Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Name of entity

BC IRON LIMITED

 ABN
 Quarter ended ("current quarter")

 21 120 646 924
 31 December 2007

Cor	onsolidated statement of cash flows		Current Quarter \$A'000	Year to date (6 Months) \$A'000	
	Cash flows related to operat	ing activities			
1.1	Receipts from product sales as	nd related debtors	-	-	
1.2	Payments for	(a) exploration and evaluation	(1061)	(1346)	
		(b) development	-	-	
		(c) production	-	-	
1		(d) administration	(326)	(552)	
1.3	Dividends received		-	-	
1.4	Interest and other items of a si	imilar nature received	65	136	
1.5	Interest and other costs of fina	ance paid	-	-	
1.6	Income taxes paid		-	-	
1.7	Other (provide details if mater	rial)	-	-	
l	Net operating cash flows		(1322)	(1762)	
	Cash flows related to investi	ng activities			
1.8	Payment for purchases of	(a) prospects	-	-	
		(b) equity investments	-	-	
-		(c) other fixed assets	(10)	(25)	
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 mater	rial)		-	
	Net investing cash flows		(10)	(25)	
1.13	Total operating and investing	cash flows (carried forward)	(1332)	(1787)	

Appendix 5B Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1332)	(1787)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	9180	9180
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	- - (571)
1.18	Dividends paid	-	
1.19	Other - costs of issues	(571)	
	Net Financing Cash Flows	8609	8609
	Net increase (decrease) in cash held	7277	6822
1.20	Cash at beginning of quarter/year to date	3594	4049
1.21	Exchange rate adjustments to Item 1.20	-	-
1.22	Cash at end of quarter	10871	10871

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	98
1.24	Aggregate amount of loans to the parties included in item 1.10	-

Explanation necessary for an understanding of the transactions

Remuneration of Managing Director and remuneration of non executive directors.

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

N/A

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

N/A

Financing facilities available

add notes as necessary for an understanding of the position

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

Estimated cash outlays 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 statement of cash flows) to the related items in the accounts is follows.

staten follov	nent of cash flows) to the related items in the accounts vs.
5.1	Cash on hand and at bank
5.2	Deposits at call
5.3	Bank overdraft
5.4	Other – investment commercial bills of 6 months or less

Total: cash at end of quarter (item1.22)

\$A'000	\$A'000
55	44
53	340
(96)	(86)
10859	3296
10871	3594

Previous Quarter

Current Quarter

Changes in interests in mining tenements - See attached tenement schedule for details

6.1 Interests in mining tenements relinquished, reduced or lapsed

6.2 Interests in mining tenements acquired or increased

Tenement Reference	Nature of Interest [note (2)]	Interest at Beginning of Quarter	of Quarter

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	Preferences securities (description)				
7.2	Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks, redemptions				
7.3	Ordinary securities	59,400,000	35,400,000		
7.4	Changes during quarter (a) increases through issues (b) decreases through returns of capital, buybacks	5,400,000	5,400,000	170	170
7.5	Convertible debt securities				
7.6	Changes during quarter (a) increases through issues (b) decreases through securities matured, converted				
7.7	Options			Exercise price	Expiry date
	Unlisted options BCIAM	3,750,000	Nil	\$0.25	13/12/09
	Unlisted options BCIAO	500,000	Nil	\$0.30	13/12/09
	Unlisted options BCIAQ Unlisted options BCIAS	500,000 75,000	Nil Nil	\$0.72 \$1.50	19/02/10 31/08/09
7.8	Issued during quarter Unlisted options BCIAS	75,000	Nil	\$1.50	31/08/09
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

Compliance statement

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).

This statement does/does not* (dalate one) give a true and fair view of the matters disclosed

	2	This statement does/ does not	(detete one) give a fine and fair	view of the matters disclosed.
1)			

L A COLLESS

Sign here:	[signed](Director/Company Secretary)	Date:	30/01/2008

Notes

Print name:

- 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.
- 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.
- 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.
- The definitions in, and provisions of, AASB 1022: Accounting for Extractive Industries and AASB 1026: Statement of Cash Flows apply to this report.
- Accounting Standards ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address the topic, the Australian standard on that topic (if any) must be complied with.

Tenement Schedule

31 December 2007

Tenement	Registered	BCI Interests
Number	Title Holder	
EL 46/522	Alkane Exploration Ltd	BCI 100%
EL 46/523	Alkane Exploration Ltd	BCI 100%
EL 46/524	Alkane Exploration Ltd	BCI 100%
EL 45/2552	Consolidated Iron Pty Ltd	BCI 100%
EL 45/2717	Consolidated Iron Pty Ltd	BCI 100%
EL 46/651	Consolidated Iron Pty Ltd	BCI 100%
EL 46/652	Consolidated Iron Pty Ltd	BCI 100%
EL 46/653	Consolidated Iron Pty Ltd	BCI 100%
EL 46/654	Consolidated Iron Pty Ltd	BCI 100%
EL 46/655	Consolidated Iron Pty Ltd	BCI 100%
EL 46/656	Consolidated Iron Pty Ltd	BCI 100%
EL 46/657	Consolidated Iron Pty Ltd	BCI 100%
EL 46/658	Consolidated Iron Pty Ltd	BCI 100%
EL 46/663	Consolidated Iron Pty Ltd	BCI 100%