

MOUNT BURGESS MINING N.L.

ACN: 009 067 47

REPORT FOR THE QUARTER ENDED 31 MARCH 2009

DIAMOND EXPLORATION BOTSWANA

During and since the end of the quarter, the Company has been granted eight diamond exploration licences in north western Ngamiland in Botswana, covering an area in excess of seven thousand square kilometres. Situated within this same area is the Company's base metals exploration licence, containing the Kihabe and Nxuu resources. The Botswana diamond exploration licences adjoin the Company's Tsumkwe diamond exploration licences in Namibia.

In 1998, this area was part of an airborne magnetometer survey flown by the Geological Survey of Botswana. This survey, based on 250m line spacing, led to the discovery of the Nxau Nxau kimberlite field, some 30km to the north of the Company's licence area.

Operating from the Company's well established base camp at Kihabe, a number of magnetic targets, generated from the 1998 aero-magnetic survey, are now being defined with ground magnetic surveys. Two field crews, each with magnetometers are surveying these targets on north south lines 100 metres apart with 10m stations along each line. A number of kimberlite type targets have been generated to date – (see selected targets attached).

Clearing to enable drill rig access to these targets is in progress and drilling quotes are being reviewed with the intention of commencing drilling shortly.

TSUMKWE DIAMOND EXPLORATION PROJECT, NAMIBIA

Because of excessive rainfall in this area, the Company was not able to conduct any exploration as planned during the quarter.

The information in this report is based on information approved for release by Mr Manfred Marx of Manfred Marx and Associates Pty Ltd, Bsc., Dip Env. Sc., Aus.J.M M., GSSA.

Mr Manfred Marx is a consulting geologist to the Company. He has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2004 edition of the Australasian Code for Reporting of exploration results, mineral resources and ore reserves. Mr Marx consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

KIHABE ZINC/LEAD PROJECT, WESTERN NGAMILAND, BOTSWANA

The updated Scoping Study on the Kihabe zinc/lead project, being conducted by ProMet Engineers, expected to have been completed during the quarter, has been delayed. The Company has been advised that further metallurgical test work should be conducted along the length of the Kihabe resource, in order to establish a more representative outcome of metal recoveries. Accordingly, diamond drill core from seven drill holes, spanning the length of the resource is currently the subject of further metallurgical test work.

The combined, potentially open cut resources, for both the Kihabe and the Nxuu deposits, situated seven kilometers apart, close to the Namibian border in north western Botswana,

currently stand at 27.4 million tonnes @ 2.32% zinc equivalent grade (see Note), applying a 0.5% zinc equivalent low grade cut and comprise the following:

Resource Category	Total Tonnes	Kihabe Resource	Nxuu Resource
Indicated	16.4 million	16.4 million	-
Inferred	11.0 million	5.6 million	5.4 million
	27.4 million	22.0 million	5.4 million

It was intended that for the scoping study, both the Kihabe and Nxuu resources should be independently modelled to determine pit designs and waste to ore ratios. At this point in time, only the Kihabe resource has been independently modelled. Unfortunately, the Nxuu resource, whilst comprised of a shallow, flat lying deposit, cannot be independently modelled as drilling conducted to date is considered to be too widely spaced for this purpose. Consequently, further drilling will be required on this resource in order to incorporate it into the Scoping Study. It is considered that a programme of less than 1,000m of RC drilling, will be sufficient for this purpose. This can be conducted in parallel with the Company's intended kimberlite target drilling.

(Note : The zinc equivalent grade was calculated applying the refined metal prices as of the 17th July 2008, the date Ravensgate Pty Ltd, geological consultants, compiled the Kihabe resource model. On this date zinc was trading at US\$1,810/t and lead was trading at US\$1,955/t.)

Mr Giles (Rodney) Dale of GR Dale and Associates, consents to the inclusion, in this section of the report, of the matters based on this information in the form and context in which it appears. Mr Dale is a Fellow of the Australasian Institute of Mining and Metallurgy, with sufficient experience relevant to the style of mineralisation under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2004 Edition of the " Australasian Code for Reporting of Mineral Resources and Ore Reserves" .

BOARD APPOINTMENT AND APPOINTMENT OF GEOLOGICAL CONSULTANT

The Company is pleased to welcome Mr Ben Mosigi as a Technical Director to the Board of the Company.

Mr Ben Mosigi, M.Sc (Leicester University – UK) B.Sc (University of New Brunswick – Canada), Dipl. Mining Tech – Haileybury School of Mines, Canada, Member of the Geological Society of South Africa, Geologist, currently a Director of the Company's wholly owned subsidiary, Mount Burgess (Botswana) (Proprietary) Limited, is a resident and national of Botswana.

Mr Mosigi has significant experience in base metal and diamond exploration/mining. His previous diamond exploration and mining experience, which included a significant period of time with Debswana and Botswana Diamondfields, covered work on the Orapa, Lethlakane, Jwaneng and Damtshaa kimberlites in Botswana and the Bobbejaan, Water Fissure and Bellsbank kimberlites in the Republic of South Africa.

Mr Mosigi's past experience in diamond exploration and development will add significantly to the Company's diamond exploration effort.

In addition to the above appointment, the Company is pleased to announce that it has added further geological expertise to its diamond exploration effort in both Namibia and Botswana, by engaging the consultancy services of Mr Manfred Marx, Bsc, Dip Env Sc, AusIM M, GSSA.

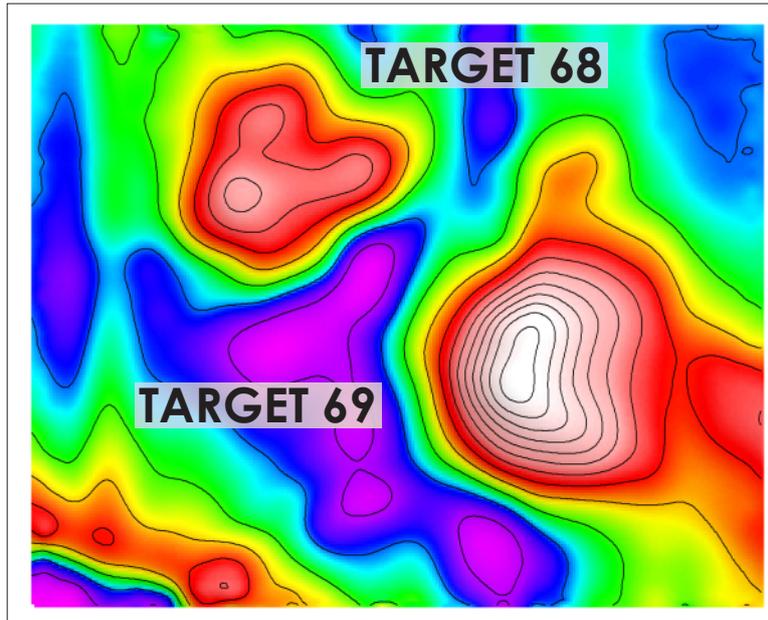
Mr Marx has 40 years of unbroken experience in the diamond exploration and mining industry, employed by and consulting to both major and junior companies in many countries.

In 1967, he was the field geologist of the De Beers team that discovered the large Orapa kimberlite pipe in Botswana.

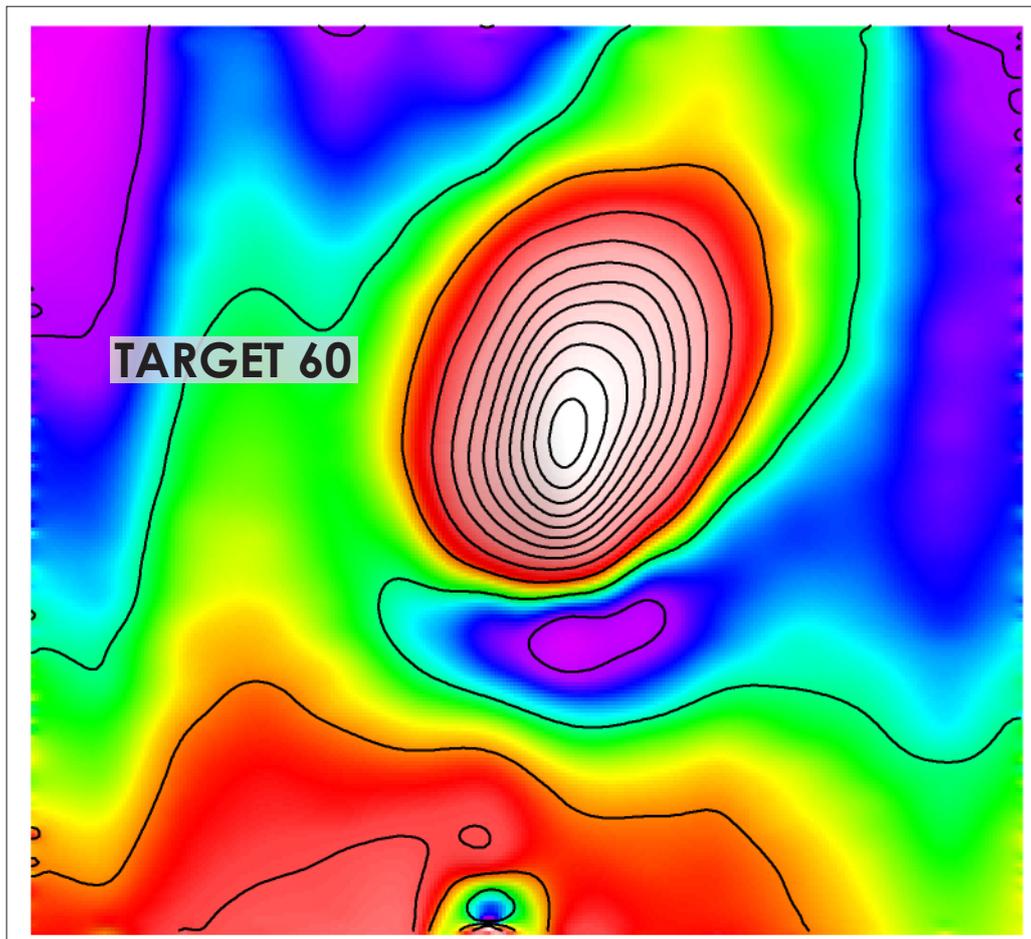
In 1970 Mr Marx was appointed deputy exploration manager for the large De Beers exploration programme in Angola.

In 1976, he was transferred by De Beers to Australia where he managed the Western Australian and Northern Territory operations of De Beers for many years. For nine years he was the exploration manager (diamonds) for Normandy Mining and consultant to the Bow River alluvial diamond mine.

Over the last 10 years Mr Marx has operated world wide as an independent consultant to the diamond industry.



0 1000m



0 500m

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

MOUNT BURGESS MINING N.L.

ABN

31009067476

Quarter ended ("current quarter")

31 March 2009

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (9 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration and evaluation	(150)	(1,096)
(b) development	-	-
(c) production	-	-
(d) administration	(261)	(782)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	23	37
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(388)	(1,841)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(12)	(17)
1.9 Proceeds from sale of:		
(a) prospects	-	2,850
(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	(12)	2,833
1.13 Total operating and investing cash flows (carried forward)	(400)	992

1.13	Total operating and investing cash flows (brought forward)	(400)	992
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	440
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 – Placement fees	-	(3)
	Other – Lease liability repayments	-	-
Net financing cash flows		-	437
Net increase (decrease) in cash held		(400)	1,429
1.20	Cash at beginning of quarter/year to date	2,168	336
1.21	Exchange rate adjustments to item 1.20	-	3
1.22	Cash at end of quarter	1,768	1,768

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	47
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

Financing facilities available

The Company maintains a seasonal overdraft facility of \$350,000.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	415	4

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	200
4.2 Development	-
Total	200

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	70	187
5.2 Deposits at call	1,698	1,980
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,768	2,167

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		
6.2		Interests in mining tenements acquired or increased		

Issued and quoted securities at end of current quarter

	Total number	Number quoted	Issue price per security (cents) (see note 3)	Amount paid up per security (cents) (see note 3)
7.1 + Preference Securities	N/A			
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 + Ordinary Securities	320,257,000	320,257,000		
7.4 Changes during quarter				
(a) Increases through issues	N/A	N/A		
(b) Decreases through returns of capital, buy-backs	N/A	N/A		
7.5 + Convertible Debt Securities	N/A	N/A		
7.6 Changes during quarter				
(a) Increases through issues				
7.7 Options				
Employee Share Plans	950,000	NIL	25 cents	31/12/09
	2,500,000	NIL	25 cents	31/12/10
	4,050,000	NIL	25 cents	31/12/11
	850,000	NIL	25 cents	31/12/12
	300,000	NIL	25 cents	31/12/13
7.8 Issued during quarter	NIL			
7.9 Exercised during quarter	NIL			
7.10 Cancelled during quarter	NIL			
7.11 Debentures (totals only)	N/A			
7.12 Unsecured notes (totals only)	N/A			

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: *Serene Chau*
(Company Secretary)

Date: 29 April 2009

Print name: SERENE CHAU

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.