

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

**YILGARN GOLD LIMITED**

ABN

34 002 527 906

Quarter ended ("current quarter")

31 December 2003

### Consolidated statement of cash flows

	Current Quarter \$A'000	Year to date (6 Months) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	15	26
1.2 Payments for		
(a) exploration and evaluation	(138)	(194)
(b) development	-	-
(c) production	-	-
(d) administration	(159)	(281)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	7	10
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
<b>Net operating cash flows</b>	<b>(275)</b>	<b>(439)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of		
(a) prospects	(13)	(48)
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of		
(a) prospects	-	25
(b) equity investments	122	122
(c) other fixed assets	(7)	(7)
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
<b>Net investing cash flows</b>	<b>102</b>	<b>92</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(173)</b>	<b>(347)</b>

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1.13	Total operating and investing cash flows (brought forward)	(173)	(347)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	1184	1692
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 – costs of issues	(24)	(50)
	<b>Net Financing Cash Flows</b>	1160	1642
	<b>Net increase (decrease) in cash held</b>	987	1295
1.20	Cash at beginning of quarter/year to date	347	39
1.21	Exchange rate adjustments to Item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	1334	1334

**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	63
1.24	Aggregate amount of loans to the parties included in item 1.10	-

Explanation necessary for an understanding of the transactions

Payments to companies associated with directors for:	\$000s
Executive director – consulting fees	30
Non executive directors – directors' fees	12
Non executive directors – consulting fees	21
Administration/secretarial fees	-

**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
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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

N/A
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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 outlays for next quarter

	\$A'000
4.1 Exploration and evaluation	250
4.2 Development	-
<b>TOTAL</b>	250

### Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the statement of cash flows) to the related items in the accounts is follows.

	Current Quarter \$A'000	Previous Quarter \$A'000
5.1 Cash on hand and at bank	1	27
5.2 Deposits at call	1332	319
5.3 Bank overdraft	-	-
5.4 Other	1	1
<b>Total: cash at end of quarter (item1.22)</b>	1334	347

### Changes in interests in mining tenements – see attached tenement schedule

	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	M 25/303	Application	0%	100%
	M 31/327	Application	0%	100%
	M 31/328	Application	0%	100%
	M39/327	Equity	0%	100%

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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>Preferences securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3 <b>Ordinary securities</b>	96,223,703	96,223,703		
7.4 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks	18,793,000	18,793,000	6.3	nil
7.5 <b>Convertible debt securities</b>				
7.6 Changes during quarter (a) increases through issues (b) decreases through securities matured, converted				
7.7 <b>Options</b>			<i>Exercise price</i>	<i>Expiry date</i>
<i>Public options YGLOA</i>	48,362,122	48,362,122	10	31/05/2005
<i>Unlisted YGLAI</i>	666,667	-	10	19/11/2003
<i>Unlisted YGLAI</i>	666,666	-	15	19/10/2004
<i>Unlisted YGLAI</i>	666,667	-	20	19/10/2005
7.8 Issued during quarter <i>Public options YGLOA</i>	9,396,500	9,396,500	10	31/05/2005
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				
7.12 <b>Unsecured notes</b> <i>(totals only)</i>				

## 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~~\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:                      *[signed L A Colless]* .....      Date:      29/01/2004 .....

(Director/Company Secretary)

Print name:                      L A COLLESS .....

## 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 the topic, the Australian standard on that topic (if any) must be complied with.

**TENEMENT SCHEDULE**  
**31 December 2003**

<b>Project</b>	<b>Manager Operator</b>	<b>Tenement</b>	<b>Interest %</b>
<b>New Bulong JV</b>	<b>Central Kalgoorlie Gold Mines Limited</b>	M27/332*	)
		E25/218	)
		P25/1125-27	)
		M25/193*	)
		P25/1128-33	)
		M25/181*	) Yilgarn Gold Limited (65%)
		P25/1134-36	) Great Southern Mines NL (35%)
		P25/1191	)
		M25/192*	)
		M25/303*	)
		M25/83	)
		P27/1312	)
		M27/326*	)
		E25/90	)
		M25/249*	)
		M25/215*	)
		M25/24	) Yilgarn Gold Ltd (100%)
		M25/129	)
M25/91	)		
P25/1788*	)		
<b>Browns Lagoon JV</b>	<b>Placer Dome Asia Pacific Ltd</b>	P24/3595-98	)
		M24/858*	) Great Southern Mines NL (100%)
<b>Foley Well JV</b>	<b>Gutnick Resources NL</b>	E31/252	)
		E31/405*	) Great Southern Mines NL (100%)
		M31/327*	)
		M31/328*	)
<b>Great Southern</b>	<b>Yilgarn Gold Ltd</b>	M77/729	)
		M77/1014	) Yilgarn Gold Limited (100%)
<b>Goodenough</b>	<b>Yilgarn Gold Ltd</b>	M29/141	Resource Assets Pty Limited (100%)
		P 29/1309	)
		P 29/1343	) Yilgarn Gold Ltd (80%)
		P 29/1345	)
		P 29/1387	)
<b>Clinker Hill</b>	<b>Yilgarn Gold Ltd</b>	M26/766*	Great Southern Mines NL (100%)
<b>Cowarna Rocks Golden Cliffs</b>	<b>Yilgarn Gold Ltd</b>	E28/1041	Yilgarn Gold Ltd (100%)
	<b>Yilgarn Gold Ltd</b>	M29/327	Yilgarn Gold Ltd (100%)

\* Application Pending

**NB** Great Southern Mines NL & Resource Assets Pty Ltd are wholly owned subsidiaries of Yilgarn Gold Limited.