

Appendix 5B

Mining exploration entity quarterly report

Name of entity

ALKANE EXPLORATION LTD

ABN

35 000 689 216

Quarter ended ("current quarter")

31 March 2004

Consolidated statement of cash flows

	Current Quarter \$A'000	Year to date (3 Months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	138	138
1.2 Payments for		
(a) exploration and evaluation	(730)	(730)
(b) development	-	-
(c) production	(393)	(393)
(d) administration (Note 2)	(108)	(108)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	56	56
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(1037)	(1037)
Cash flows related to investing activities		
1.8 Payment for purchases of		
(a) prospects	-	-
(b) equity investments	(22)	(22)
(c) other fixed assets	(77)	(77)
1.9 Proceeds from sale of		
(a) prospects	-	-
(b) equity investments	750	750
(c) other fixed assets	25	25
1.10 Loans to other entities (note 3)	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	(11)	(11)
Net investing cash flows	665	665
1.13 Total operating and investing cash flows (carried forward)	(372)	(372)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(372)	(372)
	Cash flows related to financing activities		
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) costs of issues	-	-
	Net Financing Cash Flows	-	-
	Net increase (decrease) in cash held	(372)	(372)
1.20	Cash at beginning of quarter/year to date	3889	3889
1.21	Exchange rate adjustments to Item 1.20	-	-
1.22	Cash at end of quarter	3517	3517

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	258
1.24	Aggregate amount of loans to the parties included in item 1.10	-

Explanation necessary for an understanding of the transactions

Payments to companies associated with directors for:	
Corporate consulting fees	\$72
Non executive director's fees	\$7
Administration and accounting fees	\$49
Geological consulting fees	\$121
Net profit interest in production in excess of 100,000oz from Peak Hill Gold Mine (NSW)	\$9

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

- 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

No expenditure has been reported by Jubilee Mines NL. Under the terms of the farm in agreement Jubilee has earned 51% of the joint venture and is proceeding to earn an additional 24%.

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 outlays for next quarter

	\$A'000
4.1 Exploration and evaluation	500
4.2 Development	-
TOTAL	500

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	485	237
5.2 Deposits at call	582	952
5.3 Bank overdraft		
5.4 Other * Term deposits of 3 months or less	2450	2700
Total: cash at end of quarter (item 1.22)	3517	3889

Changes in interests in mining tenements

	Tenement Reference	Nature of Interest [note (4)]	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			

See tenement schedule for details

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 Preferences securities <i>(description)</i>				
7.2 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3 Ordinary securities	136,151,822	136,151,882		
7.4 Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks	144	144	35	35
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>Exercise price</i>	<i>Expiry date</i>
<i>Public - ALKOB</i>	9,790,460	9,790,460	35	31/03/2005
<i>Directors - ALKAO</i>	3,000,000	-	35	31/05/2005
<i>Directors - ALKAQ</i>	4,750,000	-	45 / 50 / 60	24/05/2007
<i>Consultants - ALKAI</i>	500,000	-	40	24/05/2007
<i>Consultants/staff</i>	975,000	-	45	29/05/2008
7.8 Issued during quarter		-		
7.9 Exercised during quarter <i>Public - ALKOB</i>	144	144	35	31/03/2005
7.10 Expired during quarter				

ITEM 6.1 & 6.2

Schedule of mining tenements –as at 30 April 2004

Prospect	Tenement	Interest	Nature of interest
Peak Hill, NSW	GL 5884 (Act 1904)	100%	Equity
	ML 6036	100%	Equity
	ML 6042	100%	Equity
	ML 6277	100%	Equity
	ML 6310	100%	Equity
	ML 6389	100%	Equity
	ML 6406	100%	Equity
	ML 1351	100%	Equity
	ML 1364	100%	Equity
	MLA 79 Orange	100%	Equity (application)
	ML 1479	100%	Equity
	EL 5741	100%	Equity
	EL 4556	100%	Equity
Dubbo, NSW	EL 5548	100%	Equity
	MLA 183 Orange	100%	Equity (application)
Orange-Molong, NSW	EL 6025	100%	Equity through subsidiary
Borenore	EL 6091	100%	Equity through subsidiary
Wellington, NSW	EL 5493	100%	Equity through subsidiary
Moorilda	EL 5760	100%	Equity through subsidiary
	EL 6111	100%	Equity through subsidiary
Tomingley	EL 5675	100%	Equity
	EL 5830	100%	Equity
	EL 5942	100%	Equity
Wyanga	EL 6085	100%	Equity
Cudal	EL 4155	0%	Agreement to purchase 100%
	EL 5851	0%	Agreement to purchase 100%
Bodangora	EL 4022	0%	Agreement to purchase
Nullagine, WA	EL 46/522	60%	Equity (application)
	EL 46/523	60%	Equity (application)
	EL 46/524	60%	Equity (application)
Miranda Well, WA	M 36/303	49%	Equity Jubilee earning further 24%
McDonough Lookout, WA	M 36/329 & 330	49%	Equity (conv.application) Jubilee earning further 24%
Mt Keith, WA	E 53/367	49%	Equity Jubilee earning further 24%
	M 53/705	49%	Equity (conv.application) Jubilee earning further 24%
	M 53/790	49%	Equity (conv.application) Jubilee earning further 24%
	M 53/791	49%	Equity (conv.application) Jubilee earning further 24%

Appendix 5B
Mining exploration entity quarterly report

Leinster Downs, WA	E 36/201	49%	Equity
	M 36/477	49%	Jubilee earning further 24%
	M 36/478	49%	Equity (conv.application)
	M 36/479	49%	Jubilee earning further 24%
	M 36/480	49%	Equity (conv.application)
	P 36/1371	49%	Jubilee earning further 24%
	P 36/1372	49%	Equity
			Jubilee earning further 24%
Waitangi, New Zealand	PL 31-1994	15%	Diluting
Jubilee	Jubilee Mines NL		
CMX	Climax Mining NL		
