

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

Australia Minerals & Mining Group Limited

ABN

45 125 301 206

Quarter ended ("current quarter")

31 December 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 Mths) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(268)	(553)
(b) development	-	-
(c) production	-	-
(d) administration	(174)	(262)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	136	304
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (Research & Development)	(172)	(188)
Net Operating Cash Flows	(478)	(700)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	(2)
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)	-	-
Net investing cash flows	-	(2)
1.13 Total operating and investing cash flows (carried forward)	(478)	(702)

+ See chapter 19 for defined terms.

Appendix 5B

Australia Minerals & Mining Group Limited – December 2011 quarterly report

1.13	Total operating and investing cash flows (brought forward)	(478)	(702)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares/options	32	32
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 (provide details if material)	-	-
	Net financing cash flows	-	32
	Net increase (decrease) in cash held	(446)	(670)
1.20	Cash at beginning of quarter/year to date	6,356	6,580
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	5,910	5,910

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	120
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Amount included under 1.23 includes \$11,818 for rental of office premises for the quarter

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.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	Nil	Nil
3.2	Credit standby arrangements	Nil	Nil

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation (includes R&D)	375
4.2 Development	-
4.3 Production	-
4.4 Administration	150
Total	525

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	78	64
5.2 Deposits at call	5,832	6,292
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	5,910	6,356

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	E04/2099	Relinquished	100%	0%
	E45/3777	Relinquished	100%	0%
	E08/1891	Relinquished	100%	0%
	E45/3778	Relinquished	100%	0%
6.2 Interests in mining tenements acquired or increased	E04/2155	Acquired	0%	100%
	E08/2351	Acquired	0%	100%
	E09/1949	Acquired	0%	100%
	E09/1950	Acquired	0%	100%
	E45/3974	Acquired	0%	100%
	E45/3985	Acquired	0%	100%
	E70/4256	Acquired	0%	100%
E70/4257	Acquired	0%	100%	

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Appendix 5B
Australia Minerals & Mining Group Limited – December 2011 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 (cents)	Amount paid up per security (cents)
7.1 Preference⁺securities (<i>description</i>)	-	-		
7.2 Changes during quarter	-	-		
7.3 +Ordinary securities	100,975,002	52,100,000		
7.4 Changes during quarter				
(a) Increases through issues	5,000	5,000	\$0.20	\$0.20
(<i>conversion of options</i>)				
(b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities (<i>description</i>)				
7.6 Changes during quarter				
7.7 Options (<i>description and conversion factor</i>)			<i>Exercise price</i>	<i>Expiry date</i>
Listed Options (AKAOA)	30,505,297	30,505,297	20 cents	30/11/2012
Class B Performance Shares	2,000,000	-	-	9/7/2014
Class C Performance Shares	3,000,000	-	-	9/7/2014
Class D Performance Shares	3,000,000	-	-	9/7/2014
Founder Options (AKAAM)	8,000,000	-	20 cents	31/08/2015
Employee Options (AKAAQ)	500,000	-	20 cents	8/2/2015
Employee Options (AKAAS)	333,333	-	30 cents	4/2/2015
Employee Options	200,000	-	25 cents	15/9/2015
7.8 Issued during quarter	30,505,297	30,505,297	20 cents	30/11/2012
7.9 Exercised during quarter	(5,000)	(5,000)		
7.10 Expired/Lapsed during quarter				
Listed Options (AKAO)	(41,982,501)	(41,982,501)	20 cents	30/10/2011
Employee Options	(300,000)		25 cents	15/9/2015
Employee Options (AKAAQ)	(500,000)		20 cents	8/2/2015
Employee Options (AKAAQ)	(500,000)		25 cents	8/2/2015
Employee Options (AKAAQ)	(500,000)		30 cents	8/2/2015
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 give a true and fair view of the matters disclosed.

Piers Lewis
Company Secretary

Date: 31 January 2012

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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