

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

**GENERAL MINING CORPORATION LIMITED**

ABN

95 125 721 075

Quarter ended ("current quarter")

30 September 2011

### Consolidated statement of cash flows

	Current Quarter \$A'000	Year to date (3 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	(1,306)	(1,306)
(b) development	-	-
(c) production	-	-
(d) administration	(129)	(129)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	23	23
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>(1,412)</b>	<b>(1,412)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(9)	(9)
1.9 Proceeds from sale of		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
<b>Net investing cash flows</b>	<b>(9)</b>	<b>(9)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(1,421)</b>	<b>(1,421)</b>

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

1.13	Total operating and investing cash flows (brought forward)	(1,421)	(1,421)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 (provide details if material)	-	-
	<b>Net Financing Cash Flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	(1,421)	(1,421)
1.20	Cash at beginning of quarter/year to date	2,916	2,916
1.21	Exchange rate adjustments to Item 1.20	63	63
1.22	<b>Cash at end of quarter</b>	1,558	1,559

**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	92
1.24	Aggregate amount of loans to the parties included in item 1.10	-

Explanation necessary for an understanding of the transactions

	\$'000
Payments of directors fees, salaries and superannuation	92
Payments to businesses associated with directors for:	
Legal fees	-
Exploration consultancy fees	-

**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
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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

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	-	-
3.2 Credit standby arrangements	-	-

## Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,035
4.2 Development	-
4.3 Production	-
4.4 Administration	125
<b>TOTAL</b>	<b>1,160</b>

## Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the statement of cash flows) to the related items in the accounts is follows.

	Current Quarter \$A'000	Previous Quarter \$A'000
5.1 Cash on hand and at bank	91	55
5.2 Deposits at call	417	311
5.3 Bank overdraft	-	-
5.4 Other – term deposits with less than 12 months to maturity	1,050	2,550
<b>Total: cash at end of quarter (item1.22)</b>	<b>1,558</b>	<b>2,916</b>

## Changes in interests in mining tenements – see tenement schedule

	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		
6.2	E 69/2792	Equity – application granted	100%	100%
	E 69/2793	Equity – application granted	100%	100%
	15206X	Right to acquire	0%	0%

### 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>Preferences securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3 <b>Ordinary securities</b> <i>Fully paid</i>	63,034,628	47,902,234		
7.4 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks				
7.5 <b>Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) increases through issues (b) decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i> <i>Unlisted options</i>			<i>Exercise price</i>	<i>Expiry date</i>
	4,000,000	-	20c	30/09/2012
	2,000,000	-	20c	28/02/2013
	550,000	-	20c	26/06/2013
	350,000	-	20c	31/08/2014
	2,500,000	-	20c	14/12/2012
	550,000	-	20c	21/12/2014
	2,715,766	-	20c	30/06/2014
7.8 Issued during quarter <i>Unlisted options</i>				
7.9 Exercised during quarter				
7.10 Expired during quarter				

7.11 <b>Debentures</b> <i>(totals only)</i>			
7.12 <b>Unsecured notes</b> <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 5).
- 2 This statement does/~~does not~~\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:                      *[signed]*.....                      Date:    31/10/2011 .....

(~~Director~~/Company Secretary)

Print name:                      Karen Brown.....

## 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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address the topic, the Australian standard on that topic (if any) must be complied with.

**TENEMENT SCHEDULE AS AT 30 September 2011**

Tenement reference	GMM interest (%)	Comments
<b>AUSTRALIA</b>		
<b>Shoemaker</b>		
E 69/1869	50%	] ] May earn up to 80% ] ]
E 69/1870	50%	
E 69/1871	50%	
E(A) 69/2763	100%	
E 69/2792	100%	
E 69/2793	100%	
<b>Eyre</b>		
E 69/2369	100%	
E 69/2616	100%	
E 69/2649	100%	
E 69/2650	100%	
<b>Veevers</b>		
E(A) 80/3986	100%	
<b>Black Hill</b>		
E 80/3663	100%	
<b>MONGOLIA</b>		
<b>Uvs Nuur Basin</b>		
13848X	100%	Right to acquire up to 100% by stages
13849X	100%	
14215X	100%	
14404X	100%	
15015X	100%	
15206X		
<b>Khangai Fault</b>		
13846X	100%	
13847X	100%	
14598X	100%	
14314X	100%	
14593X	100%	