

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

GINDALBIE METALS LTD

ABN

24 060 857 614

Quarter ended ("current quarter")

31 MARCH 2006

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (9 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	(2,487)	(5,828)
(b) development	-	-
(c) production	-	-
(d) corporate administration	(804)	(1,918)
(e) rehabilitation & site admin	(94)	(409)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	116	356
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(3,269)	(7,799)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	-	-
(b)equity investments	-	-
(c) other fixed assets	(55)	(170)
1.9 Proceeds from sale of: (a)prospects	-	-
(b)equity investments	-	-
(c)other fixed assets	-	30
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(55)	(140)
1.13 Total operating and investing cash flows (carried forward)	(3,324)	(7,939)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(3,324)	(7,939)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	17,492	20,750
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(55)	(124)
1.18	Dividends paid	-	-
1.19	Capital raising costs	(10)	(131)
	Net financing cash flows	17,427	20,495
	Net increase (decrease) in cash held	14,103	12,556
1.20	Cash at beginning of quarter/year to date	8,587	10,134
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	22,690	22,690

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	204
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Executive Directors Salary	76
Non Executive Directors Fees	96
Other Payments to Directors and related entities	32

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

Nil

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

Nil

+ 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	6,000
4.2 Development	-
Total	6,000

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'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	185	137
5.2 Deposits at call	22,505	8,450
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	22,690	8,587

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	E45/1933	Surrendered	100%	0%
	E45/1934	Surrendered	100%	0%
	E45/1935	Surrendered	100%	0%
	E45/1936	Surrendered	100%	0%
	E45/2423	Surrendered	100%	0%
	E45/2424	Surrendered	100%	0%
	E45/2425	Surrendered	100%	0%
	E45/2426	Surrendered	100%	0%
	E45/2429	Surrendered	100%	0%
6.2 Interests in mining tenements acquired or increased	Nil			

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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			
7.2	Changes during quarter			
7.3	+ Ordinary securities	385,784,406	385,784,406	
7.4	Changes during quarter			
	(a) Increases through issues	47,670,000	47,670,000	
	(b) Decreases through returns			
7.5	+ Convertible debt securities			
7.6	Changes during quarter			
7.7	Options <i>(description and conversion factor)</i>	<i>Vested Employee Options</i>	<i>Exercise price</i>	<i>Expiry date</i>
		50,000	12 cents	30 November 2006
		3,150,000	15 cents	31 December 2006
		150,000	18 cents	30 November 2006
		50,000	20 cents	30 November 2006
		300,000	25 cents	30 November 2006
		200,000	32 cents	30 November 2006
		890,000	35 cents	30 November 2006
		200,000	40 cents	30 November 2006
		890,000	45 cents	30 November 2006
		890,000	55 cents	30 November 2006
		250,000	15 cents	30 April 2008
		3,200,000	12 cents	30 September 2010
		500,000	35 cents	30 September 2010
		<i>Non Vested Employee Options</i>		
		400,000	14 cents (Vest 30/06/06)	30 September 2008
		400,000	20 cents (Vest 31/03/07)	30 September 2008
		100,000	22 cents (Vest 31/12/06)	30 September 2008
		3,200,000	16 cents (Vest 31/03/07)	30 September 2010
		6,400,000	25 cents (Vest 31/03/08)	30 September 2010
		500,000	35 cents (Vest 30/06/07)	30 September 2010
		1,000,000	35 cents (Vest 31/12/08)	30 September 2010
		<i>Other Options</i>		
		100,000	15 cents	31 December 2006
7.8	Issued during quarter	3,200,000	12 cents	30 September 2010
		3,200,000	16 cents (Vest 31/03/07)	30 September 2010
		6,400,000	25 cents (Vest 31/03/08)	30 September 2010
		500,000	35 cents	30 September 2010
		500,000	35 cents (Vest 30/06/07)	30 September 2010
		1,000,000	35 cents (Vest 31/12/08)	30 September 2010
7.9	Exercised during quarter	20,000	20 cents	30 November 2006
		650,000	15 cents	31 December 2006
7.10	Expired during quarter			

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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:

Company Secretary

Date: 20 April 2006

Print name:

Darren Gordon

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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