

15 June, 2006

Ref: 8011606.L1

NT Department of Business, Industry & Resource Development
Mines and Energy Section
Attn: Reference Geologist
GPO Box 3000
Darwin NT 0801

Dear Sir/Madam,

EL 24013 - Annual Report 2006

Enclosed in .pdf format is the 2006 annual report for EL 24013 (anniversary 24 May).

Attached to this letter are details of the annual exploration expenditure, and the proposed budget and program for the coming year.

I trust this meets the Department's requirements.

Yours faithfully,



Greg McKay
Technical Administrator

Encl.

ANNUAL EXPENDITURE

EL 24013

Period: 23 May 2005 – 24 May 2006

	\$
Staff geologist	1,031.25
Field costs	342.42
Travel costs	150.38
Consultant geophysicist	648.75
Gravity survey	12,681.58
Tenement costs	290.00
Indigenous costs	5,911.37
Administration overheads 15%	3,158.36
TOTAL	24,214.11

PROPOSED PROGRAM & BUDGET : YEAR 2

RC drilling program, initially 500 metres plus ancilliary costs
Budgeted \$35,000.