



31 January 2008

The Announcements Office
Australian Stock Exchange Limited
Level 3, 20 Bridge Street
SYDNEY NSW 2000

By Electronic Transmission

Dear Sir

Quarterly Activities & Cashflow Report

Please find attached our quarterly activities and cashflow report for the quarter ended 31 December 2007.

Yours faithfully

A handwritten signature in blue ink, appearing to read "Ranko Matic", with a stylized, flowing script.

Ranko Matic
Non-Executive Director
Company Secretary

Quarterly Activities Report for period Ending 31st December 2007

Highlights

- Listing on the Australian Securities Exchange
- 90 Million Tonne Thermal Coal Mineralisation

IPO/ASX Listing

The quarter ended 31 December 2007 was one of significant achievement for East Energy Resources Limited.

During the quarter, the company completed an initial public offering and listed on the Australian Securities Exchange on the 19th December 2007 following strong demand from retail and institutional investors as Terry Byrt Chairs his second IPO East Energy Resources Ltd.

90 Million Tonne Thermal Coal Mineralization at Blackall EPC 1149

The Blackall Project within the Adavale Basin is secured by 300 sub blocks covering approximately 900 square kilometres. The company will undertake an initial scoping study based on the historical estimates prepared and submitted by Thiess Bros Pty Ltd /Brigalow Mines to the Department of Mines in 1974. The report relates to abundant coal mineralisation within a defined area of Blackall that is potentially economic for development, based on historical drill targets aimed at validating the target mineralisation. On the recommendations of the proposed scoping study, the company will immediately follow-up its findings to bring its Blackall project to a resource estimate in accordance with the JORC code followed by a definitive feasibility study leading to a mineable project of sufficient quantity and quality to allow off take agreements to be negotiated.

The company has been informed that the grant of EPC 1149 is imminent, planned exploration and drilling will commence upon receiving the granting of EPC 1149 from the regulatory authorities. The tenement is currently at application stage and desktop data collection and review is continuing.

NORWICH PARK EPC 1066

Granted tenement Norwich Park is located west of the Bowen Basin, consisting of 266 sub- blocks with a total land area of 803 sq kilometres and is adjacent to the Norwich Park operating mines of BHP Billiton-Mitsubishi Alliance.

The company's focus over the next quarter is to undertake independent data review and field exploration of the area, to identify coal measures and targets of Bowen Basin measures similar to that of the Rugby Coal Measures elsewhere in the Bowen Basin.

The company has secured exclusive uninterrupted use of drill rigs and technical staff through an agreement with Queensland based Ansett Resources and Industries.

CORPORATE INFORMATION

Directors

Terry Byrt	-	Chairman
Mark Basso	-	Managing Director
Clive Triplett	-	Executive Director
Malcolm Castle	-	Non Executive Director
Ranko Matic	-	Non Executive Director

Company Secretary

Ranko Matic

Registered Office

Level 7
16 St Georges Terrace
Perth Western Australia 6000

Telephone (08) 9225 5833
Facsimile (08) 6218 0222

Website www.eastenergy.com.au

Shares on Issue

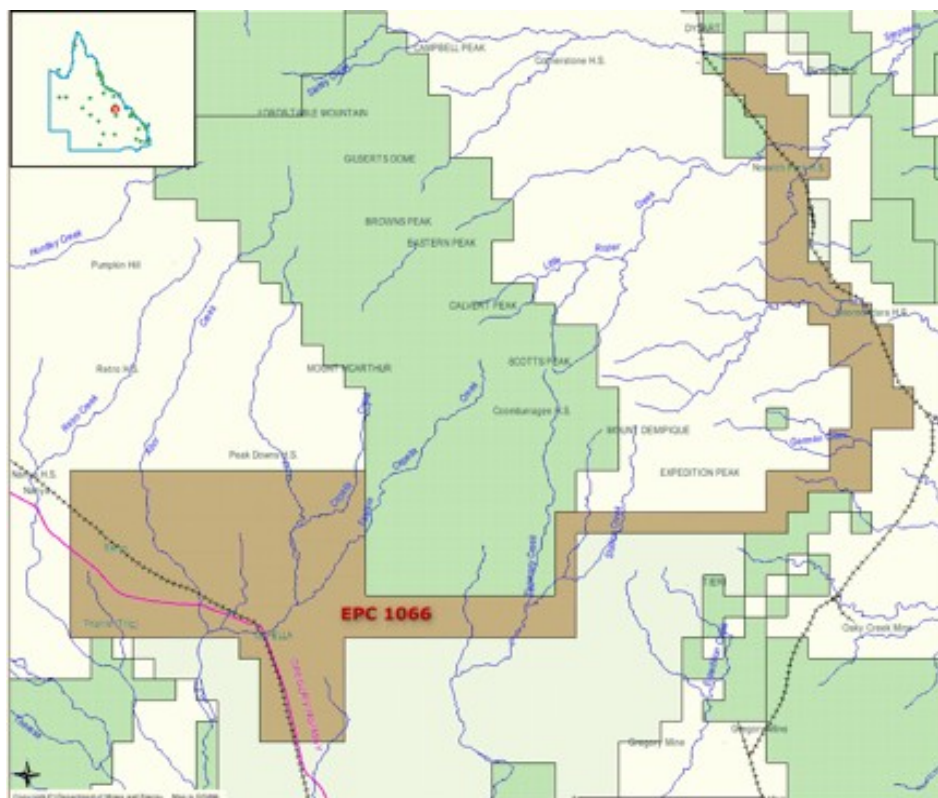
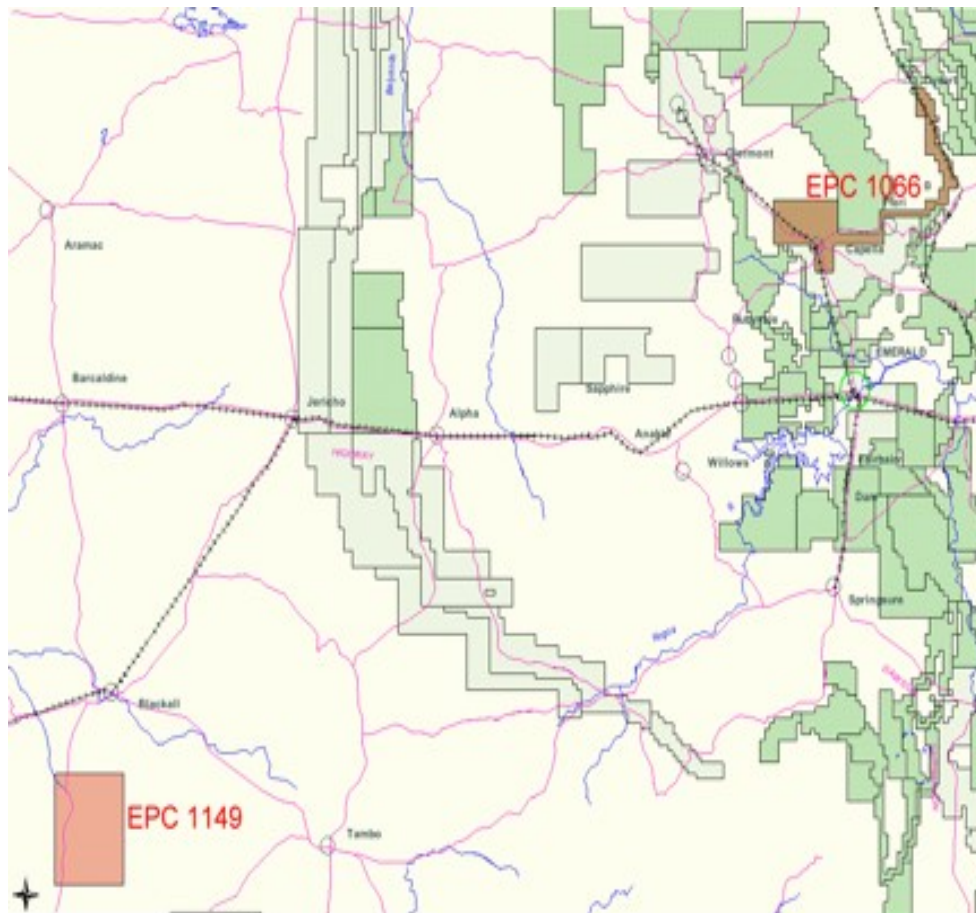
At 31st December 2007 there were 90,500,002 ordinary shares on issue

Substantial Shareholders

Majicyl Pty Ltd 34.83%
Byrt Holdings Pty Ltd 32.80%

Reporting calendar

14th March Half Yearly Reports
30th April –Next Quarterly Report



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

East Energy Resources Limited

ABN

66 126 371 828

Quarter ended ("current quarter")

31 December 2007

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (.6... months) \$A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration and evaluation	(13)	(13)
	(b) development		
	(c) production		
	(d) administration	(219)	(223)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	25	25
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	(207)	(211)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a)prospects		
	(b)equity investments		
	(c) other fixed assets	(38)	(42)
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	Acquisition of Mining Tenements		
	Net investing cash flows	(38)	(42)
1.13	Total operating and investing cash flows (carried forward)	(245)	(253)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(245)	(253)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	5,052	5,052
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	(18)	
1.18	Dividends paid		
1.19	Costs associated with issue of Shares	(399)	(409)
	Net financing cash flows	4,635	4,643
	Net increase (decrease) in cash held	4,390	4,390
1.20	Cash at beginning of quarter/year to date		
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	4,390	4,390

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	159
1.24	Aggregate amount of loans to the parties included in item 1.10	
1.25	Explanation necessary for an understanding of the transactions	
	Directors Fees	159

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

60,000,000 fully paid ordinary shares were issues to acquire the tenements (outlined in section 6.2) pursuant to the Tenement Sale Agreement.

- 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

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	

3.2 Credit standby arrangements		
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Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	150
4.2 Development	
Total	

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	4,390	0
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	4,390	0

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	EPC 1066		Nil	100%
	EPC (A) 1149		Nil	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>	Nil			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	90,500,002			
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	(a) (i) 60,000,000 (ii) 5,500,000 (iii) 5,000,000 (iv) 18,000,000		(i) deemed issue price 10 cents (ii) 10 cents per share (iii) .001 cents per share (iv) 25 cents per share	
7.5	+Convertible debt securities <i>(description)</i>	Nil			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options <i>(description and conversion factor)</i>	1,100,000 Unlisted Options	-	Exercise price- 30 cents	Expiry date – 31 August 2010
7.8	Issued during quarter	-			
7.9	Exercised during quarter	-			
7.10	Expired during quarter	-			
7.11	Debentures <i>(totals only)</i>	Nil			
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:  Date: 31 January 2008
(Director/Company secretary)

Print name: Ranko Matic

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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