

## Quarterly Report to 30 September 2009

### Exploration Highlights

- ◆ Silver Hill Resource increase from 22.8 million tonnes to 25.7 million tonnes. Total gold ounces increased from 1.17 million ounces to 1.37 million ounces.
- ◆ Total Mount Carlton Project Resources, comprising all deposits, now estimated to contain 1.46 million ounces of gold, 40 million ounces of silver and 75 thousand tonnes of copper.
- ◆ \$65m Capital Raising to fund development of the Mount Carlton Project.
- ◆ Silver Hill Project Definitive Feasibility Study on course for completion in late November, 2009.
- ◆ Metallurgical studies demonstrate the potential for discrete high grade silver concentrate from the Area 39 pit at Silver Hill.
- ◆ Level of environmental assessment for concentrate production will include developing an Environmental Management Plan supporting the proposed timeline set by Conquest.
- ◆ Spectacular and wide zones of high grade mineralisation intersected through trial grade control pattern drilling at Silver Hill with best results of 24m at 13.1g/t gold, including 4m at 62.9g/t gold.

### Review of Operations

Conquest Mining Limited completed the Pre Feasibility Study (PFS) at the Silver Hill Project in north Queensland in April 2009. Following the robust results of the PFS, the Board of Directors of Conquest Mining Limited commissioned a Definitive Feasibility Study (DFS) in June 2009. The DFS is on track for completion in late November 2009.

An update resource calculation has recently been released by Conquest Mining Limited (refer to ASX announcement dated 22 October 2009 at [www.conquestmining.com.au](http://www.conquestmining.com.au)). The Silver Hill Resource has increased from 22.8 million tonnes to 25.7 million tonnes, while total gold ounces have increased from 1.17 million ounces to 1.37 million ounces. The Mount Carlton Project Resources are now calculated to include 1.46 million ounces of gold, 40 million ounces of silver and 75 thousand tonnes of copper.

Drilling re-commenced late May at the Silver Hill Project with 17,081m reverse circulation (RC) and 4,686.2m diamond drilling completed for the quarter. Programs completed as part of the DFS this quarter included a trial grade control pattern, commencement of sterilization of proposed waste dump and infrastructure sites and geotechnical drilling to assess proposed pit shells for stability. Other work included the drilling of a number of deep diamond drill holes to test for a second mineralised horizon at depth and/or the source location of the Silver Hill Deposit and RC drilling to the west (Western Exploration area) of Silver Hill following conceptual trends.

Two RC rigs and two diamond drill rigs were employed to complete this work in a timely manner. Two RC rigs are currently on site completing step-out drilling on the satellite deposits (Western Lodes, Mt Carlton and Herbert Ck East) and assisting with engineering style studies.



## Definitive Feasibility Study

Arccon Mining Services group was appointed in June 2009 to complete the DFS to 80% engineering which will allow a more rapid transition to construction, enabling production in the shortest possible timeframe, and provide a higher degree of confidence in capital and operating cost estimates.

A \$65m capital raising to fund development of the Mount Carlton Project is in progress. This equity component, in conjunction with potential debt alternatives that will be finalised after the DFS completion, will provide full funding for the development of the high grade concentrate operations from the Silver Hill Deposit.

Conquest Mining Limited has advised it has received a detailed debt financing proposal to fund construction at the Silver Hill Deposit. The company has also received a detailed proposal from a major Chinese smelter for an off-take of 30,000tpa of high grade gold, silver and copper concentrate from this deposit.

Preliminary results from the DFS indicate the potential for a high grade silver concentrate from the Area 39 pit at the Silver Hill Deposit (Figure 1). Conceptual studies indicate production in the first three months of 4.5-5 million ounces of silver.

The level of environmental assessment for the concentrate production will include developing an Environmental Management Plan supporting the proposed timelines set by Conquest. This level of assessment will ensure the appropriate management of any environmental issues while allowing Conquest to progress plans for sustainable production of high grade sulphide concentrate by early 2011.

## Project Resources

Conquest has recently announced a resource upgrade for the Silver Hill Deposit at the Mount Carlton Project in North Queensland, including a significant increase in the overall resource. The Silver Hill Resource has increased from 22.8 million tonnes to 25.7 million tonnes and total gold ounces increased from 1.17 million ounces to 1.37 million ounces.

Based on the drilling to September 2009, the resource estimate at the Silver Hill Deposit has been updated by independent experts Hellman and Schofield (H&S). This estimate increases confidence over the previous estimate completed in March 2009. At a \$20/t value cutoff grade, the Measured plus Indicated resource tonnage has increased by 19% whilst the overall estimated tonnage has increased by 13%.

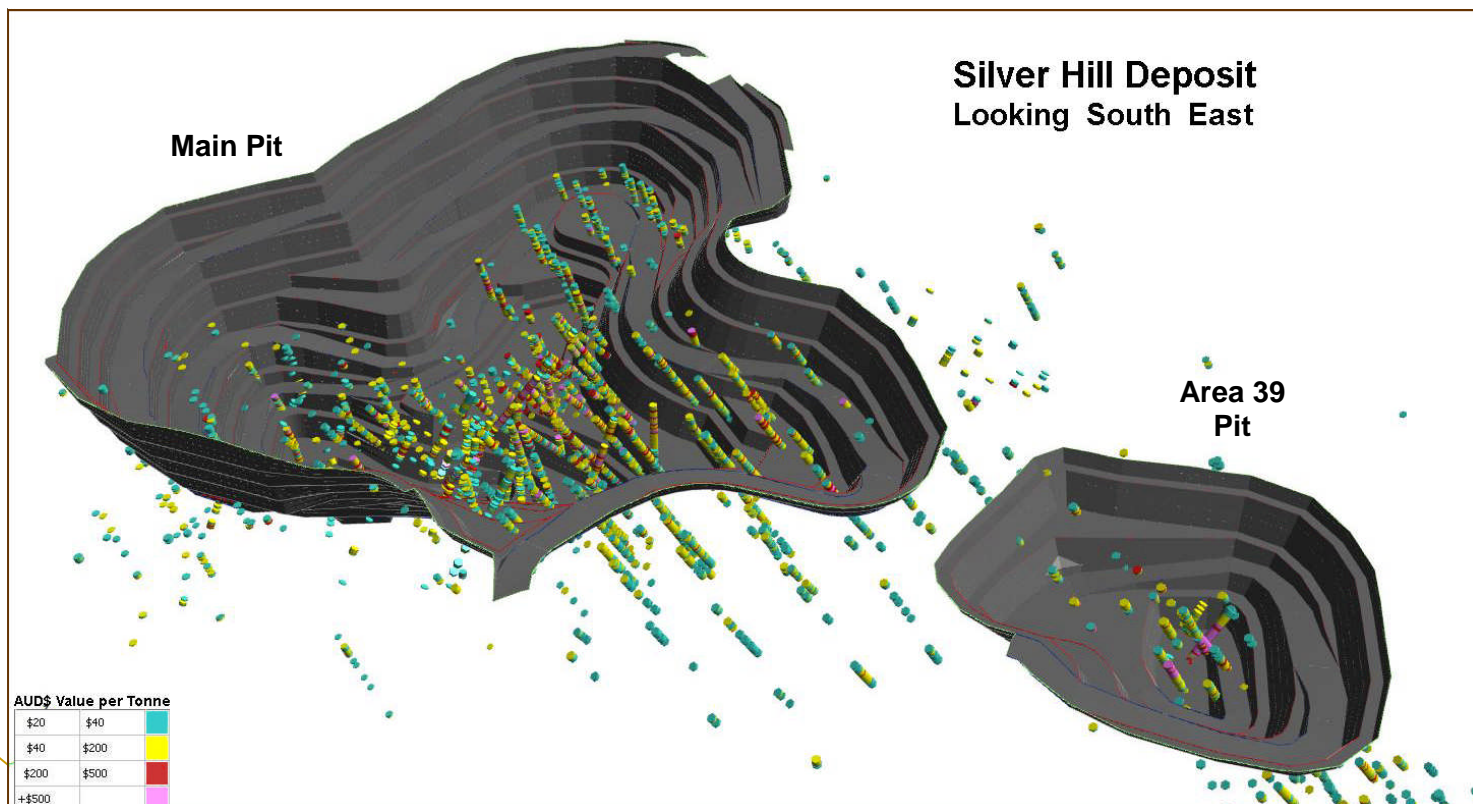


Figure 1: Silver Hill Deposit showing drill samples with value greater than A\$20 per tonne within planned pit shells

## Project Resources (continued)

Resource estimate comparison at a \$20/t value cut-off grade is shown in Table 1. The total Mount Carlton Project Resource comprising the Silver Hill, Mount Carlton – Main Hill & Western Lodes and Herbert Creek East Deposits is now estimated to contain 1.46 million ounces of gold, 40 million ounces of silver and 75,000 tonnes of copper (refer Table 2).

Equivalent metal prices, exchange rate and metallurgical recoveries used to calculate the value (A\$) variable used in the resource estimation were:

Gold – US\$868/ounce and 80% recovery  
 Silver – US\$12/ounce and 68% recovery  
 Copper – US\$5597/tonne and 86% recovery  
 Exchange Rate – US\$0.83 to A\$1.00

**Table 1: Comparison with previous Resource at \$20/t value cut-off grade**

March 2009	Tonnes (Million)	Gold g/t	Silver g/t	Copper %
Measured	5.6	2.10	98	0.37
Indicated	14.8	1.50	35	0.29
Meas + Ind	20.4	1.66	52	0.31
Inferred	2.4	1.20	40	0.21
<b>Total</b>	<b>22.8</b>	<b>1.60</b>	<b>51</b>	<b>0.30</b>

Gold koz	Silver koz	Copper Tonnes
378	17,644	20,700
714	16,654	42,900
1,092	34,298	63,600
93	3,086	5,000
<b>1,173</b>	<b>37,385</b>	<b>68,400</b>

October 2009	Tonnes (Million)	Gold g/t	Silver g/t	Copper %
Measured	11.1	1.72	70	0.32
Indicated	13.2	1.60	25	0.25
Meas + Ind	24.2	1.65	45	0.28
Inferred	1.5	1.67	30	0.20
<b>Total</b>	<b>25.7</b>	<b>1.65</b>	<b>44</b>	<b>0.28</b>

Gold koz	Silver koz	Copper Tonnes
610	24,764	35,600
679	10,474	32,700
1,289	35,238	68,300
79	1,417	2,900
<b>1,368</b>	<b>36,655</b>	<b>71,200</b>

**Table 2: Mt Carlton Project Total Resources – October 2009**

Deposit	Tonnes	Grade g/t Au	Gold Ounces	Grade g/t Ag	Silver Ounces	Grade % Cu	Copper Tonnes
Silver Hill Deposit	25,710,000	1.7	1,367,600	44	36,655,000	0.28	71,200
Mt Carlton - Main Hill	966,000	1.4	42,000	38	1,090,000	0.35	3,400
Mt Carlton - Western Lodes	558,000	1.5	26,700	120	2,100,000	n/a	0
Herbert Creek East	351,000	2.2	24,500	4	47,000	n/a	0
<b>Total Resources</b>	<b>27,585,000</b>	<b>1.6</b>	<b>1,460,800</b>	<b>45</b>	<b>39,892,000</b>	<b>0.27</b>	<b>74,600</b>

Notes: Mt Carlton Western Lodes Resource was estimated by sectional polygonal methods. Herbert Creek East and Mt Carlton were estimated by Kriging. A cutoff of 1g/t gold equivalent was used for these deposits. Silver Hill Deposits were estimated using Multiple Indicator Kriging by Hellman & Schofield.





## Diamond Drilling

During the quarter 4,686.2m of HQ<sup>3</sup> diamond drill core was completed at the Silver Hill Deposit.

Twelve diamond drill holes were completed around the Area 39 portion of the Silver Hill Deposit. This drilling was undertaken to assess the continuity and grade distribution of the high grade silver mineralisation in this part of the deposit. HC09DD035 twinned a high grade discovery drill hole and returned 57m at 727g/t silver. Results from the first three drill holes were released during the quarter and are listed in Table 3 and shown in Figure 2.

Twelve diamond drill holes were also completed around the Silver Hill Deposit to test the geotechnical aspects of the deposit. Data was taken to assist with modelling of final pit wall angles and stabilities, surficial weathering profile, rock characteristics and pressure/compaction tests. Results are expected to be released as they become available, however as these drill hole locations are at the margins of mineralisation, high grades are not expected.

Four deep drill holes were completed targeting mineralisation within a possible porphyry host, conduits or feeders and/or within a second occurrence of the host rock which encapsulates the current Silver Hill Deposit. Results have been received from the first two drill holes with results generally disappointing. No additional deep diamond drill holes are currently planned.

## Reverse Circulation Drilling

During the quarter, 21,862m of RC drilling was completed on a trial grade control programme and sterilization and step-out drilling at the Silver Hill Deposit.

The trial grade control programme was completed in late July with 99 RC drill holes completed for nearly 7,000m combined total depth. This close spaced (5m by 5m) drilling was planned with a number of objectives including to assist with resource modelling and interpretations, demonstrate continuity of the mineralisation, assess the grade control drill hole spacing for production and provide samples for metallurgical test work from within early stage pit shells. These objectives were completed successfully and resulted in the updated resource calculation.

Grade control drill holes HC09RC544 with 24m at 13.1g/t gold including 4m at 62.9g/t gold and HC09RC543 with 44m at 10.1g/t gold including 28m at 14.2g/t gold intersected high grade mineralisation. Results of the grade control drilling are listed in Table 3 and shown in Figure 3.

Sterilization drilling was completed to the east and north east of the Silver Hill Deposit during the quarter. This drilling is located to confirm the site of waste dumps, tailings dam and associated mill and plant infrastructure. No economic mineralisation was encountered with this drilling and location of drill holes is shown spatially in Figure 2.

During the quarter, RC drilling was also undertaken in an area known as the Western Exploration area. This drilling was completed at a wide spacing following up conceptual mineralisation trends with the Silver Hill & Herbert Ck East Deposits to the west and Mount Carlton Deposit to the east. No economic mineralisation was encountered with this drilling with location of drill holes shown spatially in Figure 2.





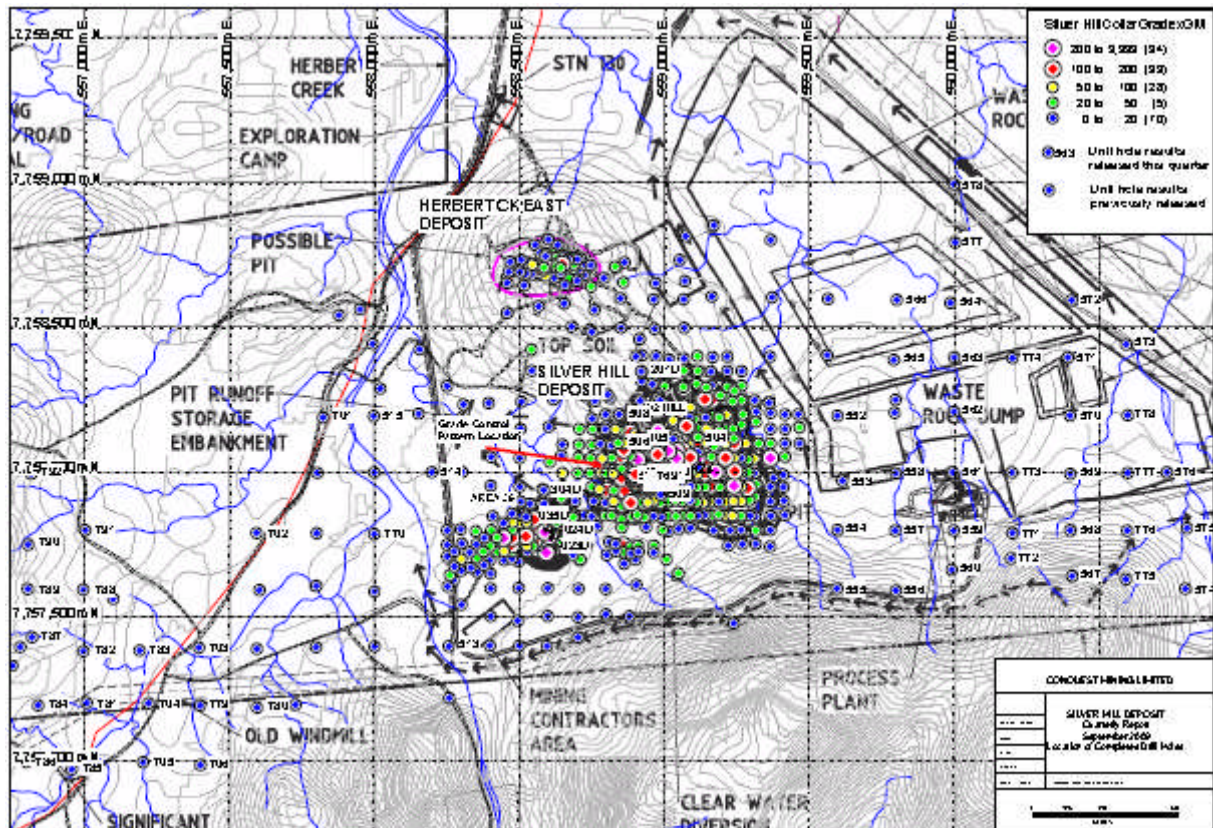


Figure 2: Silver Hill Deposit showing drill holes & infrastructure locations – drill hole collars are coloured according to results – gxm (grams x metres).

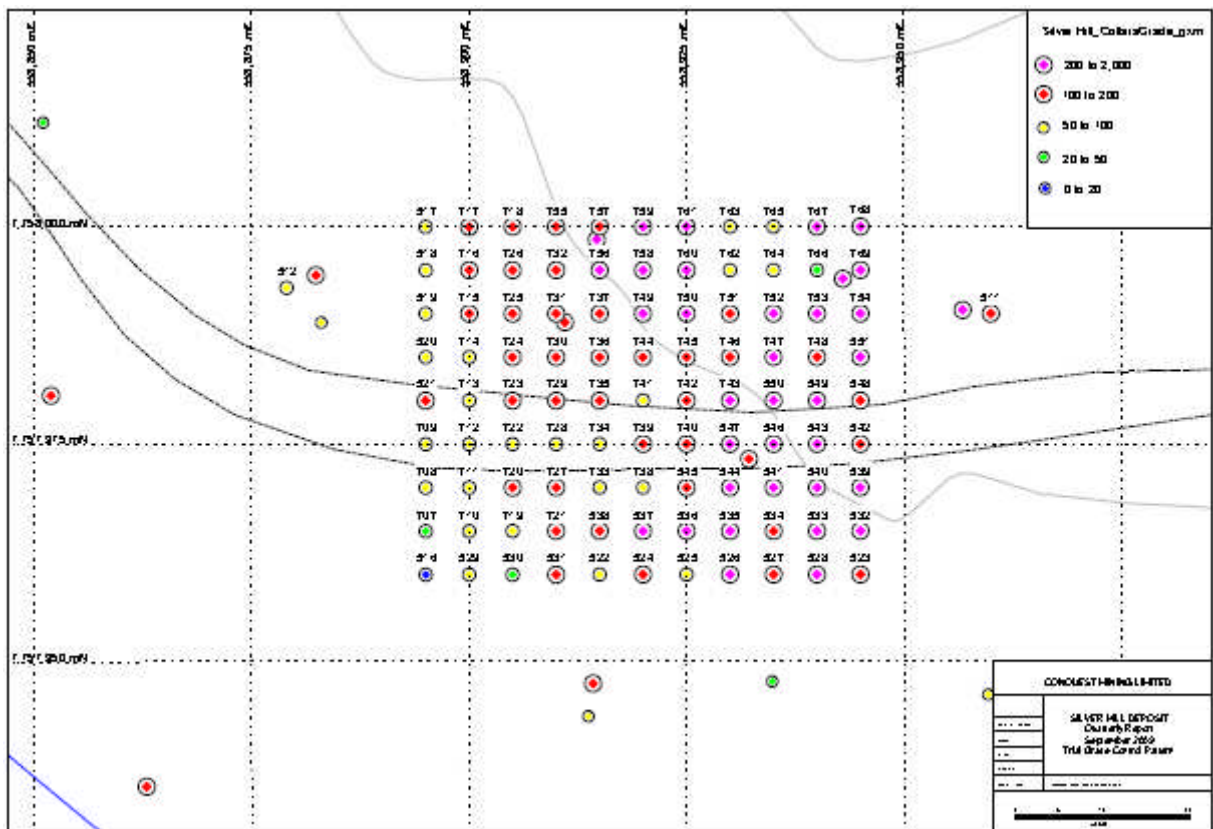


Figure 3: Silver Hill Deposit trial grade control pattern – drill hole collars are coloured according to results gxm (grams x metres).

Table 3. Significant Drill Intersections – September Quarterly Report, 2009

Drill Hole	Coordinates				Significant Intersections	Gold Equivalent g/t
	AMG N	AMG E	Set up	Depth		
	M	M	Dip/Azi	M		
<b>Precollars</b>						
HC09RC504	7758129	559122	75/180	130	112-128m; 16m @ 1.18g/tAu, 14g/tAg & 0.47%Cu	2.34
HC09RC505	7758123	558914	75/180	61	20-24m; 4m @ 0.10g/tAu, 61g/tAg & 0.01%Cu	1.06
HC09RC506	7758105	558841	75/180	88	36-52m; 16m @ 0.65g/tAu, 21g/tAg & 0.27%Cu	1.51
<b>Infill</b>						
HC09RC509	7757920	558990	75/180	50	24-32m; 8m @ 0.76g/tAu, 13g/tAg & 0.08%Cu	1.12
HC09RC510	7758000	558988	-90/-	90	52-80m; 28m @ 1.92g/tAu, 11g/tAg & 0.14%Cu	2.37
HC09RC511	7757990	558960	-90/-	100	56-92m; 36m @ 2.23g/tAu, 25g/tAg & 0.55%Cu	3.71
HC09RC512	7757993	558879	-90/-	100	32-80m; 48m @ 0.28g/tAu, 40g/tAg & 0.16%Cu	1.22
<b>Grade Control</b>						
HC09RC516	7757960	558895	-90/-	38	30-38m; 8m @ 0.76g/tAu, 13g/tAg & 0.08%Cu	1.12
HC09RC517	7758000	558895	-90/-	70	26-66m; 40m @ 0.47g/tAu, 49g/tAg & 0.24%Cu	1.7
HC09RC518	7757995	558895	-90/-	70	44-70m; 26m @ 1.11g/tAu, 56g/tAg & 0.29%Cu	2.55
HC09RC519	7757990	558895	-90/-	70	34-70m; 36m @ 0.61g/tAu, 32g/tAg & 0.20%Cu	1.5
HC09RC520	7757985	558895	-90/-	56	32-56m; 24m @ 0.52g/tAu, 49g/tAg & 0.81%Cu	2.89
HC09RC521	7757980	558895	-90/-	60	34-60m; 26m @ 0.84g/tAu, 94g/tAg & 2.56%Cu	7.34
HC09RC522	7757960	558815	-90/-	54	28-54m; 26m @ 1.12g/tAu, 48g/tAg & 0.65%Cu	3.16
HC09RC523	7757960	558945	-90/-	70	26-70m; 44m @ 1.91g/tAu, 57g/tAg & 0.36%Cu	3.51
HC09RC524	7757960	558920	-90/-	70	30-68m; 38m @ 2.31g/tAu, 41g/tAg & 0.43%Cu	3.8
HC09RC525	7757960	558925	-90/-	70	30-56m; 26m @ 1.77g/tAu, 50g/tAg & 0.65%Cu	3.84
HC09RC526	7757960	558930	-90/-	70	24-54m; 30m @ 4.47g/tAu, 112g/tAg & 0.90%Cu	7.99
					<b>incl 28-30m; 2m @ 27.6g/tAu, 162g/tAg &amp; 0.98%Cu</b>	32.1
HC09RC527	7757960	558935	-90/-	70	26-68m; 42m @ 2.04g/tAu, 59g/tAg & 0.57%Cu	4.09
HC09RC528	7757960	558940	-90/-	70	24-66m; 42m @ 5.27g/tAu, 63g/tAg & 0.70%Cu	7.64
					<b>incl 30-38m; 8m @ 20.5g/tAu, 156g/tAg &amp; 2.38%Cu</b>	27.7
HC09RC529	7757960	558900	-90/-	70	30-60m; 30m @ 0.77g/tAu, 54g/tAg & 0.55%Cu	2.7
HC09RC530	7757960	558905	-90/-	70	32-52m; 20m @ 0.63g/tAu, 56g/tAg & 0.46%Cu	2.41
HC09RC531	7757960	558910	-90/-	70	28-66m; 38m @ 1.39g/tAu, 52g/tAg & 0.42%Cu	3.03
HC09RC532	7757965	558945	-90/-	70	24-70m; 46m @ 3.12g/tAu, 76g/tAg & 0.58%Cu	5.45
					<b>incl 68-70m; 2m @ 13.3g/tAu, 272g/tAg &amp; 0.42%Cu</b>	18.3
HC09RC533	7757965	558940	-90/-	70	24-66m; 42m @ 4.27g/tAu, 61g/tAg & 0.55%Cu	6.31
					<b>incl 24-26m; 2m @ 27.9g/tAu, 214g/tAg &amp; 0.87%Cu</b>	32.9
					<b>incl 36-38m; 2m @ 10.8g/tAu, 169g/tAg &amp; 1.40%Cu</b>	16.2
HC09RC534	7757965	558935	-90/-	70	24-66m; 42m @ 2.83g/tAu, 49g/tAg & 0.49%Cu	4.56
HC09RC535	7757965	558930	-90/-	70	28-58m; 30m @ 5.28g/tAu, 64g/tAg & 0.67%Cu	7.6
					<b>incl 30-34m; 4m @ 26.3g/tAu, 77g/tAg &amp; 1.38%Cu</b>	30.2
HC09RC536	7757965	558925	-90/-	70	28-58m; 30m @ 6.67g/tAu, 59g/tAg & 0.66%Cu	8.9
					<b>incl 36-42m; 6m @ 27.0g/tAu, 126g/tAg &amp; 1.89%Cu</b>	32.7
HC09RC537	7757965	558920	-90/-	70	30-70m; 40m @ 3.47g/tAu, 64g/tAg & 0.59%Cu	5.63
					<b>incl 48-52m; 4m @ 18.7g/tAu, 239g/tAg &amp; 1.92%Cu</b>	26.2





Table 3. Significant Drill Intersections – September Quarterly Report, 2009 (continued)

Drill Hole	Coordinates				Significant Intersections	Gold Equivalent g/t
	AMG N	AMG E	Set up	Depth		
	M	M	Dip/Azi	M		
HC09RC538	7757965	558915	-90/-	70	28-68m; 40m @ 2.14g/tAu, 51g/tAg& 0.56%Cu <b>incl 48-50m; 2m @ 11.4g/tAu, 88g/tAg&amp; 0.31%Cu</b>	4.04 13.4
HC09RC539	7757970	558945	-90/-	70	22-68m; 46m @ 3.56g/tAu, 77g/tAg& 0.92%Cu <b>incl 26-28m; 2m @ 13.7g/tAu, 81g/tAg&amp; 1.22%Cu</b> <b>incl 34-36m; 2m @ 12.1g/tAu, 612g/tAg&amp; 8.81%Cu</b>	6.58 17.4 39.1
HC09RC540	7757970	558940	-90/-	70	22-68m; 46m @ 3.47g/tAu, 67g/tAg& 0.56%Cu <b>incl 26-32m; 6m @ 10.6g/tAu, 58g/tAg&amp; 0.55%Cu</b>	5.62 12.6
HC09RC541	7757970	558935	-90/-	70	26-56m; 30m @ 8.82g/tAu, 74g/tAg& 0.86%Cu <b>incl 28-40m; 12m @ 17.7g/tAu, 103g/tAg&amp; 1.15%Cu</b>	11.7 21.6
HC09RC542	7757975	558945	-90/-	70	22-66m; 44m @ 2.32g/tAu, 58g/tAg& 0.33%Cu <b>incl 30-32m; 2m @ 14.8g/tAu, 95g/tAg&amp; 0.53%Cu</b>	3.87 17.3
HC09RC543	7757975	558940	-90/-	70	22-66m; 44m @ 10.1g/tAu, 87g/tAg& 0.92%Cu <b>incl 26-54m; 28m @ 14.2g/tAu, 104g/tAg&amp; 1.11%Cu</b>	13.3 18
HC09RC544	7757970	558930	-90/-	70	34-58m; 24m @ 13.1g/tAu, 162g/tAg& 1.41%Cu <b>incl 44-48m; 4m @ 62.9g/tAu, 704g/tAg&amp; 5.26%Cu</b>	18.4 84.3
HC09RC545	7757970	558925	-90/-	70	28-70m; 42m @ 1.87g/tAu, 44g/tAg& 0.40%Cu <b>incl 54-56m; 2m @ 11.2g/tAu, 277g/tAg&amp; 1.42%Cu</b>	3.35 18.3
HC09RC546	7757975	558935	-90/-	70	24-66m; 42m @ 7.02g/tAu, 46g/tAg& 0.70%Cu <b>incl 30-36m; 6m @ 29.5g/tAu, 76g/tAg&amp; 1.13%Cu</b>	9.13 32.9
HC09RC547	7757975	558930	-90/-	70	26-68m; 42m @ 3.03g/tAu, 59g/tAg& 0.87%Cu <b>incl 44-46m; 2m @ 11.7g/tAu, 65g/tAg&amp; 1.18%Cu</b>	5.68 15.1
HC09RC548	7757980	558945	-90/-	70	22-66m; 44m @ 1.61g/tAu, 37g/tAg& 0.42%Cu	3.02
HC09RC549	7757980	558940	-90/-	70	30-70m; 40m @ 11.7g/tAu, 58g/tAg& 0.64%Cu <b>incl 38-46m; 8m @ 47.3g/tAu, 168g/tAg&amp; 2.15%Cu</b> <b>incl 40-42m; 2m @ 154g/tAu, 438g/tAg&amp; 6.05%Cu</b>	13.9 54.2 173
HC09RC538	7757965	558915	-90/-	70	28-68m; 40m @ 2.14g/tAu, 51g/tAg& 0.56%Cu <b>incl 48-50m; 2m @ 11.4g/tAu, 88g/tAg&amp; 0.31%Cu</b>	4.04 13.4
HC09RC539	7757970	558945	-90/-	70	22-68m; 46m @ 3.56g/tAu, 77g/tAg& 0.92%Cu	6.58
HC09RC550	7757980	558935	-90/-	70	22-70m; 48m @ 5.82g/tAu, 63g/tAg& 0.51%Cu <b>incl 38-42m; 4m @ 31.2g/tAu, 161g/tAg&amp; 1.66%Cu</b> <b>incl 56-58m; 2m @ 17.4g/tAu, 174g/tAg&amp; 2.09%Cu</b>	7.81 37 24.3
HC09RC551	7757985	558945	-90/-	70	24-70m; 46m @ 2.56g/tAu, 51g/tAg& 0.96%Cu	5.26
HC09RC707	7757965	558895	-90/-	70	32-48m; 16m @ 0.50g/tAu, 43g/tAg& 0.45%Cu	2.06
HC09RC708	7757970	558895	-90/-	70	34-68m; 34m @ 0.62g/tAu, 42g/tAg& 0.38%Cu	2.03
HC09RC709	7757975	558895	-90/-	70	34-66m; 32m @ 0.55g/tAu, 45g/tAg& 0.51%Cu	2.26
HC09RC710	7757965	558900	-90/-	64	32-60m; 28m @ 0.54g/tAu, 42g/tAg& 0.40%Cu	1.99
HC09RC711	7757970	558900	-90/-	70	32-60m; 28m @ 0.59g/tAu, 37g/tAg& 0.33%Cu	1.82
HC09RC712	7757975	558900	-90/-	70	34-68m; 34m @ 0.84g/tAu, 39g/tAg& 0.41%Cu	2.26
HC09RC713	7757980	558900	-90/-	70	36-68m; 32m @ 1.22g/tAu, 37g/tAg& 0.27%Cu	2.33
HC09RC714	7757985	558900	-90/-	70	34-68m; 34m @ 1.06g/tAu, 78g/tAg& 0.32%Cu	2.9
HC09RC715	7757990	558900	-90/-	70	32-70m; 38m @ 1.09g/tAu, 70g/tAg& 0.49%Cu	3.15
HC09RC716	7757995	558900	-90/-	70	30-70m; 40m @ 0.87g/tAu, 48g/tAg& 0.55%Cu	2.71
HC09RC717	7758000	558900	-90/-	70	38-70m; 32m @ 0.74g/tAu, 63g/tAg& 0.76%Cu	3.23
HC09RC718	7758000	558905	-90/-	70	26-68m; 42m @ 1.33g/tAu, 71g/tAg& 0.38%Cu	3.18



Table 3. Significant Drill Intersections – September Quarterly Report, 2009 (continued)

Drill Hole	Coordinates				Significant Intersections	Gold Equivalent g/t
	AMG N	AMG E	Set up	Depth		
	M	M	Dip/Azi	M		
HC09RC719	7757965	558905	-90/-	70	32-68m; 36m @ 0.94g/tAu, 36g/tAg& 0.32%Cu	2.13
HC09RC720	7757970	558905	-90/-	70	30-66m; 36m @ 0.83g/tAu, 54g/tAg& 0.79%Cu	3.24
HC09RC721	7757965	558910	-90/-	70	30-70m; 40m @ 2.10g/tAu, 41g/tAg& 0.30%Cu	3.33
					<b>incl 66-68m; 2m @ 13.5g/tAu, 160g/tAg&amp; 0.33%Cu</b>	16.6
HC09RC722	7757975	558905	-90/-	70	28-64m; 36m @ 0.83g/tAu, 45g/tAg& 0.58%Cu	2.68
HC09RC723	7757980	558905	-90/-	70	30-70m; 40m @ 1.21g/tAu, 48g/tAg& 0.48%Cu	2.91
HC09RC724	7757985	558905	-90/-	70	32-70m; 38m @ 1.98g/tAu, 66g/tAg& 0.80%Cu	4.6
HC09RC725	7757990	558905	-90/-	70	30-70m; 40m @ 1.11g/tAu, 74g/tAg& 0.45%Cu	3.15
HC09RC726	7757995	558905	-90/-	70	34-66m; 32m @ 1.90g/tAu, 48g/tAg& 0.29%Cu	3.22
HC09RC727	7757970	558910	-90/-	70	26-66m; 40m @ 1.15g/tAu, 62g/tAg& 0.68%Cu	3.46
HC09RC728	7757975	558910	-90/-	70	28-70m; 42m @ 0.78g/tAu, 38g/tAg& 0.36%Cu	2.12
HC09RC729	7757980	558910	-90/-	70	28-70m; 42m @ 1.30g/tAu, 68g/tAg& 0.80%Cu	3.95
HC09RC730	7757985	558910	-90/-	70	28-70m; 42m @ 2.88g/tAu, 59g/tAg& 0.44%Cu	4.67
					<b>incl 54-58m; 4m @ 12.8g/tAu, 94g/tAg&amp; 0.31%Cu</b>	14.9
HC09RC731	7757990	558910	-90/-	70	28-70m; 42m @ 1.45g/tAu, 72g/tAg& 0.84%Cu	4.24
HC09RC732	7757995	558910	-90/-	70	26-70m; 44m @ 1.22g/tAu, 56g/tAg& 0.40%Cu	2.88
HC09RC733	7757970	558915	-90/-	70	30-66m; 36m @ 0.81g/tAu, 24g/tAg& 0.22%Cu	1.62
HC09RC734	7757975	558915	-90/-	70	26-62m; 36m @ 0.92g/tAu, 35g/tAg& 0.27%Cu	2
HC09RC735	7757980	558915	-90/-	70	28-70m; 42m @ 1.16g/tAu, 57g/tAg& 0.65%Cu	3.34
HC09RC736	7757985	558915	-90/-	70	26-70m; 44m @ 1.37g/tAu, 40g/tAg& 0.48%Cu	2.95
					<b>incl 54-56m; 2m @ 11.4g/tAu, 120g/tAg&amp; 1.56%Cu</b>	16.4
HC09RC737	7757990	558915	-90/-	70	24-70m; 46m @ 1.70g/tAu, 56g/tAg& 0.28%Cu	3.12
					<b>incl 62-64m; 2m @ 11.1g/tAu, 67g/tAg&amp; 0.66%Cu</b>	13.5
HC09RC738	7757970	558920	-90/-	70	36-70m; 34m @ 1.69g/tAu, 35g/tAg& 0.24%Cu	2.71
HC09RC739	7757975	558920	-90/-	70	26-70m; 44m @ 1.09g/tAu, 29g/tAg& 0.37%Cu	2.28
HC09RC740	7757975	558925	-90/-	70	30-70m; 40m @ 2.26g/tAu, 44g/tAg& 0.46%Cu	3.86
					<b>54-56m; 2m @ 14.7g/tAu, 157g/tAg&amp; 2.64%Cu</b>	22.4
HC09RC741	7757980	558920	-90/-	70	26-70m; 44m @ 0.86g/tAu, 29g/tAg& 0.39%Cu	2.09
HC09RC742	7757980	558925	-90/-	70	28-70m; 42m @ 1.42g/tAu, 42g/tAg& 0.45%Cu	2.97
HC09RC743	7757980	558930	-90/-	70	24-68m; 44m @ 2.29g/tAu, 48g/tAg& 0.96%Cu	4.95
					<b>incl 52-54m; 2m @ 13.4g/tAu, 188g/tAg&amp; 6.67%Cu</b>	29.6
HC09RC744	7757985	558920	-90/-	70	28-70m; 42m @ 1.43g/tAu, 63g/tAg& 0.58%Cu	3.56
HC09RC745	7757985	558925	-90/-	70	28-70m; 42m @ 1.38g/tAu, 51g/tAg& 0.48%Cu	3.12
HC09RC746	7757985	558930	-90/-	70	24-70m; 46m @ 1.48g/tAu, 47g/tAg& 0.38%Cu	2.96
HC09RC747	7757985	558935	-90/-	70	24-70m; 46m @ 4.12g/tAu, 49g/tAg& 0.41%Cu	5.69
					<b>incl 48-50m; 2m @ 16.9g/tAu, 140g/tAg&amp; 2.25%Cu</b>	23.6
					<b>incl 66-68m; 2m @ 15.0g/tAu, 46g/tAg&amp; 0.25%Cu</b>	16.2
HC09RC748	7757985	558940	-90/-	70	22-68m; 46m @ 2.05g/tAu, 27g/tAg& 0.21%Cu	2.89
HC09RC749	7757990	558920	-90/-	70	24-66m; 42m @ 2.66g/tAu, 86g/tAg& 0.57%Cu	5.12
HC09RC750	7757990	558925	-90/-	70	22-70m; 48m @ 1.71g/tAu, 77g/tAg& 0.83%Cu	4.55
HC09RC751	7757990	558930	-90/-	70	22-70m; 48m @ 1.31g/tAu, 30g/tAg& 0.35%Cu	2.47
HC09RC752	7757990	558935	-90/-	70	20-70m; 50m @ 2.90g/tAu, 54g/tAg& 0.59%Cu	4.91
					<b>incl 66-70m; 4m @ 18.8g/tAu, 174g/tAg&amp; 4.53%Cu</b>	30.5
HC09RC753	7757990	558940	-90/-	70	22-68m; 46m @ 4.63g/tAu, 33g/tAg& 0.43%Cu	6
					<b>incl 58-64m; 6m @ 20.8g/tAu, 46g/tAg&amp; 0.31%Cu</b>	22.1





Table 3. Significant Drill Intersections – September Quarterly Report, 2009 (continued)

Drill Hole	Coordinates				Significant Intersections	Gold Equivalent g/t
	AMG N	AMG E	Set up	Depth		
	M	M	Dip/Azi	M		
HC09RC754	7757990	558945	-90/-	70	20-64m; 44m @ 3.70g/tAu, 55g/tAg & 0.67%Cu	5.89
					<b>incl 50-56m; 6m @ 12.1g/tAu, 100g/tAg &amp; 2.09%Cu</b>	17.8
HC09RC755	7758000	558910	-90/-	70	28-68m; 40m @ 1.89g/tAu, 85g/tAg & 0.61%Cu	4.42
HC09RC756	7757995	558915	-90/-	70	26-70m; 44m @ 2.26g/tAu, 99g/tAg & 0.48%Cu	4.74
					<b>incl 58-60m; 2m @ 13.8g/tAu, 127g/tAg &amp; 0.17%Cu</b>	16.1
HC09RC757	7758000	558915	-90/-	70	26-70m; 44m @ 2.16g/tAu, 99g/tAg & 0.38%Cu	4.44
					<b>incl 68-70m; 2m @ 23.0g/tAu, 70g/tAg &amp; 0.38%Cu</b>	24.8
HC09RC758	7757995	558920	-90/-	70	24-70m; 46m @ 1.71g/tAu, 122g/tAg & 0.44%Cu	4.47
HC09RC759	7758000	558920	-90/-	70	28-70m; 42m @ 2.96g/tAu, 117g/tAg & 0.50%Cu	5.76
HC09RC760	7757995	558925	-90/-	70	22-68m; 46m @ 3.77g/tAu, 262g/tAg & 1.57%Cu	10.9
					<b>incl 44-46m; 2m @ 10.7g/tAu, 1550g/tAg &amp; 9.25%Cu</b>	53
					<b>incl 48-50m; 2m @ 11.3g/tAu, 453g/tAg &amp; 4.01%Cu</b>	26.3
					<b>incl 54-56m; 2m @ 16.4g/tAu, 142g/tAg &amp; 0.99%Cu</b>	20.6
HC09RC761	7758000	558925	-90/-	70	30-70m; 40m @ 3.26g/tAu, 82g/tAg & 0.43%Cu	5.38
HC09RC762	7757995	558930	-90/-	70	42-68m; 26m @ 1.68g/tAu, 23g/tAg & 0.34%Cu	2.71
HC09RC763	7758000	558930	-90/-	70	40-70m; 30m @ 1.82g/tAu, 26g/tAg & 0.39%Cu	3
HC09RC764	7757995	558935	-90/-	70	36-70m; 34m @ 1.40g/tAu, 16g/tAg & 0.20%Cu	2.05
HC09RC765	7758000	558935	-90/-	70	52-70m; 18m @ 2.18g/tAu, 42g/tAg & 0.95%Cu	4.73
HC09RC766	7757995	558940	-90/-	70	52-68m; 16m @ 1.94g/tAu, 12g/tAg & 0.20%Cu	2.52
HC09RC767	7758000	558940	-90/-	70	44-70m; 26m @ 9.04g/tAu, 34g/tAg & 0.70%Cu	11
					<b>incl 48-50m; 2m @ 14.4g/tAu, 66g/tAg &amp; 2.97%Cu</b>	21.4
					<b>incl 56-64m; 8m @ 15.8g/tAu, 59g/tAg &amp; 0.76%Cu</b>	18.2
HC09RC768	7758000	558945	-90/-	70	24-70m; 46m @ 6.55g/tAu, 37g/tAg & 0.55%Cu	8.22
					<b>incl 50-56m; 6m @ 29.5g/tAu, 140g/tAg &amp; 2.33%Cu</b>	36.3
					<b>incl 62-64m; 2m @ 15.4g/tAu, 73g/tAg &amp; 1.44%Cu</b>	19.4
HC09RC769	7757995	558945	-90/-	70	20-70m; 50m @ 4.87g/tAu, 32g/tAg & 0.48%Cu	6.32
					<b>incl 46-50m; 4m @ 18.9g/tAu, 167g/tAg &amp; 2.59%Cu</b>	26.6
					<b>incl 58-60m; 2m @ 10.1g/tAu, 34g/tAg &amp; 0.33%Cu</b>	11.3
					<b>incl 64-66m; 2m @ 16.7g/tAu, 26g/tAg &amp; 0.18%Cu</b>	17.5
<b>Diamond Drilling</b>						
HC09RCD201	7758349	558918	-0.41666667	596	210-211m; 1m @ 3.75g/tAu, 74g/tAg & 0.03%Cu	4.95
HC09RCD304	7757939	558583	75/180	514	No Significant Results	0
HC09DD023	7757778	558604	-0.33333333	194	30-61m; 31m @ 0.07g/tAu, 668g/tAg & 0.23%Cu	11.1
					<b>incl 36-39m; 3m @ 0.01g/tAu, 3500g/tAg &amp; 1.21%Cu</b>	56.3
					<b>incl 45-47m; 2m @ 0.01g/tAu, 1655g/tAg &amp; 0.55%Cu</b>	26.6
					73-90m; 17m @ 0.24g/tAu, 50g/tAg & 0.01%Cu	1.03
HC09DD024	7757794	558604	-0.33333333	188	18-24m; 6m @ 0.11g/tAu, 147g/tAg & 0.16%Cu	2.69
					46-48m; 2m @ 0.11g/tAu, 148g/tAg & 0.54%Cu	3.47
					56-78m; 22m @ 0.27g/tAu, 131g/tAg & 0.01%Cu	2.31
HC09DD035	7757793	558589	-0.33333333	86	23-81m; 57m @ 0.04g/tAu, 727g/tAg & 1.39%Cu	14
					<b>incl 49-71m; 22m @ 0.04g/tAu, 1590g/tAg &amp; 3.32%Cu</b>	31.1
HC09RCD201	7758349	558918	-0.41666667	596	210-211m; 1m @ 3.75g/tAu, 74g/tAg & 0.03%Cu	4.95
HC09RCD304	7757939	558583	75/180	514	No Significant Results	0
HC09DD023	7757778	558604	-0.33333333	194	30-61m; 31m @ 0.07g/tAu, 668g/tAg & 0.23%Cu	11.1
					<b>incl 36-39m; 3m @ 0.01g/tAu, 3500g/tAg &amp; 1.21%Cu</b>	56.3

Calculated Gold Equivalent Grade is based on 1 gram gold = 65 grams silver = 0.5% copper



## Metallurgy

The comprehensive metallurgical test work programme on the Silver Hill Deposit drill samples continued throughout the quarter. The focus of the test work was to determine the comminution characteristics and flotation response of these samples. The test work results will provide data to facilitate the design of an effective process plant at the Mount Carlton Project. The plant will be a conventional concentrator incorporating a flotation plant to generate a sulphide concentrate containing gold, silver and copper for sale to external smelters.

## Future Work Programs

Drilling at the Mount Carlton Project is continuing in October and November with step-out and infill RC drilling at the satellite deposits of Western Lodes, Mount Carlton & Herbert Ck East. This drilling is expected to be completed in mid November.

Exploration work is then expected to focus on regional targets within the Mount Carlton Project tenement package.

## 2009 Annual Report

The Company released its 2009 Annual Report at the end of the reporting period. It can be accessed on the Company website: [www.conquestmining.com.au](http://www.conquestmining.com.au)

## Conquest Mining Limited

Conquest Mining Limited is a Perth-based mining exploration company with two clear objectives - to bring the Mount Carlton Project into production and to continue discovering low cost gold and silver resources.

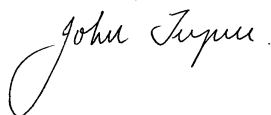
Exploration at the Mount Carlton Project has delivered resources at a cost of \$10 per ounce of gold equivalent compared with an Australian average of \$60 to \$70 per ounce for grass-roots exploration.

Conquest Mining Limited had \$22 million cash at the end of the quarter and has since added a further \$25 million from the first stage of its capital raising program.

## Expenditure

Expenditure by Conquest Mining Limited during the September 2009 quarter was \$4.6 million.

Attached is a copy of the Company's Mining Exploration Entity Quarterly Report (Appendix 5B) in accordance with Listing Rule 5.3.



**John Terpu**  
Managing Director

*This report is based on and accurately reflects information compiled by Mr Martin Male, BSc (Hons), MAIG, who is a full time employee of the Company. Mr Male has sufficient experience which is relevant to the style of mineralization 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. Mr Martin Male consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

**Conquest Mining Limited**  
ABN: 33 009 232 277

ASX Code: CQT

Suite 4  
213 Balcatta Road  
BALCATTA WA 6021

PO Box 572  
BALCATTA WA 6914

Ph: (61 8) 9240 4111  
Fax: (61 8) 9240 4054

### Directors and Executive Management

*John Terpu*  
Managing Director

*Bruno Firriolo*  
Director/Company Secretary

*Richard Krasnoff*  
Chairman

*Joseph Radici*  
Non-executive Director

*Douglas Stewart*  
Non-executive Director

*Jeff Innes*  
Chief Operating Officer

### Share Registry

Link Market Services  
Level 12  
680 George Street  
SYDNEY NSW 2000

If you wish to view your holdings  
online please click on the  
following link:

[https://  
www.linkmarketservices.com.au/  
public/investors/login.html?  
issuer=CQT](https://www.linkmarketservices.com.au/public/investors/login.html?issuer=CQT)

### Issued Capital

As at the date of this report

*Issued Capital*  
312,271,767 shares

*Unlisted Options*  
800,000 options

### Latest News

To view the company's latest  
news and media articles please  
visit our website:

[https://  
www.conquestmining.com.au](https://www.conquestmining.com.au)



# 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

**Conquest Mining Limited**

ABN

33 009 232 277

Quarter ended ("current quarter")

30 September 2009

### Consolidated statement of cash flows

<b>Cash flows related to operating activities</b>		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	14	14
1.2	Payments for		
	(a) exploration and evaluation	(1,462)	(1,462)
	(b) development – feasibility/engineering studies	(2,657)	(2,657)
	(c) production	-	-
	(d) administration	(837)	(837)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	380	380
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes refunded / (paid)	-	-
1.7	Other (provide details if material) Tenement Bonds refunded/(paid)	(5)	(5)
<b>Net Operating Cash Flows</b>		(4,567)	(4,567)
<b>Cash flows related to investing activities</b>			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(34)	(34)
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)	-	-
<b>Net investing cash flows</b>		(34)	(34)
1.13	Total operating and investing cash flows (carried forward)	(4,601)	(4,601)

+ See chapter 19 for defined terms.



**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(4,601)	(4,601)
	<b>Cash flows related to financing activities</b>		
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 (provide details if material)	-	-
	Share issue costs	-	-
	<b>Net financing cash flows</b>	(4,601)	(4,601)
	<b>Net increase (decrease) in cash held</b>	-	-
1.20	Cash at beginning of quarter/year to date	26,689	26,689
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	22,088	22,088

**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	167
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	
	N/A	

**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
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+ See chapter 19 for defined terms.

- 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	NIL	
3.2 Credit standby arrangements	NIL	

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,800
4.2 Development – feasibility/engineering studies	4,300
<b>Total</b>	6,100

### 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	47	46
5.2 Deposits at call	22,041	26,643
5.3 Bank overdraft		
5.4 Other		
<b>Total: cash at end of quarter</b> (item 1.22)	22,088	26,689

**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			



### Issued and quoted securities at end of current quarter (continued)

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 <b>Preference +securities</b> (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy- backs, redemptions				
7.3 <b>+Ordinary securities</b>	271,949,181	271,949,181		
7.4 Changes during quarter (a) Increases through issues (b) Exercise of options (c) Decreases through return of capital, buy- backs (d) Increase pursuant to underwriting of options				
7.5 <b>+Convertible debt securities</b> (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)	400,000 400,000	Nil Nil	Exercise price \$0.50 \$0.60	Expiry date 22 June 2010 22 June 2011
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> (totals only)				

+ See chapter 19 for defined terms.

7.12	Unsecured notes (totals only)		
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## 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 ~~/does not~~\* [\(delete one\)](#) give a true and fair view of the matters disclosed.



Sign here:..... Date: 30 October 2009  
(Director)

Print name: John Terpu

## 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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+ See chapter 19 for defined terms.