

Appendix 5B

Mining exploration entity quarterly report –

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Redbank Copper Limited

ABN

66 059 326 519

Quarter ended ("current quarter")

30 September 2011

Consolidated statement of cash flows

Cash flows related to operating activities

	Current quarter \$A'000	Year to date 3 months \$A'000
1.1 Receipts from copper sales	-	-
1.2 Payments for:		
(a) Site admin and care and maintenance - Redbank Copper, NT	(146)	(146)
(b) Administration –corporate	(279)	(279)
1.3 Dividends received	-	-
1.4 Interest received	9	9
1.5 Interest and other costs of finance paid	(6)	(6)
1.6 Income taxes paid	-	-
1.7 Other – R&D claim	625	625
Net Operating Cash Flows	203	203
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) plant and equipment and capital works in progress	(10)	(10)
(b) environmental and water treatment	(327)	(327)
(c) capitalised exploration costs	(250)	(250)
(d) consumables and stores	-	-
(e) predevelopment costs	(31)	(31)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) subsidiary	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Payment for security term deposits	-	-
1.13 Proceeds of security deposit refund	-	-
Net investing cash flows	(618)	(618)
Total operating and investing cash flows (carried forward)	(415)	(415)

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B
Mining exploration entity quarterly report

		Current quarter \$A'000	Year to date 3 months \$A'000
	Total operating and investing cash flows (brought forward)	(415)	(415)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings (a) unsecured notes (b) other	- 504	- 504
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material) (a) Hire purchase payments (b) Share Issue Expenses	(14) (14)	(14) (14)
	Net financing cash flows	475	475
	Net increase (decrease) in cash held	61	61
1.20	Cash at beginning of quarter/year to date	7	7
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	68	68

Note: As announced on 30 September 2011, the Company has signed a Convertible Note Facility Agreement with Chimaera Capital Markets for an amount to a total of \$2,250,000 and also an Equity Line Facility Agreement with Chimaera for a total of \$10,000,000 over 3 years.

The Company also has the financial support of DCM Decometal (the major shareholder of Stirling Resources Ltd. Stirling Resources currently holds 32% of Redbank Copper Ltd) which advanced \$550,000 to the Company since the end of the Sept 2011 quarter with a further \$1,650,000 committed by DCM over Nov 2011 to Jan 2012.

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	85
1.24	Aggregate amount of loans to the parties included in item 1.10	-
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

During the quarter ending 30 Sept 2011, La Jolla Cove Investors made a partial conversion under its convertible note facility. In accordance with the terms of the convertible note, 37,516,486 ordinary fully paid shares for a value of USD 296,686 (AUD 280,000) have been issued to La Jolla Cove Investors.

- 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

N/A

+ See chapter 19 for defined terms.

For personal use only

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	50	-
3.2 Credit standby arrangements	12,250	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	900
4.2 Development including technical studies	-
4.3 Environment and water treatment	150
4.4 Administration	500
4.5 Production	-
Total	1,550

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	68	11
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	(3)
5.4 Other (provide details)	-	26
Total: cash at end of quarter (item 1.22)	68	34

Note:

As announced on 30 September 2011, the Company has signed a Convertible Note Facility Agreement with Chimaera Capital Markets for an amount to a total of \$2,250,000 and also an Equity Line Facility Agreement with Chimaera for a total of \$10,000,000 over 3 years.

The Company also has the financial support of DCM Decometal (the major shareholder of Stirling Resources Ltd. Stirling Resources currently holds 32% of Redbank Copper Ltd) which advanced \$550,000 to the Company since the end of the Sept 2011 quarter with a further \$1,650,000 committed by DCM over Nov 2011 to Jan 2012.

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B
Mining exploration entity quarterly report

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	EL28487 EL28535	0% 0%	100% 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			
7.2	<i>(description)</i> Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	+Ordinary securities	340,293,478	340,293,478	
7.4	Changes during quarter (a) Increases through issues	2,500,000 6,329,114 12,658,228 6,944,444 4,166,667 4,918,033	2,500,000 6,329,114 12,658,228 6,944,444 4,166,667 4,918,033	\$0.0080 \$0.0079 \$0.0079 \$0.0072 \$0.0072 \$0.0061
	(b) Decreases	-	-	
7.5	+Convertible debt securities	1	-	USD 212,956

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B
Mining exploration entity quarterly report

Convertible Notes convertible in whole or in part into ordinary fully paid shares at the election of the holder at any time at the lesser of AUD0.25 or 80% of the 3 lowest VWAP during the 21 trading days prior to the election to convert, subject to a floor price of AUD0.012 at which the Company may refuse conversion and redeem the convertible note at 150% of the outstanding face value. Notes mature Nov 2011

7.6	Changes during quarter				
	(a) Increases through issues	-	-	-	
	(b) Decreases through securities matured, converted	Part	-	USD 296,86	
7.7	Options (description and conversion factor)			Exercise price	Expiry date
		250,000	-	\$1.50	30 Jun 2012
		3,650,000	-	\$0.50	31 Dec 2011
		400,000	-	\$0.10	30 Jun 2012
		250,000	-	\$0.50	30 Jun 2012
7.8	Issued during quarter				
7.9	Exercised during quarter	-	-		
7.10	Decreases-lapsed	-	-		
7.11	Debentures (totals only)	-	-		
7.12	Unsecured notes (totals only)	-	-		

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: 31 October 2011

Print name: **ILDIKO WOWESNY**
Company Secretary

For personal use only

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.

== == == == ==

+ See chapter 19 for defined terms.

For personal use only