



## Aussie Q Resources Limited

ABN 91 121 964 725  
Level 1, 27-29 Crombie Ave, Bundall. Qld. 4217  
P.O. Box 8155, Gold Coast MC. Qld. 9726  
P: 07 5574 3830 F: 07 5574 3568  
www.aussieqresources.com.au  
E: aqr1@bigpond.com

### **ANNUAL GENERAL MEETING**

**Town & Country Motel, 2 Southport-Nerang Road, Nerang, Qld. 4211**  
**19 November 2009 at 11.00 am**

### **CHAIRMAN'S UPDATE TO SHAREHOLDERS**

Dear Shareholders,

You will recall that early in the 2008-2009 financial year, the Company was pleased to announce its Maiden Resource Statement for the Whitewash Project Area, refer ASX Announcement 25 September 2008.

This major and significant event was followed by a further announcement on 7 May 2009 of an additional Resource Statement for the Gordons Project Area.

It is the view of your Board that these two adjacent Resource Statements have provided justification for your Board's Exploration Programme and its faith in the Exploration Team. Your Board views this area together with adjacent areas all within trucking distance of the Whitewash/Gordons mineral province as a potential Mineral Development Licence ('MDL') area.

Your Board also views these milestones in the Company's progress to be of vital significance when the present financial crisis is abated.

Throughout 2008-2009 and notwithstanding the financial crisis, your Company has continued its exploration programme, managing the need for continuing work requirements to be fulfilled in an efficient and effective manner. Our exploration team have greatly advanced the knowledge base of your Company's tenements in a targeted and cost effective manner.

Our ongoing exploration plans were designed to continue to comply with our obligations of expenditure on all our mining tenements thus ensuring protection of our potential assets.

Recently your Board has announced that the drilling programme in areas at the 100% owned Kildare prospect has been completed and the results have been announced to the ASX.

Our technical team, in conjunction with our professional independent consultants, will now follow up on this very significant discovery. Aspects to this end will include:-

- Incorporate these results into the existing knowledge base of the whole immediate surrounds which would include its relationship with Whitewash together with Gordons.
- Develop strategies to enlarge the target area.
- Sort out such strategies keeping in mind the financial restraints of capital raising at the time.
- Implement such strategies where cost effectiveness warrants such action
- Develop strategies to ensure shareholder value.

Your Company has recently announced an ongoing work program for the December quarter with a minimum of two (2) diamond drill holes at Whitewash South, at least one deep (min. 300m) hole underneath Whitewash proper and continued field exploration on all EPMs using the Niton Portable XRF machine as well as collection of rock samples.

This quantum leap in our exploration results has been achieved in approximately two (2) years of the initial IPO and, as such, should give shareholders continuing support in their belief in their original investment.

However, it must be acknowledged that the share market has been “quite volatile” and has not overtly responded to your Company’s results to date. Nevertheless, overall sentiment is changing to a more positive attitude. It is considered that your Company’s progress to date and the results obtained, will result in a reassessment of our share price to properly reflect the value of the work to date.

Your Company is continuing to develop our resource knowledge base for ongoing potential drilling activity.

### Strategic Plan

During 2008-2009, your Company continued its Strategic Plan of opening up its other tenements for potential Farm In / Joint Venture operations with other entities from within Australia and more specifically with Asia groups, particularly targeting the P.R.C. and Hong Kong.

This policy was deliberately aimed at conserving our own funds for our primary targets and thereby seeking other interested entities to join with us in the accelerated exploration of our tenements to the benefit of all parties. Unfortunately, as a result of the economic climate over the past 18 months, your Company has been unsuccessful to date but continues to promote this strategy by way of continuing presentations and meetings with potential entities. You are advised that the initial ‘bunkering down’ of potential investors now has passed and your Company is again actively participating in ongoing discussions with

interested parties. One such party has advised that they intend to visit your Company in Australia and specifically visit the mine site in order to assess the project.

For our part, you can be assured that your Board will continue to progress all aspects of our Strategic Plan including an application to the relevant authorities for a Mineral Development Licence ('MDL') as soon as further drilling results are to hand and our independent consultants have assessed their significance.

One matter of importance for shareholders to consider is the Company's financial position.

You will note from the Financial Statements in the Annual Report the use and manner of use of our funds during this financial year. Once again you will note your Company has been frugal but effective in its use of funds.

Your Board has been and continues to be financially responsible particularly in these difficult times of capital raising.

As at 1 November 2009, our cash reserves amounted to approximately \$2.65M. It is clear that your Board with its Exploration and Administrative Team is husbanding the Company's resources in an efficient and effective manner. This method of operation will continue.

A handwritten signature in black ink, appearing to read 'F. Gardiner', written over a horizontal line.

Frank R. Gardiner  
LL.B, FAIM, FAICD  
**Chairman**

19 November 2009

*The information in this report that relates to exploration results and mineral resources is based on information compiled by John Leslie Goody, Executive Director of Exploration, Aussie Q Resources Limited and supervised by Dr. Richard Haren who is a Member of The Australasian Institute of Mining and Metallurgy and who has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken 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. Dr Richard Haren is a self employed consultant who works for AQR and has consented to the inclusion in this report of the matters based on his information in the form and context in which it appears.*