

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

LAGUNA RESOURCES NL

ABN

36 008 460 366

Quarter ended ("current quarter")

30 SEPTEMBER 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for: (a) exploration and evaluation	(176)	(313)
(b) development	-	-
(c) production	-	-
(d) administration	(198)	(352)
1.3 Dividends received	-	-
1.4 Interest received	9	28
1.5 Interest and other costs of finance paid	-	-
1.6 Interest and other costs of finance paid	-	-
1.7 Other	-	-
Net Operating Cash Flows	(365)	(637)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects (Tenements)	-	-
(b) equity investments	-	(82)
(c) other fixed assets	(31)	(31)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	87	87
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	56	(26)
1.13 Total operating and investing cash flows (carried forward)	(309)	(663)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(309)	(663)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	367	367
1.15	Payments for Cost of Capital	(4)	(4)
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	363	363
	Net increase (decrease) in cash held	54	(300)
1.20	Cash at beginning of quarter/year to date	1,008	1,362
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1,062	1,062

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	\$123k
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Payments for serviced office – \$24k Directors consulting fees and Directors fees - \$97k Re-imbursement for administration and secretarial staff at cost - \$2k
--

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

+ 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 and evaluation	500
4.2 Development	
Total	500

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	1,062	1,008
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	1,062	1,008

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			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly 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	Amount paid up per security
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	719,637,450	719,637,450		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through consolidation of capital	311,250,000	311,250,000	\$0.006	\$0.006
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 Other Securities Partly paid shares Equity participation shares	112,313 2,076,752			
7.8 Changes during the quarter Decreases through consolidation of capital: Partly paid shares Equity participation shares				
7.9 Options <i>(description and conversion factor)</i>	150,000,000		<i>Exercise price</i> \$0.01	<i>Expiry date</i> 31/12/10
7.10 Issued during quarter	100,000,000		\$0.01	31/12/10
7.11 Exercised during quarter				
7.12 Expired during quarter				
7.13 Debentures <i>(totals only)</i>				
7.14 Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

