

Appendix 5B

Mining exploration entity quarterly report

Name of entity

ARGOSY MINERALS INC

ABN

ARBN 073 391 189

Quarter ended ("current quarter")

31 December 2010

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$'000	Year to date (12 months) \$'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for	(46)	(246)
	(a) exploration and evaluation		
	(b) development	-	-
	(c) production	-	-
	(d) administration	(197)	(812)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	6	32
1.5	Interest and other costs of finance paid	-	-
1.6	Income Taxes Paid	-	-
1.7	Other	-	-
Net Operating Cash Flows		(237)	(1,026)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects		
	(b) equity investments		
	(c) other fixed assets	-	-
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 : Capital Raising Costs	-	-
Net investing cash flows		-	-
1.13	Total operating and investing cash flows (carried forward)	(237)	(1,026)

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1.13	Total operating and investing cash flows (brought forward)	(237)	(1,026)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.		
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 : - Option Conversions		
Net financing cash flows		-	-
Net increase (decrease) in cash held		(237)	(1,026)
1.20	Cash at beginning of quarter/year to date	809	1,598
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	572	572

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 \$'000
1.2	Aggregate amount of payments to the parties included in item 1.2	120
1.2	Aggregate amount of loans to the parties included in item 1.10	Nil
1.2	Explanation necessary for an understanding of the transactions	
		Amounts paid/payable for management fees, directors fees and re-imbusement of rent, salaries and wages

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	None
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	Nil

Financing facilities available

Add notes as necessary for an understanding of the position.

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

Estimated cash outflows for next quarter

	\$'000
4.1 Exploration and evaluation	75
4.2 Development	
4.3 Production	
4.4 Administration	150
Total	225

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 \$'000	Previous quarter \$'000
5.1 Cash on hand and at bank	86	53
5.2 Deposits at call	486	756
5.3 Bank overdraft		-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	572	809

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	No Changes		
6.2	Interests in mining tenements acquired or increased	No Changes		

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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>	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 + Ordinary securities	99,919,105	99,919,105	-	-
7.4 Changes during quarter (a) Increases through conversions (b) Increased through issues	-	-	-	-
7.5 + Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-	-	-	-
7.7 Options				
Unlisted	5,100,000	Nil	A\$0.10	25 May 2011
Unlisted	2,750,000	Nil	A\$0.50	26 May 2012
Unlisted	6,500,000	Nil	A\$0.35	22 May 2013
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during period	-	-	-	-
7.12 Unsecured notes <i>(totals only)</i>	-	-		

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 give a true and fair view of the matters disclosed.

Signhere:



..... Date: 28 January 2010
(Company Secretary)

Print name: Peter H Lloyd

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.
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ARGOSY

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January 28, 2010

Fourth Ending December 31, 2010 – Summary of Activities.

INVESTIGATION OF NEW OPPORTUNITIES

The Company continues to assess new opportunities. In particular the Company is pursuing projects that have the potential for early cash flow or significant resource size potential and has reviewed a number of precious metals, base metals and energy related projects located in Africa. A number of projects are currently under review, and while expenditure on these evaluations has been kept to a minimum to date, expenditure is expected to increase in the next quarter as this evaluation work is expected to increase with site visits.

The Appendix 5B Report for this quarter is an integral part of this summary and is attached.