



25 January 2010

ASX ANNOUNCEMENT

QUARTERLY REPORT – PERIOD TO 31 DECEMBER 2010

SUMMARY

- SinoTech completed their due diligence and discussions are being held to negotiate an agreed transaction based on the terms of the MOU.
- Sampling at the Poi gold copper project extended the mineralized zone at the Aladdins prospect and identified a new anomaly, Wallaby Ridge.
- Assay results and interpretation from sampling of the Mogambos and Wacheri epithermal targets within Poi are awaited.
- Trenching and sampling commenced at the Golden Peak gold copper project.
- New CEO, Bruce Griffin, has been appointed and commenced.
- The acquisition of the remaining 50% of Titan Metals was completed.
- Cash balance at end of quarter \$1.4 million.

1. DUE DILIGENCE BY SINOTECH MINERALS EXPLORATION CO. LTD

SinoTech Minerals Exploration Co. Ltd (“Sinotech”) of Beijing MIL completed due diligence in accordance with the Memorandum Of Understanding (“MOU”) entered into with MIL and further discussions were held to negotiate an agreed transaction based upon the terms of that MOU.

The MOU allows Sinotech (or its subsidiary) to become a 30% shareholder in MIL at a fixed price of A\$0.034 per share, raising A\$5 million gross, with an attached 1 for 2 option, and for Sinotech to fund exploration on MIL’s Titan Metal’s portfolio of copper/gold/nickel/molybdenum exploration projects in Papua New Guinea. Sinotech may earn up to 50% in any or all of Titan Metal’s projects through funding exploration expenditure. Sinotech may then earn up to 70% of the project by sole funding a feasibility study.

The MOU is non binding and is subject to Sinotech completing due diligence by 30 December 2010 (now satisfied), MIL shareholder approval and Australian regulatory approvals.

Sinotech is a leading Chinese exploration company focusing on mineral exploration, mine development and geological services. Sinotech has achieved great success in its overseas exploration and investment including with its investment in a Canadian public company, Canaco Resources Inc., who have discovered a new gold belt in Tanzania.

2. EXPLORATION RESULTS AT POI

Sampling at MIL's Poi gold copper project extended the mineralized zone at the Aladdins prospect and identified a large new anomaly, Wallaby Ridge, which returned the following results from soil sampling; 500m @ 0.13 g/t Au, 0.01% Cu, 860m @ 0.06 g/t Au, 0.02% Cu including 665m @ 0.03% Cu. Wallaby Ridge is located to the north of the Poi syenite intrusive and is coincident with a prominent airborne magnetic anomaly approximately 1km x 400m (Fig 1).

The Wallaby Ridge anomaly is located approximately 2km north east and along strike of the Aladdins prospect and demonstrates gold anomalism related to a porphyry system hosting magnetite skarn mineralization with an epithermal / quartz breccia overprint.

Soil sampling at the Aladdins prospect extended the mineralized zone to 20m @ 7.17 g/t Au, 0.50% Cu and 9.60 g/t Ag. This includes high grade zones of 2m @ 41.5 g/t Au and 2m @ 31.6 /t Ag (Fig 1).

The Aladdins mineralisation is hosted in an altered and brecciated calc-silicate skarn with strong sulphide mineralisation occurring as disseminated pyrite, chalcopyrite and dark secondary chalcocite. The zone strikes north – south which is consistent with the Poi airborne magnetic structural anomaly which is 11km long and open to the north

These results continue to provide evidence that Poi contains high grade gold and copper targets within the intrusive system which will be further tested by drilling in a program planned for 2011.

During the quarter trenching and sampling was also completed at the Mogambos and Wacheri epithermals. The company is currently waiting for assay results and their interpretation.

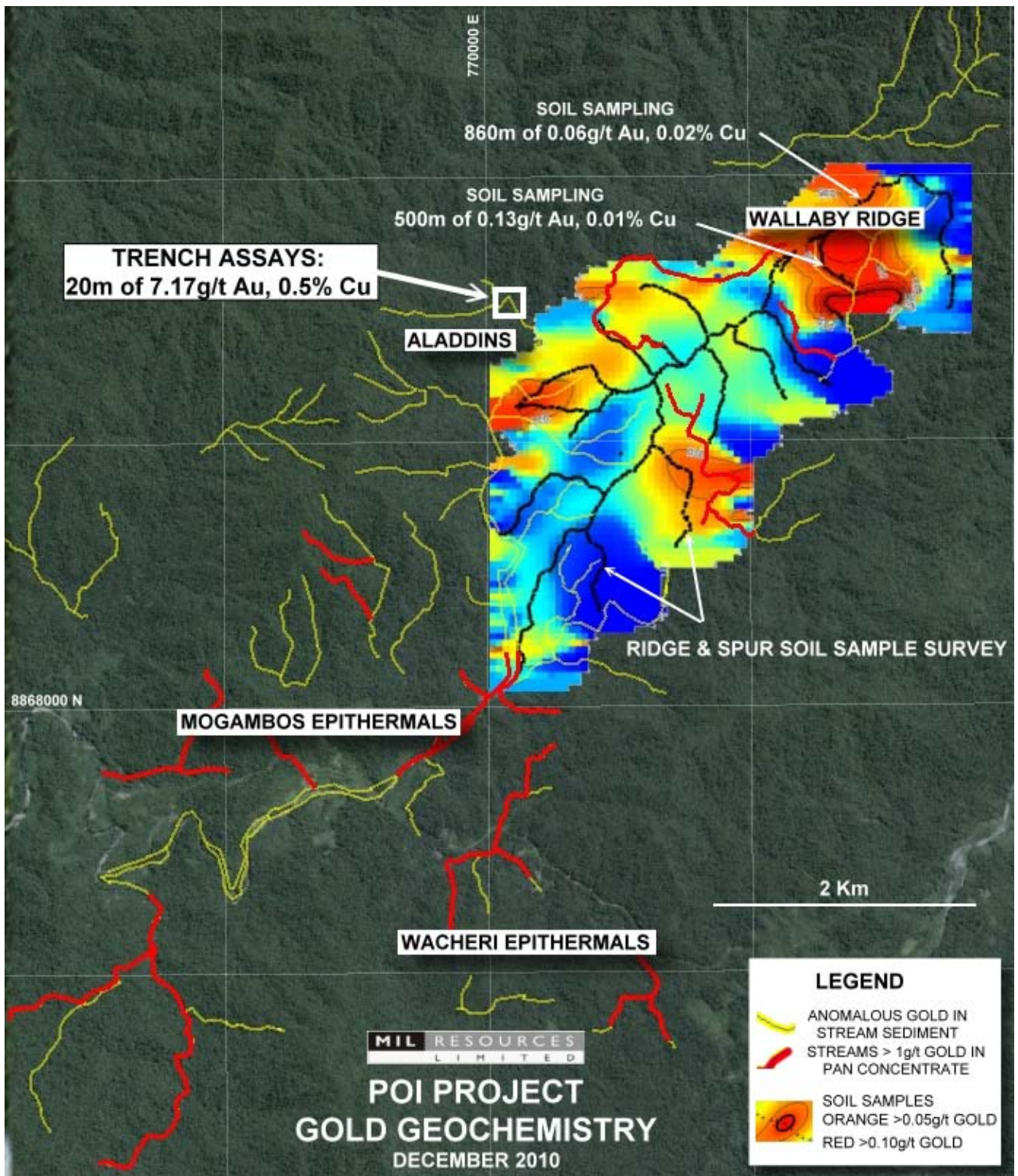


Figure 1: Poi Gold Geochemistry

3. SOIL SAMPLING AT GOLDEN PEAK PROJECT

Work commenced to recreate the 1989 Elders' sample results in the Avo Creek alteration target area. Elders' sampling in this area returned gold assays ranging from < 0.01 g/t Au to 43 g/t Au and included a high grade site with;

- 15m of 5.5g/t Au that included 2m of 43g/t Au
- 6m of 2.8 g/t Au

During the quarter MIL reopened a trench to the south of the Elders' high grade site. The trench samples yielded gold assays from <0.01g/t to 0.977g/t consistent with historical results and providing locational control for the previous Elders' work.

The trenching/sampling will now be extended north with the objective of recreating the Elders' high grade site. If a suitable target is identified it will be further tested in a drill program planned for 2011.

Golden Peak is located 40km east of Port Moresby and is prospective for epithermal style gold deposits.

4. CEO APPOINTMENT

Bruce Griffin was appointed CEO and commenced in November 2010.

Bruce is an experienced executive and brings relevant international mining experience to his new role with MIL. His latest position was General Manager Storage and Logistics at GrainCorp where he was responsible for grain receipt, storage, and handling, road and rail logistics, OH&S, quality assurance and technical services. Prior to joining GrainCorp Bruce spent seven years at BHP Billiton and nine years in a variety of operational and commercial positions with Shell. He also has experience as a management consultant with Bain & Company.

While at BHP Bruce held a number of positions including Vice President, Global Approvals for the Rio Tinto Bid based in London and Vice President Titanium where he had responsibility for BHP's titanium business, including the Richards Bay Minerals joint venture with Rio Tinto, and developed and executed entry strategies for a number of new businesses and commodities. Bruce held a number of operational and commercial roles for the Shell Group in New Zealand, Venezuela and the Netherlands.

Bruce holds a Bachelor of Engineering Degree in Chemical and Process Engineering from Canterbury University, a Bachelor of Arts Degree in Economics from Massey University and an MBA from the Melbourne Business School.

5. COMPLETION OF TITAN METALS ACQUISITION

During the Quarter MIL Resources completed the acquisition of the 50% of Titan Metals Ltd approved by shareholders at MIL's Annual General Meeting in September. The consideration for the acquisition was the issue of 66,666,666 fully paid ordinary shares in MIL and the further issue of 33,333,333 converting redeemable preference shares.

Following completion of the transaction MIL Resources owns 100% of Titan Metals. Titan Metals is a private PNG registered company which holds five granted ELs and six ELAs covering over 8,000 sq kms in PNG.

OUTLINE OF TITAN METALS PROJECTS

All of Titan Metals' exploration licences and exploration licence applications are located within Papua New Guinea which sits along the Pacific Rim of Fire, the active volcanic belt that hosts many of the world's largest porphyry copper-gold deposits and epithermal gold deposits.

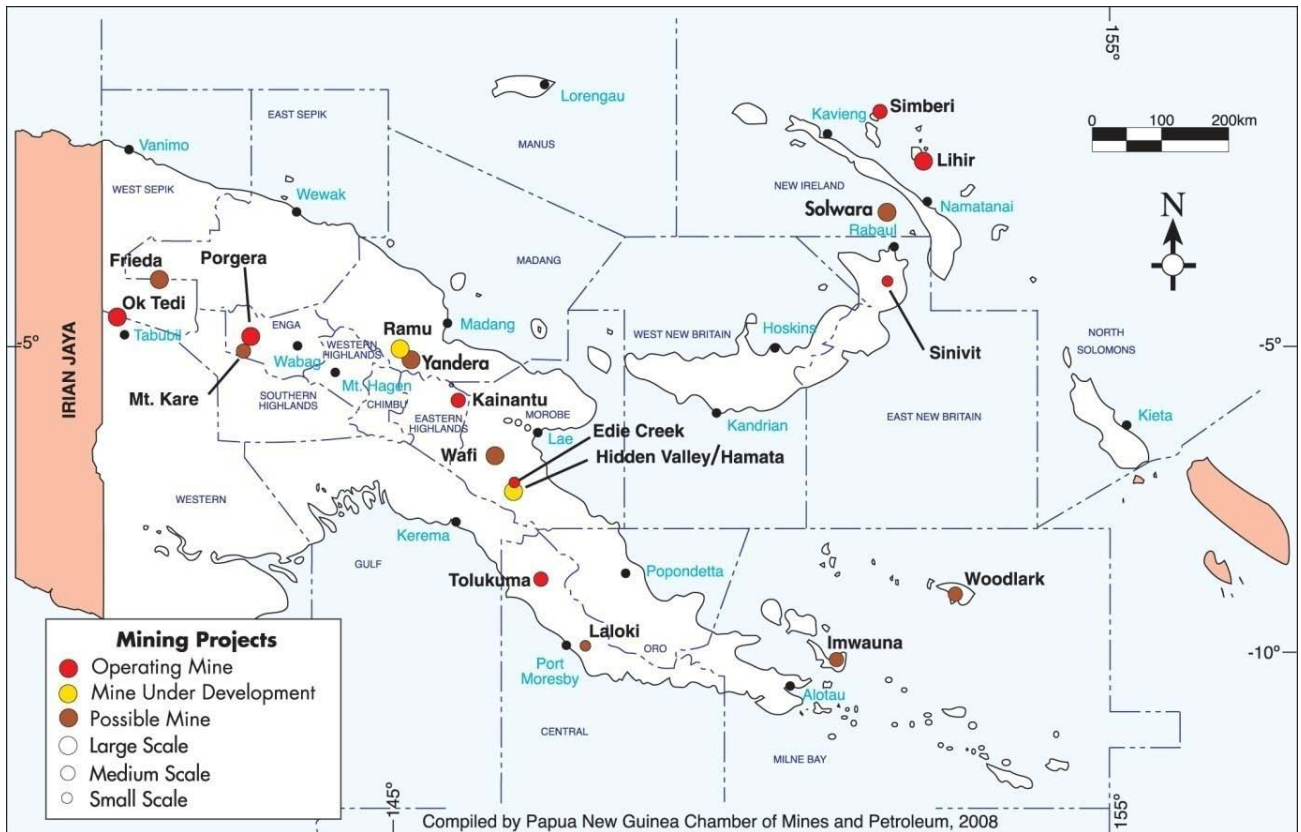


Figure 2: Major Mining Projects in PNG



Figure 3: Titan Metals' Projects in PNG

Titan Metals' exploration portfolio comprises the following projects:

Poi

- EL 1628 – granted 28th Nov 2008 and ELA 1643 lodged 20th Jan 2008
- Located 10 kilometres from the coast north of Millport Harbour in Milne Bay Province
- Large geophysical anomaly striking over 11 kilometres long and 1.5 kilometres wide with coincident gold geochemistry over 27 square kilometres
- Coincident with cross-cutting radiometric structures and anomalous geochemistry
- Characteristics of large porphyry gold copper systems found in island arc settings such as PNG
- Prominent NE – SW transfer structure which typically host major deposits in PNG
- Nine prospects defined by stream geochemistry with assays up to 35.6g/t Au
- Visible gold in stream sediments
- Working to identify drill targets

Legusulum

- ELA – lodged 1st April 2008
- Located on New Ireland 110 kilometres west of Lihir gold mine (40M oz)
- Porphyry copper-gold prospect
- 70m thick leached cap over 1 square kilometre
- Rockchips to 6.1g/t Au
- Explored by SAMAUST during early 1970s
- 13 diamond drill holes total 1,500m
- Average depth 115m
- Average grade 0.25% Cu
- Targets: Breccia pipes; Open geochemistry to south; Buried porphyry deposits

Golden Peak

- EL 1625 – granted 20th Oct 2009
- 40 kilometres east of Port Moresby
- Trench assays:
 - 15m of 5.5g/t Au
 - Including 2m of 43.0g/t Au
- High-grade epithermal gold mineralisation
- lower alteration zone
 - 800m x 2,000m
- Gold geochemistry over several square kilometres
- Previous exploration by CRA in 1985 and by Elders in 1989
- Working to identify a drill target

Palabong

- ELA 1645 lodged 28th Jan 2008
- Located in southern New Ireland on the Bouganville – New Ireland arc
- Porphyry copper-gold
- Weitin River caldera with copper stream sediment anomaly

Domara

- EL 1637 granted 18th Dec 2008
- Located 200 kilometres south east of Port Moresby
- Granted EL with total area 870 square kilometres
- Targets: copper – molybdenum – nickel in ultramafics
- Airborne magnetic survey completed – 772 line kilometres
- Anomalies: Flats / Highs / Calderas / Structures

North New Britain

- EL 1640 granted 21 June 2010 covering 999 square kilometres
- Copper-molybdenum-gold systems
- ELAs located close to Barrick / CopperMoly \$20 million joint venture area
- Esso Minerals (1982-3) & CRA (1985) identified high-grade gold:
 - Dagi South – 18.4g/t Au
 - Ania South – 10.7g/t Au
 - Yonathan R – 50.1g/t Au

South New Britain

- ELA 1642 granted 21 June 2010 covering 361 square kilometres
- Copper-molybdenum-gold systems
- ELAs located close to Barrick / CopperMoly \$20 million joint venture area and OK Tedi/Frontier's \$36 million JV areas
- Esso Minerals (1982-3) & CRA (1985) identified high-grade gold:
 - Gasmata – 10.8g/t Au
 - Amgen River – 4.0 g/t Au

Tanga Island

- ELA 1639 lodged 4th Jan 2008
- Located 70 kilometres south east of Lihir gold mine
- Epithermal gold with assays up to 2.0g/t Au

Mussau Island

- ELA 1818 lodged 3rd June 2010
- Island that sits on the northern end of Simberi – Lihir – Tanga- Feni island chain which hosts resources of over 49 Million ozs of gold
- Historical work by BHP - Auralia delineated a 10km x 5 km zone containing epithermal quartz float with best rock chips returning 28 g/t

Manus Island

- ELA 1663 lodged 16th December 2008
- Historical work by Exoil and Carpentaria Exploration Co Pty Ltd (1974) identified bauxitic clays and nodules which graded 51.3 to 56.2 % alumina at the Lapatuan prospect
- Test pits to 5m depth assayed 40 to 56% alumina with Fe₂O₃ content of 10.8 to 22.7%.

OTHER

- Successful Mining Warden hearings were held at Sandbank Bay ELA1623, Poi EL1628, Poi South ELA1643, Domara Creek EL1637, Legusulum ELA1638, Palabong ELA1645, and Mussau Island ELA1818.
- Sales of magnesite continued under the contract with Unimin.
- Discussions continued with potential development partners for Amazon Bay.

ABOUT MIL RESOURCES LIMITED

MIL Resources Limited is an ASX listed resource company whose interests include:

- Amazon Bay, PNG - a major ironsands exploration target of 3 – 4 billion tonnes of magnetite ironsands⁽¹⁾. MIL is in the process of earning up to a 90% interest by funding exploration and evaluation programmes.
- Titan Metals Limited – Titan Metals controls five granted Exploration Licences and six Exploration Licence Applications in Papua New Guinea which host potential for significant discoveries of gold, copper, nickel and molybdenum deposits⁽¹⁾.

(1) To the extent that there is information included in the projects set out above any potential quantity and grade is conceptual in nature, there has been insufficient exploration to define a mineral resource under the JORC Code and it is uncertain if further exploration will result in the determination of a mineral resource under the JORC Code.

The information contained in this report that relates to Exploration Results or Mineral Resources or Ore Reserves is based on information compiled by John Haggman who is a Member of the Australian Institute of Geoscientists. Mr Haggman is a Director of MIL Resources Limited and has sufficient experience which is relevant to the style of mineral deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Haggman consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

FOR FURTHER INFORMATION CONTACT:

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Golden Peak Assay Results

Sample	East	North	Au ppm	Ag ppm	As ppm	Co ppm	Cu ppm	Hg ppm	Mn ppm	Mo ppm	Ni ppm	Pb ppm	Sb ppm	Zn ppm
5001	566068	8955027	0.005	<0.2	5	4	29	<1	742	<1	13	5	<2	19
5002	565990	8954999	0.023	<0.2	20	18	87	<1	494	1	9	2	<2	48
5003	565981	8955011	0.01	<0.2	39	5	56	1	897	1	18	9	2	96
5004	565981	8955011	0.02	<0.2	19	8	58	1	396	1	19	7	<2	53
5005	565983	8955010	0.063	<0.2	50	4	44	1	984	1	20	5	2	94
5006	565983	8955010	0.029	0.2	51	20	289	1	251	2	16	2	<2	44
5007	565968	8954988	0.047	0.2	30	30	170	<1	468	1	98	3	<2	22
5008	565945	8954999	0.054	<0.2	61	32	282	<1	1010	1	86	3	<2	37
5009	565917	8954977	0.142	0.4	52	42	326	<1	629	1	74	5	<2	119
5010	565873	8954944	0.009	<0.2	42	12	50	<1	643	<1	18	10	<2	60
5011	565882	8954955	0.436	<0.2	69	11	32	<1	573	<1	17	7	<2	42
5012	565887	8954951	0.011	<0.2	7	14	69	<1	690	1	21	3	<2	57
5013	565911	8954922	0.002	<0.2	4	6	50	<1	370	<1	4	4	<2	20
5014	565911	8954918	0.138	<0.2	142	15	45	<1	1160	1	24	5	<2	43
5015	565911	8954918	0.024	0.2	47	24	141	<1	1540	1	41	6	<2	74
5016	565888	8954937	0.042	<0.2	21	21	124	1	529	<1	17	8	<2	50
5017	565890	8954937	0.048	<0.2	26	16	130	<1	529	<1	11	8	<2	38
5018	565892	8954936	0.089	<0.2	56	24	47	<1	995	1	24	8	<2	46
5019	565894	8954935	0.034	<0.2	16	20	123	<1	669	<1	26	5	<2	41
5020	565896	8954935	0.077	<0.2	8	19	166	<1	470	<1	14	3	<2	32
5021	565898	8954934	0.052	<0.2	5	15	128	1	473	<1	17	6	<2	48
5022	565900	8954933	0.056	<0.2	14	21	115	<1	485	<1	15	4	<2	46
5023	565901	8954932	0.042	<0.2	20	18	160	<1	452	1	14	35	<2	44
5024	565903	8954931	0.977	0.5	8	29	139	<1	585	<1	17	36	<2	51
5025	565904	8954929	0.065	0.3	12	15	171	1	449	<1	16	6	<2	41
5026	565906	8954928	0.068	0.3	20	31	132	1	622	1	17	4	<2	44
5027	565907	8954926	0.128	<0.2	8	21	133	<1	403	<1	17	4	<2	43
5028	565908	8954925	0.066	2.6	13	24	126	<1	562	<1	17	3	<2	45
5029	565887	8954908	0.036	<0.2	34	18	118	<1	662	1	33	6	<2	66
5030	565897	8954900	0.11	<0.2	59	16	111	<1	555	1	24	19	<2	49
5031	565869	8954896	0.009	<0.2	76	20	89	<1	966	1	23	58	<2	216
5032	565869	8954896	0.026	<0.2	74	14	43	<1	743	1	21	7	<2	82
5033	565869	8954896	0.73	6.2	339	48	158	<1	1810	1	46	22	4	104
5034	565869	8954862	0.036	0.2	200	12	112	<1	357	2	18	7	<2	16
5035	565890	8954891	0.028	6.4	137	9	43	1	129	1	12	18	8	54
5036	565908	8954951	0.157	0.7	64	31	175	<1	928	1	39	40	<2	188
5037	565907	8954950	0.132	0.4	60	32	194	<1	949	2	26	17	3	72
5038	565907	8954948	0.06	0.2	39	19	116	1	713	1	14	5	3	45
5039	565906	8954946	0.069	0.3	45	12	70	1	535	1	8	5	2	35
5040	565905	8954944	0.032	<0.2	27	23	67	<1	730	<1	53	6	<2	59
5041	565904	8954943	0.05	<0.2	38	34	149	1	733	1	17	4	2	44
5042	565903	8954941	0.096	0.2	26	37	316	<1	777	1	13	4	<2	54
5043	565902	8954939	0.051	0.3	22	39	220	1	745	1	16	2	<2	48
5044	565901	8954937	0.036	<0.2	13	25	171	1	606	<1	17	5	<2	44
5045	565900	8954936	0.043	<0.2	14	17	101	<1	589	<1	18	4	2	53
5046	565899	8954934	0.067	<0.2	20	18	137	<1	479	1	13	5	<2	46
5047	565898	8954932	0.04	<0.2	6	14	114	<1	426	<1	16	3	<2	41
5048	565897	8954930	0.038	<0.2	10	12	140	<1	536	<1	18	5	<2	44
5049	565896	8954929	0.031	<0.2	10	15	127	<1	565	<1	19	6	<2	47

Sample	East	North	Au ppm	Ag ppm	As ppm	Co ppm	Cu ppm	Hg ppm	Mn ppm	Mo ppm	Ni ppm	Pb ppm	Sb ppm	Zn ppm
5050	565895	8954927	0.033	<0.2	3	24	137	<1	606	<1	17	6	<2	40
5051	565894	8954925	0.325	<0.2	53	44	179	1	710	3	27	29	3	58
5052	565894	8954923	0.101	<0.2	42	45	196	1	633	1	61	20	<2	89
5053	565893	8954921	0.069	<0.2	22	52	208	<1	1020	<1	72	20	5	109
5054	565892	8954920	0.077	<0.2	11	49	172	<1	1160	<1	76	20	<2	103
5055	565891	8954918	0.093	<0.2	19	61	166	1	1880	<1	95	19	<2	94
5056	565890	8954916	0.085	<0.2	11	46	175	1	1110	<1	83	17	2	78
5057	565889	8954914	0.076	0.3	9	45	192	<1	1050	<1	96	17	<2	87
5058	565888	8954913	0.043	<0.2	4	50	159	<1	1390	<1	90	16	<2	81
5059	565887	8954911	0.039	<0.2	4	55	154	<1	1460	<1	102	20	<2	90
5060	565886	8954909	0.062	<0.2	9	56	161	<1	1350	<1	92	19	<2	70
5061	565885	8954908	0.051	0.2	35	24	111	<1	587	1	38	8	<2	60
5062	565891	8954912	0.124	0.3	82	24	111	1	560	1	46	23	<2	79
5063	565908	8954931	0.06	<0.2	105	27	69	<1	439	3	6	4	<2	34
5064	568796	8952417	0.132	0.2	67	25	15	<1	570	1	6	8	<2	38

Appendix 5B

Rule 5.3

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/2010

MIL Resources Limited

ABN 23 003 669 163

Quarter ended ("current quarter")

31-Dec-10

Consolidated statement of cash flows	Current quarter \$A'000	Year to date 6 Months \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	30	40
1.2 Payments for		
(a) exploration and evaluation (Titan Metals from 1/10/2010)	(412)	(412)
(b) development	-	-
(c) production	(16)	(180)
(d) administration	(173)	(444)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	26	59
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(544)	(937)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments in Titan Mines Ltd for 6 months and Titan Metals up to 30 September 2010 only	(11)	(475)
(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	-	-
Net investing cash flows	(11)	(475)
1.13 Total operating and investing cash flows (carried forward)	(555)	(1,411)
Cash flows related to financing activities		
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 (Costs of issue of shares)	(20)	(20)
Net financing cash flows	(20)	(20)
Net increase (decrease) in cash held	(575)	(1,432)
1.20 Cash at beginning of quarter/year to date	1,942	2,799
1.21 Exchange rate adjustments to item 1.20	-	-
1.22 Cash at end of quarter	1,367	1,367
Payments to directors of the entity and associates of the directors		
Payments to related entities of the entity and associates of the related entities		
1.23 Aggregate amount of payments to the parties included in item 1.2	(70)	(171)
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	Nil	
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	Available \$A'000	Used \$A'000
3.1 Loan facilities	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil
Estimated cash outflows for next quarter		
Exploration and evaluation, for MIL & Titan Metals Ltd plus work expenditure program which will be funded by MIL Resources & classified as further investment or acquisition of interest in Titan Mines Ltd (Amazon Bay Iron Sands Project)	270	
4.1	Nil	
4.2 Development	-	
4.3 Production (Magnesite mined & stockpiled which will be sold over coming 12 months)	-	
4.4 Administration (includes full time CEO plus one- off recruitment costs)	340	
Total	610	

Reconciliation of cash		Current quarter	Previous quarter
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		\$A'000	\$A'000
5.1 Cash on hand and at bank		367	442
Deposits at call		-	-
Bank overdraft		-	-
Other - bank bills & term deposits		1,000	1,500
Total: cash at end of quarter (item 1.22)		1,367	1,942

Changes in interests in mining tenements

	Tenement reference	Nature of interest	Interest at start of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, lapsed or reduced		No changes		
6.2 Interests in mining tenements acquired or increased				
<i>MIL Resources Limited acquired the remaining 50% of Titan</i>	EL 1625	Acquisition	50%	100%
<i>Metals Limited it did not already own through the issue of</i>	EL 1628	of	50%	100%
<i>66,666,666 ordinary fully paid shares and 33,333,333 unlisted</i>	EL 1637	100%	50%	100%
<i>Converting Redeemable Preference Shares thereby</i>	EL 1640	of	50%	100%
<i>increasing its interest in each of Titan Metals Ltd's PNG ELs &</i>	EL 1642	Titan	50%	100%
<i>ELAs from 50% as at 30 September to 100% as at 31 December 2010</i>	ELA 1638	Metals	50%	100%
	ELA 1639	Limited	50%	100%
	ELA 1643	by	50%	100%
	ELA 1645	MIL	50%	100%
	ELA 1663	Resources	50%	100%
	ELA 1818	Limited	50%	100%

Issued and quoted securities at end of current quarter

	Total number	Number quoted	Issue price per security
7.1 Preference securities (Unlisted)	33,333,333		
7.2 Changes during quarter (Unlisted Converting Redeemable Preference Shares)	33,333,333		
7.3 Ordinary securities on issue at start of quarter	273,213,153	273,213,153	
7.4 Changes during quarter			
(a) Increases through issues	66,666,666	66,666,666	
(b) Decreases through returns of capital, buy-backs			
Ordinary shares at end of quarter	339,879,819	339,879,819	
7.5 Convertible debt securities			
7.6 Changes during quarter			
(a) Increases through issues			
(b) Decreases through securities matured, converted			
Convertible Debt Securities at end of quarter	0		

Description	Conversion factor	Total Number	Number Quoted	Exercise price	Expiry Date
7.7A Listed options		61,328,928	61,328,928	\$0.10	31/05/2012
7.8A Issued during Quarter					
7.9A Exercised during quarter					
7.10A Expired during quarter					
Listed Options at end of quarter		61,328,928	61,328,928	\$0.10	31/05/2012
7.7B Unlisted options					
Directors Options	1 share for 1 option	450,000	-	\$1.38	30/06/2011
Directors Options (App 3B - 3/11/09)	1 share for 1 option	10,000,000	-	\$0.06	30/06/2014
30 June 2011 Options	1 share for 1 option	1,200,000	-	Various	30/06/2011
30 June 2011 Options	1 share for 1 option	100,000	-	\$1.16	30/06/2011
31 October 2012 Options	1 share for 1 option	150,000	-	\$2.00	31/10/2012
31 May 2015 Options	1 share for 1 option	183	-	\$0.15	31/05/2015
7.8B Issued during quarter		11,900,183	-		
7.9B Expired during quarter		None			
7.1B Exercised during quarter		None			
Unlisted Options at end of quarter		11,900,183	Nil		

7.11 Debentures		0	0
7.12 Unsecured notes		0	0

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.

2 This statement does give a true and fair view of the matters disclosed.

Signature:

Company Secretary

Date:

25/01/2011

Print name:

James Beecher