

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

Bendigo Mining Limited

ABN

61 005 674 073

Quarter ended ("current quarter")

31 December 2005

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 ore delineation	(1,378)	(3,040)
(b) development	(2,676)	(5,901)
(c) production		
(d) administration	(357)	(598)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1,862	2,993
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (Insurance settlement)		543
Net Operating Cash Flows	(2,549)	(6,003)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects		
(b) equity investments		
(c) other fixed assets	(24,388)	(39,309)
1.9 Proceeds from sale of:		
(a) prospects		
(b) equity investments		
(c) other fixed assets	14	21
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other – Purchased interest on investments		
Net investing cash flows	(24,374)	(39,288)
1.13 Total operating and investing cash flows (carried forward)	(26,923)	(45,291)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(26,923)	(45,291)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	140,118	140,118
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 – Capital raising expenses	(6,516)	(6,516)
	Net financing cash flows	133,602	133,602
	Net increase (decrease) in cash held	106,679	88,311
1.20	Cash at beginning of quarter/year to date	71,231	89,599
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	177,910	177,910

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	189
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Cash at End of Quarter comprises both cash on hand and in banks together with short and medium term investments which may have a maturity date beyond 90 days.

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

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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

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+ See chapter 19 for defined terms.

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, Delineation, Development and Construction	47,149
4.2 Administration	308
Interest	(1,762)
Other Revenue	
Total	45,695

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	88	117
5.2 Deposits at call	11,986	7,543
5.3 Bank overdraft		
5.4 Other – Floating rate notes, Bonds, Commercial Papers, Bank bills & Term deposits.	165,836	63,571
Total: cash at end of quarter (item 1.22)	177,910	71,231

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	-	-	-

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.

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Appendix 5B
Mining exploration entity quarterly report

	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	425,245,252	425,245,252	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, & consolidation	151,755,287 20,564,488	\$0.80 cents \$0.91 cents	
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>	8,335 96,017 4,002 650,000 1,790,639 1,790,665 1,790,696	NIL NIL NIL NIL NIL NIL NIL	<i>Exercise price</i> \$1.92 \$1.67 \$2.22 \$0.77 \$1.26 \$1.26 \$1.26 <i>Expiry date</i> 28 Feb 2006 28 Jun 2006 4 Sep 2006 8 Nov 2010 26 July 2009 26 July 2010 26 July 2011
7.8	Issued during quarter	1,799,305 1,799,331 1,799,364	NIL NIL NIL	\$1.26 \$1.26 \$1.26 26 July 2009 26 July 2010 26 July 2011
7.9	Exercised during quarter			

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7.10	Lapsed during quarter	26,000 40,000	NIL NIL	\$1.26 \$2.37	26 July 2011 18 Dec 2005
	Consolidated during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <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 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: Date:
(Company Secretary)

H.L. DUSSELJEE
Print name:

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.

Appendix 5B
Mining exploration entity quarterly 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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