

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

DEEP YELLOW LIMITED

ABN

97 006 391 948

Quarter ended ("current quarter")

31 DECEMBER 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(4,730)	(9,277)
(b) development	-	-
(c) production	-	-
(d) administration	(1,106)	(1,730)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	374	736
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other income	31	38
Net Operating Cash Flows	(5,431)	(10,233)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) tenements	-	(1,300)
(b) equity investments	-	-
(c) other fixed assets	(4)	(106)
(d) environmental and other bonds	(2)	(7)
1.9 Proceeds from sale of:		
(a) tenements		
(b) equity investments	-	99
(c) other fixed assets	-	-
(d) environmental and other bonds	9	9
1.10 Loans to other entities	-	-
1.11 Loans repaid from other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	3	(1,305)
1.13 Total operating and investing cash flows (carried forward)	(5,428)	(11,538)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(5,428)	(11,538)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	636	636
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Share issue costs	-	-
	Net financing cash flows	636	636
	Net increase (decrease) in cash held	(4,792)	(10,902)
1.20	Cash at beginning of quarter/year to date	41,494	47,416
1.21	Exchange rate adjustments to item 1.20	(378)	(190)
1.22	Cash at end of quarter	36,324	36,324

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	257
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
- | |
|-------------------------------------|
| No material transactions took place |
|-------------------------------------|
- 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
- | |
|-----|
| NIL |
|-----|

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	N/A	
3.2	Credit standby arrangements	N/A	

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	3,600
4.2	Development	-
Total		3,600

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	4,324	6,494
5.2	Deposits at call	32,000	35,000
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		36,324	41,494

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	EL9807	Partial relinquishment	254 blocks	127 blocks
		EL9809	Partial relinquishment	228 blocks	114 blocks
		EL25698	Partial relinquishment	27 blocks	14 blocks
		EL25701	Partial relinquishment	416 blocks	208 blocks
		EL25941	Partial relinquishment	162 blocks	81 blocks
		EL25954	Partial relinquishment	147 blocks	74 blocks
		EL25101	Partial relinquishment	30 blocks	15 blocks
6.2	Interests in mining tenements acquired or increased	EL25101	JV partner withdrawn	50%	100%
		EPM14367	Earned interest during quarter	0%	51%

+ 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>	NIL			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	1,125,689,458	1,125,689,458	-	-
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	2,312,500 -	2,312,500 -		
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>Unlisted options</i>		<i>Exercise Price</i>	<i>Expiry Date</i>
	2,437,500	-	59.6 cents	31/12/2010
	787,500	-	64.6 cents	30/06/2010
	12,500,000	-	59.5 cents	30/11/2010
	612,500	-	74.6 cents	30/06/2011
	8,537,500	-	27.5 cents	30/06/2011
	3,405,000	-	40.0 cents	30/06/2011
	2,145,000	-	45.0 cents	30/06/2011
	1,945,000	-	60.0 cents	30/06/2011
	1,700,000	-	27.5 cents	31/12/2011
	865,000	-	27.5 cents	30/06/2012
	2,625,000	-	35.0 cents	30/06/2012
	3,775,000	-	45.0 cents	30/06/2012
	625,000	-	60.0 cents	30/06/2012
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	1,642,500 650,000 20,000	- - -	27.5 cents 27.5 cents 27.5 cents	30/06/2011 31/12/2011 30/06/2012
7.10 Lapsed during quarter	16,000,000 2,912,500 200,000 25,000 225,000	- - - - -	55.1 cents 44.6 cents 60.0 cents 35.0 cents 45.0 cents	30/11/2009 31/12/2009 30/06/2011 30/06/2012 30/06/2012
7.11 Debentures <i>(totals only)</i>	NIL			
7.12 Unsecured notes <i>(totals only)</i>	NIL			

+ 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 give a true and fair view of the matters disclosed.



Sign here:
(Company Secretary)

Date: 28 January 2010

Print name: MARK PITTS
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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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