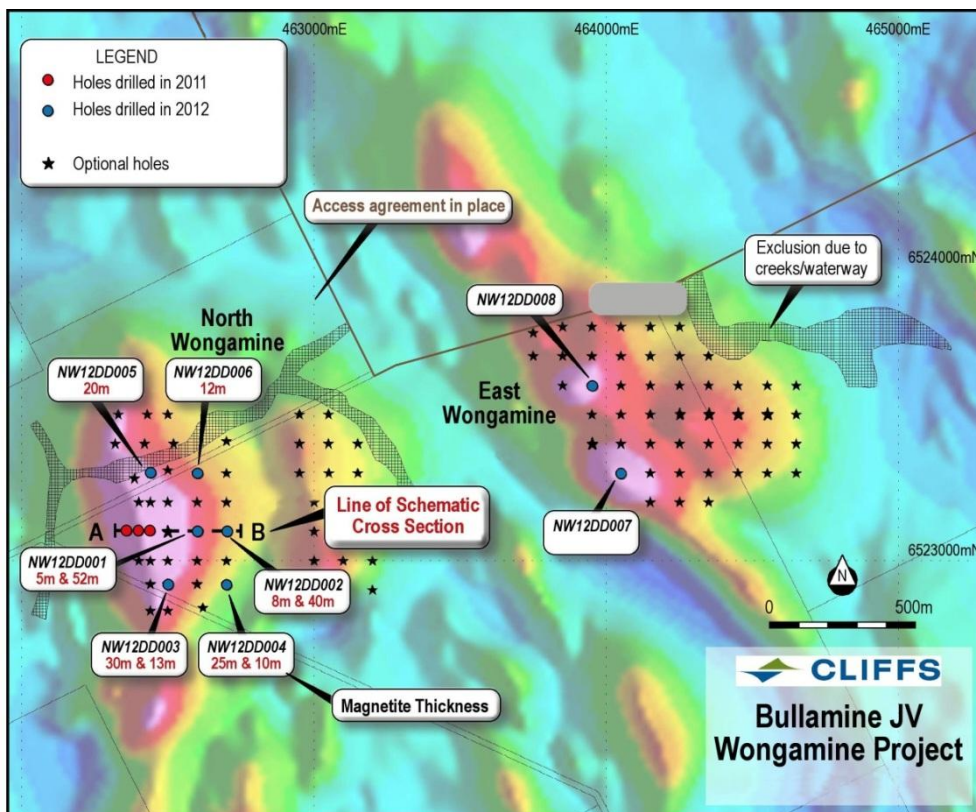


Figure 4 Location of drillholes for Wongamine Prospect

Table 2. Assay results from the North and East Wongamine Prospects, NOR 1.

Hole ID		Length down-hole (m)	From (m)	To (m)	Grade (% Fe)
NW12DD001	Mineralised Fe Zone	66.9	127.1	194	26.75
	including	5.65	127.1	132.75	32.34
		51	143	194	29.92

*Note: Intercept grades are calculated from assays of 1 metre or less lengths of ¼ core splits averaged over the stated interval. Grade estimates have been calculated by the joint venture manager using a lower cut off of 15% Fe in calculating the “Mineralised Fe Zone” intervals. Internal dilution is included where cut off achieved over 5 metres. Assays are by Ultratrace mineral laboratory in Perth.*

*For drill-hole information connected to these assay results refer to table 4.*

#### **KEL-1 & KEL-2** Tenements E70/3766, E70/3774

A review of these tenements resulted in a recommendation that they be surrendered by the joint venture. Subsequent to the end of the period RLC elected to retain KEL 1 (E70/3766) in its own right.

#### **KEL-3** Tenements E70/3767 & E70/3768

A review of these tenements resulted in a recommendation that they be surrendered by the joint venture. Subsequent to the end of the period RLC elected to retain the KEL 3 tenements in its own right.

#### **KEL-4** Tenement E70/3769

Assay results provided in table 3 were received for the five diamond holes drilled at the West Burracoppin Prospect reported in the December quarter.

The results of the drilling indicate limited tonnage potential and no further work at West Burracoppin is planned.

The larger Burracoppin magnetic anomaly located nearby remains a target of the joint venture within KEL 4.

Table 3. Assay results from the West Burracoppin Prospect, KEL 4.

Hole ID		Length down-hole (m)	From (m)	To (m)	Grade (% Fe)
WB11DD001	Mineralised Fe Zone	51.7	25	76.7	18.44
	including	8.3	25	33.3	26.97
	including	7	59	66	28.19
WB11DD002	Mineralised Fe Zone	46.9	59.25	106.15	16.91
	including	8.7	69.9	78.6	26.33
	including	4.9	96.3	101.2	25.26
WBDD11003	Mineralised Fe Zone	46.35	80.15	126.5	15.62
	including	4.8	97.95	102.75	32.67



WBDD11004	Mineralised Fe Zone	41.96	61.04	103	8.48
WBDD11005	Mineralised Fe Zone	69.9	99.2	169.1	15.99
	including	10.4	158.7	169.1	28.69

*Note: Intercept grades are calculated from assays of 1 metre or less lengths of ¼ core splits averaged over the stated interval. Grade estimates have been calculated by the joint venture manager using a lower cut off of 15% Fe in calculating the “Mineralised Fe Zone” intervals. Internal dilution is included where cut off achieved over 5 metres. Assays are by Ultratrace mineral laboratory in Perth.*

*For drill-hole information connected to these assay results refer to table 3 in RLC’s report for the December 2011 quarter .*

#### **KEL-6 & KEL-7** Tenements E70/3771, E70/3772 & E70/3773

A review of these tenements resulted in a recommendation that they be surrendered by the joint venture. Subsequent to the end of the period RLC elected to retain E70/3772 (the northern part of KEL 7) in its own right.

#### **BEN-1 & BEN-2** Tenements E70/3805 & E70/3806

No work was carried out during the quarter.

### **BULLAMINE JOINT VENTURE DRILLING**

Table 4. Schedule of diamond drilling completed by the Bullamine Joint Venture during the quarter.

Area	Prospect / target	Hole No.	Easting <sup>1</sup>	Northing <sup>1</sup>	Azimuth	Dip	RL (m)	Metres drilled
NOR 1	Nth Wongamine	NW12DD001	462550	6523100	270	-70	220.0	228.6
NOR 1	Nth Wongamine	NW12DD002	462650	6523100	270	-70	222.0	300.7
NOR 1	Nth Wongamine	NW12DD003	462500	6522920	270	-70	225.2	201.7
NOR 1	Nth Wongamine	NW12DD004	462600	6522920	270	-70	226.0	279.7
NOR 1	Nth Wongamine	NW12DD005	462449	6523266	270	-70	216.0	210.7
NOR 1	Nth Wongamine	NW12DD006	462600	6523300	270	-70	216.9	267.7
NOR 1	East Wongamine	NW12DD007	464050	6523300	270	-70	236.6	183.7
NOR 1	East Wongamine	NW12DD008	463950	6523600	270	-70	234.8	153.7
								1,826.50

<sup>1</sup> GDA 94, MGA Zone 50

### **Edward Creek (SA)**

### **Uranium & REE**

RLC 100% (excluding diamonds) (EL 4377) total area 440 km<sup>2</sup>

Work planned at the Victory uranium prospect includes two RC drill traverses. One traverse will investigate the subsurface where elevated uranium and REE mineralisation has been identified by rock chip and auger sampling conducted at the prospect during 2010 and early 2011. The other traverse has been planned to investigate potential unconformity sites located undercover and along strike from the surface occurrences of anomalous uranium.

Work was directed towards gaining regulatory approvals for the planned drilling.

The Victory prospect is a part of the Edward Creek project in South Australia. .

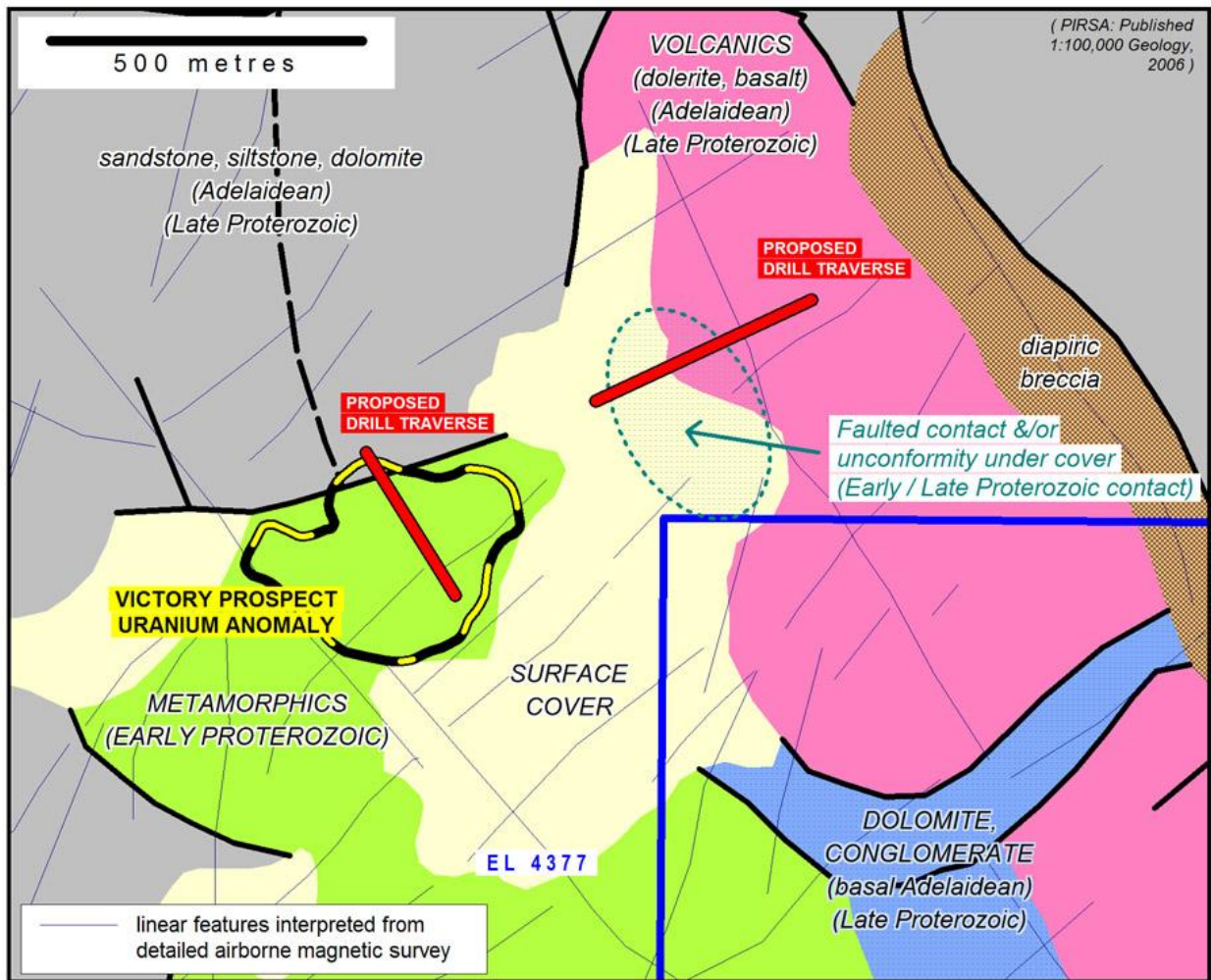


Figure 5. Planned drill traverses at the Victory uranium prospect, Edward Creek project, South Australia.

## Tanami (NT)

## Uranium & Gold

RLC 100% : EL 24885 area: 272 km<sup>2</sup>

The Tanami project is located in the Northern Territory and abuts the Western Australia border. The project area is within EL 24885 which was granted to the Company on 28 February 2012. Target mineralisation is uranium precipitated and concentrated along unconformities and paleodrainage channels within sedimentary sequences or within fault zones.

Gold is a secondary target. The project area is located 70 kilometres west from the Newmont owned Callie Gold Mine (a 10 million oz plus deposit) and about the same distance south east from Tanami Gold's Coyote Gold Mine.

**Isabella (including Genoa) (WA)****Uranium**

RLC 100% : Tenement applications: E09/1702 & E09/1715 total area: 474 km<sup>2</sup>

No work of significance was conducted on the project during the report period.

The project area contains folded Edmund Group (“Bangemall Basin”) rocks, unconformably overlying Gascoyne Complex gneissic, granitic and metasedimentary basement. The basement is known to be uranium-bearing. Some carbon-rich stratigraphy in the Edmund Group is anomalous in uranium. RLC believes there may be potential for economic uranium mineralisation where this stratigraphy is affected by favourable deformation structures, such as folding, faulting or shearing, which may have provided pathways for and/or trapped circulating uranium rich fluids proximal to the reducing carbonaceous environment. RLC believes the geology may be analogous to that of the Rum Jungle Mineral Field in the Northern Territory, where several uranium deposits occur at similar junctions of structures and carbonaceous stratigraphy.

**Winning Hill (WA)****Uranium**

RLC 100% : E08/2073 area: 217 km<sup>2</sup>

The project area covers similar stratigraphy as is present at Isabella. The rocks form a large tightly folded inlier in Gascoyne Complex basement. It was explored for unconformity-related uranium by Nord Resources (Pacific) Pty Ltd in the period 1980-1982 and in joint venture with CRA in 1981-1982. The principal target reported on by Nord-CRA was beneath surface uranium anomalism where a major oblique transcurrent fault juxtaposes Edmund Group rocks with Gascoyne Complex basement. Nord considered its drilling to have defined an anomalous zone 300 metres long and up to 30 metres wide in weathered rocks where depletion of mineralisation is possible. Deeper drilling by CRA targeted unweathered rocks, but failed to penetrate the fault zone. RLC believes that this drilling may have targeted the wrong area of faulted stratigraphy and the more prospective area maybe the intersection of the faulting with specific carbonaceous strata. Typical “Athabasca Basin style” uranium mineralisation is associated with carbonaceous or graphitic material where faulting cuts the unconformity between younger strata and older basement rocks.

During the report period additional drill targets were generated. Detailed gravity data acquired during the December quarter together with open file magnetic and radiometric data have been used to assist in understanding potential pathways for uranium-bearing fluids and related potential deposition sites.



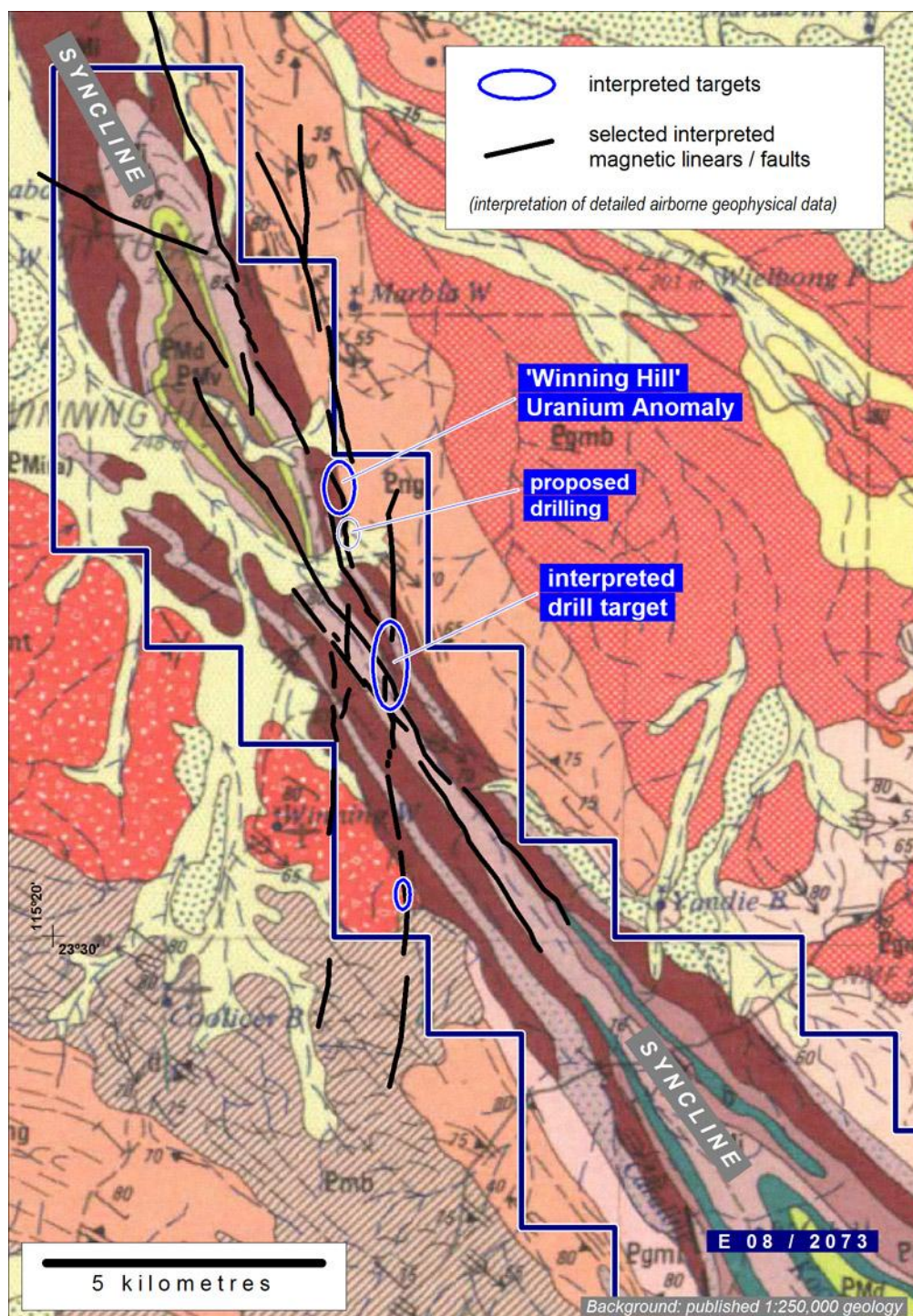


Figure 6. Winning Hill uranium project.



## COMMENT

At 31 March 2012 RLC had \$0.77 M in bank deposits and no debt.

Net cash outflow for the March 2012 quarter was \$0.105 M (including \$0.05 M of exploration related expenditure).

The manager continues its work determining a mineral resource estimate for the Chitterberin prospect (KEL 5 area) where iron (magnetite) mineralisation of between 30 to 100 metres thickness has been intersected by drilling a magnetic target extending over a strike length in excess of 2 kilometres. Results received during the period indicated that further testing at finer grind sizes is required. The joint venture hopes to determine a resource estimate during the June quarter.

## FORTHCOMING ACTIVITIES

Project	Activity Planned	Timetable
Bullamine <i>Iron</i>	Resource determination for Chitterberin Metallurgical test work on samples from Wongamine	Jun Q
KEL 3 <i>Iron</i>	RC drilling – RLC plans to test iron (hematite) ore targets interpreted in airborne gravity gradiometer data.	Dec Q
KEL 7 <i>Iron</i>	RC drilling – RLC plans to test iron ore (hematite) targets interpreted in airborne gravity gradiometer data.	Dec Q
Edward Creek <i>Uranium</i>	RC drilling	Sep Q
Tanami <i>Uranium &amp; gold</i>	Reconnaissance field investigations.	Jun Q
Isabella <i>Uranium</i>	Complete access agreements with Native Title claimants	Mar Q
Winning Hill <i>Uranium</i>	Complete access agreements with Native Title claimants. RC drilling	Jun Q Sep Q / Dec Q
New Project Development		On going

All exploration activities are subject to contractor availability.

TBD = to be determined

For further information, please contact:

Geof Fethers, Managing Director.

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or visit our Website at [www.reedylagoon.com.au](http://www.reedylagoon.com.au)

*The information in this report that relates to Exploration Results is based on information compiled by Geof Fethers and Hugh Rutter, who are members of the Australian Institute of Mining and Metallurgy (AusIMM) and the Australian Institute of Geoscientists (AIG) respectively. Geof Fethers and Hugh Rutter are directors of the Company and each has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to each qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code)". Geof Fethers and Hugh Rutter consent to the inclusion in the report of the matters based on their 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.

Name of entity

REEDY LAGOON CORPORATION LIMITED

ABN

41 006 639 514

Quarter ended ("current quarter")

31 March 2012

### Consolidated statement of cash flows

		Current quarter	Year to date (9 months)
		\$A'000	\$A'000
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors	9	44
1.2	Payments for		
	(a) exploration and evaluation	(50)	(189)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(84)	(293)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	4	29
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material) – Net GST /PAYG paid(received/recovered)	16	5
<b>Net Operating Cash Flows</b>		(105)	(404)
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a)prospects	-	-
	(b)equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a)prospects	-	-
	(b)equity investments	-	-
	(c)other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material) Proceeds from Farm-in Agreement	-	-
<b>Net investing cash flows</b>		-	-
1.13	Total operating and investing cash flows (carried forward)	(105)	(404)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(105)	(404)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.		
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) – GST adjustment on equity raising		
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(105)	(404)
1.20	Cash at beginning of quarter/year to date	872	1,171
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	767	767

**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 (net of GST)	50
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Payment of salaries and director fees to directors	\$000's 50
	Payments to director related entities for other professional fees and charges provided to Reedy by those entities in relation to exploration or other activities of Reedy	-

**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

RLC's joint venture partner in Bullamine, Cliffs, has reported expenditure of \$1,536,000 on the Bullamine Joint Venture

+ 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	48
4.2 Development	-
4.3 Production	-
4.4 Administration	75
<b>Total</b>	123

## 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	14	28
5.2 Deposits at call	424	424
5.3 Bank overdraft		
5.4 Other (provide details) Term deposits	329	420
<b>Total: cash at end of quarter</b> (item 1.22)	767	872

## Changes in interests in mining tenements

	Tenement reference	Nature of interest	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	EL 24885	Tenement granted 28/2/12	application	100%

+ 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	<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>	48,600,000	48,600,000		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	-	-		
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				
		Total number	Number quoted	Exercise price	Expiry date
7.7	<b>Options</b> <i>(description and conversion factor)</i>	6,000,000 1,650,000 1,550,000 1,550,000	NONE	30 cents 20 cents 21 cents 20 cents	30 April 2012 31 December 2012 31 December 2013 31 December 2014
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	2,500,000	NONE	50 cents	31 March 2012
7.11	<b>Debentures</b> <i>(totals only)</i>				
7.12	<b>Unsecured notes</b> <i>(totals only)</i>				

+ 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: 30 April 2012  
(Director)

Print name: GEOFF FETHERS

## 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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