



PELICAN RESOURCES LIMITED

ABN 12 063 388 821

31 October 2007

ASX ANNOUNCEMENT

Corporate Summary

ASX Code: PEL

Issued Capital: 93 Mil

Market Cap: A\$20.0 Mil

Contact Details

284 Oxford Street

LEEDERVILLE

Western Australia 6007

Tel: +61 8 9242 1166

Fax: +61 8 9443 2859

info@pelicanresources.com.au

www.pelicanresources.com.au

Enquiries:

John Palermo

Chairman

John Hills

Managing Director

PELICAN RESOURCES LIMITED

(ABN 12 063 388 821)

FOR THE PERIOD ENDED 30 SEPTEMBER 2007

HIGHLIGHTS

PHILIPPINES

Romblon Project

A presentation to the Secretary of the Department of Environment and Natural Resources (DENR) Mr A Reyes was made on the 5th July, subsequent to the end of the Quarter by the project proponent Sibuyan Nickel Properties Development Corporation. The DENR Secretary was replaced following the presentation by a new Secretary Mr J Atienza. The Company awaits the decision of the new DENR Secretary on the granting of the MPSA as all other approvals are in place.

The Company announced to the ASX on the 18 September 2007 that a Memorandum of Agreement had been executed between BHP Billiton and Sibuyan Nickel Properties Development Corporation Limited (SNPDC), the holder of the Romblon Nickel Project in the Philippines. Simultaneously with the execution of the agreement, SNPDC also executed a term sheet for an offtake agreement with BHP Billiton for the purchase of product extracted from the project operations.

Under the terms of the agreement, an exploration and drilling evaluation program will be undertaken with the costs of the program to be met solely by BHP Billiton. This program totals approximately US\$250,000. The program may be extended by mutual agreement following the initial phase. The commencement of works and the financing of the exploration drilling and evaluation program is subject to the granting of the MPSA to SNPDC by the Mines and Geosciences Bureau in the Philippine

WESTERN AUSTRALIA

Cockatoo Island Project

Portman Iron Ore Limited, as representative for the Cockatoo Island Project, reported that for the Quarter ended 30th September 2007 339,460 wet metric tonnes of iron ore were produced and 361,680 wet metric tonnes of iron ore shipped. Pelican receives royalties of \$0.50 per metric tonne shipped.

Bellary Springs Project

Pelican Resources Limited released an announcement to the ASX at the beginning of the Quarter that its wholly owned subsidiary Sunrise Exploration Pty Ltd (Sunrise) recorded interesting iron ore results from a field sampling programme on Mesa 1 at Bellary Springs located about 20 km from Paraburdoo and straddling the Paraburdoo – Tom Price railway line.

A field programme to sample the other three Mesa will be undertaken.

REVIEW OF OPERATIONS

REPUBLIC OF THE PHILIPPINES

ROMBLON PROJECT, SIBUYAN ISLAND, ROMBLON PROVINCE **(MPSA APPLICATION No. AMA-IVB-025, SSMP ROM 167 & 168)**

Interest: MPSA Application AMA-IVB-025 (Option to purchase)
SSMP ROM 167 and 168
Operator: Sibuyan Nickel Properties Development Corporation

Pelican Resources Limited, through Sibuyan Nickel Properties Development Corporation, owned in conjunction with its Joint Venture partner All-Acacia Resources Inc. aims to establish a nickel laterite direct ore shipping operation on Sibuyan Island in the Romblon Province in the Philippines.

A presentation to the Secretary of the Department of Environment and Natural Resources (DENR) Mr A Reyes was made on the 5th July 2007 by the project proponent Sibuyan Nickel Properties Development Corporation. The DENR Secretary was replaced following the presentation by a new Secretary Mr J Atienza. The Company awaits the decision of the new DENR Secretary on the granting of the MPSA as all other approvals are in place.

The Company announced to the ASX on the 18 September 2007 that a Memorandum of Agreement had been executed between BHP Billiton and Sibuyan Nickel Properties Development Corporation Limited (SNPDC), the holder of the Romblon Nickel Project in the Philippines. Simultaneously with the execution of the agreement, SNPDC also executed a term sheet for an offtake agreement with BHP Billiton for the purchase of product extracted from the project operations.

Subject to the terms of the agreement, SNPDC has granted BHP Billiton or its related entity and permitted assigns, the exclusive rights to purchase laterite nickel ore mined by SNPDC in the MPSA project area at the Romblon Nickel Project.

There are three prospects on this near-term project: Bato, Binaya-an and Taclobo with a current total JORC compliant inferred resource of 7.26 million tonnes averaging 1.56% nickel at a cut-off grade of 1.3% nickel.

Under the terms of the agreement, an exploration and drilling evaluation program will be undertaken with the costs of the program to be met solely by BHP Billiton. This program totals approximately US\$250,000. The program may be extended by mutual agreement following the initial phase. The commencement of works and the financing of the exploration drilling and evaluation program is subject to the granting of the MPSA to SNPDC by the Mines and Geosciences Bureau in the Philippines.

The offtake agreement is for the supply of 500,000 wet tonnes of product per annum as base tonnage and SNPDC is not restricted in its rights to sell product in excess of that quantity to a third party. The offtake agreement is for an initial period of five years with options granted to extend for a further five years and three years (total 13 years).

**MABUHAY PROJECT, SURIGAO DEL NORTE PROVINCE, MINDANAO ISLAND
(MPSA APPLICATION No. 000029-X)**

Interest: Earning 80%
Operator: Sunpacific Resources Philippines Inc.

No field work was carried out during the Quarter.

WESTERN AUSTRALIA

KIMBERLEYS

COCKATOO ISLAND PROJECT (M04/235)

Interest: 100%
Operator: HWE Cockatoo Pty Ltd

Portman Iron Ore Limited, as representative for the Cockatoo Island Project, reported that for the September 2007 Quarter 339,460 wet metric tonnes of iron ore were produced and 361,680 wet metric tonnes of iron ore shipped. Pelican receives royalties of \$0.50 per metric tonne shipped.

ASHBURTON TROUGH

WYLOO PROJECT (E08/853, E08/854)

Interest: 49%
Operator: Intrepid Mines Limited

Intrepid Mines Limited, the project operator, has not advised of any field work carried out during the Quarter.

XANADU PROJECT (M52/83, M52/84, M52/105, E52/812)

Interest: 28%
Operator: Newcrest Operations Limited (71% interest)

Newcrest Operations Limited, the project operator, advised the Company that all the assay results from the 86 RAB and Aircore drilling completed in the previous quarter were received. The holes were drilled on the Clay Chert Breccia Plateau and at Cleopatra SE. On the Clay Chert Breccia Plateau the best result was 28 metres @ 192 ppb gold from 52m in hole XRB 118. The majority of the gold anomalism appears to be focused in holes located on the edge of the plateau which indicates that the mineralisation may not be linked to the clay chert breccia. The mineralisation appears to be linked to a previously known prospect at Claudius, Big Bend, Amphitheatre and Cleopatra and shows peripheral leakage away from these prospects and suggests that no new mineralised zones have been identified from the RAB/AC drilling on the plateau.

At Cleopatra SE the best result was 8 metres @ 311ppb gold. From 44m in hole XRB 129. These results downgrade the potential for mineralisation in the far east of the project area.

The assay results received from six RC Percussion drill holes were completed during the June Quarter. Three RC holes were drilled at Big Bend prospect with single holes drilled at Claudius, Amphitheatre and Ceasar prospects. The best result was 49 metres @ 0.53g/t gold from 80m, including 1m @ 2.5g/t gold from 113m and 4m @ 1.3g/t gold from 117m in hole XRC 089 drilled at Big Bend.

A single hole was drilled to a depth of 240 metres at Amphitheatre to test for primary structures and mineralisation. An intersection of 1m @ 0.49g/t gold from 179m was returned in hole XRC092 and limits the potential of Amphitheatre..

The RC hole drilled at the Ceasar prospect to identify the primary structural controls returned a number of narrow anomalous intersection including 3 metres @ 0.52g/t gold from 4m in hole XRB093.

The single hole drilled on the Claudius prospect failed at 113 metres in clay chert breccia..

The Deed of Option covering tenement E52/812 with Newcrest Operations Limited and Sipa Exploration NL has been terminated.

PILBARA

BELLARY SPRINGS (E47/1268)

Interest: 100%
Operator: Sunrise Exploration Pty Ltd

The Bellary Springs tenement is located 20 km to the north east of Paraburdoo and is cut by both the sealed Paraburdoo to Tom Price road and the Hamersley Iron (now Pilbara Iron) railway line with its associated maintenance tracks.

The Company reported the interesting iron ore results from a field sampling programme of Mesa 1 at Bellary Springs in the June Quarter recorded by its wholly owned subsidiary Sunrise Exploration Pty Ltd (Sunrise).

Further follow-up detailed sampling of Mesas 2, 3 and 4 are to be carried out in the coming Quarter. (See attached Figure 1)

DONALD WELL (E45/2534)

Interest: 100%
Operator: Sunrise Exploration Pty Ltd

The Donald Well tenement is located approximately 45 km to the southeast of Port Hedland. The central portion of the tenement is occupied by the Tabba Tabba Shear Zone which trends northeast through the project area for 8.3 km.

The tenement is located to the northeast and along strike from the De Grey Mining Ltd tenements where significant base metal results have been reported. Three drill ready TEM targets have been established on the tenement.

TASMANIA

TASMIN PROJECT (EL22/2005)

Interest: 100%
Operator: Sunrise Exploration Pty Ltd

This project area with potential for heavy mineral sands is located immediately north of Strahan on the west coast of Tasmania. Initial desktop studies have commenced with a view to selecting targets for oncoming field work. The review of existing magnetic and radiometric data over the area indicate potential old strand lines.

RELINQUISHMENTS

Paddington West MLA24/496

NEW ACQUISITIONS

Nil

EXPLORATION EXPENDITURE

Exploration expenditure during the quarter was \$291,000.

Signed on behalf of the Board of Pelican Resources Limited

J H Hills BSc, BSc Hons, MSc, PhD, M.Aus.I.M.M.

For further information:

Dr John Hills

Director

Telephone: +61 8 9321 9618

Facsimile: +61 8 93212344

E-mail: jhills@pelicanresources.com.au

Mr John Palermo

Chairman

Telephone: +61 8 9242 1166

Facsimile: +61 8 9242 5903

E-mail: jpalermo@pelicanresources.com.au

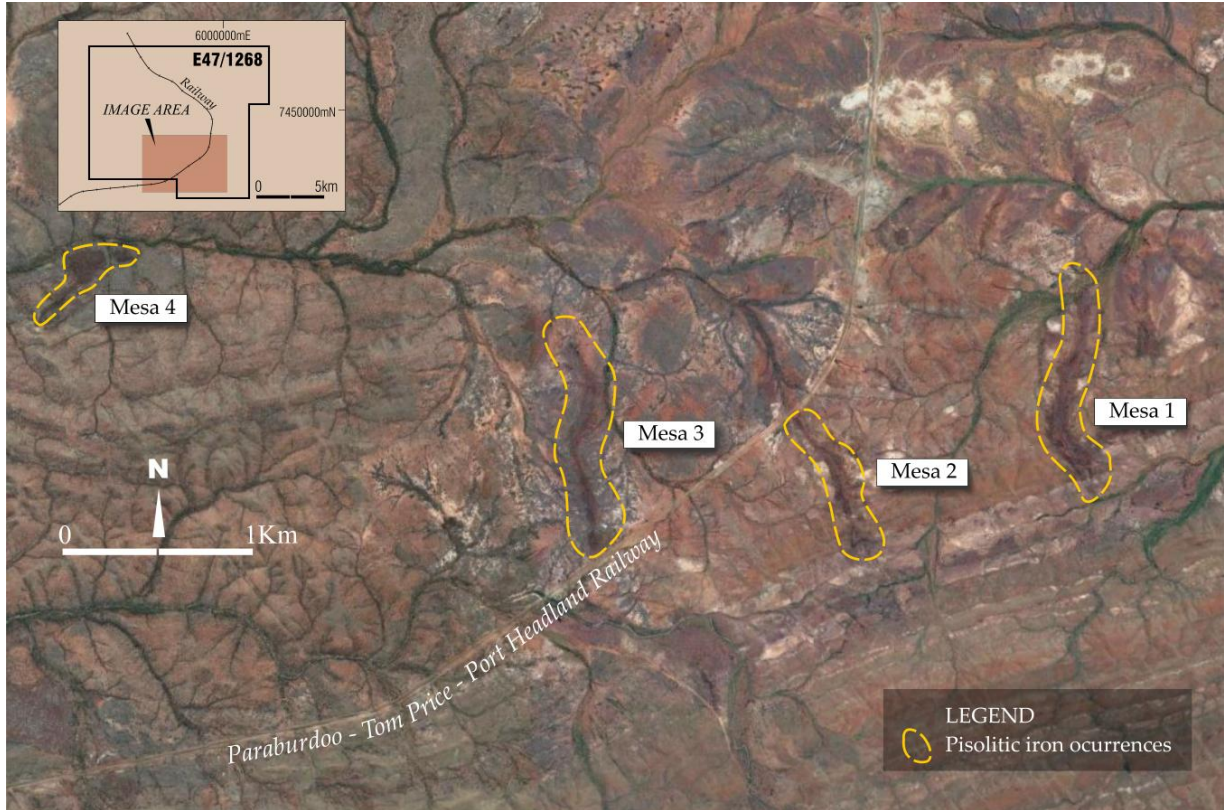


Figure 1

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

PELICAN RESOURCES LIMITED

ABN

12 063 388 821

Quarter ended ("current quarter")

30 SEPTEMBER 2007

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	--	--
1.2 Payments for (a) exploration and evaluation	(291)	(291)
(b) development	--	--
(c) production	--	--
(d) administration	(171)	(171)
1.3 Dividends received	--	--
1.4 Interest and other items of a similar nature received	27	27
1.5 Interest and other costs of finance paid	(25)	(25)
1.6 Income taxes paid	--	--
1.7 Other (Royalties & GST)	209	209
Net Operating Cash Flows	(251)	(251)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	--	--
(b)equity investments	(1)	(1)
(c)other fixed assets	(2)	(2)
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	(3)	(3)
1.13 Total operating and investing cash flows (carried forward)	(254)	(254)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(254)	(254)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	1	1
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 (costs of capital raising)	--	--
	Net financing cash flows	1	1
	Net increase (decrease) in cash held	(253)	(253)
1.20	Cash at beginning of quarter/year to date	1,672	1,672
1.21	Exchange rate adjustments to item 1.20	--	--
1.22	Cash at end of quarter	1,419	1,419

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	114
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

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

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		

+ See chapter 19 for defined terms.

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	100
4.2	Development	--
Total		100

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	69	22
5.2	Deposits at call	1,350	1,650
5.3	Bank overdraft	--	--
5.4	Other (provide details)	--	--
Total: cash at end of quarter (item 1.22)		1,419	1,672

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	(refer attached notes)		
6.2	Interests in mining tenements acquired or increased	(refer attached notes)		

+ 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>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	93,302,005	93,302,005		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	379	379		
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>	6,000,000 83,867,665	-- 83,867,665	<i>Exercise price</i> \$0.10 \$0.20	<i>Expiry date</i> 31/12/2008 31/12/2008
7.8 Issued during quarter				
7.9 Exercised during quarter	379	379	\$0.20	
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: Date: 31 October 2007
(Company Secretary)

Print name: JOHN PALERMO

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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