19 April 2007

Principal Registrar
Titles Division
Department of Primary Industry, Fisheries and Mines
Smith Street Mall
DARWIN NT 0800

Dear Sir,

Re: EXPLORATION LICENCES 8824, 9295 & 9616
COMBINED ANNUAL REPORT – SOUTHERN TANAMI PROJECT

The abovementioned exploration licences have been included in the Combined Report for the Southern Tanami Project with a due date of 23 April annually.

In the previous year the project also included Exploration Licences 8741, 8817 and 9269, which expired on 22 March 2007. A final report for these Exploration Licences will be lodged in due course.

In the sixth year of tenure, Tanami Exploration NL completed a geological review and conducted a reconnaissance trip which confirmed the presence of Dead Bullock Formation. The presence of structurally disrupted and folded Dead Bullock and Killi Killi Formations on the above tenements and the presence of crustal scale thrusts, granite intrusives, and weakly anomalous geochemical responses provide encouragement of the prospectivity of the leases. Renewal applications were completed for each tenement.

As no field work has taken place within the last twelve months, we ask that this letter be accepted in lieu of the Southern Tanami Combined Annual Report for the year ending 22 March 2007.

The tenements have incurred expenditure with respect to salary, administration costs and minimal travel and vehicle charges. Individual expenditure statements will be lodged by separate correspondence.

Should you require any further information please contact me on (08) 9212 5913 or email agramham@tanami.com.au

Yours faithfully
Tanami Gold NL

Alicia Graham
Land Manager