



Nickelore Limited

30 April 2010

# QUARTERLY REPORT

For the Three months ending 31 March 2010



Consistent with its strategy of seeking project opportunities in the south-east Asian region, during the quarter Nickelore appointed an Indonesian based Project Geologist (Mr Prayogo Hargyono) to provide assistance in identifying and reviewing further project opportunities in Indonesia and the greater south-east Asian region. Mr Hargyono brings to the Company a wealth of exploration experience in many commodities including gold, copper and coal. With over 15 years of field experience in Asia, Mr Hargyono has held positions with Pelsart, Borneo Gold Corporation of Canada, North Limited, Straits Resources, Anglo American and Ivanhoe Mines.

Mr Hargyono is actively seeking mining and exploration opportunities for Nickelore in Asia, including undertaking project evaluation, due diligence studies and high level supervision of current and any future exploration activities the Company may undertake.

Activity on the Company's projects during the quarter is summarised below

## Nickel Alliance

The Company continued to review opportunities in relation to the Nickel Alliance.

## Papua Gold and Copper Project

During the quarter the Company continued to carry out legal and technical due diligence on the project. The Company's option over the project has been extended to 30 June 2010.

## Other

No fieldwork was undertaken during the quarter on the Lake Marmion, Lake Ballard and Goongarrie East projects. However the Company is continuing to review opportunities to realise the value of these assets as it moves its focus to the south-east Asian region.

**Ian Cunningham**  
Executive Director

# 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

Nickelore Limited

ABN

13 086 972 429

Quarter ended ("current quarter")

31 Mar 2010

### 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	-	-
1.2 Payments for (a) exploration and evaluation	(55)	(294)
(b) development		
(c) production		
(d) administration	(97)	(463)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	10	25
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	(10)	87
<b>Net Operating Cash Flows</b>	<b>(152)</b>	<b>(645)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) businesses	-	(200)
(b) equity investments	-	(250)
(c) other fixed assets		
1.9 Proceeds from sale of: (a) businesses	-	-
(b) equity investments	-	-
(c) other fixed assets	-	458
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (receipts for joint venture exploration)	-	-
<b>Net investing cash flows</b>	<b>(0)</b>	<b>8</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(152)</b>	<b>(637)</b>

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

1.13	Total operating and investing cash flows (brought forward)	(152)	(637)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	-
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)	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(152)	(637)
1.20	Cash at beginning of quarter/year to date	795	1,280
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	643	643

**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	38
1.24	Aggregate amount of loans to the parties included in item 1.10	0

1.25 Explanation necessary for an understanding of the transactions

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**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

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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

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### 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	50
4.2 Development	-
<b>Total</b>	<b>50</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	43	144
5.2 Deposits at call	600	650
5.3 Bank overdraft		
5.4 Other (provide details)		
<b>Total: cash at end of quarter</b> (item 1.22)	<b>643</b>	<b>794</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>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through conversion				
7.3 <b>+Ordinary securities</b>	160,845,886	160,845,886		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	71,000,000	71,000,000	1 cent	\$710,000
7.5 <b>+Convertible debt securities</b> Convertible Redeemable Preference Shares (CRPS)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through conversion of securities (CRPS)				
7.7 <b>Options</b> <i>(description and conversion factor)</i>	1,350,000 100,000 100,000 300,000 1,500,000 3,500,000		<i>Exercise price</i> 20 cents 19 cents 14 cents 30 cents 30 cents 12.5 cents	<i>Expiry date</i> 30 April 2011 30 August 2011 30 August 2011 30 June 2012 29 January 2013 31 December 2012
7.8 Issued during quarter				
7.9 Exercised during quarter	71,000,000		1 cent	28 February 2010
7.10 Expired during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <i>(totals only)</i>				

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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 April 2010  
Company Secretary

Print name: Ian Cunningham

## 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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