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31 July 2003

Company Announcements
Australian Stock Exchange Limited
2 The Esplanade
PERTH WA 6000

By Electronic Lodgment

Dear Sir/Madam

Quarterly Report 30 June 2003

Highlights

- **Work continued on the Project Verification Study with the aim of confirming the viability of re-commencing gold production at Laverton in early 2004;**
- **All drilling data from Apollo Gold Mining Limited's (the Company) tenements now loaded in the acquire database;**
- **Detailed evaluation of the Ida H and Admiral Hill prospects commenced;**
- **Goldlink Capital mandated to assist the Company to investigate non equity based financing alternatives;**

Project Verification Study (PVS)

The Company completed a 2,849 metre in-fill RC drilling campaign during the quarter which concentrated on development targets, in order to bring as much of the current Indicated and Inferred Resource to Reserve status. The drilling program was part of the feasibility study into recommencing mining/processing operations at the Laverton Treatment Plant. The results of the drilling program were in line with expectations.

As announced on the 16 April 2003, the Company appointed Mr Alan Senior to co-ordinate the preparation of the PVS. The PVS will include the following:

- A detailed cash flow forecast

- A detailed mining plan and schedule;
- Designs and expected cash flows for individual pits;
- Detailed estimate of operating costs;
- Detailed estimate of capital costs for the refurbishment of the Laverton Processing Plant and associated infrastructure;
- A recommendation for the optimal treatment plant processing rate;
- Recommendations for the award of key contracts, based on the bids received from prospective contractors i.e. the capital and operating cost estimates will be based on firm contract prices.

The Company has entered into discussions with BGC Contracting on an Alliance Contract. BGC Contracting is actively participating in the preparation of the PVS and has provided detailed input into the development of operating costs for the project.

The PVS to date has confirmed that the infrastructure required for the project is either in place or readily available at competitive rates. Initial mine designs have been prepared for a number of pits, which are included in the PVS, noting that the results of some of these has resulted in the initial downgrading of some of the pits. Additional drilling may be required in these pits to upgrade existing Resources currently in the Indicated and Inferred categories into Reserve status to warrant their development.

Additionally, during the Company's ongoing review of data from previous operators new project areas which were previously undisclosed have been discovered with substantial amounts of drilling and technical work already completed. These projects include Black Label, Blue Moon and Vat and are currently being evaluated to determine the amount of drilling required to bring current Resources to Reserve status and include these in the PVS.

To date the capital costs required to refurbish the Laverton Processing Plant to a capacity of 1 million tonnes per annum are within expectations and in line with the estimate by the independent experts scoping study contained the Company's prospectus.

As announced on the 3 July 2003, the Company may decide it is more commercially attractive, based on conclusions contained in the PVS, to increase the processing rate of the Laverton Processing Plant from a nominal 600,000 tonnes per annum (as per the Company's prospectus) to a nominal 1 million tonnes per annum. The final decision will be made based upon the optimum return to shareholders. If an increase in capacity is warranted it may be necessary to supplement the Company's existing financial resources to accommodate the corresponding increase in capital expenditure.

Additionally, the Company is in discussion with the owners of existing reserves and resources within the Laverton region; the results of which may lead to their inclusion in the PVS. It is possible that this may require the calling of tenders for additional capital items and may, therefore, delay the finalisation of the PVS.

acquire Database

The Company has successfully transferred the entire database of drilling information from the Access database to the acquire database which is purpose designed for geological information.

There is a background of data on the genetic and exploration controls of deposits within the Laverton Project which needs to be considered, understood and applied. This will lead to the development of exploration techniques and guidelines, which will generate exploration targets. New discoveries have often been hidden by surficial deposits and "blind" mineralized bodies may have very subtle surface expression. The acquire database software enables the Company's geologists to overlay the physical, chemical and tenement data in such a way that the required understanding of the geology is achieved in a shorter time frame.

Project Development

Ida H

The Company has digitized the historical underground workings and collated all of the drill hole and geological information. All available data is currently being evaluated and the selection of drill targets is well advanced.

The digitized image is attached and can be viewed on the Company's website at www.apollogold.com.au.

Admiral Hill

The initial block modeling of three of the Admiral Hill deposits, (Admiral Hill North, Admiral Hill South and Castaway) has been completed and the results released on 30 July 2003. An Inferred Resource of 7,000,000 tonnes at 1.15 g/t for 262,000 ounces was calculated.

The digitized image is attached and can be viewed on the Company's website at www.apollogold.com.au.

To date neither the Ida H nor the Admiral Hill projects have been considered for inclusion in the Company's PVS, a decision will be made in the near future as to whether they will be included.

Corporate

Funding Options

The Company had approximately \$2.6 million in cash reserves at the end of the quarter. As previously discussed the Company is assessing, as part of the PVS, the benefits in refurbish the Laverton Processing Plant to a capacity of 1 million tonnes per annum. The Company has mandated GoldLink Capital Pty Ltd to investigate financing options,

which do not involve the issuing of additional equity, to refurbish the Laverton Processing Plant to 1 million tonnes per annum capacity.

Swap Agreement

During the quarter the Company executed the formal Swap Agreement with AngloGold which gave effect to the Company receiving the Royal tenements, which include the Sickle project, in exchange for the Company's Jasper Hills Project.

The Swap Agreement is conditional upon a plaintiff action on the Lord Byron tenement being successfully resolved. The initial plaintiff hearing was held before the Perth Wardens Court on the 24 July 2003 and has been scheduled for a full hearing on the 5/6 February 2004.

The Company is disappointed with the delay in hearing the plaintiff as development of the Sickle project may be delayed until the plaintiff action is resolved. The Company is currently discussing available options with AngloGold and its legal advisors.

NEXT QUARTER DRILLING AND WORK PROGRAM

Drilling Program

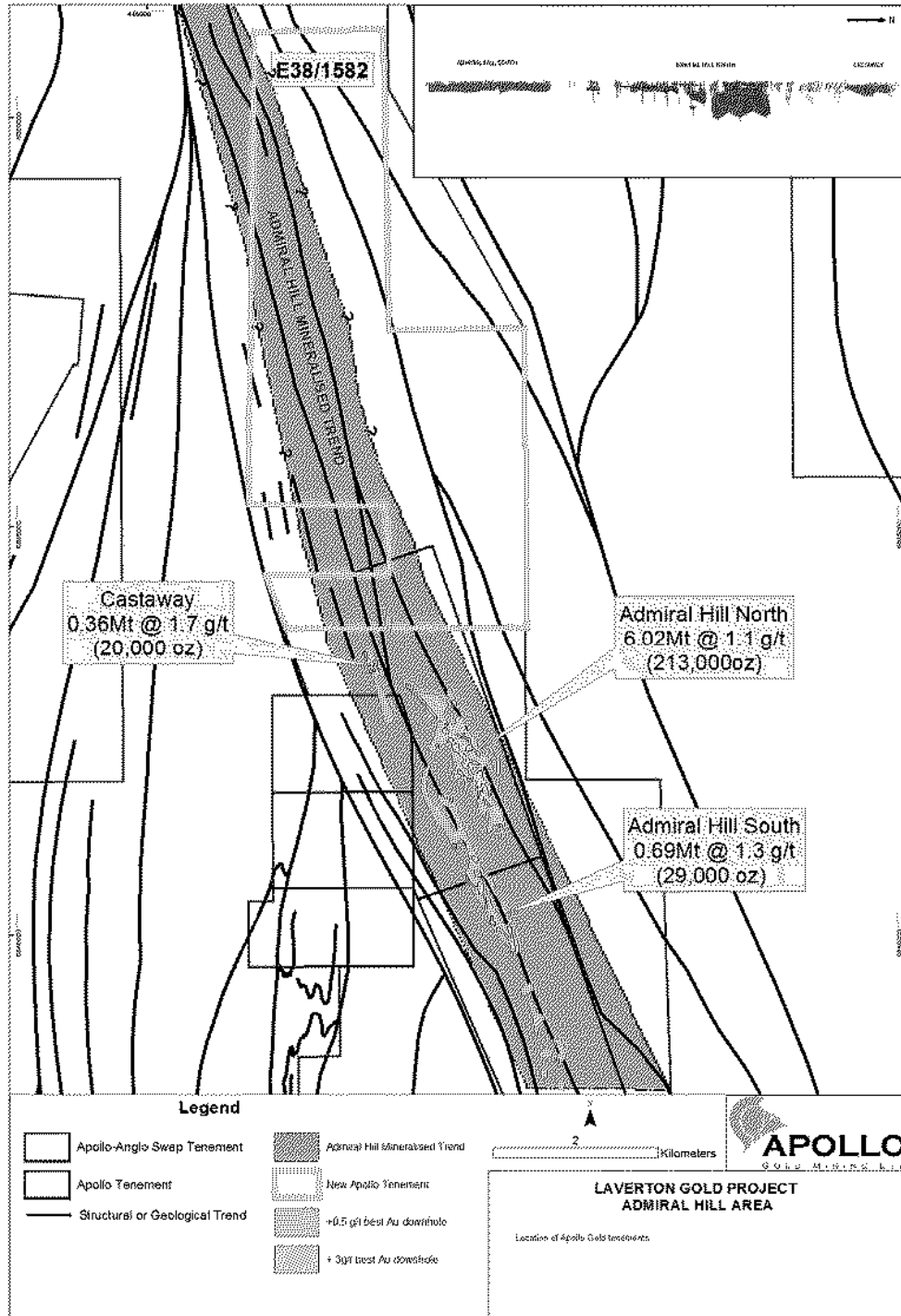
The drilling program to be undertaken in the forthcoming will have the following objectives:

- Development drilling of the Black Label, Blue Moon and Vat deposits, to upgrade them to reserve status;
- Exploration drilling of the Admiral Hill, Ida H and Blue Moon prospects;
- Geotechnical assessment of those deposits for which there is currently insufficient data.

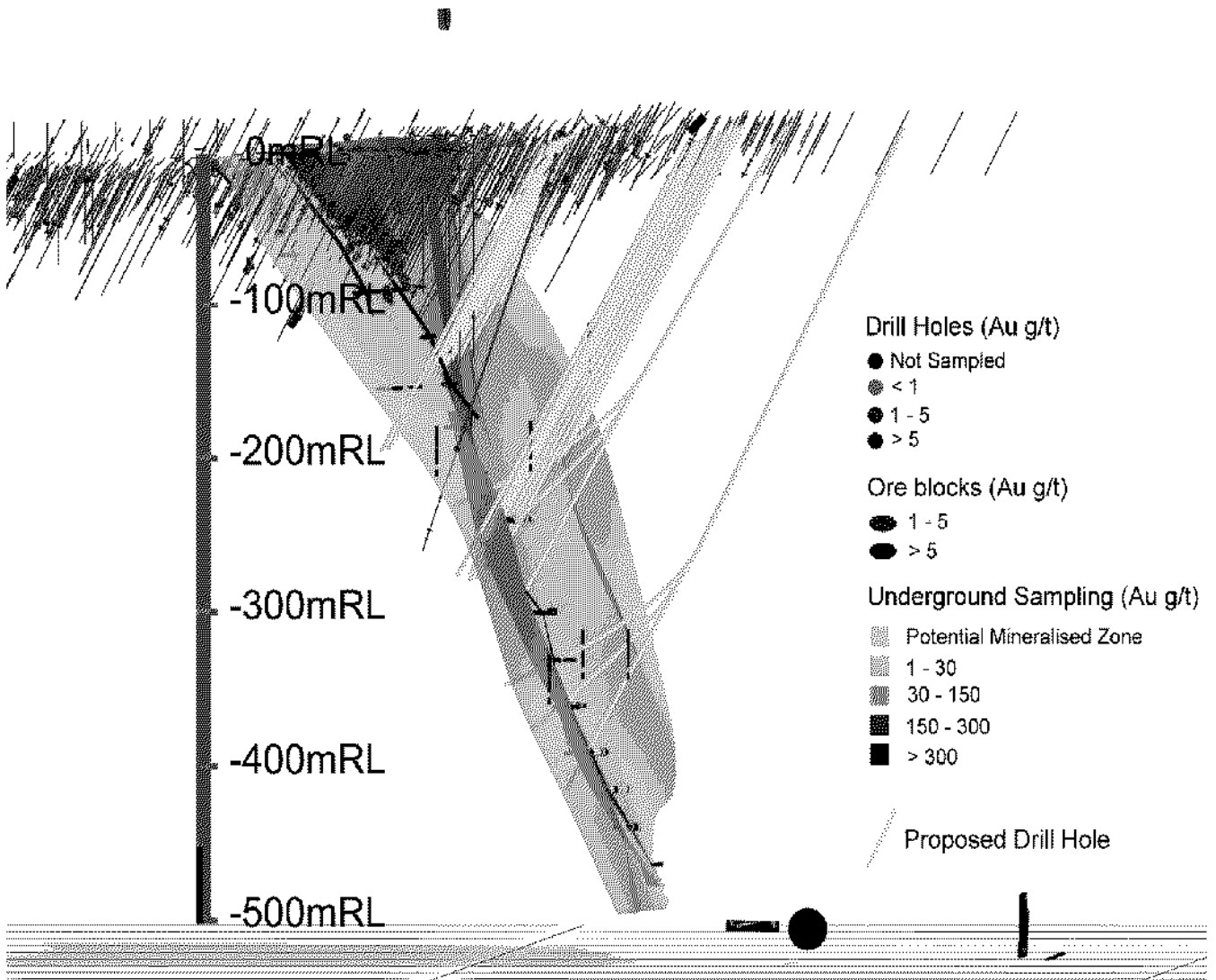
BY ORDER OF THE BOARD
Apollo Gold Mining Limited

Dudley J Kingsnorth
Managing Director

ADMIRAL HILL PROJECT AREA



IDA H CROSS SECTION



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

APOLLO GOLD MINING LIMITED

ABN

49 087 360 996

Quarter ended ("current quarter")

30 JUNE 2003

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date 12 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	(504)	(747)
(b) development	-	-
(c) production	-	-
(1) administration	(225)	(465)
(2) to former directors	(132)	(132)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	3	12
1.5 Interest and other costs of finance paid	-	(21)
1.6 Income taxes paid	-	-
1.7 Other (GST refund received)	333	367
Other (Focus Technologies previous 9 months)	-	(314)
Net Operating Cash Flows	(525)	(1,300)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	(306)	(1,307)
(b)equity investments	-	-
(c) other fixed assets	(30)	(30)
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	(336)	(1,337)
1.13 Total operating and investing cash flows (carried forward)	(861)	(2,637)

1.13	Total operating and investing cash flows (brought forward)	(861)	(2,637)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	5,000
1.15	Proceeds from convertible notes (now converted)	-	700
1.16	Proceeds from borrowings	100	150
1.17	Repayment of borrowings	(50)	(50)
1.18	Dividends paid	-	-
1.19	Other (capital raising costs)	(307)	(887)
	Other (oversubscriptions refundable)	(25)	-
	Net financing cash flows	(282)	4,913
	Net increase (decrease) in cash held	(1,143)	2,276
1.20	Cash at beginning of quarter/year to date	3,822	403
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,679	2,679

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	
	Executive director	35
	Non-executive directors	17
	Former directors	132
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Not applicable

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

None during the June 2003 quarter
In the previous quarter shares and options were issued for no cash pursuant to the prospectus and the acquisition of the Laverton assets

- 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

Not applicable.

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	Nil	Nil
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	475
4.2 Development	250
Total	725

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	679	1,822
5.2 Deposits at call	2,000	2,000
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	2,679	3,822

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	There have been no changes in tenements during the quarter		
6.2	Interests in mining tenements acquired or increased	There have been no changes in tenements during the 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 Preference securities <i>(description)</i>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil - -			
7.3 +Ordinary securities	64,353,546	44,653,546	Fully paid	Fully paid
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>	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -			
7.7 Options <i>(description and conversion factor)</i>	47,084,500	28,500,000	<i>Exercise price</i> <i>See attachment</i>	<i>Expiry date</i> <i>See attachment</i>
7.8 Issued during quarter	nil			
7.9 Exercised during quarter	nil			
7.10 Expired during quarter	(30,000)	nil	\$3-60	08.05.03
7.11 Debentures <i>(totals only)</i>	Nil			
7.12 Unsecured notes <i>(totals only)</i>	Nil			

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: 30 July 2003
(Director)

Print name: Dudley Kingsnorth , Managing Director

Options on issue

The Company has the following options on issue at 30 June 2003:

Number on issue	Exercise price	Expiry date
1,175,000 (1)	20 cents	30.11.05
442,750	40 cents	11.04.04
112,500	\$3.00	30.04.04
100,000	\$3.00	30.04.04
2,482,500	\$3.00	30.04.04
56,750	\$2.60	30.04.04
450,000	\$3.00	30.04.04
1,565,000 (2)	20 cents	30.11.05
28,500,000	20 cents	30.11.05
2,200,000 (3)	20 cents	30.11.05
<u>10,000,000 (4)</u>	20 cents	02.08.08
<u>47,084,500</u>		

(1) escrowed to 27.02.04

(2) escrowed to 27.02.05

(3) escrowed to 27.02.04

(4) a condition of these options is that the stock must trade on ASX at 40 cents per share for a continuous period of 5 days before the options can be exercised.