

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

Nex Metals Explorations Ltd

ABN

63 124 706 449

Quarter ended ("current quarter")

30 June 2009

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	(174)	(538)
	(b) development		
	(c) production		
	(d) administration	(122)	(651)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	9	116
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Other – Net GST Paid – to be refunded	(188)	(169)
	Net Operating Cash Flows	(475)	(1,242)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	(150)	(348)
	(b) equity investments	-	-
	(c) other fixed assets	(80)	(133)
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	(230)	(481)
1.13	Total operating and investing cash flows (carried forward)	(705)	(1,723)

1.13	Total operating and investing cash flows (brought forward)	(705)	(1,723)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc. (Net of share issue costs)	-	2
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)	-	15
	Net financing cash flows	-	17
Net increase (decrease) in cash held			
		(705)	(1,706)
1.20	Cash at beginning of quarter/year to date	3,925	4,895
1.21	Exchange rate adjustments to item 1.20	-	31
1.22	Cash at end of quarter	3,220	3,220

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	62
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 + salaries in normal course of trading

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

Acquisition of mining interests satisfied by the issue of 7,800,000 shares in the Company at \$0.15 each on 30 June 2009.

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

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	0	0

For personal use only

3.2	Credit standby arrangements	0	0
-----	-----------------------------	---	---

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	300
4.2	Administration	200
Total		500

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	3,220	3,925
5.2	Deposits at call		
5.3	Bank overdraft		
5.4	Other (provide details)		
Total: cash at end of quarter (item 1.22)		3,220	3,925

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	E25/386	100%	0%
	relinquished, reduced or lapsed	E25/318	100%	0%
		E25/320	100%	0%
		E25/351	100%	0%
		E25/352	100%	0%
		E25/353	100%	0%
		E28/1791	100%	0%
		E38/1746	100%	0%
		E25/359	100%	0%
		E25/363	100%	0%
		E25/315	100%	0%
		E25/350	100%	0%
		E37/811	100%	0%

For personal use only

6.2 Interests in mining tenements acquired or increased

M40/26	acquired June 2009	0%	100%
M40/117	acquired June 2009	0%	100%
L40/12	acquired June 2009	0%	100%
G40/3	acquired June 2009	0%	100%
L40/19	acquired June 2009	0%	100%
M40/27	acquired June 2009	0%	100%
E40/233	acquired June 2009	0%	100%
M40/148	acquired June 2009	0%	100%
M40/136	acquired June 2009	0%	100%
E40/232	acquired June 2009	0%	100%
M40/3	acquired June 2009	0%	100%
L40/15	acquired June 2009	0%	100%
L40/9	acquired June 2009	0%	100%
P40/1163	acquired June 2009	0%	100%
P40/1164	acquired June 2009	0%	100%
M40/120	acquired June 2009	0%	100%
L40/14	acquired June 2009	0%	100%
L40/21	acquired June 2009	0%	100%
M40/174	acquired June 2009	0%	100%
M40/61	acquired June 2009	0%	100%
M40/8	acquired June 2009	0%	100%
L40/17	acquired June 2009	0%	100%
M40/56	acquired June 2009	0%	100%
M40/107	acquired June 2009	0%	100%
M40/110	acquired June 2009	0%	100%
M40/151	acquired June 2009	0%	100%
M40/163	acquired June 2009	0%	100%
M40/164	acquired June 2009	0%	100%
M40/288	acquired June 2009	0%	100%
M40/289	acquired June 2009	0%	100%
M40/290	acquired June 2009	0%	100%
M40/291	acquired June 2009	0%	100%
M40/292	acquired June 2009	0%	100%
M40/293	acquired June 2009	0%	100%
M40/22	acquired June 2009	0%	100%
L40/10	acquired June 2009	0%	100%
L40/11	acquired June 2009	0%	100%
L40/7	acquired June 2009	0%	100%
M40/77	acquired June 2009	0%	100%
M40/20	acquired June 2009	0%	100%
M40/137	acquired June 2009	0%	100%
L40/18	acquired June 2009	0%	100%
L40/20	acquired June 2009	0%	100%
E40/229	acquired June 2009	0%	100%
G40/4	acquired June 2009	0%	100%
G40/5	acquired June 2009	0%	100%

For personal use only

G40/6	acquired June 2009	0%	100%
G40/7	acquired June 2009	0%	100%
P40/1240	acquired June 2009	0%	100%
M40/101	acquired June 2009	0%	100%
P40/1158	acquired June 2009	0%	100%
P40/1159	acquired June 2009	0%	100%
P40/1160	acquired June 2009	0%	100%
P40/1161	acquired June 2009	0%	100%
P40/1162	acquired June 2009	0%	100%
P40/1172	acquired June 2009	0%	100%
P40/1175	acquired June 2009	0%	100%
P40/1189	acquired June 2009	0%	100%
P40/1169	acquired June 2009	0%	100%
P40/1176	acquired June 2009	0%	100%
P40/1179	acquired June 2009	0%	100%
P40/1180	acquired June 2009	0%	100%
P40/1188	acquired June 2009	0%	100%
P40/1190	acquired June 2009	0%	100%
P40/1191	acquired June 2009	0%	100%
P40/1195	acquired June 2009	0%	100%
P40/1196	acquired June 2009	0%	100%
P40/1184	acquired June 2009	0%	100%
P40/1182	acquired June 2009	0%	100%
L40/22	acquired June 2009	0%	100%

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 (description)				
7.2				
Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3	84,873,292	42,457,189		
*Ordinary securities				
7.4	7,800,000	7,800,000	\$0.15 consideration as part of tenement acquisition	
Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs				
7.5				
*Convertible debt securities (description)				
7.6				
Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7	38,471,646		<i>Exercise price</i>	<i>Expiry date</i>
Options (description and conversion factor)	5,000,000		\$0.25	30/11/2011
	3,000,000		\$0.25	6/12/2011
	1,500,000		\$0.25	30/11/2012
	1,500,000		\$0.40	30/11/2012
	1,500,000		\$0.50	30/11/2012
	3,000,000		\$0.60	30/11/2012
	3,000,000		\$0.75	30/11/2012
	6,000,000		\$1.00	30/11/2012
7.8				
Issued during quarter				
7.9				
Exercised during quarter				
7.10				
Expired during quarter				
7.11				
Debentures (totals only)				

For personal use only

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 /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: 
(Director/Company secretary)

Date: 31 July 2009

Print name: Kenneth M Allen

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.

== == == == ==