27 October, 2005

Mining Registrar
Titles Division
DBIRD
GPO Box 3000
Darwin NT 0801

Dear Sir,

Annual Report EL 24261

Exploration licence 24261 covering 5 sub-blocks in the Tennant Creek area was granted on 14 November 2004.

I confirm that no exploration activities have been conducted on the exploration licence. The licence area was not visited by any staff or contractor personnel and therefore no rehabilitation is required.

The exploration expenditure for this licence was nil and there is nothing to report.

Yours faithfully,

[Signature]

Greg McKay
Technical Administrator
8 March, 2006

NT Department of Primary Industry, Fisheries and Mines
Attn: Denise Turnbull
Mining Registrar
GPO Box 3000
Darwin NT 0801

Dear Madam,

EL 24261 – Work program

In response to your letter dated 24 February 2006 concerning missing details for EL 24261, I apologise for overlooking this matter.

Below are details of the proposed budget and program for the year commencing 24 November 2005.

EL 24261 Proposed Program & Budget : Year 2
- Gravity survey lines over aeromagnetic targets
- Budget $5,000

I trust this meets Departmental requirements.

Yours faithfully,

Greg McKay
Technical Administrator