



QUARTERLY REPORT

FOR THE PERIOD ENDED 30 JUNE 2012

ASX CODE: BDI

ACTIVITY

- The Company has engaged consultants to conduct a discovery and review of potential projects in the African continent, including Zambia and the Congo.
- The Company continues to monitor the diamond sector and to assess opportunities for its diamond exploration assets.
- The Company remains vigilant of new opportunities whilst preserving its cash resources.

CASH AT END OF QUARTER

As at 30 June 2012, the cash on hand was \$585,000. Overall, the cash movement for the quarter was a net decrease of \$164,000. Cash outflows for the quarter totalled \$182,000. This mainly comprised of payments for tenements administration in Australia (annual rent and rates), costs of reviewing potential exploration projects and administration costs.

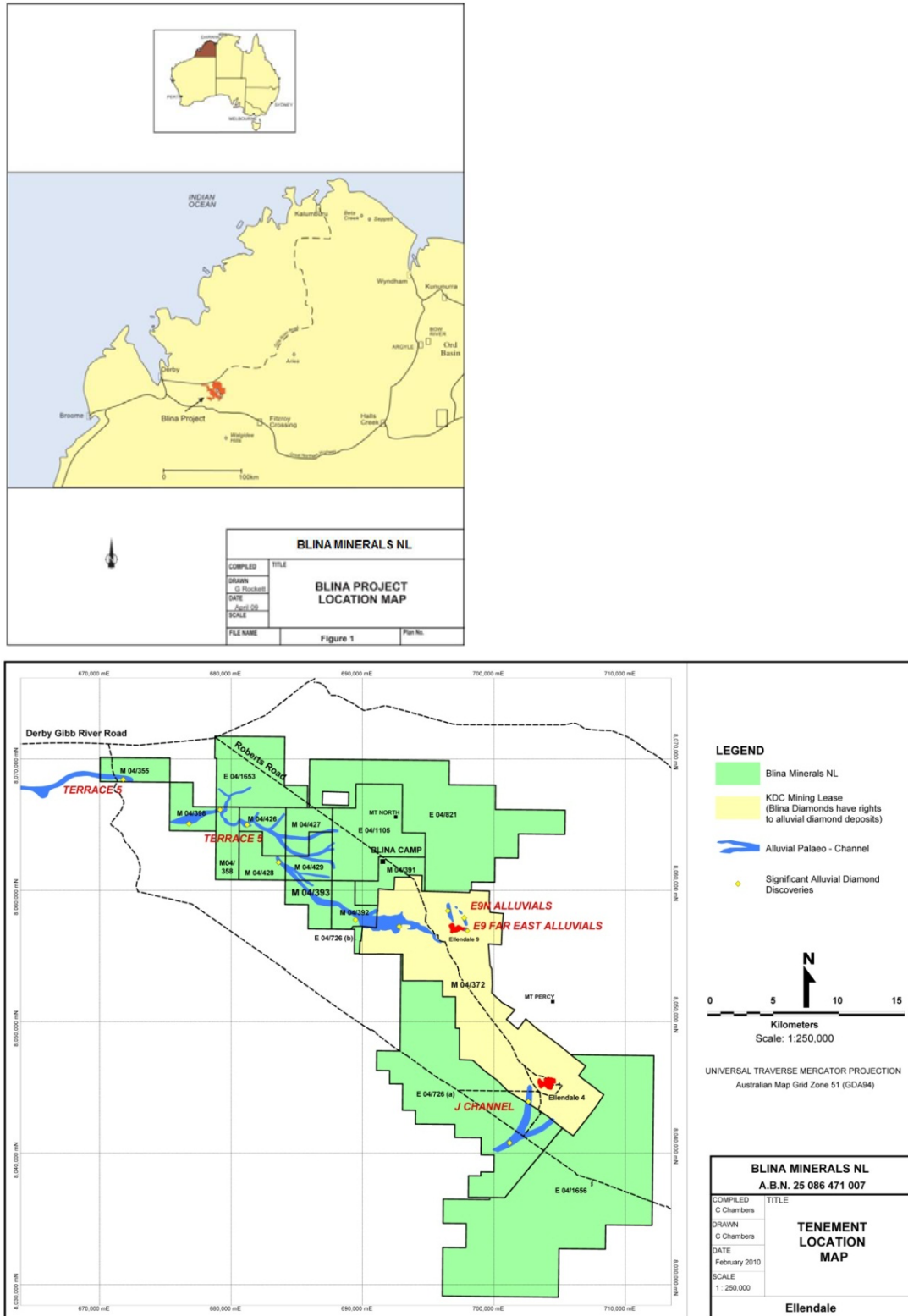
TECHNICAL OVERVIEW

Diamond tenements

Blina's current tenements are in good standing. Details of the tenements and their location are set out below:

Schedule of Mining Tenements – 30 June 2012			
Tenement	Notes	Area (km ²)	Date of Grant
E 04/0726	1	95	21/01/1993
E 04/0821	1	86	13/09/1993
E 04/1105	1	36	19/07/1999
E 04/1656	1	176	07/08/2008
M 04/358	1	10	11/01/2005
M 04/372	2	124	23/11/1999
M 04/391	1	10	10/06/2004
M 04/392	1	9	10/06/2004
M 04/393	1	10	10/06/2004
M 04/426	1	10	19/02/2007
M 04/427	1	10	19/02/2007
M 04/428	1	10	19/02/2007
M 04/429	1	10	19/02/2007
Notes:			
1. Blina registered tenement – 100% Blina			
2. KDC Registered Mining Lease			

Figure 4 – Tenement location



Brett Fraser
 Director
 31 July 2012