

SUMMARY

- **Genesis Minerals Limited (ASX code: GMD) successfully listed on the ASX on 2nd August 2007 raising \$3.0 million.**
- **Scamp Rock Exploration Licence granted during quarter. Field work commenced in September testing radiometric anomalies.**
- **Exploration commenced at the Trainor Project. Extensive soil sampling program testing high priority 10km long zone, anomalous in copper, nickel and zinc. Contains anomalous gossan untested by drilling.**
- **Project identification and evaluation is ongoing with a number of advanced projects identified and under consideration for acquisition**

About Genesis Minerals Limited

Genesis Minerals Limited successfully listed on the ASX on the 2nd August 2007 raising \$3.0 million.

Genesis Minerals Limited is an Australian-based mineral exploration company whose primary objective is to discover and/or acquire commercially significant mineral deposits that can be readily brought into production.

The Company is seeking to achieve its objective through:

- Exploration and evaluation of its three projects in Western Australia comprising the Trainor, Scamp Rock and Mundong Well Projects, and
- Identification and evaluation of new mineral projects and opportunities in Australia and Overseas suitable for acquisition and development by the Company.

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Registered Office
46 Ord St
West Perth WA 6005

Issued Capital
23.0 million shares
9.25 million options

ASX Code: GMD

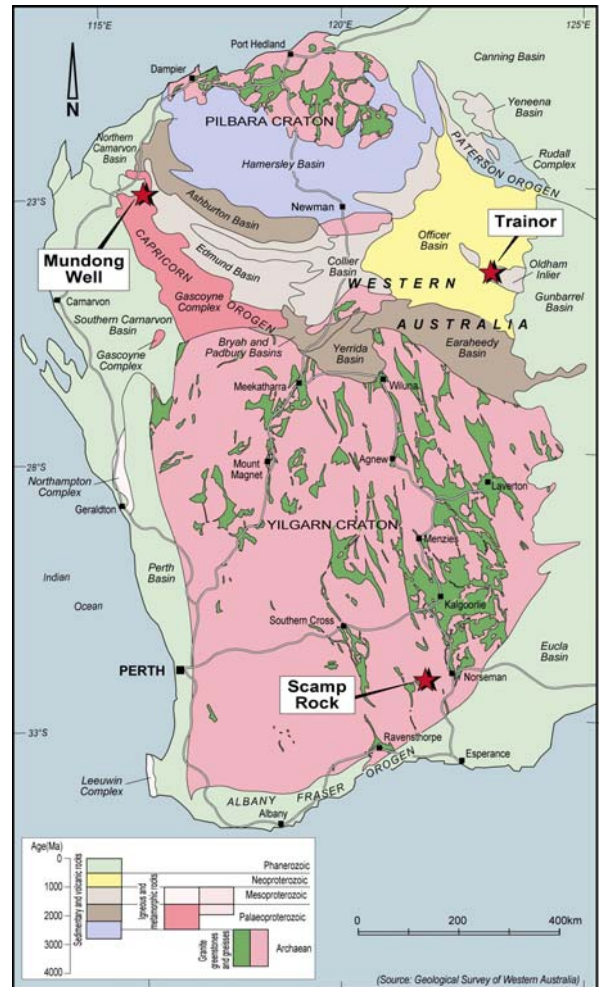
Board Members
Michael Haynes
Chairman
Michael Fowler
Managing Director/CEO
Graeme Smith
Non Executive Director
Company Secretary

EXPLORATION ACTIVITIES

SCAMP ROCK PROJECT (100%)

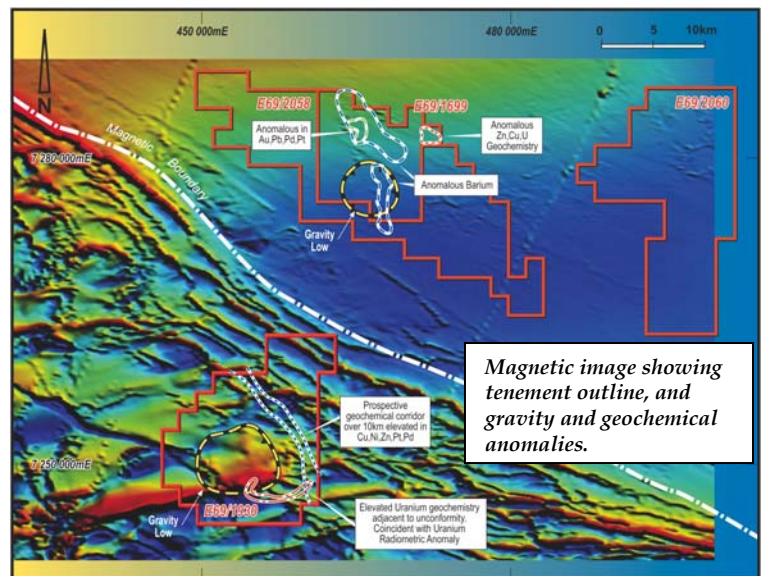
The 178km² Scamp Rock Exploration Licence was granted during the quarter. The project is located approximately 140km south of Kalgoorlie. It covers a number of airborne uranium channel radiometric anomalies which trend in a north south orientation coincident with the Lake Johnston drainage channel, over 10km of strike. The Scamp Rock Project is prospective for surficial uranium mineralisation and buried palaeochannel mineralisation. No previous uranium exploration has been completed on the tenement.

Wide spaced geochemical sampling was completed on regionally spaced lines between 2 and 5km apart with sampling completed along east west lines at 0.2km grid spacings. A total of 77 samples were collected as an initial first pass test of the radiometric anomalies. Sampling returned elevated uranium results of 20ppm U and 18ppmU. The results from the sampling program are currently being evaluated with a program of aircore drilling being proposed.



TRAINOR PROJECT (GMD FARM-IN)

The Trainor Joint Venture Project comprises four granted tenements covering 759km² and is located about 400km north east of Wiluna in the central part of Western Australia. The area has largely been bypassed by modern exploration. Genesis has the right to earn a 70% interest in the tenements through expenditure of \$2.5 million within 4 years of commencement of the farm-in agreement. The Project covers part of the under explored Proterozoic Oldham Inlier a basement high within the northwestern Officer Basin.



Magnetic image showing tenement outline, and gravity and geochemical anomalies.

Trainor provides the Company with the opportunity to make a major discovery in a prospective geological terrane whose prospectivity was only recently recognised.

The Project is prospective for zinc-lead-copper and sulphide nickel-copper deposits. In the southern half of the Project (E69/1930) a geochemical corridor, defined from widespaced

(2km line spacings) surface sampling, strikes north west and is elevated in copper, nickel and zinc. This anomalous geochemical corridor contains a gossan outcrop which has previously returned anomalous values in copper (899ppm) and nickel (947ppm). Genesis has recently completed an extensive soil sampling program over this area targeting the geochemical corridor.

A sampling program has also been completed in areas of geochemical anomalism in the northern tenements defined from previous exploration by Dominion Mining Limited.

A total of 1368 soil samples have been collected by Genesis at Trainor with results from this sampling expected to be reported by late November. An aboriginal heritage survey will be completed in the first half of November to allow access for proposed drilling.

MUNDONG WELL (100%)

The Mundong Well Project comprises two Exploration Licence applications (88km²) situated 200km southeast of Exmouth, in the Ashburton Region of Western Australia. The Project is located in the northern half of the Gascoyne Complex and is prospective for hydrothermal uranium mineralisation associated with a north west trending structural corridor and coincident uranium channel radiometric anomaly. The tenements cover approximately 8km of strike of the prospective zone. Potential also exists for structurally controlled lead- copper mineralisation.

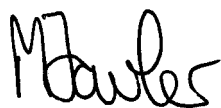
Native title negotiations were ongoing during the quarter.

CORPORATE

A number of advanced mineral projects for potential acquisition were identified and evaluated during the quarter both in Australia and Overseas. Genesis is continuing to advance discussions over projects that fit Genesis' corporate objective and are suitable for acquisition.

Exploration expenditure during the quarter of \$44,000.

As at the 30 September 2007, Genesis had A\$2.83 million on hand.



Michael Fowler
Managing Director

Further Information

Contact - Michael Fowler

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Information in this announcement was compiled by Michael Fowler, Genesis Minerals Limited Managing Director, who is a Member of The Australasian Institute of Mining and Metallurgy. Michael Fowler has sufficient experience that is relevant to the style of mineralisation 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 JORC Code. Michael Fowler consents to the inclusion in the announcement of the matters based on their information in the form and context in which it appears.

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

Genesis Minerals Limited

ACN

124 772 041

Quarter ended ("current quarter")

30 September 2007

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (3 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation (b) development (c) production (d) administration	(76) - - (72)	(76) - - (72)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	18	18
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	(130)	(130)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - (2)	- - (2)
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)	-	-
Net investing cash flows	(2)	(2)
1.13 Total operating and investing cash flows (carried forward)	(132)	(132)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(132)	(132)
Cash flows related to financing activities			
1.14	Proceeds/(over subscription) from issues of shares, options, etc.	3,000	3,000
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 transaction costs	(259)	(259)
	Net financing cash flows	2,741	2,741
	Net increase (decrease) in cash held	2,609	2,609
1.20	Cash at beginning of quarter/year to date	221	221
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	2,830	2,830

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	31
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Item 1.23 includes aggregate amounts paid to directors including salary, directors' fees, consulting fees and superannuation.

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.

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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.

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+ 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	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	2,830	221
5.2 Deposits at call		
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	2,830	221

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	E63/1074 E08/1690 E08/1787	Sale & purchase agreement Sale & purchase agreement Sale & purchase agreement	- - -	100% 100% 100%

+ 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	23,000,010	23,000,010		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	15,000,000	15,000,000	20 cents	20 cents
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>	9,250,000	-	Exercise price 20 cents	Expiry date 15 May 2012
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired 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 ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: 
(Company secretary)

Date: 31 October 2007

Print name: Graeme Smith

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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