

## 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

<b>KINGSROSE MINING LIMITED</b>
---------------------------------

	Quarter ended ("current quarter")	
	<b>31 March 2010</b>	
	Current quarter	Year to date
	\$A'000	\$A'000
<b>Consolidated statement of cash flows</b>		
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	385	1,939
1.2 Payments for	-	-
(a) exploration and evaluation	(691)	(1,043)
(b) development	(1,795)	(4,122)
(c) production	(1,825)	(5,486)
(d) administration	(1,079)	(3,237)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	61	215
1.5 Interest and other costs of finance paid	(3)	(288)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>	<b>(4,947)</b>	<b>(12,022)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of:		
(a)prospects	-	-
(b)equity investments	-	-
(c) other fixed assets	(2,462)	(5,001)
1.9 Proceeds from sale of:		
(a)prospects	-	-
(b)equity investments	-	-
(c)other fixed assets	-	1,006
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>(2,462)</b>	<b>(3,995)</b>
<b>1.13 Total operating and investing cash flows</b>	<b>(7,409)</b>	<b>(16,017)</b>
<b>Cash flows related to financing activities</b>		
1.14 Proceeds from issues of shares, options, etc.	9,314	9,433
1.15 Proceeds from sale of forfeited shares	-	-
1.16a Intercompany borrowings	-	-
1.16 Proceeds from borrowings	-	-
1.17 Repayment of borrowings	(12)	(100)
1.18 Dividends paid	-	-
1.19 Other (provide details if material)	(480)	(480)
<b>Net financing cash flows</b>	<b>8,822</b>	<b>8,853</b>
<b>Net increase (decrease) in cash held</b>	<b>1,413</b>	<b>(7,164)</b>
1.20 Cash at beginning of period/year to date	7,042	15,619
1.21 Exchange rate adjustments to item 1.20	-	-
<b>1.22 Cash at end of quarter</b>	<b>8,455</b>	<b>8,455</b>

+ See chapter 19 for defined terms.

**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	98
1.24 Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

**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

**Financing facilities available**

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
Nil		
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	1,670
4.2 Development	1,215
<b>Total</b>	<b>2,885</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	8,455	7,042
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>8,455</b>	<b>7,042</b>

**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	Nil			
6.2 Interests in mining tenements acquired or increased	Nil			

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

**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) (\$)	Amount paid up per security (see note 3) (\$)
7.1	<b>+Preference securities</b>	-	-	-	-	-
7.2	Changes during quarter					
	(a) Increases through issues	-	-	-	-	-
	(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-	-
7.3	<b>+Ordinary securities</b>	KRM	236,035,020	236,035,020	-	-
7.4	Changes during quarter					
	(a) Increase through exercise of options	KRM	1,735,000	1,735,000	-	-
	(b) Increase through issues	KRM	15,000,000	15,000,000	-	-
	(c) Release from escrow	KRM	42,500,000	42,500,000	-	-
	(d) Decreases through returns of capital, buy-backs	KRMAU	(42,500,000)	-	-	-
7.5	<b>+Convertible debt securities</b> <i>(description)</i>	KRMAQ	11,000,000	-	-	-
		Convertible Notes, convertible into ordinary shares of 20c each on or before 30 June 2010. Interest of 6% pa paid on unconverted Notes.				
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>	<b>Unlisted</b>	<b>Unlisted</b>		<i>Exercise price (\$)</i>	<i>Expiry date</i>
		KRMAA	1,350,000		0.39	13/07/2014
		KRMAB	1,000,000		0.48	28/07/2014
		KRMAI	2,000,000		0.20	29/12/2014
		KRMAK	500,000		0.25	31/12/2012
		KRMAM	150,000		0.73	8/03/2015
		KRMAO	5,000,000		0.25	31/12/2012
		KRMAS	1,000,000		0.14	16/02/2014
		KRMAW	2,000,000		0.20	16/04/2014
		KRMAY	2,000,000		0.14	9/04/2014
		KRMAZ	1,125,000		0.34	14/05/2014
			16,125,000			
		<b>Listed</b>	<b>Listed</b>			
		KRMO	38,515,010	38,515,010	0.20	31/12/2012
7.8	Issued during quarter	KRMAM	150,000	150,000	0.73	8/03/2015
7.9	Exercised during quarter	KRMAA	(50,000)	(50,000)	0.39	13/07/2014
		KRMAZ	(50,000)	(50,000)	0.34	14/05/2014
		KRMAZ	(325,000)	(325,000)	0.34	14/05/2014
		KRMAS	(1,000,000)	(1,000,000)	0.14	16/02/2014
		KRMAS	(250,000)	(250,000)	0.14	16/02/2014
		KRMAA	(50,000)	(50,000)	0.39	13/07/2014
		KRMO	(10,000)	(10,000)	0.20	31/12/2012
			(1,735,000)			
7.1	Expired during quarter	-	-	-	-	-
7.11	<b>Debentures (totals only)</b>	-	-	-	-	-
7.12	<b>Unsecured notes (totals only)</b>	-	-	-	-	-

+ See chapter 19 for defined terms.

## 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: ..... Date: 30 APRIL 2010

(Company Secretary)

Print name: TANYA ASHLEY

### 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.

== == == == ==