



REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2003

HIGHLIGHTS

Mt Windsor Joint Venture

- 31,807 tonnes of copper concentrate containing 27.04% copper and 0.8 g/t gold produced from the Reward Deeps project.
- The Company's second shipment (9,989 tonnes) of copper concentrate from the Reward Deeps project exported from Townsville on 17 September 2003.
- Proceeds of \$5.94 million received during the quarter from the sale of copper concentrates.
- Ore reserves of 799,000 tonnes @ 5.6% copper established at Reward Deeps and Conviction as at 30 June 2003.
- Mineral resources of 959,000 tonnes @ 5.6% copper established as at 30 June 2003.
- Comprehensive underground diamond drilling programme commenced designed to increase resource base and extend mine life.

Freshwater

- Mining undertaken from the Plutonic East underground mine and Piranha open pit during the quarter.
- Encouraging drill results (including 4.7m @ 36.31g/t Au, 11.6m @ 10.93g/t Au, 6.7m @ 11.17g/t Au and 4.3m @ 13.51g/t Au) recorded from the Plutonic East underground mine in the Freshwater leases.
- Encouraging drill results (including 6m @ 113.6g/t Au, 6m @ 18.3g/t Au 4m @ 29.2g/t Au, 9m @ 7.4g/t Au and 8m @ 6.2g/t Au) recorded from the Area 4 South and Salmon North gold prospects in the Freshwater leases.

Red Hill

- 245,452 tonnes of ore grading 1.44g/t gold mined from M27/57.
- 7,692 ounces of gold recovered from the processing of 174,785 tonnes of ore grading 1.43g/t.
- Ore reserves of 5.3 million tonnes @ 2.14 g/t gold containing 366,000 ounces gold established as at 30 June 2003 of which approximately 310,000 ounces are subject to royalty payments.
- Mineral resources of 12.5 million tonnes @ 1.53 g/t gold containing 618,000 ounces gold established as at 30 June 2003.
- Royalty payments due to commence by end of June 2004

MINING & EXPLORATION ACTIVITIES

MT WINDSOR JOINT VENTURE

Reward Deeps and Conviction Project (Grange Resources Limited (“Grange”) 30% Thalanga Copper Mines Pty Ltd (“TCM”) 70%)

During the September 2003 quarter 201,951 tonnes of ore grading 4.72% copper were processed through the Thalanga plant for the production of 31,807 tonnes of copper concentrate containing 27.04% copper and 0.8 g/t gold. Copper recovery and concentrate grade were slightly below budget for the quarter due to inconsistent mill head grade and downtime on the regrind mill.

Ore production for the quarter was 177,330 tonnes with ore being mined primarily from the Reward Deeps and Conviction ore bodies. Production stoping was completed from the Chimney and B Lens ore bodies during August 2003.

Mining operations were interrupted for approximately two weeks during August 2003 whilst a change in mining contractors took place. Mining recommenced during the last half of August and gradually increased to full production as the new contractor mobilised personnel and equipment to site. Full production was achieved during September 2003. Mill operations were not affected during the change in mining contractors, as sufficient stockpiles of ore were available to maintain feed to the Thalanga processing plant.

Development of access to the Lower Reward Deeps ore body commenced during September 2003 with an advance of 27 metres on the 1000mRL level.

A summary of the production statistics for the Reward Deeps project for the September 2003 quarter and project to 31 September 2003 is presented in Table 1.

TABLE 1 MT WINDSOR JOINT VENTURE REWARD DEEPS PROJECT – PRODUCTION STATISTICS					
	Dec 2002 Quarter	March 2003 Quarter	June 2003 Quarter	Sept 2003 Quarter	Project to 30 Sept 2003
Ore Mined (tonnes)	77,030	95,161	191,695	177,330	564,001
Ore Milled (tonnes)	96,269	97,469	142,470	201,951	538,159
Head grade – (Cu %)	5.58	3.92	3.81	4.72	4.49
Copper Recovery (%)	91.7	91.6	89.36	89.88	90.45
Concentrates Produced (t)	18,033	12,524	17,781	31,807	80,145
Concentrate Grade					
- Copper (%)	27.32	27.96	27.28	27.04	27.30
- Gold (g/t)	0.80	0.80	0.8	0.8	0.8
- Silver (g/t)	17	17	17	17	17

The Company's second shipment of concentrate (9,989 tonnes) from the Reward Deeps Project was exported from Townsville on 17 September 2003. Proceeds received during the quarter from the sale of copper concentrates amounted to \$5.94 million. The Company's third shipment of approximately 10,000 tonnes is scheduled for export from Townsville towards the end of November 2003. Based on the current ore reserves the project is scheduled to produce approximately 179,000 tonnes of concentrate (Grange share 53,600 tonnes) containing 27.5% copper by July 2004.

Ore reserves for the project as at 30 June 2003 were updated during the quarter and are summarised in Table 2. The reserves are based on mining the Reward Deeps ore body by sub-level caving and the Conviction ore body by uphole bench stoping with cemented rock fill.

TABLE 2				
MT WINDSOR JOINT VENTURE				
MINING RESERVE AS AT 30 JUNE 2003				
Reserve	Status	Tonnes	Grade Cu %	Contained Cu Tonnes
Reward Deeps	Proven	304,000	5.8	17,800
	Probable	194,000	5.2	10,000
	Other	37,000	4.8	1,7000
Total		535,000	5.5	29,600
Conviction	Proven	208,000	6.4	13,300
	Probable	46,000	3.2	1,500
	Other	10,000	1.4	100
Total		264,000	5.7	15,000
Total Proven		512,000	6.1	31,100
Total Probable		241,000	4.8	11,500
Total Other		46,000	4.1	1,900
Grand Total		799,000	5.6	44,500

Notes:

- Reserves rounded to nearest 1,000 tonnes.
- Copper Grades rounded to 1 decimal place.
- Contained copper rounded to nearest 100 tonnes.
- "Other" is mineralisation within the resource model that will be mined as part of the stoping blocks.

This reserve information has been compiled by Mr Neal Valk of Thalanga Copper Mines Pty Ltd who is a competent person as defined in Appendix 5A to the ASX Listing Rules. Thalanga Copper Mines Pty Ltd has consented in writing to the information being included in the form and context in which it appears.

Exploration (Grange 30%, TCM 70%)

Underground Diamond Drilling

During the quarter several drilling programmes were designed with the aim of increasing mine life by extending the known resource base. Diamond drilling commenced during mid October to investigate the following targets:

- The Hanging Wall lens located approximately 40m from Reward Deeps where previous drilling has intersected 10m @ 10.2% Cu in REW0937 and 7.8m @ 10.2% Cu in REW_825 at the 1050mRL level.
- Lower Reward Deeps at the 1000mRL level where a measured and indicated resource has been established and access for mining is currently being developed.
- Lower Reward Deeps to further evaluate the deposit down to the 900mRL level where drilling in the previous quarter intersected 15.7m @ 5.75% Cu in UGO3_91.
- Lower Reward Deeps to test the deposit at the 850mRL level.
- A high-grade gold/zinc zone located 20m from the Reward Deeps decline at 1090mRL where previous surface drilling has intersected 7m @ 24.99g/t Au, 0.7% Cu, 12.7% Pb, 21.95% Zn, 187g/t Ag from 245m and 6m @ 23.23g/t Au, 0.9% Cu, 9.1% Pb, 15.1% Zn, 170g/t Ag from 259m in PDR1000047.

Exploration EPM's 3380

Follow up drilling at the Truncheon prospect is being planned to investigate off hole conductors recorded during down hole EM surveys undertaken during the previous quarter.

Mineral Resources

Mineral resources for the Mt Windsor Joint Venture as at 30 June 2003 were updated during the quarter and are summarised in Table 3. It should be noted that the resources modified to produce the reserve figures for Reward Deeps and Conviction presented in Table 2 are **included** in the resource figures in Table 3.

TABLE 3
MT WINDSOR JOINT VENTURE
MINERAL RESOURCES AS AT 30 JUNE 2003

Resource	Status	Tonnes	Grade		Contained Cu (t)
			Cu%	Au g/t	
Reward Deeps	Measured	218,000	6.9	0.8	15,000
	Indicated	200,000	5.3	0.9	10,600
	Inferred	64,000	4.6	0.8	2,900
	Total	482,000	5.9	0.8	28,500
Conviction	Measured	207,000	6.7	0.8	13,900
	Indicated	46,000	3.4	0.8	1,500
	Inferred	10,000	1.4	0.6	100
	Total	263,000	5.9	0.8	15,500
Lower Reward Deeps	Measured	58,000	4.8	0.9	2,800
	Indicated	47,000	4.5	0.9	2,100
	Inferred	26,000	5.2	0.8	1,300
	Total	131,000	4.7	0.9	6,200
Highway South	Indicated	76,000	4.0	0.9	3,000
	Inferred	7,000	3.1	0.6	200
	Total	83,000	3.9	0.9	3,200
Total Measured		483,000	6.6	0.8	31,700
Total Indicated		369,000	4.7	0.7	17,300
Total Inferred		107,000	4.3	0.8	4,600
Grand Total		959,000	5.6	0.7	53,600

Notes:

- Estimation method: Block model, Ordinary Kriging.
- Resources rounded to nearest 1,000 tonnes.
- Copper Grades rounded to 1 decimal place.
- Contained copper rounded to nearest 100 tonnes.
- Cut off grade 3% Cu.

This resource information has been compiled by Mr Michael Everitt of Thalanga Copper Mines Pty Ltd who is a competent person as defined in Appendix 5A to the ASX Listing Rules. Thalanga Copper Mines Pty Ltd has consented in writing to the information being included in the form and context in which it appears.

FRESHWATER

**(Barrick Gold of Australia Limited (“Barrick”) 100%,
Grange - Production Royalty)**

Barrick has provided the following information on activities relating to the Freshwater project during the September 2003 quarter.

Operations

During the September 2003 quarter 745 metres of horizontal advance were achieved in the Plutonic East underground mine. Production during the quarter was lower than for the previous quarter with 6,057 tonnes of ore grading 4.01 g/t gold being mined.

Production details for the Plutonic East mine to the end of June 2003 are summarised in Table 4.

TABLE 4			
FRESHWATER PROJECT – PLUTONIC EAST MINE			
SUMMARY OF ORE PRODUCTION TO 30 JUNE 2003			
(Ore tonnes > 1.5g/t Au)			
Period	Tonnes	Grade (g/t Au)	Royalty (\$)
December 2001 to 30 June 2002	20,865	5.05	25,243
September 2002 Quarter	21,941	7.73	105,626
December 2002 Quarter	12,228	7.54	55,680
March 2003 Quarter	16,729	6.78	59,150
June 2003 Quarter	6,624	4.04	6,800
September 2003 Quarter	6,057	4.01	20,103
Grand Total	84,444	6.29	276,602

During the quarter mining was also undertaken at the Piranha Open Pit. Open pit production statistics are summarised in Table 5.

TABLE 5				
FRESHWATER PROJECT – OPEN PIT PRODUCTION				
OPERATING STATISTICS				
	Dec 2002 Quarter	March 2003 Quarter	June 2003 Quarter	Sept 2003 Quarter
MINING				
Ore Mined (bcm)	1,493	21,174	18,752	9,406
Total Material (bcm)	127,085	699,803	101,774	563,012
Ore mined (tonnes)	3,136	38,615	31,876	15,933
TREATMENT				
Ore milled (tonnes)	3,136	38,615	31,876	15,933
Head Grade (g/t)	1.97	2.51	2.48	2.24
Recovery (%)	89.6	92.5	91.0	92.6
Gold Produced (oz)	199	2,647	2,792	1,556
Royalty payable to Grange (\$)	1,064	27,172	38,580	7,966

Development Drilling

Underground diamond drilling was undertaken at Plutonic East during the quarter with 32 holes aggregating 976.5 metres being completed. Significant assays are summarised in Table 7.

TABLE 7 FRESHWATER LEASES - PLUTONIC EAST MINE SIGNIFICANT DRILL INTERSECTIONS (>5g.m/t)						
Hole ID	Northing	Easting	RL	Depth From	Intercept (m)	Assay g/t Au
UDE0226	10828.9	8174.9	1329.9	30.4	1.9	3.46
UDE0189	10617	8394.1	1373.0	20.4	1.0	2.65
				24.5	2.3	4.58
UDE0190	10623.8	8377	1373.2	6.1	1.0	9.28
				17.8	0.6	8.60
				19.7	1.1	2.60
				26.0	1.0	3.27
				29.0	1.0	2.08
UDE0195	10648.8	8419.4	1360.1	4.1	0.7	10.30
				10.5	0.5	7.06
				25.1	0.6	4.67
UDE0197	10676.7	8370.9	1357.5	13.9	0.3	17.90
				16.0	0.7	10.90
UDE0212	10799.7	8236.8	1344.0	2.6	4.7	36.31
				26.0	0.8	9.0
UDE0225	10813.3	8191.9	1326.5	12.1	1.1	13.92
UDE0226	10828.9	8174.9	1329.9	2.0	2.9	4.27
				20.2	6.7	11.17
UDE0227	10825.2	8169.2	1328.2	0.0	4.1	12.60
				7.35	3.8	10.99
UDE0228	10828.4	8165.9	1328.1	0.0	3.5	7.50
				4.9	0.8	8.66
				9.4	0.3	2.54
				10.4	1.4	5.83
UDE0229	10824.4	8162.1	1330.8	2.2	1.0	10.19
				22.7	0.6	11.40
				25.5	1.1	5.68
UDE0231	10804.6	8183.1	1329.0	2.6	11.6	10.93
				24.7	1.4	6.53
UDE0235	10767.9	8275.1	1318.7	0.7	4.3	13.51
				7.8	2.3	5.37
UDE0238	10691.7	8255.6	1314.5	1.0	6.3	3.39
				10.1	1.0	2.06
UDE0239	10693.9	8267.1	1315.0	0.0	1.0	2.84
				5.0	1.0	5.82
				7.2	0.8	7.07

During the September 2003 quarter 54 Reverse Circulation (RC) holes aggregating 4,666 metres were drilled at Salmon and Goldfish and 187 RAB holes were drilled to investigate the Salmon, Area 4 and Cod prospects.

Significant drill intersections (>5g.m/t) from the drilling programmes are summarised in Table 6.

TABLE 6
FRESHWATER LEASES
SIGNIFICANT DRILL INTERSECTIONS (>5g.m/t)

Prospect	Hole ID	Northing	Easting	RL	Depth From	Intercept (m)	Assay g/t Au
Cod	FRB5014	7196276	752466	588	45	7	3.4
	FRB5015	7196274	752493	588	14	3	2.4
Area 4 South	FRB5048	7196975	749604	592	65	6	113.6
	FRB5049	7196941	749601	592	0	2	5.5
	FRB5056	7196950	749676	593	42	2	4.4
Area 4	FRB5166	7196990	749700	500	48	4	2.1
Salmon North	FRC10002	13459	14479	501	75	4	9.6
	FRC10003	13459	14519	501	93	6	18.3
					130	2	3.8
	FRC9978	13420	14479	501	42	2	2.7
					46	8	6.2
					59	8	4.9
	FRC9987	13439	14479	501	71	2	19.3
	FRC9988	13439	14500	501	47	8	2.8
					62	3	5.8
					78	6	7.6
					90	6	6.1
	FRC9989	13400	14502	502	100	6	2.9
	FRC9992	13439	14520	501	135	2	5.9
	FRC9993	13439	14440	501	99	4	29.2
FRC9995	13519	14419	501	58	9	7.4	
FRC9997	13520	14380	500	39	2	15.8	
Goldfish	FRC10008	13539	14440	501	77	2	4.7
	FRC10016	2900	6480	508	49	2	2.0
	FRC10017	2900	6520	508	47	3	3.1
	FRC10019	2920	6460	508	48	6	3.5
	FRC10020	2940	6440	508	44	2	10.1
	FRC10021	2940	6480	508	55	3	3.7
	FRC10031	2920	6520	508	52	2	4.8
	FRC10033	2900	6498	508	46	2	4.5
	FRC10034	2880	6480	508	44	2	4.4

Exploration

No exploration activities were carried out within the Freshwater tenements during the September 2003 quarter.

**RED HILL (Mining Lease M27/57)
(Placer Dome Asia Pacific (“PDAP”) 100%, Grange 4% Gross Revenue Royalty)**

Grange holds a 4% gross revenue royalty on all production after the first 85,000 ounces of gold produced from the Red Hill mining lease M27/57, which is located approximately 4 km north east of the Kanowna Belle Gold Mine and is owned and operated by PDAP.

PDAP has advised that full-scale mining operations continued at Red Hill with the return, in early July, of the mining fleet from the Rubicon Pit. Mining is progressing steadily in the upper portions of the Red Hill pit. The size of the floor benches is increasing as the top of the hill is removed, increasing production efficiencies.

Total mined ore production from within M27/57 for the quarter was 245,452t @ 1.44 g/t. A total of 219,930t was hauled to the Paddington processing plant during the quarter.

A total of 174,785 tonnes at a grade of 1.43g/t was processed during the quarter, producing some 7,692 ounces of recovered gold.

Based on the current mining schedule it is estimated that royalty payments to Grange should commence at the end of the second quarter of 2004.

PDAP has advised that as at 30 June 2003, mineral resources within M27/57 amounted to 12.5 million tonnes grading 1.53 g/t gold containing 618,000 ounces of gold. Within these resources PDAP has estimated ore reserves of 5.3 million tonnes grading 2.14 g/t gold (366,000 contained ounces) at a cut off grade of 1.15 g/t gold and a gold price of A\$500/ounce.

Mineral resources and ore reserves within Mining Lease M27/57 are summarised in Tables 8 and 9 respectively. The Measured and Indicated Resources summarised in Table 8 are **inclusive** of those Mineral Resources modified to produce the Ore Reserves in Table 9.

TABLE 8 RED HILL PROJECT - MINING LEASE M27/57 MINERAL RESOURCES AS AT 30 JUNE 2003			
Resource Category	Tonnes	Grade g/t Au	Contained Ounces
Measured	1,754,000	1.71	96,400
Indicated	9,043,000	1.53	444,900
Inferred	1,729,000	1.38	76,700
Total	12,526,000	1.53	618,000

Notes:

- Estimation method: Block model, Multiple Indicator Kriging (MIK).
- Resources estimated to a depth of 170 metres.
- Resources rounded to nearest 1,000 tonnes.
- Cut off grade 0.6g/t Au.

This resource information has been compiled by Mr Haydn Hadlow of Placer Dome Asia Pacific, who is a competent person as defined in Appendix 5A to the ASX listing rules. Placer Dome has consented in writing to the information being included in the form and context in which it appears.

TABLE 9			
RED HILL PROJECT - MINING LEASE M27/57			
ORE RESERVES AS AT 30 JUNE 2003			
Category	Tonnes	Grade (g/t Au)	Contained Ozs
Proved	1,012,000	2.24	72,900
Probable	4,302,000	2.12	293,100
Total	5,314,000	2.14	366,000

Notes:

- Estimation method: Block model, Multiple Indicator Kriging (MIK).
- Reserves estimated to a depth of 145 metres.
- Reserves rounded to nearest 1,000 tonnes.
- Cut off grade 1.15g/t Au.

This reserve information has been compiled by Mr Andrew Law of Placer Dome Asia Pacific who is a competent person as defined in Appendix 5A to the ASX listing rules. Placer Dome has consented in writing to the information being included in the form and context in which it appears.

Unless otherwise stated, technical information in this report on mining activities is based on, and accurately reflects, information compiled by Mr Alex Nutter, a full time employee of Grange Resources Limited who is a member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists with more than 5 years experience in the field of activity in which he is reporting.

ALEX NUTTER
Technical Director

ON-MARKET SHARE BUY-BACK

On 26 June 2003 the Company announced its intention to implement an on-market share buy-back as part of an on-going capital management programme. Under the terms of the on-market share buy-back the maximum number of shares that were to be bought back over a six-month period was 6,675,522. As at 30 September 2003 the total shares bought back by the Company pursuant to the on-market share buy-back was 771,823 with the total consideration being \$229,977 (including transaction costs).

On 10 October 2003 the Company announced it had arranged a placement of a maximum of 4,285,715 fully paid ordinary shares at an issue price of \$0.35 each with a one for one free attaching unlisted option (exercisable at 50 cents each on or before 28 November 2006) to The Golden Arrow Fund II to raise up to \$1.50 million before expenses of the issue. The placement comprised of two tranches involving the issue of 1,428,572 fully paid ordinary shares and 1,428,572 options to raise \$0.50 million on or before 16 October 2003 to complete Tranche One and the issue of a maximum of 2,857,143 fully paid ordinary shares and 2,857,143 options to raise an additional \$1.0 million on or before 28 November 2003 to complete Tranche Two. The second tranche is subject to The Golden Arrow Fund II completing due diligence investigations to its satisfaction.

The placement to The Golden Arrow Fund II has further strengthened Grange's financial position and facilitates the formation of a strategic alliance with a cornerstone investor.

CASH POSITION

During the September quarter, the Company's second shipment of copper concentrate from the Reward Deeps project was exported from Townsville. Mining operations at the Reward Deeps and Conviction underground mines continued throughout the September quarter. As a consequence of these activities the Company recorded a positive cash flow of \$3.08 million from operating activities. A cash flow deficit of \$0.226 million from financing activities was largely attributable to the on-market buy-back of shares during the quarter. The resulting cash balance at 30 September 2003 was \$6.60 million.

The Company expects the third shipment of copper concentrate from the Reward Deeps Project to be exported from Townsville toward the end of November 2003.

ALEC PISMIRIS

Company Secretary

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

GRANGE RESOURCES LTD

ABN

80 009 132 405

Quarter ended ("current quarter")

30 SEPTEMBER 2003

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	5,971	5,971
1.2 Payments for		
(a) exploration and evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) administration	-	-
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	37	37
1.5 Interest and other costs of finance paid	(17)	(17)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
1.7(i) Payment to directors and employees	(232)	(232)
1.7(ii) Payment for all other working capital	(2,681)	(2,681)
Net Operating Cash Flows	3,078	3,078
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a)prospects	-	-
(b)equity investments	-	-
(c) other fixed assets	(1)	(1)
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)	-	-
1.12(i) Payment for security deposit	(19)	(19)
1.12(ii) Proceeds from release of security deposit	-	-
1.12(iii) Payment for exploration, development and production	(3)	(3)
Net investing cash flows	(23)	(23)
1.13 Total operating and investing cash flows (carried forward)	3,055	3,055

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	3,055	3,055
	Cash flows related to financing activities		
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)	-	-
1.19(i)	Payment for buy back of shares	(226)	(226)
	Net financing cash flows	(226)	(226)
	Net increase (decrease) in cash held	2,829	2,829
1.20	Cash at beginning of quarter/year to date	3,771	3,771
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	6,600	6,600

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	140
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Refer to attachment 1

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

Not Applicable

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	90
4.2 Development	-
Total	90

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	336	236
5.2 Deposits at call	6,019	3,293
5.3 Bank overdraft	-	-
5.4 Other (Cash held with Joint Ventures)	245	242
Total: cash at end of quarter (item 1.22)	6,600	3,771

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			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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>	-	-		
7.2 Changes during quarter				
(a) Increases through issues	-	-		
(b) Decreases through returns of capital, buy-backs, redemptions	-	-		
7.3 +Ordinary securities	65,983,398	65,983,398		
7.4 Changes during quarter				
(a) Increases through issues	-	-		
(b) Decreases through returns of capital, buy-backs	(771,823)	(771,823)		
7.5 +Convertible debt securities <i>(description)</i>	-	-		
7.6 Changes during quarter				
(a) Increases through issues	-	-		
(b) Decreases through securities matured, converted	-	-		
7.7 Options <i>(description and conversion factor)</i>	5,075,000		Exercise price 12 cents	Expiry date 30 June 2007
7.8 Issued during quarter	-			
7.9 Exercised during quarter	-			
7.10 Cancelled during quarter	-			
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <i>(totals only)</i>	-	-		

+ See chapter 19 for defined terms.

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: Alec Pismiris
 (Company secretary)

Date: 31 October 2003

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.

ATTACHMENT 1 TO APPENDIX 5B
PAYMENTS/LOANS TO DIRECTORS AND RELATED PARTIES AND ASSOCIATES
OF DIRECTORS AND RELATED PARTIES OF GRANGE RESOURCES
LIMITED

Payments and loans during the quarter to directors and related parties, and associates of directors and related parties, of Grange Resources Limited total \$140,033 and include:-

- Directors' fees (inclusive of superannuation) of \$18,250 paid to non-executive directors of the Consolidated Entity.
- Executive directors' salaries (inclusive of superannuation) of \$121,783