

# Appendix 5B

## Mining exploration entity quarterly report

Name of entity

**MACMIN SILVER LTD**

ACN OR ARBN

**056 776 160**

Quarter ended ("current quarter")

**31 March 2008**

### Consolidated statement of cash flows

	Current quarter \$A'000	Year To Date (9 Mths) \$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	270	360
1.2 Payments for		
(a) exploration and evaluation	(378)	(1,175)
(b) development	(281)	(339)
(c) commissioning and production	(2,566)	(7,078)
(d) administration	(498)	(1,611)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	110	265
1.5 Interest and other costs of finance paid	(320)	(839)
1.6 Income taxes paid	-	-
1.7 Other - reimbursable expenditure	490	(265)
Other - Operating and admin fees	116	363
<b>Net Operating Cash Flows</b>	<b>(3,057)</b>	<b>(10,319)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchase of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(145)	(470)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	58
(c) other fixed assets	-	20
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (Mines Dept and other security deposits)	(482)	(482)
<b>Net Investing Cash Flows</b>	<b>(627)</b>	<b>(874)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(3,684)</b>	<b>(11,193)</b>

1.13	Total operating and investing cash flows (brought forward)	(3,684)	(11,193)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issue of shares, options, etc.	3,518	3,608
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	5,030	9,859
1.17	Repayment of borrowings	(122)	(372)
1.18	Dividends paid	-	-
1.19	Other	-	-
<b>Net financing cash flows</b>		8,426	13,095
<b>Net increase (decrease) in cash held</b>		4,742	1,902
1.20	Cash at beginning of quarter/year to date	\$3,929	6,769
1.21	Exchange rate adjustments to 1.20		-
1.22	<b>Cash at end of quarter</b>	8,671	8,671

**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	141
1.24	Aggregate amount of payments to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Directors: salaries, consulting fees and superannuation

**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.

During the quarter 5 million share options valued at \$257,000 were issued to YA Global Investments, L.P. of New York USA as part of the costs for a \$US 9 million convertible note issue. Each option is convertible into one share at an exercise price of \$0.48.

2.2 Details of outlays made by other entities to establish or increase their shares 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		
	NAB 1,984	810
	Cornell 9,859	9,859
3.2 Credit standby arrangements	-	-

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	450
4.2 Development, commissioning and production	1,800
<b>Total</b>	<b>2,250</b>

**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	671	3,929
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other: fixed term deposits	8,000	0
<b>Total: cash at end of quarter</b> (item 1.22)	<b>8,671</b>	<b>3,929</b>

**Changes in interests in mining tenements**

Tenement Reference	Nature of Interest (note(2))	Interest at beginning Quarter	Interest at end of Quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed		
6.2	Interests in mining tenements acquired or increased		

**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

			Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
	Total number	Number quoted		
7.1 <b>Preference securities</b> (description)	Nil	Nil		
7.2 Changes during quarter				
(a) Increases through issues	-	-		
(b) Decreases through returns of capital, buy-backs, redemptions	-	-		
7.3 <b>+Ordinary securities</b>	480,208,672	480,208,672		
7.4 Changes during quarter				
(a) Increases through issues	17,791,943 6,124	17,791,943 6,124	20 cents 25 cents	
(b) Decreases through returns of capital, buy-backs, redemptions				
7.5 <b>+Convertible debt securities</b> (description)	Nil	Nil		
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through issues matured, converted				
7.7 <b>Options</b> (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
Listed options 1 share for 1 option	88,138,979	88,138,979	25 cents	30-Oct-08
Employee options 1 share for 1 option	4,097,500		20 cents	12-Nov-08
Employee options 1 share for 1 option	300,000		15 cents	01-Dec-08
Employee options 1 share for 1 option	1,512,500		20 cents	01-Nov-09
Employee options 1 share for 1 option	5,200,000		28 cents	29-Nov-10
Employee options 1 share for 1 option	8,475,000		45 cents	14-Aug-11
Unlisted options 1 share for 1 option	5,000,000		48 cents	09-Nov-12
7.8 Issued during quarter				
Listed options 1 share for 1 option	8,895,941	8,895,941	25 cents	30-Oct-08
Unlisted options 1 share for 1 option	5,000,000		48 cents	09-Nov-12
7.9 Exercised during quarter				
Listed options 1 share for 1 option	6,124	6,124	25 cents	30-Oct-08
7.10 Expired/cancelled during quarter				
7.11 <b>Debentures</b> (totals only)	Nil	Nil		
7.12 <b>Unsecured notes</b> (totals only)	Nil	Nil		

## Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law 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: April 29, 2008  
(Director/Company secretary)

Print name: Garry M. Edwards .....

## 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. Any 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 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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