



O R O P A
L I M I T E D

QUARTERLY REPORT

for three months ending 31 December 2005

HIGHLIGHTS

Corporate

The pro rata non renounceable rights issue to raise up to \$3.82 million that was dispatched to Company's shareholders in early December 2005 has been extended until 5pm Friday 3 February 2006. This offer followed shortly after the shareholders had approved a Consolidation of Capital at a Shareholders' Meeting on 31 October 2005

Pungkut Gold Project

Drilling activities were concentrated in the southern block at the Tambang Hitam and nearby Tambang Tinggi prospects, where epithermal mineralisation was encountered in a number of holes, the most notable intersection being 25m @ 4.58g/t Au from 31m in TTDD002, one of five scout holes drilled at Tambang Tinggi. In the northern block, extensive trenching was completed at the Sambung prospect, where several trenches dug over a strike length exceeding 1km, encountered widespread high grade near surface gold mineralisation. A follow up drilling programme is to commence in early February.

Block D-7

Significant progress was made at a high court hearing in mid-January when the court dismissed claims made by third parties against Oropa's Indian joint venture company over small areas within the Prospecting Licence area. That decision paves the way for the Chhattisgarh high court to dismiss the case and hand it back to the state government for processing.

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1. CORPORATE

At a shareholders meeting convened on 31 October 2005, the Company's shareholders approved a Consolidation of Capital in Oropa on a 1:10 basis, resulting in a post consolidated capital of 68,226,697 million shares on issue and 13,280,776 listed options, each to acquire shares at an exercise price of \$0.50 on or before 31 December 2007.

The Company's Annual General Meeting was held on 29 November 2005. All resolutions were passed.

On 22 November 2005, the Company announced a pro rata non-renounceable rights issue to shareholders to raise up to \$3.82 million via the issue of up to 27,290,678 shares on the basis of two shares for every five held at an issue price of \$0.14 per share, together with up to 13,645,340 free attaching options, each to acquire one share at \$0.20 on or before 31 December 2006. The rights issue initially was scheduled to close on 21 December 2005, but was subsequently extended up until 20 January 2006 to allow shareholders more time to respond to the offer.

On 20 January 2006 the Australian Stock Exchange Limited ("ASX") granted the Company a further 2 week extension up until 5:00pm Friday 3 February 2006 in consideration of an increase in Oropa's share price and also as a result of encouraging trenching assays at the Sambung prospect, to the south of the Sihayo 1 North gold resource. In this instance a letter to shareholders notifying them of the second extension, together with a copy of the Sambung

trenching results was dispatched to shareholders.

2. REVIEW OF OPERATIONS

2.1 Indonesia

Pungkut Gold Project, Sumatra (75%)

Tambang Hitam

Tambang Hitam, located 5km from the Trans Sumatran highway in the southern block of the Pungkut Project, is a high priority target that has a cohesive soil gold anomaly, high-grade rock chip and trenching gold values, an extensive lithological alteration pattern and the presence of artisanal workers.

Oropa completed a scout-drilling programme of this target area during the December quarter, which consisted of seven drill holes for 855.9 metres. Drilling tested mineralised vein systems delineated by surface mapping, trenching, sampling and surveying of underground workings. The company was primarily testing for shallow mineralisation amenable to an open pit style mining operation.

Gold mineralisation at Tambang Hitam, was intersected in several holes, with better results of 1m @ 3.93g/t Au from 105m in drill hole THDD001, 4m @ 2.75g/t Au from 80m in THDD002, which included 1m @ 10.10g/t Au from 76m and 2m @ 2.01g/t Au from surface in THDD005, which also intersected 2m @ 2.58g/t Au from 109m.

The type of alteration and quartz vein textures observed in both core and outcrop indicates that drilling intersected

the uppermost, lower temperature zone of a low sulphidation epithermal system.

Geological modelling of the deposit suggests that better gold grades may be present at depth as both bonanza and vein-hosted zones; a concept that can only be tested through deeper drilling.

Although drilling intersected significant mineralisation, it is apparent that the

probability of defining a mineable near-surface resource is low. As such, the Company intends to test other high priority, near-surface targets in the immediate vicinity before contemplating any further work at Tambang Hitam.

Tambang Hitam Geological Model and Drill Hole Plan

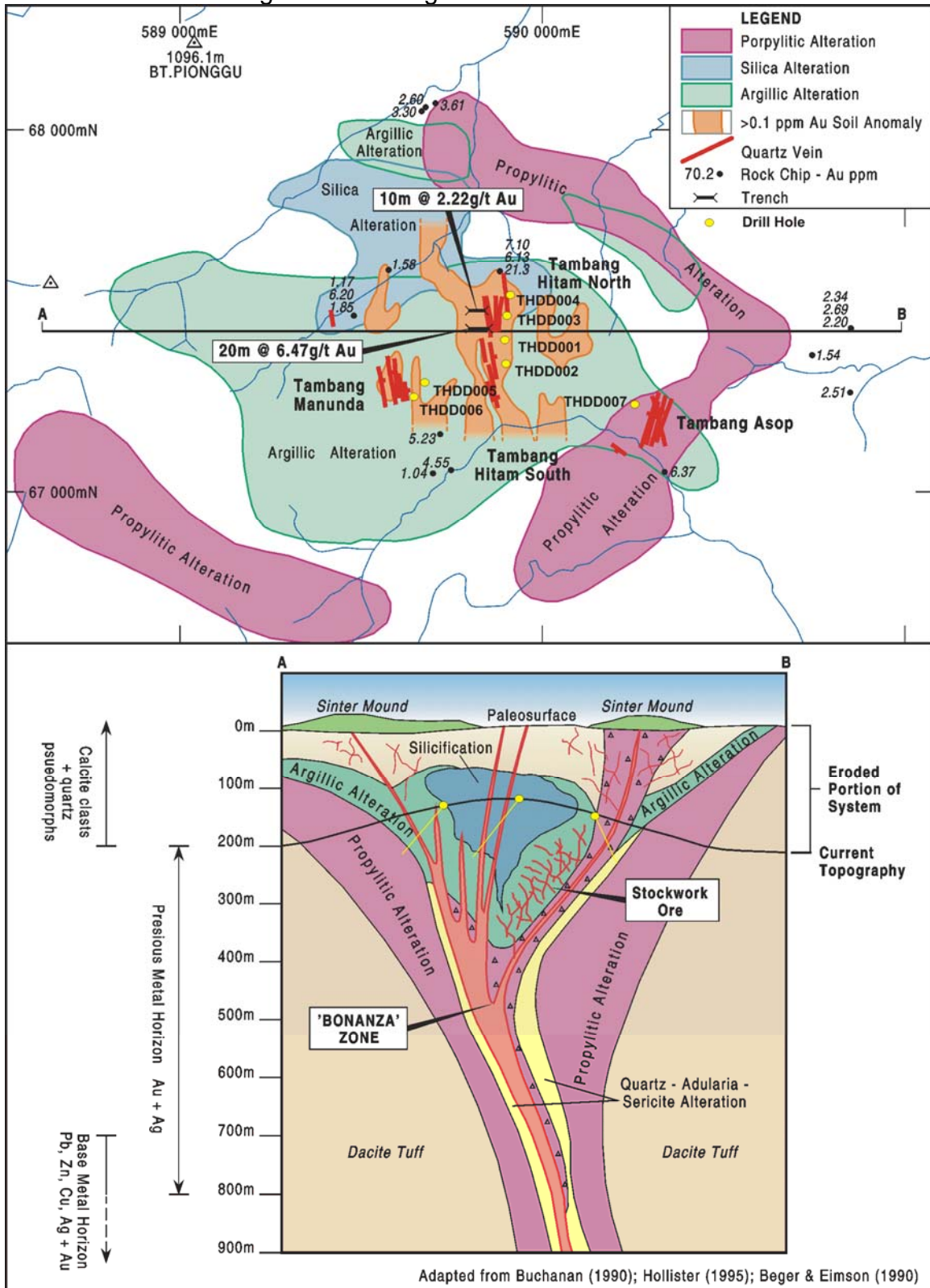


Figure 1

Tambang Tinggi

The Company completed five scout drill holes for 633.5 metres at Tambang Tinggi this quarter. The prospect, located approximately 2km east of

Tambang Hitam, was selected as a primary target area due to highly anomalous rock chips collected from small-scale local workings.

Tambang Tinggi: Visible Gold in Rock Chip



Figure 2

Drill hole TTDD001 intersected several zones of mineralisation that included 25m @ 0.68g/t Au from 22m and 25m @ 1.4g/t Au from 59m. Copper mineralisation was also intersected in several zones that included 11m @ 0.12% Cu from 45m and 7.8m @ 0.2% Cu from 64m

The second drill hole TTDD002, drilled in a direction 120 degrees around from THDD001 from the same pad also intersected several zones of gold mineralisation that included 25m @ 4.58g/t Au from 31m, which included 1.2m @ 60.5g/t from 52.8m, 16m @ 1.28g/t Au from 80m and 2.6m @ 5.1g/t Au from 110m.

Hole TTDD003 was drilled a further 120 degrees around from hole TTDD002 from the same drill pad, encountering numerous small zones of mineralisation

that included 2m @ 1.25g/t from surface and 5m @ 1.06g/t Au from 40m.

TTDD004, collared 100m to the east of the previous hole and drilled towards the north, also encountered numerous zones of mineralisation that included 1m @ 2.20g/t Au from surface, 1m @ 2.44g/t Au from 71m and 3m @ 1.21g/t Au from 78m.

TTDD005, drilled to the northwest of holes 1, 2 and 3, intersected two near-surface zones of 8m @ 1.03g/t Au from surface and 9m @ 0.82g/t from 15m, plus an isolated zone of 0.25m @ 24.6g/t Au from 95.5m.

Scout mapping encountered hill float of gossanous material to the north east of holes TTDD001,2 & 3, that returned assays of 17.5g/t Au and 16g/t Ag.

These results are highly encouraging and confirm the exploration potential of the area. The Company intends to undertake more work at Tambang Tinggi in the form of additional and broader scale mapping, surface geochemical sampling,

ground geophysics and more drilling. As the drilling completed to date is of a preliminary scout drilling basis, much work remains to be done to begin to understand the nature of mineralisation at Tambang Tinggi.

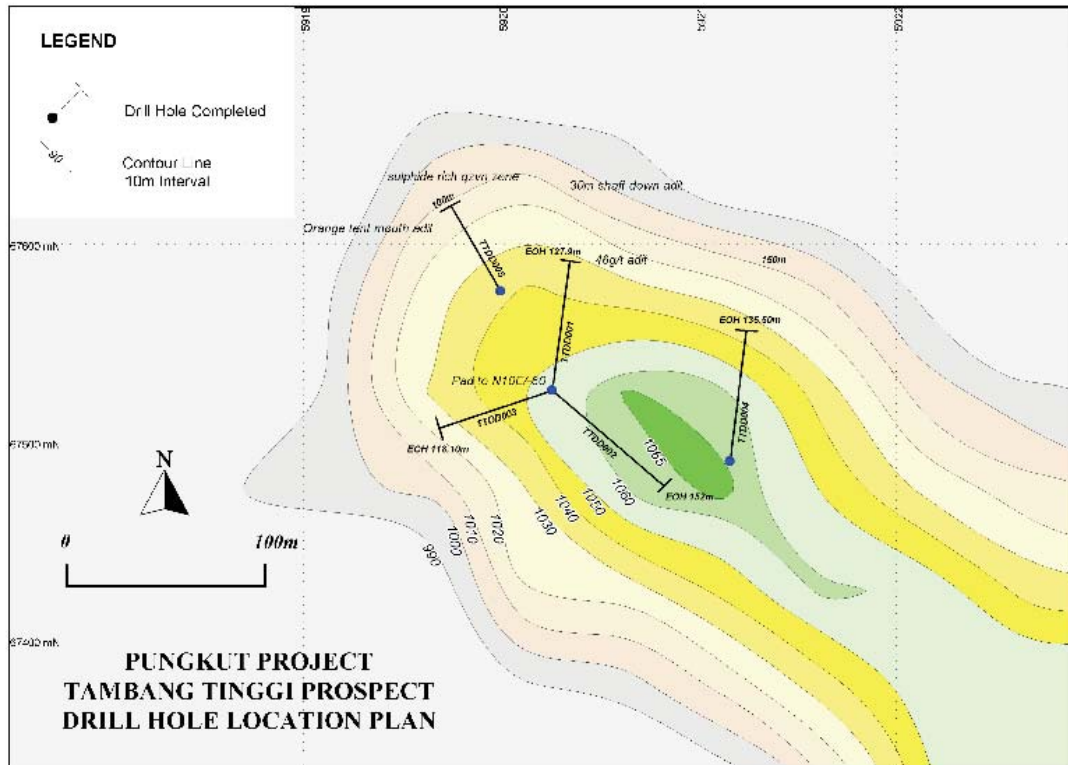


Figure 3

Tambang Babisik

Reconnaissance mapping of the broader Tambang Tinggi area resulted in the discovery of the Tambang Babisik prospect. Limited rock chip sampling of outcropping vein systems returned better gold/silver assays of 2.94g/t Au/2.8g/t Ag, 57.5g/t Au/85.1g/t Ag, 3.41g/t Au/95.2g't Ag.

Oropa intends to follow up these encouraging results with additional mapping and sampling over the next quarter, with a view towards undertaking a scout-drilling programme in the coming quarter if warranted.

New Porphyry

Channel sampling of an outcropping porphyry system adjacent to the Tambang Ubi prospect returned results

of up to 0.58g/t Au and 2.1% Cu. Mineralisation encountered at this outcrop was identified in the diorite porphyry and in skarn altered limestone into which the diorite has intruded. Additional mapping and sampling of the area is continuing.

Tambang Ubi

Gridding and mapping of the Tambang Ubi prospect, located approximately 1km north of Tambang Hitam commenced this quarter. Work programmes are designed to accurately map and survey historical Dutch and more recent artisanal workings and to compile accurate geological, alteration and geochemical maps of the area with a view towards commencing drill testing selected targets during the January quarter.

Sambung

Trenching, mapping and sampling at the Sambung prospect, located approximately 2.5 kms south of the gold resource at Sihayo 1 North in the northern block commenced this quarter and final assay results were reported to the ASX on 20 January 2006.

This trenching programme was designed to investigate the upslope margins of mineralised colluvial material shedding from an unidentified source and trenches were sited close to an area observed to have gold mineralisation associated with silicified outcrop based upon a previous rock chip sampling programme, and an initial scout drilling phase carried out by

Oropa in 2003 (SAMDD001 – SAMDD005).

The manually dug trenches ranged from 0.5 metres to 1.5 metres in depth, with samples comprised of continuous chip-channels taken from near the base of the trenches, with samples composited predominantly on 3 metre intervals. The samples comprised loose friable soil and silicified fragments and other rock float, hard boulders and weathered bedrock.

Oropa considers these initial trench sampling results to be highly promising in view of the widespread nature of high grade gold mineralisation, the likelihood for extensions at depth as demonstrated by previous Sambung drilling (refer SAMDD003; 20 cms @ 443 g/t Au from 22.55m, SAMDD004; 13.8m @ 2.69 g/t Au from surface and SAMDD005; 5.2m @ 3.79 g/t Au from surface) and the potential for substantial high-grade resources related to an epithermal source of mineralisation. These trenches cover a strike of in excess of 1km. One of the drill rigs presently located at the Sihayo 1 North prospect is being mobilized to the Sambung prospect on 4 February to test potential mineralisation beneath the colluvial material and potential upslope epithermal resources. Drill pads are presently being prepared in advance of this programme.

Individual trench assay results are summarized hereunder, and the attached plan outlines the location of individual trenches relative to past exploration work:

Table 1 Sambung Trenching Summary (data incomplete)

Trench Number	Length, m		Number of Samples	Intervals >1 g/t Au (with 0.5 g/t cut-off)			
	Total	Sampled		From	To	Length	Au g/t
1	125.1	63	21				
			4	13	25	12	1.49
			1	46	49	3	2.13
			3	52	61	9	1.24
2	160	102	34				
			1	21	24	3	3.25
			3	30	39	9	1.80
3	132	99	2	42	48	6	2.53
			33				
			1	9	12	3	1.18
			16	24	72	48	7.34
			including	24	27	3	45.9
	72	76.4	4.4	Gap			
1	76.4	79.4	3	55.5			
4	189.1	126	42				
			1	48	51	3	1.06
5	156.4	129	43				
			1	28	31	3	1.73
			1	40	43	3	2.52
6	160	69	23				
				57	66	9	26.7
7	155.7	129	43		maximum assay		0.48
8	172.4	122	61		maximum assay		0.35
9	107.5	66	33				
				0	24	24	4.77
			including	0	2	2	20.3
				28	36	8	2.54
				40	42	2	1.13
	52	54	2	1.22			
10	22.2	16.7	7				
			1	17.1	19.1	2	1.78
11	58.9	30	15		maximum assay		0.30
Totals	1,439.30	951.70	391				

Note 1: all sample positions measured from NE (downslope) end of trenches

Note 2: all analysis determined by 50gm fire assay

Note 3: gaps in trench sampling relate to physical obstructions to sampling, including tree roots and large extremely hard boulders.

Sambung Prospect - Trenching

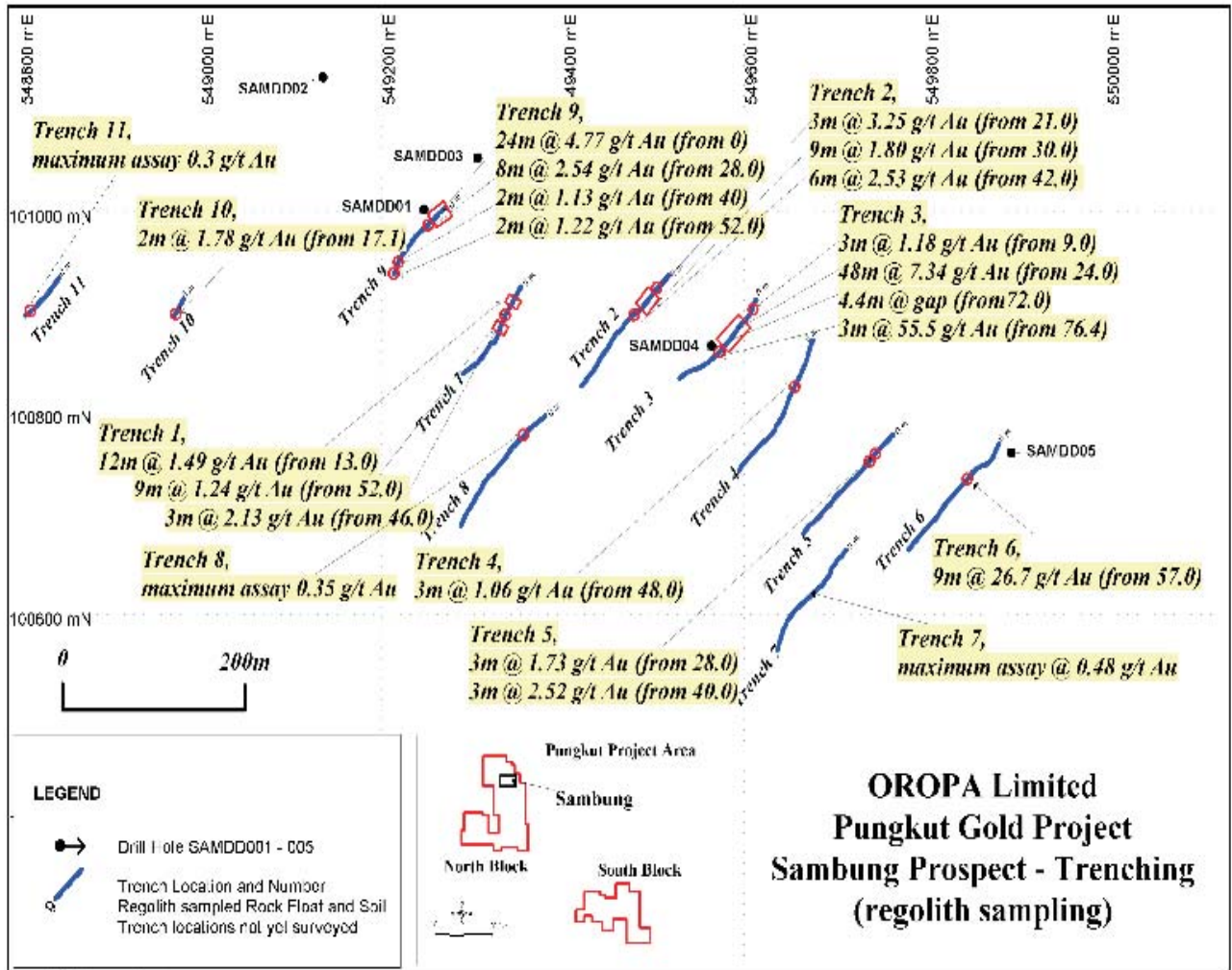


Figure 4

Table 2 Tambang Hitam Drill Collar and Intercept Table

Hole	Northing (local)	Easting (local)	RL	Azimuth (Magnetic)	Dip	Depth (m)	From (m)	To (m)	M	Au g/t	
THDD001	67458	589918	1192	290	-60	120	6	10	4	0.60	
							16	18	2	0.56	
							105	106	1	3.93	
THDD002	67425	589900	1191	240	-60	117.2	56	58	2	0.60	
							76	80	4	2.75	
							including	76	77	1	10.10
							82	89	7	0.79	
							including	83	84	1	1.43
THDD003	67537.7	589942	1152	270	-60	113.4	86	87	1	0.60	
							91	92	1	0.67	
THDD004	67600	589958	1128	270	-45	129.1	113	114	1	0.68	
							116	117	1	0.52	
THDD005	67275	589687	1212	240	-45	148.55	0	2	2	1.94	
							109	111	2	2.58	
THDD006	67258	589654	1218	305	-45	145.95	61	63	2	1.19	
							77	78	1	0.61	
							85.25	86.25	1	0.60	
							87.25	88.25	1	0.62	
THDD007	67207	590350	1092	120	-55	81.7	No significant values				

Notes

1. All assays were determined by 50gm fire assay
2. A 0.5ppm Au lower cut was used
3. A maximum of 2m of consecutive internal waste (material less than 0.5ppm Au) per reported intersection
4. All interval grades were calculated as a weighted average
5. All intervals reported as down hole lengths

Table 3 Rock Chip Sample Assays

Sample Number	Northing	Easting	Location	Au ppm (Gold)	Ag ppm (Silver)	Cu % (Copper)	Rock Type
946938	68151	589776	Ubi Porphyry	0.45		2.1%	Porphyritic diorite
946939	68145	589770	Ubi Porphyry	0.58		0.89%	Limestone skarn xenolith in diorite
946940	68209	589782	Ubi Porphyry	0.52		0.39%	Limestone skarn at contact with diorite
947953	66023	593147	Tb Babisik	2.944	2.8		Manganese quartz vein
947954	66025	593159	Tb Babisik	57.5	85.1		2m thick manganese / adularia vein
947955	66025	593168	Tb Babisik	3.41	95.2		Oxidised quartz vein
947959	67514	59199	Tb Hitam	17.75	16		Gossanous granitic hill float

Notes

- 1 Au analysis determined by 50gm fire assay
- 2 Ag analysis by 50gm AAS
- 3 Cu analysis determined by 50gm AAS

Table 4 Tambang Tinggi Drill Collar and Intercept Table

Hole No.	Northing	Easting	RL	Azimuth	Dip	Total Depth	From	To	M	Au g/t	Cu%	Zn%	
TTDD001	67535	592072	1061	010	-60	127.9	1	2	1	0.73			
							12	13	1	1.56			
							22	47	25	0.69			
							<i>including</i>	27	30	3	1.73		
							45	56	11		0.12%		
							53	55	2	0.53			
							59	84	25	1.40			
							<i>including</i>	70	71.8	1.8	2.84		
							<i>And</i>	77.9	84	6.1	3.29		
							64	71.8	7.8		0.2%		
							77.9	84	6.1		0.15%		
						TTDD002	67535	592072	1061	130	-60	152	0
	6	7	1	0.52									
	12	13	1	1.21									
	18	19	1	1.82									
	25	28	3	1.00									
	31	56	25	4.58									
	<i>including</i>	52.8	54	1.2	60.5								
	38	46	8		0.21%								
	51.85	54	2.15		0.58%								
	60	61	1	0.54									
	68.2	71	2.8	0.78									
	80	96	16	1.28									
	<i>including</i>	87	88	1	8.93							0.11%	
	90	91	1									1.85%	
	100	102	2	0.64									
	110	112.6	2.6	5.10									
	124.8	125	0.2	2.66									

Hole No.	Northing	Easting	RL	Azimuth	Dip	Total Depth	From	To	M	Au g/t	Cu%	Zn%	
TTDD003	67535	592072	1061	250	-60	118.1	0	2	2	1.26			
							11	12	1	0.5			
							15	16	1	2.41			
							29	30	1	0.59			
							33	37	4	0.84			
							40	45	5	1.06			
							53	54	1	0.64			
							65	66	1	1.10			
							80	85	5	0.60			
							107.15	107.7	0.55	0.75			
TTDD004	67490	592116	1063	010	-60	135.5	47	48	1	2.02			
							59	61	2	0.63			
							64	66	2	1.68			
							71	72	1	2.44			
							78	81	3	1.21			
							86	87	1	5.14			
							99	101	2	0.56			
							130	130.2	0.2	0.92			
TTDD005	67576	592000	1043	335	-60	100.0	0	8	8	1.03			
							<i>including</i>	2	3	1	2.03		
								15	24	9	0.92		
							<i>including</i>	23	24	1	3.16		
								28	33	5		0.23%	
								95.5	95.7	0.25	24.6	0.25%	

Notes

1. All gold assays were determined by 50gm fire assay
2. Lower cuts used: gold:0.5ppm, Copper:0.1%, Zinc: 1%
3. A maximum of 2m of consecutive internal waste (material less than 0.5ppm Au, 0.1% Cu or 1% Zn) per reported intersection
4. All interval grades were calculated as a weighted average
5. All intervals reported as down hole lengths

2.2 India

Block D-7 Diamond Project, Chhattisgarh (18%)

Oropa's long running court case against the Chhattisgarh state government involving the suspension of the Block D-7 Prospecting Licence ("P/L") by the state in mid-2001 received a boost at a court hearing in mid-January. The P/L holder, B.Vijaykumar Chhattisgarh Exploration Pvt Ltd ("BVCE"), an Indian company in which Oropa holds its beneficial interest in the project initiated legal proceedings against the state in the Chhattisgarh high court in early 2002 and has been involved in numerous court hearings since that time.

Although there have been numerous hearings in the past, it appears that the case has been placed in a more active category by the court. It has been listed on the high court's Weekly Cause Lists since early December and is currently listed on this week's list. We understand that the mid-January court decision to dismiss third party claims over a very small portion of the 4,600 sq km block (approximately 1.5 ha) discharged all extraneous matters and paves the way for the court to now dismiss the case and hand it back to the state government for processing the documentation to reinstate the project. Issues between the state and BVCE have been resolved amicably and our Indian joint venture partners are confident that these outstanding matters will be finalized quickly. A resumption of field work on the block will not commence until after all formal documentation is re-issued to BVCE. Depending on when this resumption of work occurs, Oropa plans to undertake bulk sampling of the Behradih kimberlite pipe (approximately 1,000 tonnes of surface kimberlite material) and process it at the nearby Mainpur base camp. Follow up stream sediment and loam sampling of other high priority targets will also be undertaken at the earliest opportunity.

2.3 Australia

Lake Deborah Gold Project (5% Free Carried)

The Golden Valley tenements comprise a portion of a portfolio of tenements subject to a joint venture agreement entered into between Polaris Metals NL ("Polaris"), Western Areas NL, Geoinformatics Exploration Limited and Oropa. In this particular segment of the joint venture, Oropa is free carried to the completion of a bankable feasibility study by Polaris with an option for Oropa to increase its interest in the Lake Deborah tenements ("designated area") to a 15% participating interest by paying Polaris \$50,000 cash consideration, plus 15% of Polaris' total expenditure on the designated area.

As previously reported by Polaris, the Trident and Aquarius gold targets within the salt flats of Lake Deborah West were covered by a gravity survey in the June 2005 Quarter and areas suitable for practical drill testing were outlined. These two gold targets had been identified by the Polaris-Geoinformatics prospectivity studies as "priority one" and were scheduled for immediate follow up drilling. However, information obtained in the course of preparing an application for ground disturbance prior to drilling showed that the whole of Lake Deborah is entered on the Interim Register in the Department of Indigenous Affairs as an Aboriginal heritage "mythological" site. The consent of the parties who recorded the site, and the approval of the Minister for Indigenous Affairs under Section 18 of the Aboriginal Heritage Act, are required before any work on the lake can proceed, thereby postponing the commencement of drilling.

A consulting anthropologist was commissioned to assist in obtaining the necessary clearances and his work was completed satisfactorily during the December Quarter.



PHILIP C CHRISTIE
Director

31 January 2006

Note 1: *It is advised that in accordance with the Australian Stock Exchange Limited Listing Rule 5.6, the information in this report that relates to Exploration Results is based on information compiled by Mr. Jim Kerr and Mr. Bruce Tomich, who are Members of the Australasian Institute of Mining and Metallurgy.*

Mr. Kerr is a full time employee of Oropa Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit which is under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".

Mr. Tomich is a Non-Executive Director of, and consultant to, Oropa Limited and has sufficient

experience which is relevant to the style of mineralisation and type of deposit which is under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Kerr and Mr. Tomich consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

Note 2: *All statements in this report, other than statements of historical facts that address future timings, activities, events and developments that the Company expects, are forward looking statements. Although Oropa Ltd, its subsidiaries, officers and consultants believe the expectations expressed in such forward looking statements are based on reasonable expectations, investors are cautioned that such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward looking statements. Factors that could cause actual results to differ materially from forward looking statements include, amongst other things commodity prices, continued availability of capital and financing, timing and receipt of environmental and other regulatory approvals, and general economic, market or business conditions*

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

OROPA LIMITED

ABN

77 009 241 374

Quarter ended ("current quarter")

31 December 2005

Consolidated statement of cash flows

	Current quarter	Year to date (6 months)
	\$A	\$A
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(433,102)	(761,521)
(b) development	-	-
(c) production	-	-
(d) administration	(303,612)	(572,780)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	11,306	17,079
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
	(725,208)	(1,317,222)
Net Operating Cash Flows		
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	-	-
(b)equity investments	-	-
(c) other fixed assets	(7,968)	(20,499)
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 – cash acquired on purchase of subsidiary	-	-
	(7,968)	(20,499)
Net investing cash flows		
1.13 Total operating and investing cash flows (carried forward)	(733,376)	(1,337,721)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(733,376)	(1,337,721)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	1,444,617
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 – cost of share issue	(57,780)	(80,408)
	Net financing cash flows	(57,780)	1,364,209
	Net increase (decrease) in cash held	(791,156)	26,488
1.20	Cash at beginning of quarter/year to date	1,308,883	492,210
1.21	Exchange rate adjustments to item 1.20	13,843	12,872
1.22	Cash at end of quarter	531,730	531,570

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
1.23	Aggregate amount of payments to the parties included in item 1.2	80,143
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

NOT APPLICABLE

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

NOT APPLICABLE

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

NOT APPLICABLE

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A	Amount used \$A
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A
4.1 Exploration and evaluation	300,000
4.2 Development	-
Total	300,000

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	Previous quarter \$A
5.1 Cash on hand and at bank	495,570	1,272,883
5.2 Deposits at call – Bank Guarantee 20,000 - Term Deposit	20,000 16,000	20,000 16,000
5.3 Bank overdraft	-	-
5.4 Other – Share Purchase Plan A/c	-	-
Total: cash at end of quarter (item 1.22)	531,570	1,308,883

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		

+ See chapter 19 for defined terms.

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	645,601,683	645,601,683		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	132,808,142	132,808,142	<i>Exercise price</i> \$0.05	<i>Expiry date</i> 31/12/2007
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
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 /does not* give a true and fair view of the matters disclosed.



Sign here: Date: ...31 January 2006.....
(Director)

Print name: PHILIP C CHRISTIE

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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+ See chapter 19 for defined terms.