

JUNE 2012 QUARTERLY REPORT

PERTH, Western Australia, July 31, 2012: Coalspur Mines Limited (“Coalspur” or “Company”) (ASX: CPL, TSX: CPT) is pleased to present its quarterly report for the three months ending 30 June 2012.

Highlights:

- Ms Gill Winckler, a former senior BHP Billiton executive, was appointed President and CEO following the resignation of Mr Gene Wusaty. Ms Winckler’s previous roles include Chief Development Officer of the Energy Coal division where she was responsible for BHP Billiton’s thermal coal business development activities and project growth pipeline around the world (announced 30 May 2012).
- Completed a production optimization study on Vista which resulted in an increase in the forecast annual marketable coal production capacity to 12.0Mtpa from 11.2Mtpa (announced 26 April 2012).
- Submitted the regulatory applications necessary to construct, operate and commission Phase 1 of Vista. Approval of these applications is targeted for early 2013 with construction on Vista to commence thereafter (announced 2 May 2012).
- Acquired an additional 14,432 hectares of coal bearing leases in the Hinton region for C\$13 million which are adjacent to the northeast boundary of Vista (“**Vista Extension**”) (announced 30 April 2012).
- Increased the Company’s Measured and Indicated Coal Resources to 1.7 Billion tonnes (“**Bt**”) following:
 - an initial Coal Resource estimate on Vista Extension, comprising 173.7 million tonnes (“**Mt**”) in the Measured and Indicated Mineral Resource categories and 969.3Mt in the Inferred Mineral Resource category (announced 9 May 2012); and
 - a substantial increase in the Vista South Coal Project (“**Vista South**”) Measured and Indicated Coal Resources to 470.5Mt and an increase in the Inferred Coal Resource to 604.5Mt (announced 23 May 2012).
- The Company is continuing its process to identify strategic investment partners as part of the financing strategy to fund Phase 1 of Vista. Original expectations were to finalize this process by 30 June 2012, however, uncertain global markets and weak short-term coal prices have resulted in this process taking longer than anticipated.

Subsequent to quarter end, the Company:

- Completed a scoping study on Vista Extension which confirms the potential for an economic and technically feasible underground longwall mine (announced 30 July 2012).

CANADA

Suite 880 550 11th Ave SW
Calgary AB T2R 1M7

Telephone: +1 403 261 9997
Facsimile: +1 403 767 6378

AUSTRALIA

Level 1 28 Ord Street
West Perth WA 6005

Telephone: +61 8 6555 2945
Facsimile: +61 8 6210 1153

Coalspur Mines Limited
ABN: 73 003 041 594

TSX Code: CPT
ASX Code: CPL

CANADIAN COAL PROJECTS

Vista Coal Project

Optimization Study on Vista Increases Production to 12.0Mtpa

On 26 April 2012 Coalspur announced the results of an optimization study on Vista which resulted in the increase in forecast annual marketable coal production capacity by 0.8Mtpa to 12.0Mtpa.

The optimization study was completed by CPG Resources – QCC Pty Ltd (“**CPG**”) as part of the ongoing engineering work on Vista. The optimization study included an analysis of the relationship between the clean coal production potential from Vista compared to the annual plant operating hours. The study concluded that the coal process plant is capable of operating at approximately 7,300 hours per year (83% net effective utilization) as compared to 6,800 hours per year (78% net effective utilization) which was estimated in the Feasibility Study. The increase in operating hours is possible through enhanced scheduling between mining operations and the coal process plant and from optimized equipment selection.

Table 1: Optimization Study – Clean Coal Production Summary

Clean Coal Production (Mtpa)	Annual Plant Operating Hours	Net Effective Utilization	Monthly Plant Operating Hours	Monthly Operating Days	Cumulative Hour Variance	Cumulative Operating Day Variance
11.2	6,835	78.0%	570	23.7	-	-
12.0	7,320	83.6%	610	25.4	40	1.7

Submission of Regulatory Applications for Phase 1 of Vista

Coalspur submitted the regulatory applications for Phase 1 of Vista required for the construction, operation, and commissioning of Phase 1 of Vista, allowing for production of up to 5.0Mtpa for 20 years. These applications include an Environmental Impact Assessment and regulatory applications under the Coal Conservation Act, Alberta Environmental Enhancement Act and Public Lands Act. Coalspur expects to receive approval of these regulatory applications in early 2013.

Following submission of the Phase 1 regulatory applications, Coalspur commenced preparing for the regulatory applications for Phase 2 of Vista, which will expand the capacity of Vista from 5.0Mtpa to 12.0Mtpa. Coalspur is planning to submit the Phase 2 applications in 2013. This two-phase regulatory approach follows the schedule outlined in the Vista Feasibility Study which utilizes the Mine Permit and Coal Processing Plant Approval obtained from the Alberta Government in May 2011.

Vista South Coal Project

Vista South Resource Upgrade

During the quarter the Company announced that, following a recent drilling program, it had substantially increased the Vista South Measured and Indicated Coal Resources to 470.5Mt and upgraded the Inferred Coal Resource to 604.5Mt. The preparation of the Coal Resource estimate was undertaken by Moose Mountain Technical Services in accordance with the JORC Code (2004) and National Instrument 43-101.

Vista Extension

Acquisition, Initial Resource Estimate, and Scoping Study Completion

On 30 April 2012 the Company acquired Vista Extension for \$13 million in cash. Vista Extension covers 14,432 hectares of coal bearing leases adjacent to Vista and is located on the northeast boundary of Vista. During the quarter the Company announced an initial Measured and Indicated Coal Resource of 173.7Mt and a further 969.3Mt in the Inferred Resource category on Vista Extension. The Company's Coal Resource estimates for Vista, Vista South, and Vista Extension are outlined in Table 2 below.

On 30 July 2012 the Company announced the results of a scoping study for an underground longwall mine on Vista Extension. Coalspur believes Vista Extension could provide the Company with a third phase of growth, leveraging off Vista's coal mining, handling and processing infrastructure and the rail and port capacity that has already been secured. Further details of the scoping study on Vista Extension are contained in the news release dated 30 July 2012.

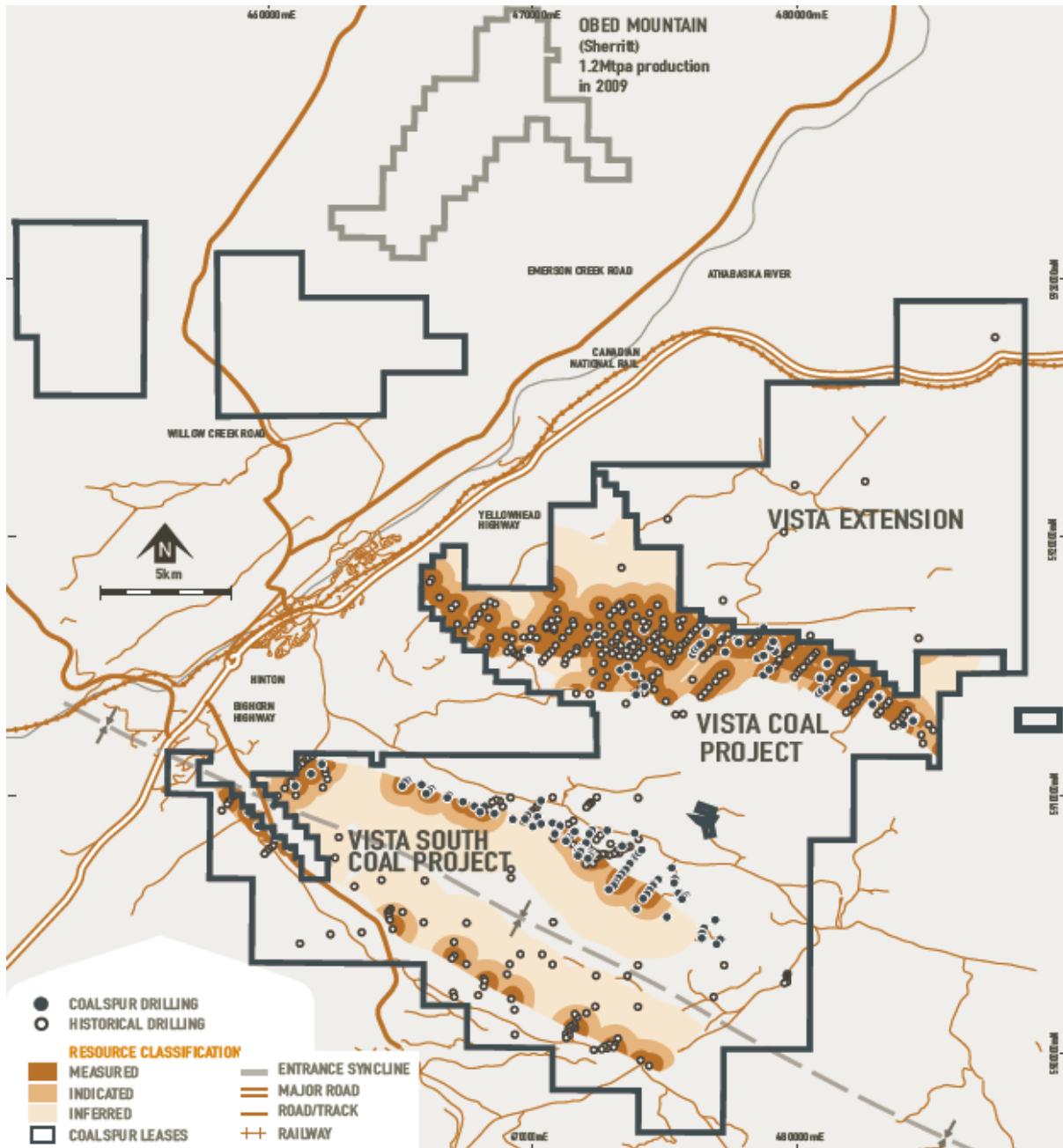


Figure 1: Coalspur Lease Holdings

Table 2: JORC / NI 43-101 Coal Resources

	Measured (Mt)	Indicated (Mt)	Measured & Indicated (Mt)	Inferred (Mt)
Vista Coal Project	686.0	369.9	1,055.9	460.9
Vista South Coal Project	210.6	259.9	470.5	604.5
Vista Extension	6.5	167.2	173.7	969.3
Coalspur Total Resources	903.1	797.0	1,700.1	2,034.7

Note: Vista Extension Coal Resource estimates effective May 8, 2012, Vista Coal Project Coal Resource estimates effective May 8, 2012 and Vista South Coal Project Coal Resource estimates effective May 22, 2012

CORPORATE

Key Management Appointments

On 30 May 2012, the Company announced the appointment of Ms Gill Winckler as President and CEO and a member of the Board, effective 1 July 2012, following the resignation of Mr Gene Wusaty.

Gill Winckler joins Coalspur from BHP Billiton, where she worked for the past 15 years in a number of senior executive roles. Gill was Chief Development Officer of the Energy Coal division where she was responsible for BHP Billiton's thermal coal business development activities and project growth pipeline around the world. During her tenure BHP Billiton significantly increased its thermal coal presence in Australia and also initiated and advanced various expansion projects in South Africa.

Most recently Gill was Vice President of Strategy and Development for BHP Billiton's Diamonds and Specialty Products division based in Canada. In this role she was instrumental in advancing the company's potash growth program in Canada, specifically delivering two successful market acquisitions and multiple exploration programs, as well as progressing projects towards Feasibility Study and securing the required port and rail options.

Gill is a Chartered Accountant and holds a B Comm (Hons) and a B.Sc.

During the quarter Gene Wusaty resigned from the Board and as Managing Director and CEO effective 30 June 2012. Coalspur wishes to sincerely thank Mr Wusaty for his invaluable contributions to the Company having done an outstanding job in building Coalspur from a junior explorer into a major thermal coal development company on the cusp of production. The Company wishes him well in his future endeavours.

Credit Facility

On 16 May 2012, the Company drew C\$20 million against its C\$70 million credit facility with Highland Park to make scheduled deposits against port capacity, and provide for continued exploration and development of its coal projects. The Company has an additional C\$50 million available to it under the facility.

Potential Strategic Investment and Funding

The Company continues to advance its process of identifying strategic investment partners which will form part of the financing strategy to fund Phase 1 of Vista (the "**Process**"). The Process may also include long term marketing arrangements for the purchase of coal from Vista. The Company has concluded trips to Japan, Korea and China visiting with potential joint venture partners / off-takers.

The Company had expected to complete the Process by 30 June 2012, however, uncertain global markets and weak short-term coal prices have resulted in this process taking longer than anticipated.

Coalspur has also commenced discussions with financial institutions and coal trading entities to evaluate options for the balance of the capital required for Phase 1 of Vista. The Company anticipates this funding to comprise a mix of traditional debt financing and funding linked to coal marketing arrangements.

Going Forward

The Company is currently focusing on the financing, regulatory and technical efforts necessary to commence construction on Vista. Activities in the coming months are expected to include:

- Continue discussions with potential strategic investment partners;

- Progress the regulatory applications for Phase 1 of Vista;
- Progress the detailed design engineering on Vista;
- Progress negotiations with CN on the definitive transportation agreement; and
- Continue discussions with mining contractors who may be utilized during the construction phase and the initial years of mining at Vista.

For additional information, please contact:

Gill Winckler

President and CEO

Telephone: +1 403 261 9971

Chris Borowski

Investor Relations

Telephone: + 1 403 767 6377

Regulatory Disclosures

For further information regarding the Vista Coal Project and Vista South Coal Project, including a description of Coalspur's quality assurance program, quality control measures, the geology, samples collected and testing procedures in respect of the projects, please refer to the technical report on the Vista Coal Project titled "Coalspur Mines Limited: Feasibility Study of the Vista Coal Project, Hinton, Alberta" dated January 26, 2012 and the technical report on the Vista South Project titled "Resource Estimate for the Vista South Coal Property" dated December 15, 2010, which are compliant with National Instrument 43-101 – "Standards of Disclosure for Mineral Projects" ("NI 43-101") and are available for review on SEDAR at sedar.com.

Competent Person / Qualified Person Statements

The information in this news release that relates to Recoverable Coal Reserves, mining engineering, mining capital cost, mining operating costs, and economic financial analysis is based on information compiled by Mr. David Leslie, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta. Mr. Leslie is a full-time employee of Coalspur. Mr. Leslie has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a "Competent Person" as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code"), and a "Qualified Person" under NI 43-101. Mr. Leslie has approved and consents to the inclusion of such information in this report in the form and context in which it appears.

The information in this news release that relates to coal quality and process yield estimates to derive Marketable Coal Reserves, operating costs and capital costs related to coal crushing, coal handling, and infrastructure, coal crushing, handling, processing and thermal drying is based on information compiled by Mr. Gordon Mudryk, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta. Mr. Mudryk is a full-time employee of Coalspur. Mr. Mudryk has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a "Competent Person" as defined in the 2004 Edition of the JORC Code, and a "Qualified Person" under NI 43-101. Mr. Mudryk has approved and consents to the inclusion of such information in this report in the form and context in which it appears.

The information in this news release that relates to Coal Resources is based on information compiled by Mr. John Innis, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta. Mr. Innis is a full-time employee of Coalspur. Mr. Innis has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a "Competent Person" as defined in the 2004 Edition of the JORC Code, and a "Qualified Person" under NI 43-101. Mr. Innis has approved and consents to the inclusion of such information in this report in the form and context in which it appears.

All other scientific and technical information in this Report is based on information compiled by Mr. David Leslie, who is a Member of the Association of Professional Engineers and Geoscientists of Alberta. Mr. Leslie is a full-time employee of Coalspur. Mr. Leslie has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a "Competent Person" as defined in the JORC Code, and a "Qualified Person" under NI 43-101. Mr. Leslie has approved and consents to the inclusion of such information in this report in the form and context in which it appears.

Forward Looking Statements

This news release contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the development of Vista, funding for the development of Vista, the outcome of any arrangements with partners which may provide future funding for the development of Vista or coal marketing arrangements for Coalspur, any reduction in costs for the development of Vista, the Company's feasibility study, the mine plan, drilling programs, time lines and completion dates, permits and approvals, an updated resource for Vista South, resource estimates on Vista Extension, business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, studies, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'will', 'expect', 'potential', 'outlook', 'anticipate', 'project', 'target', 'likely', 'believe', 'estimate', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'plan', 'forecast', "evolve" or variations of such terms and similar expressions. Persons reading this news release are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different.

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Such factors include, without limitation, inherent uncertainties and risks associated with mineral exploration; uncertainties related to the availability of future financing necessary to undertake activities on the Company's properties; uncertainties related to general economic conditions; uncertainties related to global financial conditions; risks related to the integration of businesses and assets acquired by the Company; risks associated with the Company having no history of earnings or production revenue; uncertainties related to the possible recalculation of, or reduction in, the Company's mineral reserves and resources; uncertainties related to the outcome of studies to be undertaken by the Company; uncertainties relating to fluctuations in coal price; the risk that the Company's title to its properties could be challenged; risks related to the Company's ability to attract and retain qualified personnel; uncertainties related to the requirement for ministerial approval for a change of control of the Company; risks relating to consultation with the public and aboriginal groups;

uncertainties related to the competitiveness of the mineral resource industry; risks associated with the company's ability to secure adequate access to clean coal transportation infrastructure, risks associated with the Company being subject to government regulation, including changes in regulation; risks associated with the Company being subject to environmental laws and regulations, including a change in regulation; risks associated with the Company's need for governmental licenses, permits and approvals; uninsured risks and hazards; risks associated with fluctuations in foreign exchange rates; risks related to default by joint venture parties, contractors and agents; inherent risks associated with litigation; risks associated with potential conflicts of interest; risks related to effecting service of process on directors resident in foreign countries; risk associated with a potential financial misstatement due to error or fraud; uncertainties related to the Company's limited operating history; risks related to the Company's lack of a dividend history; risks associated with potential computer hardware or software failure; risks relating to short term investments; and uncertainties related to fluctuations in the Company's share price. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended.

In making the forward-looking statements the Company has applied several material assumptions which may prove to be incorrect, including, but not limited to, (1) that all required third party approvals will be obtained for the development, construction and production of its properties, (2) there being no significant disruptions affecting operations, whether due to labour disruptions, supply disruptions, power disruptions, damage to equipment or otherwise; (3) permitting, development and expansion proceeding on a basis consistent with the Company's current expectations; (4) currency exchange rates being approximately consistent with current levels; (5) certain price assumptions for coal; (6) production forecasts meeting expectations; (7) the accuracy of the Company's current mineral resource and reserve estimates; (8) labour and materials costs increasing on a basis consistent with the Company's current expectations; (9) that any additional required financing will be available on reasonable terms; and (10) assumptions made and judgments used in engineering and geological interpretation.

There can be no assurance that forward looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward looking statements.

The Company disclaims any intent or obligation to update or revise any forward-looking statements whether as a result of new information, estimates or options, future events or results or otherwise, unless required to do so by law.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

COALSPUR MINES LIMITED

ABN

73 003 041 594

Quarter ended ("current quarter")

June 30, 2012

Consolidated statement of cash flows

ALL VALUES REPORTED IN CANADIAN DOLLARS (C\$)

		Current quarter C\$'000	Year to date (12 months) C\$'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for:		
	(a) exploration & evaluation	(3,257)	(12,373)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(839)	(5,757)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	55	558
1.5	Interest and other costs of finance paid	-	(25)
1.6	Income taxes paid	-	-
1.7	Other	-	-
	Net Operating Cash Flows	(4,041)	(17,597)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	(13,000)	(19,027)
	(b) equity investments	-	-
	(c) other fixed assets	(15)	(723)
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 a) Port deposit and option exercise	(14,000)	(49,500)
	b) Capitalized development costs	(4,197)	(6,607)
	Net investing cash flows	(31,212)	(75,857)
1.13	Total operating and investing cash flows (carried forward)	(35,253)	(93,454)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(35,253)	(93,454)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	26	12,867
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	20,000	20,000
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material): (a) share issue costs	-	(593)
	Net financing cash flows	20,026	32,274
	Net increase (decrease) in cash held	(15,227)	(61,180)
1.20	Cash at beginning of quarter/year to date	22,220	67,973
1.21	Exchange rate adjustments to item 1.20	-	200
1.22	Cash at end of quarter	6,993	6,993

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 \$C'000
1.23	Aggregate amount of payments to the parties included in item 1.2	135
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 **Explanation necessary for an understanding of the transactions**

Following the publication of the Vista Coal Project Feasibility Study, the functional currency of the group's parent company was prospectively changed to Canadian dollars as of February 1, 2012.

1.12: During the current quarter, the Company paid a non-refundable, deposit instalment of \$C4 million to secure 4 million tonnes per year port capacity, and \$C10 million to exercise an option to obtain an additional 2.5 million tonnes per year port capacity.

1.16: During the current quarter, the Company negotiated a \$C70 million credit facility with a related party. The Company drew \$C20 million against the facility during the quarter, and had \$C50 million available to draw under the facility at June 30, 2012.

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**

Not applicable

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**

Not applicable

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$C'000	Amount used \$C'000
3.1 Loan facilities (see 1.25)	50,000	20,000
3.2 Credit standby arrangements	210	52

Estimated cash outflows for next quarter

	\$C'000
4.1 Exploration and evaluation	468
4.2 Development	12,863
4.3 Production	-
4.4 Administration	1,591
Total	14,922

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 \$C'000	Previous quarter \$C'000
5.1 Cash on hand and at bank	5,539	2,088
5.2 Deposits at call	1,454	20,132
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	6,993	22,220

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	Not applicable			
6.2 Interests in mining tenements acquired or increased	Leases 1307050787 through 1307050802 Lease 1308060419 Lease 1308060420	Alberta Crown Coal Leases	NIL	100%

+ 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 quote	Issue price per security (see note 3)	Amount paid up per security (see note 3)
7.1 Preference⁺ securities <i>(description)</i>	32,500,000	-	Not applicable	Not applicable
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	620,729,899	620,729,899	Not applicable	Not applicable
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>	<i>Options:</i>		<i>Exercise price</i>	<i>Expiry date</i>
	2,750,000	-	A\$0.10	31 Dec 2013
	2,750,000	-	A\$0.15	30 June 2014
	2,750,000	-	A\$0.20	31 Dec 2014
	2,750,000	-	A\$0.25	30 June 2015
	125,000	-	A\$0.35	10 Feb 2013
	800,000	-	A\$0.40	31 Dec 2013
	1,150,000	-	A\$0.50	30 June 2014
	1,150,000	-	A\$0.60	31 Dec 2014
	15,000,000	-	A\$0.70	31 Dec 2012
	350,000	-	A\$0.70	30 Jun 2015
	1,450,000	-	A\$0.85	30 June 2014
	1,450,000	-	A\$0.95	31 Dec 2014
	1,450,000	-	A\$1.05	30 Jun 2015
	2,000,000	-	A\$0.80	30 Aug 2013
	8,000,000	-	C\$1.5624	8 May 2015
	2,000,000	-	C\$1.6220	16 May 2015
	5,000,000	-	greater of C\$1.248 and 120% of 5 day VWAP prior to vesting date	3 years from vesting date
	<i>Rights</i>			
	135,000		C\$Nil	31 Dec 2012
	750,065		C\$Nil	30 June 2013
	615,065		C\$Nil	30 June 2015
	615,065		C\$Nil	30 June 2016
7.8 Issued during quarter	<i>Rights:</i>		<i>Exercise price</i>	<i>Expiry date</i>
	31,190		C\$Nil	30 June 2013
	31,190		C\$Nil	30 June 2015
	31,190		C\$Nil	30 June 2016
7.9 Exercised during quarter	-			
7.10 Forfeited during quarter	<i>Rights:</i>		<i>Exercise price</i>	<i>Expiry date</i>
	234,000		C\$Nil	30 June 2013
	234,000		C\$Nil	30 June 2015
	234,000		C\$Nil	30 June 2016
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 ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.



Sign here:..... Date: July 31 2012

(Director/Company secretary)

Print name Simon Robertson

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.

== == == == ==

+ See chapter 19 for defined terms.