

ASX/Media Release – 24 April 2008

MARCH 2008 QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Development:

- Tubal Cain to be fast-tracked to production following exploration success.
- Processing plant to be located at Southern Crown, near Tubal Cain.
- Southern Crown to be fed from Tubal Cain/Eureka, for production +100,000oz pa Au.

Eureka:

- Maiden JORC resource of 153kt @ 10.0g/t Au for 48,000 Ooz.
- SRK Consulting confirms drilling can deliver JORC resources.
- Eureka Feasibility Study supports expanded Tubal Cain strategy.

Tubal Cain:

- In-fill drilling continues to deliver – 4.7m @ 9.1g/t Au incl. 1.05m @ 29.6g/t, 0.5m @ 12.28g/t, 0.3m @ 14.47g/t and 0.4m @ 7.47g/t.
- Visible gold hits within four of the last seven holes.
- In-fill drilling on track to deliver initial JORC resource in June 2008 Quarter.

1.0 OVERVIEW

The March 2008 Quarter marked a significant turning point for Goldstar, with a number of positive factors combining to underpin the announcement of a revised and expanded development approach at the 100%-owned **Walhalla Gold Project** in Victoria.

Central to this strategy has been the ability to potentially locate the processing facility at Southern Crown, adjacent to Tubal Cain. By subsequently enabling the co-development of Tubal Cain and Eureka the Southern Crown production hub has the potential to underpin a sustainable production level of over 100,000 ounces of gold per annum potentially rising to 200,000 ounces per annum. The company has commenced a study to define the production and cost profile in more detail.

A key driver of the expanded development approach was the continued success of in-fill drilling at Tubal Cain during the March Quarter, giving Goldstar additional confidence to fast-track development of this substantial deposit and valuable asset of the Company.



Goldstar Resources NL
ABN 76 098 939 274

Corporate Details

ASX Code: GDR

Issued Capital:
140.2M ord shares

Substantial Shareholders:
Z Nominees Ltd (16.75%)
RPG Partners/EPIC (14.77%)
Directors & Associates (11.0%)

Directors:
Non-Executive Chairman:
Gordon Hill
Managing Director:
Andrew King
Executive Director – Operations:
Ian Pankhurst
Non-Executive Directors:
Dr Jeffrey O'Leary
Eileen Carr

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2.0 EUREKA JORC RESOURCE MODEL

During the Quarter, Goldstar's Independent Geological Consultant, SRK Consulting Pty Ltd, audited and confirmed an initial Resource estimation and updated Geological Model for the Eureka Project, encompassing the results of the recently completed diamond drilling and Bulk Sampling programs. This was announced to the market as part of a comprehensive project update on 14 March 2008.

The JORC Mineral Resource, which is summarised below, has been classified in accordance with the guidelines of the 2004 JORC Code to a depth of 350 metres. The Eureka Geological Model extends for a further 200 metres to a depth of 550 metres and remains open at depth:

***Eureka Deposit – In-situ JORC Compliant Resource
> 4g/t Au cut off grade to 350m from Surface***

Tonnage	Au Grade (g/t)	Contained Gold (ozs)
153,000	10.0	48,000

The Mineral Resource has been estimated using conservative methodology and procedures which were reviewed and confirmed in a detailed report by SRK Consulting Pty Ltd (see *Appendix 1*). The in-situ JORC compliant resource >4g/t Au cut off grade occurs within a revised Geological Model for Eureka totalling 827,000 tonnes of quartz reef to a depth of 550 metres (representing a 15% increase on the quartz reef tonnage announced in August 2007).

Significantly, this is the first JORC compliant resource estimate to be produced on quartz reef hosted, dyke bulge-style deposits within the Walhalla Gold Field. It is considered that grade reported in the JORC resource is conservative. Experience to date has shown that increased sampling density delivers an increase in the average grade.

With only 12% of the ore body covered by a detailed assessment, the SRK report has provided the basis for the balance of these tonnages to potentially be upgraded to the Indicated category, subject to positive results, from additional in-fill drilling. Additional information on the Resource is detailed in *Appendix 1* at the end of this Quarterly Report.

Importantly, SRK has confirmed and independently verified the ability to achieve an Indicated JORC Code compliant Mineral Resource for the dyke bulge deposits within the Walhalla Field based on diamond drilling alone. This in turn eliminates the need to conduct bulk sampling programmes specifically to collect grade continuity information, delivering a significant reduction in cost and time.

3.0 EUREKA FEASIBILITY STUDY

During the Quarter, Goldstar received all the reports for the Eureka Feasibility Study, confirming the technical viability of the Eureka Project.

The processing facility originally proposed for Eureka already has a design capacity for 400,000 tonnes per annum (tpa) in the crushing and grinding circuits, assuming typical dyke bulge feedstock. The rest of the circuit is a modular 200,000tpa format that can be readily upgraded to 400,000tpa with the addition of appropriate gravity and concentrate modules.

This staged development approach was adopted in recognition of the likely delivery of additional ore from exploration success in the field. The Tubal Cain Project, located approximately 4km to the north of Eureka, envisaged as commencing production following the development of Eureka. The flexibility inherent in this approach means that the Eureka Feasibility Study outcomes provide a strong foundation for the revised development and production approach (see *below*).

The capital and operating parameters will form a key part of the Tubal Cain Feasibility Study (see *below*) as assessments are made for the expanded production scenario, starting with the 200,000tpa modular plant and scaling up rapidly to a steady state 400,000tpa production level.

The key metrics of the Eureka 200ktpa start-up operation are broadly in line with those previously announced in the Pre-Feasibility Study (August 2007):

- *Annual Plant Throughput – Base Case:* 150 to 200ktpa
- *Estimated Head Grade Range:* 8-12g/t Au
- *Estimated Cash Operating Cost::*
 - *Cost per tonne:* A\$130 - \$A160
 - *Cost per Oz:* A\$500 to \$A600/oz
- *Estimated Capital Cost*
 - *Mine:* A\$17 M
 - *Plant:* A\$18 M

The capital and operating cost estimates are based on competitive tenders for the development of the operation.

4.0 TUBAL CAIN IN-FILL DRILLING

In parallel with the assessment of the Eureka Feasibility Study, Goldstar significantly escalated exploration activities during the March Quarter at the Tubal Cain Project, located 4km north of Eureka. This phase of drilling was designed for two specific purposes. Firstly it was targeted to in-fill the top 500 metres of the deposit to an average drill spacing of 50m x 50m (see *Figure 1 below*) and secondly, to gather initial information on mine design and metallurgical parameters on a possible Bulk Sample location that was defined in late 2007.

The results of the in-fill drilling received to date are considered to be highly encouraging. They provide momentum to the exploration program at Tubal Cain and reinforce the significant production potential of the deposit. Tubal Cain has more than double the tonnage of reef material per vertical metre compared to Eureka and is known to extend to a vertical depth of over 1 kilometre (Eureka is currently defined to only 550m).

A drill program comprising 16 diamond drill holes for approximately 6,400 metres was completed during the Quarter with 12 of these holes logged to date and samples dispatched for assay from 10 of these. Drilling is continuing to collect sizeable parcels of ore for ongoing metallurgical testing, water assessment, definition of upper level mining blocks and to assist with mine design.

Assay results have now been received for a total of six holes to date. These assay results – coupled with geological logging of the completed holes – has further increased the Company's confidence level in the tonnage and grade potential of the top 500 metres of the Tubal Cain mineralized zone.

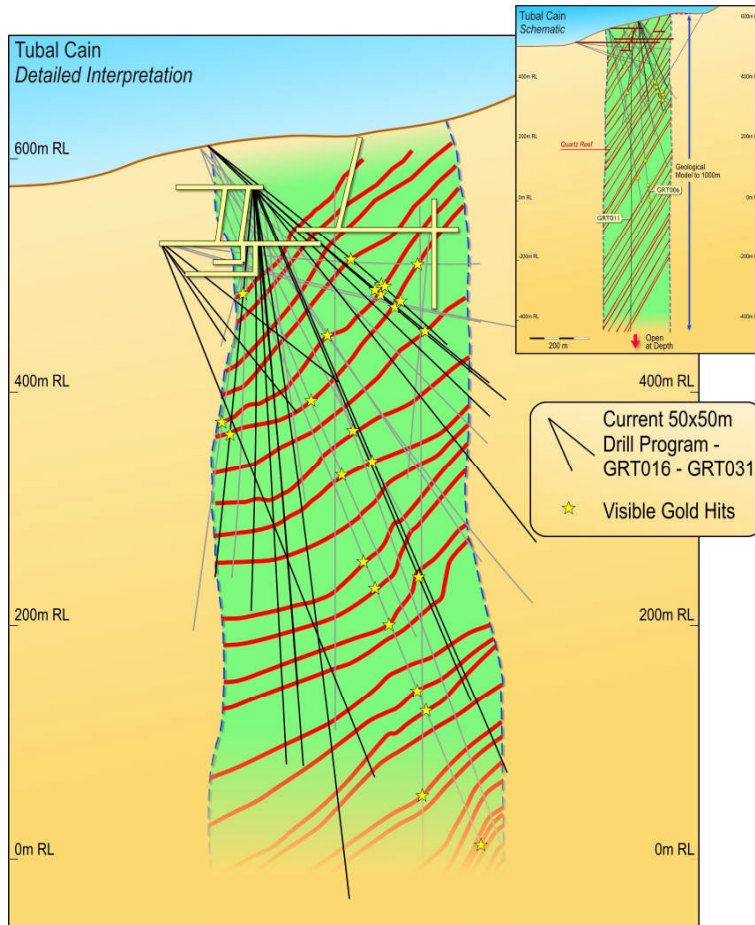
A total of 11 visible gold hits have been recorded in four of the last seven new holes logged. Most are within the top 300 metres of the deposit and result in an overall total of 25 visible gold hits recorded in drilling completed by Goldstar at Tubal Cain.

Assay results have now been received for six holes, with best intercepts including:

- **0.5m @ 12.3g/t Au**
- **0.3m @ 14.5g/t**
- **0.4m @ 7.5g/t Au**
- **0.7m @ 5.1g/t Au**
- **4.8m @ 9.1g/t Au, including:**
 - **1.0m @ 29.6g/t Au and 0.3m @ 14.6g/t Au**

Drill hole locations, details and significant assay results are reported in Tables 1 and 2 (*attached*). The 50m x 50m drilling program is shown in Fig. 1 below:

Fig 1: Tubal Cain Drill Hole Locations (Schematic) – Showing Visible Gold Hits



This in-fill drilling strategy is being supported and further enhanced by the work completed during the Quarter at the Eureka Project by SRK Consulting Pty Ltd. This work is delivering significant results in terms of gold grade continuity and the potential to define JORC compliant resources from closer-spaced diamond drilling of the dyke bulge style deposits within the Woods Point – Walhalla Mineral Field, as opposed to a combination of diamond drilling and bulk sampling.

On this basis, Goldstar has been able to confirm that it is on track to deliver an initial JORC compliant Inferred Resource for Tubal Cain to 500 metres depth during the June 2008 Quarter.

5.0 EXPANDED DEVELOPMENT & PRODUCTION STRATEGY

On 14 March, Goldstar announced a revised and expanded exploration and development strategy encompassing both the Eureka and nearby Tubal Cain deposits. While the Eureka Feasibility Study (EFS) has confirmed the technical viability of Eureka as a production opportunity, it also provides a compelling case for the co-development of the potentially company-making Tubal Cain deposit. An expanded two-mine development would significantly enhance the economic viability of Eureka compared with an initial standalone development as originally contemplated.

The expanded development strategy is strongly supported by the recent encouraging drill results from Tubal Cain, coupled with:

- the ability to locate the plant at Southern Crown, adjacent to Tubal Cain;
- the capacity to achieve JORC resources by diamond drilling alone;

- the correlation of Bulk Sampling to drilling, indicating a potential uplift in grade;
- increased drilling density likely to provide an uplift in grade;
- the current availability of suitable drilling rigs.

On the basis that positive results will be achieved, work commenced during the Quarter on the combined Tubal Cain/Eureka Feasibility Study. The expanded Feasibility Study will rely extensively on work already completed for Eureka, scaled up accordingly for the combined operations.

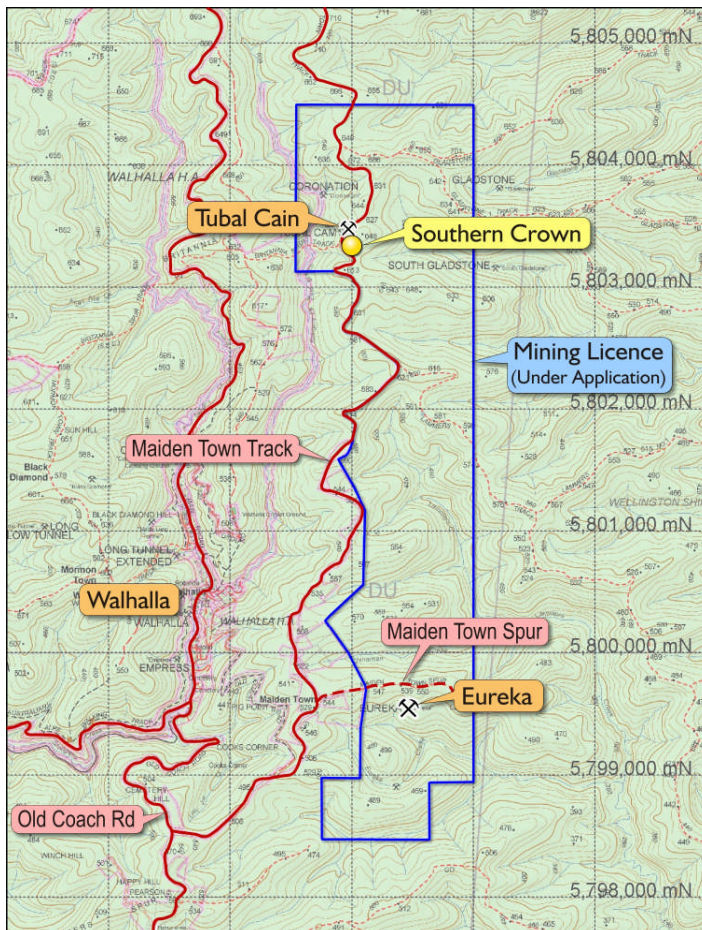
As part of the EFS and permitting process, a number of alternative processing plant sites were investigated. This work identified a location near Tubal Cain (see Fig 2) which would provide a long-term location for the plant and associated cost savings. This was only recently confirmed as an acceptable site enabling detailed work to commence early in 2008.

This alternative location has been named Southern Crown and will be the production hub for delivery of ore from a number of future mine developments including Eureka and Tubal Cain. The identification of this location has the potential to significantly improve the economic parameters for both Eureka and Tubal Cain and establish a regional production hub approximately three years earlier than originally envisaged.

Detailed costings for the new plant location have not been completed at this stage, however based on the Eureka Feasibility Study and initial results from the current Tubal Cain Scoping Study (TCSS), indications are that a combined Tubal Cain/Eureka operation could potentially deliver a long-term production profile of up to 400,000 tonnes per annum with a 5 to 7 year mine life from Eureka plus 10 years plus from Tubal Cain.

It is considered that the combined development could support an **annual production level of over 100,000 ounces at a targeted cash cost level of ~A\$500/ounce**. Importantly, this would enable the Company to bring forward a much higher production level to take advantage of the current strength in the gold market, compared with the original plan to develop Eureka first followed by Tubal Cain.

Fig 2 – Location Plan showing Southern Crown Production Hub in relation to Tubal Cain and Eureka



6.0 PERMITTING AND APPROVALS

Goldstar advised in the December Quarterly Report that it had submitted its application for a Mining Licence. The Company has received confirmation that the Mining Licence application is now in the final stage of the approval process.

The Mining Licence application area covers the Eureka, Tubal Cain and Southern Crown operating areas and its granting will be a key step in achieving the commencement of mining operations.

Work is continuing to complete the approvals process in line with the expanded development strategy. The Company is confident that this process can be expeditiously completed, as with other approvals.

7.0 OTHER PROJECTS

7.1 BHP-BILLITON JOINT VENTURE – MILLROSE GOLD & NICKEL PROJECT

BHP-Billiton received the results of the airborne geophysical survey and it has been reviewed against known geology. In order to determine the feasibility of using ground based geophysical techniques to assist in target definition field inspections were conducted late in the Quarter.

Activity next quarter will focus on ground EM surveys over the most likely nickel sulphide targets in the tenement E53/1006.

7.2 MILLROSE WEST GOLD & NICKEL PROSPECT – 100% Goldstar

Detailed investigation underway on available data within this tenement. A field reconnaissance is proposed for next Quarter.

7.3 TOP CAMP/IRON RIDGE COPPER PROJECT, QUEENSLAND (Matrix Metals earning 85%)

Based on the results of the data collected in previous quarters targeting continues for the upcoming field season.

7.4 PEAK HILL COPPER-GOLD PROJECT, WESTERN AUSTRALIA (Peak Resources earning 70%)

A latest draft of proposed Heritage Agreement is expected now early in the next Quarter with a view to finalising such an agreement with the Jidi Jidi Aboriginal Corporation later in the Quarter. As such there is no access to the project area even for low impact exploration.

8.0 CORPORATE

8.1 OPES PRIME

Subsequent to the end of the Quarter, Goldstar was advised that, as a result of the appointment of receivers to Melbourne-based stockbroking firm Opes Prime, a total of 5.8 million shares representing approximately 4% of the Company's capital held by ANZ Nominees were to be sold in the market.

All of these shares were subsequently acquired by a number of supportive shareholders, further strengthening Goldstar's share register.

9.0 SUMMARY AND OUTLOOK

The March Quarter was one of the most volatile and tumultuous periods seen in global equity, credit and financial markets in over two decades. The impact of the US economic slow-down, sub-prime crisis and credit

crunch, together with a number of unexpected domestic events such as the collapse of Opes Prime and other margin lending institutions contributed to an extraordinarily difficult period for junior resource companies.

Notwithstanding all these challenges, Goldstar was able to capitalise on a number of significant positive strategic developments to deliver a revised production plan that will enable it to achieve a significantly higher level of gold production much earlier than originally envisaged. The key to this approach has been the success of the Tubal Cain drilling program.

Based on all the latest available information, Goldstar considers that the best development strategy for the Company is to utilise its cash reserves to rapidly delineate a significant level of resources at Tubal Cain and deliver an appreciably larger operating base. This represents a measured and considered approach which the Company believes will enable it to achieve the maximum return to shareholders at an acceptable risk profile.

Key forthcoming milestones for the Company include the receipt of additional assay results from the Tubal Cain drilling program and completion of the initial Inferred JORC resource at Tubal Cain during the June Quarter.

This revised development strategy announced during the Quarter is a major milestone in the Company's development with the potential to now achieve producer status of +100,000ozs per annum within a reasonable time frame.

For further information:

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Goldstar Resources NL

Telephone: (+61-8) 9321 1577

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Technical information in this report is compiled by a Competent Person as defined in the Code being Mr Peter Ball (B.Sc MAusIMM) of Datageo Geological Consultant who holds the position of Technical Manager of the Goldstar Group. Mr Ball has sufficient experience in mineral resource estimation relevant to the style of mineralisation and type of deposit under consideration, and consents to the inclusion in the public release of the matters based on their information in the form and context in which it appears

JORC Statement

This release may include forward-looking statements. These forward-looking statements are based on management's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Goldstar Resources NL that could cause actual results to differ materially from such statements. Goldstar makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

Appendix 1

EUREKA RESOURCE MODEL

The Eureka deposit is a series of narrow, moderately to steeply dipping quartz reef/breccia zones (reefs) within a dolerite/diorite dyke bulge. The bulge has intruded the sediments along the Ross Creek Structure.

Goldstar completed a resource estimation for the deposit using the following data, parameters and methodology:

- All diamond drill hole data available to the end of Nov 2007
- Sectional and planar interpretations were used to create solid models representing 17 reefs and the dyke. The reefs were interpreted on variably spaced sections between 5799460mN and 5799850mN (GDA94 Zone 55) to a depth of 550m below surface. The dyke was interpreted on 50m levels to the 550m below surface horizon.
- The reef solids were clipped to the boundary of the dyke
- The drill hole samples within the reefs were reviewed for average sample length and then appropriately composited to 0.5m downhole within the reefs.
- The pinch and swell of the reefs give an average true width of approximately 0.5m. As such a block model with cells size 0.5mE x 10mN x 5mRL was created and coded with the reef number. Volume checking was carried out to ensure that the block model was correctly informed by the solids.
- Statistical analysis indicated that some reefs contained "outlier" grades due to the presence of "coarse" gold. In these instances top-cuts on the 0.5m down hole composites data would be necessary
- Variography was used to determine search orientations and distances which were 1) a major orientation parallel to the reef strike with a search distance of 50m; 2) semi-major orientation in the down dip orientation with a search of 30m and 3) a short ranged search perpendicular to the strike-dip plane.
- An Au grade estimate was made using Ordinary Kriging based on 0.5m downhole composited drill hole data with top-cuts, if statistically warranted, varying between 30g/t to 50g/t Au. Each reef estimate of grade was carried out from composites within that reef only. Reefs with insufficient data to estimate grade were assigned the average composite input grade, top-cut as appropriate.
- The model was classified based on global estimation variance and geological confidence in the reef interpretation.

SRK Consulting Pty Ltd (SRK) was asked to audit the resource from the view of methodology and result.

SRK's audit of the resource highlighted the following: -

- 1) The tonnage is appropriate
- 2) The grade is likely to be representative where no or weak top-cutting occurs and conservative in those reefs demonstrating a coarse gold content.
- 3) The majority of the resource model should be considered Inferred with only those reefs intersected by and within +/- 30m vertically of Eureka Bulk Sampling area considered Indicated.

SRK made the following recommendations: -

- 1) Given the underground channel sampling behaved statistically in the same manner as the nearby drill information it should be included in future resource estimates
- 2) 2D thickness and grade accumulation on a reef by reef basis should be used to complement the 3D modelling
- 3) Grade simulation used to determine risk profile.
- 4) Classification should be larger parcels of material rather than applied to individual model blocks

Goldstar reran the estimation using the same techniques but including all data and then classified the resource according to the SRK recommendations concerning location adjacent to the recent underground workings.

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The in situ classified Mineral Resource based on the above techniques and parameters is reported in Table 1.

Table 1: In Situ Mineral Resource to 350m below surface		
Category	tonnes	Au g/t
Indicated	70,000	8.0
Inferred	462,000	3.8
Total	532,000	4.4

This Resource occurs within an overall geological model of 827,000 tonnes. In all cases the tonnes reported have been reduced to allow for the current understanding of the location of underground workings.

That part of the in situ Mineral Resource which has the potential for economic extraction is shown in Table 2.

Table 2: In Situ Mineral Resource to 350m below surface at 4g/t cut-off		
Category	tonnes	Au g/t
Indicated	36,000	13.9
Inferred	117,000	8.8
Total	153,000	10.0

No mining or metallurgical factors have been applied to the resource figures stated in this Appendix.

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Table 1: Hole Details – Tubal Cain 50mx50m In-Fill Drilling Program

Hole_ID	East_94	North_94	RL	Tdepth	Dip	Azi_grid	Azi_Mag
GRT016	452949.9	5803325	610.29	341.2	-40	348	336
GRT017	452949.9	5803325	610.29	357	-40	336	324
GRT018	452819.6	5803364	576.77	400	-64	86	74
GRT019	452819	5803363	576.64	352	-74	105	93
GRT020	452949.9	5803325	610.29	269	-40	17	5
GRT021	452819	5803363	576.64	449	-72	69	57
GRT022	452949.9	5803325	610.29	313	-40	354	342
GRT023	452819	5803363	576.64	625	-77	28	16
GRT024	452819	5803363	576.64	496.4	-63	33.5	21.5
GRT025	452743.2	5803285	526.79	350	-20	62.5	50.5
GRT026	452819	5803363	576.64	400	-50	19	7
GRT027	452819	5803369	576	503.2	-66	14	2
GRT028	452820	5803366	577	510	-77	77	65
GRT029	452820	5803366	577	500	-85	352	340
GRT030	452743	5803285	526	285	-16	78	66
GRT031	452743	5803285	526	256	-24	69	57

Drill Hole coordinates in GDA94, Zone 55, Elevation in AHD

Table 2: Significant Intercepts – Tubal Cain In-Fill Drilling Program

Hole_ID	From	To	Length	Au g/t
GRT016	184.9	185.45	0.55	5.72
GRT017	238.7	241.3	2.6	4.74
GRT019	225.3	225.8	0.5	12.28
GRT020	178.05	178.35	0.3	5.38
GRT020	179.93	180.33	0.4	7.47
GRT020	184.8	185.5	0.7	5.07
GRT020	219.89	220.19	0.3	14.47
GRT022	244.03	248.80	4.77	9.12
including	244.80	245.10	0.3	14.55
	247.75	248.80	1.05	29.64

The intercepts in Table 2 are calculated based on the geological description with assay results assisting in determining the start and finish points. The average grade is weighted by sample length and the grades are not subject to top cutting.

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

Goldstar Resources NL

ABN

76 098 939 274

Quarter ended ("current quarter")

31 March 2008

Consolidated statement of cash flows

Cash flows related to operating activities

- 1.1 Receipts from product sales and related debtors
- 1.2 Payments for
 - (a) exploration and evaluation
 - (b) development
 - (c) production
 - (d) administration
- 1.3 Dividends received
- 1.4 Interest and other items of a similar nature received
- 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

Cash flows related to investing activities

- 1.8 Payment for purchases of:
 - (a) prospects
 - (b) equity investments
 - (c) other fixed assets
- 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 (provide details if material)

Net investing cash flows

- 1.13 Total operating and investing cash flows (carried forward)

	Current quarter \$A'000	Year to date (9 months) \$A'000
	20	73
	(3,187)	(8,408)
	(144)	(649)
	56	325
	(3,256)	(8,660)
	(83)	(466)
		(16)
	(83)	(482)
	(3,339)	(9,142)

1.13	Total operating and investing cash flows (brought forward)	(3,339)	(9,142)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.		5,175
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)		(265)
	Net financing cash flows	0	4,910
	Net increase (decrease) in cash held	(3,339)	(4,232)
1.20	Cash at beginning of quarter/year to date	7,049	7,942
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	3,710	3,710

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	196
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Directors' fees and consulting charges.

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

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	
4.2 Development	\$2,000
Total	\$2,000

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	510	15
5.2 Deposits at call	3,200	7,034
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	3,710	7,049

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	n/a		
6.2	Interests in mining tenements acquired or increased	n/a		

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 Partly Paid +securities <i>(description)</i>	5,595,250	Nil	10 cents	0.1 cents
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	140,196,605	140,196,605		Fully Paid
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				

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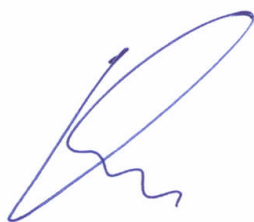
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7.7	Options <i>(Exercise Price 35 cents, expiry 27 September 2009)</i> <i>(Exercise Price 37.5 cents, expiry 30 September 2009)</i> <i>(Exercise Price 37.5 cents, expiry 31 July 2009)</i> <i>(Exercise Price 35 cents, expiry 9 November 2011)</i>			<i>Exercise price</i>	<i>Expiry date</i>
		696,000		35 cents	27 September 2009
		725,000		37.5 cents	30 September 2009
		360,000		37.5 cents	31 July 2009
		75,000		35 cents	9 November 2011
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>				

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:
(Director/Company secretary)

Date: 23 April 2008

Print name: David Cornes

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.