ANNUAL REPORT

EXPLORATION LICENCE NUMBER 6392 (PINE CREEK)
HELD BY RUSSELL JAMES YOUNG & MOLLY WOODBRIDGE of DARWIN NT.
MINER'S RIGHT NOS 3027 & 3886.

July 12, 1991

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ENCLOSURES
LOCATION MAPS
Schedule 1  Location
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Schedule 3  Creek & Bulk Sampling Results
1. INTRODUCTION

Location & Access:
EL 6392 is 9 km south on the Stuart Highway with the highway cutting the north western tip. Its closest old workings being ML 426A which yielded 23.3 tons of silver lead concentrate. There are also two unnamed prospects 1 km north which were mined for copper.
2) WORK CONDUCTED

During this last period we extended our creek sampling to give us a smaller perspective as to the size of the alluvial yield. The gold we recovered was far below expectations - as we have shown on Schedule 3 - & it is for this reason that we have decided to relinquish our rights to EL6392.
<table>
<thead>
<tr>
<th>Number</th>
<th>Description</th>
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<tbody>
<tr>
<td>20</td>
<td>Negative</td>
</tr>
<tr>
<td>21 - 25</td>
<td>Fine Traces</td>
</tr>
<tr>
<td>26</td>
<td>Very Poor</td>
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<tr>
<td>27</td>
<td>Good</td>
</tr>
<tr>
<td>28 - 30</td>
<td>Good</td>
</tr>
<tr>
<td>31</td>
<td>Very Fine</td>
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4) EXPENDITURE REPORT

1) Administration, Office Stationery, Mapping Data, Telephone & Courier
   $ 790.00

2) Field Supplies, Camping Accommodation Consumables etc.
   $ 1328.00

3) Vehicle, Plant & Equipment Running Costs
   Repair & Maintenance, Fuel & Tyres
   $ 2363.00

4) Field Assistant Wages
   $ 865.00

TOTAL EXPENDITURE $ 5346.00
4) ONGOING WORK PROGRAMME

We find that EL 6392 is no longer a viable proposition & we wish to relinquish our right to explore.

It has some promising areas & could be viable if we had intentions of setting up our plant in a position where the haulage overheads were to be less.

We ask that this be considered our official notice of relinquishment.
SECOND SCHEDULE
(Plan of Area)

EL6392
1 BLOCK
3 sq km

Pine Creek
14/6 II