



QUARTERLY ACTIVITY REPORT FOR THE PERIOD ENDED 31 DECEMBER 2010

EXPLORATION ACTIVITIES

Dinguiraye Pt-Ni-Cu Project (LIN 92%)

The project is located at the town of Dinguiraye approximately 400km northeast of Conakry in the central part of Guinea. It is readily accessible by the N1 sealed road from Conakry with the final 80km to Dinguiraye on the N30 all weather unsealed road. The Project consists of two granted exploration licences covering 705km².

The Company has completed 4 RC drill traverses consisting of 27 holes totalling 1,876m to test the extensive Pt-Ni soil geochemical anomalism associated with the Dinguiraye intrusive. The results demonstrated the presence of elevated levels of Pt, Ni and Co forming laterally continuous zones within the laterite. Given the large extent of the soil anomalies, approximately 25km of strike length in total, it is considered there is potential to define economic mineralisation within the project area.

During the quarter the Company continued to review results of detailed exploration work completed to date to determine priority targets for the next stage of the exploration programme. Discussions have continued with various parties interested in farming-in to the project by funding the next phase of exploration.

Other Projects

During the quarter the Company continued to review new project opportunities in order to identify a further significant project to take the Company forward. The Company is targeting early stage projects with the potential for the discovery of significant deposits.

CORPORATE ACTIVITIES

As at 31 December 2010 the Company had cash at bank totaling \$2.17 million.

For further information in respect of the Company's activities, please contact:

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Scientific or technical information in this news release has been prepared under the supervision of Mr Greg Smith, a former director of the Company and a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Smith has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Smith consents to the inclusion in this report of the Information, in the form and context in which it appears.

Appendix 5B

Mining exploration entity quarterly report

Name of entity

LINDIAN RESOURCES LIMITED

ABN

53 090 772 222

Quarter ended ("current quarter")

31 December 2010

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation (b) development (c) production (d) administration	(6) - - (35)	(22) - - (83)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	31	62
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other –	-	-
Net Operating Cash Flows	(10)	(43)
Cash flows related to investing activities		
1.8 Payment for purchase or renewal 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 (d) other -	- - - -	- - - -
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(10)	(43)

1.13	Total operating and investing cash flows (brought forward)	(10)	(43)
	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 – share / option issue expenses	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(10)	(43)
1.20	Cash at beginning of quarter/year to date	2,183	2,216
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,173	2,173

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	19
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Management and Directors' fees paid to Directors of the Company	19
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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

N/A.

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

N/A.

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	50
4.2 Development	-
4.3 Production	-
4.4 Administration	100
Total	150

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	7	7
5.2 Deposits at call	2,166	2,176
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	2,173	2,183

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

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)	Amount paid up per security (cents)
7.1 Preference securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter	-	-	-	-
7.3 +Ordinary securities	43,578,473	43,578,473		
7.4 Changes during quarter	-	-	-	-
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	12,574,307	12,574,307	<i>15 cents</i>	<i>31/12/2011</i>
	1,000,000	-	<i>20 cents</i>	<i>01/07/2011</i>
	500,000	-	<i>30 cents</i>	<i>31/12/2011</i>
7.8 Issued during quarter				
7.9 Exercised during quarter	-	-	-	-
7.10 Cancelled/Expired during quarter	(495,000)	-	<i>20 cents</i>	<i>31/12/2010</i>
7.11 Debentures <i>(totals only)</i>	-	-		
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.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here: _____
Company Secretary

Date: 31 January 2011

Print name: PAUL JURMAN

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.