

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

GOLDEN CROSS RESOURCES LTD

ACN or ARBN

ABN 65 063 075 178

Quarter ended ("current quarter")

30 June 2007

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	327	715
1.2 Payments for		
(a) exploration and evaluation	(992)	(4,844)
(b) development	-	-
(c) production	-	-
(d) administration	(158)	(499)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	92	312
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(731)	(4,316)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects (KER)	(300)	(300)
(b) equity investments	-	-
(c) other fixed assets	(53)	(90)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	12	12
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – (payment) refund of security deposits	(30)	(10)
Net investing cash flows	(371)	(388)
1.13 Total operating and investing cash flows (carried forward)	(1,102)	(4,704)

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1.13	Total operating and investing cash flows (brought forward)	(1,102)	(4,704)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	7,374
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 (cost of share issue)	-	(241)
	Net financing cash flows	-	7,133
	Net increase (decrease) in cash held	(1,102)	2,429
1.20	Cash at beginning of quarter/year to date	6,156	2,625
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	5,054	5,054

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	136
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

Payment of directors' salaries and entitlements, director's fees, consulting fees and allowable expenses.

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

GCR purchased gold-uranium-base metals explorer King Eagle Resources Pty Ltd during the quarter. The agreed purchase price was \$3 million worth of GCR shares, at a minimum issue price of \$0.05 per share, and \$300,000 cash. The first instalment of \$300,000 cash and \$1.8 million worth of shares has been paid, with a balance of \$1.2 million worth of shares to be issued. These shares will be issued upon the grant of tenements presently under application in Qld and WA.

GCR sold its wholly owned subsidiary Challenger Mines Ltd, the holder of the Adelong Gold Project, to Tasman Goldfields Limited during the quarter. The agreed sale price was approximately \$3 million, payable in instalments of Tasman shares and cash. Payment is conditional on EL 5728 "Batlow" being renewed in full size and the successful IPO and listing on ASX of Tasman by 30 September 2007. If these conditions are met, payment of the first instalment in 2007 will be \$500,000 cash and \$500,000 worth of Tasman shares.

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

Farm-in expenditure by farm-in partners of approximately \$500,000.

+ See chapter 19 for defined terms.

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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,000
4.2 Development	-
Total	1,000

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	54	156
5.2 Deposits at call	5,000	6,000
5.3 Bank overdraft	-	-
5.4 Other (Entitlements Offer account)	-	-
Total: cash at end of quarter (item 1.22)	5,054	6,156

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	EL 6491 "Holbrook"	Holder	100%	Nil
	EL 6195 "Trewilga"	Holder	100%	Nil
	EL 6087 "Parkes"	Holder	100%	Nil
	Adelong tenements sold:			
	ML 1435 "Challenger"	Holder	100%	Nil
	MC 279-391 and 311-313	Holder	100%	Nil
	EL 5728 "Batlow"	Holder	100%	Nil
	EL 2879 "Batlow Sth"	Holder	100%	Nil
	EL 6814 "Nangus"	Holder	100%	Nil

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6.2 Interests in mining tenements acquired or increased

EL 6753 "Rast Sth"	Holder	Nil	100%
EL 6811 "Tabletop"	Holder	Nil	100%
EL 6087 "Katalpa Tank"	Holder	Nil	100%
KER tenements acquired:			
EPM 14905 "Quita Creek"	Holder	Nil	100%
EPM 14912 "Lily Creek"	Holder	Nil	100%
E39/988 "Mulga Tank"	Holder	Nil	80%

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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 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	540,551,447	540,551,447	Various	Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	36,000,000	36,000,000	5	5
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	185,000 185,000 500,000 240,000 565,000 6,750,000 5,000,000 <u>740,000</u> <u>14,335,000*</u> *Employee Options		<i>Exercise Price</i> 10c 10c 10c 10c 10c 10c 8c 10c	<i>Expiry Date</i> 20.12.2007 25.06.2008 11.11.2008 17.08.2009 20.07.2010 31.03.2011 31.3.2011 6.10.2011

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	Total number	Number quoted	Exercise Price	Expiry Date
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter	170,000		10c	28.06.2007
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 gives a true and fair view of the matters disclosed.

Name: DAVEN TIMMS, Company Secretary Date: 25 July 2007

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.

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