

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

HANNANS REWARD LTD

ABN

52 099 862 129

Quarter ended ("current quarter")

31 MARCH 2010

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(388)	(1,655)
(b) development	-	-
(c) production	-	-
(d) administration	(191)	(699)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	42	121
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	(537)	(2,233)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a)prospects	-	-
(b)equity investments	(43)	(51)
(c)other fixed assets	(37)	(37)
1.9 Proceeds from sale of:		
(a)prospects**	(525)	750
(b)equity investments	0	7
(c)other fixed assets	-	-
1.10 Loans to other entities	(13)	(80)
1.11 Loans repaid by other entities	-	-
1.12 Other	(300)	(300)
Net investing cash flows	(905)	289
1.13 Total operating and investing cash flows (carried forward)	(1,442)	(1,944)

** Included in this amount is \$525,000 relating to GST on the sale of Iron Ore rights to Warwick Resources Ltd. This was remitted to the Australian Taxation Office during the quarter ended 31 March 2010.

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1.13	Total operating and investing cash flows (brought forward)	(1,442)	(1,944)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	600	6,122
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)	-	(321)
Net financing cash flows		600	5,801
Net increase (decrease) in cash held		(842)	3,857
1.20	Cash at beginning of quarter/year to date	5,865	1,166
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	5,023	5,023

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	79
1.24	Aggregate amount of loans to the parties included in item 1.12	300,000

1.25 Explanation necessary for an understanding of the transactions

1.23 - Payment of executive and non-executive director's fees.
1.24 - Loan to the Managing Director for the purpose of exercising 1,500,000 Hannans Reward Ltd 20 cent options that expired on 31 March 2010. The loan must be repaid on or before 31 March 2015, with interest payable at the rate of 6% per annum.

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

N/A

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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	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	800
4.2 Development	-
Total	800

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	5,023	5,865
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	5,023	5,865

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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	P37/6429	Surrendered	100%	0%
	P37/6430	Surrendered	100%	0%
	P37/6432	Surrendered	100%	0%
	P37/7136	Surrendered	100%	0%
	P37/7137	Surrendered	100%	0%
	P37/7138	Surrendered	100%	0%
	P37/7139	Surrendered	100%	0%
	P37/7140	Surrendered	100%	0%
	P37/7141	Surrendered	100%	0%
	P37/7142	Surrendered	100%	0%
	P37/7143	Surrendered	100%	0%
	P37/7144	Surrendered	100%	0%
	P37/7146	Surrendered	90%	0%
	P37/7147	Surrendered	90%	0%
	P37/7148	Surrendered	90%	0%
	P37/7149	Surrendered	90%	0%
	P37/7150	Surrendered	90%	0%
P37/7151	Surrendered	90%	0%	
P37/7165	Surrendered	100%	0%	
6.2 Interests in mining tenements applied for, acquired, granted or increased	E77/1764	Application	0%	0%
	P77/3998	Application	0%	0%
	P77/3999	Application	0%	0%
	P77/4000	Application	0%	0%
	P77/4001	Application	0%	0%
	P77/4002	Application	0%	0%
	P77/4003	Application	0%	0%
	P77/4004	Application	0%	0%
	P77/4005	Application	0%	0%
	P77/4006	Application	0%	0%
	P77/4007	Application	0%	0%
	P77/4008	Application	0%	0%
	P77/4009	Application	0%	0%
	P77/4010	Application	0%	0%
	P77/4011	Application	0%	0%
	P77/4012	Application	0%	0%
	P77/4013	Application	0%	0%
	P77/4014	Application	0%	0%
	E52/2541	Application	0%	0%
	P77/3943	Granted	0%	100%
	P77/3944	Granted	0%	100%
	P77/3945	Granted	0%	100%
	E77/1430	Granted	0%	100%
E77/1431	Granted	0%	100%	
E46//780	Granted	0%	100%	
E52/2150	Granted	0%	100%	

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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 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	131,148,715	131,148,715	-	-
7.4 Changes during quarter				
(a) Increases through issues	3,000,000	3,000,000	20 cents	20 cents
(b) Decreases through returns of capital, buy-backs	-	-	-	-
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>	500,000	-	<i>Exercise price</i> 20 cents	<i>Expiry date</i> 30 April 2010
	500,000	-	50 cents	31 December 2010
	1,717,867	-	40 cents	31 December 2010
	2,250,000	-	80 cents	30 June 2011
	2,000,000	-	20 cents	31 July 2011
	1,000,000	-	80 cents	30 June 2012
	100,000	-	40 cents	30 June 2012
	1,000,000	-	80 cents	30 June 2013
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	3,000,000	-	20 cents	31 March 2010
7.10 Expired during quarter	-	-	-	-
7.11 Debentures <i>(totals only)</i>	-	-		

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7.12	Unsecured notes (totals only)	-	-
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Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act 2001.
- 2 This statement does give a true and fair view of the matters disclosed.



Michael Craig
Company Secretary

30 April 2010

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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