

CONSOLIDATED TIN MINES LIMITED



30 January 2009

Manager Announcements
Companies Announcements Office
Australian Securities Exchange Limited
10th Floor, 20 Bond Street
SYDNEY, NSW 2000

Via: www.asxonline.com

ASX Code – CSD
– CSDO

Dear Sir/Madam

SECOND QUARTER ACTIVITIES AND CASHFLOW REPORT

We attach the above announcement.

Yours faithfully

Ralph De Lacey
Managing Director

ABOUT CONSOLIDATED TIN MINES LIMITED

Consolidated Tin Mines Limited holds projects in one of the premier tin producing fields in Australia, and the Company is focused on discovering and developing major tin deposits in northern Queensland.

The company has acquired an impressive portfolio of advanced tin exploration projects in the southern Herberton tin field for development and transformation into a successful mining operation, to provide increased shareholder returns.

Consolidated Tin is driven by an experienced board of directors with a proven record of successful exploration and mining. The Company's vision is to become the premier hard rock tin producer in Queensland.



1. DECEMBER QUARTER HIGHLIGHTS

- Further drilling undertaken across 52 holes for a total of 2044 metres at the Company's core projects; Gillian, Pinnacles and Deadmans Gully
- Gillian hole 32 delivered a cross-section of **53 metres at average 0.77% Sn and 31.5% Fe**. Hole 83 returned **25 metres at 1.07% Sn and 48.7% Fe**
- Ongoing testwork has produced encouraging results of tin and iron recovery, with preliminary results producing saleable iron-tin concentrates. Tin, as cassiterite, is within a size range for commercial mill recovery. Further tests are underway for optimising tin and iron recovery and concentrate grade
- Revised JORC Resource incorporating recent drill results underway and expected to be available during February

2. EXPLORATION ACTIVITY

Drilling continued at the Company's three key projects; Gillian, Pinnacles and Deadmans Gully (Windermere) through the quarter. At Gillian and Pinnacles, the drilling programs were undertaken to complete strike testing of the areas of mineralisation, with a density of drill spacing designed to allow resource calculation to (at least) a JORC compliant indicated category.

A total of 3,985 metres of reverse circulation (RC) and 312 metres of diamond drilling were completed from three drilling programs undertaken at the Company's project areas in 2008. Nominal strike spacing of drill holes at the better outcropping mineralised areas at the Gillian and Pinnacles project areas was set at 40 metres.

Gillian Project

Drilling at the Gillian Project continued from November 14th to 25th across RC drill holes 75 to 89, totalling 804 metres. From December 3rd to 5th diamond drilling was carried out at holes HD90 and 91 (of HQ size), for a total of 92 metres.

Mineralisation at the Gillian Project is a skarn development with iron rich haematite and magnetite rock outcrop found over a north east trending strike length of one kilometre. Better widths of skarn are found in the 300 metre south west section (the South Basin) and the 500 metre north east section (the North Basin). The South Basin was the main section tested by drilling in the July and August drill programs. The North Basin was the main section tested in the current drill program.

Available results from the current program have been released in a recent ASX Announcement. The summary of all the significant drill results is highlighted below. The results are for tin and iron (from fusion bead XRF assay method) and the Burnie Research Laboratories undertook the assay work.

The third drilling campaign completed the program of strike test work of the area mineralisation at Gillian, with penetration of the mineralisation at nominal 40 metre strike spacing. This density of drilling will allow a resource calculation to be undertaken of the Gillian mineralisation.

Table 1 – Gillian Drilling Locations

Hole	Easting MGA Zone 55	Northing MGA Zone 55	Azimuth (from Mag. North)	Dip
H75	294,039	8,040,919	325°	60°
H76	294,062	8,040,939	325°	75°
H77	294,093	8,040,975	325°	60°
H78	294,128	8,041,006	325°	60°
H79	294,174	8,041,043	325°	60°
H80	294,335	8,041,251	325°	60°
H81	294,363	8,041,300	280°	60°
H82	294,374	8,041,353	303°	60°
H83	294,381	8,041,372	295°	60°
H84	294,400	8,041,387	285°	60°
H85	294,309	8,041,204	325°	60°
H86	293,844	8,040,796	145°	60°
H87	293,755	8,040,797	325°	60°
H88	293,730	8,040,761	325°	60°
H89	293,825	8,040,795	325°	60°
HD90	293,868	8,040,807	145°	60°
HD91	293,738	8,040,742	325°	60°

Figure 1 – Gillian Drill Locations

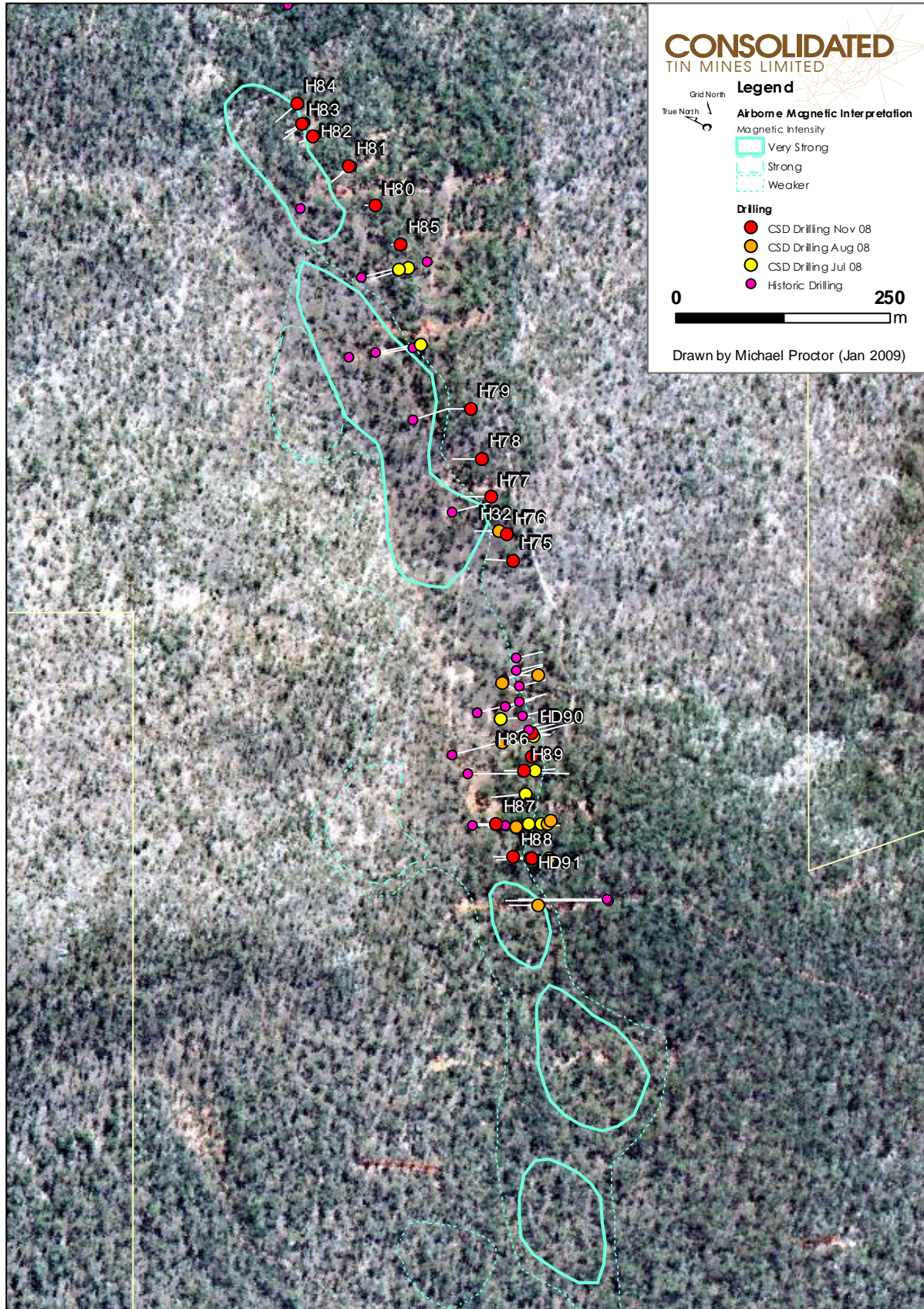


Table 2 – Summary of Gillian Drilling Results

Hole H1	22-25 metres down hole	3 metres @	2.82% Sn,	34.5% Fe
	35-45 metres down hole	10 metres @	0.82% Sn,	38.3% Fe
Hole H2	36-38 metres down hole	2 metres @	0.65% Sn,	27.4% Fe
	53-55 metres down hole	2 metres @	2.07% Sn,	40.6% Fe
Hole H3	29-31 metres down hole	2 metres @	1.65% Sn,	18.8% Fe
Hole H4	14-27 metres down hole	13 metres @	2.02% Sn,	44.8% Fe
	37-41 metres down hole	4 metres @	0.89% Sn,	43.3% Fe
Hole H5	46-69 metres down hole	20 metres @	0.55% Sn,	25.3% Fe
Hole H7	14-35 metres down hole	21 metres @	1.14% Sn,	32.7% Fe
Hole H8	12-17 metres down hole	5 metres @	1.02% Sn,	51.2% Fe
Hole H9	5-7 metres down hole	2 metres @	0.26% Sn,	29.1% Fe
Hole H10	3-4 metres down hole	1 metres @	0.49% Sn,	37.5% Fe
Hole H27	0-15 metres down hole	15 metres @	1.31% Sn,	43.1% Fe
	45-58 metres down hole	13 metres @	0.59% Sn,	29.9% Fe
Hole H28	49-56 metres down hole	7 metres @	1.35% Sn,	26.3% Fe
Hole H29	56-60 metres down hole	4 metres @	0.50% Sn,	21.9% Fe
Hole H31	71-78 metres down hole	7 metres @	0.69% Sn,	24.4% Fe
# ² Hole H32	18-71 metres down hole	53 metres @	0.77% Sn,	31.5% Fe
Hole H33	48-52 metres down hole	4 metres @	1.52% Sn,	28.0% Fe
	72-78 metres down hole	6 metres @	1.08% Sn,	19.9% Fe
Hole H35	15-21 metres down hole	6 metres @	0.26% Sn,	32.5% Fe
# ¹ Hole H75	28-33 metres down hole	5 metres @	0.81% Sn,	35.2% Fe
	33-42 metres down hole	9 metres @	0.26% Sn,	27.4% Fe
	48-50 metres down hole	2 metres @	1.11% Sn,	26.5% Fe
# ¹ Hole H76	71-78 metres down hole	7 metres @	0.44% Sn,	24.7% Fe
# ¹ Hole H77	60-70 metres down hole	10 metres @	0.60% Sn,	34.6% Fe
# ¹ Hole H78	57-62 metres down hole	5 metres @	0.86% Sn,	38.7% Fe
# ¹ Hole H80	7-10 metres down hole	3 metres @	0.81% Sn,	42.4% Fe
# ¹ Hole H81	21-25 metres down hole	4 metres @	0.61% Sn,	23.7% Fe
# ¹ Hole H82	14-37 metres down hole	23 metres @	0.71% Sn,	41.8% Fe
# ¹ Hole H83	16-41 metres down hole	25 metres @	1.07% Sn,	48.7% Fe

#¹ November Drill Hole

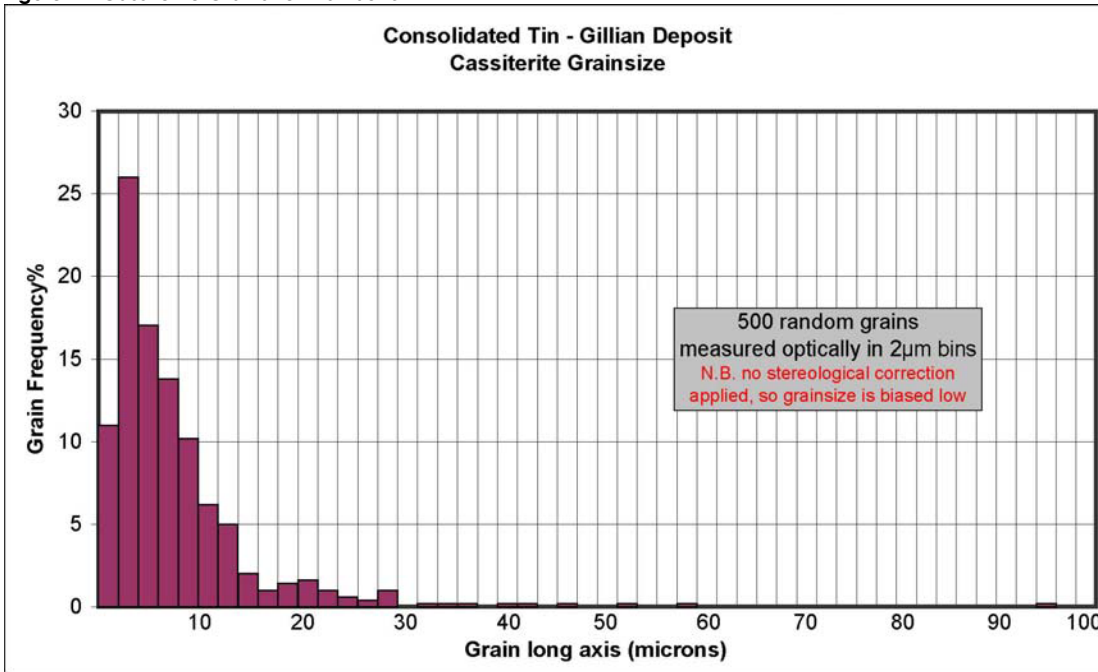
#² Hole 32 was re-entered in November, result includes November drill results

Metallurgical investigation of the Gillian mineralisation has continued. A leach residue from the Hole 4 composite (mentioned in the last quarterly report) was optically investigated for the cassiterite content. XRD analyses of this residue highlighted tin as cassiterite, and the optical investigation, through the current quarter, confirmed the cassiterite and also confirmed the grain size of the cassiterite - of which 50% was found to be greater than 23 micron in size. While Gillian cassiterite was known to be of fine size, commercial concentrators are available to capture better than 20 micron sized grains. Ongoing metallurgical investigation of fine grinding and magnetic and gravity recovery test work is planned for the Gillian mineralisation. The diamond drilling and recovered core material that was undertaken in December will provide further material for this test work.

Gillian Grainsize distribution

Of the 500 grains logged, the coarsest was 96µm x 58µm. As expected, the finer grainsizes predominate, as shown in the simple histogram below:

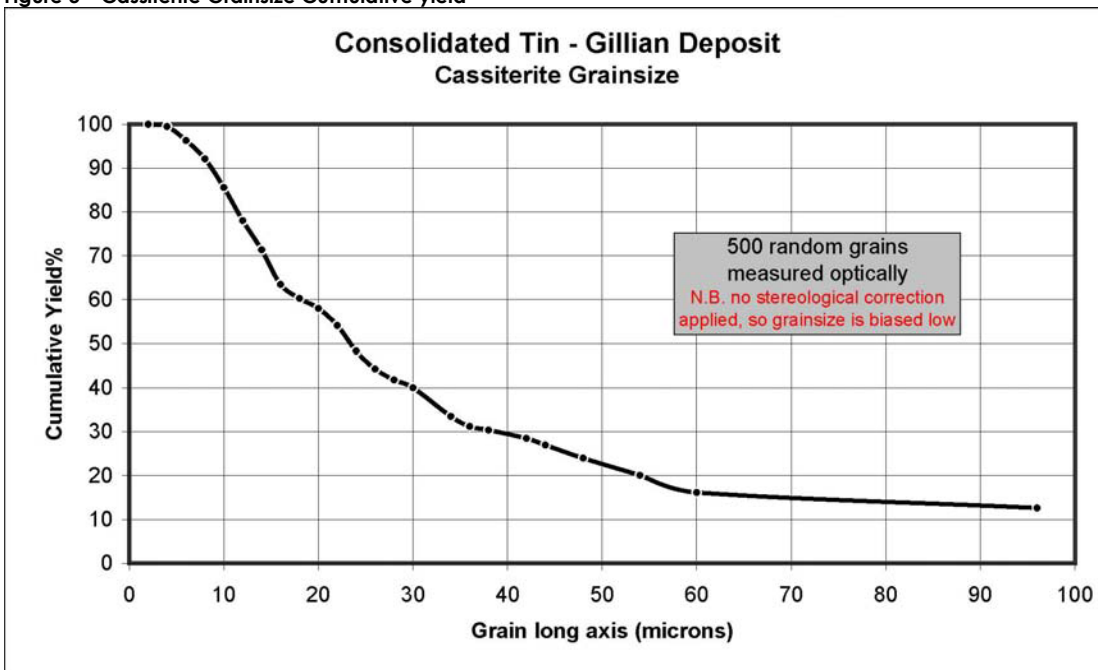
Figure 2 – Cassiterite Grainsize Distribution



Whilst the grains of 4µm diameter are the most common, accounting for 26.0% of all grains, the total volume of these 4µm grains sums to only 3.2% of the total cassiterite volume. The single 96µm grain logged accounts for 12.6%, which means that this kind of analysis is highly sensitive to which coarse grains happen to be logged.

The cumulative yield vs. grainsize plot is shown below:

Figure 3 – Cassiterite Grainsize Cumulative yield



Pinnacles Project

Drilling commenced at the Pinnacles Project area on October 24th and hole numbering carried on from the last hole from the previous drill program in August. Drilling continued until November 13th at holes 45 to 74. Diamond drilling (of HQ size) was completed at holes HD 70 to 74.

Drilling at holes 45 to 54 and 70 to 74 (totalling 604 metres of RC drilling and 192 metres of diamond drilling) were completed at the Wafer prospect area. Over the 700 metre strike length of the Wafer prospect, drill penetration at a nominal 40 metre strike spacing was completed.

Drilling at holes 55 to 69 (totalling 352 metres of RC drilling) were completed on three prospects; Hartog, Sniksa and Lhasham. These were identified by Comalco in the 1970s as shallow, flat dipping bodies of skarn mineralisation with fluorite and tin mineralisation.

A summary of the significant drill results from within the Pinnacles project are shown in Table 4. Results up to hole 23 were released in the September Quarterly report. Assay information from August drill program holes 37- 42 was received through October 2008. Results from holes 45-54 are awaited.

Table 3 – Pinnacles Drilling Locations

Hole	Easting MGA Zone 55	Northing MGA Zone 55	Azimuth (from Mag. North)	Dip
H11	306,089	8,045,886	90°	60°
H12	306,071	8,045,876	90°	60°
H13	306,068	8,045,846	90°	70°
H14	306,027	8,045,827	107°	60°
H15	306,007	8,045,793	105°	60°
H16	305,992	8,045,799	105°	60°
H17	305,999	8,045,660	105°	70°
H18	305,990	8,045,747	90°	70°
H19	305,981	8,045,737	90°	70°
H20	306,135	8,045,988	90°	60°
H21	306,126	8,046,024	90°	60°
H22	306,115	8,045,944	90°	60°
H23	306,120	8,045,969	90°	60°
H36	306,068	8,045,890	90°	60°
H37	306,077	8,045,905	90°	60°
H38	306,042	8,045,848	90°	60°
H39	306,095	8,045,967	90°	60°
H40	306,126	8,046,003	90°	60°
H41	306,114	8,045,966	90°	75°
H42	306,060	8,045,846	90°	60°
H45	306,104	8,046,058	80°	60°
H46	306,105	8,046,157	90°	60°
H47	306,089	8,046,136	90°	60°
H48	306,088	8,046,102	90°	60°
H49	306,011	8,045,621	90°	60°
H50	306,030	8,045,581	90°	60°
H51	306,031	8,045,543	90°	60°
H52	306,028	8,045,516	90°	60°
H53	305,977	8,045,692	90°	60°
H54	306,037	8,045,490	90°	60°
H55	306,035	8,046,870		90°
H56	306,041	8,046,831		90°
H57	305,736	8,047,232		90°
H58	305,717	8,047,234		90°
H59	305,716	8,047,207		90°
H60	305,738	8,047,206		90°
H61	305,692	8,047,159		90°
H62	305,721	8,047,163		90°
H63	305,707	8,047,106		90°
H64	305,726	8,047,102		90°
H65	305,726	8,047,053		90°
H66	305,746	8,047,062		90°
H67	305,744	8,047,032		90°
H68	305,742	8,046,881		90°
H69	305,783	8,046,871		90°
HD70	306,070	8,045,964	90°	60°
HD71	306,092	8,045,903	90°	60°
HD72	306,026	8,045,846	90°	60°
HD73	306,068	8,045,849	90°	60°
HD74	306,118	8,045,969	90°	60°

Table 4 – Summary of Pinnacles Drilling Results

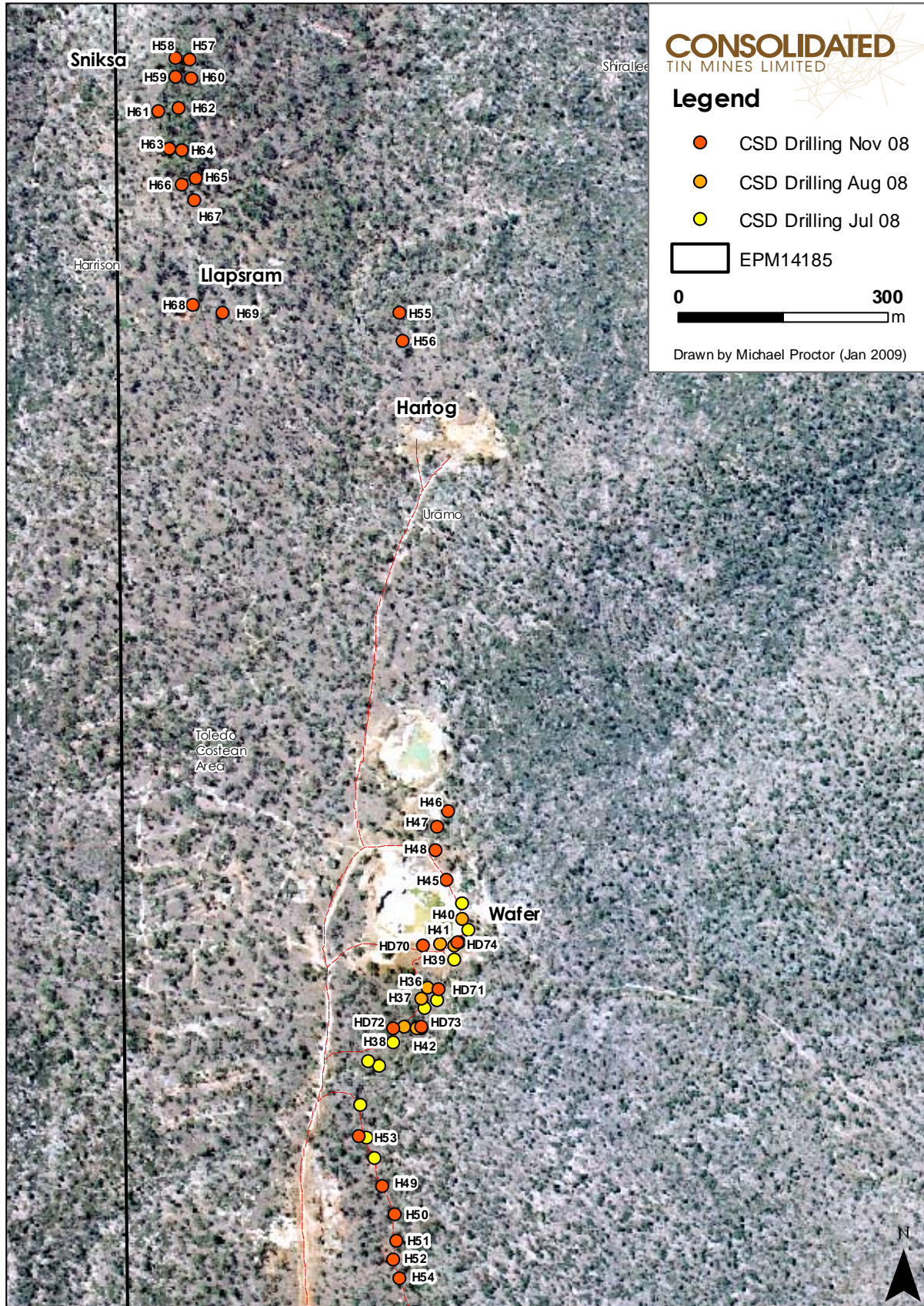
Hole H11	6-14 metres down hole 19-22 metres down hole	8 metres @ 3 metres @	0.26% Sn, 0.42% Sn,	9.0% Fe 29.0% Fe
Hole H12	22-26 metres down hole 32-34 metres down hole	4 metres @ 2 metres @	0.42% Sn, 0.28% Sn,	28.6% Fe 24.9% Fe
Hole H13	22-30 metres down hole 30-36 metres down hole	8 metres @ 6 metres @	2.36% Sn, 0.76% Sn,	31.7% Fe 31.7% Fe
Hole H17	22-23 metres down hole 24-25 metres down hole	1 metres @ 1 metres @	0.31% Sn, 0.43% Sn,	20.6% Fe 20.4% Fe
Hole H20	14-20 metres down hole	6 metres @	0.44% Sn,	17.0% Fe
Hole H21	21-22 metres down hole	1 metres @	0.39% Sn,	16.3% Fe
Hole H23	0-23 metres down hole	23 metres @	0.39% Sn,	11.6% Fe
Hole H37	44-59 metres down hole	15 metres @	0.24% Sn,	30.1% Fe
Hole H38	57-63 metres down hole	6 metres @	0.51% Sn,	20.9% Fe
Hole H38	71-76 metres down hole	5 metres @	0.35% Sn,	9.9% Fe
Hole H41	5-31 metres down hole	26 metres @	0.33% Sn,	12.4% Fe
Hole H42	28-43 metres down hole	15 metres @	0.61% Sn,	25.4% Fe
# ¹ Hole H57	1-2 metres down hole 7-8 metres down hole	1 metres @ 1 metres @	0.20% Sn, 0.22% Sn,	43.1% Fe 37.2% Fe
# ¹ Hole H58	2-4 metres down hole	2 metres @	0.43% Sn,	30.6% Fe
# ¹ Hole H59	0-4 metres down hole	4 metres @	0.65% Sn,	38.4% Fe
# ¹ Hole H60	5-9 metres down hole	4 metres @	0.30% Sn,	29.3% Fe
# ¹ Hole H62	3-6 metres down hole	3 metres @	0.45% Sn,	41.8% Fe
# ¹ Hole H63	0-3 metres down hole 11-23 metres down hole	3 metres @ 12 metres @	0.30% Sn, 0.31% Sn,	44.5% Fe 17.3% Fe
# ¹ Hole H64	1-10 metres down hole	10 metres @	0.41% Sn,	33.3% Fe

#¹ November Drill Hole

Skarn mineralisation has been intersected over the 700 metres of strike length, and the central 150 metres of strike length, from Hole 20 in the north to Hole 38 in the south, was where the best widths of mineralisation were intersected. Several diamond core holes of HQ size were completed to provide the full width of mineralisation, and also to provide material for ongoing metallurgy testwork. An interesting mineralisation overprinting has been recognised as an early magnetite/tin/fluorite mineralisation overprinted by a iron and copper sulphide mineralisation. The diamond core holes are to be sawn and assayed.

The Pinnacles project was explored for fluorine by Comalco in the 1970s, and it calculated a reasonably sized resource (which proved to be a sub economic body of mineralisation at 1970s prices). Consolidated Tin has recognised fluorite(a calcium fluorine mineral) in the RC chips and core. Fluorine analyses are being undertaken and results are awaited.

Figure 4 – Pinnacle Drill Locations



Deadmans Gully Project

One diamond drill hole, Hole 92, of PQ size was completed at the Deadmans Gully Project on December 8th and 9th. Previous RC drilling, from July 2008 was not fully completed to planned depth, and diamond coring of one hole was completed to 30 metres depth. As with the Pinnacles Project mineralisation, the interesting overprint of magnetite/tin by a sulphide mineralisation has been recognised.

The core is to be sawn and assayed.

Figure 5 – Deadmans Gully Drill Locations

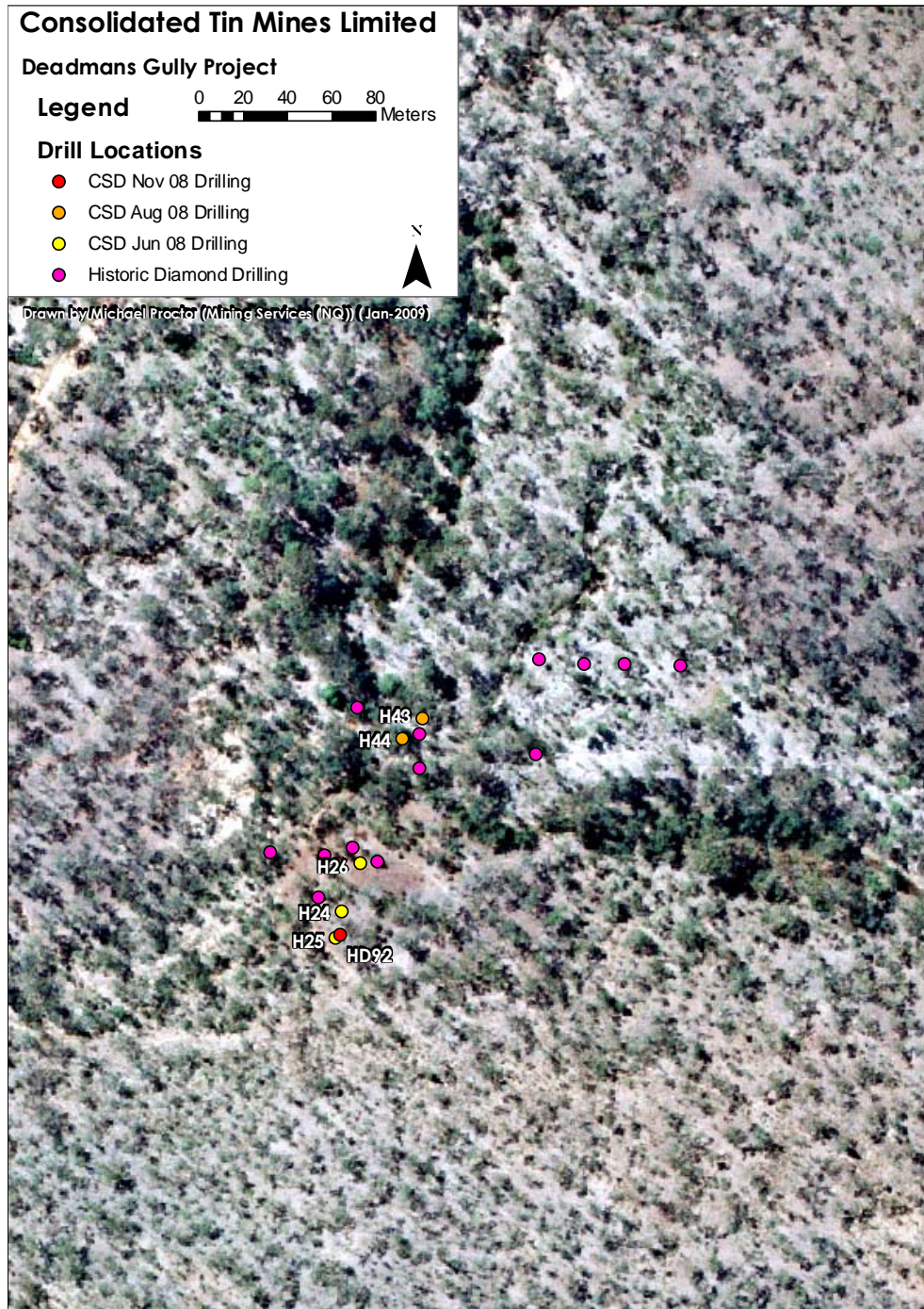


Table 5 – Assay Results received for the November Drilling Program

Hole	Intercept (m)	%Sn	%Fe
H57 (Pinnacles)			
...	1-2	0.20	43.1
	7-8	0.22	37.2
H58 (Pinnacles)			
	2-3	0.57	33.0
	3-4	0.29	28.1
H59 (Pinnacles)			
	0-1	0.89	39.5
	1-2	0.68	39.3
	2-3	0.68	39.5
	3-4	0.34	35.1
H60 (Pinnacles)			
	5-6	0.63	25.7
	6-7	0.18	30.2
	7-8	0.12	33.1
	8-9	0.27	28.1
H62 (Pinnacles)			
	4-5	0.31	44.5
	5-6	0.55	40.0
H63 (Pinnacles)			
	0-1	0.34	43.3
...	1-2	0.36	43.8
	2-3	0.20	46.4
	11-12	0.22	24.6
	12-13	0.29	29.1
	13-14	0.30	25.2
	14-15	0.41	21.5
	15-16	0.42	13.7
	16-17	0.46	15.8
	17-18	0.21	11.1
	18-19	0.24	11.4
	19-20	0.28	14.0
	20-21	0.31	14.3
	21-22	0.36	14.8
	22-23	0.22	12.5
H64 (Pinnacles)			
	1-2	0.26	43.5
	2-3	0.39	44.2
	3-4	0.55	40.7
	4-5	0.42	31.1
	5-6	0.53	30.1
	6-7	0.42	42.9
	7-8	0.58	34.4
	8-9	0.32	24.4
	9-10	0.36	22.3
H32 (Gillian)			
	18-19	0.93	21.7
	19-20	1.67	33.1
	20-21	1.73	51.6
	21-22	0.51	24.6
	22-23	0.17	9.1
	23-24	0.25	15.9
	24-25	0.58	39.6
	25-26	1.26	43.8
	26-27	0.62	30.2
	27-28	0.86	35.8
	28-29	0.87	33.5
	29-30	0.76	32.7
	30-31	0.98	32.8
	31-32	0.90	33.1
	32-33	0.76	28.0
	33-34	0.89	48.0
	34-35	0.90	32.3
	35-36	0.71	32.4
	36-37	0.67	30.5
	37-38	1.04	32.0
	38-39	0.65	28.7
	39-40	0.38	24.9
	40-41	0.63	25.2
	41-42	0.31	13.9
	42-43	0.55	18.0
	43-44	0.40	18.3
	44-45	0.74	27.4
	45-46	0.88	29.8
	46-47	0.71	26.7
	47-48	0.73	27.4
	48-49	0.79	28.2
	49-50	0.78	28.8
	50-51	0.31	20.2
	51-52	0.59	25.8
	52-53	0.61	24.5
	53-54	1.02	34.7
	54-55	1.09	37.4
	55-56	1.00	37.7
	56-57	0.74	36.3
	57-58	0.97	38.2
	58-59	1.10	32.6
	59-60	0.54	24.2
	60-61	0.60	24.8
	61-62	0.23	20.4
	62-63	0.39	25.9
	63-64	1.28	39.3
	64-65	1.06	46.9
	65-66	0.95	53.8
	66-67	0.69	39.7
	67-68	0.67	36.4
	68-69	0.48	55.1
	69-70	1.08	42.4
	70-71	0.95	37.8
H75 (Gillian)			
	28-29	0.70	23.5
	29-30	1.21	42.6
	30-31	1.36	39.4
	31-32	0.43	36.1
	32-33	0.37	34.4
	33-34	0.27	22.7
	34-35	0.24	31.4
	35-36	0.25	30.6
	36-37	0.29	32.2
	37-38	0.21	27.0
	38-39	0.29	26.0
	39-40	0.33	26.3
	40-41	0.20	24.7
	41-42	0.24	25.8
...	48-49	0.93	28.1
	49-50	1.29	24.9
H76 (Gillian)			
	71-72	0.36	23.7
	72-73	0.62	21.7
	73-74	0.33	30.4
	74-75	0.25	34.6
	75-76	0.55	21.8
	76-77	0.52	21.6
	77-78	0.44	19.0
H77 (Gillian)			
	60-61	0.35	25.3
	61-62	1.56	36.2
	62-63	0.59	57.6
	63-64	0.73	47.5
	64-65	0.57	52.6
	65-66	0.51	38.3
	66-67	0.40	28.1
	67-68	0.60	28.1
	68-69	0.33	16.1
	69-70	0.31	16.0
H78 (Gillian)			
	57-58	0.37	33.6
	58-59	1.01	48.0
	59-60	1.75	44.4
	60-61	0.71	47.4
	61-62	0.44	20.0
	61-62	0.44	20.0
H80 (Gillian)			
	7-8	0.21	46.9
	8-9	1.67	48.9
	9-10	0.55	31.4
H81 (Gillian)			
	21-22	0.30	48.1
	22-23	1.04	43.6
	23-24	0.86	33.5
	24-25	0.22	9.4
H82 (Gillian)			
	14-15	0.23	21.4
	15-16	0.35	25.9
	16-17	0.85	40.3
	17-18	0.42	38.6
	18-19	0.26	27.6
	19-20	0.31	29.4
	20-21	0.31	23.1
	21-22	0.62	45.2
	22-23	1.12	54.0
	23-24	1.52	56.6
	24-25	1.47	55.3
	25-26	1.07	59.5
	26-27	1.13	59.6
	27-28	0.97	51.9
	28-29	0.86	57.4
	29-30	0.94	58.3
	30-31	0.54	48.0
	31-32	0.36	45.0
	32-33	0.33	39.7
	33-34	0.15	32.0
	34-35	0.78	32.6
	35-36	1.19	35.2
	36-37	0.67	25.9



Hole	Intercept (m)	%Sn	%Fe
H83 (Gillian)			
	16-17	0.62	16.4
	17-18	0.60	24.7
	18-19	0.89	29.8
	19-20	0.89	27.8
	20-21	0.75	51.9
	21-22	1.00	50.7
	22-23	1.68	48.0
	23-24	1.16	58.2
	24-25	0.61	62.2
	25-26	0.47	63.2
	26-27	0.96	53.4
	27-28	2.02	53.5
	28-29	0.51	61.3
	29-30	0.79	59.1
	30-31	2.12	56.8
	31-32	1.20	57.5
	32-33	0.76	53.2
	33-34	0.98	57.1
	34-35	0.83	45.0
	35-36	1.05	47.1
	36-37	1.40	37.5
	37-38	1.83	46.3
	38-39	1.04	54.1
	39-40	1.21	53.6
	40-41	1.48	49.0
H85 (Gillian)			
	3-4	1.27	20.8
	4-5	0.75	12.2
H86 (Gillian)			
	49-50	2.04	41.3
	50-51	0.16	4.3
	51-52	0.22	5.3
	52-53	0.15	5.6
	53-54	1.00	15.9
	54-55	0.42	26.8
	55-56	0.90	49.3

3 CORPORATE

3.1. Security Holders

Total number of shares on issue was 46,098,001 (with 24,028,001 quoted). Total options on issue were 35,049,000 (with 16,014,000 quoted).

The company's top 5 shareholder are listed in Table 3.1

Table 3.1 Consolidated Tin Mines Ltd top 5 shareholders

Shareholder	% Of issued capital
Ralph De Lacey ATF The Ralph De Lacey Superannuation Fund	19.52
John Sainsbury Consulting Pty Ltd	15.51
ANZ Nom Ltd	9.90
Robert + Marina Roget	4.99
T E + F L Pugh	4.34

3.2. Cash Reserves

The Company has approximately \$1,663,000 in cash reserves at the end of the December quarter.

For further information please contact;

Ralph De Lacey
Managing Director
Consolidated Tin Mines

P: 07 4032 3319

M: 0428 163 176

E: ralph@nqmining.com.au

W: www.consolidatedtinmines.com.au

James Moses

Investor Relations and Media Relations

Mandate Corporate

M: 0420 991 574

E: james@mandatecorporate.com.au

The information contained in this report that relates to assay results of rock samples and drill chips, to mineral resource estimates and to ore reserve estimates of mineralisation has been compiled by John Sainsbury (BSc, AusIMM). John Sainsbury is a geologist of 30 years experience and has sufficient experience in the type of mineralisation under consideration to be a Competent Person as defined by the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves - JORC Code, 2004 Edition. John Sainsbury is an executive director of Consolidated Tin Mines Limited. John Sainsbury has consented to the inclusion of this information in the form and context in which it appears.

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

CONSOLIDATED TIN MINES LIMITED

ABN

57 126 634 606

Quarter ended ("current quarter")

31 December 2008

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 mths) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(413)	(875)
(b) development	-	-
(c) production	-	-
(d) administration	(92)	(237)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	17	61
1.5 Interest and other costs of finance paid	-	(1)
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(488)	(1,052)
Cash flows related to investing activities		
1.8 Payment for purchases: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(7)	(11)
(d) bonds & deposits	-	-
1.9 Proceeds from sale of: (a)prospects	-	-
(b)equity investments	-	-
(c)other fixed assets	-	-
(d)bonds & deposits	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(7)	(11)
1.13 Total operating and investing cash flows (carried forward)	(495)	(1,063)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(495)	(1,063)
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 (Share Issue Costs)	-	-
Net financing cash flows		-	-
Net increase (decrease) in cash held		(495)	(1,063)
1.20	Cash at beginning of quarter/year to date	2,158	2,726
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,663	1,663

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	100
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Remuneration of Directors

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

-

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

-

+ 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	200
4.2 Development	-
Total	200

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	22	-
5.2 Deposits at call	1,641	2,158
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,663	2,158

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	-	-	-	-

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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 <i>(description)</i>	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	46,098,001	24,028,001	-	-
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>	35,049,000	16,014,000	<i>Exercise price</i> 20 cents	<i>Expiry date</i> 31/12/2013
7.8 Issued during quarter	-	-		
7.9 Exercised during quarter	-	-		
7.10 Expired during quarter	-	-		
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <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:



(Company secretary)

Date: 30 January 2009

Print name: Kevin Hart

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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Cash Flow Statements* 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.

== == == == ==