

# Appendix 5B

## Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

NEW STANDARD ENERGY LIMITED

ABN

20 119 323 385

Quarter ended ("current quarter")

31 December 2011

### Consolidated statement of cash flows

	Current quarter	Year to date (6 months)
	\$A'000	\$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	312	954
1.2 Payments for (a) exploration & evaluation	(4,946)	(5,839)
(b) development	(88)	(209)
(c) production	-	-
(d) administration	(1,208)	(1,781)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	104	155
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
	(5,826)	(6,720)
<b>Net Operating Cash Flows</b>		
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(14)	(38)
1.9 Proceeds from sale of:		
(a) prospects	1,200	1,450
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
	1,186	1,412
<b>Net investing cash flows</b>		
1.13 Total operating and investing cash flows (carried forward)	(4,640)	(5,308)

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1.13	Total operating and investing cash flows (brought forward)	(4,640)	(5,308)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	24,837	25,037
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(3)	(7)
1.18	Dividends paid	-	-
1.19	Other (share issue costs)	(1,292)	(1,294)
	<b>Net financing cash flows</b>	23,542	23,736
	<b>Net increase (decrease) in cash held</b>	18,902	18,428
1.20	Cash at beginning of quarter/year to date	4,094	4,553
1.21	Exchange rate adjustments to item 1.20	(7)	8
1.22	<b>Cash at end of quarter</b>	22,989	22,989

**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	357
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

The amounts at 1.23 include payments to directors pursuant to consulting agreements and non executive director fees.  
The amounts at 1.2(b) capture all costs relating to the development wells including leasehold, indirect taxes, remedial work and other costs.

**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

During the quarter, Greenrock Energy Limited (ASX:GRK) remitted \$0.200 million (excl. GST) as part of requirements to earn a 15% equity interest in EP417 in accordance with the farm-in agreement as announced to ASX on 17 March 2011.  
During the quarter, CoocoPhillips (Canning Basin) Pty Ltd remitted \$1.000 million (excl. GST) as part of requirements to earn at 75% equity interest in the Goldwyer Project in accordance with the farm-in agreement as announced to ASX on 30 September 2011.  
Both of these are outlined at 1.9(a) above.

+ 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	2,500
4.2 Development	100
4.3 Production	-
4.4 Administration	900
<b>Total</b>	<b>3,500</b>

### 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	2,906	3,511
5.2 Deposits at call	20,083	583
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	<b>22,989</b>	<b>4,094</b>

### 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	N/A	-	-	-

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6.2 Interests in mining  
tenements acquired or  
increased

N/A	-	-	-
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**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>	N/A			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	283,314,434	283,314,434		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	83,339,265 -	83,339,265 -		
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	N/A			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>(description and conversion factor)</i>			Exercise price	Expiry date
	7,250,000	-	Options at 22.5c	30 June 2012
	7,250,000	-	Options at 27.5c	30 June 2012
	500,000	-	Options at 22.5c	30 June 2013
	500,000	-	Options at 27.5c	30 June 2013
	6,250,000	-	Options at 38.5c	20 December 2014
	3,750,000	-	Options at 43.0c	20 December 2014

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7.8	Issued during quarter	6,250,000	-	Options at 38.5c	20 December 2014
		3,750,000	-	Options at 43.0c	20 December 2014
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	-	-	-	-
7.11	<b>Debentures</b> (totals only)	N/A			
7.12	<b>Unsecured notes</b> (totals only)	N/A			

### 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 5).
- 2 This statement does give a true and fair view of the matters disclosed.

**David Hansen-Knarhoi**  
**Company Secretary**  
**31 January 2012**

### 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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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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