

PELICAN RESOURCES LIMITED

(ABN 12 063 388 821)

FOR THE PERIOD ENDED 31st DECEMBER 2008

HIGHLIGHTS



PHILIPPINES

Romblon Project

The Company is still awaiting the pending approval of the Mineral Production Sharing Agreement (MPSA) located on Sibuyan Island in the Province of Romblon, Philippines by the Secretary of the Department of Environment (DENR).

WESTERN AUSTRALIA

Cockatoo Island Project

Portman Iron Ore Limited, as representative for the Cockatoo Island Project, reported that there was no production or shipments during the Quarter ended 31st December 2008.

Development of the Stage 3 seawall continued with mining scheduled to recommence later in 2009.

Xanadu Project

Newcrest Mining limited have withdrawn from the joint venture and returned the project to the Company.

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.

The Company is still awaiting the pending approval of the Mineral Production Sharing Agreement (MPSA) located on Sibuyan Island in the Province of Romblon, Philippines by the Secretary of the Department of Environment (DENR). Documentation is all completed and awaits execution by the Secretary.

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 on the old Mabuhay gold mine, a potential copper-gold porphyry system.

The Company is awaiting a response from two potential farm-in parties.

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 there was no production or shipments during the Quarter ended 31st December 2008.

Development of the Stage 3 seawall continued with mining scheduled to recommence later in 2009.

Portman has also advised that metallurgical results received from the RC drill program conducted in 2008 on M04/235 were not encouraging. Further work is being considered.

ASHBURTON TROUGH

WYLOO PROJECT (E08/853, E08/854)

Interest: 49%
Operator: Intrepid Mines Limited

Intrepid Mines Limited, the project operator, have not advised that any field work was carried out during the Quarter.

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

Interest: 100%
Operator: Pelican Resources Limited.

Newcrest Operations Limited, the project operator, advised the Company that they have withdrawn from the joint venture. The project has been returned to the Company.

The Company will be validating the information received from Newcrest and will decide on the future prospectivity of the project area during 2009.

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.

No field work was carried out during the Quarter.

DONALD WELL (E45/2534)

Interest: 100%
Operator: Shaw River Resources Limited (earning 30%)

The Donald Well tenement is located approximately 45 km to the southeast of Port Hedland and approximately 10 km to the south-west of Shaw River's Hedland Project. 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 operator plans to drill test the established electromagnetic targets as soon as they have a drill rig available expected within the next two quarters.

RELINQUISHMENTS

Nil

NEW ACQUISITIONS

Nil

EXPLORATION EXPENDITURE

Exploration expenditure during the quarter was \$96,000.

Signed on behalf of the Board of Pelican Resources Limited

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

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Competent Person's Statement

The information in this Report that relates to Mineral Resources is based on, and accurately reflects, the information compiled by Dr John Hills a consultant to Pelican Resources Limited. Dr Hills is a member of the Australasian Institute of Mining and Metallurgy, respectively. Dr Hills has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities which they are undertaking to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Hills consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

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")

31 DECEMBER 2008

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 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	(96)	(330)
(b) development	--	--
(c) production	--	--
(d) administration	(116)	(247)
1.3 Dividends received	--	--
1.4 Interest and other items of a similar nature received	18	40
1.5 Interest and other costs of finance paid	(25)	(50)
1.6 Income taxes paid	--	--
1.7 Other (Royalties)	27	121
Other (GST)	1	(19)
Net Operating Cash Flows	(191)	(485)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	--	--
(b)equity investments	--	--
(c)other fixed assets	(1)	(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	(1)	(2)
1.13 Total operating and investing cash flows (carried forward)	(192)	(487)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(192)	(487)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	--	--
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	--	--
	Net increase (decrease) in cash held	(192)	(487)
1.20	Cash at beginning of quarter/year to date	828	1,123
1.21	Exchange rate adjustments to item 1.20	--	--
1.22	Cash at end of quarter	636	636

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	94
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	50
4.2	Development	--
Total		50

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	86	28
5.2 Deposits at call	550	800
5.3 Bank overdraft	--	--
5.4 Other (provide details)	--	--
Total: cash at end of quarter (item 1.22)	636	828

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				
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>	2,500,000	--	<i>Exercise price</i> \$0.10	<i>Expiry date</i> 31/12/2011
	2,500,000	--	\$0.15	31/12/2012
	2,500,000	--	\$0.25	31/12/2011
	2,500,000	--	\$0.35	31/12/2011
7.8 Issued during quarter	2,500,000	--	\$0.10	31/12/2011
	2,500,000	--	\$0.15	31/12/2012
7.9 Exercised during quarter				
7.10 Expired during quarter	6,000,000	--	\$0.10	31/12/2008
	83,867,665	83,867,665	\$0.20	31/12/2008
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:
(Company Secretary)

Date: 28 January 2009

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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