

Appendix 5B

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

URANIUM EQUITIES LIMITED

ABN

74 009 799 553

Quarter ended ("current quarter")

30 SEPTEMBER 2009

Consolidated statement of cash flows

	Current quarter \$A	Year to date (12 months) \$A
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	29,665	29,665
1.2 Payments for (a) exploration and evaluation (b) development (c) production (d) administration	(439,160)	(439,160)
1.3 Dividends received	(319,742)	(319,742)
1.4 Interest and other items of a similar nature received	84,213	84,213
1.5 Interest and other costs of finance paid	(12,840)	(12,840)
1.6 Income taxes paid		
1.7 Other		
Net Operating Cash Flows	(657,864)	(657,864)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects (b)equity investments (c)other fixed assets	(523,657)	(523,657)
1.9 Proceeds from sale of: (a)prospects (b)equity investments (c)other fixed assets	(1,417)	(1,417)
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (deferred consideration on disposal of tenements)		
Net investing cash flows	(525,074)	(525,074)
1.13 Total operating and investing cash flows (carried forward)	(1,182,938)	(1,182,938)

+ See chapter 19 for defined terms.

Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc. (net)	797,531	797,531
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	-	-
	Net financing cash flows	797,531	797,531
Net increase (decrease) in cash held		(385,407)	(385,407)
1.20	Cash at beginning of quarter/year to date	8,750,004	8,750,004
1.21	Exchange rate adjustments to item 1.20	(1,544)	(1,544)
1.22	Cash at end of quarter	8,363,053	8,363,053

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
1.23	Aggregate amount of payments to the parties included in item 1.2	334,699
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Item 1.8 "Payment for purchases of equity investments" comprises payments made to Urtek LLC and related expenditure for advancement of the PhosEnergy process.

Item 1.23 consists of legal & consulting fees paid to four directors (\$54k), director's fees (\$49k), and salaries and superannuation paid to executive directors (\$232k) including a termination payment of \$163k. All transactions are on commercial terms.

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	Amount used \$A
3.1 Loan facilities	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A
4.1 Exploration and evaluation	650,000
4.2 Development	-
Total	650,000

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	Previous quarter \$A
5.1 Cash on hand and at bank	902,724	209,675
5.2 Deposits at call	5,460,329	6,540,329
5.3 Bank overdraft		
5.4 Other (Bank Guarantee)	2,000,000	2,000,000
Total: cash at end of quarter (item 1.22)	8,363,053	8,750,004

Changes in interests in mining tenements

6.1 Interests in mining tenements relinquished, reduced or lapsed	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
	EL 70/3034-37	Three Springs Project	100%	0%

+ See chapter 19 for defined terms.

6.2 Interests in mining tenements acquired or increased	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter

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>	Nil	Nil	Nil	Nil
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs.	N/A	N/A	N/A	N/A
7.3 +Ordinary securities	199,444,551	199,444,551	N/A	N/A
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital.	7,533,750 1,500,000 Nil	7,533,750 1,500,000 Nil	⁽¹⁾ 0.075 0.155 N/A	565,031 232,500 N/A
7.5 +Convertible debt securities <i>(description)</i>	Nil	Nil	N/A	N/A
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured.	Nil	Nil	N/A	N/A

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7.7	Options			Exercise price	Expiry date
	Share Options	3,500,000	Nil	\$0.155	21.10.2009
		500,000	Nil	\$0.155	30.11.2009
		100,000	Nil	\$0.155	20.12.2010
		1,700,000	Nil	\$0.35	31.05.2011
		700,000	Nil	\$0.35	01.09.2011
		150,000	Nil	\$0.35	01.10.2011
		25,000	Nil	\$0.55	01.11.2011
		400,000	Nil	\$0.55	01.12.2011
		500,000	Nil	\$0.30	01.12.2011
		500,000	Nil	\$0.55	17.01.2012
		3,000,000	Nil	\$0.75	28.03.2010
		130,000	Nil	\$0.60	21.06.2012
		500,000	Nil	\$0.60	15.11.2012
		2,300,000	Nil	\$0.30	01.03.2013
		750,000	Nil	\$0.45	01.03.2013
		125,000	Nil	\$0.30	13.05.2011
		1,000,000	Nil	\$0.191	31.07.2011
		500,000	Nil	\$0.30	02.12.2013
		1,900,000	Nil	\$0.30	01.07.2012
	Partly Paid Performance Shares ⁽²⁾	6,816,250	Nil	Issued at \$0.15 credited as paid to \$0.075 with \$0.075 to pay.	17.05.2016
7.8	Issued during quarter				
	Share Options	1,900,000	Nil	\$0.30	01.07.2012
7.9	Exercised during quarter				
	Partly Paid Performance Shares ⁽²⁾	7,533,750	Nil	⁽¹⁾ \$0.075	17.05.2016
	Share Options	1,500,000	Nil	\$0.155	21.10.2009
7.10	Expired during quarter	125,000	Nil	\$0.30	13.05.2011
7.11	Debentures <i>(totals only)</i>	Nil	Nil		
7.12	Unsecured notes <i>(totals only)</i>	Nil	Nil		

- (1) Conversion of partly paid performance shares to fully paid ordinary shares through payment of balance of \$0.075 per share (originally issued at \$0.15 and credited as paid to \$0.075).
- (2) Partly paid performance shares issued do not represent ordinary shares or preference shares and have therefore been classified as share options for this purpose.

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:



Managing Director

Date: 27 October 2009

Print Name: Bryn Jones

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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