

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

Pacific Enviromin Limited

ABN

49 089 206 986

Quarter ended ("current quarter")

30th June 2008

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (twelve months) \$A'000
1.1 Receipts from customers	-	7.2
1.2 Payments for		
(a) staff costs	(7.1)	(28.5)
(b) advertising and marketing		
(c) research and development	-	-
(d) leased assets	(16.1)	(16.1)
(e) other working capital	(321.4)	(1,284.1)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	12.8	72.4
1.5 Interest and other costs of finance paid	-	(3.9)
1.6 Income taxes paid		
1.7 Other (Income Tax Refund)		
Other (Research & Development Tax Offset)	-	249.7
Other (Insurance Recovery)		
Net operating cash flows	(331.8)	(1,003.3)

+ See chapter 19 for defined terms.

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	Current quarter \$A'000	Year to date (twelve months) \$A'000
1.8 Net operating cash flows (carried forward)	(331.8)	(1,003.3)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	(200.0)
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets	(28.7)	(255.7)
(e) other non-current assets		
1.10 Proceeds from disposal of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(e) other non-current assets		
1.11 Loans to other entities		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
Net investing cash flows	(28.7)	(455.7)
1.14 Total operating and investing cash flows	(360.5)	(1459.0)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	1,308.0	1,308.0
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings	15.2	227.6
1.18 Repayment of borrowings	(10.4)	(411.7)
1.19 Dividends paid		
1.20 Other (capital raising costs)	(43.0)	(43.0)
Net financing cash flows	1,269.8	(1080.9)
Net increase (decrease) in cash held	909.3	(378.1)
1.21 Cash at beginning of quarter/year to date	511.5	1,798.9
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	1,420.8	1420.8

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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
1.24	Aggregate amount of payments to the parties included in item 1.2	50.4
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Directors fees payable and paid in the quarter
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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

Placement of 4,508,612 new ordinary shares for the repayment of a loan to the company totalling \$450,861.20.

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

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Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities (equipment finance leases)	209.4	209.4
3.2	Credit standby arrangements		

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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
4.1 Cash on hand and at bank	570.0	53.6
4.2 Deposits at call	0.8	30.2
4.3 Bank overdraft	-	-
4.4 Other (short term deposits)	850.0	427.7
Total: cash at end of quarter (item 1.23)	1,420.8	511.5

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity		
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date:31st July 2008.....
 Kevin Mischewski, Company Secretary

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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 definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
 3. **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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ENTITY: PACIFIC ENVIROMIN LIMITED

ABN: 49 089 206 986

ADDITIONAL INFORMATION

31st July 2008

During the quarter:

Mining commenced at Mantuan Downs calcium bentonite mine. Despite unseasonal rains, 10,000 tonnes had been extracted by 30 June.

Several major agribusinesses signed agreements with PEV to run major field trials incorporating calcium bentonite into livestock feed to promote growth and reduce methane emissions, and to blend with manure to form a lower cost fertilizer.

Consulting hydro-geologists were engaged to assist with the development of Grafton Range sodium bicarbonate project.

PEV was advised that one of its Government-funded research projects confirmed that modified Mantuan Downs calcium bentonite can absorb up to 98% of lead from contaminated soils.

A placement and rights issue raised \$4.2 million during June/early July. The funds will be used for capex at Mantuan Downs and for the Grafton Range development.



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