



Aussie Q Resources Limited

ABN 91 121 964 725
Level 1, 27-29 Crombie Ave, Bundall. Qld. 4217
P.O. Box 8155, Gold Coast MC. Qld. 9726
P: 07 5574 3830 F: 07 5574 3568
www.aussieqresources.com.au
E: info@aussieqresources.com.au

ASX:AQR

28 October 2010.

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

Dear Madam,

Report on Activities and Appendix 5B - September Quarter 2010

The Company is pleased to provide the following report on activities for the three month period ending 30 September 2010.

Exploration Activities

During the period, the Company has been drilling the Whitewash South prospect and other areas within the greater Whitewash area on EPM 14628 (100% AQR owned). Two drill rigs have been predominantly active at Whitewash South, with a Reverse Circulation rotary hammer (RC) rig drilling pre-collar holes to varying depths, with a Diamond Core rig continuing the hole usually to a minimum of 350m depth.

During the Quarter, the Company drilled a total of 8,696.3m of RC and 4,713.6m of Diamond core for a total of 13,409.9m. In all, 38 holes were completed during the period. Results during the Quarter continue to show encouraging mineralisation in many of the drillholes. As results have become available they have been released to the ASX and posted on the Company's website. The Whitewash South mineralisation is a few hundred metres south of the 71.5 million tonne Inferred Mo/Cu Resource already announced to the market at Whitewash/Gordons (see Figure 1). To date mineralisation has been extended over a region that is 2.5km long and up to 850m wide.

Drilling and Exploration Expenditure

During this Quarter, the Company has expended approximately \$1.74M on exploration.

The Company has cash reserves of approximately \$2.98M as at the end of this Quarter.

Work Planned for the December Quarter

Planned drilling during the December Quarter will continue to expand on the region hosting mineralisation in the Whitewash area, better define the extent of the Gordons Resource, and target a number of other exploration targets in the surrounding area. Figure 1 displays a number of future exploration targets which include Gordon 'look-a-likes' (blue), copper vein targets (green) and Whitewash style targets (yellow).

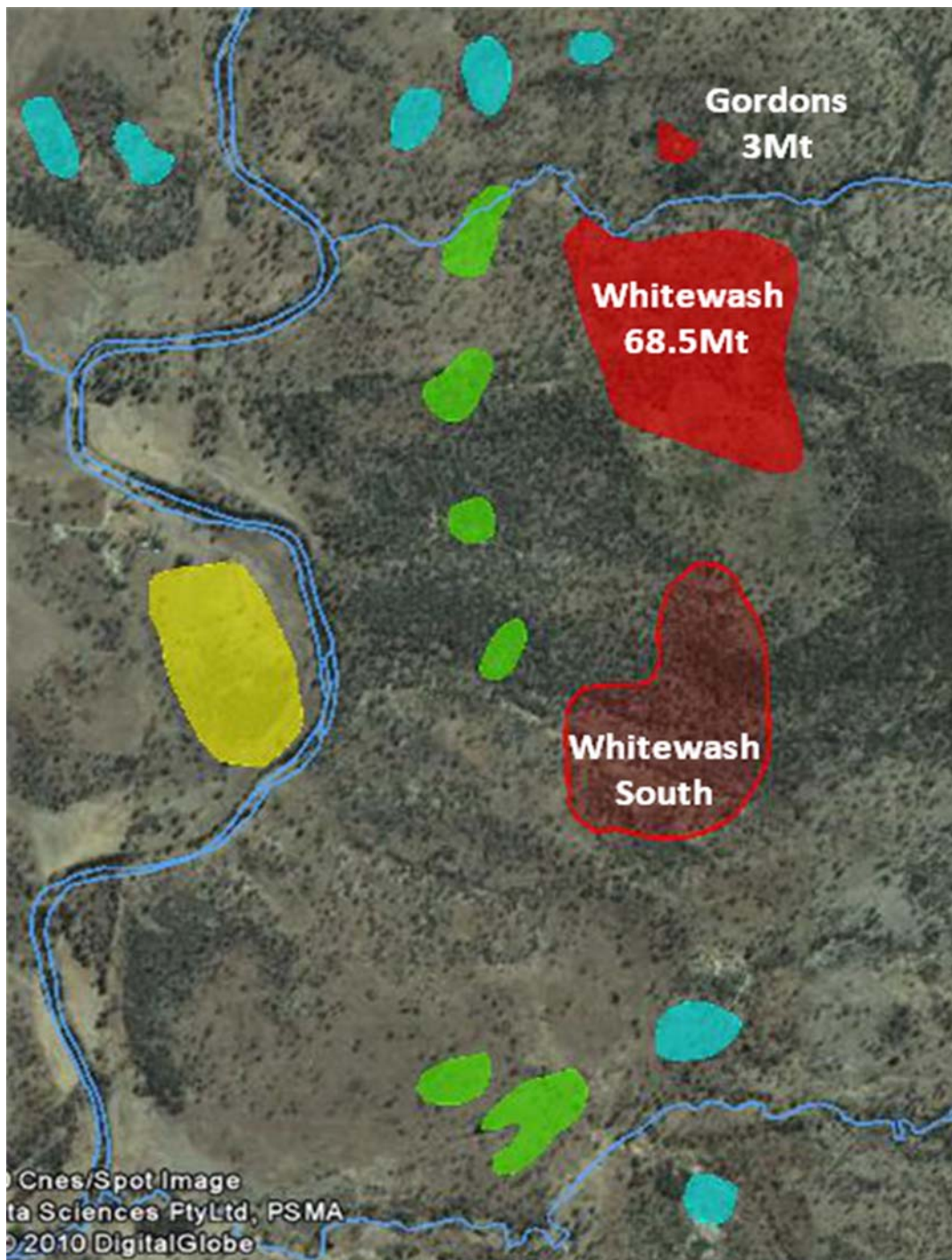


Figure 1 : Whitewash, Whitewash South, Gordons and Surrounding Exploration Targets

Significant intersections received during the Quarter include;

Hole ID	Interval	From	Mo	Cu	Ag	W	Location
109D	17m	174	548 ppm	0.22 %	2.1 g/t	16 ppm	Whitewash South
110	8m	73	578 ppm	0.33 %	3.3 g/t	199 ppm	Whitewash South
108D	28m	349	494 ppm	0.14 %	1.0 g/t	13 ppm	Whitewash South
127D	6m	101	1307 ppm	0.12 %	1.7 g/t	25 ppm	Gordons
117D	21m	79	311 ppm	0.15 %	0.8 g/t	136 ppm	Whitewash South
117D	5m	185	1403 ppm	0.01 %	0.0 g/t	176 ppm	Whitewash South
118D	9m	64	468 ppm	0.51 %	3.2 g/t	69 ppm	Whitewash South
118D	6m	120	1534 ppm	0.02 %	0.6 g/t	30 ppm	Whitewash South
120D	15m	40	816 ppm	0.30 %	2.8 g/t	113 ppm	Whitewash South
120D	8m	362	1077 ppm	0.01 %	0.0 g/t	60 ppm	Whitewash South
125D	11m	246	525 ppm	0.13 %	1.7 g/t	15 ppm	Whitewash South
129D	5m	59	283 ppm	0.30 %	2.5 g/t	124 ppm	Whitewash South
137D	65m	113	443 ppm	0.14 %	10.1 g/t	17 ppm	Whitewash South
Incl.	8m	131	1234 ppm	0.21 %	1.4 g/t	53 ppm	Whitewash South
132D	11m	54	624 ppm	0.20 %	1.7 g/t	29 ppm	Whitewash South
140D	6m	119	942 ppm	0.25 %	4.0 g/t	8 ppm	Whitewash South
140D	4m	160	1057 ppm	0.27 %	1.6 g/t	10 ppm	Whitewash South
140D	4m	242	143 ppm	0.31 %	1.8 g/t	10 ppm	Whitewash South
139D	4m	99	305 ppm	0.41 %	3.2 g/t	603 ppm	Whitewash South
139D	8m	154	741 ppm	0.19 %	0.9 g/t	10 ppm	Whitewash South
143D	4m	223	856 ppm	0.39 %	9.1 g/t	10 ppm	Whitewash South
138D	11m	344	3388 ppm	0.18 %	1.1 g/t	6 ppm	Whitewash South

The Company has also been actively assessing other prospective regions of the EPMs held to the west of Monto in Queensland. Discussions with a number of parties regarding the continued funding of the Company's exploration programs have also continued.

Corporate

Mr Charles Carnie joined AQR as Chief Executive Officer on August 1st 2010. Mr Carnie brings over 17 years exploration and mining experience to the company. Most recently Mr Carnie was Managing Director of Red Gum Resources Ltd and prior to this held senior technical roles for 6 years with Ballarat Goldfields.

Appendix 5B

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

Yours sincerely,



.....
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, 01/06/10.

Name of entity

AUSSIE Q RESOURCES LIMITED

ABN

91 121 964 725

Quarter ended ("current quarter")

30 September 2010

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (3 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(1,738)	(1,738)
(b) development	-	-
(c) production	-	-
(d) administration	(452)	(452)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	28	28
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)		
- GST Payments	(35)	(35)
Net Operating Cash Flows	(2,197)	(2,197)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(53)	(53)
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	(53)	(53)
1.13 Total operating and investing cash flows (carried forward)	(2,250)	(2,250)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(2,250)	(2,250)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	3,042	3,042
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 (provide details if material)	-	-
	Net financing cash flows	3,042	3,042
	Net increase (decrease) in cash held	792	792
1.20	Cash at beginning of quarter/year to date	2,191	2,191
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,983	2,983

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	177
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, E. Newman, S. Griff & T. Mann, 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.

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

+ See chapter 19 for defined terms.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	Nil	Nil
3.2 Credit standby arrangements	9	21

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,900
4.2 Development	-
4.3 Production	-
4.4 Administration	275
Total	2,175

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	2,983	2,191
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	2,983	2,191

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	Nil		

+ 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	137,795,089	137,795,089		
7.4 Changes during quarter (a) Increases through issues 6,562,500 80,000 130,000 2,200,000 (b) Decreases through returns of capital, buy-backs	N/A	6,562,500 80,000 130,000 2,200,000	48 20 20 50	48 20 20 50
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>(description and conversion factor)</i>	2,000,000 250,000	N/A N/A	<i>Exercise price</i> 10 20	<i>Expiry date</i> 31 December 2011 31 January 2012
7.8 Issued during quarter	N/A			
7.9 Exercised during quarter	80,000 130,000	N/A N/A	20 20	31 January 2012 31 January 2012
7.10 Expired during quarter	N/A			

+ See chapter 19 for defined terms.

7.11	Debentures <i>(totals only)</i>	N/A	
7.12	Unsecured notes <i>(totals only)</i>	N/A	

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 /does not* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: 28/10/2010
(Director/Company secretary)

Print name: Stephen Lonergan
.....

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.

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

== == == == ==

+ See chapter 19 for defined terms.