



QUARTERLY REPORT

FOR THE PERIOD ENDED 31 MARCH 2012

ASX CODE: BDI

## ACTIVITY

- The Company continued its assessment of its diamond exploration assets.
- Technical and legal due diligence was conducted on an African copper tailings project. However, metallurgical studies identified that the project would not be commercially viable and, as a result, the Company ceased any further negotiation.
- Potential projects in various jurisdictions and commodities are under review by the Company.
- Capital raising of \$740,280 (before costs) completed on 27 January 2012.

## CASH AT END OF QUARTER

As at 31 March 2012, the cash on hand was \$749,000. Overall, the cash movement for the quarter was a net increase of \$368,000. Cash outflows for the quarter totalled 411,000. This mainly comprised of payments for tenements administration in Australia (annual rent and rates) as well as capital raising costs. Cash inflows for the quarter mainly comprised of \$740,280 (before costs) from proceeds of a shares placement to sophisticated and professional investors on 27 January 2012.

## TECHNICAL OVERVIEW

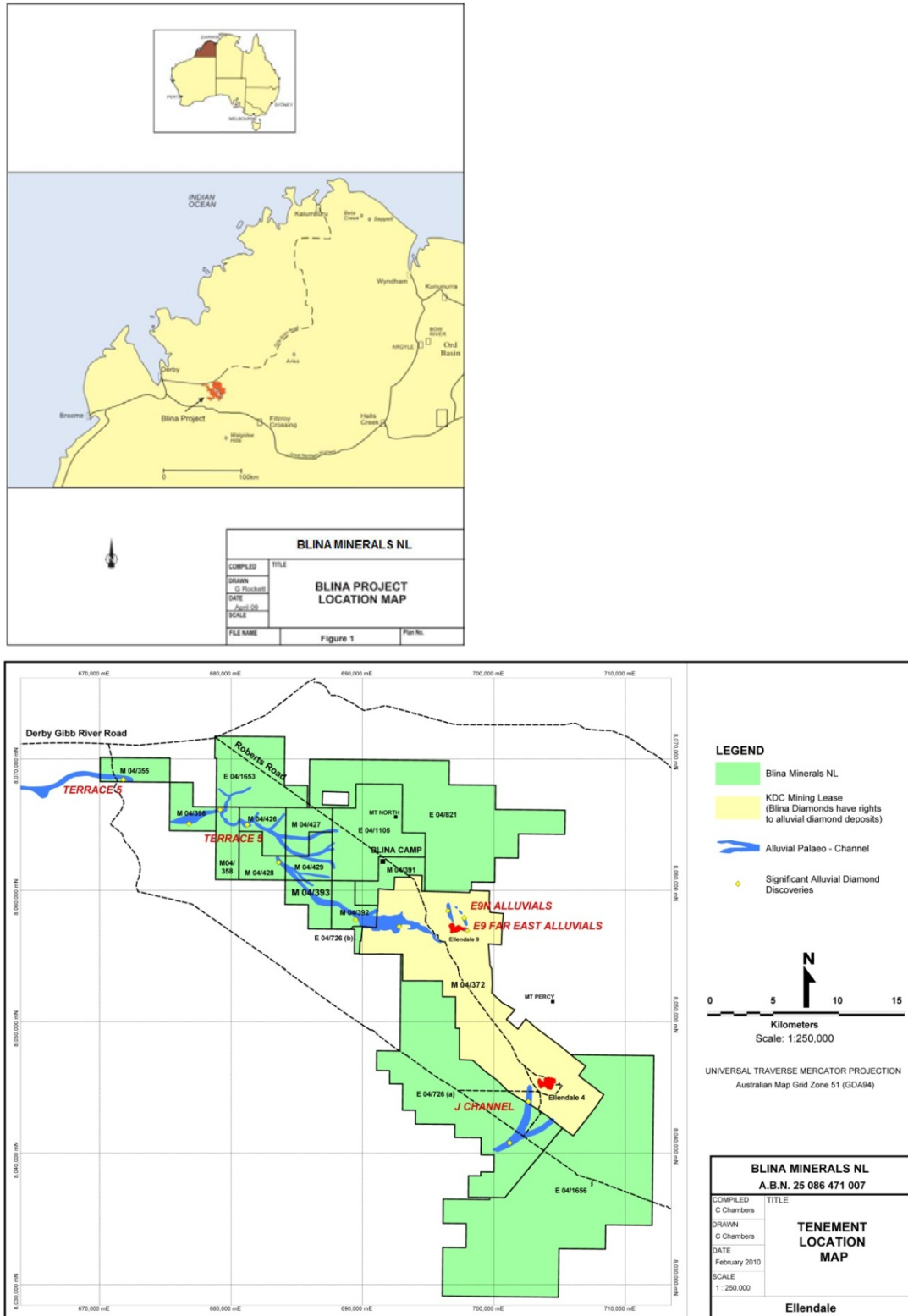
### Diamond tenements

Outcome from the resource extension program resulted in the cessation of three uneconomic exploration tenements.

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

<b>Schedule of Mining Tenements – 31 March 2012</b>			
<b>Tenement</b>	<b>Notes</b>	<b>Area (km<sup>2</sup>)</b>	<b>Date of Grant</b>
E 04/0726	1	95	21/01/1993
E 04/0821	1	86	13/09/1993
E 04/1105	1	36	19/07/1999
E 04/1656	1	176	07/08/2008
M 04/358	1	10	11/01/2005
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  
 27 April 2012