

QUARTERLY REPORT

30 June 2006

ASX Code: *CRE*
TSX Code: *CRA*
FFT Code: *CRE5*

SHARE INFORMATION

ASX Share Price: *A\$0.30*
Issued Shares: *218.0m*
Market Cap: *A\$65.4m*
Options unlisted: *30.1m*

FULLY DILUTED BASIS

Shares: *248.1m*
Cash on dilution: *A\$5.6m*
Current Cash **: *A\$6.0m*

ENTERPRISE VALUE

EV: *A\$59.4m*
EV / oz reserve: *A\$203/oz*
EV / oz resource: *A\$45/oz*

RESOURCES

Measured: *0.07m ozs*
0.9mt
2.5g/t
Indicated: *0.63m ozs*
13.4mt
1.4g/t
Inferred: *0.69m ozs*
15.2mt
1.4g/t
Market Cap/oz: *A\$47/oz*

RESERVES

Probable: *0.29m ozs*
Market Cap/oz: *A\$224/oz*

CONTACT DETAILS

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** Inc. A\$2.4m Enviro' Bonds



27 July 2006

By Electronic Lodgement

Company Announcements Office
Australian Stock Exchange Limited
2 The Esplanade
PERTH WA 6000

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Laverton Gold Project (WA)

- Finalized Production Schedule.
- Government mining approval received for Sickle.
- Final stages of permitting near completion.
- Completion of project implementation plan.
- Tenders/negotiations from mining/service contractors in final stages.
- Mill refurbishment contracts negotiations entered the final stage.
- Completed risk mitigation.

Laverton Exploration

- Drilling completed will be followed up with new resources estimates;
 - Castaway,
 - Lord Byron,
 - Mary Mac South &
 - Grouse.
- Continued drilling designed to continue increasing resources and reserves.
- Laverton regional exploration to focus large new deposits to commence.

Exploration – NT and China

- Uranium exploration planning in the Northern Territory, Australia commenced.
- Exploration and target generation underway in China.

Corporate

- Debt finance for Laverton Gold Project development advanced.
- Options exercised with proceeds of A\$2.25m received.

Additional information related to the Company is available for review at www.sedar.com or on the Company's website at www.crescentgold.com.

DATE OF REPORT – 28 July, 2006

This discussion and analysis of the results of operations should be read in conjunction with the audited financial statements and accompanying notes for the Company's year ended audited financials ending June 30, 2005, Crescents unaudited half yearly report for the half year ending December 31, 2005 and Crescent's unaudited interim financial statements for the three month period March 31, 2006. This discussion and analysis as of July 28, 2006 provides information on the operations of Crescent for the three months ended June 30, 2006.

The Company's reporting currency is in Australian dollars, unless otherwise stated.

OVERVIEW

The Company's primary operation is Laverton Gold Project in Western Australia. The project is in the advanced stage of Project Financing and finalising production related approvals. Future production is dependent on the status of economically recoverable reserves and resources, securing and maintaining title and beneficial interest in the properties, the ability to obtain necessary financing to complete development and construction of processing facilities and obtaining government approvals and permitting.

In September 2005, the company entered into an option to acquire a significant ground package in the Northern Territory. This includes 6 exploration licences and 2 licence applications in 3 areas which are believed to have potential for the discovery of economic uranium and base metal deposits. Crescent also continues to expand its focus for precious and base metal projects in China.

Since February 14, 2006, the Company's shares have been listed on the Toronto Stock Exchange (TSX) under the trading symbol "CRA". Prior to February 14, 2006 the company traded, and continues to trade, on the Australian Stock Exchange (ASX) under the trading symbol "CRE".

RESULTS OF OPERATION

During the three months ended June 30, 2006 the Company incurred a net gain of \$80,000 compared to a net loss of \$1,144,000 for the same period in 2005. The change from a net loss to a net gain is primarily due to company financing through the exercise of warrants/options.

During the three months ended June 30, 2006 the company incurred \$1,542,000 in exploration and development costs, an increase of \$645,000 for the same period in 2005. This increase is largely attributed to the rise in activity typical of a company nearing the production stage - detailed engineering, geological, permitting, resource and reserve estimates and technical reporting.

Administration costs increased by \$115,000 for the three months ended June 30, 2006 compared to the same period in 2005 due to the addition of key employees required in preparation for production. In February 2006 the company began trading on the Toronto Stock Exchange. Increased administrative costs also reflect the listing on the TSX.

Other costs include interest for the three months ended June 30, 2006 totaled \$160,000.

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Management Discussion and Analysis of Financial Results

PROJECT OVERVIEW

The Laverton Gold Project ("LGP"), Western Australia, is comprised of over 1,000 km² of various mining, exploration and prospecting licenses.

Centered on the historic Laverton gold mining area, where over 28 million ounces of gold has been discovered thus far, Crescent's land lies in close proximity to several well known Projects including Barrick Gold Ltd.'s Wallaby Deposit and Granny Smith Project and AngloGold's Sunrise Dam Project.

Owned and managed by Crescent, the LGP hosts over 20 targets, of which Ore Reserve and Resource estimates are completed on five – Sickie, Fish, Euro, Admiral Hill and West Laverton.

Current combined resources detailed in the Company's March 2006 quarterly report, reports a NI 43-101 compliant Indicated Mineral Resource totaling 14.3 million tonnes at 1.5 grams per ton gold and an Inferred Mineral Resource of 15.2 million tonnes at 1.4 grams per ton gold.

The LGP contains numerous exploration opportunities including extensions to existing open pit resources, high grade shoots with underground exploration potential and conceptual large scale targets similar to other major deposits in the region.

The current life of mine plan extends over 4 years based on current Probable Ore Reserve of 4.4 mt at 2.1 g/t (292,000 ounces of gold - December 2005 quarterly report). The company has focused on increasing reserves at Laverton by targeting open extensions on identified economic targets. A major RC drilling programme is underway during calendar 2006. This aims to convert selected inferred mineral resources into indicated mineral resources to allow additional probable reserve classification, thereby increasing the mine-life.

Based on current Ore Reserves the forecast net cashflow (Operating Profit) has risen to an estimated A\$88.9m, using A\$850/oz.

DEVELOPMENT**General**

All major contractors and suppliers have been selected with contract and/or agreement documentation developed to final draft stages, pending financing approval, before signing and notices to proceed issued.

Once project financing is completed Crescent Gold's focus will move to that of an operational gold producer.

Milling

The plant refurbishment and expansion of the plant scope of work and operating agreements have been finalised.

The refurbishment and expansion has been divided into 2 phases with a total value in the order of \$10.8 million. Confirmation of pricing is currently proceeding prior to works commencing.

The refurbishment phase is anticipated be completed by 1st December 2006 to allow for production to commence at a 1 mtpa feed rate using the existing ball mill.

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The expansion phase is anticipated to be completed by 1st February 2007 including the installation of a second ball mill to increase through put to 1.5 mtpa.

Based on this schedule and the securing of the second ball mill (second hand) current market forces such as labour shortages and lead times on major component are not anticipated to impact the project.

Mining

On going discussions with the successful contractor are continuing in order to best tailor production requirements and equipment levels to achieve or exceed the annual milling requirements of 1.5 mtpa.

As a result a staged development plan is envisaged with a 3 step equipment mobilization schedule planned.

A review of the mineable reserves has been conducted based on current tendered pricing. This review has allowed for a rationalisation which has increased ounces at lower stripping ratios. Initial mining will commence at the Sickle deposit followed by the Fish, Euro, Admiral Hill and West Laverton deposits.

Metallurgical

On going testing has confirmed feasibility study assumptions and a simulation study on crushing and milling capacity was conducted by JK Tech Pty Ltd. This confirmed capacities to active 1.5 mtpa crushing and mill throughput using the existing crushing circuit and ball mill combined with an additional 700 kilowatt second ball mill in series at a material work index of 10.6.

Of note is the currently secured second ball mill has a capacity of 1200 kilowatt which exceeds the above design requirements and in turn will allow greater flexibility when dealing with harder ore types.

Permitting

Government permitting approval has been gained for mining at the Sickle deposit pending the payment of bonds. Other deposits are on going.

Permitting for the plant restart is in progress and as a result of previous discussions to identify and address potential issues no impediments are envisaged which would cause delays beyond normal approval timings anticipated for the end of August 2006.

Community Relations

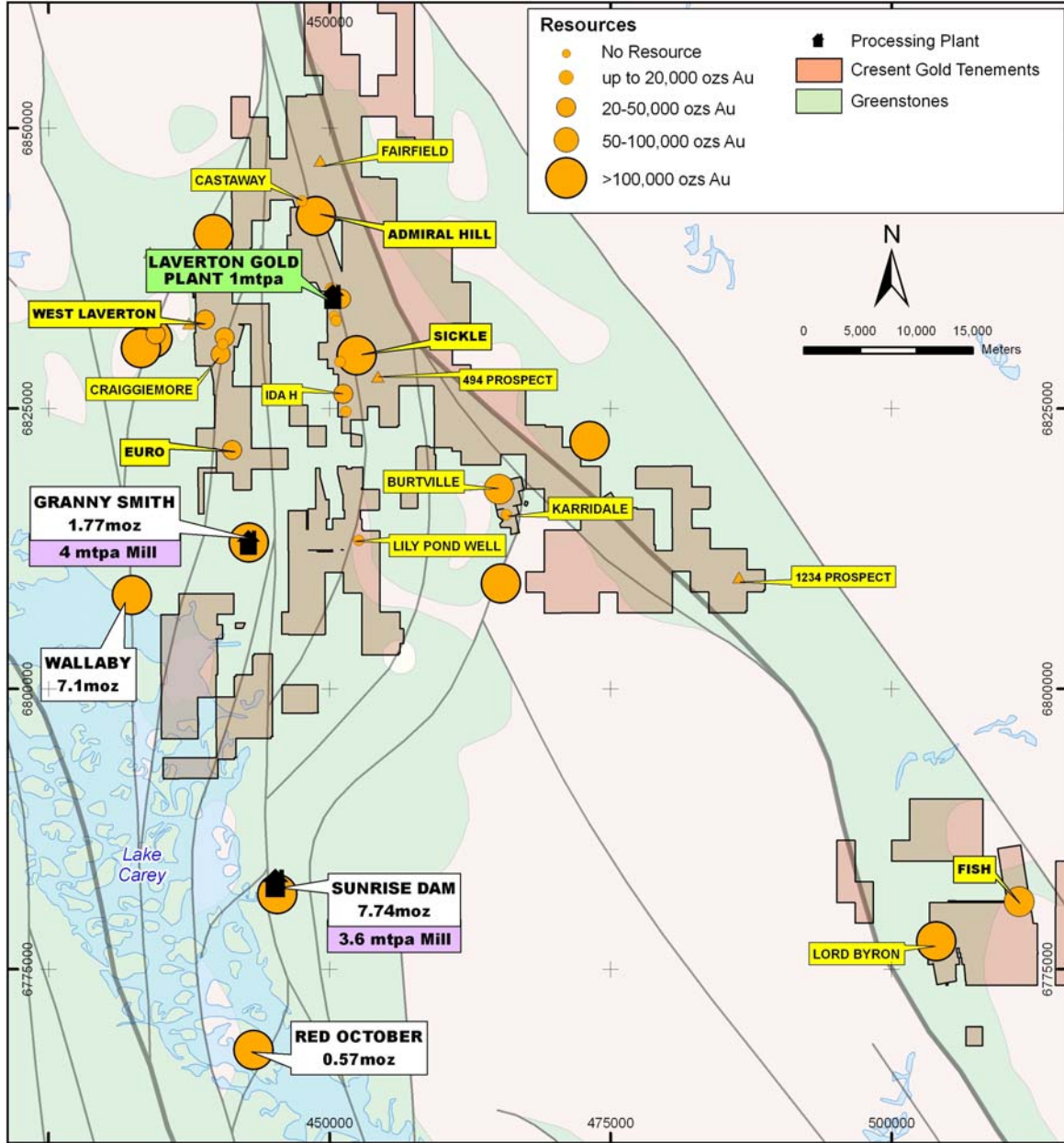
Current relations are good with the general community anticipating favourably Crescent Gold Limited commencing operations in Laverton.

EXPLORATION

Crescent is ramping up its exploration activities. During the quarter the Company completed 102 Reverse Circulation ("RC") holes for an advance of 10,465 metres at Castaway, Mary Mac South, Lord Byron, Grouse, Sickle and Barnicoat.

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Figure 1 – Laverton Tenements



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CASTAWAY DEPOSIT

Background

The Castaway deposit is located only 9 km's north of the Laverton Gold Plant. It lies on a parallel structure to the north west of Admiral Hill and possibly represents the northern extension of the 25 km long Central Laverton Shear Zone.

Activity

For the quarter ended June 30, 2006, a total of 33 RC holes were drilled for an advance of 3,378 metres. The drilling focused on extensions of the newly discovered zone at the northern end and updating the inferred mineral resource of the deposit. Highlights include:

	27m	at	5.4 g/t	from	30m
<i>(includes</i>	<i>9m</i>	<i>at</i>	<i>7.8 g/t</i>	<i>from</i>	<i>37m and</i>
	<i>2m</i>	<i>at</i>	<i>26.5 g/t</i>	<i>from</i>	<i>53m)</i>
	7m	at	5.9 g/t	from	54m
	12m	at	4.1 g/t	from	34m
	8m	at	3.7 g/t	from	87m
	2m	at	10.4 g/t	from	48m

A full listing of results is shown in Table 2. Work to date at Castaway includes 43 RC drill holes totalling 4,236 metres.

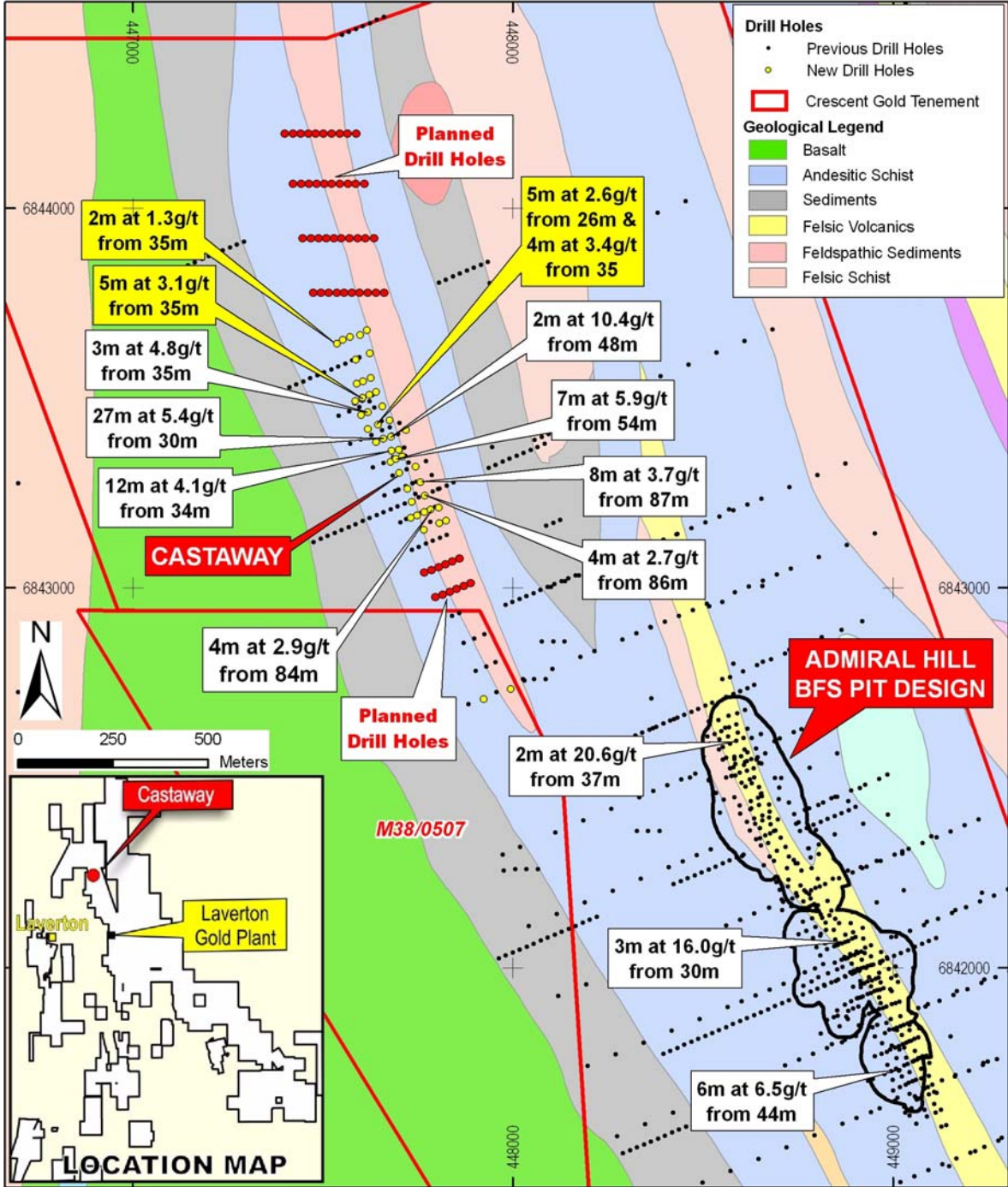
Drilling Results

Drilling during the three months ended June 30, 2006 identified continuous mineralisation over a 300m strike length, but more importantly highlighted the northern area as a priority exploration target given that significant strike length remains untested.

A Mineral Resource is now being estimated with Ore Reserve optimisations to follow.

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Figure 2 – Castaway Geological Plan



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MARY MAC SOUTH DEPOSIT

Background

Mary Mac South is located only 8 kms west of the Laverton Gold Plant and lies along strike between Craiggie more and Mary Mac deposits. It contains an Inferred Mineral Resource of 165,000 tonnes at 2.1 grams per tonne for 11,000 ounces (SRK, 2002, Technical Independent Report 2005).

Activity for the Quarter

During the three months ended June 30, 2006, the Company completed 19 RC holes for an advance of 2,298 metres. Drilling focused on conversion of the inferred mineral resource and extending the identified high grade shoot.

Better RC intersections include:

7m	at	3.2 g/t	from	22m
12m	at	2.9 g/t	from	1m
11m	at	4.8 g/t	from	66m

A full listing of results is shown in Table 3.

Drilling Results

Drilling has extended mineralisation a further 50 metres to the north and has defined a high grade (+5 g/t) shoot, interpreted to plunge shallowly to the north. Mineralisation remains open to the north and further drilling is planned to evaluate this new discovery.

The Mineral Resource is now being re-estimated with Ore Reserve optimisations to follow.

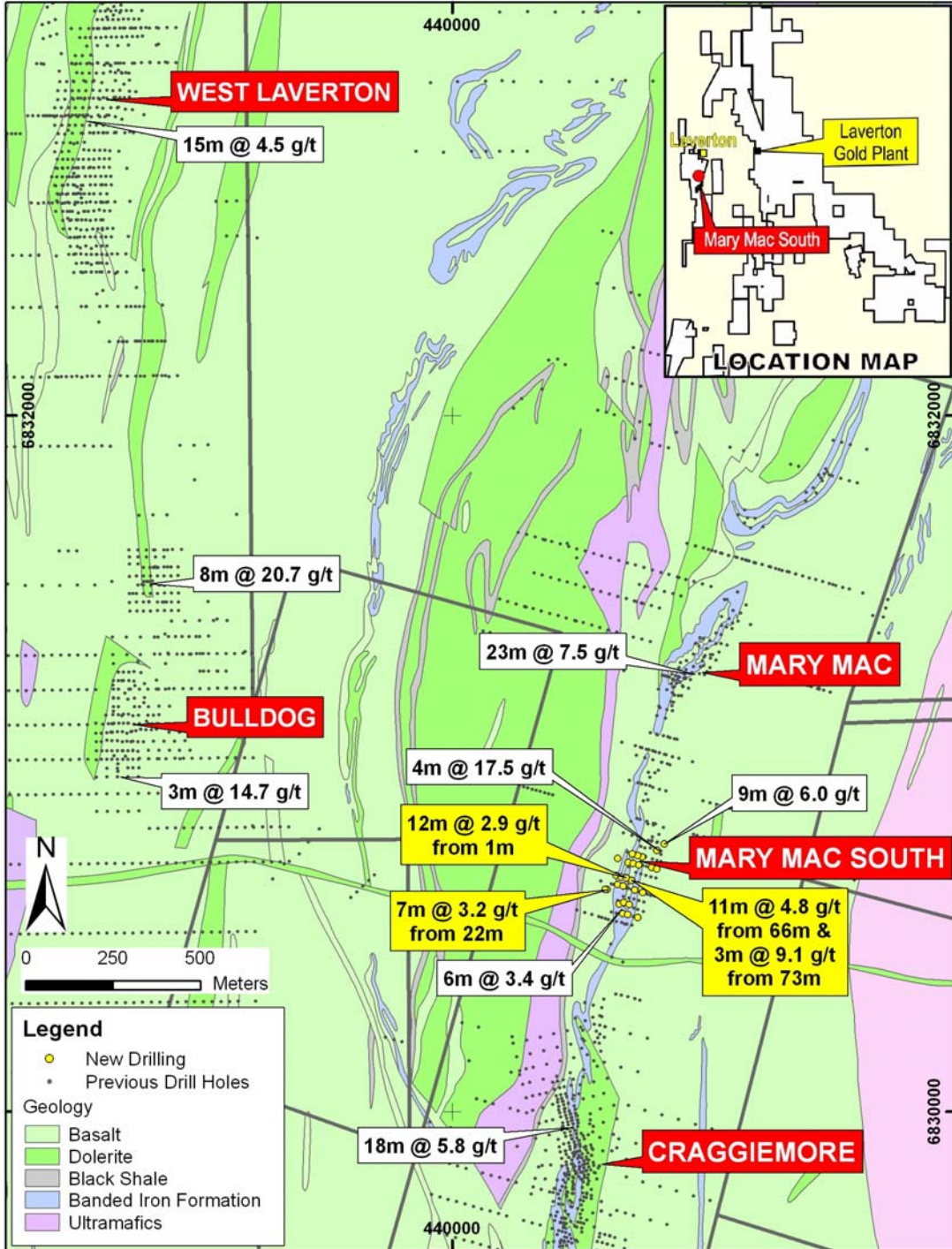
Previous Activity

49 drill holes have been previously drilled at Mary Mac South for 5,454 metres. Average depth of drilling is 110 metres. Previous drilling reported in the Company's March 2006 quarterly highlighted the potential of Mary Mac South:

	4m	at	17.5 g/t	from	87m
<i>(Incl.</i>	<i>1m</i>	<i>at</i>	<i>60.7 g/t</i>	<i>from</i>	<i>87m)</i>
	9m	at	6.2 g/t	from	123m
	6m	at	7.6 g/t	from	7m
	11m	at	3.4 g/t	from	97m

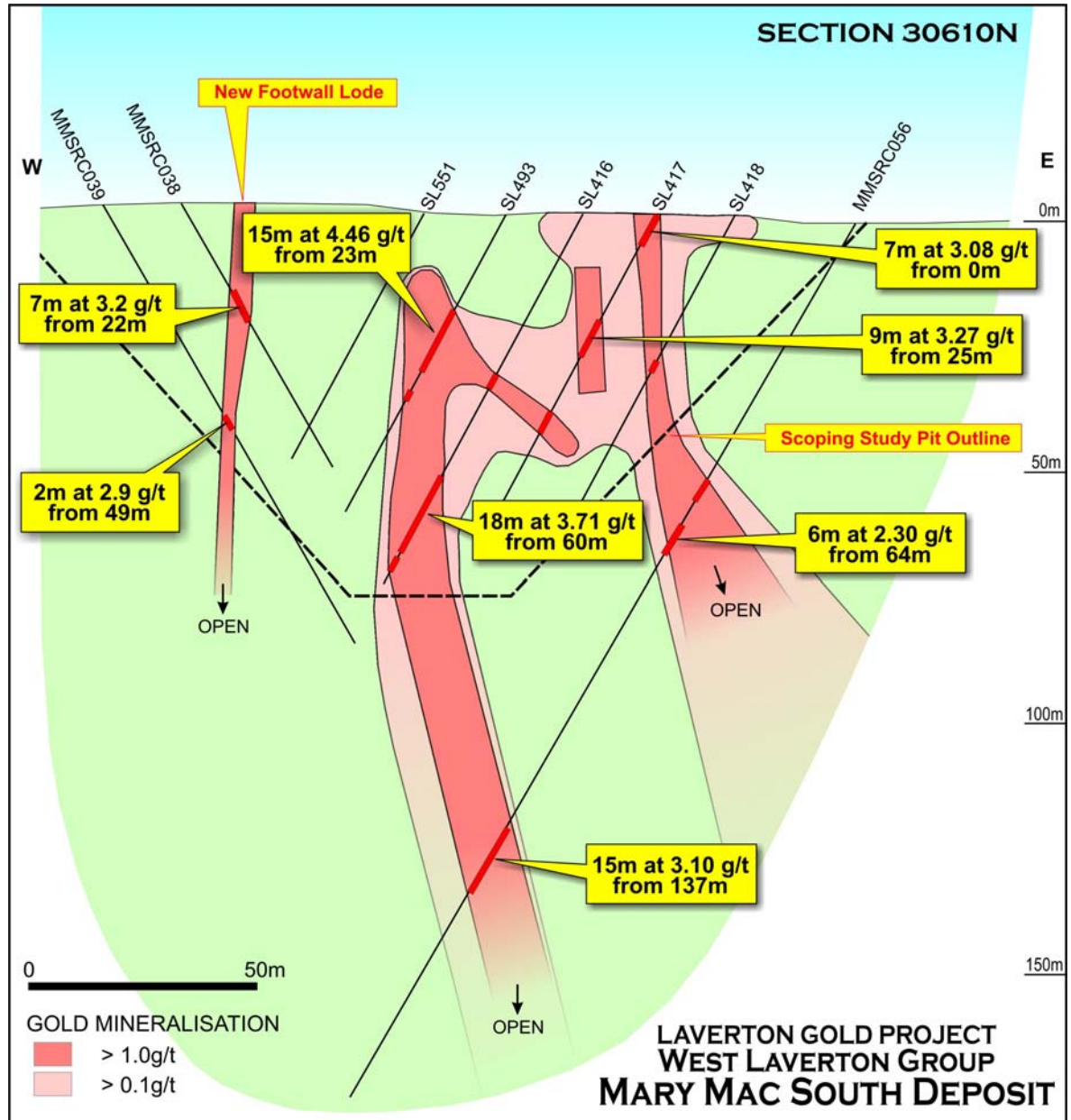
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Figure 3 – Mary Mac South Deposit



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Figure 4 – Mary Mac South Cross Section



LORD BYRON DEPOSIT

Background

Lord Byron is located 10 km's southwest of the company's Fish deposit (which has an Ore Reserve estimate of 430,000t at 4.0 g/t for 55,000 ounces), approximately 95 km south of the Laverton Gold Plant.

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Activity

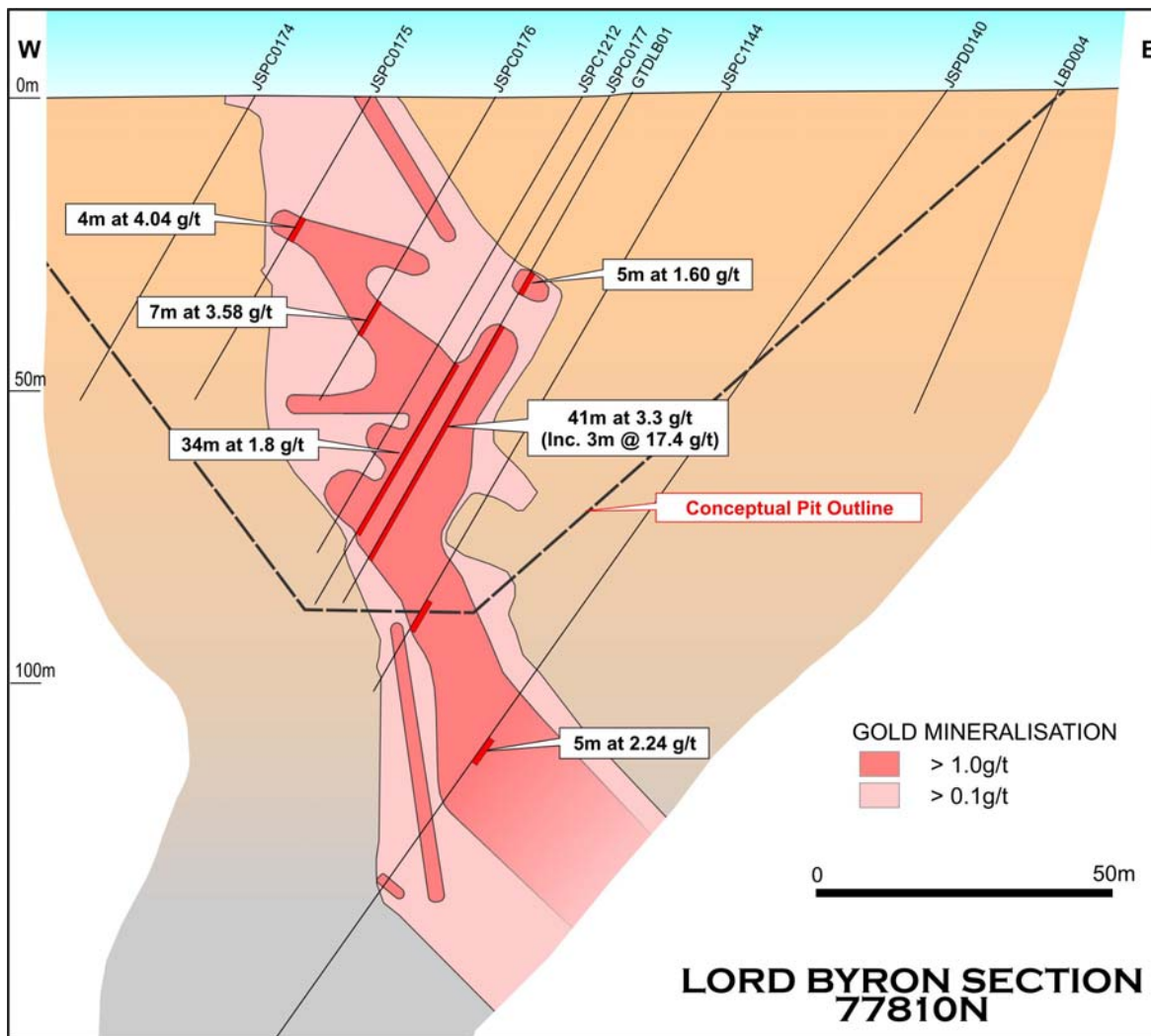
For the three months ended June 30, 2006, a total of 10 RC holes for an advance of 1,162 metres were completed at the Lord Byron deposit. To date, assays for only 4 RC holes have been received. An additional 15 RC holes are currently being drilled.

As reported on July 10, 2006, a 2-hole HQ3 Diamond drilling programme totalling 157 metres was also completed. The holes were drilled to obtain appropriate representative samples for metallurgical testwork. Results were significantly better than previous drilling indicated (1.8g/t), including;

41m at 3.3 g/t from 44m <i>(incl. 3m at 17.4 g/t from 59m)</i>

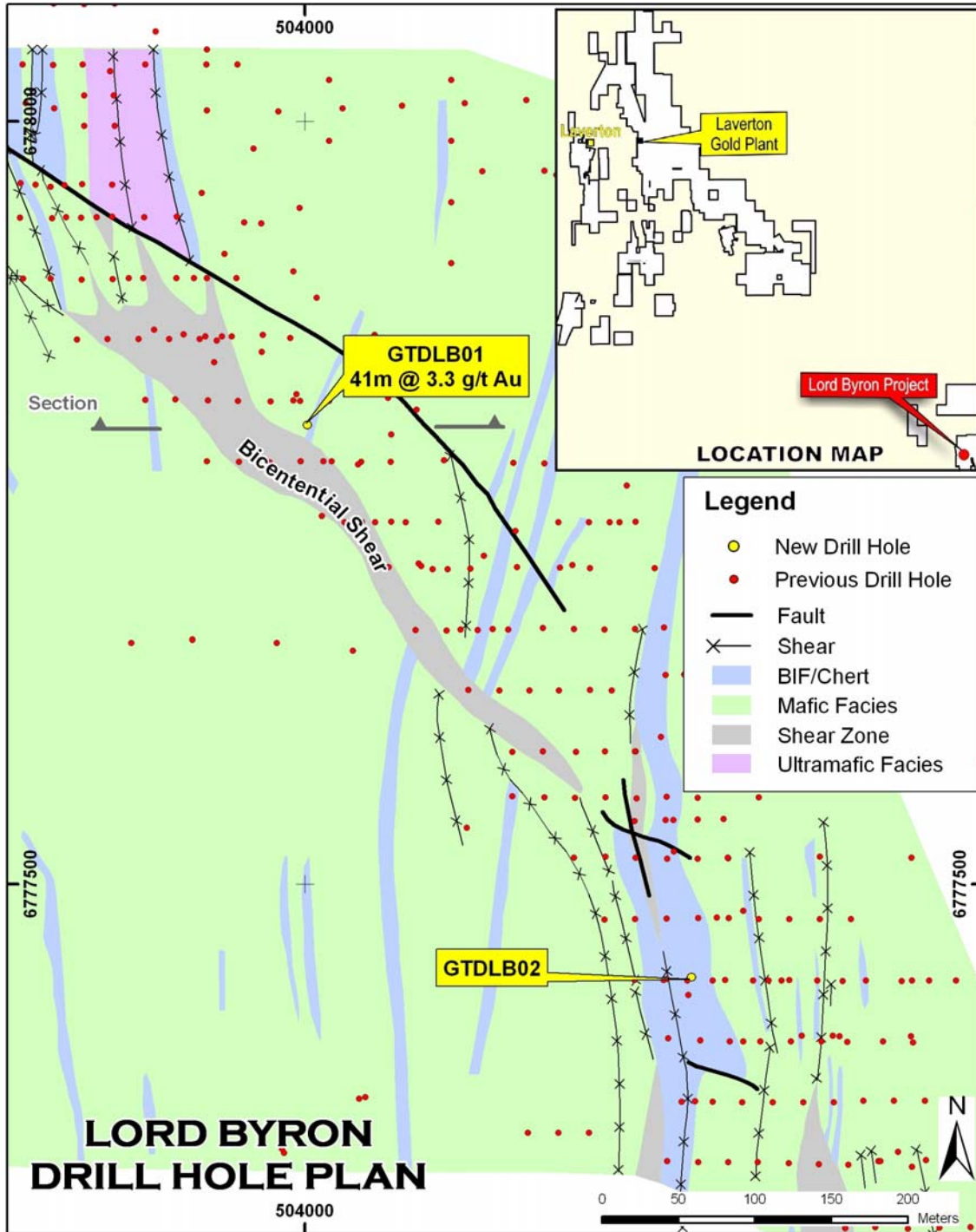
A full listing of all results is shown in Table 1.

Figure 5 – Cross Section - Lord Byron



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Figure 6 – Lord Byron Deposit



Drilling Results

A Mineral Resource is now being estimated with Metallurgical studies and Ore Reserve optimisations to be completed during the next quarter.

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GROUSE DEPOSIT*Background*

Grouse is located less than 1 km east of the Laverton Gold Plant. Drilling focused on both conversion of the inferred mineral resource and extending mineralisation.

Given the close proximity to the gold plant, it is anticipated that the resource will be added to the 5 deposits already scheduled for production (Sickle, Fish, Admiral Hill, West Laverton and Euro).

Activity

During the Quarter, 31 RC holes, for an advance of 2,200 metres were completed at Grouse. Better RC intersections include:

2m	at	9.9 g/t	from	55m
5m	at	2.6 g/t	from	64m
6m	at	3.7 g/t	from	9m

A full listing of results is shown in Table 2.

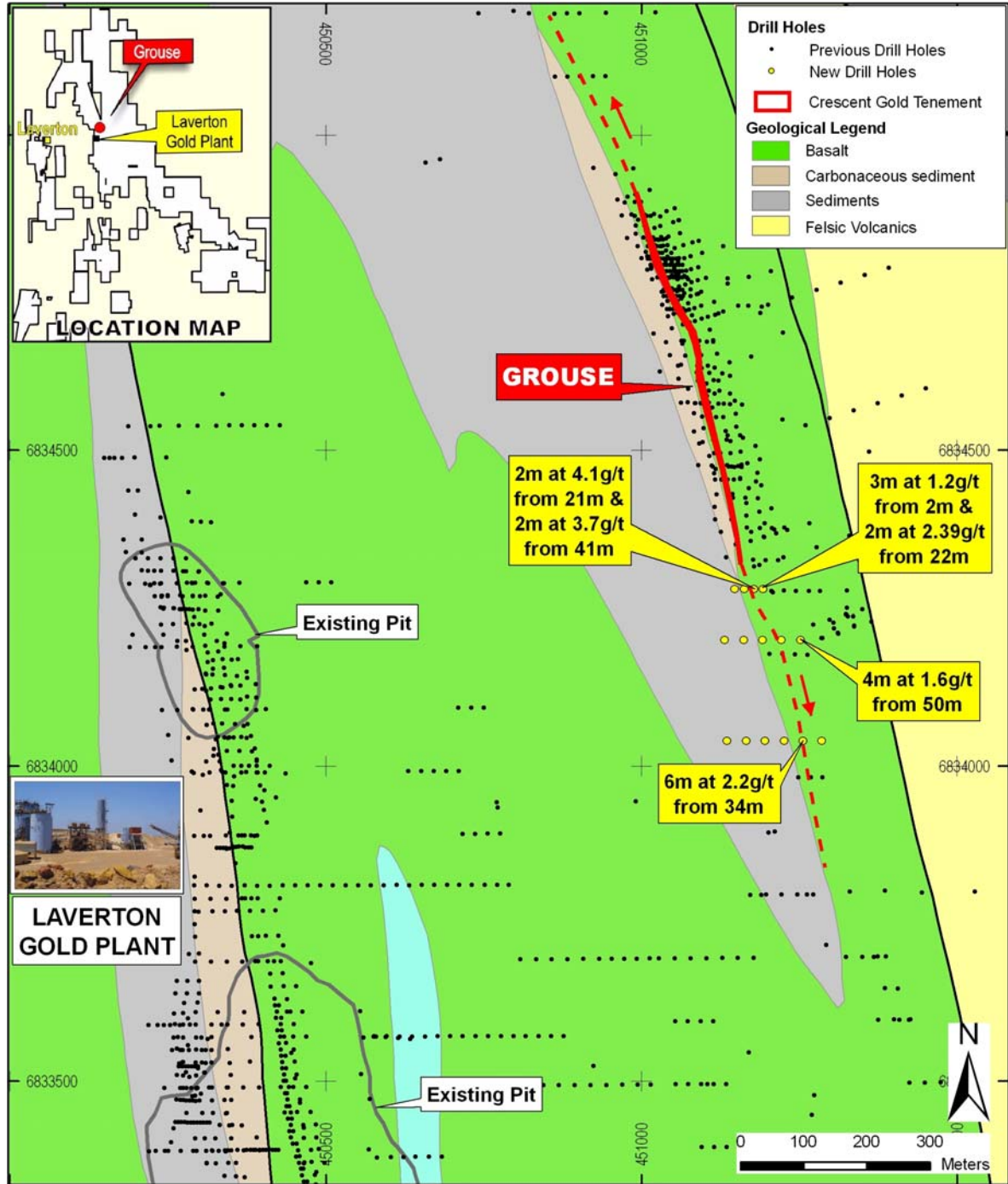
Drilling Results

A Mineral Resource is now being estimated with Ore Reserve optimisations to follow.

Mineralisation remains open to the north and south and further drilling is planned.

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Figure 7 – Grouse Deposit



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SICKLE DEPOSIT

Background

Located 5 km west of the Laverton Gold Plant, Sickle accounts for the bulk of the ore reserves at LGP. The proposed pit design extends 900 metres north-south and 400 metres east-west to a depth of 90 metres, with a probable reserve estimate of 149,000 ounces of gold (December 2005).

Work at Sickle has targeted shallow mineralization, less than 100 metres deep. Drilling has identified mineralization beyond 200m depth and it remains open at depth, and to the north and south along strike.

Activity

For the three months ended June 30, 2006 a total of 2 RC holes for an advance of 287 metres were completed. Drilling focused on evaluating the primary sickle lode on section 29585N. These intersections will also provide sample for metallurgical testwork.

The RC intersections returned:

50m	at	1.6 g/t	from	85m
13m	at	2.3 g/t	from	91m

A full listing of results is shown in Table 6.

BARNICOAT DEPOSIT

Activity

7 RC holes, for an advance of 1,140 metres, were completed at Barnicoat during the Quarter. No significant results were received; however the company is planning to evaluate mineralisation peripheral to the open-cut due to its immediate proximity to the Laverton Gold Plant.

Previous resources are being verified for pending optimisation studies.

REGIONAL EXPLORATION

The Company commenced a geological review of the entire Laverton District. The ongoing work includes;

- Structural mapping of the open pits;
- Geological cross checking of previous outcrop mapping and
- Re-interpretation of geological and geophysical data sets;
- Re-logging of key drilling (particularly core); and
- Generation of a 3D Model for the area.

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ORE RESERVES

The following table details the Company's Ore Reserves as defined by NI 43-101 as at 31 Dec 2005.

Gold Resources	Probable		Total		
	Tonnes (kt)	Grade (g/t)	Tonnes (kt)	Grade (g/t)	Ounces
Sickle	2,200	2.1	2,200	2.1	148,536
Euro	530	1.6	530	1.6	27,264
Admiral Hill	1,100	1.4	1,100	1.4	49,512
West Laverton	150	2.4	150	2.4	11,574
Fish	430	4.0	430	4.0	55,299
Total Ore	4,410	2.1	4,410	2.1	292,186

Gold grades are rounded to 1 decimal figure. Abbreviations used: Kt = 1,000 tonnes, g/t = grams per tonne

Definitions;

Ore reserves - Reserves are classified as Proven and Probable, >0.8g/t cut off.

Reserve ounces - Net of mine dilution and ore loss

Assumptions:

A\$625/oz spot price,

State Royalty applied at 2.5% and Native Title Royalty of A\$1.60/oz.

1.5mtpa mill expanded case

MINERAL RESOURCE STATEMENT

As at 31 December 2005, the Indicated Mineral Resource at Laverton totalled 13.4 million tonnes at 1.4 g/t Au containing 0.69m ozs of gold and an Inferred Mineral Resource of 15.2 million tonnes at 1.4 g/t Au containing 0.69m ozs, detailed as follows;

Gold Resources	Measured		Indicated		Inferred		
	Tonnes (kt)	Grade (g/t)	Tonnes (kt)	Grade (g/t)	Tonnes (kt)	Grade (g/t)	Ounces
Sickle			7,150	1.7	2,550	1.5	120,000
Euro	570	1.7	76	1.5	53	1.5	3,000
Armstrong			4,831	0.8	1,638	1.4	73,000
West Laverton			392	1.9	321	2.1	21,000
Fish	320	4.0	180	4.4	160	3.7	20,000
Others			802	1.8	10,494	1.3	450,000
Total Ore	890	2.5	13,431	1.4	15,216	1.4	687,000

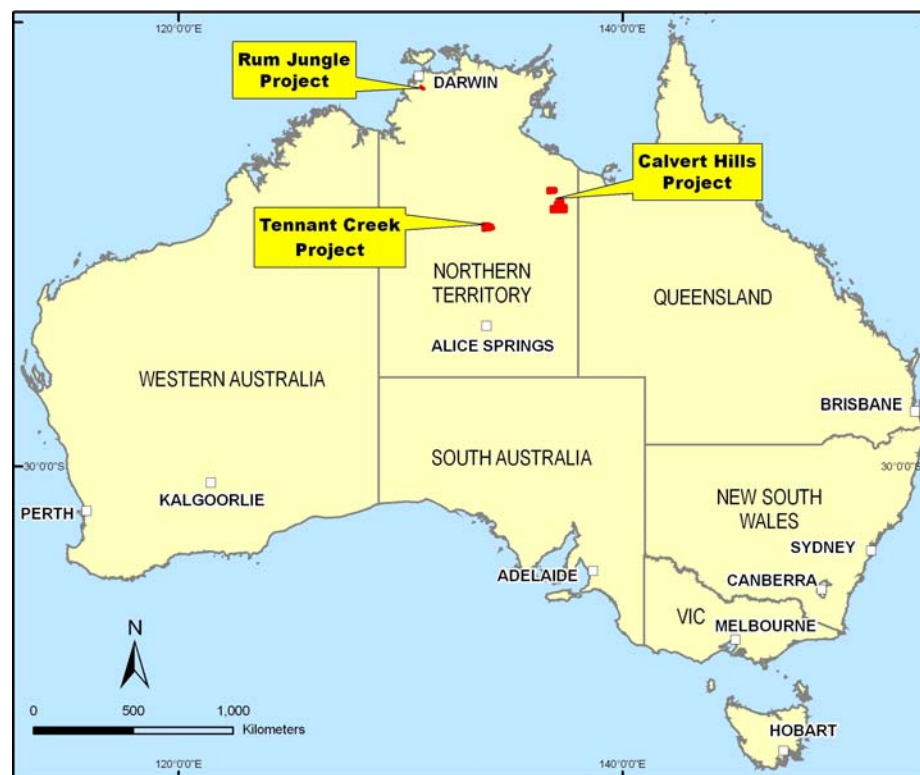
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ADDITIONAL NOTES FOR TABLE

- Figures contained within Table have been rounded. Gold grades are rounded to 1 decimal figure; both estimated tonnes and contained ounces are rounded to nearest 1000.
- Abbreviations used : Kt = 1000 tonnes, g/t = grams per tonne,
- West Laverton Group includes resources for West Laverton, Mary Mac, Mary Mac South and Craiggie more.
- Central Laverton Group includes resources for Castaway, Pieces of Eight, She's Right West, She's Right East, Scotland Yet, Grouse, Jacks, Bogle, Bogle South, Bells, Ida H and Low Grade Stockpiles.
- South Laverton Group includes resources for Black Label and Lily Pond Well.
- Jasper Hill Group includes resources for Lord Byron.
- Burtville Group includes resources for Burtville and Karridale deposits.
- The Karridale deposit is hosted within tenements that are subject to the Merolia Joint Venture Agreement ("MJV"), in which the company holds 75.5% interest in the MJV.
- The following mineral resource locations are contiguous with existing open cut pits West Laverton, Mary Mac, Mary Mac South, Craiggie more, She's Right West, She's Right East, Scotland Yet and Ida H.

URANIUM

Crescent Gold has the option to acquire six granted exploration licences (EL24834, EL24837, EL24847, EL24866, EL24867 and EL24898) and two exploration licence applications in the Northern Territory, covering 4903.8 km² of ground considered prospective for uranium and other commodities.



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CHINA

The Company commenced field work in China late in the June Quarter, with visits to several prospects of interest. Follow up field work will continue into the September Quarter.

The Company has established a joint venture company which has received approval from the Foreign Trade and Economic Co-operation Bureau. It has been granted a business licence by the Administration Bureau of Industry and Commerce, Xinjiang Uyghur Autonomous Region in North Western China and the transfer of exploration licenses are awaited.

PLANNED SEPTEMBER 2006 QUARTER ACTIVITY**Laverton Gold Project**

- Completion of project implementation plan.
- Finalise schedule for commencement of production of Laverton Gold Project.
- Finalise contract tenders.
- Appointment of a bank for Project Finance.
- Completion of Government approvals
- Securing operational management team.
- Development drilling of identified inferred resources and newly identified mineralisation at Mary Mac South, Castaway, Ida H, Black Label, Fish, Scotland Yet and Bells
- Mineral Resource Estimations
- Update Ore Reserves

Exploration*Laverton*

- Regional exploration of the Laverton District.
- PIMA/multi-element analysis and alteration mapping will start on the Central Laverton Shear Zone (approx 12.5 x 25 kms) and the Sickle Corridor (extending 25km - Sickle and Admiral Hill).
- Exploration work focusing on locating large new targets.

Uranium NT

- Field visits to each Uranium project area have been planned for the September Quarter.

CRITICAL ACCOUNTING ESTIMATES

As of June 30, 2006 the Company evaluated and retains its standing as a Designated Foreign Issuer (National Instrument 71-102). This evaluation was performed by the Managing Director with the assistance of other Company personnel to the extent necessary and appropriate. As a result the Company continues to disclose and report its financial statements in accordance with the Australian Corporations Regulations 2001 and Accounting Standards AASB 134 "Interim Financial Reporting" and AASB 1 "First-time Adoption of Australian Equivalents to International Financial Reporting Standards".

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A detailed description of the Company's accounting policies is disclosed in the Auditors' Independence Declaration, the Corporate Governance Statement and Significant Accounting Policies of the Company's Annual Report 2005 for the year ended June 30, 2005 and Half Yearly report dated December 31, 2005.

Exploration and evaluation costs are capitalized where tenure is held. Where tenure is not held, these costs are expensed. Development costs are capitalized and amortized throughout the estimated life of the mine once production commences.

All direct costs related to the acquisition of mineral tenements and prospects are capitalized.

CHANGES IN ACCOUNTING POLICIES

As of July 1, 2005 the Company has made changes to its accounting policies in order to comply with Australian Equivalents to International Financial Reporting Standards ('AIFRS').

A detailed description of the requirements of AIFRS and its impact on the Company's accounting policies is disclosed in Section 26 of the Company's audited financial statements for the year ended June 30, 2005.

DERIVATIVE INSTRUMENTS

On March 23, 2006 the Company announced the right, but not the obligation, to sell 100,000 ounces of gold at \$750/oz until March 2008. The purchase was funded with a \$3.75m loan at 7.75% pa from Rothschild (Investec), following extensive due diligence by the bank on the Company's Laverton Gold Project.

The loan is secured against the Put options and funds on deposit with Rothschild totaling \$2,088,568 which may be used to offset the loan. The Company may choose to repay the full amount of the loan earlier than required.

The Company is under no obligation to limit the selling price of the gold produced and is protected from the downside risk of lower gold prices.

TRANSACTIONS WITH RELATED PARTIES

Nil

PAYMENTS TO DIRECTORS

Executive Directors of the Company combined received payments totaling \$170,000 and Non-Executive Directors combined received \$37,000 for the three months ended June 30, 2006.

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SUMMARY OF QUARTERLY RESULTS

The table below sets out the quarterly results for the past six quarters:

	<u>2006</u>			<u>2005</u>			<u>2004</u>	
	<u>Jun-30</u>	<u>Mar-31</u>	<u>Dec-31</u>	<u>Sep-30</u>	<u>Jun-30</u>	<u>Mar-31</u>	<u>Dec-31</u>	<u>Sep-30</u>
	\$A '000	\$A '000	\$A '000	\$A '000	\$A '000	\$A '000	\$A '000	\$A '000
Income from Securities and Convertible Notes	2,253	402	9,895	1,500	209	3,628	-	1,925
Other Income	150	159	90	60	65	55	43	68
Exploration and Development	(1,542)	(1,185)	(847)	(884)	(897)	(732)	(927)	(1,435)
Administration	(535)	(642)	(345)	(497)	(420)	(401)	(337)	(506)
Other Operating Expenses	(160)	(128)	(1)	(45)	(90)	(44)	(11)	(101)
Other Investing Expenses	(86)	(388)	(22)	(580)	(11)	(31)	(9)	(24)
Net Increase (Decrease)	80	(1,782)	8,770	(446)	(1,144)	2,475	(1,241)	(73)
Net Gain (Loss) per Share A\$	0.0004	(0.009)	0.047	(0.003)	(0.008)	0.022	(0.012)	(0.0007)

The majority of exploration costs were incurred in the most recent two quarters as the company nears production. Other income includes interest from cash assets and receipts from product sales and related debtors.

LIQUIDITY & CAPITAL RESOURCES

The Company's cash on hand and funds on deposit for the quarter ended June 30, 2006 was \$11,136,000, an increase of \$80,000 since the three months ended March 30, 2006.

The Company's principal source of cash during the three months ended June 30, 2006 was \$2.253 million from the issuance of common shares for exercised warrants/options. This compares to proceeds of \$209,000 for the same period last year.

The Company earned interest income of \$0.145 million from cash assets compared to \$65,000 for the same period last year. Other income in the form of receipts from product sales and related debtors for the three months ended June 30, 2006 totals \$5,000.

The company has not commenced mining operations and as of yet has no other internal source of cash.

In the three months ended June 30, 2006 the company used net cash of \$1.542 million in exploration and development activities with spending focusing on its Laverton Gold Project as the Company nears production.

COMMITMENTS AND CONTRACTUAL OBLIGATIONS

The Company has a \$3.75 million loan which was obtained to purchase 100,000 ounces via a Gold Put Options Facility with Rothschild. The loan is scheduled to be repaid in three installments of \$1.25 million on July 31, 2007, August 31, 2007 and September 30, 2007.

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Management Discussion and Analysis of Financial Results

The loan is secured against the Put options and funds on deposit with Rothschild (Investec) totaling \$2,088,568 which may be used to offset the loan. The Company may choose to repay the full amount of the loan earlier than required.

The Company is well advanced on establishing operating contracts as it nears production stage. Current contracts under review (subject to financing) include; mining; mill operation; catering; transportation; charter flights; waste disposal; camp construction and light vehicle tenders.

OUTSTANDING SHARE DATA

There have been no adjustments to the outstanding share data of the Company from its three months ended June 30, 2006.

Currently the company has 218,030,712 shares outstanding and a further 26,850,000 warrants and stock options issued.

FORWARD LOOKING STATEMENT

This discussion and analysis contains certain forward-looking statements. These include statements about our expectations, beliefs, intentions or strategies for the future, and are indicated by words such as "budget", "anticipate", "intent", "believe", "estimate", "forecast", "expect", and similar words. While all forward-looking statements reflect our current views with respect to future events, they are subject to certain risks and uncertainties. Actual results may differ materially from those projected in these statements for a number of factors, including those which are described in the Corporation's periodic filings with securities regulatory authorities. We base our forward-looking statements on information currently available to us and we do not assume any obligation to update or revise them, except in accordance with applicable securities laws, Readers should not place undue reliance on forward-looking statements.

Table 1 – Castaway

Mineralised Intercept Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)	Azimuth	Dip	North	East	Hole Id
5	1.6	40	45	246	-60	6843332	447678	CARC001
2	1.9	47	49	246	-60	6843339	447693	CARC002
7	5.9	54	61					
2	1.8	68	70					
3	2.2	59	62	246	-60	6843345	447709	CARC003
1	1.4	49	50	246	-60	6843303	447702	CARC004
1	1.6	59	60					
No Significant Intersection				246	-60	6843319	447744	CARC005
2	2.2	51	53	246	-60	6843261	447723	CARC006
4	1.5	57	61					
2	2.3	80	82	246	-60	6843278	447757	CARC007
8	3.7	87	95					
No Significant Intersection						6843226	447735	CARC008
4	2.7	86	90	246	-60	6843243	447769	CARC009
1	3.5	34	35	246	-60	6843184	447732	CARC010
1	4.5	44	45	246	-60	6843191	447748	CARC011
1	3.8	49	50					
1	7.2	60	61	246	-60	6843200	447768	CARC012
4	2.9	84	88	246	-60	6843206	447784	CARC013
2	10.4	48	50	246	-60	6843398	447680	CARC014
12	4.1	34	46	246	-60	6843361	447681	CARC015
7	2.0	51	58					
3	7.7	66	69					
5	2.6	55	60	246	-60	6843364	447700	CARC016
1	8.2	79	80					
2	3.8	88	90					
27	5.4	30	57	246	-60	6843393	447660	CARC017
9	7.8	37	46	<i>Including</i>				
2	26.5	53	55	<i>Including</i>				
1	1.9	52	53	246	-60	6843177	447825	CARC018
2	2	53	55	246	-60	6843170	447807	CARC019
4	1.1	82	86					
1	2.5	40	41	246	-60	6843152	447766	CARC020
No Significant Intersection				246	-60	6843211	447805	CARC021
2	1.3	35	37	246	-60	6843643	447537	CARC022
1	1.4	50	51	246	-60	6843653	447553	CARC023
2	1.3	43	45	246	-60	6843661	447572	CARC024
1	1.2	97	98	246	-60	6843665	447598	CARC025
No Significant Intersection				246	-60	6843678	447616	CARC026
1	2.6	66	67	246	-60	6843601	447587	CARC027

Castaway Cont.

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
1	1.5	105	106					
1	1.0	44	45	246	-60	6843617	447624	CARC028
2	1.3	97	99					
1	1.8	41	42	246	-60	6843537	447589	CARC029
1	4.1	45	46					
1	5.1	88	89					
1	4.4	61	62	246	-60	6843544	447606	CARC030
1	1.5	66	67					
1	3.7	93	94	246	-60	6843552	447626	CARC031
1	3.1	97	97					
1	1.6	48	48	246	-60	6843508	447623	CARC032
1	1.0	43	44	246	-60	6843516	447641	CARC033
1	1.6	12	13	246	-60	6843455	447601	CARC034
3	4.8	34	37	246	-60	6843462	447619	CARC035
1	8.5	41	42					
1	1.5	1	2	246	-60	6843478	447657	CARC036
1	2.0	90	91					
2	1.7	0	2	246	-60	6843418	447619	CARC037
1	1.7	6	7					
1	2.6	15	16					
1	1.6	29	30					
2	2.8	35	37					
1	2.0	90	91	246	-60	6843415	447719	CARC038
2	2.4	120	122					
1	4.7	89	90	246	-60	6843441	447676	CARC039
3	5.2	0	3	246	-60	6843384	447640	CARC040
3	1.1	20	23					
1	1.1	31	32					
1	4.4	36	37					
1	1.1	43	44					
1	1.3	51	52					
1	1.7	22	23	246	-60	6843429	447646	CARC041
5	2.6	26	31					
4	3.4	35	39					
2	2.2	47	49					
4	1.8	59	63					
1	3.7	67	68					
1	1.3	33	34	246	-60	6843492	447586	CARC042
5	3.1	35	40	246	-60	6843500	447605	CARC043

Table 2 - Mary Mac South

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval	Grade Au	Depth From	Depth To					
(m)	(g/t)	(m)	(m)					
	No Significant Result			285	-60	6830745	440601	MMSRC017
4	1.2	1	5	285	-60	6830561	440518	MMSRC018
	No Significant Result			285	-60	6830777	440579	MMSRC019
3	1.3	68	71	285	-60	6830778	440590	MMSRC020
6	1.1	128	134					
5	2.2	144	149					
	No Significant Result			285	-60	6830795	440600	MMSRC021
	No Significant Result			285	-60	6830819	440611	MMSRC022
6	1.6	81	87	285	-60	6830572	440475	MMSRC023
2	1.8	29	31	285	-60	6830640	440510	MMSRC024
1	5.5	89	90	285	-60	6830735	440602	MMSRC025
8	4.0	123	130					
3	3.1	138	140					
	No Significant Result			285	-60	6830576	440460	MMSRC026
5	1.5	21	26	285	-60	6830577	440553	MMSRC027
7	1.2	51	58	285	-60	6830761	440572	MMSRC028
	No Significant Result			285	-60	6830788	440579	MMSRC029
	No Significant Result			285	-60	6831014	440665	MMSRC030
4	2	127	131	285	-60	6831193	440702	MMSRC031
	No Significant Result			285	-60	6831568	440900	MMSRC032
	No Significant Result			285	-60	6831811	441038	MMSRC033
3	3.0	19	22	285	-60	6831806	441053	MMSRC034
3	1.7	27	30	285	-60	6831802	441067	MMSRC035
1	4.2	33	34					
	No Significant Result			285	-60	6831798	441081	MMSRC036
	No Significant Result			285	-60	6831789	441074	MMSRC037
7	3.2	22	29	105	-60	6830638	440445	MMSRC038
2	2.9	49	51	105	-60	6830638	440439	MMSRC039
1	2.3	63	64					
2	1.3	67	69					
	No Significant Result			285	-60	6830652	440475	MMSRC040
4	1.8	17	21	285	-60	6830647	440491	MMSRC041
3	1.3	38	41					
2	1.6	59	61					
	No Significant Result			285	-60	6830677	440470	MMSRC042
	No Significant Result			285	-60	6830674	440485	MMSRC043
12	2.9	1	13	285	-60	6830670	440500	MMSRC044
2	1.3	76	78					
2	3.7	60	62	285	-60	6830664	440515	MMSRC045
11	4.8	66	77					
3	9.1	73	76	Including				
	No Significant Result			285	-60	6830726	440475	MMSRC046
3	2.3	38	41	285	-60	6830712	440520	MMSRC048
3	3.2	81	84	285	-60	6830708	440535	MMSRC049
1	4	99	100					
1	5.6	113	114					
3	2.5	63	66	285	-60	6830717	440572	MMSRC050
2	3.8	80	82					
4	1.0	88	92					
5	2.7	111	116					

Mary Mac South Cont.

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
	<i>No Significant Result</i>			285	-60	6830715	440505	MMSRC047
6	1.8	49	55	285	-60	6830597	440573	MMSRC051
2	1.3	138	140					
4	1.0	144	148					
1	1.4	0	1	285	-60	6830597	440466	MMSRC052
	<i>No Significant Result</i>			285	-60	6830488	440435	MMSRC053
1	1.1	49	50	285	-60	6830476	440476	MMSRC054
2	1.4	44	46	285	-60	6830550	440555	MMSRC055
4	1.6	116	120					
1	2.2	149	150					
3	1.7	58	61	285	-60	6830590	440573	MMSRC056
6	2.3	64	70					
15	3.1	137	152					

Table 3 – Lord Byron

Diamond Drill Results

MINERALISED INTERCEPT				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
5	1.6	33	38	270	-60	6777801	504002	GTLB01
41	3.3	44	85					
3	17.4	59	62	<i>Including</i>				
1	40.4	61	61	<i>Includes</i>				
4	1.3	0	4	270	-60	6777439	504253	GTLB02
4	1.5	8	12					
11	1.0	18	29					
9	0.9	39	48					

RC Drill Results

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
8	1.25	46	54	270	-60	6777275	504456	LBRC037
4	2.75	57	61					
4	1.04	72	76					
	No Significant Intersection			270	-60	6777705	504239	LBRC038A
	No Significant Intersection			270	-60	6777316	504370	LBRC039
	No Significant Intersection			270	-60	6777357	504424	LBRC040

Table 4 – RC Results for Grouse

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
	No Significant Intersection			270	-60	6834671	451040	GRR018
	No Significant Intersection			270	-60	6834669	451066	GRR019
	No Significant Intersection			270	-60	6834650	451046	GRR020
	No Significant Intersection			270	-60	6834650	451070	GRR021
2	1.3	58	60	270	-60	6834650	451095	GRR022
3	1.9	32	35	270	-60	6834630	451096	GRR023
	No Significant Intersection			270	-60	6834610	451090	GRR024
	No Significant Intersection			270	-60	6834611	451115	GRR025
2	1.5	45	47	270	-60	6834590	451141	GRR026
	No Significant Intersection			270	-60	6834530	451084	GRR027
2	5.5	58	60	270	-60	6834530	451134	GRR028
	No Significant Intersection			270	-60	6834510	451093	GRR029
	No Significant Intersection			270	-60	6834510	451117	GRR030
	No Significant Intersection			270	-60	6834490	451108	GRR031
	No Significant Intersection			270	-60	6834470	451118	GRR032
3	2.6	3	6	270	-60	6834450	451134	GRR033
2	9.9	55	57	270	-60	6834450	451182	GRR034
5	2.6	64	69					
	No Significant Intersection			270	-60	6834430	451120	GRR035
5	1.1	2	7	270	-60	6834430	451144	GRR036
2	7.5	22	24					
	No Significant Intersection			270	-60	6834410	451117	GRR037
1	1.3	3	4	270	-60	6834410	451141	GRR038
	No Significant Intersection			270	-60	6834390	451117	GRR039
6	3.7	9	15	270	-60	6834390	451143	GRR040
	No Significant Intersection			270	-60	6834370	451127	GRR041
3	1.3	14	17	270	-60	6834370	451174	GRR042
2	3.1	41	43					
2	1.7	63	65					
6	3.5	15	21	270	-60	6834350	451150	GRR043
	No Significant Intersection			270	-60	6834330	451135	GRR044
	No Significant Intersection			270	-60	6834280	451148	GRR045
	No Significant Intersection			270	-60	6834280	451163	GRR046
2	4.14	21	23	270	-60	6834280	451178	GRR047
2	3.70	41	43					
3	1.20	2	5	270	-60	6834280	451193	GRR048
2	2.39	22	24					
4	1.69	45	49					
	No Significant Intersection			270	-60	6834200	451162	GRR049
	No Significant Intersection			270	-60	6834200	451192	GRR050
1	1.40	49	50	270	-60	6834200	451222	GRR051
4	1.60	50	54	270	-60	6834200	451252	GRR052
1	3.20	88	89					
	No Significant Intersection			270	-60	6834200	451132	GRR053
	No Significant Intersection			270	-60	6834040	451136	GRR054
	No Significant Intersection			270	-60	6834040	451166	GRR055
	No Significant Intersection			270	-60	6834040	451196	GRR056
	No Significant Intersection			270	-60	6834040	451226	GRR057
1	1.1	2	3	270	-60	6834040	451256	GRR058
6	2.2	34	40					

Table 5 – Castaway

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
5	1.6	40	45	246	-60	6843332	447678	CARC001
2	1.9	47	49	246	-60	6843339	447693	CARC002
7	5.9	54	61					
2	1.8	68	70					
3	2.2	59	62	246	-60	6843345	447709	CARC003
1	1.4	49	50	246	-60	6843303	447702	CARC004
1	1.6	59	60					
No Significant Intersection				246	-60	6843319	447744	CARC005
2	2.2	51	53	246	-60	6843261	447723	CARC006
4	1.5	57	61					
2	2.3	80	82	246	-60	6843278	447757	CARC007
8	3.7	87	95					
No Significant Intersection						6843226	447735	CARC008
4	2.7	86	90	246	-60	6843243	447769	CARC009
1	3.5	34	35	246	-60	6843184	447732	CARC010
1	4.5	44	45	246	-60	6843191	447748	CARC011
1	3.8	49	50					
1	7.2	60	61	246	-60	6843200	447768	CARC012
4	2.9	84	88	246	-60	6843206	447784	CARC013
2	10.4	48	50	246	-60	6843398	447680	CARC014
12	4.1	34	46	246	-60	6843361	447681	CARC015
7	2.0	51	58					
3	7.7	66	69					
5	2.6	55	60	246	-60	6843364	447700	CARC016
1	8.2	79	80					
2	3.8	88	90					
27	5.4	30	57	246	-60	6843393	447660	CARC017
<i>9</i>	<i>7.8</i>	<i>37</i>	<i>46</i>	<i>Including</i>				
<i>2</i>	<i>26.5</i>	<i>53</i>	<i>55</i>	<i>Including</i>				
<i>1</i>	<i>1.9</i>	<i>52</i>	<i>53</i>	<i>246</i>	-60	6843177	447825	CARC018
<i>2</i>	<i>2</i>	<i>53</i>	<i>55</i>	<i>246</i>	-60	6843170	447807	CARC019
<i>4</i>	<i>1.1</i>	<i>82</i>	<i>86</i>					
<i>1</i>	<i>2.5</i>	<i>40</i>	<i>41</i>	<i>246</i>	-60	6843152	447766	CARC020
No Significant Intersection				246	-60	6843211	447805	CARC021
1	1.5	35	36	246	-60	6842682	447841	KWRC001
1	1.4	58	59					
1	1.8	109	110	246	-60	6842707	447924	KWRC002
2	2.5	127	129	246	-60	6842734	447995	KWRC003
2	1.3	35	37	246	-60	6843643	447537	CARC022
1	1.4	50	51	246	-60	6843653	447553	CARC023
2	1.3	43	45	246	-60	6843661	447572	CARC024
1	1.2	97	98	246	-60	6843665	447598	CARC025

Castaway Cont.

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
No Significant Intersection				246	-60	6843678	447616	CARC026
1	2.6	66	67	246	-60	6843601	447587	CARC027
1	1.5	105	106					
1	1.0	44	45	246	-60	6843617	447624	CARC028
2	1.3	97	99					
1	1.8	41	42	246	-60	6843537	447589	CARC029
1	4.1	45	46					
1	5.1	88	89					
1	4.4	61	62	246	-60	6843544	447606	CARC030
1	1.5	66	67					
1	3.7	93	94	246	-60	6843552	447626	CARC031
1	3.1	97	97					
1	1.6	48	48	246	-60	6843508	447623	CARC032
1	1.0	43	44	246	-60	6843516	447641	CARC033
1	1.6	12	13	246	-60	6843455	447601	CARC034
3	4.8	34	37	246	-60	6843462	447619	CARC035
1	8.5	41	42					
1	1.5	1	2	246	-60	6843478	447657	CARC036
1	2.0	90	91					
2	1.7	0	2	246	-60	6843418	447619	CARC037
1	1.7	6	7					
1	2.6	15	16					
1	1.6	29	30					
2	2.8	35	37					
1	2.0	90	91	246	-60	6843415	447719	CARC038
2	2.4	120	122					
1	4.7	89	90	246	-60	6843441	447676	CARC039
3	5.2	0	3	246	-60	6843384	447640	CARC040
3	1.1	20	23					
1	1.1	31	32					
1	4.4	36	37					
1	1.1	43	44					
1	1.3	51	52					
1	1.7	22	23	246	-60	6843429	447646	CARC041
5	2.6	26	31					
4	3.4	35	39					
2	2.2	47	49					
4	1.8	59	63					
1	3.7	67	68					
1	1.3	33	34	246	-60	6843492	447586	CARC042
5	3.1	35	40	246	-60	6843500	447605	CARC043

Table 6 – Sickle

Diamond Drill Results

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
6	1.9	16	22	270	-60	6829524	452451	GTDS04
4	1.3	25	29					
3	2.3	47	50					
13	2.0	24	37	90	-60	6829580	452619	GTDS05
<i>No Significant intersection</i>				270	-60	6829885	452264	GTDS06

RC Drill Results

Mineralised Intercept				Azimuth	Dip	North	East	Hole Id
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)					
12	1.7	90	102	360	-90	6829580	452490	SKRC282
11	1.7	130	141					
50	1.6	85	135	360	-90	6829580	452515	SKRC280
11	1.9	85	96	<i>Including</i>				
22	2.1	107	129	<i>Including</i>				
2	1.7	133	135	<i>Including</i>				
13	2.3	91	104	360	-90	6829580	452540	SKRC283
<i>No Significant Result</i>				360	-90	6829580	452563	SKRC281

1. All gold analysis undertaken by 50 gram Fire Assay at independent commercial laboratory SGS Australia located in Leonora, Australia and Ultra-trace Pty Ltd in Perth, Australia.
2. RC samples collected over 1 metre intervals using a industry standard 3 tier riffle splitter. Diamond core was sampled over 1m by collecting whole core, sample was crushed then rotary split at Ammtec Pty Ltd.
3. Minimum intersection width 2 metres with internal waste of no more than 2 metres
4. Downhole lengths reported as true width is unknown.
5. Azimuths are referenced to local grid.
6. No top cut has been applied.
7. Intersection grade rounded to 1 decimal figure.

Quality Assurance and Quality Control (QAQC) :

Gold intersections reported have been verified by the company's QAQC protocols, which include routinely inserted standards and replicate field splits. All samples from drill holes are prepared by SGS and Ultra Trace and pulverised to 90% passing 75 microns then analysed for gold using Fire Assay methods.

"The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Andrew Spinks, who is a Member of The Australasian Institute of Mining and Metallurgy included in a list promulgated by the ASX from time to time. Andrew Spinks is employed by Crescent Gold Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit 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" and a "Qualified Person" under Canadian National Instrument 43-101 Standards of Disclosure for Mineral Projects. Andrew Spinks consents to the inclusion in the report of the matters based on his information in the form and context in which it appears."

In accordance with the requirements of Canadian National Instrument 43-101 further information on the geology and mineralising setting can be found within the "Independent Technical Report on the Mineral Asset of Laverton Gold Project" which is available on SEDAR (www.sedar.com) or the company's website www.crescentgold.com

Further information on Crescent Gold Limited and technical reports on the Laverton Gold Project and all aspects of the Company's activities can be found on the company's website www.crescentgold.com.

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Regards

Crescent Gold Limited



Andrew Haythorpe
Managing Director

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

Crescent Gold Limited

ABN

49 087 360 996

Quarter ended ("current quarter")

30 June 2006

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	5	19
1.2 Payments for (a) exploration and evaluation	(1,345)	(3,940)
(b) development	(197)	(518)
(c) production	-	-
(d) administration	(535)	(2,019)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	145	440
1.5 Interest and other costs of finance paid	(160)	(334)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(2,087)	(6,352)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	(4)	(979)
(b)equity investments	-	-
(c) other fixed assets	(82)	(97)
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 (provide details if material)	-	-
Net investing cash flows	(86)	(1,076)
1.13 Total operating and investing cash flows (carried forward)	(2,173)	(7,428)

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1.13	Total operating and investing cash flows (brought forward)	(2,173)	(7,428)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	2,253	12,550
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	1,500
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
Net financing cash flows		2,253	14,050
Net increase (decrease) in cash held		80	6,622
1.20	Cash at beginning of quarter/year to date	11,056	4,514
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	11,136	11,136

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	
	Executive Director	170
	Non-Executive Directors	37
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Not applicable

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

On 23 March 2006, the Company acquired 100,000 ounces of Gold Put Options with a strike price of AU\$750/ounce and expiration date of 27 March 2008 via a Gold Put Option Facility with Rothschild.

The facility is to be repaid in three instalments of \$1,250,000 on 31 July 2007, 31 August 2007, and 30 September 2007. During the 30 June quarter, funds on deposit with Rothschild have increased by \$273,568 to the value of \$2,088,568. Rothschild has a Charge over these funds and the Gold Put Options.

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

Not applicable.

+ 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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	700
4.2 Development	4,000
Total	4,700

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	6,704	6,952
5.2 Deposits at call	-	-
5.3 Bank overdraft		
5.4 Other – Funds covering various bonds and Gold Put Options	4,432	4,159
Total: cash at end of quarter (item 1.22)	11,136	11,111

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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	E38/0390	Exploration Licence	100%	Nil
		E38/1444	Exploration Licence	100%	Nil
		E38/1492	Exploration Licence	100%	Nil
		E38/1560	Exploration Licence	100%	Nil
		E38/1561	Exploration Licence	100%	Nil
		E38/1580	Exploration Licence	100%	Nil
		E38/1582	Exploration Licence	100%	Nil
		E38/1680	Exploration Licence	100%	Nil
		E38/1682	Exploration Licence	100%	Nil
		E38/1723	Exploration Licence	100%	Nil
		E38/1780	Exploration Licence	100%	Nil
		E38/1802	Exploration Licence	100%	Nil
		E38/1817	Exploration Licence	100%	Nil
		E39/0995	Exploration Licence	100%	Nil
		E39/0996	Exploration Licence	100%	Nil
		M38/0394	Mining Lease	100%	Nil
		P39/3067	Prospecting Licence	100%	Nil
		P38/3068	Prospecting Licence	100%	Nil
		P38/3069	Prospecting Licence	100%	Nil
		P38/3172	Prospecting Licence	100%	Nil
6.2	Interests in mining tenements acquired or increased	E38/1879	Exploration Licence Application	Nil	100%
		E38/1887	Exploration Licence Application	Nil	100%
		E39/1219	Exploration Licence Application	Nil	100%

+ 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 (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3 +Ordinary securities	218,030,712	218,030,712	Fully paid	Fully paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	28,116,667	28,116,667		
7.5 +Convertible debt securities <i>(description)</i>	4,150,000	Nil	20 cents	20 cents
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil 5,600,000 10,000,000	Nil	20 cents 15cents	
7.7 Options <i>(description and conversion factor)</i>	26,850,000	-	<i>Exercise price</i> See following page	<i>Expiry date</i> See following page
7.8 Issued during quarter	15,850,000	-		
7.9 Exercised during quarter	12,516,667	-		
7.10 Expired during quarter	-	-		
7.11 Debentures <i>(totals only)</i>	Nil			
7.12 Unsecured notes <i>(totals only)</i>	Nil			


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ITEM 7.7 DETAILS OF OPTIONS ON ISSUE

Options ASX Code	Total Number	Number Quoted	Exercise price \$	Expiry date
CREAM (OPT)	10,000,000		0.20	02/08/2008
CREAA	10,000,000		0.15	31/03/2007
CREAB	1,000,000		0.15	31/12/2007
CREAC	5,850,000		0.30	30/11/2007
	26,850,000	-		

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:  Date: 27 July 2006.
(Director/Company secretary)

Print name: Carol New.....

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