ANNUAL REPORT FOR MCC 1371 AND 1372 FOR THE YEAR OF 2001

This year was a very quite year regarding the above claims we could come to any agreement with the local machinery operators in the Kurunelie area, so all the work that was done was with hand held detectors and dry blowers this resulted in a small amount of surface nuggets being found. All pegs and boundary pegs were checked and found to be ok, the rehabilitation work done in previous years is almost covered in bush like the surrounding land of Kurundi station.

Because of the good wet season last year the whole of our claims is covered by thick Grass this made it a bit harder to detect with the larger coils that we purchased this year during the next 12 months we should be able with some grading work to detect deeper and identify more mineralised pockets that can be bulldozed. Also, we are looking for an old bulldozer in reasonable condition and will purchase if in our budget.

Money spent this year is about $2000.00 on fuel and Parts coils ECT.

Best regards

Bob Monckton

Monday, December 03, 2001