

**EXPLORATION LICENCE 22387
HANSON - NAPPERBY PROJECT**

26 March 2003 – 25 March 2004

Summary of Activities - Year One

EL 22387 was included within a desk top study comprising an Arunta-wide bedrock geological interpretation and geophysical targeting exercise. This exercise identified the major Trans-Tanami structural corridor which runs through the region.

Agreement was reached with the Central Land Council in June 2003 allowing reconnaissance exploration to proceed over EL 22387. During November 2003 reconnaissance was undertaken to visit key geological locations, mineral occurrences and sites of anomalism identified by previous explorers. TGNL's interpretative Tanami-Arunta mapping suggests that equivalents of the Lander Rock Bed may be present under the cover. The metasediments are inferred to be low-grade metamorphic facies. The majority of the tenement lies beneath sand/clay cover, thus requiring drilling to test the underlying bedrock geology.

Table 1 - EL 22387 Expenditure - Year 1

Cost Element	\$
Salaries/Wages	371
Contract Geologists	239
Drafting/Computing	55
Travel & Accommodation	44
Vehicles/Fuel	295
Camp/Field costs	75
Administration/Overheads	162
Total	\$1,241

CA2004-0191

Proposed Program and Budget - Year Two

The proposed program for the year ending 25 March 2005 comprises wide-spaced RAB/AC drilling to test depth of regolith, bedrock lithologies and interpreted second order structures associated with two major Trans-Tanami Faults which pass through the tenement. A small program of more focused drilling will target a magnetic high in the tenement.

Table 2 - EL 22387 Budget - Year 2

Cost Element	\$
Remote Sensing Data Analysis	500
Drilling	10,000
Geochemical Analysis	2,000
Drafting and Computing	500
Salaries and Wages	3,000
Camp and Field Costs	1,500
Vehicles/Fuel	1,000
Travel/Accommodation	3,000
Administration/Overheads	3,225
Total	\$24,725

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