



Highlights

- Continued drilling success at Wiluna and Wilsons
- Ore Reserve estimates for Wiluna and Wilsons announced in June
- Implementation study completed and announced in June

Wiluna

The Wiluna Project is situated approximately 1,000 km northeast of Perth and comprises granted mining leases covering approximately 50 square km, as well as miscellaneous licences. The operation has access to the Goldfields Gas Pipeline and includes gold resources totalling over 700,000 ounces, a ~1Mtpa processing facility and a BIOX® bacterial oxidation plant, along with other established infrastructure. The Wiluna Mine was acquired from Oxiana Ltd. For a total consideration of A\$26.5 million, satisfied by the payment of A\$16.5 million in cash and the issue of A\$10 million in Apex shares (based on the volume weighted average price of Apex over the 30 day period prior to Completion). In addition, a further payment of A\$3 million will be made upon the resumption of gold production from the Sale Tenements.

On 27th May 2008, the company announced an increase in Mineral Resources at Wiluna, based on drilling to the end of April 2008. The May resource estimate is summarised in Table 1, below:

Table 1. May 2008 Mineral Resource for the Calais zone, Wiluna.

	Indicated Resources			Inferred Resources			Total Resources		
	000's tonnes	Grade, g/t Au	000's Oz Au	000's tonnes	Grade, g/t Au	000's Oz Au	000's tonnes	Grade, g/t Au	000's Oz Au
Calais	520	6.5	109	219	6.3	44	739	6.4	153
Burgundy	382	6.4	78	401	5.5	70	782	5.9	149
Henry5	228	7.6	56	130	5.4	22	358	6.8	78
Henry5 Nth	238	7.1	54	403	5.8	75	641	6.3	129
Scroop	-	-	-	85	4.4	12	85	4.4	12
Total u/g	1,368	6.7	297	1,238	5.6	224	2,606	6.2	521
East Pit	289	4.0	38	-	-	-	289	4.0	38
Total	1,657	6.3	335	1,238	5.6	224	2,895	6.0	559

Wiluna Calais area underground and East Pit open pit Mineral Resources as at 30th April 2008, using a 3.5g/t Au lower cutoff for underground resources and 1.5g/t Au lower cutoff for open pit resources. The East Pit Indicated Resource was estimated in May 2007 and has been slightly depleted by mining in June 2007.

Resource drilling has continued with the aim of infilling the Inferred portion of the Mineral Resource in order to upgrade it to the higher confidence Indicated category, and expanding the known zones of mineralisation. This drilling has successfully expanded the known zones of mineralisation and discovered a new zone known as Baldric. These results have been disclosed in several ASX announcements on 27th June, 18th July, 22nd July and 28th July 2008.

An initial Ore Reserve for the Calais zone at Wiluna was announced on 23rd June 2008. This is summarised in Table 2, below:

Table 2. May 2008 Ore Reserve for the Calais zone and the East Pit at Wiluna.

	Proved			Probable			Total		
	000's tonnes	Grade g/t Au	000's Oz Au	000's tonnes	Grade g/t Au	000's Oz Au	000's tonnes	Grade g/t Au	000's Oz Au
Burgundy	0	0.0	0	251	6.1	49	251	6.1	49
Calais	0	0.0	0	333	6.1	65	333	6.1	65
Henry 5	0	0.0	0	180	7.2	41	180	7.2	41
Henry 5 North	0	0.0	0	191	6.8	41	191	6.8	41
U/G Total	0	0.0	0	955	6.4	197	955	6.4	197
East Pit O/C	0	0.0	0	264	3.3	30	264	3.3	30
Total	0	0.0	0	1,219	5.8	227	1,219	5.8	227

Wiluna Ore Reserve as at 15th June 2008, using a 4.5g/t Au lower cutoff.

This Ore Reserve is also based on drilling undertaken prior to the end of April 2008, and forms the basis of the company's Implementation Study, also announced on 23rd June 2008.

Underground drilling is continuing to infill the Inferred portion of the overall Mineral Resource in order to upgrade it to the higher confidence Indicated category, and also to further scope additional mineralised zones such as the Baldric zone.

Surface drilling commenced in the June quarter with the arrival of three additional drill rigs. Drilling has focussed on East Lode North and Calvert. This comprises infill and extensional drilling of the Calvert and East Lode North zones, and exploration for down plunge continuations of the previously mined East Lode and West Lode orebodies. Grade control drilling of the East Pit open pit resource has also commenced in preparation for the anticipated recommencement of production.

Following the announcement of the results of the Implementation study, work on the refurbishment of plant and infrastructure at the Wiluna mine has accelerated. Activities undertaken during the quarter have included:

- Completion of upgrades to the village wet and dry messes and gymnasium. Refurbishment of approximately 30% of village accommodation.
- Commencement of refurbishment of mine workshops.
- Commencement of upgrades to the gas power station.
- Continued refurbishment of the Wiluna plant focussing on the crushing circuit, BIOX tanks, CIP/CIL tanks and gold room.
- Commencement of the build-up of BIOX bacteria in two laboratories in Perth required for the re-commissioning of the plant.

The refurbishment works remain on schedule for completion at the end of October for the proposed re-commencement of processing in November.

The company has temporarily replaced its previous gas supply sourced through a third party from Apache Energy by a gas supply sourced through a third party from the North West Shelf Joint Venture.

The company has commenced a major recruitment process for its workforce requirements at Wiluna and Gidgee and the response has been very positive. Recruitment activities during the quarter have focussed on recruiting senior management at the site and will be followed by the recruitment of mining, processing and maintenance personnel.

The delivery of the mobile equipment fleet remains on schedule with the first underground mine truck arriving on site subsequent to quarter end.

Gidjee

The Gidjee Gold Mine is located 640 km northeast of Perth and covers 90 km of strike of the Gum Creek greenstone belt. The Project comprises a total JORC compliant resource inventory of 490,000 ounces gold, including the Wilsons refractory gold deposit (current resource: 734,000t @ 6.9g/t for 164,000oz), a 600,000tpa gold treatment plant (currently not in operation), a 150 man camp, additional high-grade non-refractory resources close to the existing developments, and significant exploration upside. The Gidjee Mine was acquired from ASX-listed Legend Mining Limited (ASX:LEG) through the issue of 34 million Apex shares, representing a purchase price equivalent to A\$11 million. The Agreement includes a further contingent payment of A\$5 million by Apex to Legend, payable upon future production from the Gidjee tenements reaching 250,000 ounces;

On 27th May 2008, the company announced an increase in Mineral Resources at Wilsons, based on drilling to the end of April 2008. The May resource estimate is summarised in Table 3, below:

Table 3. May 2008 Mineral Resource for the Wilsons deposit.

	Indicated Resources			Inferred Resources			Total Resources		
	000's tonnes	Grade, g/t Au	000's Oz Au	000's tonnes	Grade, g/t Au	000's Oz Au	000's tonnes	Grade, g/t Au	000's Oz Au
Wilsons 1	473	5.9	89	308	5.7	56	781	5.8	145
Wilsons 2	325	7.3	76	219	7.2	50	544	7.3	127
Wilsons 3	123	12.5	49	9	14.4	4	132	12.6	53
Total	921	7.3	215	535	6.4	110	1,457	6.9	325

Wilsons Mineral Resource as at 30th April 2008, using a 4.5g/t Au lower cutoff.

Drilling has continued with the aim of infilling the Inferred portion of the Mineral Resource in order to upgrade it to the higher confidence Indicated category, and expanding the known extent of the Inferred Resource, as disclosed in the ASX announcements on 27th May and 27th June 2008.

An initial Ore Reserve for the Wilsons deposit at Gidjee was announced on 23rd June 2008. This is summarised in Table 4, below:

Table 4. May 2008 Ore Reserve for the Wilsons deposit.

	Proved			Probable			Total		
	000's tonnes	Grade g/t Au	000's Oz Au	000's tonnes	Grade g/t Au	000's Oz Au	000's tonnes	Grade g/t Au	000's Oz Au
Wilsons 1	0	0.0	0	310	5.4	53	310	5.4	53
Wilsons 2	0	0.0	0	313	6.2	62	313	6.2	62
Wilsons 3	0	0.0	0	203	8.4	55	203	8.4	55
Total	0	0.0	0	826	6.4	170	826	6.4	170

Wilsons Ore Reserve as at 15th June 2008, using a 4.5g/t Au lower cutoff.

This Ore Reserve is also based on drilling undertaken prior to the end of April 2008, and forms the basis of the company's Implementation Study, also announced on 23rd June 2008.

Drilling will continue to infill the Inferred portion of the overall Mineral Resource at Wilsons in order to upgrade it to the higher confidence Indicated category, and also to extend the limits of all three shoots which remain open down plunge.

Project development work at Gidjee for the Wilson's deposit has focussed upon organising early work associated with refurbishment of the existing village and associated infrastructure and the installation of new infrastructure; offices, workshops, diesel power station at the Wilson's deposit. Work will commence in the September quarter to allow for the proposed commencement of the decline at Wilsons in October.

Youanmi

The Youanmi Gold Mine is located 480 km northeast of Perth and covers 40 km of strike of the Youanmi shear zone. The Project comprises a total JORC and NI 43-101 compliant resource inventory of 951,000 ounces of gold, including the Youanmi Deeps refractory gold deposit (Indicated and Inferred resource of 2.4 million tonnes @ 8.5 g/t for 658,000 ounces of gold) plus a 600,000tpa gold treatment plant, a 270,000tpa sulphide flotation plant and a BacTech bacterial oxidation treatment plant capable of treating the gold concentrate (currently not in operation). The Youanmi Mine was acquired from TSXV-listed Goldcrest Resources Ltd for a total consideration of A\$10 million, satisfied by the payment of A\$5 million in cash and the issue of 14,285,714 Apex shares.

Dewatering of the Youanmi Main open pit into existing evaporation ponds continued successfully during the quarter and remains on schedule for completion at the end of this calendar year.

Aphrodite

The Aphrodite Gold deposit is located 65 km north of Kalgoorlie and covers 51 square km of the Bardoc Tectonic Zone. The Project comprises a refractory gold deposit with a JORC compliant Inferred Resource of 1.44 million tonnes @ 6.2 g/t for 287,000 ounces of gold as well as a significant inventory of unclassified gold mineralisation. The Aphrodite deposit was acquired from Barrick (PD) Australia Limited for a total consideration of A\$7 million, satisfied by the payment of A\$5 million in cash and the issue of A\$2 million worth of Apex shares.

Resource drilling continued at the Phi zone at Aphrodite, and results are shown in Table 5.

Apollo Hill JV

During the quarter, Apex has withdrawn from the Apollo Hill Joint Venture and has no ongoing interest in the project.

Lawlers Nickel JV

Apex has entered into an agreement with Barrick Gold to earn an initial 56% interest in the nickel rights on approximately 120 square kilometres of Barrick's tenements in the Lawlers district of the North Eastern Goldfields of Western Australia. The terms of the JV are detailed in the ASX announcement of 11th December 2006. The Barrick tenements are part of Barrick's Lawlers Gold Operations, and contain over 40 strike kilometres of relatively unexplored nickel sulphide prospective ultramafic rocks in the heart of a world class nickel province, being surrounded by Jubilee's Cosmos, Prospero and Sinclair nickel deposits, BHPB's Perseverance and Rockys Reward nickel mines, and LionOre's Waterloo nickel mine. Importantly, no effective nickel sulphide exploration has been undertaken on these tenements since Selection Trust explored the area thirty years ago. Since then, nickel sulphide exploration has been very limited, with most exploration focussing on nickel laterite and gold.

During the quarter, Apex entered into a second joint venture with Barrick covering the remainder of the nickel prospective ultramafic stratigraphy in the Lawlers district. As detailed in the ASX announcement of 6th June 2008, this joint venture has the same terms as the original Lawlers joint venture, and gives Apex the ability to earn an initial 56% of the nickel rights over an increased area of 234 square kilometres and 80 strike kilometres of prospective ultramafic stratigraphy.

Jillawarra JV (Abra Mining)

The Jillawarra Joint Venture ("JJV") covers an area of approximately 1,500 square kilometres adjoining and to the west of Abra Mining's namesake lead-zinc deposit, which is estimated to contain 50mt @ 5.5% lead. The project is managed by Abra Mining, which can earn a 51% interest by the expenditure of \$500,000 by April 2008, and a 70% interest by the expenditure of an additional \$850,000 by April 2010.

Abra Mining continued exploration activities during the quarter, comprising induced polarisation (IP) geophysics and soil geochemistry.

Corporate

During the quarter the company successfully completed the second tranche of a proposed placement of approximately 73 million ordinary shares at a price of A\$0.85 per share to institutional and sophisticated investors, to raise approximately A\$62 million.

The second tranche of 25,644,892 shares was issued in May.

Todd Bennett was appointed to the board of the Company. Todd is managing director of AMB Holdings and assumes the role of non-executive director.

Yours Sincerely,



Mark Ashley
Managing Director

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr. Andrew Thompson who is an employee of the company, and in the case of the new resources at Wiluna and Wilsons, by Mr. Brian Wolfe who is an employee of Coffey Mining Pty. Ltd. Mr. Thompson and Mr. Wolfe are Members of the Australasian Institute of Mining and Metallurgy and have sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as Competent Persons as defined in the 2004 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Thompson and Mr. Wolfe consent to the inclusion in this report of the matters based on information in the form and context in which it appears.

Reverse circulation (RC) drill samples are obtained by collecting meter samples via a three stage riffle or cone splitter, and diamond drill hole results are obtained from half NQ core or quarter HQ core sampled to geological boundaries where appropriate.

Samples are assayed at Genalysis' laboratory. Samples are prepared using single stage pulverization of the entire sample. Gold assays are obtained using a 50g lead collection fire assay digest and atomic absorption spectrometry (AAS) analysis techniques. Multi-element analyses (arsenic, sulphur, iron, lead, zinc, bismuth, antimony and tellurium) are obtained using a four acid total digest and inductively coupled plasma optical emission spectrometry (ICP OES) analysis techniques. Full analytical quality assurance - quality control (QAQC) is achieved using a suite of certified standards, laboratory standards, field duplicates, laboratory duplicates, repeats, blanks and grind size analysis.

The spatial location of samples from surface holes is derived using a combination of surveyed grid co-ordinates and 3D differential GPS collar survey pickups, and Reflex single shot and gyroscopic downhole surveys. The spatial location of samples from underground holes is derived using surveyed rig setups and Reflex multi-shot downhole surveys. True widths are calculated using the mean dip and strike of the mineralization from 3D wireframe models and downhole surveys.

Drillhole intersections from Wilsons and Aphrodite are calculated using a 1g/t gold cutoff and geological criteria, whereas drillhole intersections from Wiluna and Youanmi are calculated using higher grade gold cutoffs deemed appropriate for each situation.

The new Mineral Resources at Wiluna and Wilsons have been estimated using standard accepted industry practices. All resources have been estimated via Block Ordinary Kriging using 1m composite samples. Top cuts have been applied to the composites and are considered appropriate for the nature and style of mineralization in all cases. Directional grade variography was modeled for all zones based on 1m composites. Geological and mineralization modeling has been achieved by 3D modeling of footwall and hangingwall structures (a lower 2g/t Au cutoff was applied in the case of Wilsons Deposit). Block models have been developed for both deposits incorporating a suitable parent and sub block dimension to allow adequate volume resolution of modeled geology and mineralization. Grade interpolation (via Block Ordinary Kriging) was then undertaken using a multiple estimation pass strategy.

Where quoted, Mineral Resource and Ore Reserve tonnes and ounces are rounded to appropriate levels of precision, causing minor computational errors.

Mineral Resources are classified on the basis of drillhole spacing, geological continuity and predictability, geostatistical analysis of grade variability, sampling, analytical, spatial and density QAQC criteria and demonstrated amenability of mineralization style to proposed processing methods.

Table 5. Aphrodite drill intersections.

Hole Id	AMG North	AMG East	From	To	Downhole Length	True Width	Grade g/t Au	Surface
AAPD0011	6659681	328881	368.5	377.85	9.35	7	4	Phi
incl.			370	375	5	3.5	5.8	
AAPD0012	6659680	328967.3	217	245	28	19	3.4	Phi
incl.			218.25	220	1.75	1.2	10.7	
			227	234	7	4.7	4.8	
			238	244	6	4	3.6	
AAPD0013	6659840	328837.1	320.4	326.4	6	4.2	1.7	Phi
			379.65	381.7	2.05	1.5	3.3	
			405.5	416.5	11	7.5	3.6	
incl.			410.7	416.5	5.8	4	5.3	
AAPD0014	6659760	328831	384.2	386.4	2.2	1.5	2.7	Phi
				422.6	6.3	4.4	2.8	
				449	11	7.7	1.2	
			454	456	2	1.4	2.5	
			459.1	462	2.9	2	1.5	
AAPD0015	6659680	328833	344	346	2	1.4	3.2	Phi
			403.8	405.7	1.9	1.3	4.1	
			475	482.4	7.4	5.2	2.4	
AAPD0016	6659800	328775	355.3	361.7	6.4	4.5	2.2	Phi
			397.8	404.4	6.6	4.6	1.6	
			429.1	436.55	7.45	5.2	1.9	
			447.7	448.9	1.2	0.8	7.5	
AAPD0017	6659760	328870	268	270	2	1.4	2	Phi
			328.5	330	1.5	1.1	2.6	
			357.8	358.5	0.7	0.5	4.6	
			378	385.8	7.8	5.5	1.5	
AAPD0018	6659720	328909	227.75	228.85	1.1	0.8	4.0	Phi
			233	236.8	3.8	2.7	1.3	
			292.4	303.2	10.8	7.5	2.3	
			323	331.1	8.1	5.7	2.5	
			333.8	337	3.2	2.3	2	
			348.8	360.8	12	8.5	2.5	
AAPD0019	6659960	328860	265.6	267.6	2	1.4	8.6	Phi
			358.5	360.05	1.55	1.1	4.1	
AAPD0020	6659720	328839	385	386	1	0.7	7.1	Phi
			452.15	455	2.85	2	3.3	
AAPD0021	6659960	328792	359	364.9	5.9	4	2.4	Phi
			407	413.2	6.2	4.3	1.9	
			416.2	417.2	1	0.7	19.6	
			432.1	435.8	3.7	2.6	2.8	
			438.8	445	6.2	4.3	1.3	
			455.6	464.6	9	6.3	1.6	
AAPD0022	6659800	328848	246.8	247.2	0.4	0.3	17.2	Phi
			293	298.2	5.2	3.7	5.8	
			313	318	5	3.5	1.4	
			331	361	30	21	3.2	
incl.			331	340.65	9.65	6.8	5.1	
AAPD0023	6659800	328770	380	382	2	1.4	2.1	Phi
			479	480.5	1.5	1.1	5.1	
AAPD0024	6659920	328792	419	420.75	1.75	1.2	1.5	Phi
			426	427.8	1.8	1.3	3.7	
			440	444	4	2.8	5.6	

			462	464.05	2.05	1.4	2.9	
AAPD0025	6659640	328850	350	351	1	0.7	1.9	Phi
			371.5	376.6	5.1	3.6	2	
			399	400	1	0.7	3.0	
			430.5	434.15	3.65	2.5	2.6	
AAPD0026	6659920	328850	265.85	267.7	1.8	1.3	2.7	Phi
			338.7	362	23.3	16.5	3	
incl.			343	348.6	5.6	4	7.3	

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

APEX MINERALS NL

ABN

22 098 612 974

Quarter ended ("current quarter")

30 June 2008

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	218	511
1.2	Payments for (a) exploration and evaluation	(15,724)	(47,491)
	(b) development	(1,238)	(1,238)
	(c) production	-	-
	(d) administration	(2,124)	(5,597)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	643	1,751
1.5	Interest and other costs of finance paid	(418)	(494)
1.6	Income taxes paid	-	-
1.7	Other (GST payments and refunds)	(395)	
Net Operating Cash Flows		(19,038)	(52,558)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects/equity investments	-	(26,250)
	(b) available for sale investments	-	(53)
	(c) other fixed assets	(813)	(1,293)
1.9	Proceeds from sale of: (a) prospects/equity investments	-	-
	(b) available for sale investments	-	398
	(c) other fixed assets	4	4
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (Costs relating to acquisitions)	-	(3,898)
Net investing cash flows		(809)	(31,092)
1.13	Total operating and investing cash flows (carried forward)	(19,847)	(83,650)

1.13	Total operating and investing cash flows (brought forward)	(19,847)	(83,650)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	21,798	117,570
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(659)	(659)
1.18	Dividends paid	-	-
1.19	Other – capital raising costs	(894)	(7,401)
	Other – cash backed guarantees	(25)	(215)
	Net financing cash flows	20,220	109,295
	Net increase (decrease) in cash held	373	25,645
1.20	Cash at beginning of quarter/year to date	38,536	13,264
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	38,909	38,909

**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	274
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

All payments to directors and associates are on normal commercial terms.

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

In August 2007, shares and options were received in Maximus in relation to the dilution of Apex interests in the Narndee JV as disclosed in the Annual Report which had a market value of \$785,000.

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

Nil

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	5,000
4.2 Development	6,300
Total	11,300

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	8,909	8,536
5.2 Deposits at call	30,000	30,000
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	38,909	38,536

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	P57/0963		80%	NIL
	P57/0964		80%	NIL
	P57/0965		80%	NIL
	P57/0966		80%	NIL
	P57/0967		80%	NIL
	P57/0968		80%	NIL
	P57/0969		80%	NIL

6.2 Interests in mining tenements acquired or increased	E57/0588	Nil	100%
	P57/1123	Nil	100%
	P57/1124	Nil	100%
	P57/1125	Nil	100%
	P57/1190	Nil	80%
	P57/1191	Nil	80%
	P57/1192	Nil	80%
	P57/1193	Nil	80%
	P57/1194	Nil	80%
	P57/1195	Nil	80%
	P57/1196	Nil	80%
	P57/1197	Nil	80%
	P57/1198	Nil	80%
	P57/1199	Nil	80%
	P57/1200	Nil	80%

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.

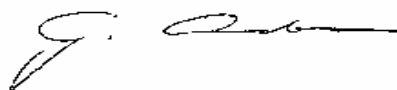
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	389,748,712 19,730,000	389,748,712	N/A 20 cents	N/A 0.001 cents
7.4 Changes during quarter (a) Increases through issues	25,644,892	25,644,892	\$0.85	\$0.85
(b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities				

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted			
7.7	Options (description and conversion factor)		<i>Exercise price</i>	<i>Expiry date</i>
	1,500,000		20 cents	3 July 2011
	7,200,000		14 cents	20 July 2011
	250,000		30 cents	17 August 2011
	250,000		35 cents	14 Sept 2011
	300,000		20 cents	31 May 2009
	500,000		35 cents	1 November 2011
	1,000,000		35 cents	1 November 2011
	275,000		45 cents	30 November 2011
	300,000		45 cents	30 November 2011
	20,000		40 cents	17 January 2012
	2,875,000		65 cents	1 June 2012
	2,600,000		65 cents	1 June 2012
	2,050,000		100 cents	30 July 2012
	350,000		\$1.30	15 October 2012
	200,000		\$1.30	30 October 2012
	350,000		\$1.30	11 November 2012
	50,000		\$1.60	10 January 2013
	700,000		\$1.30	27 April 2013
	1,911,000		\$1.30	11 May 2013
	550,000		\$1.30	19 June 2013
7.8	Issued during quarter			<i>Issued date</i>
	700,000		\$1.30	27 April 2013
	1,911,000		\$1.30	11 May 2013
	600,000		\$1.30	19 June 2013
7.9	Exercised during quarter			
7.10	Expired /Cancelled during quarter	50,000	\$1.30	<i>Expiry date</i> 19 June 2013
7.11	Debentures (totals only)			
7.12	Unsecured notes (totals only)			

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 June 2008
(Director/Company secretary)

Print name: GRAHAM ANDERSON.

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.