



QUARTERLY REPORT

FOR THE PERIOD ENDED 30 SEPTEMBER 2012

ASX CODE: BDI

## ACTIVITY

- Additional working capital of \$1,000,000 was raised during the quarter, with the shares being issued following shareholder approval on 3 October 2012;
- Assessment of various opportunities presented by the consultant, Metallica, for projects in the African continent with the Company hopeful of securing one of those projects during the current quarter.
- Continued to monitor the diamond sector and assess opportunities for the Company's diamond exploration assets.
- Continued environmental monitoring and maintenance.
- Developed a drilling program for targets identified as part of the Company's resource and extension program and are currently endeavouring to secure a contractor to undertake the drilling.
- The Company remains vigilant of new opportunities whilst preserving its cash resources.

## CASH AT END OF QUARTER

As at 30 September 2012, the cash on hand was \$1,402,000. Overall, the cash movement for the quarter was a net increase of \$862,000. Cash outflows for the quarter totalled \$138,000. This mainly comprised of payments for tenements administration in Australia (annual rent and rates), costs of reviewing potential exploration projects and administration costs.

## TECHNICAL OVERVIEW

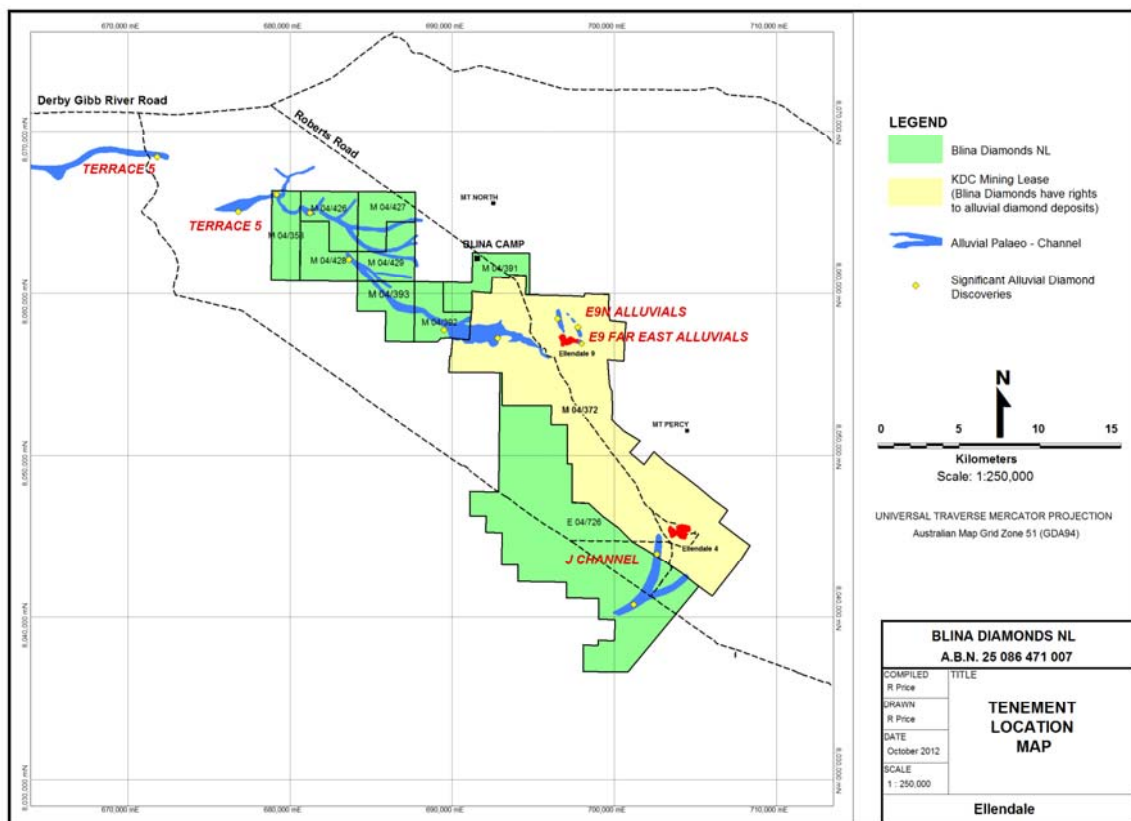
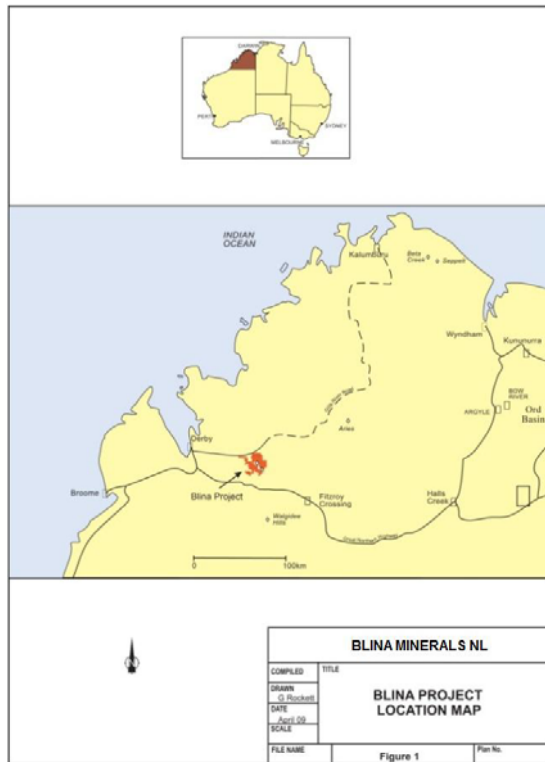
### Diamond tenements

Blina's current tenements are in good standing. Details of the tenements and their location are set out below:

Schedule of Mining Tenements – 30 September 2012			
Tenement	Notes	Area (km <sup>2</sup> )	Date of Grant
E 04/0726	1	95	21/01/1993
M 04/372	2	124	23/11/1999
M 04/391	1	10	10/06/2004
M 04/392	1	9	10/06/2004
M 04/393	1	10	10/06/2004
M 04/426	1	10	19/02/2007
M 04/427	1	10	19/02/2007
M 04/428	1	10	19/02/2007
M 04/429	1	10	19/02/2007

Notes:  
1. Blina registered tenement – 100% Blina  
2. KDC Registered Mining Lease

Figure 4 – Tenement location



**Brett Fraser**  
 Director  
 31 October 2012