

PLACER DOME ASIA PACIFIC LIMITED
EXPLORATION LICENCE NO 7997
ANNUAL REPORT ON MINERAL EXPLORATION

For the twelve-month period ending 2 November 2004.

DETAILS OF LICENCE/S

Licence No(s): Exploration Licence No 7997

Location: South Tanami Project Name: South Tanami

Licence Holder: Delta Gold Limited

Operator / Manager: Placer Dome Asia Pacific Limited ABN 80 050 284 967

ANNUAL EXPLORATION REPORT

INTRODUCTION

Exploration Licence No 7997 was previously subject to the former South Tanami Joint Venture (STJV) and exploration was conducted by Newmont Tanami Pty Ltd on behalf of the holder of the Licences.

PROGRAMME DESCRIPTION

During the course of the last 12 months, the respective parties to the STJV have assessed exploration conducted to date under the terms of the joint venture and the ongoing participation in this project. As a result, Newmont Tanami Pty Ltd has withdrawn from the joint venture arrangements and Placer Dome Asia Pacific is currently operator of activities being conducted on this Exploration Licence.

Notwithstanding the level field activities have been conducted within Exploration Licence No 7997 during the past twelve months, considerable time has been spent bringing the former joint venture to an end, which in turn has required ongoing compilation and assessment of data to enable the operator to formulate a strategy for the further exploration or divestment of its interests in the Exploration Licence.

EXPENDITURE

Total expenditure for this Licence for the twelve month period is to be determined when all information is obtained from the former operator and will in due course be lodged with the Department of Business, Industry and Resource Development.

PROPOSED PROGRAMME (for the next twelve month period):

As noted previously in the Annual Report, Placer Dome Asia Pacific Limited is currently evaluating and reassessing exploration previously conducted on this Exploration Licence and depending upon the results of the work, the company will either resume an active exploration programme, divest its interests by way of joint venture participation or surrender the Exploration Licence.

PROPOSED EXPENDITURE

Claimable exploration costs associated with, and depending upon, the proposed programme as outlined above.

SUBMITTED BY:

Name: Russell Hetherington
Title: For and on behalf of
Placer Dome Asia Pacific Limited
Phone No: 02 9967-4844

Signed:

A handwritten signature in black ink, appearing to read 'R. Hetherington', written over a light grey background.