

15th May, 2006

Mr Jerry Whitfield
Director of Titles
Department of Business, Industry and Resource Development
GPO Box 3000
Darwin NT 0801

Dear Sir

SURRENDER OF EXPLORATION LICENCE 24377

Recent in-house studies relating to the above Exploration Licence has resulted in the downgrading of the exploration potential of this area and accordingly, the Company hereby surrenders Exploration Licence number 24377 (two, four, three, seven, seven) pursuant to s31 of the *Mining Act (NT)* as in force 1 January 2002 (NT) from the date hereof.

Holders sign here	Witness sign here
.....
Date:.....	Date:.....
Mr. Geoffrey John Fanning 16 Stasinowsky Street ALAWA, N.T. 0810	Mr. Ian K Johnstone 4 Sunningdale Ct, MARRARA, N.T. 0812