



ACCLAIM EXPLORATION N.L.

ABN 99 009 076 233

Quarterly Activities Report For the period to 30 June 2007

Denny Dalton

During the quarter the Company completed the second phase drilling program, running a diamond drilling and reverse circulation (RC) drilling program in parallel. Logging of the final drill holes was completed and a total of 675 samples sent to the laboratory for analysis on 16 May 2007.

The programme, covering both diamond and RC drilling comprised a tightly spaced drilling distance to determine the spread of mineralization outward from the holes that intersected grade on the first phase diamond drilling. Samples submitted to SGS Lakefield for analysis will determine the most appropriate form of drilling on subsequent drilling programs.

Mr Bagirathi, the Managing Director of Acclaim has met with the company's consultants, CCIC, in relation to the continued delay in receiving assays results from the drill program completed in May 2007. Following delays due to heavy workload and facility upgrades at the assay laboratory, CCIC has now been advised that there has been further delay due to instrument error affecting calibration of the samples. The laboratory has advised that re-assaying is now being undertaken and is being completed as a priority.

The company is frustrated by these delays and is continuing its dialogue with the laboratory to obtain the complete assay results for release to the market.

On receipt of assays, the Company's exploration consultants, CCIC, will compile a detailed exploration and resource report on the Denny Dalton project. This will include a summary of all drilling, assay results, geological models and resource estimates.

Previously completed exploration on Tusschenby by Mabex Consulting Geologist (MCG) estimated an inferred mineral resource on the farms of 31.5 million tonnes. The inferred tonnage was estimated based on the exploration undertaken by MCG, the position of "known" payshoot trends noted by Southern Sphere, and the knowledge of the mineralisation and the project area by the director of MCG. Based on this MCG estimated the following JORC resources as listed in the following Table.

Table : Resources as calculated by Mabex Consulting Geologists.

	Tonnage	Grade (kg/t)	Width (m)	U₃O₈(t)
Inferred	31,500,000	0.35	1.0	11,025
	Tonnage	Grade (g/t)	Width (m)	Au (Moz)
Inferred	31,500,000	2.5	1.0	2.5

The farm Tusschenby 411, with Nobamba lying adjacent, is located in northern rural KwaZulu Natal some ±70km south-east of the town of Vryheid near the southern end of the known limits of the 3.1 – 2.9 billion year old Pongola Basin within the White Umfolozi Inlier.

The target on the Property is the Mozaan Contact Reef of the Mozaan Group – a 3-4.5m thick conglomerate formation lying unconformably on the underlying Nsuze Formation with only the bottom 45 to 90cm of this pyritic conglomerate yielding anomalous erratic gold and uranium mineralisation. This unit was intermittently mined by the Denny Dalton Gold Mine from 1893 to 1926. The dip of the geology varies between 9° and 11°.

Denny Dalton is situated at the southern most end of a major Precambrian basin in which deep erosion has stripped away the cover rocks and exposed the units of the Pongola Super Group. This Pongola basin is compatible in size with the Witwatersrand but about 300 million years older. The Pongola rocks are estimated to be 3.1–2.9 billion years compared with the Witwatersrand which spans 2.75 – 2.5 billion years. Mineralisation at Denny Dalton occurs as shoots of gold and uranium concentrations within conglomerate beds at the base of the Mozaan Group. These conglomeritic beds outcrop over a strike area of approximately 4km with the Mozaan Contact Reef the principal economic horizon lying unconformably on the Insuzi Lava Formation. Previous stratigraphy above the MCR, have shown to have economic potential both for gold and uranium.

CORPORATE

Guinea Acquisition

During the quarter, Acclaim entered into an agreement with Laskara Limited to acquire the rights to explore and mine uranium in the West African nation of Guinea. The Company has been granted the entitlement to formally survey the entire Prefectures of Mali, Siguiri, Mamou, Kindia, Kissidougou, Mandiana, and N'Zerekore in Guinea and select what it believes to be the most prospective uranium rich occurrences.

Laskara has procured an enormous data base of existing uranium exploration data collected over several decades, including intensive work by Cogema, the French government nuclear agency, since renamed Areva. The data includes previous drill hole data, aeromagnetic survey data and comprehensive geological mapping of the prospective regions in the country.

Using this database, Acclaim commenced a review of the most prospective areas for immediate selection. It is the company's intention to identify blocks suitable for the immediate commencement of a number of reconnaissance drilling programs. The company is not limited to the number of blocks it may choose, however it is recognised that it is prudent to maximise its limited resources on the most prospective recognised uranium regions within Guinea.

Subsequent to the end of quarter due diligence was completed in relation to the proposed acquisition of prospecting rights over the geologically surveyed prefectures of Mali, Siguiri, Mamou, Kindia, Kissidougou, Mandiana, and N'Zerekore in Guinea.

Documentation has been lodged for approval with the Republic of Guinea Government Ministry and Acclaim is now awaiting Ministerial sign off.

In accordance with the agreement with Laskara Limited, Acclaim is now proceeding to negotiation of final terms of the acquisition. On receipt of Ministerial sign off, Acclaim expects to be in a position to enter formal agreement with Laskara Limited.

Board Appointment

During the quarter the company appointment Mr Ralph Bagirathi as the new Managing Director.

Mr Bagirathi is a mining engineer with over 23 years corporate and technical experience in the exploration and mining industry plus the financial services industry. He has worked previously with JCI, Anglo Platinum, ABSA Bank, Decorum Capital managing the New Africa Mining Fund and most recently was CEO Africa for Brinkley Mining plc. Mr Bagirathi is a South African citizen resident in Johannesburg.

Joining Mr Bagirathi at Acclaim is a highly qualified African based geological team with a very broad range of experience in Africa and with uranium, specifically to support him in the management of the Company's current projects and future acquisitions.

The company is continuing to review new opportunities and potential tenement acquisitions.

Yours faithfully

Neville Bassett
Company Secretary

The information in this report that relates to exploration, mineral resources or mineral reserves is based on information compiled by Mr Brian Thomas who is a member of the Australasian Institute of Mining and Metallurgy who has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is 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'. Mr Brian Thomas is the Principal of B D Thomas & Associates, a consultant to the company and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.