

Appendix 5B

Mining exploration entity quarterly report

Name of entity

FINDERS RESOURCES LIMITED

ABN

82 108 547 413

Quarter ended ("current quarter")

30 SEPTEMBER 2008

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		
1.2 Payments for (a) exploration and evaluation	(271)	(271)
(b) development	(5,522)	(5,522)
(c) production	-	-
(d) administration	(1,075)	(1,075)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	41	41
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	(6,827)	(6,827)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(47)	(47)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(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)	-	-
Net investing cash flows	(47)	(47)
1.13 Total operating and investing cash flows (carried forward)	(6,874)	(6,874)

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(6,874)	(6,874)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	5	5
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	1,282	1,282
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Share application monies received during previous quarter	(5)	(5)
	Net financing cash flows	1,282	1,282
	Net increase (decrease) in cash held	(5,592)	(5,592)
1.20	Cash at beginning of quarter/year to date	4,988	4,988
1.21	Exchange rate adjustments to item 1.20	1,389	1,389
1.22	Cash at end of quarter	785	785

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	233
1.24	Aggregate amount of loans to the parties included in item 1.10	NIL

1.25 Explanation necessary for an understanding of the transactions

NONE

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

NONE

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

NONE

+ See chapter 19 for defined terms.

For personal use only

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 (AUD equiv of USD 5,000,000)	5,499	5,499
3.2 Credit standby arrangements	NIL	NIL

Notes: On Sept 3 the Company announced a placement of new shares subject to Shareholder approval and a Share Purchase Plan (SPP) for existing shareholders. Monies received, subsequent to the reporting period, totalled \$A5.3 million from the placement and approx. \$163,000 from the SPP

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,950
4.2 Development	3,680
Total	5,630

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	785	4,988
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	785	4,988

Changes in interests in mining tenements

		Tenement reference	Nature of interest (see note)	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	NIL		NIL	NIL
6.2	Interests in mining tenements acquired or increased	B.189/04-WK/HK/2007 B.187/04-WK/HK/2007 B.186/04-WK/HK/2007 B.188/04-WK/HK/2007		NIL NIL NIL NIL	71,8% 71,8% 71,8% 71,8%

+ See chapter 19 for defined terms.

For personal use only

Appendix 5B
Mining exploration entity quarterly report

* **Narrative:** All tenements represent one year extensions to exploration tenements operated by a Finders subsidiary and owned by PT Batutua WayKanan Mineral

For personal use only

+ See chapter 19 for defined terms.

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 Preference +securities <i>(description)</i>	N/A			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	N/A			
7.3 +Ordinary securities	74,921,825	74,740,007		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	10,400 NIL	10,400 NIL		
7.5 +Convertible debt securities <i>(description)</i>	N/A			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	N/A			
7.7 Options <i>(description and conversion factor)</i>	3,090,367 1,322,881 500,000	NIL NIL NIL	<i>Exercise price</i> 50¢ 24p 68.75¢	<i>Expiry date</i> 20.03.2009 22.03.2009 13.06.2010
7.8 Issued during quarter	NIL	NIL		
7.9 Exercised during quarter	10,400	NIL	50¢	20.03.2009
7.10 Expired during quarter	NIL	NIL		
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

For personal use only

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 ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: 31st October 2008
(Director/Company secretary)

Print name:Christopher Ben Farmer.....

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.

== == == == ==

+ See chapter 19 for defined terms.

For personal use only