FACSIMILE MESSAGE

TO: Mr Tony Carity
89 817106
Principal Registrar D.M.G.

FROM: Ron Edwards
White Range Mine

DATE: 25.3.98
No. of pages: 4 + Cover

MESSAGE:

Please find enclosed report for
E.L 9008

Many thanks

Ron Edwards
1997 Report EL 9008

Location
EL 9008 is located approx 3 kilometers northerly of the White Range Gold Mine, within the Arltunga Goldfield.

Access
Access is via the Arltunga-Claraville Road then by old unused bush tracks.

History
EL 9008 was applied for as extra prospective ground that could be treated utilizing the existing White Range treatment plant and facilities.

MKS 150 (White Range Mine) was purchased by the applicant from the receivers of the White Range Gold Mining Company in 1994. In conjunction with Arltunga Pty Ltd approx $0.5m was spent testing the untreated dumps. Approx three million tonnes with a grade of approx 1 Glam per tonne gold have been proven up. Approval was given to proceed with the project. A treatment plant, capacity 500,000 tpa, has been installed along with a 20 man camp. The borefield (MKS 151) has been equipped and a 15 kilometer pipeline installed.

The mine commenced operations in Feb 1998.

Capital cost for the project $2 million.
EXPLORATION EL 9008

Exploration to date was centred on locating prospective ground for gold within the E.L.

Approx 19 diggings and scratchings have been located within the E.L. Eight of these diggings appeared to be for hard rock mining with the remaining 11 scratchings chasing alluvial gold.

The locations will be located on a plan using a GPS.

Approx 140 rock chip samples were taken from around the old diggings. These were taken back to White Range dollyed and panned for free gold. Free gold was panned from four of digging sites. These sites will be further investigated and assays taken.

Approx 100 gravel samples were taken from the alluvial scratchings and panned. The odd spec of gold was recovered. Alluvial potential in the area is poor.
Expenditure

22 man days @ $200 man day                           $4,400
22 vehicle days @ $120 day                           $2,640
stores, fuels & consumables                          $1,500
Total                                                $8,540

Due to my time and effort being mainly directed into the White Range Project, our expenditure commitments have fallen short. I am prepared to commit a further $31,460 on exploration in 1998.

An exploration geologist, Mr Graeme Hutton is due on site in mid April 1998. He will do a field trip to the area to determine the potential of EL 9008.

I will get him to map out a programme for exploration in 1998.