

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

TANAMI GOLD NL

ABN

51 000 617 176

Quarter ended ("current quarter")

31 March 2010

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (9 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	11,162	39,709
1.2 Payments for (a) exploration and evaluation	(10,412)⁽¹⁾	(11,698)
(b) development	(2,621)	(8,296)
(c) production	(10,575)	(31,178)
(d) administration	(642)	(2,135)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	46	96
1.5 Interest and other costs of finance paid	(250)	(524)
1.6 Income taxes received	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(13,292)	(14,026)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	(2,508)⁽²⁾	(2,508)
(c) other fixed assets	(22,019)⁽³⁾	(22,299)
1.9 Proceeds from sale of:		
(a) prospects	-	1,500
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid from other entities	-	-
1.12 Other – Payment for security bonds	-	-
Net investing cash flows	(24,527)	(23,307)
1.13 Total operating and investing cash flows (carried forward)	(37,819)	(37,333)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(37,819)	(37,333)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	44,135 ⁽⁴⁾	47,135
1.17	Repayment of borrowings	(13)	(58)
1.18	Dividends paid	-	-
1.19	Other – borrowing costs	(2,614)	(2,614)
Net financing cash flows		41,508	44,463
Net increase (decrease) in cash held		3,689	7,130
1.20	Cash at beginning of quarter/year to date	4,598	1,157
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	8,287⁽⁵⁾	8,287⁽⁵⁾

¹ Payments for exploration and evaluation for the quarter ended 31 March 2010 include payments made for cash backed bonds associated with Tanami Gold NL's Central Tanami Gold Project rehabilitation obligations.

² Payments for the purchases of equity investments for the quarter ended 31 March 2010 relate to Tanami Gold NL's participation in the ABM Resources NL share placement announced to the ASX on 22 February 2010.

³ Payments for the purchases of other fixed assets for the quarter ended 31 March 2010 primarily relate to the acquisition of the Central Tanami Gold Project – a transaction that was completed on 30 March 2010.

⁴ Proceeds from borrowings relate to Tanami Gold NL's loan facilities with AP Finance Limited and Eurogold Limited.

⁵ As at 31 March 2010, Tanami Gold NL had total cash, gold on hand and gold in-transit of \$9.764 million and gold in circuit of \$0.392 million for a total of \$10.156 million.

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	(183)
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors' base remuneration	(143)
-------------------------------------	--------------

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

N/A

- 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

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	52,547 ⁽⁶⁾	52,547
3.2 Credit standby arrangements	N/A	N/A

⁶ On 17 September 2008, Tanami Gold NL announced that it had entered into two loan agreements with Hong Kong based AP Finance Limited for a total of HK\$ 49.5 million. These loans were due for repayment on 30 September 2009; however Tanami Gold NL and AP Finance Limited agreed to increase Tanami Gold NL's total loan facilities from HK\$ 49.5 million to HK\$ 75 million upon expiry of the initial loan period to assist with funding of the current exploration program. This loan facility is fully drawn down as at 31 March 2010 and equates to approximately \$A10.5 million.

On 24 March 2010, Tanami Gold NL entered into a new loan agreement with AP Finance Limited for a total of A\$37 million. This loan facility has been used primarily to fund the acquisition of the Central Tanami Gold Project (formerly known as the Groundrush Gold Project), meet associated cash backed bond requirements relating to Central Tanami Gold Project rehabilitation obligations and to provide working capital.

On 29 March 2010, Tanami Gold NL entered into a loan agreement with Eurogold Limited for a total of A\$5 million. This loan facility has been used primarily to fund the Company's participation in the ABM Resources NL share placement announced to the ASX on 22 February 2010.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	2,500
4.2 Development	2,318
Total	4,818

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	8,287 ⁽⁷⁾	4,598
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	8,287⁽⁷⁾	4,598

⁷ As at 31 March 2010, Tanami Gold NL had total cash, gold on hand and gold in-transit of \$9.764 million and gold in circuit of \$0.392 million for a total of \$10.156 million.

Changes in interests in mining tenements

Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

6.1	Interest in mining tenements relinquished, reduced or lapsed.	E80/3378	<p>Reduction in area by Compulsory/Voluntary Partial Surrender 2 Blocks (6 km²)</p> <p>Outright Surrender Nil</p> <p>Expiry Nil</p> <p>Withdrawal Nil</p> <p>Sale Nil</p>	100%	Nil	
6.2		Interest in mining tenements acquired or increased	EL27922	<p>Application for Exploration Licence 18 Blocks (58 km²)</p>	NIL	100%
	EL27976		11 Blocks (35 km ²)	NIL	100%	
			Purchase			
			MLS119	8 Hectares	NIL	100%
			MLS120	8 Hectares	NIL	100%
			MLS121	8 Hectares	NIL	100%
			MLS122	8 Hectares	NIL	100%
			MLS123	8 Hectares	NIL	100%
			MLS124	8 Hectares	NIL	100%
			MLS125	8 Hectares	NIL	100%
			MLS126	8 Hectares	NIL	100%
			MLS127	8 Hectares	NIL	100%
			MLS128	7 Hectares	NIL	100%
			MLS129	8 Hectares	NIL	100%
			MLS130	8 Hectares	NIL	100%
			MLS131	8 Hectares	NIL	100%
			MLS132	8 Hectares	NIL	100%
			MLS133	8 Hectares	NIL	100%
			MLS153	1,000 Hectares	NIL	100%
			MLS167	1,877 Hectares	NIL	100%
			MLS168	712 Hectares	NIL	100%
			MLSA172	3,946 Hectares	NIL	100%
			MLS180	804 Hectares	NIL	100%
			ML22934	3,950 Hectares	NIL	100%
			EL7150	111 Blocks (355 km ²)	NIL	100%
			EL8797	2 Blocks (6 km ²)	NIL	100%
			EL9763	7 Blocks (22 km ²)	NIL	100%
			EL9843	22 Blocks (70 km ²)	NIL	100%
			EL10355	4 Blocks (13 km ²)	NIL	100%
			EL10411	7 Blocks (22 km ²)	NIL	100%
			EL22061	54 Blocks (58 km ²)	NIL	100%
			EL22229	8 Blocks (26 km ²)	NIL	100%
			EL22378	6 Blocks (19 km ²)	NIL	100%
		EL23342	9 Blocks (29 km ²)	NIL	100%	
		SEL10319	80 Blocks (256 km ²)	NIL	100%	
		SELA26925	65 Blocks (208 km ²)	NIL	100%	
		SELA26926	276 Blocks (883 km ²)	NIL	100%	

+ See chapter 19 for defined terms.

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 TAM	3,538,390,059	3,538,390,059		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
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>			<i>Exercise price</i>	<i>Expiry date</i>
Unlisted	950,000	-	15 cents	31/03/12
Unlisted	1,750,000	-	15 cents	22/11/12
Unlisted	1,750,000	-	20 cents	22/11/12
Unlisted	21,000,000	-	1.3 cents	28/02/14
7.8 Issued during quarter	-	-		
7.9 Exercised during quarter	-	-		
7.10 Expired during quarter	-	-		
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

+ 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 ~~/does not*~~ (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: **30 April 2010**
Managing Director/CEO

Print name: Graeme Sloan

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.

== == == == ==