



Level 24, Royal Exchange Building
56 Pitt Street
SYDNEY NSW 2000 AUSTRALIA
GPO Box 4876
SYDNEY NSW 2001 AUSTRALIA
TELEPHONE 61 2 9375 0138
FACSIMILE 61 2 9247 2520
EMAIL admin@qmcl.com.au

15 December 2009
The Manager
Company Announcements Office, ASX Ltd
4th Floor, 20 Bridge St
Sydney, NSW 2000

Flamingo returns 11m grading 4.88% Cu and 1.93g/t Au from 25m depth in the first drillhole

- **Other exciting results of 3m @ 6.81% Cu and 0.73g/t Au in hole FL09RC04**
- **QMC is awaiting further RC drill result from a further 14 holes**
- **Previous drillholes by MIM and now by QMC are passing through several parallel mineralised structures**
- **43 drillholes now drilled on the Flamingo Mining Leases by MIM and QMC**
- **Geological modelling has identified exciting new targets**
- **Near-term possibility to deliver copper oxides to QMC's 100%-owned copper processing plant at Mt. Norma for early cash flow**
- **Work is on-going to test an exposed strike of 450m long and 50m wide, as well as the Company's second Mining Lease of 700m length and 50m wide**

Reverse circulation drilling at the Company’s 100%-owned Flamingo Copper/Gold Project has encountered significant copper mineralisation. This drilling was designed to follow up previous successful drilling completed by MIM in 1994 when significant intersections of high grade copper were intersected.

Recent geological modelling of the resource suggests that a stacked set of mineralised structures exists which dip gently to the east (approx. -30 degrees). The stacked nature of the lodes provides ample targets and encouragement for QMC to continue drilling. It is expected that up to 10,000m of drilling will be carried out at Flamingo over the next 6 months to fulfil the Company’s ambition of obtaining a JORC-compliant resource with potential for trucking to a centralised processing plant.

HoleID	East GDA94	North GDA94	RL_m	Azi_Mag	Dip	EOH
FL08RC01	420575	7814830	155	270	-60	120.00
FL08RC02	420641	7814814	160	270	-60	100.00
FL08RC03	420639	7814754	160	270	-60	100.00
FL08RC04	420665	7814691	160	250	-60	180.00
FL08RC05	420520	7814776	160	090	-60	120.00
FL08RC06	420552	7814853	160	270	-60	60.00
FL08RC07	420561	7814908	160	270	-60	120.00
FL08RC08	420301	7814660	160	230	-60	100.00
FL08RC09	420380	7814829	160	270	-60	280.00
FL08RC010	420324	7814730	160	230	-60	100.00
FL08RC011	420632	7814923	160	270	-60	280.00
FL08RC012	420718	7814814	160	270	-60	304.00
FL09RC013	420440	7814950	150	205	-60	268.00
FL09RC014	420491	7814645	150	035	-60	274.00
FL09RC015	419695	7815160	155	045	-60	274.00
FL09RC016	419509	7815217	160	270	-60	200.00
FL09RC017	419325	7815148	150	035	-60	298.00
FL09RC018	419031	7815124	155	040	-60	250.00

Table 1: Drilling statistics for RC drilling at Flamingo during 2009



Photograph 1: RC drilling at Flamingo during early November 2009

For personal use only

The best drilling results obtained from this initial round of drilling are detailed below in Table 2. These results follow excellent assays achieved by MIM in its drilling when 10m @ 8.02% Cu and 1.15g/t Au was intersected in hole number DY002R between 26m and 36m. In the same hole, a further 12m @ 1.06% Cu between 48m and 60m was intersected while excellent results were also achieved in hole DY015R when **4m grading 15.50% Cu and 2.0g/t Au** was intersected between 70m and 74m downhole.

Hole ID	From (m)	To (m)	Interval (m)	Cu (%)	Au (g/t)
FL09RC01	25.00	36.00	11.00	4.88	1.93
Incl.	27.00	32.00	5.00	9.40	4.00
FL09RC04	39.00	40.00	1.00	1.05	0.18
	72.00	75.00	3.00	6.81	0.73
FL09RC06	15.00	16.00	1.00	2.12	3.89
	19.00	21.00	2.00	0.88	0.24
	50.00	51.00	1.00	0.64	0.32
FL09RC07	40.00	42.00	2.00	0.63	0.24
	76.00	78.00	2.00	0.30	0.40

Table 2: Best drilling results for RC drilling at Flamingo during November 2009

Gold was previously considered to be present only as a credit however it is becoming apparent that gold contributes a very important and significant component to this mineralisation.

The results returned from QMC's recent drilling complement and support the grade and mineralisation style identified by MIM in previous drilling and confirms high grade copper and gold close to surface.

Previous MIM drilling intersected high grade copper and gold up to 168m below surface, in hole DY022R between 150m-168m, intersected 18m @ an average grade of 1.26%Cu and 0.34Au(g/t). using a cut of 0.5%Cu. Intervals of higher grade Cu were in countered 4m @ 3.4% Cu and 0.65Au(g/t) and further 4m@1.6%Cu with 0.72Au(g/t) within this zone.

QMC is awaiting results from some of its deeper holes and from visual examination of the RC chips, the Company expects mineralisation to continue well beneath this depth and has identified copper mineralisation in its deepest hole (Hole FL09RC012 - 304m deep) at a depth of 279m below surface, this has the potential to extend the mineralisation a further 110m – 147m below previous levels.

The management of QMC sees a near-term development possibility to deliver copper oxides to its 100%-owned copper processing plant at Mt. Norma and the near-surface sulphides to other copper concentrating plants within trucking distance.

