

Appendix 5B

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

Sino Gas & Energy Holdings Limited

ABN

16 124 242 422

Quarter ended ("current quarter")

31 March 2012

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration and evaluation	(1,098)	(1,098)
	(b) development		
	(c) production		
	(d) administration	(951)	(951)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received		
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		(2,049)	(2,049)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects		
	(b) equity investments		
	(c) other fixed assets		
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			
1.13	Total operating and investing cash flows (carried forward)	(2,049)	(2,049)

+ See chapter 19 for defined terms.

30/9/2001

1.13	Total operating and investing cash flows (brought forward)	(2,049)	(2,049)
1.14	Cash flows related to financing activities Proceeds from issues of shares, options, etc	3	3
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 –Payment of share issue expenses		
	Net financing cash flows		
	Net increase (decrease) in cash held	(2,046)	(2,046)
1.20	Cash at beginning of quarter/year to date	4,317	4,317
1.21	Exchange rate adjustments to item 1.20	16	16
1.22	Cash at end of quarter	2,287	2,287

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

The amount shown in item 1.23 above represents directors remuneration

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

Nil

+ See chapter 19 for defined terms.

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

Nil

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	-	-
3.3 Other financing facilities (Note a)	-	-

Note: On 27 February 2012, the company announced through ASX that it had mutually agreed with SpringTree Special Opportunities Fund LP to terminate the SpringTree funding facility with immediate effect and at no cost.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	7,923
4.2 Development	-
4.3 Production	-
4.4 Administration	920
Total	8,843

Note a: The Company has engaged independent corporate advisory and stockbroking firm Argonaut as the Company's corporate and financial adviser to assist in developing short and longer term funding opportunities to progress the projects towards development. Argonaut has advised the Company that it is advancing a financing to raise \$30 million for Sino Gas with settlement expected towards the end of May. The estimated cash outflows is dependent upon the timing of this financing.

+ See chapter 19 for defined terms.

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	2,287	4,317
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		2,287	4,317

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	-	-	-

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 (description)	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	N/A	N/A	N/A	N/A
7.3 ⁺ Ordinary securities	1,120,417,120	1,120,417,120	N/A	N/A

+ See chapter 19 for defined terms.

7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	- -	- -	N/A -	N/A -
7.5	+Convertible debt securities (<i>description</i>)	N/A			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (<i>description and conversion factor</i>)			<i>Exercise price</i>	<i>Expiry date</i>
		334,283,757	334,283,757	12.5 cents	31 December 2012
		1,310,000	Nil	50 cents	13 March 2013
		8,750,000	Nil	7.93 cents	25 November 2013
7.8	Issued during quarter	Nil	N/A	N/A	N/A
7.9	Exercised during quarter	Nil	N/A	N/A	N/A
7.10	Expired during quarter	Nil	N/A	N/A	N/A
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 ~~/does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:



Print name: **STEPHEN JOHN LYONS**
MANAGING DIRECTOR
30 April 2012

+ See chapter 19 for defined terms.