

21 October 2003

The Director of Titles
Minerals and Energy Group - Titles Division
Department of Business, Industry and Resources Development
GPO Box 3000
Darwin NT 0801

Via e-mail to: Harold.Gotting@nt.gov.au
mary.szwedzicki@nt.gov.au

Dear Harold and Mary,

**RE: EXPLORATION LICENCES 8602, 9537, 9538, 9539, 9540 & 9758 (MCFARLANE) -
ANNUAL REPORT, EXPENDITURE REPORTS AND APPLICATION FOR
VARIATION OF EXPENDITURE CONDITIONS**

We hereby submit the Annual Report for Exploration Licences 8602, 9537, 9538, 9539, 9540 and 9758 for the year ending 23 July 2003 as required under the *Mining Act*. An extension of time has previously been requested to lodge the Report.

Included in the Annual Report are the expenditure details for Exploration Licences 8602, 9537, 9538, 9539, 9540 and 9758 for the year ending 23 July 2003, together with the proposed work program and expenditure for the coming year.

Tenement	2002-2003 Covenant	2002-2003 Actual Expenditure	2003-2004 Proposed Expenditure
EL 8602	\$40,000.00	\$140,143.30	\$40,000.00
EL 9537	\$10,000.00	\$6,702.53	\$10,000.00
EL 9538	\$5,000.00	\$14,654.24	\$5,000.00
EL 9539	\$5,000.00	\$8,039.46	\$5,000.00
EL 9540	\$5,000.00	\$4,712.77	\$5,000.00
EL 9758	\$11,000.00	\$5,208.66	\$5,000.00

The Itemised expenditure for the tenements is shown in the Annual Report.

We are requesting a variation of the expenditure condition for Exploration Licences 9537, 9540 and 9758 for the reporting period. Please charge our credit card \$150.00 to cover the fees for the applications for variation of the expenditure conditions

Yours sincerely

Fiona Gallon
Senior Administrator, Land Management