

NEWS RELEASE

Release Time IMMEDIATE

Date 27 July 2010

FOURTH QUARTER CASHFLOW REPORT

Admiralty Resources NL (“**Admiralty**” or “**the Company**”) submits its quarterly cash flow report in the form of Appendix 5B for the period ended 30 June 2010.

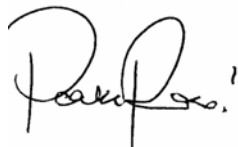
Admiralty’s cash balance as at 30 June 2010 was approximately \$1,261,000.

Admiralty had negative net cash flows from operating activities during the period of approximately \$1,587,000. However, Admiralty anticipates it will not continue to expend cash at the rate indicated for the quarter ended 30 June 2010 and the Company expects to receive in excess of US\$600,000 of cash inflows from the sale of low grade stockpiles over the coming months. In addition, the Directors will consider making an equity issue if required to raise further working capital. The Company currently has the ability to issue shares under listing rule 7.1 without having to refer the matter to shareholders for approval so funds could be raised on reasonably short notice if required.

As disclosed in an announcement to the ASX on 1 July 2010, the Company continues to progress discussions with parties interested in developing the iron ore assets in the Harper Geological District and the cape size port in Punta Alcalde, with funding expected to be received upon the completion of an agreement.

For the reasons stated above, the Board of Directors are of the opinion that Admiralty will be able to meet the Company’s cash flow and working capital requirements for the next 12 months and confirm that the Company is in compliance with the Listing Rules and in particular, with Listing Rules 3.1 and 12.2.

Yours sincerely,



Patrick Rossi
Company Secretary

Further information on Admiralty Resources NL can be found on our Internet site: www.ady.com.au

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Investor Relations

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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

ADMIRALTY RESOURCES NL

ABN

74 010 195 972

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	132	769
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(95) (145) (1,639)	(212) (169) (7,454)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	15	15
1.5 Interest and other costs of finance paid	-	(154)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(1,732)	(7,205)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets	- - -	- (1,726) (44)
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets	- - -	- - 2,506
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	-	736
1.13 Total operating and investing cash flows (carried forward)	(1,732)	(6,469)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,732)	(6,469)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	9,783
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	250
1.17	Repayment of borrowings	-	(2,923)
1.18	Dividends paid	-	-
1.19	Costs of capital raising	-	(424)
	Net financing cash flows	-	6,686
	Net increase (decrease) in cash held	(1,732)	217
1.20	Cash at beginning of quarter/year to date	2,899	1,071
1.21	Exchange rate adjustments to item 1.20	94	(27)
1.22	Cash at end of quarter	1,261	1,261

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	(390)
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

The amount at 1.23 includes a retirement payment to Emerge Consulting Group Pty Ltd in respect of John Anderson's services.

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

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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

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+ 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	(330)
4.2 Development	-
4.3 Production	-
4.4 Administration	(1,200)
Total	(1,530)

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	1,261	2,899
5.2 Deposits at call		
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	1,261	2,899

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			
6.2	Interests in mining tenements acquired or increased			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

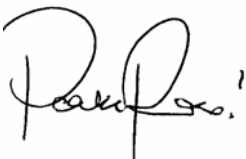
Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	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>	NIL	NIL		
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	2,311,155,977	2,311,155,977		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	NIL			
7.5 +Convertible debt securities <i>(description)</i>	NIL	NIL		
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	NIL	NIL	<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>	NIL	NIL		
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 /does not* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:  Date: 27 / 7 / 2010
(Company secretary)

Print name: Patrick Rossi

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.

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