19 February 2003

The Director of Titles
NT Department of Business Industry & Resource Development
GPO Box 3000
DARWIN 0801

Dear Sir

Re: Relinquishment Report Year Ended 24 November, 2002
Exploration Licences 9672 - Dragon Lair/Reynolds Range - Arafura Resources NL

On behalf of our client, Arafura Resources NL, the current holder of this licence, we advise that on-ground exploration over the final four years of the term of this licence was conducted on the 10 blocks which have been retained.

Exploration conducted in the first two years of the licence comprised helicopter-supported stream sediment sampling and analysis of samples for gold by the BLEG technique. Limited ground follow-up was carried out in the second year of the term. All of the details of this work were submitted in the annual reports for Years 1 and 2 which can now be placed on open-file in lieu of repetition of this information in a formal final report.

The relevant reports are:


We trust you find this approach satisfactory.

Yours Faithfully
EXPLOREMIN PTY LTD

[Signature]
Managing Director

Cc: Arafura Resources NL, Perth