11 February 2004

The Mining Registrar
Department of Business, Industry & Resources
Centrepont Building
Smith Street Mall
DAWIN NT 0800

Dear Sir/Madam

ANNUAL MINERAL EXPLORATION REPORT - EL 23138, BRANCH CREEK

EL 23138 was applied for on the 17TH April 2001, granted on the 8th November 2002 and recently surrendered. In regard to the Final Report for EL 23138 we advise that no new remote nor any on ground work was undertaken on the tenement during the period of the licence since the last annual report was lodged. We simply reviewed existing data and results and determined that the ground held little prospect for De Beers Australia Exploration Limited and the ground was subsequently surrendered.

As such we ask that you accept this letter in lieu of any required reports, however, should you have any queries, please do not hesitate to call.

Yours faithfully
DE BEERS AUSTRALIA EXPLORATION LIMITED

Brett Anderson
Tenement Manager

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