



Mining Projects Group Limited

Quarterly Report for the 3 Months Ended 31st March 2007

Highlights

- Recently completed drilling results at the Cord Prospect, Talga Peak, Western Australia have returned highly anomalous multiple stacked polymetallic sulphide lenses
- Favourable magnetite testwork results at Atlas Iron's Pardoo Project which continues to support the Company's conceptual exploration target of 1-1.5bn tonne magnetite deposit grading 33-36% Fe
- Mintails has reached agreement to form a Joint Venture Company with DRD Gold Limited to explore, evaluate and potentially mine gold and uranium by open cast and underground mining methods on leases sold into the Joint Venture by both Companies
- The Eleckra Mines Limited management have been on an investor's roadshow presenting to various mining houses around the globe. The RC drilling program has recommenced at Attila, Khan North, Breelya, Fuel Dump and Augusta Prospects. Four new EL's applied for over potential calcrete-associated uranium targets.

Talga Peak Project

("MPJ" earning 51% with rights to go to 80%)

Current Exploration Programme

During the quarter the Company completed their current exploration program at the Cord and Duesenberg prospects, Talga Peak, Western Australia. The program consisted of 3865m of RC drilling for 29 holes over both prospects.

As previously reported 3379m were drilled in 26 holes at the Cord prospect. The Company is encouraged by the highly anomalous results which indicate multiple stacked sulphide lenses from the polymetallic sulphide prospect. From these results the Company is confident that the Cord Prospect is a polymetallic sulphide rich zone that has features in common with a Volcanogenic Massive Sulphide (VMS) zone.

Exploration at the Duesenberg Prospect consisted of 486m for 3 holes. The three holes were designed to test the down dip potential of the gold bearing mineralisation. The program was successful in identifying several structurally controlled zones of alteration being variably brecciated cherts, silicious or sulphidic zones.

Summary of RC Drilling:

Prospect	Drilled meters	Holes Drilled	Ave. depth (m)
Cord	3379	26	130
Duesenberg	486	3	162
Total Drilling	3865	29	146

DRILLING HIGHLIGHTS

- **Cord**
 - Recently completed RC drilling returned multiple zones of massive and semi massive sulphides with anomalous precious metal and base metals;
 - Hole TPRC021; 4m @ 0.42% Cu, 0.81%Pb, 0.17% Zn and 49.5 g/t Ag, followed by 7m @ 0.13% Cu and 28.1 g/t Ag
 - Hole TPRC005; 5m @ 1.11% Cu and 20 g/t.
 - Results from the drill data and geochemistry suggest mineralisation at the Cord prospect consists of multiple layers and lenses of various polymetallic massive sulphides over a stratigraphic width of up to 40m.
 - Known mineralised horizon is currently 13.5km and has been drill tested to shallow depths
- **Duesenberg**
 - Potentially economic gold grades have been discovered within structurally controlled zones located within and adjacent to a major chert unit. These results were reported in the previous Quarterly report.

Cord – VMS prospect

The Cord prospect consists of a series of interpreted “Volcanogenic Massive Sulphide” (VMS) related gossans stretching 13.5kms across the top of the Warrawoona Group in the Pilbara. The recently completed exploration program has added further evidence to previous work programs suggesting the existence of a polymetallic sulphide rich zone.

For further information on these completed exploration results please refer to the Company announcement made on 16 April 2007 which can be accessed at www.miningprojectsgroup.com.au or www.asx.com.au.

Future Exploration Program

The positive results from the recently completed RC drilling campaign which intersected the massive and semi massive sulphides has encouraged the Company to move quickly to identify further targets within the Cord Prospect. The Company has engaged Gem Geophysical Surveys Pty Ltd to complete a ground survey over the entire 13.5km mineralised zone. To date only 1.8kms of strike length has been drilled. The survey is expected to commence shortly with the expectation of further targets to be defined. This will allow the Company to further quantify the size of the potential economic base metals deposit.

The intersections of the massive and semi massive sulphides contained significant levels of base metals (Cu, Pg & Zn) together with high silver levels. These intersections together with the geology indicates a volcanogenic massive sulphide (VMS) style environment capable of hosting good grade base metal deposits that may contain significant precious metal credits.

+ See chapter 19 for defined terms.

Atlas Iron Limited (ASX : AGO)

On 31st January Atlas Iron Limited (Atlas) announced that initial testwork on the economic potential of the Company's significant magnetite project at its Pardoo deposit were favourable. Metallurgical testwork and infrastructure studies were continuing and the Company's conceptual exploration target of 1-1.5bn tonne deposit grading at between 33-36% Fe was being supported.

The studies are examining the possibility of being able to run this magnetite project with the already confirmed Hematite project located at the same deposit. Currently the Company's Hematite resource stands at 10.5Mt at 57.1%Fe of Direct Shipping Ore (DSO). Within that resource statement Atlas has estimated reserves of 4.4Mt for the Pardoo Project. The reserves estimated are based on the indicated resources and as such are in the Probable Reserve category. Atlas has also completed its Pre-Feasibility study on the project which supported the initial reserve estimate, the project using entirely contracted mining, crushing, screening and haulage operations, a start-up capacity of 1Mt pa in March 2008, mine infrastructure and project costs of \$8.3 million, a strip ratio of 1.8:1, operating margins of between \$10 and \$18 per tonne and strong potential for additional resources and reserves.

On 26th April Atlas announced new drilling targets at its Abydos Project. Previously the Company had announced ground truthing field work was under way. From that fieldwork targets have now been identified from encouraging rock chip sampling results. Atlas geologists have identified cumulative strike length of 8kms of geology considered to have a conceptual exploration target in the order of 15 to 20Mt of mineralisation grading 58% to 61%Fe.

MPJ holds approximately 3.0m shares and 2.15m options in Atlas.

Eleckra Mines Limited (ASX : EKM)

Eleckra Mines Limited management have been on an investors roadshow presenting to major mining houses around the globe.

During the quarter Eleckra Mines Limited (Eleckra) undertook infill RAB geochemical drilling at the Augusta gold prospect and firmed gold anomalism over 4.8km of strike length. An RC drilling program commenced late in the quarter. Holes were drilled at the Attila, Khan North, Breelya, Fuek Dump and Augusta prospects. Six holes were drilled for 2266 metres completed mid April Composite sampling has been done with results awaited.

Eleckra also applied for four new Exploration Licenses covering 600km² over potential calcrete-associated uranium targets in the Lake Wells and Lake Carnegie drainage systems in Western Australia.

MPJ currently holds 4.65 million shares in Eleckra which represents approximately 8.0% of the company's issued capital. The Company received these shares as consideration for their respective 20% interest in the Yamarna Joint Venture.

Mintails Limited (ASX : MLI)

The development of the West Rand Gold Operation [WERGO] is now underway, during the quarter the company completed all necessary ground clearances for Stage 1. Concrete foundations were poured during April and construction of the Stage 1 WERGO plant is underway.

Mintails announced on 26th April an agreement to establish a Joint Venture with DRD Gold which was one of the new initiatives the Company was considering. The joint venture company will be initially owned 45% by DRD SA and Mintails SA respectively with 10% held by MMRS. The

+ See chapter 19 for defined terms.

consolidated entity's objective for the first two years is to aggressively delineate Au and U₃O₈ resource/reserves, progress into advanced stages of commissioning or commenced mining on the leases. It is proposed the joint venture company will raise a minimum of AUD 7 million through an IPO listing and seek admission to the ASX. This initiative will further allow Mintails to derive further value within its existing asset base, whilst not deviating from its primary operations of producing gold from the large tailings dumps on the West Rand.

Mintails has been drilling and sampling some of its existing tailings dumps to ascertain whether they may contain potentially commercial grades and quantities of uranium. This ore was mined and milled by historical miners in the region as an ancillary product in the recovery of gold. The uranium was not previously processed because of the low prevailing price of the commodity at the time. Although additional evaluation work must be undertaken to establish quantities, the initial grades appear encouraging.

MPJ currently owns approximately 5,300,000`

Independence Group Limited (ASX : IGO)

("IGO" earning 80% into the Lake Lefroy Joint Venture)

At the time the last quarterly was released Independence Group Limited (Independence) who are earning into the Lake LeFroy Joint Venture had signed a licence agreement with Anglo American to use its proprietary SQUID Sensor (SQUID) over the Lake Lefroy property. The SQUID sensor is able to detect conductors, possibly representing massive nickel sulphide mineralisation, beneath areas of conductive overburden far more effectively than competing systems.

Heavy rains over the Lake Lefroy property have stalled the progress of the SQUID. However Independence is hopeful of being able to use the sensor in the near future.

For And On Behalf Of The Board



Richard Revelins
Director

The information in this report in relation to Atlas Iron was extracted from previous ASX announcements released by Atlas Iron Limited.

The information in this report in relation to Eleckra Mines Limited was extracted from previous ASX announcements released by Eleckra Mines Limited.

The information in this report in relation to Mintails Limited was extracted from previous ASX announcements released by Mintails Limited.

The information in this report in relation to the Lake Lefroy Project was provided by Independence Group Limited.

+ See chapter 19 for defined terms.

Rule 5.3

Appendix 5B – 3rd Quarter

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:

MINING PROJECTS GROUP LIMITED

ABN:

84 006 189 331

Quarter Ended ('Current Quarter')

31st March 2007

Consolidated Statement of Cash Flows

	Current Quarter \$A'000	Year to Date (9 months) \$A'000
<u>Cash Flows Related to Operating Activities</u>		
1.1 Receipts from product sales and related debtors	-	67
1.2 Payments for: (a) exploration and evaluation	(89)	(963)
(b) development	-	-
(c) production	-	-
(d) administration	(144)	(493)
(e) contract services	(96)	(287)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	23	64
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	(306)	(1,612)
<u>Cash Flows Related to Investing Activities</u>		
1.8 Payment for purchases of:		
(a) prospects	(30)	(330)
(b) equity investments	(1,242)	(4,513)
(c) other fixed assets	-	-
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	1,426	3,109
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	34
1.12 Other (provide details if material)	-	-
Net Investing Cash Flows	154	(1,700)
1.13 Total Operating and Investing Cash Flows	(152)	(3,312)

+ See chapter 19 for defined terms.

		Current Quarter \$A'000	Year to Date (9 months) \$A'000
1.13	Total Operating and Investing Cash Flows (Carried Forward)	(152)	(3,312)
Cash Flows Related to Financing Activities			
1.14	Proceeds from issues of shares, options, etc.	-	4,444
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		-	4,444
Net Increase / (Decrease) in Cash Held		(152)	1,132
1.20	Cash at beginning of quarter/year to date	1,624	340
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at End of Quarter	1,472	1472

**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	90
1.24	Aggregate amount of loans to the parties included in item 1.10	
1.25	Explanation necessary for an understanding of the transactions	
Salaries, directors' fees, corporate advisory & consulting fees at normal commercial rates		

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
-

+ See chapter 19 for defined terms.

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 Outflows for Next Quarter

	\$A'000
4.1 Exploration and evaluation	300
4.2 Development	-
Total:	300

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	1,472	1,624
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: Cash at End of Quarter (item 1.22)	1,472	1,624

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	Nil	
6.2		Interests in mining tenements acquired or increased	Nil	

+ 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 (cents) <small>(see note 3)</small>	Amount Paid Up Per Security (cents) <small>(see note 3)</small>
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	1,503,211,054	1,503,211,054		
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>	693,372,421	693,372,421	<i>Exercise Price</i>	<i>Expiry Date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures <i>(totals only)</i>				
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 give a true and fair view of the matters disclosed.

Sign Here:



Director

Date: 30 April 2007

Print Name: **Richard Revelins**

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.

== == == == ==

The CFO Solution
www.thecfo.com.au

+ See chapter 19 for defined terms.