

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

GuifX Ltd

ABN

41 062 284 084

Quarter ended ("current quarter")

30 June 2006

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$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	—	—
(b) development	—	—
(c) production	—	—
(d) administration	(459)	(1,442)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	20	50
1.5 Interest and other costs of finance paid	—	—
1.6 Income taxes paid	—	—
1.7 Other (provide details if material)	—	7
Net Operating Cash Flows	(439)	(1,385)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	(1,049)	(1,049)
(b)equity investments	—	—
(c) other fixed assets	—	(37)
1.9 Proceeds from sale of: (a)prospects	—	—
(b)equity investments	—	149
(c)other fixed assets	—	—
1.10 Loans to other entities	—	—
1.11 Loans repaid by other entities	—	—
1.12 Other (provide details if material)	—	—
Net investing cash flows	(1,049)	(937)
1.13 Total operating and investing cash flows (carried forward)	(1,488)	(2,322)

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1.13	Total operating and investing cash flows (brought forward)	(1,488)	(2,322)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	3,612	4,798
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 expenses	(217)	(257)
	Net financing cash flows	3,395	4,541
	Net increase (decrease) in cash held	1,907	2,219
1.20	Cash at beginning of quarter/year to date	1,223	911
1.21	Exchange rate adjustments to item 1.20	24	24
1.22	Cash at end of quarter	3,154	3,154

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	125
1.24	Aggregate amount of loans to the parties included in item 1.10	—

1.25 Explanation necessary for an understanding of the transactions

Consulting fees and directors 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

During the quarter, options valued at \$5,678,776 were issued at no cost, shares valued at \$221,014 were issued in consideration for the cancellation of options valued at \$148,803 and Discovery shares valued at \$157 were issued at no cost.

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	—
4.2 Development	—
Total	—

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	3,154	1,223
5.2 Deposits at call	—	—
5.3 Bank overdraft	—	—
5.4 Other (provide details)	—	—
Total: cash at end of quarter (item 1.22)	3,154	1,223

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 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	54,126,907	54,126,907		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	18,060,000 2,851,796 (33,215,130)	18,060,000 2,851,796 (33,215,130)	20 cents Nil Capital Consolidation	20 cents Nil
7.5 *Discovery Shares	7,500,000	Nil		
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	7,500,000		Nil	Nil
7.7 Options <i>(description and conversion factor)</i>	26,842,407	23,342,407	<i>Exercise price</i> 20 cents	<i>Expiry date</i> 31-Dec-2009
7.8 Issued during quarter	30,224,814 (5,282,407) (19,972,501) (17,110,774)	26,742,814 (5,282,407)	20 cents Capital Consol Capital Consol Cancelled	31-Dec-2009 31-Dec-2009 30-Jun-2006 30-Jun-2006
7.9 Exercised during quarter				
7.10 Expired during quarter	2,861,725		40 cents	30-Jun-2006
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

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