



29 October 2008

September 2008 Quarterly Report

Highlights

- Assays now received for first 31 drillholes of 2008 Sisorta drill program
- Significant gold and/or copper results in 28 out of 31 holes
- Significant results include:
 - 50.5 metres at 1.41 g/t gold from surface in SIS48, including 15.5 metres at 2.4 g/t gold from 6 metres.
 - 18 metres at 1.02 g/t gold from 77.9 metres in SIS42, including 6.7 metres at 2.1 g/t gold from 89.2 metres
 - 42.5 metres at 1.51 g/t gold from 2 metres in SIS40, including 21.8 metres at 2.48 g/t gold from 5 metres and 1.8 metres at 9.1 g/t Au from 11.2 metres
 - 15.5 metres at 1.11 g/t gold from 42.5 metres in SIS39, as part of a broader interval of 68.9 metres at 0.59 g/t gold from surface
- Initial bottle roll and column leach metallurgical tests confirm that gold-bearing oxide material is amenable to leaching, with 92% gold recovery in bottle roll tests and up to 91% gold recovery in column leach tests
- Results now processed from the Ground Magnetics and Induced Polarisation (IP) surveys, with new targets identified
- Favorable IP coincident with gold-in-soil results have delineated a significant eastern extension target zone as yet untested by drilling
- Drilling for porphyry targets has intersected porphyry-style K feldspar-biotite-magnetite alteration associated with elevated gold values in SIS47.
- Drilling program now nearly complete, and work is beginning on a resource calculation as the first step toward a preliminary scoping study.
- Preliminary field work continued on Chesser's four 100%-owned Turkish project areas
- The company has continued to assess more project opportunities, particularly in the gold sector.

Chesser Resources Limited ("Chesser") (ASX Code: CHZ) is pleased to report on its activities for the quarter ended September 30, 2008. The drill program continued at the Sisorta project, and final results were received for an IP and Magnetic ground geophysical survey. The metallurgical sampling program was initiated, with promising early results. The company has also made significant advances in its strategy to develop a portfolio of advanced gold exploration projects, as well as advancing exploration on its existing projects.



Figure 1. Shaded Topographic map of Turkey showing the location of Chesser's Turkish projects, along with the locations of a number of other significant Turkish mines and prospects

Projects

Sisorta, Turkey

Gold

(Chesser earning up to 70%, Eurasian 100%)

The Company continued its 2008 program of drilling, metallurgy and geophysics on the Sisorta project during the quarter. The planned 2008 program comprises a minimum of 8000 metres of diamond drilling and approximately 62 kilometres of dipole-dipole IP.

The Sisorta property is a volcanic-hosted high sulphidation epithermal project, in which drilling to date has demonstrated the existence of a significant body of near-surface oxide gold mineralisation with surface chip-channel sample fire assay grades of up to 14 grams per tonne gold reported by Eurasian Minerals. The project has a large footprint of outcropping mineralisation and anomalous soil geochemistry, only a small portion of which has been drilled.

Mineralisation on the Sisorta project is associated with a 2500m by 800m northwest-trending topographic high. The 28 drillholes carried out to the end of 2007 have shown the clear existence of a large zone of high grade oxide gold mineralisation which remains open to the northwest and southeast.

In the September quarter, 28 holes were completed for a total of 3925.6 metres, and assay results from those holes are summarised in Table 1. Four drill rigs operated for much of the quarter.

Diamond drilling at Sisorta was focused on testing the main silica cap area as well as extensions to the previously intersected broad zones of oxide gold mineralisation. Selected results from the program to date include:

- 42.5 metres at 1.51 g/t gold from 2 metres in SIS40, including 21.8 metres at 2.48 g/t gold from 5 metres
- 50.5 metres at 1.41 g/t gold from surface in SIS48, including 15.5 metres at 2.4 g/t gold from 6 metres.

- 15.5 metres at 1.11 g/t gold from 42.5 metres in SIS39, as part of a broader interval of 68.9 metres at 0.59 g/t gold from surface
- 18 metres at 1.02 g/t gold from 77.9 metres in SIS42, including 6.7 metres at 2.1 g/t gold from 89.2 metres
- 10.4 metres at 1.14 g/t gold from 45.5 metres in SIS45, as part of a broader interval of 22.5 metres at 0.73 g/t gold from 40 metres
- 7 metres at 0.93 g/t gold from 28 metres in SIS38
- 6.5 metres at 1.01 g/t gold from 33.7 metres in SIS32
- 8.2 metres at 0.66 g/t gold from 147.8 metres in SIS34
- 23.2 metres at 0.75 g/t gold and 0.2% copper from 41.3 metres in SIS19
- 9.1 metres at 1.16 g/t gold from 18.2 metres in SIS21, as part of a broader interval of 38.3 metres at 0.62 g/t gold from surface
- 5.6 metres at 1.47 g/t gold from 42.1 metres in SIS23, as part of a broader interval of 20.9 metres at 0.65 g/t gold from 42.1 metres
- 12.3 metres at 2.37% copper and 0.13g/t gold in SIS22

The 2008 drill program is now expected to finish around the end of October, and it is expected that all assays will be received by the end of November. Work is already under way on the compilation and interpretation required to calculate a JORC resource, which is scheduled to be complete by early 2009. The resource and metallurgy will provide input to a preliminary scoping study to be initiated in early 2009.

IP Results Extend Target Zone to East of Current Drilling

Results have now been received and processed from Ground Magnetic and Induced Polarisation surveys carried out at Sisorta in 2008. The Ground Magnetic surveys have aided in mapping of structures and magnetite-destructive alteration, and have also highlighted the existence of some signatures which may represent potential porphyry copper targets. Drilling is currently under way to test these targets. IP surveying has highlighted the existence of additional prospective zones as shown in the figure below.

The resistivity data show that silica alteration is more widespread than indicated by surface mapping, and the geophysics, IP and surface geochemistry together highlight a large extent of untested target zones for follow-up drilling. Existing mineralisation clearly follows the margin of the main silica body, but less than 20% of the full extent of the margin zone has been drill-tested at this stage.

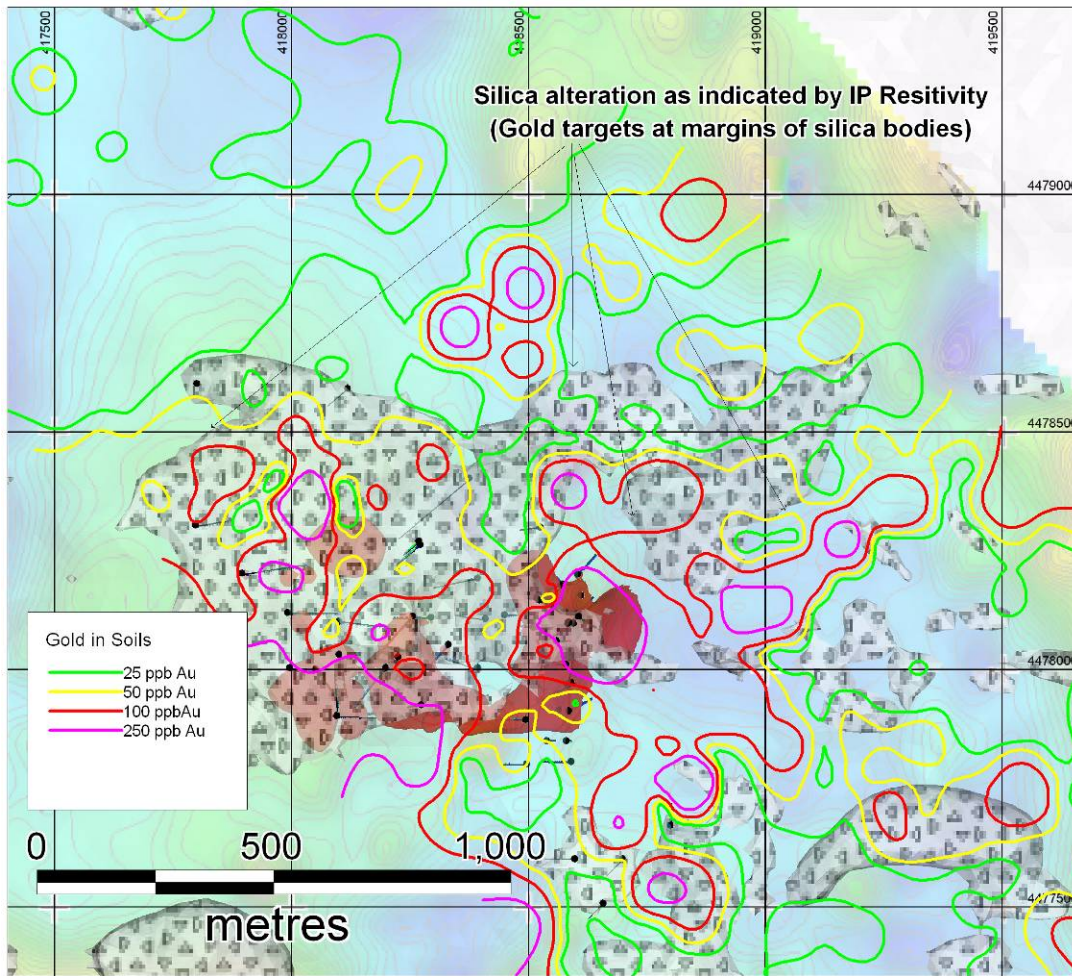


Figure 2. Sisorta area map showing existing drilling, the 0.25 g/t gold grade shell in red, contours of gold in soils, residual magnetic contours and image, with hatched pattern indicating distribution of silica alteration as detected by IP resistivity.

Excellent Initial Metallurgical Results from Oxide Target Zone

Bottle roll leach tests were recently reported on the first two of a planned set of five metallurgical bulk samples. The two samples, one oxide and one sulphide were analysed by Kappes Cassidy and Associates of Reno Nevada. A gold recovery of 92% was obtained from a 4 day bottle roll leach test of the oxide sample. Additional details of the two samples are as follows:

KCA Sample No.	KCA Test No.	Ore Type	Average Head Assay, gms/Au MT	Calculated Head, gms/Au MT	Extracted, gms/Au MT	Average Tails, gms/Au MT	Extracted, % Au	Days of Leach	Consumption NaCN, kg/MT	Addition Ca(OH) ₂ , kg/MT
39765	40326 A	Oxide	1.11	1.22	1.13	0.10	92%	4	2.03	0.50
39766	40326 B	Sulfide	3.22	3.30	1.51	1.80	46%	4	7.13	4.00

Pulverized material (Estimated 80% Passing 0.106 millimeters)

In addition, preliminary results have now been received for the column leach tests of the first oxide bulk sample. Column leach tests were conducted on material crushed to minus 25 millimeters (80% passing 19 millimeters) and minus 12.5 millimeters (80% passing 9.5 millimeters). Both samples showed favourable extraction after 20 days, with relatively low cyanide consumption.

KCA Sample No.	KCA Test No.	Sample Identification	Crush Size, mm	Estimated Calculated Head, gms Au/MT	Extracted, gms Au/MT	Extracted, % Au	Days of Leach	Consumption NaCN, kg/MT	Addition Cement, kg/MT
39765A	40362	Oxide	25.00	1.11	0.96	86%	20	0.48	0.00
39765B	40365	Oxide	12.50	1.11	1.01	91%	20	0.27	0.00

Additional bulk metallurgical samples are currently being collected and will be analysed during the remainder of the year.

Porphyry Copper drill targets

Following completion of the IP survey, a number of areas were selected for deeper drilling in order to test for porphyry copper-gold style mineralisation. The first of these holes (SIS47, located to the northwest of the main area of drilling) intersected broad intervals of feldspar porphyry with variable development of K feldspar-biotite-magnetite alteration which is characteristic of higher temperature porphyry copper-gold mineralisation. Elevated gold values were also obtained from intervals displaying this style of alteration, including:

- 11.1 metres at 0.34 g/t gold from 80.4 metres in SIS47 and
- 12.3 metres at 0.35 g/t gold from 165.3 metres in SIS47

Drilling of a deep target under the main silica hill is currently under way.

Turkey Regional

Copper- Gold

(Chesser 100%)

During the September quarter, preliminary ground work continued the company's 15 licenses on four separate project areas with potential for epithermal gold and porphyry copper-gold.

The **Kabatas** licenses (ER3150969, ER3150993, ER3159754, ER3159755, ER3159756, ER3166330, ER3166335 and ER3167246) are located at Ordu, in north-eastern Turkey. The area shows strong potential for porphyry copper-gold mineralisation based on previous company drilling and road-cut exposures of porphyry style quartz-sericite-pyrite stockworks, along with anomalous copper and molybdenum in stream sediments. Reconnaissance sampling in the area returned rock sample values of up to 8.3% copper, 0.28 g/T gold and 188 parts per million molybdenum.

The **Topcam** licenses (ER3167247 ER3167378 ER3167380 ER3167381) are located in north-eastern Turkey. The geology of the area is characterised by a Jurassic to Pliocene volcanosedimentary sequence which has been intruded by Palaeocene to Eocene intrusives. Anomalous stream sediment data point to a potential for epithermal gold and porphyry copper-gold mineralisation, and a contour soil sampling program in the area produced values of up to 864 parts per billion gold and 719 parts per million copper. The company is in the process of carrying out follow-up geological mapping and additional soil and rock sampling on the property.

The **Domu** tenement (ER3155978) is located in north-eastern Turkey. In the tenement area, reports of previous exploration describe silicified and pyrite-altered granodiorite intruding a sequence of andesitic volcanics and minor marbles. Copper mineralization occurs only in highly altered parts of the granodiorite as small veinlets containing pyrite, malachite, azurite and chalcopyrite. Stream sediment, soil and rock sampling have been carried out by the Turkish Mining Bureau (MTA)

returned anomalous copper values within the license area. The company is in the process of carrying out follow-up geological mapping and additional soil and rock sampling on the property.

The **Saphane** tenement (ER3157213) is located in north-eastern Turkey (Map.1). The tenement was acquired based on its similarity to known epithermal occurrences in nearby tenements. The company is in the process of carrying out follow-up geological mapping and additional soil and rock sampling on the property.

Field visits were carried out to a number of projects made available to the company for option and/or joint venture. A number of projects are currently at advanced negotiation stage.

Chesser Resources Ltd is an ASX-listed Exploration company with a focus on the acquisition and exploration of discovery-stage gold projects. The company is committed to advancing its existing portfolio while continuing to seek new advanced opportunities.

CHESSER RESOURCES LTD

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The exploration data and results contained in this report are based on information reviewed by Dr Rick Valenta, a Fellow of the Australian Institute of Mining and Metallurgy. He is Managing Director of the Company and has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Dr Valenta has consented to the inclusion in this release of the matters based on his information in the form and context in which it appears.

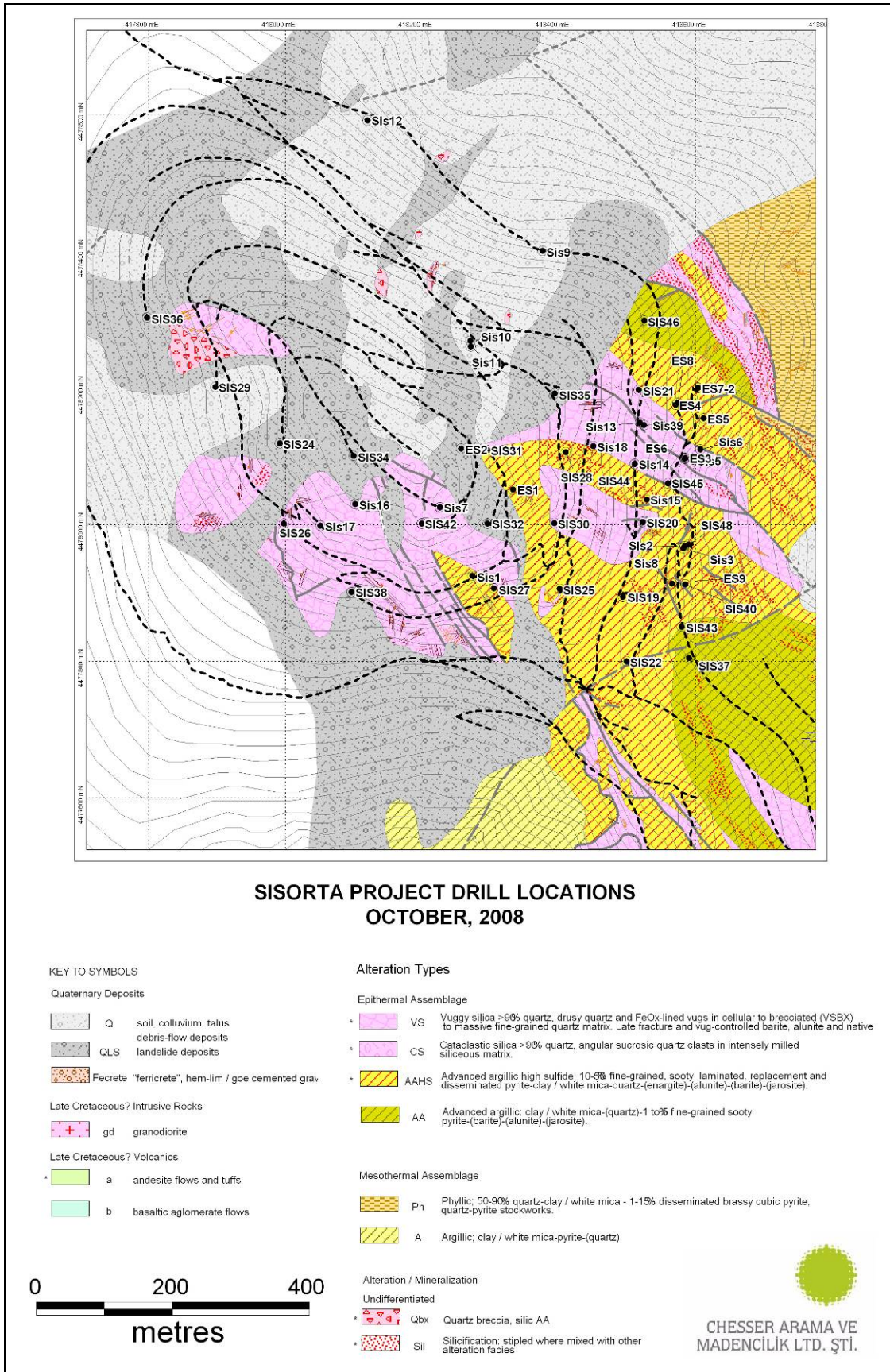


Figure 3. Sisorta area geological map with drill locations.

Table 1. Selected intercepts from Sisorta drill program

Drillhole	Easting (UTM37)	Northing (UTM37)	Azimuth (degrees)	Dip (degrees)	Total Depth (metres)	From (metres)	To (metres)	Length (metres)	Intercept
SIS19	418493.93	4477893.80	270	60	125				
			*						
			*						
						41.3	64.5	23.2	0.75 g/t Au
						44.7	64.5	19.8	0.86 g/t Au
						58.4	62.0	3.6	1.16 g/t Au
						69.0	92.2	23.2	0.42 g/t Au
SIS20	418522.94	4478003.63	270	60	125				
						17	23.6	6.6	0.54 g/t Au
						33.0	44.5	11.5	0.42 g/t Au; 0.29% Cu
						102.0	110.4	8.4	0.25% Cu; 0.09 g/t Au
SIS21	418517.08	4478196.82	270	60	125				
						0	38.3	38.3	0.62 g/t Au
						13.9	27.3	13.4	0.95 g/t Au; 0.58% Cu
						18.2	27.3	9.1	1.16 g/t Au; 0.78% Cu
						8.3	38.3	30	0.57% Cu; 0.64 g/t Au
SIS22	418499.08	4477799.54	270	60	113.9				
						86.5	98.8	12.3	2.37% Cu; 0.13 g/t Au
						87.5	96.3	8.8	3.14% Cu; 0.16 g/t Au
SIS23	418204.56	4478014.85	270	60	197.5				
						42.1	63	20.9	0.65 g/t Au
						42.1	47.7	5.6	1.47 g/t Au
SIS24	417992.82	4478115.69	90	-60	211.5				
						42.4	73.6	31.2	0.36 g/t Au
						42.4	59.6	17.2	0.44 g/t Au
						48.6	59.6	11	0.51 g/t Au
SIS25	418402.39	4477901.30	270	60	125				
						78	83.8	5.8	0.37 g/t Au
						93.2	103.2	10	0.38 g/t Au; 0.20% Cu
						98.8	114.8	16	0.19% Cu; 0.28 g/t Au
SIS26	418031.89	4478019.12	90	-60	166.5				
						72.3	78.6	6.3	0.30 g/t Au
						83.3	98.1	14.8	0.40 g/t Au
						89.2	98.1	8.9	0.46 g/t Au
SIS27	418308.01	4477902.36	90	-60	125.5				
						0	6.6	6.6	0.38 g/t Au
						16.6	20.3	3.7	0.59 g/t Au; 0.14% Cu
						28.7	33.9	5.2	0.73 g/t Au
						46	49.35	3.35	0.46 g/t Au
						87	89.2	2.2	1.30 g/t Au; 0.13% Cu
SIS28	418410.15	4478105.17	270	-60	125.8				
						53.6	57.5	3.9	0.75 g/t Au
SIS29	417904.54	4478200.83	90	-60	279				
						178.1	192.4	14.3	0.36 g/t Au
						198	208.5	10.5	0.42 g/t Au
						251.7	260.9	9.2	0.36 g/t Au
						268	276	8	0.63 g/t Au

* interval with minor solution cavities

Table 1. continued...

Drillhole	Easting (UTM37)	Northing (UTM37)	Azimuth (degrees)	Dip (degrees)	Total Depth (metres)	From (metres)	To (metres)	Length (metres)	Intercept				
SIS30	418394.85	4477995.86	270	-60	149.5								
						Copper intercept in sulphide zone	106.3	119.2	12.9	0.29% Cu			
									Copper intercept in sulphide zone	144	146.9	2.9	0.93% Cu; 0.22 g/t Au
SIS31	418294.99	4478107.46	270	-60	177.8								
									Copper intercept in sulphide zone	158	174.5	16.5	0.16% Cu
SIS32	418296.57	4478000.34	270	-60	123.5								
									Gold intercept in oxide zone	24.7	43	18.3	0.54g/t Au
									including	33.7	40.2	6.5	1.01 g/t Au
									Copper intercept in sulphide zone	93.1	112.8	19.7	0.20% Cu
SIS33	418087.53	4477892.48	90	-60	183								
									Gold intercept in oxide zone	14.5	22.9	8.4	0.31g/t Au
									Gold intercept in sulphide zone	31	48.6	17.6	0.31 g/t Au
									Copper intercept in sulphide zone	79.3	91.8	12.5	0.60% Cu
									including	82.8	86	3.2	1.19% Cu
									Copper intercept in sulphide zone	96.5	115.9	19.4	0.24% Cu
									including	107.5	115.9	8.4	0.44% Cu
									Copper intercept in sulphide zone	150.4	156.1	5.7	0.30% Cu
									Copper intercept in sulphide zone	161	171.8	10.8	0.21% Cu
SIS34	418096.72	4478102.75	90	-60	248								
									Gold intercept in oxide zone	147.8	156	8.2	0.66g/t Au
									Copper intercept in sulphide zone	201.9	210	8.1	0.14% Cu
SIS35	418391.26	4478199.28	270	-60	197	no significant intervals							
SIS36	417797.69	4478302.54	90	-60	138.6	no significant intervals							
SIS37	418591.24	4477804.66	270	-60	134								
									Gold intercept in sulphide zone	60.1	64	3.9	0.49 g/t Au; 0.12% Cu
									including	61.6	64	2.4	0.62 g/t Au; 0.15% Cu
									Gold intercept in sulphide zone	95.9	98	2.1	0.73 g/t Au; 0.14% Cu
									Copper intercept in sulphide zone	88	98	10	0.14% Cu; 0.26 g/t Au
									Copper intercept in sulphide zone	113.8	117.7	3.9	0.17% Cu; 0.12 g/t Au
									Gold intercept in sulphide zone	123.6	128.1	4.5	0.06% Cu; 0.30 g/t Au
SIS38	418086.78	4477892.54	0	-60	172.5								
									Gold intercept in oxide zone	4.7	14	9.3	0.32 g/t Au
									Gold intercept in oxide zone	28	35	7	0.86 g/t Au
									Gold intercept in oxide zone	39.8	49.2	9.4	0.6 g/t Au
									including	63.8	67.7	3.9	0.66 g/t Au
									Gold intercept in oxide zone	83.7	86	2.3	0.78 g/t Au
									Gold intercept in sulphide zone	127.5	138.4	10.9	0.31 g/t Au
									Copper intercept in sulphide zone	130.6	146.1	15.5	0.25 g/t Au; 0.29% Cu
									Copper intercept in sulphide zone	130.6	138.4	7.8	0.39 g/t Au; 0.43% Cu
									including	133.1	134.6	1.5	0.52 g/t Au; 0.99% Cu
									including	135.7	138.4	2.7	0.6 g/t Au; 0.37% Cu
SIS39	418519.00	4478148.00	120	-60	109.5								
									* Gold intercept in oxide zone	0	68.9	68.9	0.59 g/t Au
									Gold intercept in oxide zone	0	33.15	33.15	0.49 g/t Au
									including	36.8	68.9	32.1	0.74 g/t Au
									* including	42.5	58	15.5	1.11 g/t Au
									* including	44.5	52	7.5	1.38 g/t Au
									Copper intercept in sulphide zone	95.9	107.6	11.7	0.17%Cu

* interval with minor solution cavities

Table 1. continued...

Drillhole	Easting (UTM37)	Northing (UTM37)	Azimuth (degrees)	Dip (degrees)	Total Depth (metres)	From (metres)	To (metres)	Length (metres)	Intercept
SIS40	418590.79	4477912.27	0	-90	136				
									* Gold intercept in oxide zone
						2	44.5	42.5	1.51 g/t Au
									* including
						5	26.8	21.8	2.48 g/t Au
									* including
						5	17.5	12.5	3.23 g/t Au
									* including
						5	14.5	9.5	4.13 g/t Au
									including
						32.3	36.4	4.1	1.05 g/t Au
									including
						32.3	41.6	9.3	0.83 g/t Au
									Gold intercept in oxide zone
						55	58	3	0.49 g/t Au
									Gold intercept in sulphide zone
						66.1	89	22.9	0.75 g/t Au
									including
						68.6	77.5	8.9	1.29 g/t Au
									Copper intercept in sulphide zone
						101.5	105.1	3.6	0.36% Cu
									Gold intercept in sulphide zone
						115.6	127.9	12.3	0.56 g/t Au
SIS41	416973.96	4479837.91	45	-60	150.2	no significant intervals			
SIS42	418204.56	4478014.85	225	-55	187.5				
									Gold intercept in oxide zone
						28.7	39.1	10.4	0.84 g/t Au
									including
						28.7	32.6	3.9	1.5 g/t Au
									Gold intercept in oxide zone
						55.6	64.9	9.3	0.58 g/t Au
									including
						55.6	59.4	3.8	0.94 g/t Au
									including
						56.9	59.4	2.5	1.27 g/t Au
									Gold intercept in oxide zone
						77.9	95.9	18	1.02 g/t Au
									including
						87.9	95.9	8	1.83 g/t Au
									including
						89.2	95.9	6.7	2.1 g/t Au
									Gold intercept in oxide zone
						110.5	117.5	7	0.4 g/t Au
SIS43	418581.47	4477853.17	90	-80	70				
									Gold intercept in oxide zone
						18.1	26	7.9	0.81 g/t Au
									Gold intercept in sulphide zone
						62.5	70	7.5	0.31 g/t Au; 0.15% Cu
									Copper intercept in sulphide zone
						56.8	70	13.2	0.13% Cu
SIS44	418511.28	4478088.39	90	-60	86.6				
									Gold intercept in oxide zone (minor sulphide)
						0	12.2	12.2	0.45 g/t Au
									Gold intercept in oxide zone
						44.9	77.9	33	0.58 g/t Au
									including
						44.9	52.8	7.9	0.66 g/t Au
									including
						55.1	65.3	10.2	0.70 g/t Au
									including
						66.6	73.5	6.9	0.68 g/t Au
SIS45	418579.17	4478071.59	90	-70	90				
									Gold intercept in oxide zone
						18	32	14	0.37 g/t Au
									Gold intercept in oxide zone
						40	62.5	22.5	0.73 g/t Au
									including
						45.5	55.9	10.4	1.14 g/t Au
SIS46	418525.33	4478298.01	270	-60	90				
									Copper intercept in sulphide zone
						43.6	49.75	6.15	0.32% Cu
									Copper intercept in sulphide zone
						43.6	47.3	3.7	0.49% Cu
SIS48	418580.06	4477971.01	90	-75	92.5				
									Gold intercept in oxide zone (minor sulphide)
						0	50.5	50.5	1.42 g/t Au
									including (minor sulphide)
						4	25.5	21.5	1.92 g/t Au
									including
						6	21.5	15.5	2.4 g/t Au
									including
						6	19.5	13.5	2.56 g/t Au
									including (minor sulphide)
						29.2	48.3	19.1	1.31 g/t Au
									including
						29.2	34.5	5.3	1.16 g/t Au
									including
						30.5	47.2	16.7	1.39 g/t Au
									including (minor sulphide)
						41	48.3	7.3	1.57 g/t Au

* interval with minor solution cavities

APPENDIX 5B
Mining exploration entity quarterly report

CHESSER RESOURCES LIMITED

ACN 118 619 042

Quarter ended

30-Sep-08

Consolidated statement of cash flows

	Current quarter	Year to date (3 months)
	\$A'000	\$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	(1,835)	(1,835)
(b) development	-	-
(c) production	-	-
(d) administration	(169)	(169)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	33	33
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other - Refund of Shire Rates	-	-
1.7 Other - Refund of GST	-	-
Net Operating Cash Flows	(1,971)	(1,971)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(15)	(15)
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 Cash assets of acquired entity	-	-
Net Investing cash flows	(15)	(15)
1.13 Total operating and investing cash flows (carried forward)	(1,986)	(1,986)

1.13 Total operating and investing cash flows (brought forward)	(1,986)	(1,986)
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 (Share issue costs)	-	-
Net financing cash flows	0	0
Net increase (decrease) in cash held	(1,986)	(1,986)
1.20 Cash at beginning of quarter / year to date	2,896	2,896
1.21 Exchange rate adjustments to item 1.20	81	81
1.22 Cash at end of quarter	991	991
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		137
1.24 Aggregate amount of loans to the parties included in item 1.17		-
1.25 Explanation necessary for an understanding of the transactions		
Directors' fees and payments to entities the directors are associated with.		
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

NIL

Financing facilities available

3.1 Loan facilities

3.2 Credit standby arrangements

Amount available \$A'000	Amount used \$A'000
-	-
-	-

Estimated cash outflows for next quarter

4.1 Exploration and evaluation

4.2 Development

Total

\$A'000
294
-
294

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.

5.1 Cash on hand and at bank

5.2 Deposits at call

5.3 Bank overdraft

5.4 Other (provide details) - 30 and 60 day term deposits

Total: cash at end of quarter (item 1.22)

Current quarter \$A'000	Previous quarter \$A'000
390	743
601	2,153
-	-
-	-
991	2,896

Changes in interests in mining tenements

6.1 Interests in mining tenements relinquished, reduced or lapsed

6.2 Interests in exploration licenses acquired or increased

Tenement reference	Nature of interest (note 2)	Interest at beginning of quarter	Interest at end of quarter
EL2911	-	100%	-
EL3234	-	Earning 60%	-
Please refer to Appendix 1			

Issued and quoted securities at end of current quarter

	Total number	Number quoted	Issue price per security (cents)	Amount paid up per security (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	35,000,000	35,000,000	20 cents each	Fully paid
Ordinary securities	2,600,000	-	1 cent each	Fully paid
Ordinary securities	500,000	500,000	6 cents each	Fully paid
Ordinary securities	50,000	-	20 cents each	Fully paid
Ordinary securities	2,100,000	2,080,000	10 cents each	Fully paid
Ordinary securities	500,000	500,000	48 cents each	Fully paid
7.4 Changes during quarter (a) Increases through issues Release of shares from escrow				
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>	2,000,000		<u>Exercise price</u>	<u>Expiry date</u>
	3,000,000		0.35	28/05/2011
	1,500,000		0.25	30/05/2011
	500,000		0.25	19/09/2011
	500,000		0.30	19/09/2011
	292,500		0.35	19/09/2011
			0.40	21/02/2013
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Cancelled during quarter				

7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance statement

- 1.0 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).
- 2.0 This statement does give a true and fair view of the matters disclosed.



Sign here:.....

Date: 28/10/2008

Company Secretary

DONALD STEPHENS

Print name:

Notes

- 1.0 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.
- 2.0 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.
- 3.0 **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.
- 4.0 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5.0 **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.

Appendix 1

Chesser Tenements - 100%

No	LOCATION (or potential project)	OWNER	ACCESS NO	Interest at beginning of quarter	Interest at end of quarter
1	KABATAS	Chesser Arama ve Madencilik*	3159754	100%	100%
2	KABATAS	Chesser Arama ve Madencilik	3159755	100%	100%
3	KABATAS	Chesser Arama ve Madencilik	3159756	100%	100%
4	KABATAS	Chesser Arama ve Madencilik	3166335	100%	100%
5	KABATAS	Chesser Arama ve Madencilik	3166330	100%	100%
6	TOPCAM	Chesser Arama ve Madencilik	3167247	100%	100%
7	KABATAS	Chesser Arama ve Madencilik	3167246	100%	100%
8	TOPCAM	Chesser Arama ve Madencilik	3167380	100%	100%
9	TOPCAM	Chesser Arama ve Madencilik	3167381	100%	100%
10	TOPCAM	Chesser Arama ve Madencilik	3167378	100%	100%
11	DOMU	Chesser Arama ve Madencilik	3155978	100%	100%
12	DOMU	Chesser Arama ve Madencilik	3155979	100%	100%
13	SAPHANE	Chesser Arama ve Madencilik	3157213	100%	100%
14	KABATAS	Chesser Arama ve Madencilik	3150993	100%	100%
15	KABATAS	Chesser Arama ve Madencilik	3150969	100%	100%

*Chesser Arama ve Madencilik is a subsidiary of Chesser Resources Limited.