

# 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

GVM Metals Limited

ABN

98 008 905 388

Quarter ended ("current quarter")

30 June 2007

### Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (12 months) \$A'000
1.1	Receipts from product sales and related debtors	20,098	54,118
1.2	Payments for (a) exploration and evaluation	(2,731)	(2,954)
	(b) development		
	(c) production	(13,387)	(43,853)
	(d) administration	(817)	(5,020)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	296	550
1.5	Interest and other costs of finance paid	(424)	(830)
1.6	Income taxes paid	(65)	(960)
1.7	Other	-	-
<b>Net Operating Cash Flows</b>		<b>2,970</b>	<b>1,051</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a)prospects		
	(b)equity investments	(9,312)	(9,937)
	(c) other fixed assets	(74)	(200)
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	0	422
1.12	Other (provide details if material)	-	-
<b>Net investing cash flows</b>		<b>(9,386)</b>	<b>(9,715)</b>
1.13	Total operating and investing cash flows (carried forward)	(6,416)	(8,664)

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(6,416)	(8,664)
1.14	<b>Cash flows related to financing activities</b>		
	Proceeds from issues of shares, options, etc.(net) <i>see note below</i>	60,036	74,216
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	(1,593)	(3,239)
1.18	Dividends paid	(0)	(260)
1.19	Other (Exchange rate related movements in foreign borrowings and reserves)		
	<b>Net financing cash flows</b>	<b>58,443</b>	<b>70,717</b>
	<b>Net increase (decrease) in cash held</b>	<b>52,027</b>	<b>62,053</b>
1.20	Cash at beginning of quarter/year to date	10,074	50
1.21	Exchange rate adjustments to item 1.20	3	1
1.22	<b>Cash at end of quarter</b>	<b>62,104</b>	<b>62,104</b>

**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	60
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

**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

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	3,662	-
3.2 Credit standby arrangements		

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	(2,500)
4.2 Development	-
<b>Total</b>	<b>(2,500)</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 is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	57,672	10,687
5.2 Deposits at call	4,384	-
5.3 Bank overdraft	-	(613)
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	<b>62,056</b>	<b>10,074</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				

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

6.2 Interests in mining  
tenements acquired or  
increased

Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
Holfontein 138 IS	Transfer of Mineral Rights is subject to South African Department of Minerals and Energy approval.	0%	100%
Tanga 648 MS		0%	100%
Wildgoose 577 MS	The South African Department of Minerals and Energy has approved the transfer of the Mineral Rights to GVM.	0%	100%
Ancaster 501 MS		0%	100%
Voorburg 503 MS		0%	100%
Cavan 508 MS		0%	100%
Jutland 536 MS		0%	100%
Cohen 591 MS		0%	100%
Enfield 521 MS (consolidation of remaining extent of Enfield 474 MS, Brosdoorn 682 MS and R/E of Grootvlei 684 MS)		0%	100%
Albert 686 MS		0%	100%
Jolfre 584 MS		0%	100%
Kleinenberg 636 MS		0%	100%
Castle Koppies 652 MS		0%	100%
Fanie 578 MS		0%	100%
Chase 576 MS		0%	100%
Fripp 645 MS		0%	100%
Bekaf 650 MS		0%	100%
Overvlakte 125 MS		0%	74%
Bergen Op Zoom 124 MS		0%	74%
Semple 119 MS		0%	74%
Almond 120 MS		0%	74%
Voorspoed 836 MS		0%	74%
Stayt 183 M8		0%	74%
Riet 182 MS		0%	74%

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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> (description)				
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	207,768,703	207,768,703		
7.4 Changes during quarter				
(a) Increases through issues	37,352,941	37,352,941	34 pence	34 pence
	8,333,333	8,333,333	30 pence	30 pence
	22,223,000	22,223,000	54pence	54pence
	34,868,283	34,868,283	30 cents	30 cents
	10,000,000	10,000,000	30 pence	30 pence
	1,250,000	1,250,000	40 pence	40 pence
(b) Decreases through returns of capital, buy-backs	181,818	181,818	11 pence	11 pence
7.5 <b>+Convertible debt securities</b> (description)				
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)	21,842,326	-	Exercise price See Note 6	Expiry date See Note 6
7.8 Issued during quarter	12,842,326	Nil	Exercise price See Note 6	Expiry date See Note 6
7.9 Exercised during quarter	Nil	Nil		
7.10 Expired during quarter	Nil	Nil		
7.11 <b>Debentures</b> (totals only)				
7.12 <b>Unsecured notes</b> (totals only)				

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## 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: 30 July 2007  
(Director)

Print name: Simon Farrell

## 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.
- 6 Issued and Quoted Securities as at 30 June 2007:

Number Issued	Number Quoted	Exercise Price	Expiry Date	Lapsed Since End of quarter
13,500,000	-	A\$0.50	30 September 2011	-
555,575	-	GBP0.54	31 May 2009	-
786,751	-	GBP0.34	17 May 2009	-
7,000,000	-	A\$1.25	30 September 2012	-

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