

# 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

**AuDAX Resources Ltd**

ABN

**50 009 058 646**

Quarter ended ("current quarter")

**31 March 2006**

### Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (9 months) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a)exploration &evaluation (b)development (c)production (d)administration	(172)	(1,923)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	47	106
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material) GST nett Other –receipt of JV cash reimbursement	- 404	116 404
<b>Net Operating Cash Flows</b>	<b>98</b>	<b>(1,783)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a)prospects (b)equity invest. (c) other fixed assets	(236) (4)	(385) (12)
1.9 Proceeds from sale of: (a)prospects (b)equity investments (c)other fixed assets	179	264
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>(61)</b>	<b>(133)</b>
1.13 Total operating and investing cash flows (carried forward)	37	(1,916)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(37)	(1,916)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issues of shares, options, etc.	1,104	1,104
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>	1,104	1,104
<b>Net increase (decrease) in cash held</b>			
1.20	Cash at beginning of quarter/year to date	1,141	(812)
1.21	Exchange rate adjustments to item 1.20	687	2,640
1.22	<b>Cash at end of quarter</b>	1,828	1,828

**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	See Note 6
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

N/A

**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 – Bank overdraft facility	Nil	
3.2	Credit standby arrangements		

+ See chapter 19 for defined terms.

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	200
4.2 Development	
<b>Total</b>	<b>200</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	25	62
5.2 Deposits at call	1,803	625
5.3 Bank overdraft		
5.4 Other (provide details)		
<b>Total: cash at end of quarter (item 1.22)</b>	<b>1,828</b>	<b>687</b>

**Changes in interests in mining tenements**

	Tenement reference	Nature of interest (note 7)	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> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	104,937,919	104,937,919		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	6,900,000	6,900,000	16 cents	
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>	<i>Employee</i> 600,000 600,000  27,130,047		<i>Exercise price</i> 15 cents 12 cents  20 cents	<i>Expiry date</i> 31/12/2007 31/12/2008  31/12/2008
7.8 Issued during quarter	6,900,000	6,900,000	20 cents	31/12/2008
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> <i>(totals only)</i>				

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**AuDAX RESOURCES LTD**

(A.C.N. 009 058 646)

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**Note 6**

CASH FLOWS RELATED TO OPERATING ACTIVITIES

*Aggregate Payments to Specified Parties*

During the quarter ended 31 March 2006, the following payments were made to specified parties:

	<b>31/03/2006</b>	<b>YTD</b>
Payments to Directors for Directors fees	\$ 9,750	\$ 29,250
Payments to Directors for consulting and management services*	\$ 17,600	\$ 53,284
Payments to Director for services in capacity of Managing Director	\$ 32,500	\$ 97,500
Payments to Director for services in capacity of Exploration Director	\$ 10,000	\$ 10,000

\* Payments to Directors for consulting and management services includes payments to Multi Metal Consulting Pty Ltd, a company which Mr I Chalmers is a Director and shareholder. This company provides geological consulting services in the normal course of business at commercial rates (\$0 YTD \$484)