

# 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

**KUTh Energy Limited**

ABN

**33 125 694 920**

Quarter ended ("current quarter")

**31 March 2008**

### Consolidated statement of cash flows

<b>Cash flows related to operating activities</b>		Current quarter 31 March 2008 \$A'000	Year to date (9 months) 31 March 2008 \$A'000
1.1	Receipts from product sales and related debtors	0	0
1.2	Payments for (a) exploration and evaluation	(765)	(1,115)
	(b) development	0	0
	(c) production	0	0
	(d) administration	(133)	(318)
1.3	Dividends received	0	0
1.4	Interest and other items of a similar nature received	100	165
1.5	Interest and other costs of finance paid	0	0
1.6	Income taxes paid	0	0
<b>Net Operating Cash Flows</b>		<b>(798)</b>	<b>(1,268)</b>
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of: (a) prospects	0	0
	(b) equity investments	0	0
	(c) other fixed assets	(22)	(22)
1.9	Proceeds from sale of: (a) prospects	0	0
	(b) equity investments	0	0
	(c) other fixed assets	0	0
1.10	Loans to other entities	0	0
1.11	Loans repaid by other entities	0	0
	Security deposits	0	(70)
1.12	Other (provide details if material)	0	8
<b>Net investing cash flows</b>		<b>(22)</b>	<b>(84)</b>
1.13	Total operating and investing cash flows (carried forward)	<b>(820)</b>	<b>(1,352)</b>

1.13	Total operating and investing cash flows (brought forward)	(820)	(1,352)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	0	5,824
1.15	Proceeds from sale of forfeited shares	0	0
1.16	Proceeds from borrowings	0	0
1.17	Repayment of borrowings	0	0
1.18	Dividends paid	0	0
1.19	Other – share issue costs	0	(273)
	<b>Net financing cash flows</b>	0	5,551
	<b>Net increase (decrease) in cash held</b>	(820)	4,199
1.20	Cash at beginning of quarter/year to date	5,520	501
1.21	Exchange rate adjustments to item 1.20	0	0
1.22	<b>Cash at end of quarter</b>	4,700	4,700

**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	0*
1.24	Aggregate amount of loans to the parties included in item 1.10	0

## 1.25 Explanation necessary for an understanding of the transactions

1.2(a) – \$190,000 paid in early January 2008 related to drilling carried out in the December 2007 Quarter.

1.23 – directors fees and consultancy fees at normal commercial rates

\* 416,666 shares issued to Directors in December 2007 (value \$125k) in lieu of cash covering 13 months of Director's fees from 30 May 2007 to 30 June 2008. Proportion of the shares issued covering the March 2008 and June 2008 Quarter being held in escrow until these dates have passed. Refer ASX announcements 30 November 2007 and 15 January 2008.

**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

Nil

## 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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	400
4.2 Development	0
<b>Total</b>	400

**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	194	520
5.2 Deposits at call	0	0
5.3 Bank overdraft	0	0
5.4 Other – Bank bills, bank term deposits	4,506	5,000
<b>Total: cash at end of quarter (item 1.22)</b>	4,700	5,520

**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	No changes		
6.2	Interests in mining tenements acquired or increased	No changes		

6.3 A full list of KUTH Energy Limited tenements is included as an attachment to this report.

**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>Preference securities</b> <i>(description)</i>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3 <b>+Ordinary securities</b>	53,679,785*	53,679,785	Fully Paid	Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	Nil	Nil		
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil			
7.7 <b>Options</b>	333,333**	0	<i>Exercise price</i> 30	<i>Expiry date</i> 30.9.2012
7.8 Issued during quarter	0			
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	Nil			
7.11 <b>Debentures</b> <i>(totals only)</i>	Nil			
7.12 <b>Unsecured notes</b> <i>(totals only)</i>	Nil			

\* 23,702,763 shares ASX escrowed until 25 September 2009 and 3,663,466 shares ASX escrowed to 31 May 2008. .

\*\* 333,333 options ASX escrowed to 25 September 2009 as per section 9.9 of the company's Prospectus.

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## 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: \_\_\_\_\_ *John Paterson* \_\_\_\_\_ Date: 29 April 2008  
(Director/Company Secretary)

Print name: John Paterson

## 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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**Schedule of Tenements as at 29 April 2008**

<b>Tenement Name</b>	<b>Number</b>	<b>Holder</b>	<b>Expiry</b>	<b>Comment</b>
<b>Tasmania</b>				
	SEL 26/2005	KUTh Exploration Pty Ltd	6 Aug 2011	
	SEL 45/2007	KUTh Exploration Pty Ltd	18/12/2012	
	SEL 68/2007	Mineral Ventures Pty Ltd	N/A	Application 19 Dec 2007
<b>Queensland</b>				
	EPG 7	KUTh Exploration Pty Ltd	N/A	Application 5 Apr 2007
	EPG 9	KUTh Exploration Pty Ltd	N/A	Application 5 Apr 2007

SEL = special exploration licence  
EPG = geothermal exploration permit