27 October 2008

Minerals and Energy Titles
Department of Regional Development,
Primary Industry, Fisheries and Resources
GPO Box 3000
DARWIN NT 0801

Dear Sir/Madam

RE: INTERIM ANNUAL REPORTS – EX-TEA EXPLORATION LICENCES

Pursuant to Section 34 of the Mining Act, an Annual Report lodged in respect to an Exploration Licence must provide details of total expenditure on exploration activities and all geological, geochemical and geophysical survey reports, and all drilling and other reports, completed by or available to the lessee in relation to the exploration activities on the licence area and all data, maps and records associated with or necessary to interpret those reports.

Following the removal of Exploration Licences from the Tanami Exploration Agreement on 18 December 2007, Interim Annual Reporting for the following tenements is due:

<table>
<thead>
<tr>
<th>Tenement</th>
<th>Reporting Period</th>
<th>Exploration Expenditure</th>
<th>Exemption Required</th>
</tr>
</thead>
<tbody>
<tr>
<td>EL 9250</td>
<td>19/12/07 – 02/10/08</td>
<td>NIL</td>
<td>Yes</td>
</tr>
<tr>
<td>EL 9602</td>
<td>19/12/07 – 08/10/08</td>
<td>NIL</td>
<td>Yes</td>
</tr>
<tr>
<td>EL 7150</td>
<td>19/12/07 – 22/10/08</td>
<td>NIL</td>
<td>No</td>
</tr>
</tbody>
</table>

I advise that no exploration activities were carried out on the Exploration Licences during the respective interim reporting periods. Therefore, please accept this letter in lieu of an Annual Report. Individual expenditure reports are enclosed to satisfy our licence obligations. Please find enclosed a cheque (#6813) in favour of the Receiver of Territory Monies totalling AUD $100.00 to cover the 2 exemption requests as indicated in the above table. Please forward a receipt to my attention in due course.

Should you have any queries please do not hesitate to contact me on 08 9423 6477.

Yours faithfully

Jo Norton
Senior Tenements Administrator

CC. Dave Hall, Newmont