

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

Redbank Copper Limited

ABN

66 059 326 519

Quarter ended (“current quarter”)

30 Jun 2010

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 copper sale – adjustment per off take pricing agreement	-	(815)
1.2 Payments for:		
(a) Site admin and care and maintenance - Redbank Copper, NT	(257)	(1,287)
(b) Administration –corporate	(283)	(1,969)
1.3 Dividends received	-	-
1.4 Interest received	10	30
1.5 Interest and other costs of finance paid	(6)	(95)
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(536)	(4,136)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) plant and equipment and capital works in progress	(3)	(466)
(b) environmental and water treatment	(219)	(1,526)
(c) capitalised exploration costs	(152)	(1,974)
(d) consumables and stores	-	-
(e) predevelopment costs	(51)	(767)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) subsidiary	-	-
1.10 Loans to other entities	(60)	(160)
1.11 Loans repaid by other entities	160	160
1.12 Payment for security term deposits	(28)	(31)
1.13 Proceeds of security deposit refund	-	-
Net investing cash flows	(353)	(4,764)
Total operating and investing cash flows (carried forward)	(889)	(8,900)

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	Current quarter \$A'000	Year to date 12 months \$A'000
Total operating and investing cash flows (brought forward)	(889)	(8,900)
Cash flows related to financing activities		
1.14 Proceeds from issues of shares	-	6,168
1.15 Proceeds from sale of forfeited shares	-	-
1.16 Proceeds from borrowings (a) unsecured notes	267	1,494
(b) other	670	1,220
1.17 Repayment of borrowings	(135)	(860)
1.18 Dividends paid	-	-
1.19 Other (provide details if material)		
(a) Hire purchase payments	(12)	(39)
(b) Share Issue Expenses	(8)	(475)
(c) Share buy back of unmarketable parcels	-	(93)
Net financing cash flows	782	7,415
Net increase (decrease) in cash held	(107)	(1,485)
1.20 Cash at beginning of quarter/year to date	96	1,474
1.21 Exchange rate adjustments to item 1.20	-	-
1.22 Cash at end of quarter	(11)	(11)
<p>Note: Cash at bank since the end of the Jun 2010 quarter has increased as a result of funds received under the La Jolla Cove Investors facility by approximately \$150,000. The Company has at the June 2010 quarter end, USD 6,000,000 yet to be drawn down under this facility. The Company also has the financial support of its major shareholder Stirling Resources Ltd.</p>		

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	114
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 Jun 2010, La Jolla Cove Investors made a partial conversion under its convertible note facility. In accordance with the terms of the convertible note, 5,859,375 ordinary fully paid shares for a value of USD 207,270 (AUD 225,000) 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

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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	50	37
3.2 Credit standby arrangements	8,240	1,640

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	190
4.2 Development including technical studies	40
4.3 Environment and water treatment	335
Total	565

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	-	96
5.2 Deposits at call	26	-
5.3 Bank overdraft	(37)	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	(11)	96

Note: Cash at bank since the end of the Jun 2010 quarter has increased as a result of funds received under the La Jolla Cove Investors facility by approximately \$150,000. The Company has at the June 2010 quarter end, USD 6,000,000 yet to be drawn down under this facility. The Company also has the financial support of its major shareholder Stirling Resources Ltd.

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	N/A		

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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	147,777,507	147,777,477		
7.4 Changes during quarter (a) Increases through issues	1,300,000	1,300,000	\$0.050	
(b) Decreases	5,859,375	5,859,375	\$0.038	
7.5 +Convertible debt securities	1	-	USD 363,750	

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 207,270	
7.7 Options <i>(description and conversion factor)</i>	400,000	-	Exercise price \$0.96	Expiry date 30 Jan 2011
	250,000	-	\$1.00	30 Jun 2011
	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

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7.8	Issued during quarter				
7.9	Exercised during quarter	-	-		
7.10	Decreases-lapsed	250,000	-	\$0.50	30Jun 2010
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 does give a true and fair view of the matters disclosed.



Sign here: **Date:** 30 July 2010
Company Secretary

Print name:

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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