

NORTHERN TERRITORY EXPLORATION EXPENDITURE FOR MINERAL TENEMENT

Section 1. Tenement type, number and operation name: (One licence only per form even if combined reporting has been approved)

Type	EL
Number	27730
Operation Name (optional)	Murphy

Section 2. Period covered by this return:

Twelve-month period:		If Final Report:	
From	30/7/2010	From	
To	29/7/2011	To	
Covenant for the reporting period:		\$25,000	

Section 3. Give title of accompanying technical report:

Title of Technical Report	EL 27730 ANNUAL REPORT MURPHY PROJECT, NT 2011
Author	David Esser

Section 4. Locality of operation:

Geological Province	Eastern Northern Territory
Geographic Location	Wallhallow, Brunette Downs, Calvert Hills and Mount Drummond Area

Section 5. Work program for the next twelve months:

Activities proposed (please mark with an "X"):	
<input checked="" type="checkbox"/> Drilling and/or costeaning	<input type="checkbox"/> Airborne geophysics
<input type="checkbox"/> Literature review	<input checked="" type="checkbox"/> Ground geophysics
<input type="checkbox"/> Geological mapping	<input type="checkbox"/> Other:
<input checked="" type="checkbox"/> Rock/soil/stream sediment sampling	
Estimated Cost: \$ 25,000	

Section 6. Summary of operations and expenditure:

Please include salaries, wages, consultants fees, field expenses, fuel and transport, administration and overheads under the appropriate headings below. Mark the work done for the appropriate subsections with an "X" or similar, except where indicated. Complete the right-hand columns to indicate the data supplied with the Technical Report.

Do not include the following as expenditure (if relevant, these may be discussed in Section 7):

- | | | |
|--------------------------|------------------|----------------------------------|
| • Insurance | • Transfer costs | • Land Access Compensation |
| • Company Prospectus | • Title Search | • Meetings with Land Councils |
| • Rent & Department Fees | • Legal costs | • Payments to Traditional Owners |
| • Bond | • Advertising | • Fines |

Exploration Work type	Work Done (mark with an "X" or provide details)	Expenditure	Data and Format Supplied in the Technical Report	
			Digital	Hard copy
Office Studies				
Literature search				
Database compilation	X			
Computer modelling	X			
Reprocessing of data				
General research				
Report preparation	X			
Technical Support	X			
Subtotal		\$ 13,613.81		
Airborne Exploration Surveys (state line kms)				
Aeromagnetics		kms		
Radiometrics		kms		
Electromagnetics	82	kms	11734.86	
Gravity		kms		
Digital terrain modelling		kms		
Other (specify)		kms		
Subtotal		\$ 11734.86		
Remote Sensing				
Aerial photography				
LANDSAT				
SPOT				
MSS				
Other (specify)				
Subtotal		\$		
Ground Exploration Surveys				
Geological Mapping				
Regional				
Reconnaissance				
Prospect				
Underground				
Costean				
Ground Geophysics				
Radiometrics				
Magnetics				
Gravity				
Digital terrain modelling				
Electromagnetics				
SP/AP/EP				
IP				
AMT/CSAMT				
Resistivity				
Complex resistivity				
Seismic reflection				
Seismic refraction				
Well logging				
Geophysical interpretation				
Petrophysics				
Other (Radon Track-Etch)				

Geochemical Surveying and Geochronology (state number of samples)					
Drill (cuttings, core, etc.)					
Stream sediment					
Soil					
Rock chip					
Laterite					
Water					
Biogeochemistry					
Isotope					
Whole rock					
Mineral analysis					
Laboratory analysis (type)					
Petrology					
Other (specify)					
Ground Exploration Subtotal				\$	
Drilling (state number of holes & metres)					
Diamond		holes	metres		
Reverse circulation (RC)		holes	metres		
Rotary air blast (RAB)		holes	metres		
Air-core		holes	metres		
Auger		holes	metres		
Other (specify)		holes	metres		
Subtotal				\$	
Other Operations					
Costeaning/Trenching					
Bulk sampling					
Mill process testing					
Ore reserve estimation					
Travel and Accomodation					
Supplies and Service					
Camp Demob					
Subtotal				\$2,261.90	
Access and Rehabilitation					
Track maintenance					
Rehabilitation					
Monitoring					
Other (specify)					
Subtotal				\$	
TOTAL EXPENDITURE				\$ 27,610.57	

Section 7. Comments on your exploration activities:**BONDI BUDGET BREAKDOWN**

1	Contracts & Consultants	\$ 7,079.50
3	Field Support	\$ 1,943.59
5	Geophysics	\$ 11,734.86
6	Remuneration	\$ 6,534.32
7	Tenement Costs	\$ 627.00
8	Travel	\$ 318.32

Sub Total	\$ 28,237.57
Overheads (15%)	\$ 4,435.64

TOTAL EXPENDITURE	\$ 32,473.21
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I certify that the information contained herein, is a true statement of the operations carried out and the monies expended on the above mentioned tenement during the period specified as required under the *Northern Territory Mining Act* and the Regulations thereunder.

☒ I have attached the Technical Report

1. Name: D. Esser

2. Name:

Position: Exploration Manager

Position:

Signature:

ON BEHALF OF DAVE ESSER

Signature:

Date: 29 August 2011

Date: