

**ASX  
ANNOUNCEMENT**

**30 July 2007**

**Thundelarra Exploration  
Ltd**

ABN 74 950 465 654  
ACN 085 782 994

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**THUNDELARRA  
EXPLORATION**

**THIRD QUARTER ACTIVITIES & CASHFLOW  
REPORT 30 JUNE 2007**

**HIGHLIGHTS**

**COPERNICUS NICKEL PROJECT**

- Inaugural mining reserve declared.
  - **784,000t at 1.1% Ni, 0.67% Cu & 0.05% Co.**
- First nickel production scheduled for June quarter 2008.
- Deep drilling generates strong hits beneath existing resource.
  - Includes **13m at 1.84% Ni, 1.03% Cu & 0.05% Co.**
  - Potential for reserve expansion confirmed.
- Further drilling and DHEM surveys scheduled for September quarter.

**BASE METALS EXPLORATION**

- RC drilling at Lamboo PGM prospect intersects broad mineralisation.
- VTEM survey at Sophie Downs identifies several high priority conductors.
- RC drilling underway at Mabel Hill, Highway and Robin North nickel prospects.

**URANIUM EXPLORATION**

- Approval received for on ground exploration at Spinifex.
  - Uranium mineralisation located at the A1 target.
- High definition radiometrics identifies 32 targets at Kunderong.
- Drilling set to commence at the Frances Maude prospect.
- Multi-purpose drill rig contracted for the remainder of field season.

**CORPORATE**

- Mr Brett Lambert appointed Chief Executive Officer of the Company.

## INTRODUCTION

Thundelarra Exploration Ltd (Thundelarra or the Company) is a successful, well-funded explorer and near term nickel producer with an extensive portfolio of advanced base metals, platinum and uranium projects in Australia. The Company is currently actively exploring in the East Kimberley, West Pilbara and Ashburton regions of Western Australia and in the Pine Creek region of the Northern Territory. The details of these exploration activities are presented below:

## BASE METAL/PLATINUM EXPLORATION

### Copernicus Nickel Project

On the 29 June 2007, Thundelarra announced the details of the Copernicus Nickel project feasibility study which was prepared by Joint Venture Manager, Sally Malay Mining Limited.

The development of an open pit mine followed by underground mining of the deeper resource has been evaluated. It is proposed to truck all ore to the existing Sally Malay plant for processing. Establishment costs are forecast to be low due to the use of existing infrastructure. Thundelarra's share of expenditure required to attain first cash flow has been estimated at \$5.3 million.

The joint venture has committed to development of the open pit mine and subject to finalisation of statutory approvals, ore production is scheduled to commence in the June quarter of 2008. The underground phase of the project will be reviewed mid next year following completion of additional resource extension drilling and an assessment of metal prices at that time.

### Mineral Resources & Ore Reserves

The Copernicus Mineral Resource has been estimated at 852,000 tonnes grading 1.24% nickel (see Table 1) 97% of the resource is classified as Measured or Indicated and is situated within 300 metres of the surface.

**Table 1 - Mineral Resource Estimate December 2006 (Undiluted, 0.5% Ni Cut-off)**

Class	Tonnes	Ni %	Cu %	Co %	Ni Tonnes	Cu Tonnes	Co Tonnes
Measured	373,000	1.13	0.66	0.05	4,220	2,460	190
Indicated	454,000	1.35	0.95	0.05	6,130	4,310	220
Inferred	25,000	0.98	0.69	0.03	250	240	10
<b>Total</b>	<b>852,000</b>	<b>1.24</b>	<b>0.81</b>	<b>0.05</b>	<b>10,600</b>	<b>6,900</b>	<b>420</b>

A Probable Mining Reserve of 784,000 tonnes grading 1.1% nickel has been estimated for the combined open pit and underground development (see Table 2). The reserve incorporates allowances for ore loss and dilution that are considered appropriate for the proposed mining method. The reserve tonnage is included within the reported resource.

**Table 2- Probable Mining Reserve April 2007  
(Open Pit 0.5% Ni Cut-off, Underground 0.8% Ni Cut-off)**

Class	Tonnes	Ni %	Cu %	Co %	Ni Tonnes	Cu Tonnes	Co Tonnes
Open Pit	437,000	1.0	0.65	0.05	4,370	2,840	220
Underground	347,000	1.2	0.70	0.04	4,150	2,420	140
<b>Total</b>	<b>784,000</b>	<b>1.1</b>	<b>0.67</b>	<b>0.05</b>	<b>8,520</b>	<b>5,260</b>	<b>360</b>

### ***Proposed Operations***

Development of the project is scheduled to commence in the March quarter of 2008, subject to the receipt of all necessary statutory approvals. A key step in this process is the documentation of a co-existence agreement with the Traditional Owners. Significant progress has been made and it is anticipated that agreements will be executed in the near term, paving the way for the Copernicus mining lease to be granted.

Open pit mining is scheduled to commence in the June quarter of 2008 and will be carried out by a contractor under the direction of the Joint Venture Manager. The underground resource would be accessed via a decline developed from just above the base of the completed pit. Underground development is tentatively scheduled to commence in late 2008. It is proposed that underground mining will be carried out on an owner-operator basis with personnel employed by the Joint Venture Manager operating equipment owned by the Joint Venture.

All ore will initially be stockpiled at Copernicus before being trucked to the Sally Malay plant by a haulage contractor for processing. Copernicus ore will be batch treated between parcels of Sally Malay ore. Processing of open pit ore is scheduled to commence in the June quarter 2008 and be completed by the June quarter of 2010. Underground production would extend continuous operations through to the March quarter of 2012 based on the existing resource.

Establishment costs are low due to the availability of existing processing facilities and infrastructure and the adoption of contract mining for the open pit mining phase of the project. Based on feasibility study estimates Thundelarra will be required to commit \$5.3 million towards establishment costs and working capital prior to the first receipt of concentrate sales proceeds.

The underground phase of the project would incur higher establishment costs due to the intention to undertake owner mining and the up-front costs associated with developing access to the ore body and installing the on-site infrastructure necessary to support an underground operation. However cash flow from open pit operations is forecast to cover all underground establishment costs and no further capital contributions are anticipated.

Nickel recovery is estimated to average 76% and concentrate containing 6,500 tonnes of nickel, 4,750 tonnes of copper and 220 tonnes of cobalt would be produced over the initial four year life of the open pit and underground mine. For the purposes of the feasibility study it has been assumed that Copernicus concentrate will be sold to the Jinchuan Group of China under the same terms as Sally Malay concentrate.

### ***Project Economics***

The Copernicus Nickel Project has been financially modelled at nickel prices ranging from US\$20,000 per tonne to US\$50,000 per tonne. The resulting range of net present values for the open pit alone and the combined open pit and underground mine are shown in Table 3. In each case a copper price of US\$5,500 per tonne and cobalt price of US\$40,000 per tonne were used to calculate minor metal credits. Exchange rates in the range of 0.720 to 0.755 were adopted in line with recent (April 2007) bank forecasts. A discount rate of 8% was used.

**Table 3: Copernicus Project NPV - Nickel Price Scenarios**

<b>Nickel Price</b>	<b>Project NPV (8%)</b>	
	<b>Open Pit Only</b>	<b>Open Pit &amp; Underground</b>
US\$20,000/t	A\$11 million	A\$7 million
US\$30,000/t	A\$34 million	A\$54 million
US\$40,000/t	A\$62 million	A\$102 million
US\$50,000/t	A\$87 million	A\$150 million

At current metal prices the economics of both the open pit and underground mine are robust, but the viability of developing the current underground resource would be challenged if there was significant price deterioration.

The economics of underground mining at Copernicus are expected to be enhanced through the expansion of reserves which would enable establishment costs to be amortised over a longer period and could potentially result in improved operating economies of scale. Assessment of the underground phase of the project will be updated upon completion of additional resource extension drilling.

### ***Copernicus Drilling***

On the 4 July 2007 significant nickel intersections were reported from three reverse circulation holes drilled in June to test down-hole electro-magnetic (DHEM) anomalies at Copernicus. All three holes intersected Copernicus style nickel sulphides. Results are tabulated below and a schematic projection of the intercepts is attached.

Hole CORC093 returned 13 metres at 1.84% nickel, 1.03% copper and 0.05% cobalt., one of the highest grade intersections achieved at Copernicus to date. It is considered highly encouraging that CORC093 intersected strong mineralisation 100 metres below the base of the existing Measured and Indicated resource, confirming potential for a significant resource expansion.

Holes CORC091 and CORC092 successfully targeted shallower DHEM anomalies adjacent to the existing resource and indicate a strike extension to the resource at that horizon.

A DHEM survey of holes CORC091 to 93 was recently completed and results will be available shortly. Further drilling is anticipated during the September quarter.

**Table 4: Summary of Copernicus Drill Results**

<b>Hole No</b>	<b>North</b>	<b>East</b>	<b>Dip</b>	<b>From-To</b>	<b>Interval</b>	<b>Ni %</b>	<b>Cu %</b>	<b>Co %</b>
CORC091	103170	55265	90	274-280	<b>6</b>	<b>1.16</b>	<b>0.56</b>	<b>0.05</b>
CORC092	103140	55290	90	250-254	4	0.35	0.68	0.01
				260-261	1	0.78	0.81	0.07
CORC093	103255	55165	90	406-419	<b>13</b>	<b>1.84</b>	<b>1.03</b>	<b>0.05</b>

### ***East Kimberley Regional Joint Venture***

Thundelarra is a large tenement holder in the East Kimberley with direct interest in over 2,600 square kilometres covering the Proterozoic Halls Creek Orogen, one of the most prospective and under explored nickel and platinum group metals (PGM) provinces in Australia (see East Kimberley Projects map). Thundelarra's tenements contain approximately 50 known layered mafic-ultramafic intrusions and over 100 magmatic nickel-copper and PGM occurrences including the Copernicus, Keller Creek and Edison prospects and the Sophie Downs copper-zinc mineralisation.

Under a regional agreement with Breakaway Resources Limited (Breakaway), Thundelarra has a 40% contributing interest and Breakaway a 60% interest in some 1,500 square kilometres in the northern project area (Breakaway Joint Venture). Thundelarra can contribute to maintain its 40% equity or elect to dilute to a 20% interest, free carried to a decision to mine. The Copernicus tenement is excluded from this joint venture. Thundelarra explores the remaining 1,100 square kilometres in its own right and has between 60% and 100% equity in tenements within this area.

Exploration activity within Thundelarra's East Kimberley region has reached an exciting stage with a 2,000 metre drilling program underway and joint venture partners Breakaway and Sally Malay also planning drilling and other focused nickel exploration work.

### ***Lamboo (Platinum Group Metals)***

Results from recent drilling at the Western Zone prospect, Lamboo (Thundelarra 80%, Great Gold Mines Ltd 20%), have been received. Two RC holes totalling 769 metres were sited to test a 500 metre x 1000 metre geochemical anomaly. Both holes intersected ultramafic rocks of the Lamboo Intrusion. Best results detailed below:

**Table 5: Lamboo; Western Limb Prospect Significant Drill Intercepts**

Hole No	North	East	Dip	From -To	Interval	Pt+Pd+Au (3E)g/t	Pt g/t	Pd g/t	Au g/t	Ni %
THXRC078	7957523	323045	- 60/305	244-264m	20m	0.37	0.18	0.14	0.04	0.22
<b>THXRC079</b>	<b>7957965</b>	<b>323112</b>	<b>- 60/305</b>	<b>0-168m</b>	<b>168m</b>	<b>0.66</b>	<b>0.27</b>	<b>0.33</b>	<b>0.06</b>	<b>0.20</b>
			and	212-224m	12m	0.46	0.21	0.18	0.06	0.19

Note: co-ordinates in AMG Zone 52 AGD84. Assays based on 4m composites with Intercepts calculated using a +0.25g/t Pt+Pd+Au lower cut, maximum of 1m internal waste

Reassaying of individual samples within anomalous composites is planned, after which results will be evaluated.

### ***Sophie Downs (Base Metals)***

The Sophie Downs project (E80/3675) secures a number of base metal occurrences which are regarded as being stratabound Volcanogenic Hosted Massive Sulphide ("VHMS") in style. The Ilmars trend, along which mineralisation extends for over 1,000 metres and the Little Mt Isa prospect are the most extensive known occurrences.

A VTEM geophysical survey (a helicopter borne time domain electro-magnetic survey system) has been flown over the Sophie Downs base metal project during July. Provisional VTEM data have been returned and a number of high priority conductors identified (see Sophie Downs Project map).

At Ilmars the VC3 conductor is adjacent and down dip from gossan which returned up to 14.2% zinc and 0.75% copper. To the north a 600 metre long conductor is developed along the northern portion of the Ilmars trend and is co-incident with gossan where Thundelarra's channel sampling returned up to 17 metres @ 7.15% zinc, 6.04% lead and 15 g/t silver.

Historical exploration at Ilmars was mainly carried out in the 1960s. Work included drilling but was typically broad spaced in nature. Best results from this historical drilling include 2.6 metres @ 0.33% copper, 2.43% lead, 14.85% zinc and 1.3oz/t silver (DDH317 from 195 metres) and 8.3 metres @ 1.19% copper, 0.27% lead, 2.8% zinc and 0.48 oz/t silver (DDH313 from 77 metres).

The Sophie Downs project secures several additional base metal gossan occurrences, some of which have co-incident VTEM conductor anomalies. These present as exciting targets for drill testing, especially where VTEM conductors appear focussed along 'favourable horizons' identified using Thundelarra's hyperspectral and other proprietary data.

Thundelarra will plan drilling testing of targets when geophysical interpretation of the VTEM data is complete and statutory approvals granted.

### ***East Kimberley – Nickel (Thundelarra 60% - 100%)***

Thundelarra's nickel sulphide exploration is continuing within the Thundelarra managed project area. Drilling is underway on three priority areas Mabel Hill, Highway and Robin North prospects with approximately 2,000 metres of RC drilling scheduled (see East Kimberley Project map).

The Mabel Hill drilling is focussed over a DHEM conductor associated with a small feeder style intrusion which displays nickel gossan at surface. Past exploration has returned intercepts to 3.8 metres @ 1.4% nickel and 0.4% copper but this work has not tested the multiple stacked DHEM plates or their interpreted southerly plunging extents.

At the Highway prospect drilling is targeting a 300 metre strike along which a DHEM conductor and HoistEM anomaly are associated with a peridotite – gabbro intrusion. A gossan developed at the base of the intrusion has returned 0.38% nickel, 0.74% copper and 4.4 g/t combined platinum-palladium-gold.

The Robin North prospect drilling is testing a narrow gossan (best rock sample 2.03% nickel, 0.5% copper) developed at the base of a pyroxenite intrusion.

All three prospects offer scope for Copernicus style nickel sulphide mineralisation.

### ***East Kimberley Breakaway Joint Venture***

Breakaway, as managers of the East Kimberley Breakaway Joint Venture (Thundelarra 40% equity and contributing), is commencing field exploration of their prospective joint venture tenure. A ground electro-magnetic survey is planned to commence late July to test the Gauss suite of Intrusions. Gauss is a series of Copernicus style pyroxenite intrusions with a nickel gossan occurrence and elevated nickel - copper geochemistry. Gauss is located 1.5km north-west of the Copernicus resource.

A suitable drill rig is also being sourced to test targets within the Keller Creek Project. Drilling will follow up DHEM conductors identified during the 2006 season as well as broad spaced intersections of nickel - copper mineralisation within the footwall intrusive contact (best result to date 6.77 metres @ 1.98% nickel and 0.53% copper).

### ***Pyramid Base Metal Exploration***

The planned VTEM survey over the West Pilbara Pyramid project (Thundelarra 100%) has been delayed due to adverse weather and is now planned to commence August. Given the success of the VTEM system in outlining anomalies at the Sophie Downs project the West Pilbara survey results will be eagerly awaited.

## **URANIUM EXPLORATION**

Thundelarra has 18 uranium projects in Australia covering approximately 9,400 square kilometres (see attached Project Location map).

The projects range from grass roots and conceptual based on prospective geology and/or radiometrics through to advanced projects with known significant mineralisation. The Company has now commenced a well funded aggressive exploration campaign on its quality portfolio of Australian uranium projects. Additional geologists and field staff have been employed and a multi purpose drilling rig has been contracted for the remainder of the field season. The details of the activities conducted during the June quarter 2007 and planned work programs for the September 2007 quarter are as follows:

### **Western Australia**

#### ***Spinifex Project-East Kimberley***

All statutory permits are now in place to allow the commencement of serious on ground exploration activities. A recent helicopter borne reconnaissance survey has located secondary uranium mineralisation at the new and exciting A1 prospect, a high priority radiometric anomaly discovered by Thundelarra in late 2006. A major mapping, ground radiometric and sampling program will commence in August to determine the nature, extent and magnitude of the mineralisation.

Preliminary interpretation of available information suggests the mineralisation occurs at or near the unconformity between the siltstones of the Revolver Creek Formation and the overlying Hensman Sandstone. At the nearby Spinifex prospect, the high grade uranium mineralisation discovered in 1972 (assays up to **13.5%  $U_3O_8$** ) occurs in the Hensman Sandstone and possibly represents secondary uranium mineralisation remobilised from the underlying prospective unconformity.

### ***Carola Valley-East Kimberley***

The Carola Valley project is located 105 kilometres north west of Halls Creek and covers the prospective unconformity between the King Leopold Sandstone and the underlying units of the Speewah Group. Significant uranium mineralisation occurs to the east of the project area at the Mad Gap prospect where historical rock samples have returned assays up to 4.65%  $U_3O_8$  within the Brown Sandstone unit. This highly prospective unit crops out within the under-explored Carola Valley tenements.

The entire project area will be covered by a detailed airborne radiometric survey commencing in August 2007. Follow up ground work will be undertaken prior to the end of the field season.

### ***Kunderong Project-Ashburton Region***

The Kunderong project is located 110 kilometres south east of Paraburdoo and comprises 5 tenements in all. Two contiguous tenements, E52/1909 and E52/1940 covering an area of 580 square kilometres are wholly owned by Thundelarra. The other three tenements, E52/1890, E52/1891 and E52/1892 are held in joint venture with Cullen Resources Limited (Thundelarra earning 70% by the expenditure of \$1,500,000). The total project area of 1,180 square kilometres contains the highly prospective unconformable contact between the Middle Proterozoic Bresnahan Group rocks and the Lower Proterozoic Wyloo Group (see attached plan). This unconformity and associated areas of faulting are prospective for uranium mineralisation, similar in style to that of the Ranger and Jabiluka deposits in the Alligator Rivers region of the Northern Territory.

The nearby Turee Creek uranium deposit is hosted within the favourable contact area and demonstrates the validity of the exploration model for the region. Numerous uranium occurrences occur within the Kunderong project tenements.

In the March quarter 2007, Thundelarra flew a detailed radiometric survey over the entire project area. Preliminary interpretation of the results has outlined 32 priority uranium anomalies within the project. Due to the very encouraging results from this regional airborne survey, Thundelarra has agreed to fly the Tempest airborne electromagnetic system in September over the project. The Tempest system was successfully used in the Eastern Alligator Rivers uranium field of the Northern Territory to locate the prospective unconformity and associated alteration zones beneath 300 metres of sandstone cover. It is anticipated that this relatively new technology will define drill targets beneath the extensive areas of sandstone that cover the prospective unconformity within the Kunderong project area. Results from the survey should be available in October 2007.

### ***Gascoyne Province Projects***

In May 2007, Thundelarra's 3 projects in the Gascoyne province were granted. The **Kennedy Range project** (E09/1340) located approximately 200 kilometres east north east of Carnarvon covers an area of 92 square kilometres. The tenement contains several radiometric anomalies up to 3 kilometres in strike. Uranium mineralisation was discovered in the project area in the 1970s with up to **2,560ppm  $U_3O_8$**  recorded in shallow trenching. The radiometric anomalies are more extensive than the area previously explored and may represent roll front sandstone uranium mineralisation similar in style to the Manyingee deposit located near Onslow.

The **Mt Phillips project** (E09/1341) is located 100 kilometres east of the Kennedy Range project covers an area of 78 square kilometres. The tenement is prospective for calcrete-type valley fill uranium deposits. Airborne radiometric data outlines a 5 kilometre radiometric anomaly coincident with recent valley fill sediments. Previous limited exploration within the project returned up to **460ppm  $U_3O_8$**  from a pit dug into calcrete. Further work is now required to determine the source of the radiometric anomaly.

The **Glenburgh project** (E09/1342) is located 50 kilometres south of Mt Phillips and covers an area of 149 square kilometres. The tenement contains several high order and discrete radiometric anomalies and has the potential to host vein-style uranium mineralisation. No previous exploration is recorded over the tenement.

The initial field programs are expected to commence on the Gascoyne projects during the September 2007 quarter.

## **NORTHERN TERRITORY**

In the Northern Territory, Thundelarra has focussed its tenement acquisition activities in the Pine Creek Geosyncline south of Darwin and in the Ngalia Basin region north west of Alice Springs. The Proterozoic Pine Creek Geosyncline is notable as one of the world's largest and richest uranium provinces, containing the Alligator Rivers and the Rum Jungle uranium mineral fields.

The Ngalia Basin is an extensive and poorly explored sedimentary basin that contains a number of uranium occurrences including the Bigryli deposit.

In the Pine Creek region, Thundelarra currently has the Frances Maude, Hayes Creek and McKinley projects. To date only the 2 tenements of the Frances Maude project are granted but negotiations are currently underway to acquire additional projects in the region including a number of granted tenements.

The **Frances Maude project** is located 2 kilometres west and along strike from the Cleo uranium resource and contains approximately 4 kilometres strike of a prospective package of graphitic schists and interbedded dolomites. Historical exploration has identified a number of uranium occurrences within the project and Thundelarra's initial uranium drilling program is scheduled to commence late August.

A base metal/gold drilling program was recently completed on the project, testing a high order magnetic anomaly to the south of the uranium targets. All 5 holes intersected abundant pyrrhotite-pyrite within fine grained amphibolites and metasediments. Assay results will be available in August.

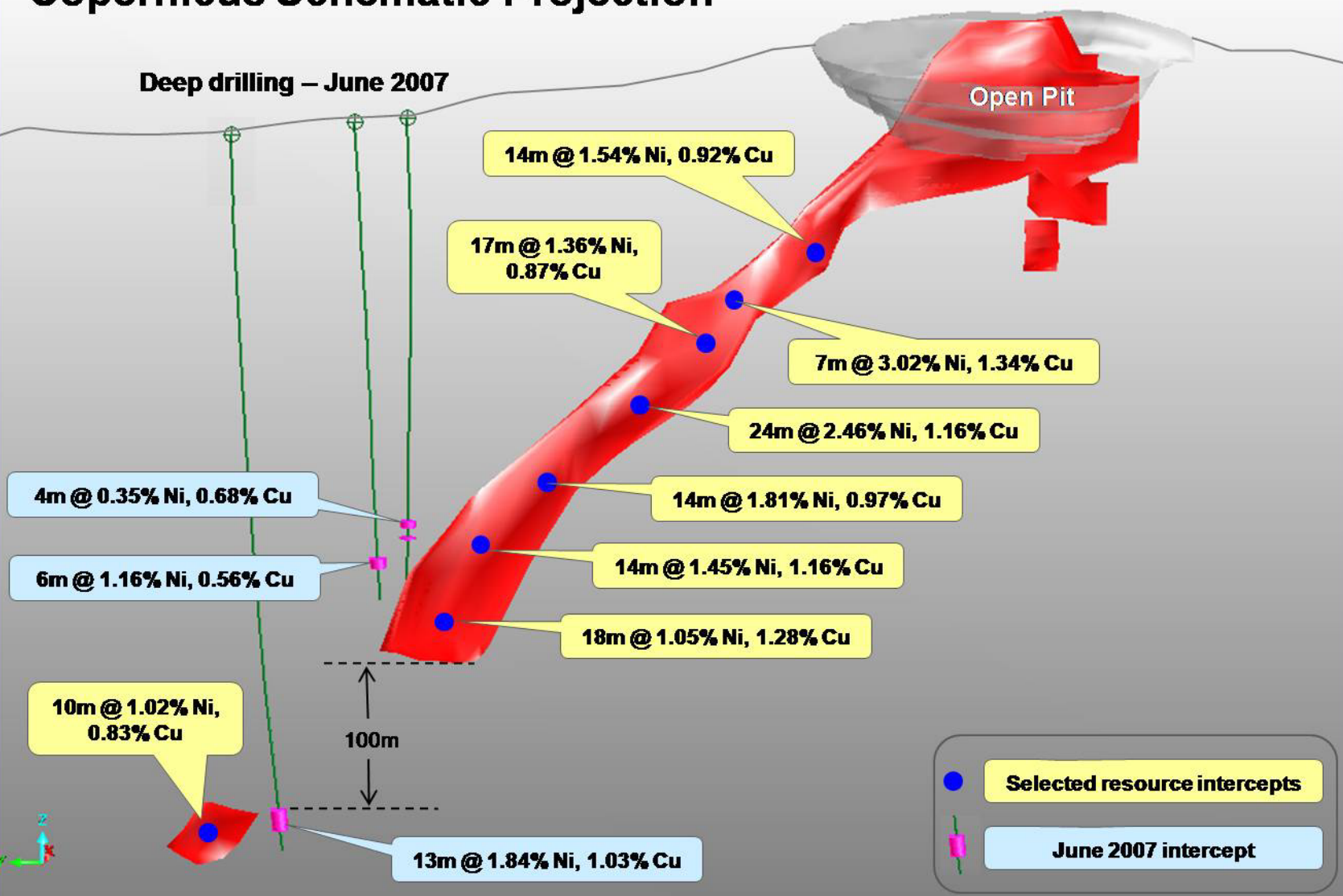
In the **Ngalia Basin** Thundelarra has five tenements covering approximately 3,500 square kilometres. This extensive and highly prospective project area will be the focus of Thundelarra's exploration efforts from the end of September 2007 when the first of the tenements are expected to be granted.

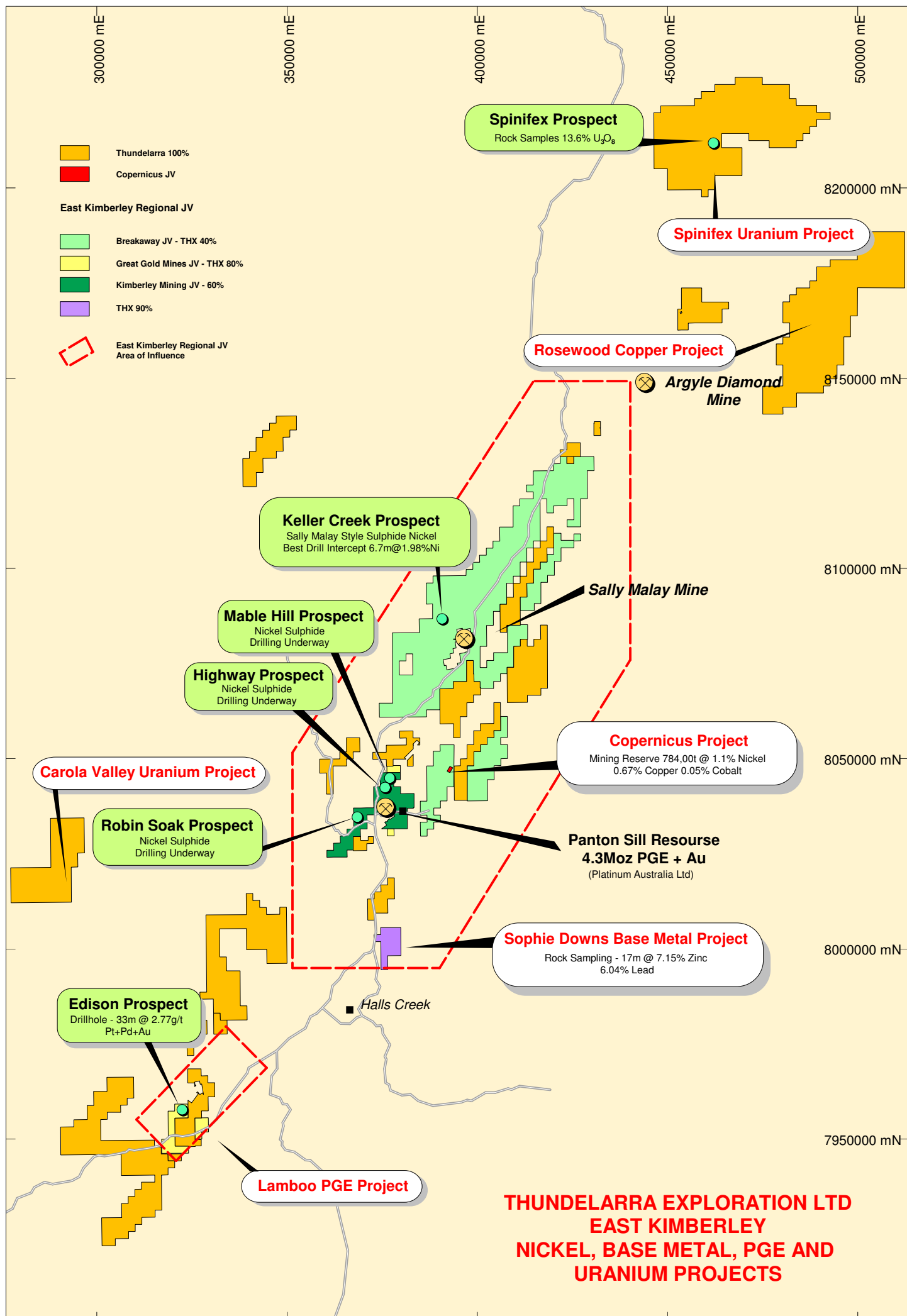
The details contained in this report that pertain to ore and mineralisation is based upon information compiled by Mr Brian Richardson, a full-time employee of the Company. Mr Richardson is a Member of the Australasian Institute of Mining and Metallurgy (AUSIMM) and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Richardson consents to the inclusion in this report of the matters based upon his information in the form and context in which it appears

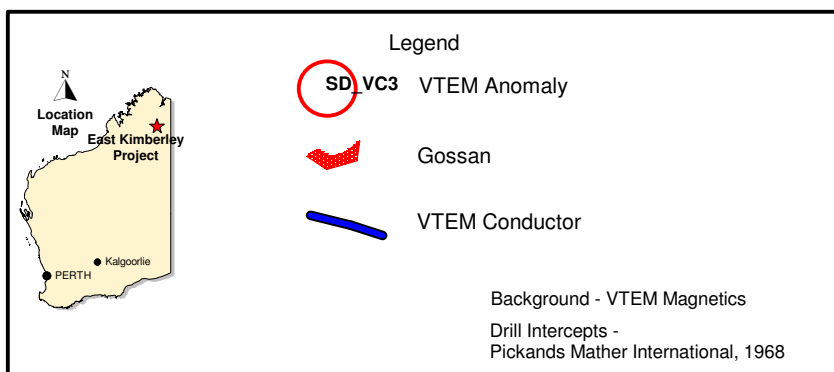
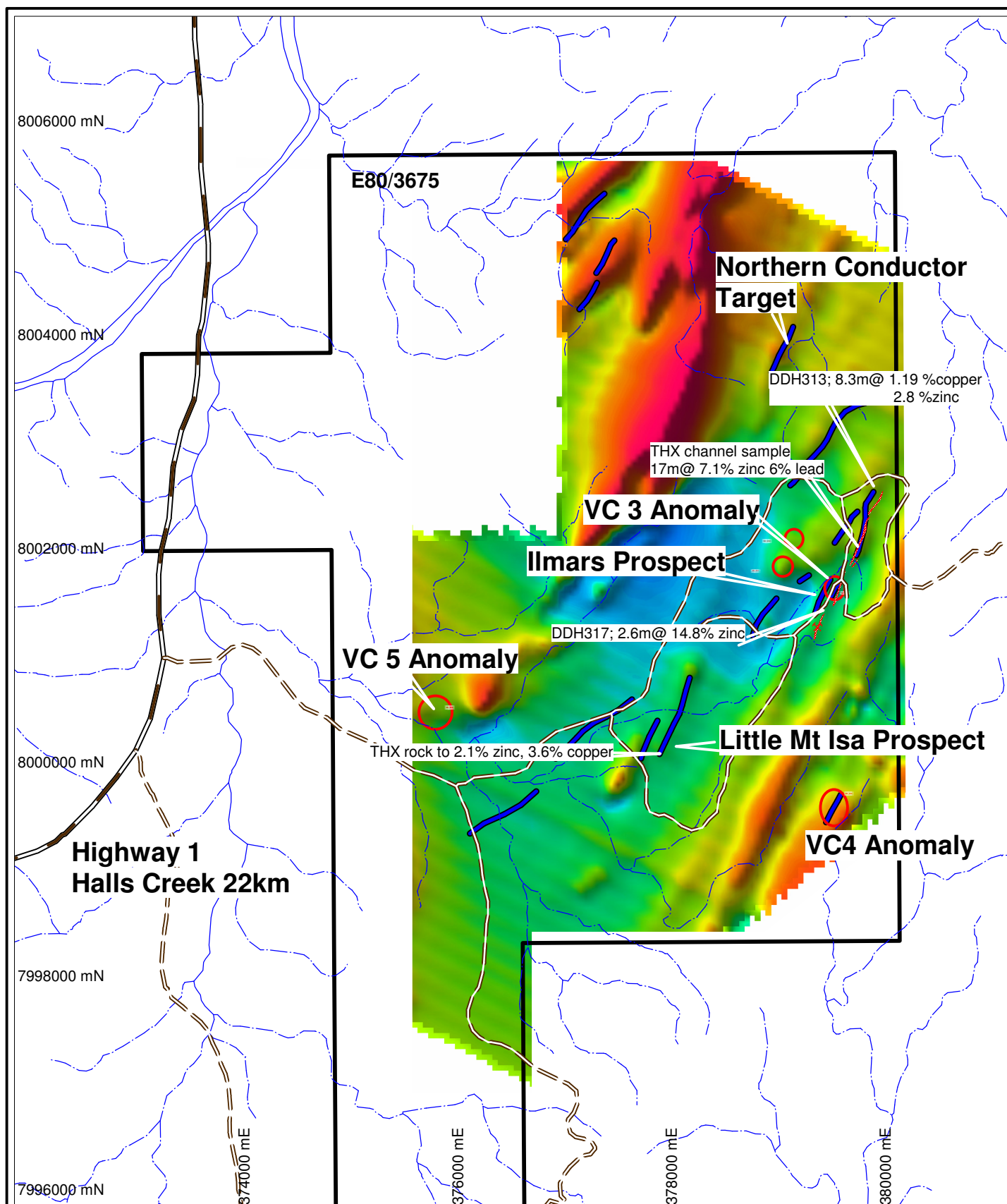


# Copernicus Schematic Projection

Deep drilling – June 2007







<b>Sophie Downs Base Metal Project</b> <b>E80/3675</b> <b>VTEM Magnetics and Targets</b>	
Author: S. Attwell	Date: July 2007
Drawn: SPA	Revised:
Dwg No.: EKB1100	Report No.:
Projection: WGS84	Scale: 1: 50,000

# URANIUM PROJECTS



# Appendix 5B

## Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98.

Name of entity

**THUNDELARRA EXPLORATION LTD**

ACN

**085 782 994**

Quarter ended ("current quarter")

**30 JUNE 2007**

### Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (9 months) \$A'000
<b>Cash flows related to operating activities</b>			
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration and evaluation	(472)	(1,624)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(433)	(1,215)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	49	130
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	<b>Net Operating Cash Flows</b>	<b>(856)</b>	<b>(2,709)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a)prospects	-	-
	(b)equity investments	-	(344)
	(c) other fixed assets	(19)	(49)
1.9	Proceeds from sale of: (a)prospects	-	-
	(b)equity investments	784	784
	(c)other fixed assets	-	2
1.10	Loans to other entities	(100)	(175)
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	<b>Net investing cash flows</b>	<b>665</b>	<b>218</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(191)</b>	<b>(2,491)</b>

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

1.13	Total operating and investing cash flows (brought forward)	(191)	(2,491)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	622	3,715
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 – share issue costs	-	(187)
	<b>Net financing cash flows</b>	622	3,528
	<b>Net increase (decrease) in cash held</b>	431	1,037
1.20	Cash at beginning of quarter/year to date	3,357	2,751
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	3,788	3,788

**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	204
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Thundelarra's financial year is from the period 1 October 2006 to 30 September 2007	

**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

Not Applicable
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- 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

Not Applicable

### 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	-	-
3.2 Credit standby arrangements	-	-

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	300
4.2 Development	-
<b>Total</b>	300

### 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	641	2,007
5.2 Deposits at call	3,147	1,437
5.3 Bank overdraft	-	(87)
5.4 Other (bank guarantees)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	3,788	3,357

## 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	Frank Hill East	E80/3383	100%	Nil
6.2 Interests in mining tenements acquired or increased	Skippy Bore	E09/1340	Nil	100%
	Kendell	E09/1341	Nil	100%
	Judy Bore	E09/1342	Nil	100%
	White Rock Well	P80/1583	Nil	100%
	Springvale 6	E80/3725	Nil	100%
	Springvale 7	E80/3726	Nil	100%
	Yuinmery East	E57/651	Nil	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 <b>Preference securities</b> (description)	-	-	-	-
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 <b>*Ordinary securities</b>	107,069,255	107,069,255	-	-
7.4 Changes during quarter				
(a) Increases through issues	2,622,394	2,622,394	\$0.19	-
	110,000	110,000	\$0.22	-
	500,000	500,000	\$0.20	-
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5 <b>*Convertible debt securities</b> (description)	-	-	-	-



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

7.6	Changes during quarter				
	(a) Increases through issues	-	-	-	-
	(b) Decreases through securities matured, converted	-	-	-	-
7.7	<b>Options</b> (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
	1,095,000	-		\$0.325	28/03/2008
	11,000,000	-		\$0.655	20/11/2007
	1,970,000	-		\$0.675	26/02/2009
	350,000	-		\$0.220	31/05/2009
	2,500,000	-		\$0.40	12/04/2009
	13,076,115	13,076,115		\$0.19	30/06/2009
	200,000	-		\$0.55	28/02/2010
	1,500,000	-		\$0.50	28/02/2010
	1,000,000	-		\$0.50	31/05/2010
	1,000,000	-		\$0.68	31/05/2011
7.8	Issued during quarter				
	1,000,000	-		\$0.50	31/05/2010
	1,000,000	-		\$0.68	31/05/2011
7.9	Exercised during quarter				
	2,622,394	2,622,394		\$0.19	30/06/2009
	110,000	110,000		\$0.22	31/05/2009
	500,000	500,000		\$0.20	31/08/2009
7.10	Expired during quarter				
	200,000	-		\$0.55	28/02/2010
7.11	<b>Debentures</b> (totals only)	-	-		
7.12	<b>Unsecured notes</b> (totals only)	-	-		

## Compliance statement

- This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX (see note 4).
- This statement does give a true and fair view of the matters disclosed.



Sign here:  
(Director /Company Secretary)

Date: 30 July 2007

Print name: FRANK DE MARTE

## 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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