



WEST WITS MINING
West Wits Mining Limited
Quarterly Report for the 3 Months
Ended 31st December 2007

Highlights

- West Wits completes its successful listing on the ASX raising \$15 million
- West Wits commences the Company's initial exploration activities on one of the Company's primary exploration targets, the section of Bird Reef which intersects the DRD Lease

Corporate

West Wits Mining Limited ("West Wits" or "the Company") completed its successful Initial Public Offering (IPO) raising \$15 million on 19 December 2007. The Company has been formed to explore, evaluate and potentially extract gold and uranium from the Company's Project Areas located on the West Rand Goldfield of South Africa's Witwatersrand Basin. Over the next two years the Company intends to implement its exploration strategy over their current Project.

Operations

Following West Wits successful listing the Company commenced the initial phase of its exploration program on the 20th January 2008. The Company began its drilling and trenching program on the historic DRD Lease located within the West Rand Goldfield, 20km west of Johannesburg. This lease contains prospective sections of the Bird and Kimberly Reefs and represents some of the Company's high priority targets.

The initial drilling program is focusing on the Company's primary target within its Project Areas, the section of Bird Reef which intersects the DRD Lease. The program will comprise of approximately 4000 metres of RC/DDH drilling, and will aim to delineate shallow gold and uranium mineralization of the Bird Reef which may be conducive to open cut mining. In addition to the shallow drilling, deeper broadly spaced holes will be completed testing the strike and depth potential for mineralization to a maximum 500 metres vertical depth. A broadly based trenching program will also be conducted over the proposed Bird Reef outcrop positions to assist in the delineation of the Bird Reef near surface mineralisation.

In addition to the Bird Reef drilling campaign a trenching program will be conducted on the Kimberly Reef within the DRD Lease. This program is designed to delineate near surface and outcropping reef as well as potential mineralisation.

The Company's initial planned exploration program provides for the investigation of potential open cut targets, which may be suitable for exploitation within two years, as well as unmined gold and uranium bearing reefs for possible underground exploitation.

The company is also pleased to announce today that it has appointed Ms. Terri Bakos as an additional Company Secretary. Ms. Bakos together with Mr. Hains will jointly perform the role of Company Secretary.

For And On Behalf Of The Board

Michael Quinert
Chairman
West Wits Mining Limited

+ See chapter 19 for defined terms.

Rule 5.3

Appendix 5B – 2nd Quarter

Mining Exploration Entity Quarterly Report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of Entity:

WEST WITS MINING LIMITED (ASX:WWI)

ABN:

89124 894 060

Quarter Ended ('Current Quarter')

31st December 2007

Consolidated Statement of Cash Flows

| | Current Quarter \$A'000 | Year to Date (6 months) \$A'000 |
|---|----------------------------|---------------------------------------|
| <u>Cash Flows Related to Operating Activities</u> | | |
| 1.1 Receipts from product sales and related debtors | - | - |
| 1.2 Payments for: (a) exploration and evaluation | (3) | (9) |
| (b) development | - | - |
| (c) production | - | - |
| (d) administration | (261) | (398) |
| (e) contract services | (20) | (20) |
| (f) staff costs | - | - |
| (g) other working capital | - | - |
| 1.3 Dividends received | - | - |
| 1.4 Interest and other items of a similar nature received | 37 | 41 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Other (provide details if material) | - | - |
| Net Operating Cash Flows | (247) | (386) |
| <u>Cash Flows Related to Investing Activities</u> | | |
| 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 to other entities | - | - |
| 1.12a Other – Acquisition of Subsidiary | - | - |
| 1.12b Other (provide details if material) | - | - |
| Net Investing Cash Flows | - | - |
| 1.13 Total Operating and Investing Cash Flows | (247) | (386) |

+ See chapter 19 for defined terms.

| | | Current Quarter \$A'000 | Year to Date (6 months) \$A'000 |
|---|---|----------------------------|---------------------------------------|
| 1.13 | Total Operating and Investing Cash Flows (Carried Forward) | (247) | (386) |
| Cash Flows Related to Financing Activities | | | |
| 1.14 | Proceeds from issues of shares, options, etc. | 15,450 | 15,450 |
| 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 (provide details if material) | (1,150) | (1,150) |
| Net Financing Cash Flows | | 14,300 | 14,300 |
| Net Increase / (Decrease) in Cash Held | | 14,053 | 13,914 |
| 1.20 | Cash at beginning of quarter/year to date | 377 | 516 |
| 1.21 | Exchange rate adjustments to item 1.20 | - | - |
| 1.22 | Cash at End of Quarter | 14,430 | 14,430 |

**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 | 40 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | - |

1.25 Explanation necessary for an understanding of the transactions

Salaries, directors' fees, corporate advisory & consulting fees at normal commercial rates

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

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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

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+ See chapter 19 for defined terms.

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 | - | - |
| 3.2 Credit standby arrangements | - | - |

Estimated Cash Outflows for Next Quarter

| | \$A'000 |
|--------------------------------|--------------|
| 4.1 Exploration and evaluation | 1,425 |
| 4.2 Development | - |
| Total: | 1,425 |

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 | 14,430 | 377 |
| 5.2 Deposits at call | - | - |
| 5.3 Bank overdraft | - | - |
| 5.4 Other (provide details) | - | - |
| Total: Cash at End of Quarter (item 1.22) | 14,430 | 377 |

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 | Nil | | | |
| 6.2 Interests in mining tenements acquired or increased | Nil | | | |

+ See chapter 19 for defined terms.

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 (cents) (see note 3) | Amount Paid Up Per Security (cents) (see note 3) |
|------|--|-------------------------|----------------------|---|--|
| 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 | 121,750,120 | - | - | - |
| 7.4 | Changes during quarter (a) Increases through issues | 116,250,000 | - | \$0.20 | \$0.20 |
| | (b) Decreases through returns of capital, buy- backs | | | - | - |
| 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 <i>(Description and Conversion Factor)</i> | 9,000,000 | - | Exercisable @ \$0.20 on or before 15/12/2012 | - |
| 7.8 | Issued during quarter | 9,000,000 | - | Exercisable @ \$0.20 on or before 15/12/2012 | - |
| 7.9 | Exercised during quarter | - | - | - | - |
| 7.10 | Expired during quarter | - | - | - | - |
| 7.11 | Debentures <i>(totals only)</i> | | | | |
| 7.12 | Unsecured notes <i>(totals only)</i> | | | | |

+ See chapter 19 for defined terms.

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.



Sign Here:

Director

Date: 25th January, 2008

Print Name:

Michael Quinert

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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