

Golden Deeps Ltd

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28 October 2009

**The Manager
Company Announcements Office
Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000**

Dear Sir,

QUARTERLY REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2009

1. BLUE FUNNEL (M 16/19), WESTERN AUSTRALIA

The Blue Funnel open pit is located on the Zuleika Shear, approximately 17 kilometres to the northeast of Kundana, and was mined in the late 1980s for **205,579 t @ 3.22 gpt Au**. There is strong potential for additional resources below the existing pit floor, and requires further investigation.

The company has been approached by a third party to either acquire or joint venture into the Blue Funnel project. A review of the project data by that party is currently being undertaken.

2. TWIN HILLS (M 29/21), WESTERN AUSTRALIA

The Twin Hills project is located 27 kilometres to the northeast of Menzies in the Eastern Goldfields. The historic Twin Hills mine hosted high-grade gold mineralisation and shows the potential for additional resources at depth and along strike.

A review of both the near mine and regional potential continues over the project area.

3. PROJECT GENERATION

The Company is continues to assess a number of opportunities, both in Australia and overseas for possible joint venture or acquisition.

The Company has been awarded priority on four exploration licence applications in eastern Victoria. The applications are for low impact gold exploration over a number of historical gold mining areas that have not been explored utilising modern exploration methods.

Over 300 gold mines, prospects and occurrences are documented within the licence application areas. Government records show that combined production from reef and vein gold deposits within these areas is over 380,000 ounces at average grades in excess of 24 g/t gold. A similar amount of gold was also recovered at lower grades from alluvial deposits in the licence areas, but further production from these sources is not being

considered due to the Company's environmental concerns and the banning of river dredging in Victoria.

These gold fields were discovered in the Victorian Gold Rush of the mid-1800s, and significant underground gold mining ceased in these areas between 1910 and 1930. The Company believes that substantial opportunity exists in Victoria, and that historic mining has only exploited the upper portions of the extensive gold mineralising systems throughout the region.

The applications in eastern Victoria are currently moving through the approvals process and shareholders will be further updated as these projects move to grant.

Yours faithfully,

Norman Grafton
Company Secretary
Golden Deeps Ltd

For further information please contact:

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Or consult our website:

www.goldendeeps.com

Competent Person Declaration

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Timothy Putt of Exploration and Mining Information Systems, who is a member of The Australasian Institute of Geoscientists. Mr. Putt has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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 Resource and Ore Reserves". Timothy Putt consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.