

Appendix 5B

Mining exploration entity quarterly report

Name of entity

Lefroy Resources Limited

ABN

107 118 678

Quarter ended ("current quarter")

30 June 2007

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 product sales and related debtors	-	-
1.2 Payments for :		
(a) exploration and evaluation	(217)	(1,545)
(b) development	-	-
(c) production	-	-
(d) administration	(70)	(331)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	115	454
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	17	17
Net Operating Cash Flows	(155)	(1,405)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	(75)
(c) other fixed assets	(1)	(13)
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 – Funds received for exercise of options *	-	-
Net investing cash flows	(1)	(88)
1.13 Total operating and investing cash flows (carried forward)	(156)	(1,493)

* Note: Funding relates to residual cash received pursuant to the underwriting agreement on the exercise of options in the previous quarter.

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1.13	Total operating and investing cash flows (brought forward)	(156)	(1,493)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	905
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)	-	-
	Net financing cash flows	-	905
	Net increase (decrease) in cash held	(156)	(588)
1.20	Cash at beginning of quarter/year to date	7,598	8,030
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	7,442	7,442

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	(27)
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	

Payment of Directors Salaries (April - June 07)

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
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

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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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	419
4.2 Development	-
Total	419

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	537	566
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Commercial Bills & Security Deposits)	6,905	7,032
Total: cash at end of quarter (item 1.22)	7,442	7,598

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		
6.2		Interests in mining tenements acquired or increased		

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	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	62,198,501	62,198,501		
7.4 Changes during quarter (a) Increases through issues (b) Increases through exercise of options (c) 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>
	500,000	-	\$0.25*	31 December 2007
	1,500,000	-	**	30 June 2008
	160,000	-	\$0.25	30 June 2008
	500,000	-	\$0.25	28 November 2009
	3,000,000	3,000,000	\$0.25	30 June 2009
	31,099,251	31,099,251	\$0.25	30 June 2009
	600,000	-	\$0.25	18 December 2009
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>				

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* Subject to the following price hurdles :

No. Options	Price Hurdle
125,000	30 cents
125,000	40 cents
125,000	50 cents
125,000	60 cents

** At the following exercise prices :

No. Options	Exercise Price
500,000	15 cents
500,000	20 cents
500,000	25 cents

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:



Jonathan Whyte
Company Secretary

Date: 19/07/2007

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.

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- 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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