



Aussie Q Resources Limited

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29 January 2010.

The Manager
Australian Securities Exchange
PO Box 7055
Riverside Centre
Brisbane QLD 4001

Dear Madam,

Report on Activities and Appendix 5B - December Quarter 2009

The Company is pleased to provide the following report on activities for the three month period ending 31 December 2009.

QUARTER HIGHLIGHTS

- Drilling at Whitewash South has resulted in the discovery of a significant zone of molybdenum/copper mineralisation. Full details of the discovery were reported to the ASX on 6/1/10.
- The Whitewash South prospect's mineralisation style and its resulting breccia and porphyry suite of mineralisation is of great exploration significance and is larger in scope and mineralisation componentry than anything encountered in this district previously.
- Drilling at Kildare confirmed this prospect to be a very large porphyry related system.

Other Exploration Activities

Further field exploration was undertaken using the Niton Portable XRF machine at Kiwi Carpet, Whitewash South and Mt. Hindmarsh.

As well, geological reconnaissance and mapping was carried out by our consultant geologist in order to better define drilling targets for these areas.

Other Activities - Strategic Plan

During this quarter further presentations and discussions were made as part of and in keeping with the Company's Strategic Plan in seeking potential Joint Venture partners and/or strategic investment by way of Placements.

The Chairman, through the local Hong Kong representative, continued to inform potential investors and financial entities as to the ongoing exploration results of the Company as reported to the ASX.

Ongoing discussions were held with Hong Kong and PRC entities which resulted in a delegation from that region coming to Australia and visiting the exploration site in late November. As a result of this visit further ongoing negotiations were entered into during the quarter.

The requirement for these presentations is increasing and the discussions arising therefrom, are continuing.

Drilling and Exploration Expenditure

During this Quarter, the Company has expended \$351,000 on exploration.

The Company has cash reserves of approximately \$2.261M as at the end of this quarter and is continuing to spend funds on its prospects in a careful and cost effective manner.

Work Planned for the March Quarter

The Company plans to:

- Drill a minimum of 2 RC holes at Kiwi Carpet.
- Drill a minimum of 3,000m of Diamond and RC drilling at Whitewash South.
- Drill a minimum of 1 RC hole at Juicy Fruit West.

Appendix 5B

The Company's Appendix 5B cash report is attached.

Yours sincerely,



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John Goody
Executive Director

The information in this report that relates to exploration results and mineral resources is based on information compiled by John Leslie Goody, Executive Director of Exploration, Aussie Q Resources Limited and supervised by Dr. Richard Haren who is a Member of The Australasian Institute of Mining and Metallurgy and who has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity undertaken 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. Richard Haren is a self employed consultant who consults to AQR and has consented to the inclusion in this report of the matters based on this information in the form and context which it appears.

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

AUSSIE Q RESOURCES LIMITED

ABN

91 121 964 725

Quarter ended ("current quarter")

31 December 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a)exploration and evaluation (b)development (c)production (d)administration	(351)	(580)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	28	55
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other – Security Deposits GST Payments	(3) (10)	(6) (21)
Net Operating Cash Flows	(617)	(1,023)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b)equity investments (c) other fixed assets	- - (8)	- - (8)
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 (provide details if material)	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(625)	(1,031)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(625)	(1,031)
	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	(625)	(1,031)
1.20	Cash at beginning of quarter/year to date	2,886	3,292
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,261	2,261

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	185
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

Transactions include the payment of Consultancy fees to the associated entities of the Directors, R.Haren & J.Goody, the payment of Superannuation and Directors fees to the Directors, R. Haren, F.Gardiner & E. Newman as well as the reimbursement of ordinary expenditure incurred by 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

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
3.2	Credit standby arrangements	30

The company has a corporate credit card facility for the purpose of company expenses. There are three cards issued with a combined credit limit of \$30,000.

+ See chapter 19 for defined terms.

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	2,261	2,886
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	2,261	2,886

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	Nil		
6.2	Interests in mining tenements acquired or increased	EPM18202	0%	100%

+ 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>	N/A			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	N/A			
7.3 +Ordinary securities	120,166,663	120,166,663		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	N/A			
7.5 +Convertible debt securities <i>(description)</i>	N/A			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	N/A			
7.7 Options <i>(each exercisable to 1 fully paid ordinary share)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	30,000,000	N/A	30	30 January 2010
	2,000,000	N/A	10	31 December 2011
	500,000	N/A	20	31 January 2012
7.8 Issued during quarter	N/A			
7.9 Exercised during quarter	N/A			
7.10 Expired during quarter	N/A			
7.11 Debentures <i>(totals only)</i>	N/A			
7.12 Unsecured notes <i>(totals only)</i>	N/A			

+ 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: 28/1/10
(Director/Company secretary)

Print name: John Goody
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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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