

# 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

**GREENLAND MINERALS AND ENERGY LIMITED**

ABN

85 118 463 004

Quarter ended ("current quarter")

30 June 2010

### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6months) \$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	(2,859)	(3,296)
(b) development	-	-
(c) production	-	-
(d) administration	(1,235)	(2,533)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	58	169
1.5 Interest and other costs of finance paid	-	-
1.6 GST (paid)/received	(44)	(18)
1.7 Other (recovery of expenses)	46	873
<b>Net Operating Cash Flows</b>	<b>(4,034)</b>	<b>(4,805)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of:		
(a)prospects	-	-
(b)equity investments	(217)	(217)
(c) other fixed assets	(10)	(69)
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 (provide details if material)	-	-
<b>Net investing cash flows</b>	<b>(227)</b>	<b>(286)</b>
1.13 Total operating and investing cash flows (carried forward)	(4,261)	(5,091)

1.13 Total operating and investing cash flows (brought forward)	(4,261)	(5,091)
<b>Cash flows related to financing activities</b>		
1.14 Proceeds from issues of shares, options, etc.	214	1,087

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1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (costs related to capital raising)	-	-
<b>Net financing cash flows</b>		214	1,087
<b>Net increase (decrease) in cash held</b>		(4,047)	(4,004)
1.20	Cash at beginning of quarter/year to date	7,657	7,614
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	3,610*	3,610

\*see note 1.25 below.

**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	223
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Further commentary

The Company on 8 July, 2010, announced to the market details of the successful completion of a \$6,000,000 (AUD) capital raising. As the capital raising had not been finalised at 30 June 2010, funds received from the capital raising have not been represented in the above "Cash at end of quarter" balance. The \$6,000,000 (AUD) raised, (less issue costs) is in addition to the above stated cash balance.

In addition to the placement, the Company also received in July \$700,000 in refundable research and development cash rebates from the Australian Taxation Office.

Please note that as the Company has now adopted a January to December financial year, the year to date balances above, represent the first two quarters of the Company's financial year.

**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

N/A

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

N/A

**Financing facilities available**

Add notes as necessary for an understanding of the position.

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	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	2,500
4.2 Development	Nil
4.3 Production	Nil
4.4 Administration	1,350
<b>Total</b>	<b>3,850</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 is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	225	1,033
5.2 Deposits at call	3,385	6,624
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (refer item 1.25)	<b>3,610</b>	<b>7,657</b>

**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	-	-

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**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 <b>Preference +securities</b> <i>(description)</i>	-	-	-	-
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 <b>+Ordinary securities</b>	232,258,247	232,258,247	Various	Various
7.4 Changes during quarter				
(a) Increases through issues	1,069,681	1,069,681	20	20
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	-	-	-	-
7.6 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through securities matured, converted	-	-	-	-
7.7 <b>Options</b> <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	158,270,355	138,470,355	20	30/06/2001
	2,338,480	-	150	30/06/2011
	5,750,000	-	50	30/06/2011
	6,250,000	-	100	30/06/2011
	750,000	-	10	30/06/2013
	1,000,000	-	20	30/06/2011
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	1,069,681	1,069,681	20	30/06/2011
7.10 Expired during quarter	-	-		

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



Sign here: ..... Date: 28 July 2010  
(Director)

Print name: Simon Cato

## 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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