

ABN 97 006 391 948

Level 1 329 Hay Street Subiaco WA 6008
PO Box 1770 Subiaco WA 6904
Tel : 08 9286 6999
Fax : 08 9286 6969
Email: admin@deepyellow.com.au
Website: www.deepyellow.com.au

25 January 2007

QUARTERLY REPORT

FOR THE PERIOD ENDING 31 DECEMBER 2006

The December Quarter has seen a number of the Company's Projects in Australia advance significantly.

HIGHLIGHTS

AUSTRALIA

- The partial Napperby JORC Inferred Mineral Resource totals 1.9 million tonnes at 0.036% (360ppm) U_3O_8 for 670 tonnes or 1.5 million pounds of contained U_3O_8 .
- Deep Yellow Limited (DYL) has agreed to acquire 100% of a private company Superior Uranium Pty Ltd (SUPL) which owns 100% of four granted uranium Exploration Permits (EPMs) and two EPM applications in northwest and north Queensland subject to due diligence and Board approval.
- Mt Isa drill programme partially completed, it had to be curtailed due to bushfires. A total of 9 holes for 774 metres were drilled at the Lochness Prospect and 2 holes for 140 metres was drilled at the Miranda Prospect.

NAMIBIA

- DYL completed the acquisition of Raptor Minerals Limited and thereby obtained control of three contiguous Exclusive Prospecting Licences (EPLs 3496, 3497 and 3499). The tenements acquired are to the west and southwest of Paladin Resources Limited's Langer Heinrich uranium mine.

CORPORATE

- Entitlement issue closed on 13 December 2006 raising a total of \$15.5 million. Cash on hand \$25.3M.
- Paladin Resources Ltd now DYL's major shareholder, holding 11.29% of the Company.
- Mr Mervyn Greene joined the Board as a Non Executive Director

The latest increase in the uranium price to US\$72 per pound continues to provide both impetus and confidence to the expansion of DYL's activities and exploration programmes through mergers and acquisition.

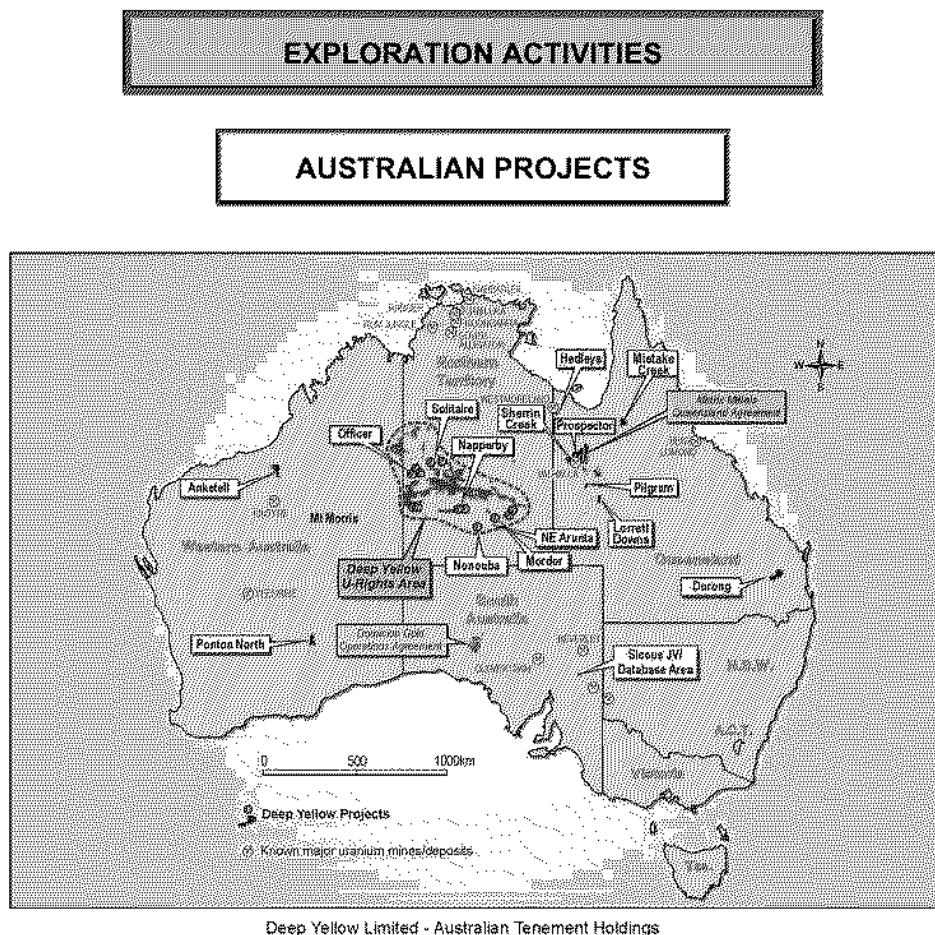


Figure 1

NORTHERN TERRITORY

Napperby Project (100% DYL)

DYL announced to the ASX on 13 December 2006 that FinOre Mining Consultants (FinOre) had provided the Company with an Inferred Mineral Resource (reported to JORC standard) for that part of the Napperby uranium deposit drilled out during June to September 2006.

The Inferred Mineral Resource totals 1.9 million tonnes at 0.036% (360ppm) U_3O_8 for 670 tonnes or 1.5 million pounds of contained U_3O_8 .

DYL has previously announced an historic estimate for the Napperby deposit by Uranerz (1979) which reported to contain between 5,700 and 6,200 tonnes of contained U_3O_8 within a range of 0.036 – 0.038% (360 – 380ppm) U_3O_8 . This historic estimate refers to mineralisation occurring over 14 kms 'strike' of the mineralised palaeochannel system.

The current (FinOre) Mineral Resource estimate of 670 tonnes of U_3O_8 occurs within only **1 km 'strike'** out of the known 14 km mineralised channel system. The FinOre resource was estimated using an inverse distance squared grade model with a lower cut-off grade of 200ppm U_3O_8 and a top-cut of 1,800ppm U_3O_8 (without a top cut it contains 690 tonnes of U_3O_8). Work is in progress to upgrade the Mineral Resource to an Indicated category. This work includes detailed drill collar survey measurements and additional specific gravity measurements.

The current Mineral Resource estimate containing 670 tonnes of U_3O_8 at an average grade of 360 ppm is **about 20% more U_3O_8** than that estimated by Uranerz for the same geographical area and is in keeping with Uranerz's prediction model that closer spaced drilling enhances the amount of uranium present.

FinOre is currently carrying out a review of the drill hole spacing (pattern) required for on-going drill programmes. Based on these recommendations DYL will plan a 2007 exploration programme for the project.

The DYL Directors are confident that further detail drilling at Napperby over the 14 kms 'strike' of the mineralised palaeochannel system will likely produce a Mineral Resource (to JORC reporting standard) of a similar order of magnitude to that of between 5,700 and 6,200 tonnes of contained U_3O_8 within a range of 0.036 – 0.038% (360 – 380ppm) U_3O_8 estimated by Uranerz in 1979.

NE Arunta Project (100% DYL)

An RC percussion drill programme totalling 13 holes for 749 metres was carried out at four locations within EL9890. No significant uranium (oxide) values were returned from the programme and the tenement is now scheduled for relinquishment.

Tanami-Arunta (100% DYL)

Tanami Gold NL (TGNL) advised DYL that it had completed all planned 'gold' exploration on a number of tenements without any success. Several of its tenements have uranium potential and TGNL has transferred 'title' to DYL 100% for 10 exploration licences covering 2,373 km².

DYL is still awaiting a response from the CLC with respect to negotiation of the terms and conditions for uranium exploration programmes on these tenements.

In addition DYL also applied for a further two exploration licences covering 1,417 km² in the Mt Doreen area to the north of the Bigrlyi uranium deposit. The target within these tenements is calcrete-hosted uranium mineralisation in palaeochannels draining the 'hot' Mt Doreen granites (which is also the most likely source of uranium for the Bigrlyi mineralisation).

QUEENSLAND

Mt Isa District

DYL announced to the ASX on 3 January 2007 that it had reached agreement to acquire 100% of a private company Superior Uranium Pty Ltd (SUPL) which owns 100% of four granted uranium Exploration Permits (EPMs) and two EPM applications in northwest and north Queensland from the soon to be listed (on ASX) Superior Resources Limited (SRL) a Queensland base metal explorer subject to due diligence and Board approval.

The acquisition of the four granted EPMS and one EPM Application (see Figure 2) in the Mt Isa district covering 1,060 km² together with the uranium rights to a further 4,436 km² subject to the NW Queensland Joint Venture with Matrix Metals Ltd will establish DYL as a major player in this highly prospective uranium province. In order to support its on-going commitment to regional and detail exploration programmes in the district DYL has established an exploration office with associated infrastructure in Mt Isa as a permanent base.

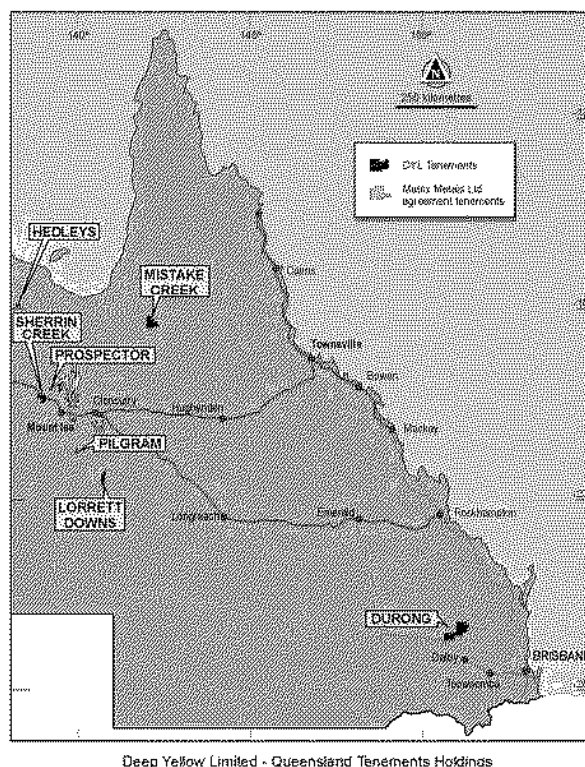


Figure 2

Granted EPMS 15070 (Prospector), 15072 (Pilgrim) and EPM 15194 (Lorrett Downs) and EPM application 16007 (Sherrin Creek) are located in the Mt Isa district. EPM 15249 (Hedleys) is located 340 km northwest of Mt Isa and 50 km south of the Westmoreland uranium province, and EPM application 16008 (Mistake Creek) is located in the Croydon district north Queensland.

The acquisition of the SUPL tenements will establish DYL as a major player in the highly prospective uranium rich Mt Isa district through:

- Access to immediate drill targets for Valhalla-Skal type uranium mineralisation at the Queens Gift and Calton Hills prospects.
- Access to a number of untested surficial uranium anomalies also to the north and east of the Valhalla-Skal deposits.
- An opportunity to explore for shallow secondary uranium deposits associated with younger cover sequences to the Mt Isa Inlier basement rocks.
- An opportunity to explore for uranium mineralised in concealed Tertiary channels draining 'hot granites' in the Croydon and Durong districts.

On completion of the acquisition DYL will initially focus on EPM 15070 (Prospector). Located approximately 65 km north of Mount Isa (see Figure 2) the tenement covers a number of airborne radiometric anomalies and known uranium occurrences. The primary target is Proterozoic basement Valhalla – Skal type mineralisation.

Queens Gift Prospect: At the Queens Gift, three significant radiometric anomalies within units of the Eastern Creek Volcanics lie in a zone which trends to the west of north and extends over a distance of greater than 1 km. Previous drilling returned a number of significant shallow intersections that require follow-up drilling, namely:

- 26 m at 470 ppm U_3O_8 from 36 m
- 1.5 m at 1,200 ppm U_3O_8 from 21.5 m
- 5 m at 800 ppm U_3O_8 from 49 m
- 4.5 m at 910 ppm U_3O_8 from 32.5 m

At surface, uranium mineralisation in this area occurs over a width of approximately 20 m with the zone of mineralisation registering over 1,500 cps on the hand held scintillometer where it outcrops. This zone occurs within a broader zone of lesser radioactivity some 30 m to 40 m across.

Sampling of the Queens Gift outcrop area by DYL's consultant geologist returned a maximum value of 3,530 ppm U_3O_8 from an iron carbonate altered chloritic schist.

Queens Gift

Close up of uranium and chalcopryite bearing iron carbonate altered chloritic schist.



Calton Hills Prospect: This covers a prominent airborne uranium radiometric anomaly. The anomaly lies 3 km to the north of the Watta and Warwai uranium prospects of Summit Resources.

The Calton Hills uranium anomaly is of high order and roughly circular with dimensions of 400 to 500 m. It is more prominent than the uranium anomalies that lie over the Watta and Warwai prospects (see Figure 3). The strongest part of the anomaly overlies a roughly east-trending fine grained ironstone unit, which outcrops along a low ridge. The ironstone appears to be dipping northerly at about 15° and it appears to extend under cover to the east. Generally the ironstone gives a strong radiometric response above 1,000 cps with the hand-held scintillometer over a strike length of about 100 to 150 m. A surface assay from the ironstone returned up to 270 ppm U_3O_8 and 690 ppm Cu.

The Watta deposit 3 km to the south of the tenement was the focus of much of the work and was eventually drilled to obtain material for metallurgical testing by Mary Kathleen Uranium (MKU) in 1981 prior to the closure of the Mary Kathleen mine.

MKU estimated an historic resource of 650,000 tonnes at a grade of 700 ppm U_3O_8 containing 450 tonnes U_3O_8 using a 500 ppm U_3O_8 cut-off grade and 4,200,000 tonnes at a grade of 450 ppm U_3O_8 containing 1,900 tonnes U_3O_8 using a 300 ppm U_3O_8 cut-off grade.

Drill intersections for the Watta deposit recently reported by Summit Resources include:

- 33 m at 400 ppm U_3O_8
- 47 m at 500 ppm U_3O_8
- 7 m at 1,100 ppm U_3O_8

The highly prospective Calton Hills airborne radiometric anomaly has a greater intensity and aerial extent than the drill proven Watta prospect and has potential for strike continuity under shallow cover to the east of the prospect.

The Prospector EPM and the Queens Gift and Calton Hills prospects are readily accessible from existing tracks and it is DYL's intention to fast track the prospects to drilling stage as early as possible in the 2007 field season.

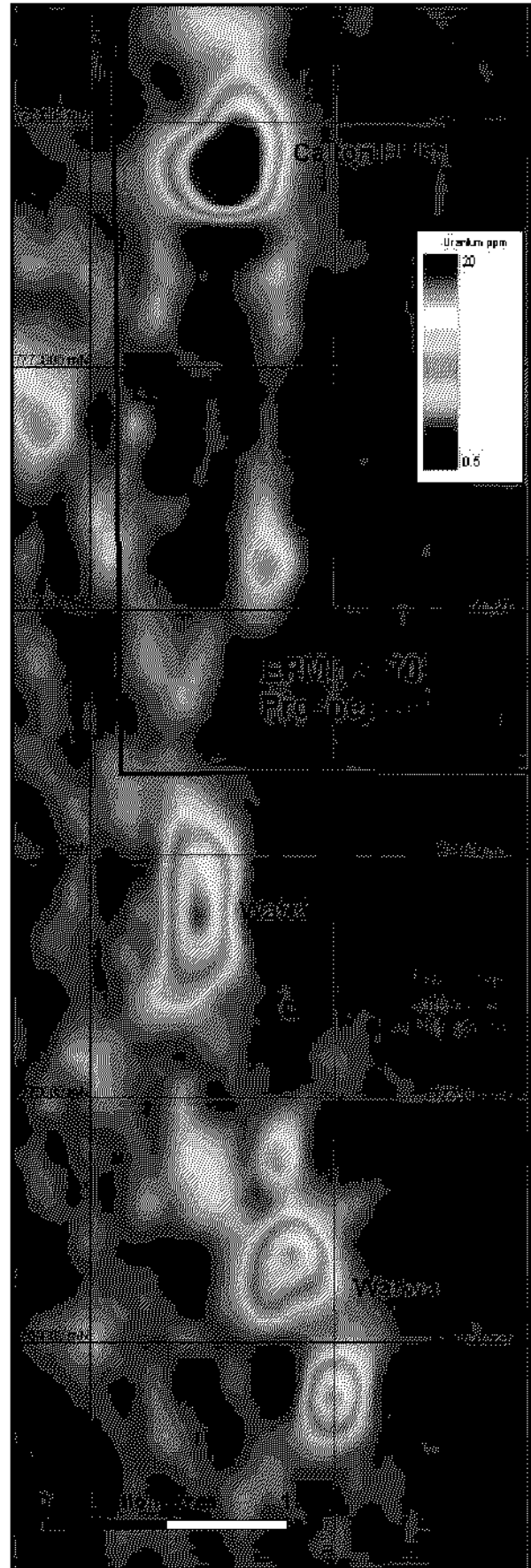
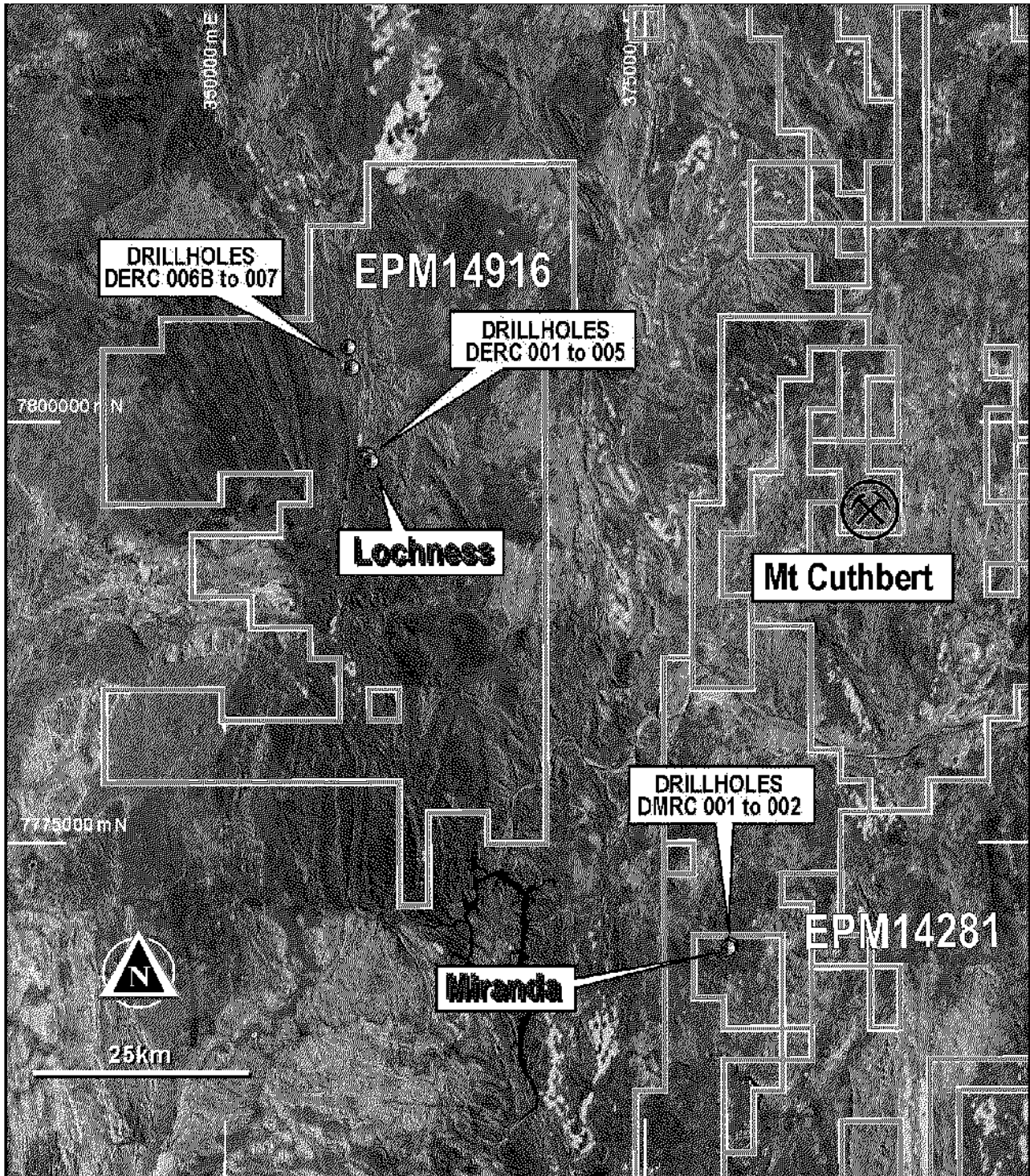


Figure 3 – Calton Hills Prospect

Deep Yellow/Matrix Metals NW Uranium Joint Venture (Earning 80%)

An RC percussion drill programme was carried out on EPM 14196 (Lochness and Lochness North Prospects) and EPM 14281 (Miranda Prospect). The programme totalling 9 holes for 774 metres was curtailed prior to completion of the Miranda drilling due to bushfires in close proximity to the drill rig. Five holes were drilled at the Lochness Prospect and 2 holes at the Lochness North Prospect (see Figure 4). In both cases the drilling was designed to undercut regional airborne uranium radiometric anomalies backed up by uranium anomalous surface samples.



Lochness & Miranda Projects, Mt Isa, Queensland
 DRILLHOLE LOCATIONS - December 2006

Figure 4

Results from the drill programme are not yet available and further detail on the geologic setting of the target radiometric anomalies will be released together with the drill results in early February.

At the Miranda Prospect two holes were drilled to undercut a bedrock uranium anomalous zone (peak assay 0.964% (9640 ppm) U_3O_8). The first hole (DMRC-001) was drilled 20 metres northeast of the 1982 CRA percussion hole which returned 18m @ 0.081% (810 ppm) U_3O_8 from 30 metres downhole.

Hole DMRC-002 was drilled as an undercut (15 metres west) to DMRC-001 but was abandoned at 78 metres ahead of a target depth of 90 metres due to bushfire activity. Assay results are not yet available for the drilling programme. A full report on geologic setting of the Miranda Prospect will be given with the release of the drill results in early February.

Table 1 – Lochness and Miranda Drill Statistics

Prospect	Drill Holes	Co-ords Easting	Co-ords Northing	RL m	Inclination / Towards	Depth m
Lochness	DERC-001	0358412	7798354	332.0	-60/264M	100
Lochness	DERC-002	0358427	7798333	334.3	-60/263.5M	66
Lochness	DERC-003	0358444	7798332	333.3	-60/264M	90
Lochness	DERC-004	0358402	7798332	334.8	-60/260M	130
Lochness	DERC-005	0358480	7798332	330.6	-60/263M	120
Lochness North	DERC-006B	0357187	7803374	324.1	-60/232M	70
Lochness North	DERC-007	0357047	7804737	312.0	-60/234.5M	60
Miranda	DMRC-001	0379812	7769108	217.0	-60/034M	60
Miranda	DMRC-002	0379804	7769100	217.0	-60/035M	78

Durong Project

DYL (90%) and SRL (10%) applied for five EPMs over an area of 1,550 km² in the Kingaroy–Chinchilla district South East Queensland. The four granted EPMs and one application cover approximately 50 km strike of a southwest trending palaeochannel. The 'headwaters' of the palaeochannel comprise the outcropping Boondooma Granite which has a reasonably high uranium content as indicated by airborne radiometric survey data.

The Durong Project is a greenfields conceptual target where the granite is seen as a potential source of uranium for the development of sandstone/roll front style uranium deposits in the organic rich Tertiary stream channels.

As part of the acquisition of SUPL ownership of SRL's 10% interest in Durong Project will revert to DYL.

DYL plans to fly an airborne electromagnetic survey over the tenements in early 2007 in order to delineate the potential sites for uranium deposition within the buried palaeochannel.

SOUTH AUSTRALIA

Western Gawler Project (DYL can earn 100% of uranium rights)

Geophysical Consultants, Fugro delivered final airborne electromagnetic (AEM) survey data to DYL in mid January. Preliminary images produced by DYL's Consultant Geophysicist for the area flown indicate that over 100 kms of palaeochannel development is interpreted within Dominion Gold Operations Pty Ltd (Dominion) tenement holdings.

Final interpretation of the AEM data will be received in late February which will allow DYL to plan regional RAB/Aircore drill testing of priority palaeochannels.

It is unlikely that the South Australian Government sponsored re-assay of Dominion's extensive 'calcrete' database will be available in the short term to augment the AEM data ahead of planned drill programmes.

Siccus Joint Venture (DYL 90%)

Fugro have also supplied DYL with preliminary images from the recently flown AEM survey over EL 3288.

The previously interpreted 'broad' palaeochannel at ± 150 metres depth flowing north for ± 40 kms towards Lake Frome has been confirmed (interpreted) as a well defined (2-3 kms wide) sinuous drainage with major 'channel meanders and channel confluences' which are targets for uranium mineralisation.

Processing and interpretation of the data will be completed in the March quarter.

NAMIBIA

REPTILE PROJECT

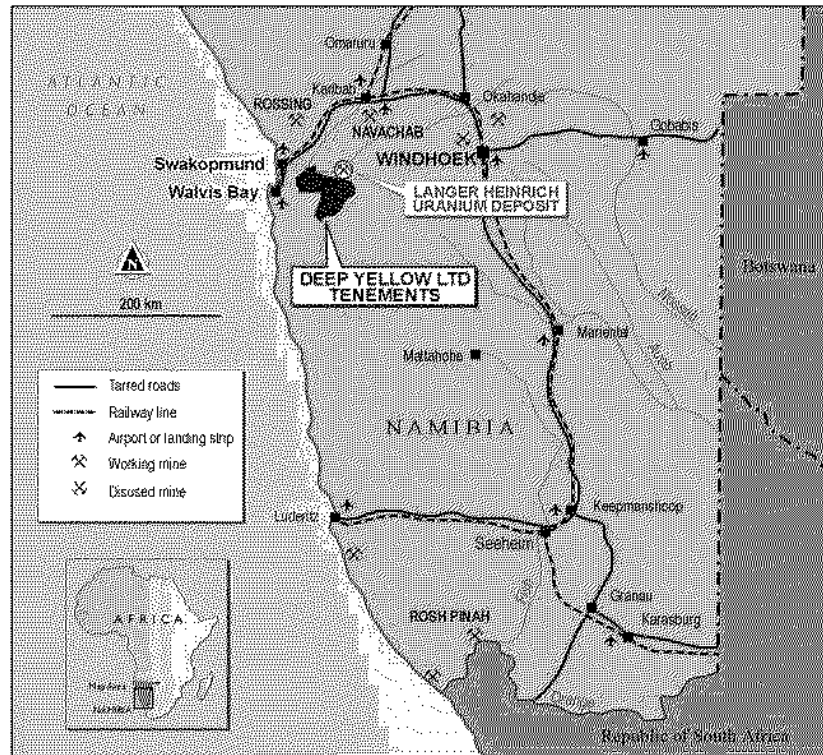
On 13 October 2006 DYL announced that it had reached agreement with Raptor Partners Limited ("RPL"), a British Virgin Islands ("BVI") registered company, and its shareholders, to effectively merge the uranium interests of the parties.

Subsequently the merger was achieved through DYL acquiring ultimate control of Reptile Investments Four (Pty) Limited ("Reptile"), by the issue of 174 million DYL shares and payment of a small portion of the overall consideration in cash. Reptile is a Namibian registered company that holds three contiguous Exclusive Prospecting Licences (EPLs 3496, 3497 and 3499) to the west and southwest of Paladin Resources Limited's Langer Heinrich uranium mine ("Reptile Tenements"). All three EPLs were granted on 6 June 2006 for three years and are valid for the Base and Rare Metals group and the Nuclear Fuel group of minerals, as defined by the Namibian Minerals Act 1992.

The agreement provided for a two tranche acquisition process. On 27 November 2006 Directors' resolved to pay cash of A\$2.58 million and issue 92 million DYL shares (the first tranche) in consideration for the transfer of 51% of the issued capital of Raptor Minerals Limited (RML) a BVI Company which ultimately owns the shares in Reptile. Following this and after receiving shareholder approval at the Company's Annual General Meeting the Directors' resolved to issue a further 82 million DYL shares (the second tranche) on 21 December 2006, in consideration for the remaining 49% of the issued capital of RML.

The merger gives DYL access to approximately 2,622 km² of ground that is highly prospective for uranium mineralisation similar in style of formation to that of Langer Heinrich (latest published JORC compliant contained U₃O₈ resources of 44,000 tonnes).

The area covered by the Reptile Tenements was previously explored by major international companies such as Anglo American, Falconbridge, General Mining and Aquitaine who outlined extensive zones containing uranium.



Deep Yellow Limited - Namibia Tenement Holdings

Figure 5

Prior to commencing exploration Environmental Clearance is required and negotiations with the Ministry of Environment and Tourism (MET) have been ongoing in an effort to get the Environmental Contract approved and issued.

In the interim, DYL personnel are sourcing and acquiring all the historic exploration data, which is then being digitised. Office and accommodation premises have also been acquired in Swakopmund and hiring of personnel is underway.

First-pass exploration will be non-intrusive airborne electronic surveys to determine areas with the most potential based on buried channel calcrete deposits that could host economic concentrations of uranium mineralisation.

CORPORATE

Entitlement Issue

On 13 October 2006 the Directors announced a Non Renounceable Entitlement Issue to eligible shareholders.

The issue was made in order to fund the additional exploration expenditure required on recent acquisitions and in addition to satisfy the conditions of the 'Reptile Merger Agreement', The Entitlement Issue made an offer to shareholders of 1 new share for every 5 shares held at an issue price of 12 cents.

On 13 December 2006 the Entitlement Issue was successfully closed with acceptances of 120,201,563 shares representing 92.9% of the potential under the offer. The shortfall of some 9,186,163 shares was placed with major shareholder Paladin Resources Limited and brought the total amount raised under the offer to \$15,526,527.

Director Appointment

The 'Reptile Merger Agreement', announced on 13 October 2006, provided RPL with the right to propose an additional Board member to DYL. Following the successful completion of the merger the Directors were very pleased to propose Mr Mervyn Greene's appointment to join the Company's Board.

Mr Greene's appointment was approved at the Company's Annual General Meeting.

Mr Greene (aged 46) has a masters degree in Mathematics and bachelor degree in Engineering from Trinity College in Dublin. Mr Greene also has an MBA from London Business School. Between 1997 and 2005 Mr Greene was a partner of Irwin Jacobs Greene, one of Namibia's premier stockbroking, money market, private equity and corporate finance advisory firms, which has been involved in a number of capital raisings for Namibian State enterprises. Mr Greene has had broad experience in a range of corporate transactions both in Namibia and abroad.

Between 1984 and 1993, Mr Greene worked for Morgan Stanley in New York and London including in management roles in UK/European Equity Research and International Equities (Sales and Trading).

Deep Yellow Directors, Employees and Other Permitted Person Option Plan (Employee Option Scheme)

During the quarter the Directors put in place the Employee Option Scheme and following approval received at the Annual General Meeting, resolved to issue 7 million options to employees and contractors.

The options were issued in two tranches, 3.5 million exercisable at 45 cents on or before 31 December 2009 and 3.5 million exercisable at 60 cents on or before 31 December 2010. All options issued had vesting periods of 18 months and 30 months respectively.

Change in Exercise Price

Following completion of the Entitlement Issue and pursuant to Listing Rule 6.22 and relevant option terms, the Directors note a change to the exercise price for the following unlisted options.

Options	Exercise Date	Old Price	New Price
12,500,000	31 July 2008	11.5	8.5
6,000,000	31 December 2008	24.5	21.5
4,000,000	31 December 2008	34.5	31.5



Dr Leon Pretorius
Executive Chairman
Deep Yellow Limited

Further Information: Martin Kavanagh
(08) 9286 6999

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Leon Pretorius a Fellow of The Australasian Institute of Mining and Metallurgy. Dr Pretorius 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Pretorius consents to the inclusion in the report of the matters based on his 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

DEEP YELLOW LIMITED

ABN

97 006 391 948

Quarter ended ("current quarter")

31 DECEMBER 2006

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(560)	(1,376)
(b) development	-	-
(c) production	-	-
(d) administration	(390)	(541)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	165	365
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	3
Net Operating Cash Flows	(785)	(1,549)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) tenements	(2,828)	(2,828)
(b) equity investments	-	-
(c) other fixed assets	(226)	(242)
(d) environmental bonds	-	(20)
1.9 Proceeds from sale of:		
(a) tenements	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
(d) environmental bonds	-	177
1.10 Loans to other entities	-	-
1.11 Loans repaid from other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(3,054)	(2,913)
1.13 Total operating and investing cash flows (carried forward)	(3,839)	(4,462)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(3,839)	(4,462)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	15,600	15,600
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	-	-
	Net financing cash flows	15,600	15,600
	Net increase (decrease) in cash held	11,761	11,138
1.20	Cash at beginning of quarter/year to date	13,588	14,211
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	25,349	25,349

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	144
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors remuneration and consultancy fees.

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

\$67,698,000 issued share capital comprising 174,000,000 ordinary shares issued in respect of the acquisition of an entity holding Namibian exploration licences.

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	N/A	
3.2	Credit standby arrangements	N/A	

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	1,000
4.2	Development	-
Total		1,000

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	25,349	13,588
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		25,349	13,588

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			
	NIL			
6.2	Interests in mining tenements acquired or increased			
	EL 8846	Granted	0%	100%
	EL 9807	Granted	0%	100%
	EL 9809	Granted	0%	100%
	EL 10360	Granted	0%	100%
	EL 10401	Granted	0%	100%
	EL 10404	Granted	0%	100%
	EL 22918	Granted	0%	100%
	EL 22923	Granted	0%	100%
	EL 23640	Granted	0%	100%
	EL 23991	Granted	0%	100%
	EL 25968	Application	0%	100%
	EL 25701	Application	0%	100%
	EL 25702	Application	0%	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 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>	NIL			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	NIL			
7.3 +Ordinary securities	955,433,697	955,433,697		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	328,387,731 NIL	328,387,731		
7.5 +Convertible debt securities <i>(description)</i>	NIL			
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>Unlisted options</i> 160,000 12,500,000 6,000,000 4,000,000 16,000,000 3,500,000 3,500,000	- - - - - - -	<i>Exercise Price</i> 35 cents 8.5 cents 21.5 cents 31.5 cents 55.5 cents 45 cents 60 cents	<i>Expiry Date</i> 01/01/2007 31/7/2008 31/12/2008 31/12/2008 30/11/2009 31/12/2009 31/12/2010
7.8 Issued during quarter	16,000,000 3,500,000 3,500,000	- - -	55.5 cents 45 cents 60 cents	30/11/2009 31/12/2009 31/12/2010
7.9 Exercised during quarter	25,000,000	-	0.5 cents	31/12/2007
7.10 Expired during quarter	NIL			
7.11 Debentures <i>(totals only)</i>	NIL			
7.12 Unsecured notes <i>(totals only)</i>	NIL			

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 25 January 2007
(Company secretary)

Print name: MARK PITTS
.....

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.

=====