

25 October 2012

## Quarterly Activities Report September 2012

Greenvale Mining NL (ASX: GRV) is pleased to provide the following update on its activities for the September quarter;

### Corporate

#### Capital Management Program

The Company has embarked on a program of capital management to both, resource the Company for the next phase of its development and to create some efficiencies by 'tidying' its register.

During the quarter the Company announced a call on the 7,164,172 partly paid shares of the Company for the outstanding balance of 15 cents per share. Shareholders holding 135,579 partly paid shares met the call and the balance of 7,028,593 partly paid shares on which the call remained unpaid as at 21 September 2012 were forfeited and sold at a public auction held on 24 September 2012. All forfeited shares put to auction were sold on a fully paid basis for 5 cents per share and have now been allotted to the successful bidders. The total capital raised from the call and the subsequent sale of forfeited partly paid shares was \$371,766.

The Company will now undertake a sale of unmarketable parcels which will continue its current capital management program and ensure that the Company is suitably resourced for the next phase of development without the current administrative and cost burdens of its large and diverse register.

#### **Freedom of Information Application - Moratorium**

During the quarter, the Company made an application to the Queensland Department of Natural Resources and Mines (**Department**) under section 24 of the *Right to Information Act 2009* (Qld) for the purposes of determining what, if anything, the previous and current Queensland Governments have done about the current moratorium on oil shale exploitation since its introduction and if there was any progress on actions to have the current moratorium lifted. This includes determining whether any report into the desirability of the exploitation of oil shale resources in Queensland has been commissioned and/or given to the Queensland Government (**Report**).

In the Department's response to the Company's application, it provided the Company with a separate, publicly available report identifying the known oil shale resources. In relation to the Report, the Department advised that:

*It is intimated in the RTI request that the Cabinet decision was for the Government to conduct or commission the report. Although this was mooted early in the piece, this did not come to fruition. It appears the reason for this was because the Government allowed a private company to run a small-scale pilot plant on their mineral development licence for processing oil shale to obtain the liquid product. The government asked that a report be forthcoming from the company conducting the pilot; the scope of which would be broad*

*enough to obtain the information required for the Government to decide the future for the industry.*

The Department did not provide the Company with a copy of the Report, and the Company therefore believes that the Report has yet to be provided to the Queensland Government.

The Company is continuing to investigate further and concurrently with the abovementioned enquiries is continuing to pursue suitable technologies for the processing of its oil shale.

### **Lowmead and Nagoorin**

The Lowmead and Nagoorin tenement areas remained on a care and maintenance during the quarter.

The renewal application for the Nagoorin EPM 7721 lodged with the Queensland Department of Mines and Energy (QDME) on 8 December 2011 is still being processed. The maintenance of the EPM is required to retain granted tenement coverage whilst the process of grant for MDL 234 continues.

The grant process for MDL 234 at Nagoorin under section 29 of the *Native Title Act 1993*(NTA) continues. QER on behalf of the JV finalised the terms of an Ancillary Agreement with the Port Curtis Coral Coast Native Title Claimants. The Ancillary Agreement and Section 31 Deed have been signed off by all the JV parties and the Coral Coast Native Title Claimants and was signed off by the Minister of Natural Resources, Mines and Energy for State of Queensland in May 2010. The applicants were advised on 5 November 2010 by the QDME that all the notification aspects set out in Section 29 of the NTA have now been completed and the native title claimants objection have been withdrawn and the MDL can now proceed to grant. Letters of final acceptance of the terms and conditions of grant, financial assurance and rent for the first year of MDL were lodged with the QDME on 3 December 2010. As mentioned during the last quarter, there has been no notice of grant for the tenement.

Lowmead MDL 188 is current to 30 September 2011. In accordance with Section 197 (3) of the *Mineral Resources Act 1989* a renewal for a 5 year term was lodged with the DME on 22 March 2011. The application is still with the Department.

Field groundwater surveys at both Nagoorin and Lowmead were severely hampered by record rainfalls during the 2010-2011 wet season and no monitoring was completed during the period. Access was too wet and unsafe. New land access provisions required by the DME introduced from 1 September 2011 are being reviewed and access notifications are being updated to accommodate the groundwater survey program under the provisions for preliminary activities. Monitoring will resume when access notices are in place. Results will be reported in the statutory annual reports.

There was no change to the current Native Title status of Native Title Claims over the areas during the quarter.

### **Alpha Torbanite Deposit**

The Company completed and lodged an application to renew the tenement for a further five years. That application is still with the department.

During the quarter the Company continued its activities to identify and assess suitable technologies to maximise the value of its in-ground shale assets and to maintain the standing of its tenement assets.

The Company has been reviewing the previous activity on the project and compiling an information set for use in attracting suitable partners to the project.

Further the Company has been exploring opportunities in the context of the previously noted Queensland government moratorium.

### **Contact details**

For further information, please contact Winton Willesee, Company Secretary on (08) 9389 3120 or [winton@azc.com.au](mailto:winton@azc.com.au).