Rule 5.3

Appendix 5B
Mining exploration entity quarterly report

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Name of entity

GENERAL MINING CORPORATION LIMITED

ABN	Quarter ended ("current quarter")
95 125 721 075	31 December 2010

Consolidated statement of cash flows				Current Quarter $A'000	Year to date (6 Months) $A'000
	Cash flows related to operating activities				
1.1	Receipts from product sales and related debtors				
1.2	Payments for	(a)	exploration and evaluation	(250)	(802)
		(b)	development	-	-
		(c)	production	-	-
		(d)	administration	(61)	(177)
1.3	Dividends received			-	-
1.4	Interest and other items of a similar nature received			80	86
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			(231)	(893)
	Cash flows related to investing activities				
1.8	Payment for purchases of	(a)	prospects	-	-
		(b)	equity investments	-	-
		(c)	other fixed assets	(1)	(34)
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			(1)	(34)
1.13	Total operating and investing cash flows (carried forward)			(232)	(927)

1.13	Total operating and investing cash flows (brought forward)	(232)	(927)
	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)	-	-
	Net Financing Cash Flows	-	-
	Net increase (decrease) in cash held	(232)	(927)
1.20	Cash at beginning of quarter/year to date	2,970	3,684
1.21	Exchange rate adjustments to Item 1.20	(20)	(39)
1.22	**Cash at end of quarter**	2,718	2,718

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	97
1.24	Aggregate amount of loans to the parties included in item 1.10	-

Explanation necessary for an understanding of the transactions

	$'000
Payments of directors fees, salaries and superannuation	90
Payments to businesses associated with directors for:	
Legal fees	7
Exploration consultancy fees	-

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

N/A

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

N/A

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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	-	-

Estimated cash outlays for next quarter

		$A'000
4.1	Exploration and evaluation	250
4.2	Development	-
4.3	Production	-
4.4	Administration	180
	TOTAL	430

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the statement of cash flows) to the related items in the accounts is follows.		Current Quarter $A'000	Previous Quarter $A'000
5.1	Cash on hand and at bank	22	30
5.2	Deposits at call	196	480
5.3	Bank overdraft		-
5.4	Other – term deposits with less than 12 months to maturity	2,500	2,460
	Total: cash at end of quarter (item1.22)	2,718	2,970

Changes in interests in mining tenements – see tenement schedule

		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				

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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	**Preferences securities** *(description)*				
7.2	Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3	**Ordinary securities** *Fully paid*	56,087,394	40,955,000		
7.4	Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks	-	-		
7.5	**Convertible debt securities** *(description)*				
7.6	Changes during quarter (a) increases through issues (b) decreases through securities matured, converted				
7.7	**Options** *(description and conversion factor)*			*Exercise price*	*Expiry date*
	Unlisted options	4,000,000	-	20c	30/09/2012
		2,000,000	-	20c	28/02/2013
		550,000	-	20c	26/06/2013
		100,000	-	20c	31/08/2014
		2,250,000	-	20c	11/03/2011
		2,500,000	-	20c	14/12/2012
		550,000	-	20c	21/12/2014
7.8	Issued during quarter *Unlisted options*	-	-		
7.9	Exercised during quarter				
7.10	Expired during quarter	2,950,000	-	20c	20/12/2010

7.11	**Debentures** *(totals only)*		
7.12	**Unsecured notes** *(totals only)*		

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 5).

2 This statement does/~~does not~~* *(delete one)* give a true and fair view of the matters disclosed.

Sign here: *[signed]* ..... Date: 27/01/2011.....
(~~Director~~/Company Secretary)

Print name: Karen Brown .....

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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address the topic, the Australian standard on that topic (if any) must be complied with.

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TENEMENT SCHEDULE AS AT 27 January 2011

Tenement reference		GMM interest (%)	Comments
AUSTRALIA			
Shoemaker			
	E 69/1869	50%	]
	E 69/1870	50%	] May earn up to 80%
	E 69/1871	50%	]
	E(A) 69/2763	100%	
	E(A) 69/2792	100%	
	E(A) 69/2793	100%	
Eyre			
	E 69/2369	100%	
	E 69/2616	100%	
	E 69/2649	100%	
	E 69/2650	100%	
Veevers			
	E(A) 80/3986	100%	
Black Hill			
	E 80/3663	100%	
MONGOLIA			
Uvs Nuur Basin			
	13848X	100%	
	13849X	100%	
	14215X	100%	
	14404X	100%	
	15015X	100%	
Khangai Fault			
	13846X	100%	
	13847X	100%	
	14598X	100%	
	14314X	100%	
	14593X	100%	

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