



21/1/05  
Titles - Our Copy  
TG - Your Copy.

20 January 2005

Principal Registrar  
Titles Division  
Department of Business, Industry and Resource Development  
5<sup>th</sup> Floor Centrepoint Building  
Smith St Mall  
DARWIN NT 0800

By Facsimile: 8981 7106  
1 page

Dear Sir,

**ALCOOTA COMBINED ANNUAL REPORT  
EXPLORATION LICENCES 9801-9806, 9836 & 22924**

The combined annual report in respect of the Alcoota Project for the year ending 22 December 2004 is due to be lodged by 22 January 2005.

Work on the Alcoota project area during 2004 was limited to geological interpretation and review in order to identify ground to relinquish. The project area is considered prospective for both Iron-Oxide Copper Gold (IOCG) and shearzone-hosted Au deposits. Numerous target areas have been delineated, but are yet to be tested. The lack of work in the Alcoota project area during the last 12 months is due to the absence of a formal access agreement with traditional owners to permit drilling and other future acts in the event of a discovery. Tanami Gold NL and the Central Land Council have been negotiating agreements to cover numerous project areas, but have yet to reach agreement for the Alcoota project. It is hoped that an agreement will be finalised in the next 6 months.

As no exploration work was conducted on the licences comprising the Alcoota project, we ask that this letter be accepted in lieu of the second annual combined report in respect of the Alcoota project.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Gillian McBain".

Gillian McBain  
Tenement Consultant (as agent)

Encs