

# 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

EMMERSON RESOURCES LIMITED

ABN

53 117 086 745

Quarter ended ("current quarter")

30 September, 2008

### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(1,640)	(1,640)
(b) development	-	-
(c) production	-	-
(d) administration	(434)	(434)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	301	301
1.5 Interest and other costs of finance paid	(0)	(0)
1.6 Income taxes paid	-	-
1.7 Other	-	-
<b>Net Operating Cash Flows</b>	<b>(1,773)</b>	<b>(1,773)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(211)	(211)
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 Increase in Performance Bonds	-	-
<b>Net investing cash flows</b>	<b>(211)</b>	<b>(211)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(1,985)</b>	<b>(1,985)</b>

1.13	Total operating and investing cash flows (brought forward)	(1,985)	(1,985)
<b>Cash flows related to financing activities</b>			
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 - payment of finance lease	(1)	(1)
1.19	Other - share issue costs	-	-
	<b>Net financing cash flows</b>	<b>(1)</b>	<b>(1)</b>
1.20	<b>Net increase (decrease) in cash held</b>	<b>(1,986)</b>	<b>(1,986)</b>
1.21			
1.22	Cash at beginning of quarter/year to date	16,174	16,174
	Exchange rate adjustments to item 1.20	-	-
	<b>Cash at end of quarter</b>	<b>14,188</b>	<b>14,188</b>

**Payments to directors of the entity and associates of the directors**

**Payments to related entities of the entity and associates of related entities**

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	112
1.24	Aggregate amount of payments to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors remuneration
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**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

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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

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## 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	(1,500)
4.2	Development	-
<b>Total</b>		<b>(1,500)</b>

## 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 as follows.

		Current quarter \$A'000	Previous quarter \$A'000
5.1	Cash on hand and at bank	468	404
5.2	Deposits at call	13,720	15,770
5.3	Bank overdraft		
5.4	Other (provide details)		
<b>Total: cash at end of quarter</b> (item 1.22)		<b>14,188</b>	<b>16,174</b>

## Changes in interest 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	EL22590 } EL10129 } EL10311 }	Cancelled and replaced by SEL26594	100%	100%							
		EL22583 } EL23745 } EL23746 } EL9909 } EL10017 } EL23073 }				Cancelled and replaced by SEL26595						
		EL7810 } EL10166 }					Cancelled and replaced by SEL26596					
		EL10118						Replaced by SEL25912				
		SEL26594							100%	0		
		SEL26595										
		SEL26596										
		SEL25912									100%	
		6.2							Interests in mining tenements acquired or increased			

## Issues 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	Amount paid up per security
7.1 <b>Partly paid +securities</b>				
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	203,485,213	161,423,197		Fully paid
7.4 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs				
7.5 <b>+Convertible debt securities (description)</b>				
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 <b>Options</b>				
	5,000,000	Nil	<i>Exercise Price \$0.25 per share</i>	Expiring 31 July 2010
	5,500,000	Nil	<i>Exercise Price \$0.25 per share</i>	Expiring 31 July 2012
	5,000,000	Nil	<i>Exercise Price \$0.25 per share</i>	Expiring 13 December 2012
	5,000,000	Nil	<i>Exercise Price \$0.30 per share</i>	Expiring 13 December 2012
	1,000,000	Nil	<i>Exercise Price \$0.25 per share</i>	Expiring 5 years from the date on which the 20 day Volume Weighted Average Price (VWAP) of the Company's shares (as traded on the ASX) is equal to or more than 1.5 times the VWAP calculated for the first 20 days trading of the Company's shares on the ASX.
	500,000	Nil	<i>Exercise Price \$0.25 per share</i>	Expiring 10 March 2013
	1,600,000	Nil	<i>Exercise Price \$0.21 per share</i>	Expiring 31 July 2010
7.8 Issued during quarter	1,600,000	Nil	<i>Exercise Price \$0.21 per share</i>	Expiring 31 July 2010

7.9	Exercised during quarter	None			
7.10	Expired during quarter	None			
7.11	<b>Debentures</b> <i>(totals only)</i>				
7.12	<b>Unsecured notes</b> <i>(totals only)</i>				

## 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 the ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  Dated: 22nd October, 2008

Print Name: Shane Volk  
Company Secretary

## 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.

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