



29 July 2011

Company Announcements Office
ASX Limited

ACTIVITIES REPORT - JUNE 2011 QUARTER

Highlights

North America

- Premium Exploration Inc. ("PEM") commenced its 2011 Phase Four 25,000 metre district wise drilling program at the Idaho Gold Project which is fully funded from existing cash resources and fresh capital received on exercise of warrants during the quarter.

Australia

Koonenberry Copper Exploration Project

- In ELs 6400 and 6464, the previously reported 32 geophysical targets were field studied in detail. Four diamond drill holes were sunk into broader and more copper rich parts of the Grasmere-Peveril line of lode, confirming that higher grade copper shoots are primary, and not supergene in origin.
- In EL 6424, initial mapping and sampling focused on the Wertago-Eclipse-Bradys-Copper Well-Bunker Hill area, and on the Nutherungie Silverfield area.

Orange and Cobar Gold/Base Metal Exploration Project

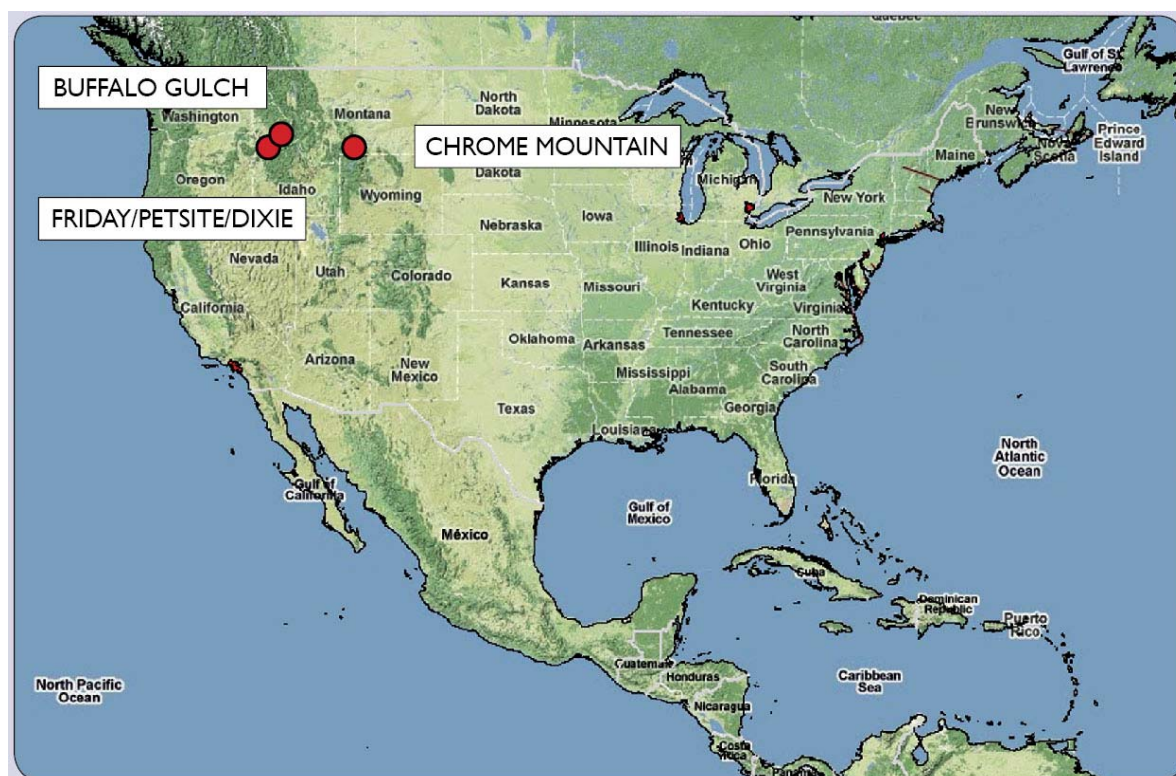
- A detailed aeromagnetic/radiometric survey over ELs 7564 and 6413 (near Cobar) was completed during the quarter.
- In Cumnock EL 6417 (near Orange) several copper anomalies on the Mt Catombal and Gumble segments were prospected, and RC percussion drill targets marked out. Drilling (5 to 7 holes) is to begin in early August 2011.
- New targets were checked out, and technical reports prepared for EL 6416 (Mt Barrow). Bedrock sampling of selected areas was undertaken, and gold and base metal targets arising will be close space bedrock sampled in 2011/12.
- The Company acquired 100% interest in ELs 6413, 6416, and 7564 (near Cobar) and 6417 (near Orange) and assumed operatorship.



INVESTMENT IN ADVANCED GOLD EXPLORATION PROJECT - IDAHO, USA

In April 2011, the Company exercised all the warrants it held in PEM resulting in a total holding of 11,500,000 shares in PEM at an average cost of C\$0.25 a share. The Company assessed PEM to possess exciting advanced precious metal projects.

PEM is focused on gold exploration at its district-sized land package along the Orogrande Shear Zone ("OSZ") in North-Central Idaho, USA. The "OSZ" is a +30 km regionally-significant trending structure with multiple known zones of gold mineralization and similar to many large gold belts, like the Carlin Trend in Nevada. Armed with a proven exploration strategy, advancing gold resources, and 30 km of drill-ready targets, PEM is well positioned to create shareholder value through exploration and the development of this emerging gold district. PEM also has a platinum group metals exploration project (Chrome Mountain) in Montana.



Premium Exploration Inc.'s - Location of Projects in USA

PEM commenced an extensive and exciting 25,000 metre Phase Four drilling program in the quarter to follow up on the success achieved in the 2010 Phase Three drilling program to develop a district with multiple near-surface gold resources along their +30 km property (Idaho Gold Project) in Idaho USA.

Public announcements of PEM on exploration and drilling results can be viewed on their website.

INTERESTS IN KOONENBERRY BELT *ELs 6400, 6424, 6464 and 7691 - NSW (100%)*

The Company holds 100% interests in the ELs covering a total area of 753 sq kms in the highly prospective and under-explored Koonenberry Belt.

In the case of ELs 6400 and 6464, the previously reported 32 geophysical targets were field studied in detail. Four (4) diamond drill holes were sunk into broader and more copper rich parts

of the Grasmere-Peveril line of lode, confirming that higher grade copper shoots are primary, and not supergene in origin (see recent ASX announcement dated 22 July 2011 on drilling results)

In EL 6400, detailed (1:1000 scale) fault and lithology mapping located new WNW trending extensions to the line of lode, in a hitherto unexplained copper rich area, which could be draining hidden copper rich shoots.

In the case of recently granted EL 7691, all data and previous work undertaken were reviewed and a comprehensive technical report prepared. Covering 9 units (approx 26 sq km), this EL abuts the northwest part of EL 6400. It takes in the western part of the Black Mountain silver field, plus old diggings and geochemical anomalies that were not properly investigated by previous explorers.

The Department of Primary Industry expenditure requirements for EL 6400 were met, and the required reports submitted. The Company applied for renewal of EL 6400, with no area reduction, due to special circumstances (wet weather preventing drilling, and other field work).

In EL 6424, initial mapping and sampling focused on the Wertago-Eclipse-Bradys-Copper Well-Bunker Hill area, and on the Nutherungie Silverfield area. These targets have been supplemented by another 10 targets gleaned from current and historical geophysical data. Several of these targets were further investigated in the current period. Of particular interest is the Nutherungie silverfield, now considered to be the epithermal cap above a large, deeper, porphyry copper system, which expresses as a gravity high. In that model epithermal leakage from that system along the sheared eastern edge gave rise to the Wertago-Eclipse-Copper Well-Bunker Hill deposits.

The earlier proposed Black Mountain silver field drilling programme also remains on hold, pending new mapping, sampling and prospecting, plus a gravity survey, to be undertaken over Nutherungie Silverfield in late 2011/early 2012. If results are promising the priority target will probably be drilled there in late 2011/early 2012.

AUSMON - ROBUST JV

EL 6413, EL 6415, EL 6416 EL 6417 and EL 7564 - NSW (100%)

The Company has been earning an 85% interest in Pooraka EL 6413, Tindarey EL 6415, Mt Barrow EL 6416 and Cumnock EL 6417 under farm-in arrangements since 2009 by sole funding work programmes for 3 tenement years to May 2011. On 12 April 2011, the Company acquired a 100% interest in EL 7564, EL 6413, EL 6416 and EL 6417 and the Ausmon-Robust JV was terminated.

Tindarey EL 6415 has been disappointing from the last drill results has been relinquished in May 2011.

Pooraka EL 6413 and EL 7564

These two adjoining ELs, 50km east of Cobar, remain highly prospective for gold, and base metal deposits, with untested targets, and gold anomalies/ intersections, close to, and on strike from, Mt Boppy. The main target is the Mt Boppy/ Hardwicks/ Langbein /McGuinness gold trend. A detailed low level (50 X 50 metre) aeromagnetic/radiometric survey was carried out in April 2011. This tracked subtle magnetic features emanating from Canbelego Gold Field, plus other trends. North to northwest trending gold and base metal anomalies and mineralisation are already known at Langbein (east and west), Mc Guinness (north and south), and base metal bedrock anomalies, plus a magnetic high, are known at Chert Ridge. The aeromagnetic survey was part of a larger survey undertaken with surrounding explorers who are exploring/ exploiting the Canbelego mineralisation, and environs. The plan remains to data share with Polymetals (holder of Mt Boppy) to better understand structural trends and features. Shallow trends and anomalies will be bedrock probed by RAB and/or air core drilling later in 2011. Deeper structural features will need to be tested later, by deeper diamond drilling.

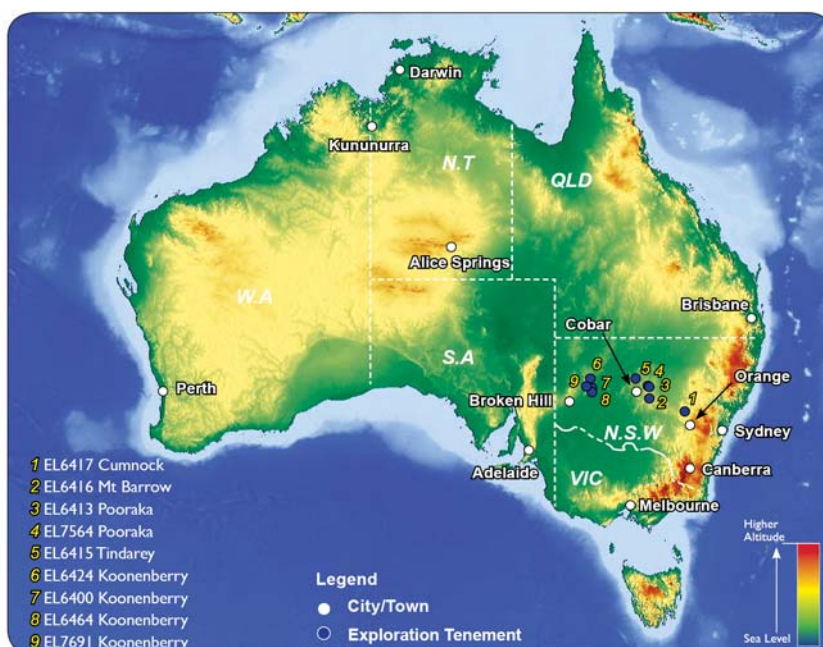
Cumnock EL 6417

As previously reported, work on the Gumble segment (prospective for skarn and skarn-related deposits) highlighted 4 significant copper and/or gold anomalies, including 2 good drill targets, each located about 1km from known Delaneys Dyke mineralisation. Also, work on the Mt Catombal segment highlighted 2 strong copper-gold anomalies designated "Turmer's Anomaly" and "Lawrence's Anomaly". Those areas are prospective for Cadia type epithermal/porphyry copper-gold deposits associated with hydrothermal alteration.

The above anomalies will shortly be drilled. Some 5 to 7 RC percussion holes are sited, including 2 at the historical Cumnock Copper Mine.

Mt Barrow EL 6416

New targets were checked out, and technical reports prepared for EL 6416 (Mt Barrow). Bedrock sampling of selected areas was undertaken in May 2011, and gold and base metal targets arising will be close space bedrock sampled in 2011/12.



Licenses Location in New South Wales, Australia

(The information in this report that relates to Exploration Results is based on information compiled by Dr Pieter Moeskops, the principal of Agaiva Holdings Pty Ltd and a member of The Australasian Institute of Mining and Metallurgy.

Dr Moeskops has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Moeskops consents to the inclusion in this report of matters based on his information in the form and context in which it appears.)

John Wang
Director/Secretary

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

AUSMON RESOURCES LIMITED

ABN

88 134 358 964

Quarter ended ("current quarter")

30 JUNE 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'ooo	Year to date (12 months) \$A'ooo
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(295) (134)	(723) (880)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	6	54
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material) - GST	(41)	12
Net Operating Cash Flows	(464)	(1,537)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- (1,707)	(200) (1,707)
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 (security deposit)	-	(30)
Net investing cash flows	(1,707)	(1,937)
1.13 Total operating and investing cash flows (carried forward)	(2,171)	(3,474)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(2,171)	(3,474)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	800
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings	990	990
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other (capital raising costs)	-	(20)
	Net financing cash flows	990	1,770
	Net increase (decrease) in cash held	(1,181)	(1,704)
1.20	Cash at beginning of quarter/year to date	1,415	1,938
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	234	234

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

1.25 Explanation necessary for an understanding of the transactions

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

Borrowings of \$990,000 at item 1.16 was repaid in full with transfer of investment securities held by the Company at market price.

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

Financing facilities available

Add notes as necessary for an understanding of the position.

Amount available \$A'000	Amount used \$A'000

+ See chapter 19 for defined terms.

3.1	Loan facilities		
3.2	Credit standby arrangements		

The Company will be selling some of its securities investment to fund cash outflows in the next quarter.

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	300
4.2	Development	
4.3	Production	
4.4	Administration	100
Total		400

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	160	315
5.2 Deposits at call	74	1,100
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	234	1,415

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 (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
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	71,379,125	71,159,125		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	400,000	400,000	\$0.22	\$0.22
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>(description and conversion factor)</i>	One ordinary share per option 33,750,000	33,750,000	<i>Exercise price</i> \$0.80	<i>Expiry date</i> 30 June 2014
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter	2,900,000	-	\$0.50	30 June 2011
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

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 give a true and fair view of the matters disclosed.



Sign here: Date: 29 July 2011
(Director/Company secretary)

Print name: John Wang

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.

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