



TANAMI  
GOLD NL

**FAXED**  
3.3.4

3 March 2004

BY FACSIMILE: (08) 8981 7106  
AND MAIL

<b>TRIM Registered</b>	
Date 8.3.14	Time 11.19 AM/PM
Trim File No: NI 2003/9999	
Trim Doc No: NI 2004/0281	

Principal Registrar  
Titles Division  
Department of Business, Industry and Resource Development  
GPO Box 3000  
DARWIN NT 0801

Dear Sir,

**EXPLORATION LICENCE 23122 – KRAKATOA  
HOME OF BULLION PROJECT**

The first anniversary of Exploration Licence 23122 occurred on 3 February 2004. The licence has been included in the Home of Bullion Project with the Combined Report being due for lodgement by 5 March 2004.

Please find enclosed details of expenditure incurred for the year ending 2 February 2004 together with the proposed program and budget for the second year of term.

Yours faithfully,  
TANAMI GOLD NL

Gillian McBain  
Tenement Consultant (as agent)

CR2004-0116

DEPT. BUSINESS, INDUSTRY  
& RESOURCE DEVELOPMENT

8 MAR 2004

RECEIVED - BRF  
CORPORATE INFORMATION  
MANAGEMENT

**EXPLORATION LICENCE 23122  
KRAKATOA - HOME OF BULLION PROJECT**

**3 February 2003 – 2 February 2004**

**Summary of Activities - Year One**

A desktop study into the gold potential of the Palaeoproterozoic Ledan and Bullion Schists and the potential of Georgina Basin Sediments to contain Zambian Copper Belt-style copper mineralisation was conducted in February 2003. Agreement was reached with the Central Land Council in May 2003 allowing reconnaissance exploration to proceed over EL 23122.

To date exploration activities encompassing EL 23122 have included field reconnaissance to locate and conduct rock chip, soil and lag sampling over outcrops of Ledan and Bullion. This work was focused in an area where previous exploration had returned gold assays to a maximum of 5g/t.

**Table 1 – EL 23122 Expenditure - Year 1**

Cost Element	\$
Salaries/Wages	19,339
Contract Geologists	4,308
Assaying: 313 samples	4,601
Drafting/Computing	536
Travel/Accommodation	5,439
Vehicles/Fuel	7,621
Camp/Field costs	5,586
Administration/Overheads	7,937
<b>Total</b>	<b>\$55,367</b>

**Proposed Program and Budget - Year Two**

The proposed program for the year ending 2 February 2005 will comprise further systematic geochemical sampling to attempt to repeat the previous 5g/t Au results. Further lag, soil and rockchip sampling will be conducted over outcropping terrain. Shallow drill testing is planned to test areas under alluvial cover.

**Table 2 - EL 23122 Program/Budget 3 February 2004 – 2 February 2005**

Cost Element	\$
Remote Sensing Data Analysis	500
Geochemical Analysis	2,500
Drilling	10,000
Salaries/Wages	2,500
Drafting/Computing	750
Camp and Field Costs	1,000
Vehicles/Fuel	1,500
Travel/Accommodation	3,000
Administration/Overheads	3,250
<b>TOTAL</b>	<b>\$25,000</b>