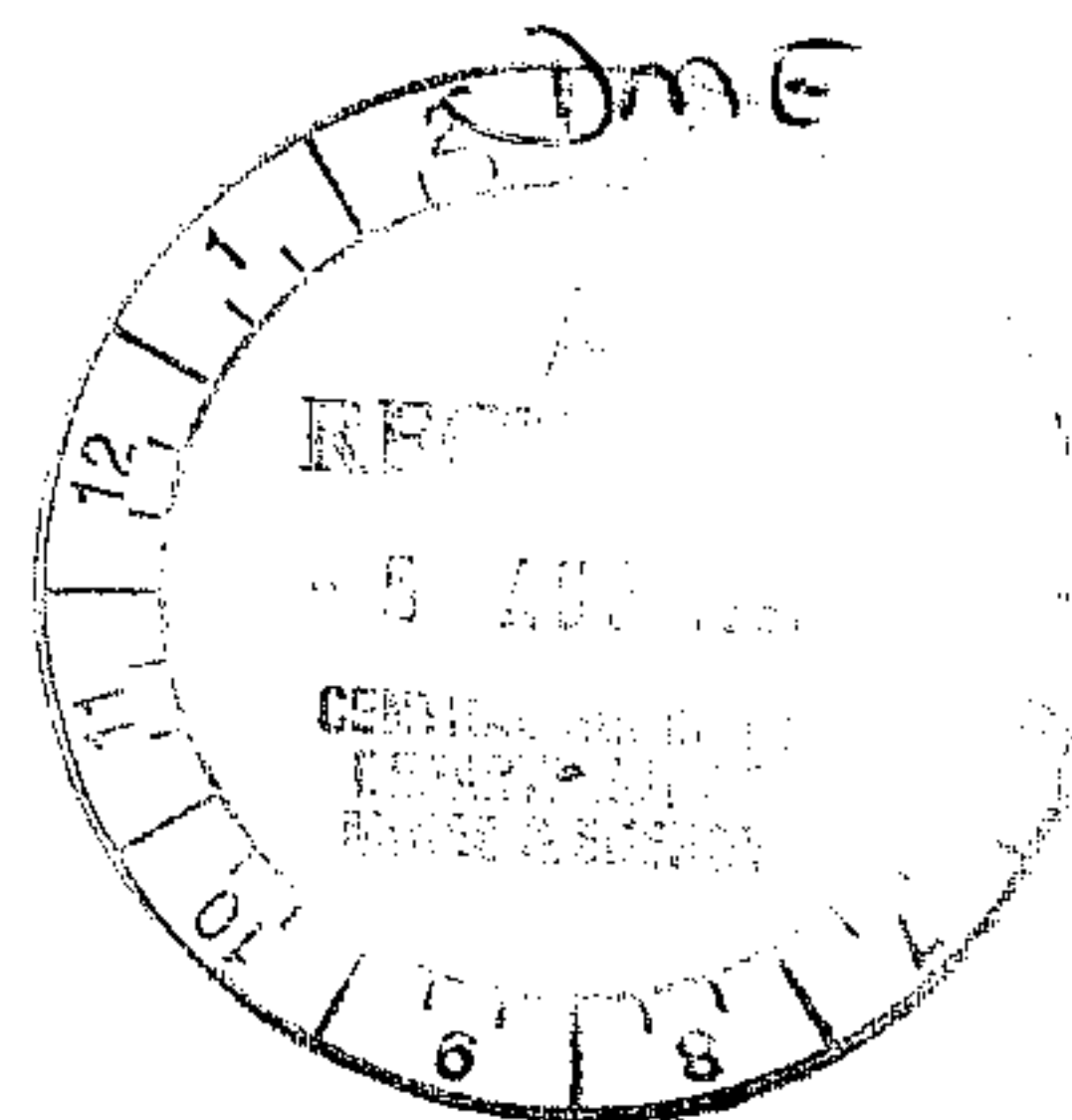




EL 9005

ADELAIDE RIVER, NORTHERN TERRITORY



Third Relinquishment Report

to

4 May 1999

by

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for

Savanna Minerals Resources Pty Ltd

Batchelor
July 1999

OPEN FILE

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- Appendix 1 Assays

SUMMARY

29 rock samples were collected from the four blocks being relinquished.

Several were anomalies in gold, up to 0.26 ppm but were not considered significant.

1. INTRODUCTION

This document is the third relinquishment report for EL 9005 and describes all the work done between May 1995 and May 1999 on the four blocks dropped.

2. TENEMENT STATUS

EL 9005 was granted on the 5 May 1995 for a period of six years to a syndicate comprising:

SBA Distributors Pty Ltd	40%
P M Melville	30%
J A Earthrowl	30%

Subsequently Savanna Mineral Resources N L farmed in on EL 9005 and neighbouring ELs 9547 and 9456. This necessitated a change in equity to:

J A Earthrowl	60%
SBA Distributors Pty Ltd	30%
P M Melville	10%

15 blocks of the original tenement were relinquished in May 1997 and a further 8 in May 1998 and 4 in May 1999.

3. LOCATION

The portion of this tenement being dropped is centred on 13°07'S, 131°11'E and is located approximately 13 kms of the Adelaide River Township. (Figure 1).

It is accessible off the Stuart Highway along the Tortilla Flats Road and is covered entirely by freehold land. (Figure 2).

Geologically EL 9005 is within the Pine Creek Geosyncline to the southeast and peripheral to the Rum Jungle Mineral Field.

4. PREVIOUS EXPLORATION

The reader is referred to the first relinquishment report of this EL for details of previous exploration.

5. TARGETS

The tenement has been acquired for its gold potential. It is located in a region of known gold mineralisation related to various styles of quartz veining within the lower Proterozoic lithologies.

6. METHODS USED AND WORK COMPLETED ON RELINQUISHED AREA

Vehicle and foot traversing by geologist Earthrowl and Melville using recent airphotography were used to test the potential of outcrops in the area relinquished.

Special attention was taken of alteration, quartz veining, fold closures, brecciation and gossans.

A total of 29 grab samples have been taken as shown in Figure 3.

7. RESULTS

Assay results of the 29 samples collected are shown in Appendix 1.

Of the 29, one returned 0.26 ppm Au, another 0.03 ppm Au and the rest were below Detection Limit of 0.02 ppm.

8. CONCLUSIONS

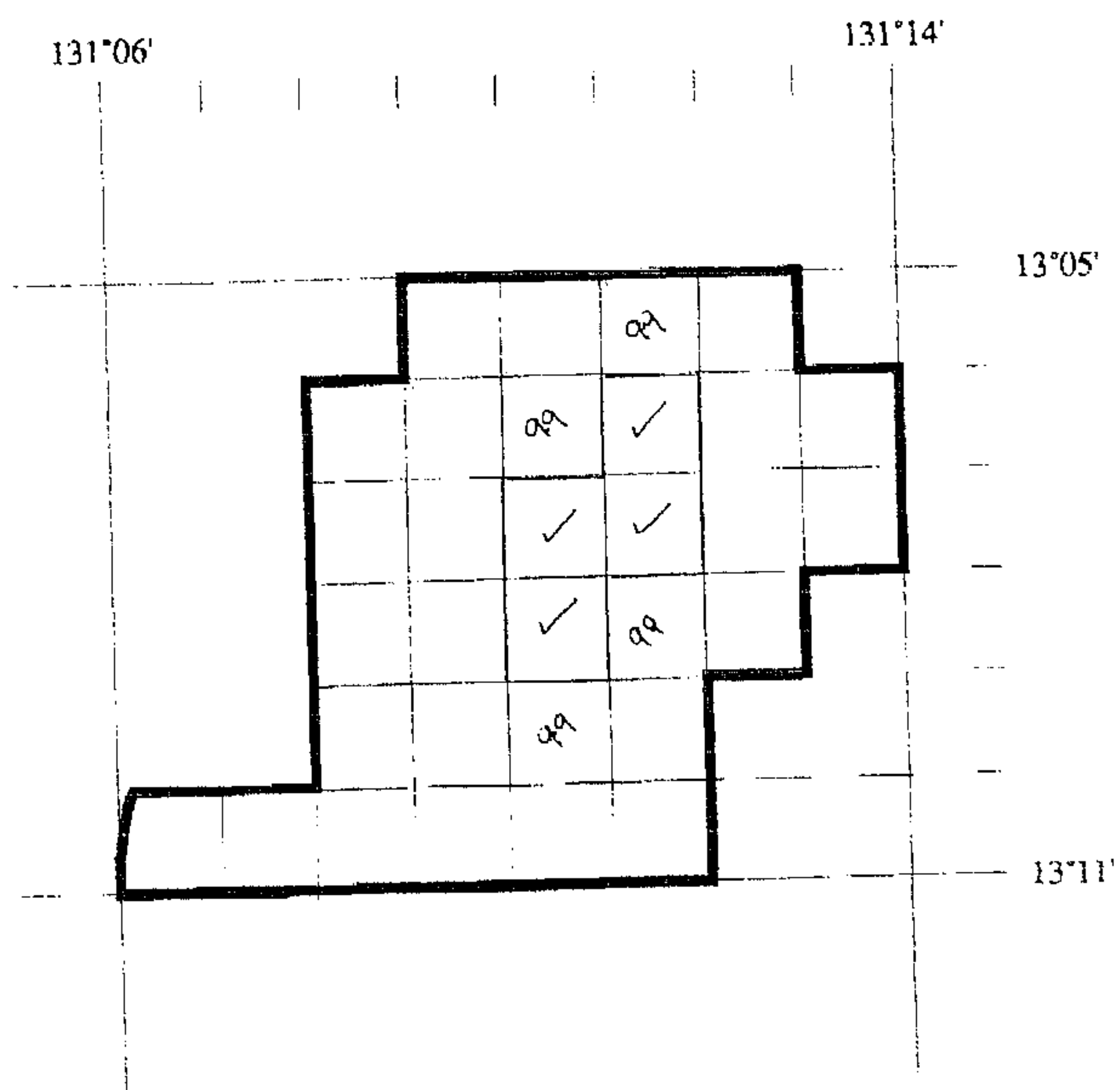
Traversing to the south of Sample Site 641971 (0.26 ppm Au) gave us encouragement from the few outcrops located.

To the north four trenches had been sunk in the 1980s, reportedly by Nicron Resources, but no report has been located. They appear not to have been followed up with drilling.

9. RECOMMENDATION

Further prospecting augmented with soil sampling in the area south of site 641971 is warranted.

SECOND SCHEDULE (Plan of Area)

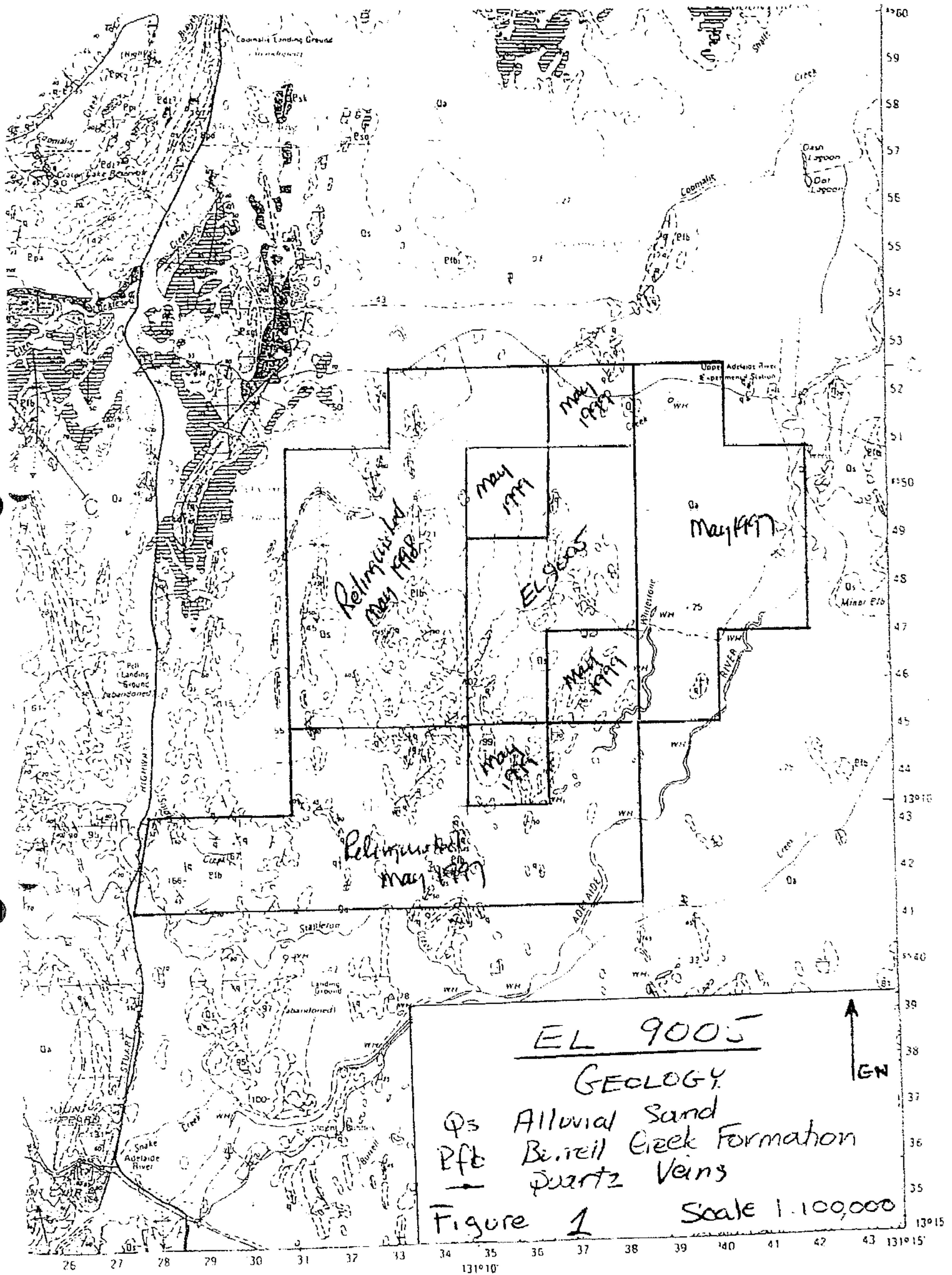


EL9005
31 BLOCKS
99 sq kms

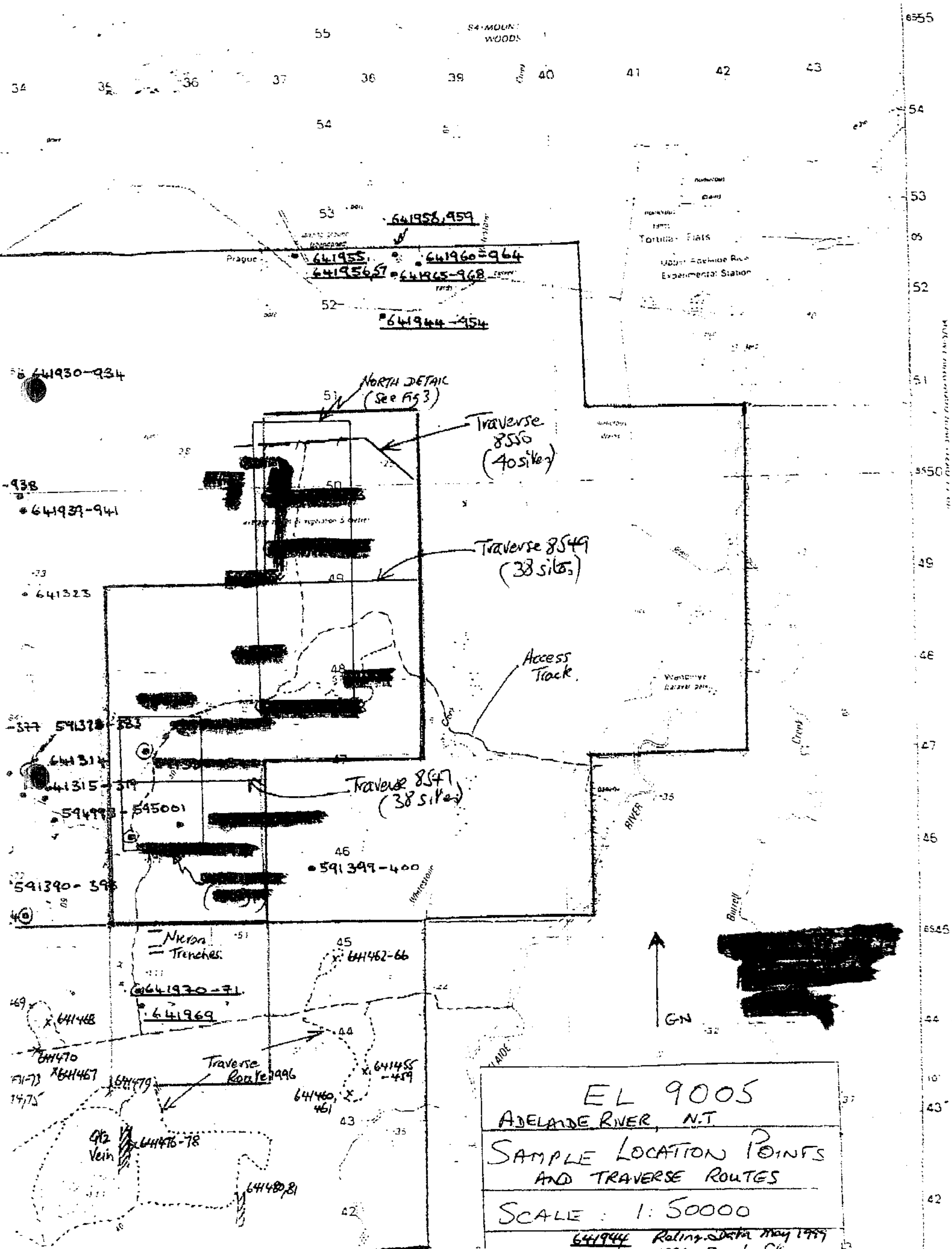
✓ Retained

99 Dropped May 1999

Dropped Earlier



Geology of the Rum Jungle Uranium Field 1984





Job: SDN0426
O/N: 9005/1

Final

ANALYTICAL REPORT

SAMPLE	AuDup1	AuDup2	As
641930	<0.02	--	<50
641931	<0.02	<0.02	<50
641932	<0.02	--	<50
641933	<0.02	--	<50
641934	<0.02	--	<50
641935	<0.02	--	<50
641936	<0.02	--	<50
641937	<0.02	--	<50
641938	<0.02	--	<50
641939	<0.02	<0.02	<50
641940	<0.02	--	<50
641941	<0.02	--	<50
641942	<0.02	--	<50
641943	<0.02	--	<50
641944	<0.02	--	<50
641945	<0.02	--	<50
641946	<0.02	--	<50
641947	<0.02	--	<50
641948	<0.02	--	<50
641949	<0.02	--	<50
641950	<0.02	--	<50
641951	<0.02	<0.02	<50
641952	<0.02	--	<50
641953	<0.02	--	<50
641954	<0.02	--	<50
641955	0.02	--	50
641956	<0.02	--	<50
641957	<0.02	--	<50
641958	<0.02	--	<50
641959	<0.02	--	<50
641960	<0.02	--	<50
641961	<0.02	--	<50
641962	<0.02	--	<50
641963	<0.02	--	<50
641964	<0.02	--	<50
641965	<0.02	--	<50
641966	<0.02	--	<50
641967	<0.02	--	<50
641968	<0.02	--	<50
641969	<0.02	--	290
641970	<0.02	--	630
641971	0.26	0.34	90
641972	0.24	0.23	110
641973	0.04	--	600
641974	0.05	--	280
641975	0.06	--	510
641976	0.06	--	490
641977	0.05	--	<50
641978	0.32	0.27	370
641979	0.08	0.09	240
UNITS	ppm	ppm	ppm
DET.LIM	0.02	0.02	50
SCHEME	AA7	AA7	AA1

9005
May 1995 Relin

App. 1



Job: 5DN0901
O/N: 9005/321060

Final

ANALYTICAL REPORT

SAMPLE	AuDup1	AuDup2	As
591372	<0.02	--	<50
591373	<0.02	--	50
591374	<0.02	--	<50
591375	<0.02	--	<50
591376	0.03	--	70
591377	0.03	--	<50
591378	<0.02	--	<50
591379	<0.02	--	50
591380	0.28	0.28	<50
591381	<0.02	--	50
591382	<0.02	--	<50
591383	<0.02	--	60
591384	0.40	0.44	4600
591385	0.04	--	180
591386	0.10	--	460
591387	0.03	--	170
591388	<0.02	--	100
591389	<0.02	--	70
591390	<0.02	--	50
591391	<0.02	<0.02	130
591392	0.02	--	220
591393	0.09	--	130
591394	0.03	--	<50
591395	0.11	0.08	180
591396	0.13	0.14	180
591397	0.02	--	130
591398	1.84	1.88	4460
591399	0.03	--	60
591400	<0.02	--	<50
594996	0.05	--	130
594997	0.03	--	130
594998	<0.02	--	190
594999	<0.02	--	120
595000	<0.02	<0.02	70
595001	<0.02	<0.02	350
641314	<0.02	--	100
641315	<0.02	--	80
641316	<0.02	--	130
641317	<0.02	--	190
641318	<0.02	--	90
641319	<0.02	--	<50
641320	<0.02	--	<50
641321	<0.02	--	120
641322	<0.02	--	<50
641323	<0.02	<0.02	<50
641324	<0.02	--	<50
641325	<0.02	--	<50
641326	<0.02	--	<50
641327	<0.02	<0.02	<50
641328	<0.02	--	<50
UNITS	ppm	ppm	ppm
DET.LIM	0.02	0.02	50
SCHEME	AA7	AA7	AA1

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may 1999 Relin