

31 July 2012

ASX Market Announcements

ACTIVITIES REPORT- JUNE 2012 QUARTER

Summary

- Prospecting and anomaly follow-up on Koonenberry ELs 6400, 6464, 7691 and 6424 was largely stopped by wet weather.
- The earlier planned gravity survey over Koonenberry EL 6424 (covers the Wertago copper diggings and Nutherungie silver field) was not undertaken due to wet weather and access issues. Nutherungie silverfield is thought to represent the epithermal cap above a deeper porphyry copper system. When acquired, gravity data will help to hone deep drilling targets.
- Rehabilitation of six RC holes (drilled in 2011) was completed on Cumnock EL 6417, near Orange. The Gumble sub-area remains very prospective for skarn-type Cu-Zn-Ag-(Au) deposits, with 11 geochemical targets requiring follow-up drilling.
- Farmin partners are sought for Cobar ELs 6413 and 7564 (Pooraka) and 6416 (Mt Barrow) to contribute to exploration expenditure. These ELs contain gold and base metal targets that require drilling.

ACTIVITIES IN THE KOONENBERRY BELT – Copper- Zinc and Gold Exploration ELs 6400, 6424, 6464 and 7691 - NSW (100%)

The Company holds a 100% interest in 4 ELs covering a total area of 639 sq kms in the highly prospective and under-explored Koonenberry Belt in Western NSW, near Broken Hill.

Detailed (1:1000 scale) fault delineation and lithological mapping done in late 2011 had led to the discovery of a new, south-east displaced, fault bounded slice of the line of lode, roughly one kilometer north of the Company's June 2011 drilling area. Lithological, fault line, and aeromagnetic evidence also pointed to further extensions to the west-north-west. Mapping and prospecting continued to locate new features, including narrow, late stage, cross-cutting veins exhibiting at surface as silicified ironstones. Portable XRF (Niton) field testing of these however detected the presence of Cu and Zn, as is also the case on Grasmere-Peverill line of lode.

The lode is considered to be structurally controlled, along a major fault, however given the highly deformed and altered nature of the host rocks, primary features would have been largely or entirely obliterated, which means a re-constituted Cyprus-type VMS seafloor origin cannot be ruled out. Microscopic studies have shown that higher grade Cu zones (shoots) are primary in nature, and not caused by near surface supergene enrichment. Lode extensions to the west-north-west now need to be more precisely located by mapping, and, where required, bedrock (air core) sampling. Potential lodes will then need to be tested by RC percussion and diamond

drilling. The aim will be to confirm continuity, thicknesses and Cu contents of lodes to the west-north-west.

Work on that EL has revealed a number of gold and base metal targets requiring later RC percussion drilling. The Annual Reports for joined ELs 6400 and 6464 was prepared, including 50% area reduction for 6464, and submitted in May 2012.

A detailed (170 or 340 station) gravity survey was planned and costed out for EL 6424 which covers the Wertago copper diggings and the Nutheringie silver field. The latter is considered to be the epithermal cap above a possible deeper porphyry Cu system, and gravity data are required hone deep drill targets. The survey was not undertaken in the current Quarter due to wet weather.

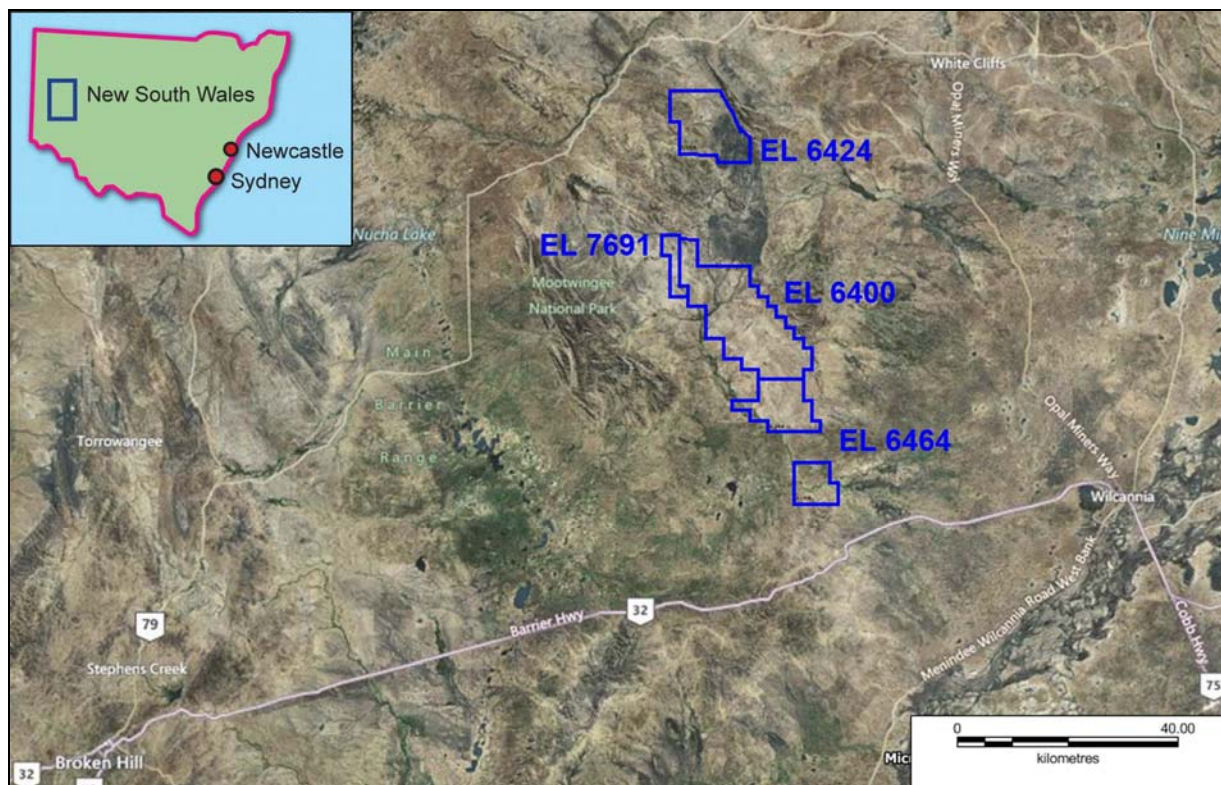


Figure 1 - Location map of Koonenberry Exploration Licences

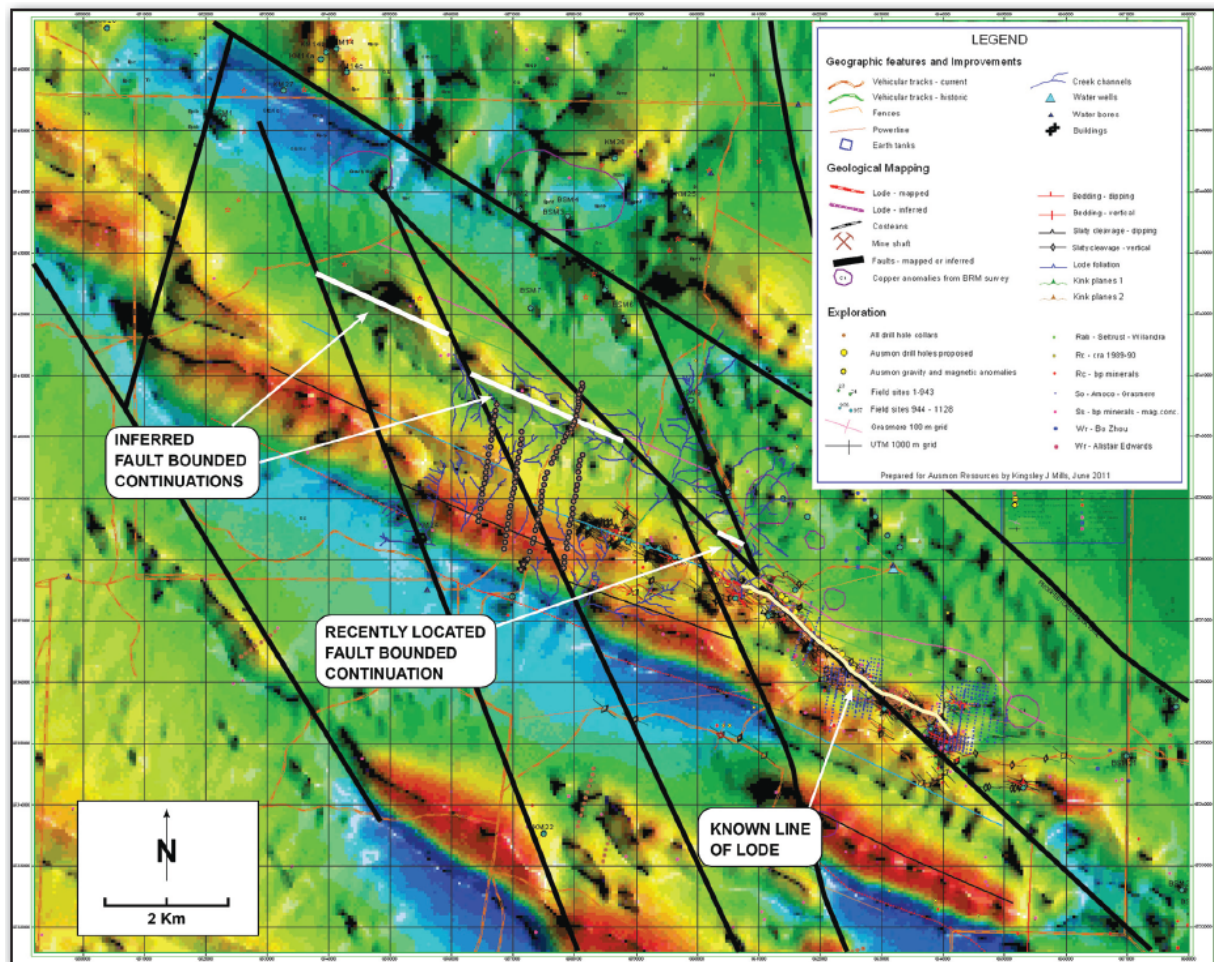


Figure 2 - EL 6400 – Probable WNW Extension to Grasmere Peverill Line of Lode

ACTIVITIES NEAR ORANGE - Gold, Silver and Base Metal Exploration

EL 6417- Cumnock - NSW (100%)

During the June Quarter, rehabilitation of the 2011 drilling sites was completed in satisfaction of the licence conditions.

Drilling in 2011 had considerably upgraded the potential of the Gumble sub-area. In particular “Anomaly A” (2 RC holes drilled August in 2011) was noted to be part of an extensive skarn system (caused by mineralised fluids from granitic intrusions reacting with limestones and associated rocks) which is evident over 500+ metres. Elements concentrated are the same as those known in the nearby (historic) Delaney’s Dyke mine—i.e. Cu, Zn, Ag-Au, and Sn. Another 11 similar anomalies, labeled B to L, remain to be tested by RC percussion drilling—see Figure 3 below.

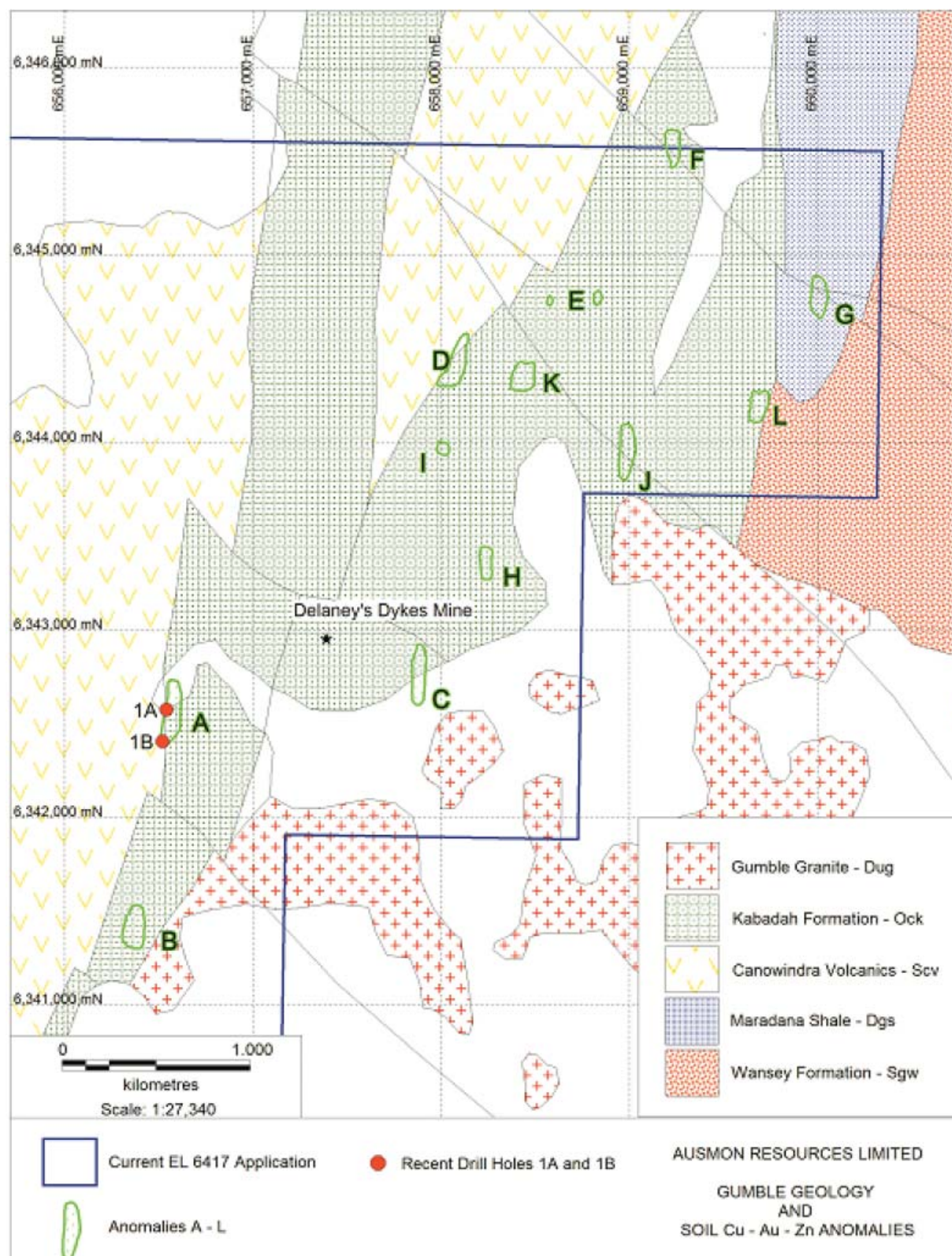


Figure 3 – EL 6417 - Gumble Geology and Soil Cu-Au-Zn Anomalies

ACTIVITIES NEAR COBAR - Gold, Silver and Base Metal Exploration Adjacent ELs 6413 and 7564, and EL 6416 – NSW (100%)

During the June Quarter little work was undertaken due to wet weather and access issues. Regolith depth data collected in the previous two quarters were an important precursor to future bedrock sampling by aircore and/or RAB drilling of magnetic and geologic features, especially in areas proximal to known Cu and Au mineralisation.

The Company has been seeking farmin partners to contribute to exploration expenditure on Cobar ELs 6413 and 7564 (Pooraka) and 6416 (Mt Barrow). These ELs contain gold and base metal targets that require drill testing.

The three DPI Annual Reports, plus renewal with 50% reduction for EL 7564, were submitted in June 2012.

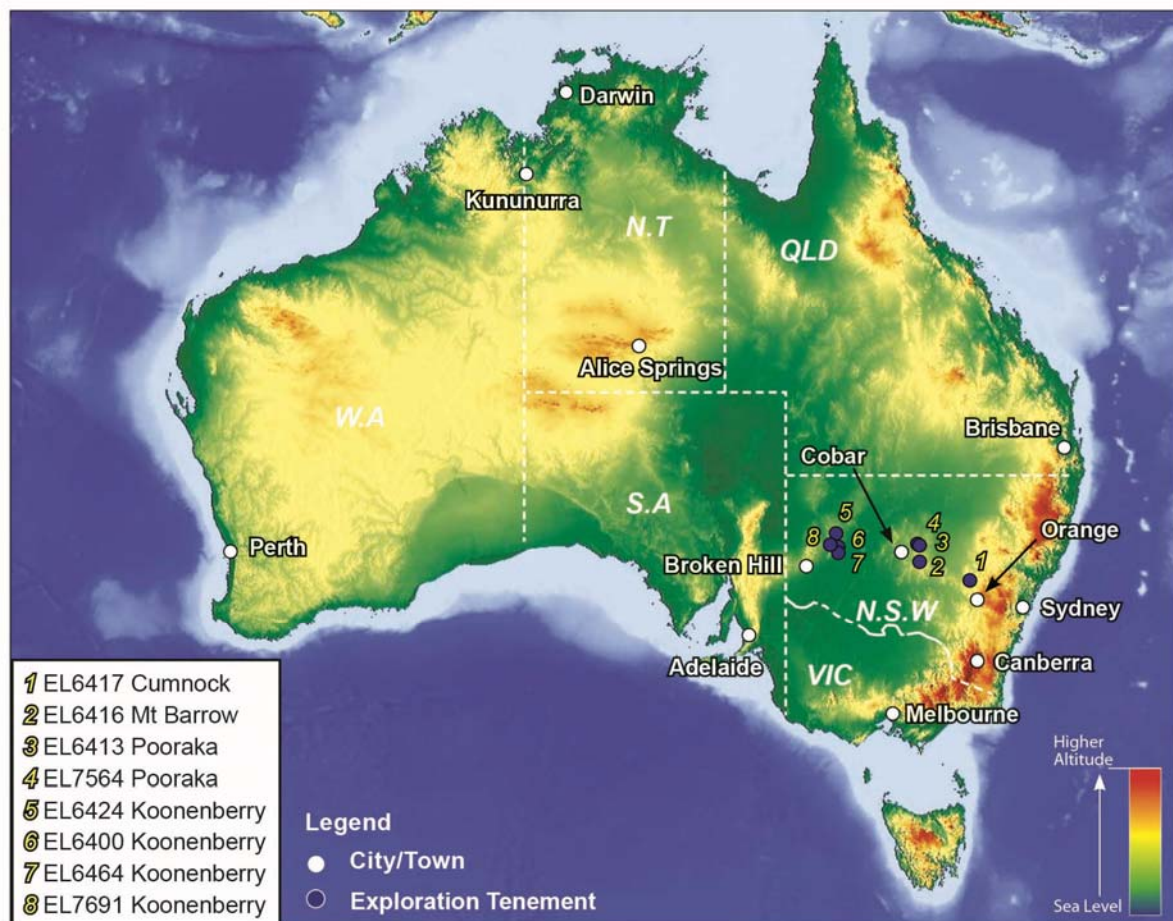


Figure 4 - Licence Locations in New South Wales, Australia

INVESTMENT IN ADVANCED GOLD EXPLORATION PROJECT - IDAHO, USA
Premium Exploration Inc. ("PEM")

Since 2010, the Company has invested in PEM which 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 structure with multiple known zones of gold mineralization and is similar to many large gold belts including 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.

Public announcements by PEM can be viewed on their website.

(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 2012

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	(26)	(393)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(184)	(862)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	1	15
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material) - GST	4	18
	Net Operating Cash Flows	(205)	(1,222)
Cash flows related to investing 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	-	1,115
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (a) security deposit paid	-	(30)
	(b) Security deposit refund	-	20
	Net investing cash flows	-	1,105
1.13	Total operating and investing cash flows (carried forward)	(205)	(117)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(205)	(117)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 (capital raising costs)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(205)	(117)
1.20	Cash at beginning of quarter/year to date	317	234
1.21	Exchange rate adjustments to item 1.20	-	(5)
1.22	Cash at end of quarter	112	112

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'ooo
1.23	Aggregate amount of payments to the parties included in item 1.2	87
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Salaries and superannuation for executive directors.

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

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

+ 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	60
4.2 Development	
4.3 Production	
4.4 Administration	75
Total	135

Note: Since the end of the June Quarter, the Company has disposed of some Available-for-Sale Financial Assets on market for cash to fund next quarter's cash outflows. The Company is also seeking to raise new equity capital to fund on-going operations.

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	77	101
5.2 Deposits at call	35	216
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	112	317

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 (description)				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	74,499,125	74,279,125		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	+Convertible debt securities (description)				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	One ordinary share per option		<i>Exercise price</i>	<i>Expiry date</i>
		33,750,000	33,750,000	\$0.80	30 June 2014
		1,000,000	-	\$0.25	30 June 2013
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

+ 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: 31 July 2012
(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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