

Date: 31 July 2012

QUARTERLY ACTIVITIES REPORT ENDING 30 JUNE 2012

HIGHLIGHTS

- **Listing of Ishine's largest shareholder, Shandong Ishine Mining Industry Co Ltd on the Hong Kong Stock Exchange**

Corporate

During the quarter ended 30 June 2012, Ishine's largest shareholder, Shandong Ishine Mining Industry Co Ltd ("SIMIC") (68.27%), has successfully listed on the Hongkong Stock Exchange: SIMIC has listed on the Stock Exchange of Hong Kong Limited (SEHK) as China Zhongsheng Resources Holdings (Code: 02623). A total of approximately HK\$160,000,000 was raised for the listing. Through this raising, SIMIC will be able to assess its projects and investments including continuing its support of Ishine's operation in Australia.

Exploration

During the quarter, the 8th Institute of Geology and Mineral Exploration ("IGME"), who farmed into Ishine's interest in the Mount Watson Copper Project in Queensland, continued planning for exploration activities. The Company will update shareholders upon receiving information from IGME.

Ishine continued to carry out data compilations and investigations on Ishine's tenements. Prospectivity of these projects is currently being assessed and field programs are being planned in accordance with the findings.

The Company is continuing discussions with potential JV partners on exploring Ishine's tenements.

The company wishes to advise our Chief Geologist Mr Martin Domer resigned on 10 June 2012. The Board is currently in the process of recruiting a replacement Chief Geologist.

For further information please contact:

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