

Maximus Resources Ltd ABN 74 111 977

SUMMARY

QUEENSLAND GOLD

SELLHEIM PROJECT

- ▶ Continued initial production phase. Plant upgrade completed and production has commenced at a designed throughput of 25–30 bank cubic metres per hour. Plant recovery of 76 ounces at an average grade of 0.35 gm/lcm, in line with forecast for start up. Additional modifications have been approved to improve throughput.

SOUTH AUSTRALIAN GOLD

ADELAIDE HILLS GOLD PROJECT

- ▶ Site works at Deloraine have been completed in preparation for drilling. A drilling contractor has been selected and is currently mobilising to site. Drilling is expected to commence late July – early August. Drilling will occur first at Deloraine and then move to the Eureka prospect.

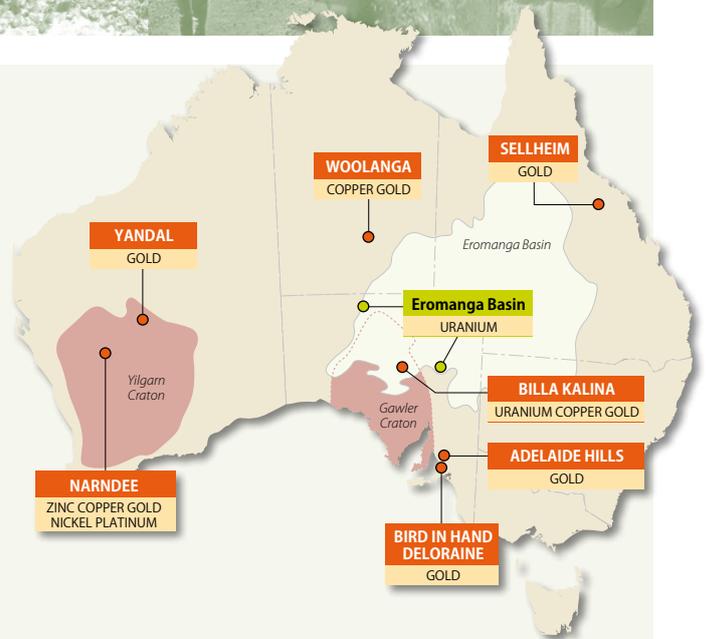


Figure 1 Location of Maximus Projects.

DEVELOPMENT and EXPLORATION ACTIVITIES

QUEENSLAND

SELLHEIM GOLD PROJECT

Maximus 100%

The Sellheim Gold Project covers some 75 square kilometres of tenements in a known alluvial–hardrock gold province on the northern portion of the highly prospective Drummond Basin in north Queensland (Figures 1 and 2).

Following Board approval to commence trial production, final modifications were completed on the existing test plant to bring it to production capability. During the June quarter, 6,839 lcm (loose cubic metres) were treated for the recovery of 76.8 ounces gold doré. This equates to a recovered grade of 0.35 gm/lcm which is in line with forecast. Gold fineness is generally high, at around 92%. Selected nuggets have been held aside for possible direct sale.

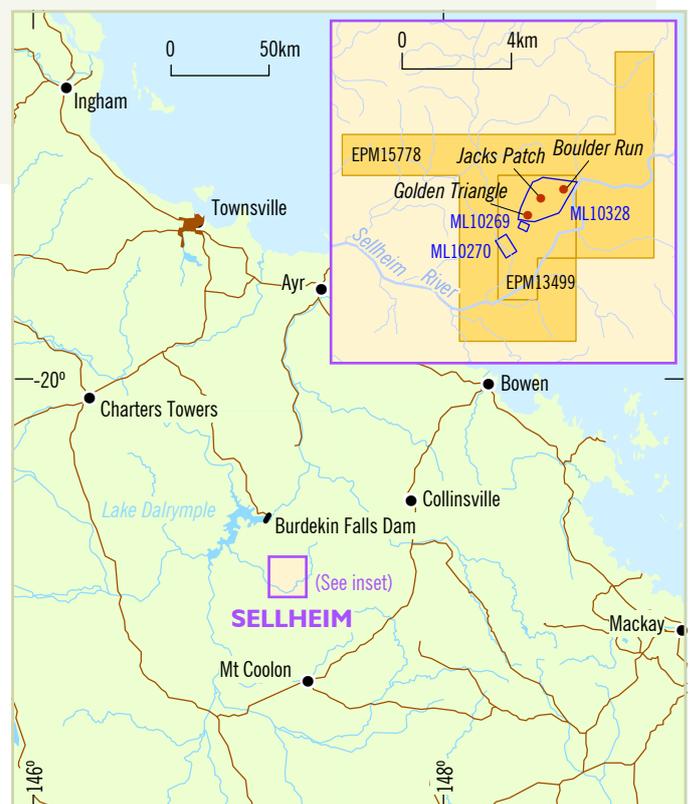


Figure 2 Location of Sellheim Project showing tenement holdings and estimated resources.

During the quarter production was sourced from each of the three resource areas, namely Jacks Patch, Boulder Run and Golden Triangle (Figure 3), to gain experience of the performance of each of the resource wash material through the modified trommel plant. Plant operation has been reviewed to identify areas to improve throughput. Opportunities have been identified and modifications planned. This should lead to fewer stoppages due to wash material hold-up.

We will operate the plant in its current configuration to gain confidence in our resource estimates and operational performance prior to moving to construct the main plant of 40–50 bcm per hour throughput. The interim stage is expected to take approximately four months.

As previously advised, the mining plan has been developed for an annual production of approximately 2,200 ounces gold from around 120,000 bcm treated alluvial wash.



Typical profile of Golden Triangle wash.



Trench excavation at Boulder Run showing uneven floor and cobbles in wash which are typical.



Oversize discharge conveyor.

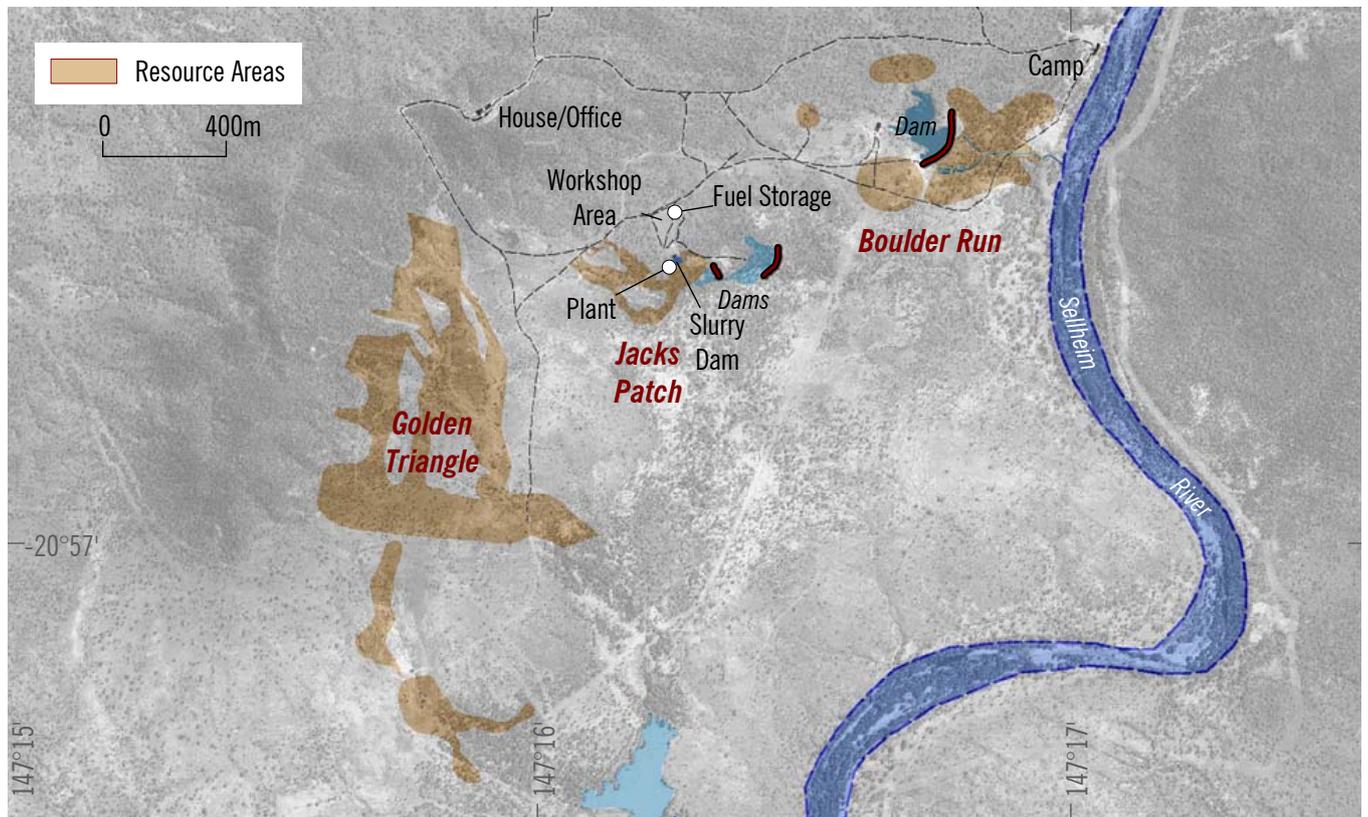


Figure 3 Sellheim Project resource areas.



Screening Golden Triangle oversize prior to trucking to trommel plant.



Feeding trommel with Golden Triangle wash.

Maximus anticipates the commercial operation at Sellheim will generate a significant cash flow for the company in excess of \$1 million annually. This cash flow will help underpin corporate cash requirements for further exploration.

SOUTH AUSTRALIA ADELAIDE HILLS PROJECT

100% Maximus

The Adelaide Hills project, located immediately east and north of Adelaide, comprises some 3,500 square kilometres of contiguous exploration licences and applications covering numerous gold and base metal occurrences (Figures 1 and 4) and also includes the Company's wholly owned high grade gold resource at the Bird in Hand deposit.

As recently advised, Maximus has secured a drilling contractor to undertake the first of its 2010 drilling program at the Company's wholly owned Deloraine and Eureka gold prospects. All regulatory requirements have been completed and drilling is expected to commence at Deloraine around the end July – early August.

Deloraine

The Deloraine prospect has an Exploration Target* of 800,000 to 1,100,000 tonnes at grades of 15 to 20 g/t Au. Between 1909 and 1941, the Deloraine and Deloraine Queen Mines produced 30,500 ounces of gold from 48,700 tonnes at a grade of approximately 20 g/t Au. The proposed 2010 Maximus drilling program for Deloraine will focus initially on drilling beneath the historic mine workings to confirm continuity of the reef system. This approach is similar to that employed to significantly expand resources at our Bird in Hand gold deposit, directly south of Deloraine.

* See page 4 for definition of Exploration Target.

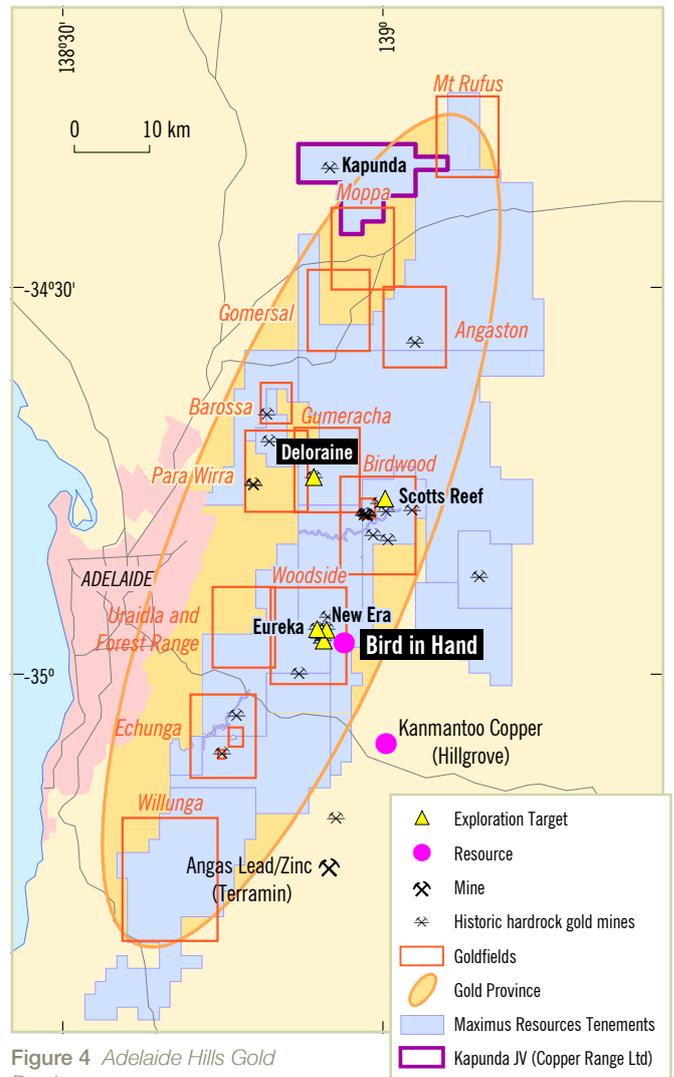


Figure 4 Adelaide Hills Gold Province.

Eureka

The Eureka prospect, located less than two kilometres from our Bird in Hand deposit, has an Exploration Target* of 160,000 to 240,000 tonnes at grades of 10 to 15 g/t Au. Production records for the Eureka mine are incomplete. However, PIRSA records indicate that most mining activity occurred before 1887. During 1894, the mine was re-opened and approximately 500 tonnes were mined at a recovered grade of 18.8 g/t Au.

Resource potential

The intent of the two 2010 drilling programs is to identify additional resource potential to supplement the previously reported high grade resource of 237,000 ounces at 12.3 g/t Au (ASX release on 8 August 2008) at the Company's Bird in Hand deposit at Woodside.

It is anticipated the initial drill programs at both Deloraine and Eureka will be completed within eight (8) weeks from commencement with results to follow around four to eight weeks later.

KAPUNDA JOINT VENTURE

Maximus diluting to 25% subject to Kapunda JV Agreement

The Kapunda Joint Venture covers the NW portion of the Adelaide Hills Gold Province and the historic copper mining area of Kapunda (Figure 4). Joint Venture manager, Copper Range Limited (CRJ), has advised that no activities were undertaken during the Quarter.

BILLA KALINA PROJECT

Maximus diluting to 50% subject to Billa Kalina JV Agreement

The Billa Kalina project area comprises five exploration licences located 70 km northwest of the Olympic Dam copper-uranium-gold (IOCGU) mine and 45 km east of the Prominent Hill copper-gold deposit (Figure 1).

The area of interest lies approximately 12.5 km south of the 30 degree south latitude and therefore falls within the recently defined Restricted Zone of the larger Woomera Prohibited Area. Under newly formulated guidelines the Joint Venture operator, ERO Mining, has submitted a request to undertake a small gravity survey to confirm, and better define, the anomaly and if justified to complete a single drillhole to evaluate the target for IOCGU mineralisation. The Company is awaiting a response from the Defence Department on the joint venture's application.

EROMANGA SEDIMENTARY URANIUM PROJECT

Maximus diluting to 30% subject to Eromanga JV Agreement

The Eromanga joint venture project areas, comprising the Abminga and Marree projects, are situated along the margins of the Eromanga Basin in South Australia and Northern Territory (Figure 1).

Abminga and Marree Projects

The joint venture operator, ERO Mining, reported no significant ground based exploration activities were undertaken at the Abminga and Marree Projects during the quarter.

WESTERN AUSTRALIA NARDEE PROJECT

Maximus 90% to 100%

The project area is located in the Mt Magnet region of Western Australia and comprises a comprehensive package of tenements covering a total area of approximately 2,649 square kilometres over the mineral rich Narndee and Windimurra layered mafic complexes (Figures 1 and 5).

Work continued to design detailed ground EM surveys to follow up selected anomalies identified from the extensive airborne EM survey. The ground surveys are expected to be completed during Q3 2010 and should provide drill-ready targets. Initial work will concentrate on VMS targets with the eastern felsic volcanic units and nickel-PGM targets within the Milgoos ultramafic belt in the south west. Following an extensive review, the Company has effected an extensive tenement reduction.

YANDAL

90% Maximus

The Yandal project area comprises two tenement packages situated near Wiluna and located within the highly prospective Yandal Greenstone Belt (Figure 1).

No formal developments were undertaken during the quarter.

NORTHERN TERRITORY WOOLANGA PROJECT

Maximus 100%, diluting in part to 51%, subject to the Strangways Agreement

The Woolanga project area comprises five exploration licences covering 1700 square kilometres that are located 100 km northeast of Alice Springs (Figure 1). Part of the tenure is the subject of an 'Energy Metals' specific joint venture with NuPower Resources Limited (NuPower).

NuPower has advised that, during the reporting period, no activities were undertaken on the Strangways joint venture area.

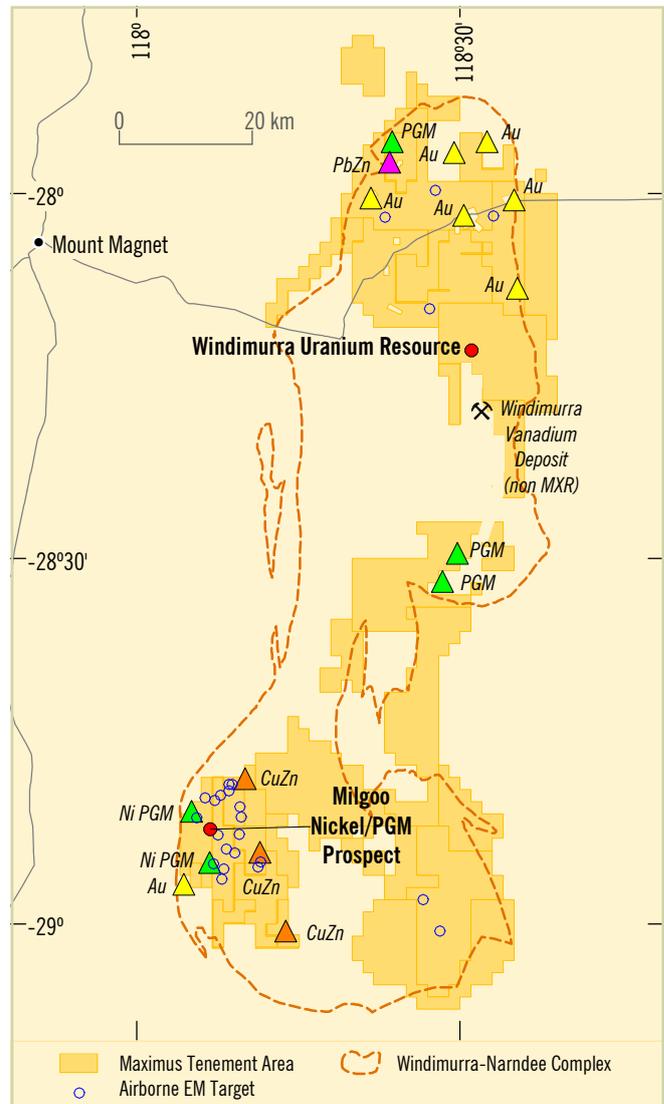


Figure 5 Narndee base metals and uranium tenements.

Simon A Booth
Managing Director

28 July 2010

For further information please contact
Simon Booth on 08 8132 7960 or 0417 825 950

The information in this report that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr S Booth who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Booth is a full-time employee of Maximus Resources Limited and has more than five years relevant experience in the style of mineralisation and types of deposit under consideration. Mr Booth consents to inclusion of the information in this report in the form and context in which it appears. He qualifies as a Competent Person as defined in the 2004 Edition of the "Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves".

Further information relating to Maximus Resources Limited and its diversified exploration projects will be found on Maximus' website:

www.maximusresources.com

* **Exploration Target** It is emphasised that the potential quantity and grade of each of these Exploration Targets is conceptual in nature and therefore there has been insufficient exploration to define a Mineral Resource. There is no certainty that further exploration will result in the estimation of a Mineral Resource.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Maximus Resources Limited

ABN

74 111 977 354

Quarter ended ("current quarter")

30 June 2010

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	28	29
1.2 Payments for		
(a) exploration & evaluation	(318)	(1,234)
(b) development		
(c) production		
(d) administration	(87)	(741)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	15	59
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material)	-	333
Net Operating Cash Flows	(362)	(1,555)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects		
(b) equity investments	-	(15)
(c) other fixed assets	(7)	(81)
1.9 Proceeds from sale of:		
(a) prospects		
(b) equity investments		
(c) other fixed assets	76	76
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
Net investing cash flows	69	(20)
1.13 Total operating and investing cash flows (carried forward)	(293)	(1,575)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(293)	(1,575)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	2,019
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	-	2,019
	Net increase (decrease) in cash held	(293)	444
1.20	Cash at beginning of quarter/year to date	1,629	892
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1,336	1,336

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

1.25 Explanation necessary for an understanding of the transactions

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

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.

+ See chapter 19 for defined terms.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	250
4.2 Development	180
4.3 Production	
4.4 Administration	65
Total	495

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	236	529
5.2 Deposits at call	1,100	1,100
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	1,336	1,629

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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	P58/1441-1443	Surrendered	100%	-
	P58/ 1449	Surrendered	100%	-
	P58/1454-1458	Surrendered	100%	-
	P58/ 1867	Surrendered	100%	-
	P59/ 1873	Surrendered	100%	-
	EL 3573	Surrendered	100%	-
	EL 3576	Surrendered	100%	-
	EL 3590	Surrendered	100%	-
	EL 3591	Surrendered	100%	-
	EL 3613	Surrendered	100%	-
6.2 Interests in mining tenements acquired or increased				

+ See chapter 19 for defined terms.

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	261,245,035	261,245,035		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
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>	1,000,000 2,000,000 380,000 3,000,000 3,000,000 605,000 1,735,000		<i>Exercise price</i> \$0.20 \$0.50 \$0.14 \$0.50 \$0.05 \$0.18 \$0.04	<i>Expiry date</i> 20/04/2010 02/07/2010 20/03/2012 02/07/2012 26/08/2012 17/03/2013 03/02/2014
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.12	Unsecured notes (<i>totals only</i>)		
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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 give a true and fair view of the matters disclosed.



Sign here:

(Company secretary)

Date: 28 July 2010

Print name: David W Godfrey

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.

+ See chapter 19 for defined terms.