Rule 5.3

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			
Anch	ANCHOR RESOURCES LI	MITED		
ABN			Quarter ended ("cu	
49 1	22 751 419		31 December 20)9
Cons	solidated statement of ca	ish flows		
Cash	flows related to operating ac	ivities	Current quarter 31 Dec 2009	Year to date (6 months) 31 Dec 2009
			\$A'000	\$A'000
1.1	Receipts from product sales a			
1.2	(b) deve	oration and evaluation elopment	(173)	(670)
1.3				(206)
1.4	Interest and other items of a s	imilar nature received	8	17
1.5	Interest and other costs of fina	Interest and other costs of finance paid		
1.6	Income taxes paid			
1.7	Other - tenement security d	eposits		
	Net Operating Cash Flows		(256)	(859)
	Cash flows related to invest	ing activities		
1.8	Payment for purchases of:	(a) prospects(b) equity investments(c) other fixed assets		
1.9	Proceeds from sale of:	 (a) prospects (b) equity investments (c) other fixed assets 		
1.10	Loans to other entities		(14)	(14)
1.11	Loans repaid by other entities		(,	(/
1.12	Other - security deposit			
	Net investing cash flows		(14)	(14)
1.13	Total operating and investing	cash flows (carried forward)	(270)	(873)

		Current quarter \$A'000	Year to date \$A'000
1.13	Total operating and investing cash flows (brought forward)	(270)	(873)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	1,020	1,020
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 - Share issue costs	(12)	(12)
	Net financing cash flows	1,008	1,008
	Net increase (decrease) in cash held	738	135
1.20	Cash at beginning of quarter/year to date	604	1,207
1.21	Exchange rate adjustments to item 1.20		-
1.22	Cash at end of quarter	1,342	1,342

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	77
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

Salaries, directors' fees and consultancy fees at normal commercial rates

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

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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	350
4.2	Development	Nil
	Total	350

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	0	0
5.2	Deposits at call	948	92
5.3	Bank overdraft	14	12
5.4	Other - bills receivable, bank accepted and short term bank deposits	380	500
	Total: cash at end of quarter (item 1.22)	1,342	604

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	EL 6929 - Collaroy Project (NSW)	Total relinquishment	100%	0%
6.2	Interests in mining tenements acquired or increased	Not applicable			

6.3 The full Anchor Resources Limited schedule of 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	Preference securities	Nil			
7.2	Changes during quarter	Nil			
	(a) Increases through issues				
	(b) Decreases through returns of capital, buy-backs, redemptions				
7.3	Ordinary securities - fully paid AHR	37,724,137	37,724,137		
7.4	Changes during quarter				
	(a) Increases through issues	214,286	214,286	7 cents (notional value)	7 cents (100%)
		450,000	450,000	25 cents	25 cents (100%)
	(b) Decreases through return of	6,287,351	6,287,351	15 cents	15 cents (100%)
	capital, buy-backs	Nil			
7.5	Convertible debt securities	Nil			
7.6	Changes during quarter	Nil			
	(a) Increases through issues				
	(b) Decreases through securities matured, converted				
7.7	Options			Exercise price	Expiry date
	- Unquoted Options	500,000	Nil	25 cents	31 Mar 2010
	- Unquoted Options	1,000,000	Nil	25 cents	06 Mar 2011
	- Quoted Options AHRO	15,077,188	15,077,188	25 cents	31 Mar 2010
	- Unquoted Options (ESOP)	525,000	Nil	18 cents	14 Mar 2013
	- Unquoted Options (ESOP)	775,000	Nil	7 cents	13 Mar 2014
7.8	Issued during quarter				
	- Unquoted Options (ESOP)	675,000	Nil	7 cents	13 Mar 2014
7.9	Exercised during quarter				
	- Quoted Options AHRO	227,500	227,500	25 cents	31 Mar 2010
	- Unquoted Options (ESOP)	100,000	Nil	18 cents	14 Mar 2013
	- Unquoted Options (ESOP)	75,000	Nil	7 cents	13 Mar 2014
7.10	Expired during quarter	Nil			
7.11	Debentures (totals only)	Nil			

7.12	Unsecured notes	Nil		
	(totals only)			

Compliance statement

- 1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law 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:	Ross Moller		27 January 2010
	(Director / Company Secretary)		

Print name:

Ross E Moller

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 tenements, 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 31 December 2009

Tenement	Tenement Number	Interest	Joint Venture Details
NEW SOUTH WALES			
Bielsdown	EL 6388	100%	Nil
Blicks	EL 6465	100%	Nil
Birdwood	EL 6459	100%	Nil
Canonba	EL 6928	100%	Nil
Thunderbolts	EL 7184	100%	Nil
Munga	EL 7185	100%	Nil
QUEENSLAND			
Greenvale East	EPM 14646	100%	Nil
Aspiring	EPM 14752	100%	Nil
Featherbeds	EPM 15631	100%	Nil
Hot Springs	EPM 15987	100%	Nil

EL = Exploration Licence

EPM = Exploration Permit for Minerals