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<td>TITLES/TENEMENTS</td>
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<td>BRIDGING TENEMENT REPORT FOR THE PERIOD 29th JULY 2011 TO 14th MARCH 2012 FOR EL 27805</td>
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<td>250 000 K MAPSHEET</td>
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Report prepared by
INTERNATIONAL GEO SCIENCE PTY LTD

On behalf of
USI NT PTY LTD
Bridging Tenement Report for the period of 29th July 2011 to 14th March 2012 for EL 27805.

14th May 2012

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EXECUTIVE SUMMARY

USI NT Ltd (USI) was originally granted EL 805 in July 2010. The tenement is located in the Amadeus Basin region in the Northern Territory. The tenement is part of a group of five tenements collectively referred to as the Amadeus project.

All five tenements have now been accepted for group reporting status (GR234/11), therefore the reporting period has been reset to begin on the 15th March. This bridging report contains information of any activity occurring between the end of the original reporting period and the beginning of the new group one for EL 27805.

EL 27805 was visited in November of 2011 to supervise a ground gravity survey and collect rock samples. An exploration strategy including an integrated geophysical interpretation, field mapping, sample collection, ground geophysics and drilling has been developed for the 2012 field season.
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Figure 2: Location of ground gravity stations, Bouguer anomaly, residual gravity and the 1st vertical derivative of the Bouguer anomaly. The rock sample locations are shown in black. Priority targets overlain on the 1VD Bouguer anomaly. The gravity station spacing was at 5m stations (red) and 10 m stations. ................................................................. 5

Figure 3: Location of samples collected on EL 27800 and 27805 during this reporting period. 6
1 OVERVIEW

EL 27805 is located southwest of Alice Springs within the Amadeus Basin (Figure 1).

The tenement is one of five EL’s in the Amadeus Basin region held by USI collectively referred to as the Amadeus project (GR234/11), and is considered prospective for manganese mineralisation. These tenements were accepted for group reporting late 2011, with the new reporting period beginning 15th March.

This bridging report covers the time from the end of the original reporting period to the beginning of the new group one.

Figure 1: Location of GR234/11 within the Amadeus Basin, EL 27805 indicated in red. The tenements are overlaid on an orthorectified image from BingTM, 2010.
2 EXPLORATION ACTIVITY OF BRIDGING PERIOD
During the reporting period a ground gravity survey was conducted as well and rock sampling.

2.1 Office Studies
Due to the approval of group reporting status (and therefore a change in reporting period dates),
time has been attributed to bridging tenement and expenditure reports.
An MMP has also been submitted (March 2012) in order to complete work within GR234/11.
An exploration strategy for EL 27805 for the 2012 field season has been developed and is
included within section 3.

2.2 Field work
EL 27805 was visited during this reporting period. The purpose of the visit was supervise a
ground gravity survey (Figure 2) and collect rock samples (Figure 3). The gravity data was
supplied as a text file along with GeoTiffs of processed data. No grids were supplied and
therefore only the original data in text format has been included with this report.
Figure 2: Location of ground gravity stations, Bouguer anomaly, residual gravity and the 1st vertical derivative of the Bouguer anomaly. The rock sample locations are shown in black. Priority targets overlain on the 1VD Bouguer anomaly. The gravity station spacing was at 5m stations (red) and 10 m stations.
Figure 3: Location of samples collected on EL 27800 and 27805 during this reporting period.
3 EXPLORATION STRATEGY FOR 2012

International Geoscience has planned an ambitious exploration plan for USI NT’s Amadeus project. The program for EL 27805 includes but is not limited to the following:

- Outcrop mapping.
- RC or RAB drilling with trenching, of the mineralised areas in order to gain a better understanding of the thickness of the mineralisation and stratigraphy of the area.
- Soil geochemical survey of the tenement in order to identify other concealed repetitions/extensions of mineralisation.
- Acquire higher resolution remote sensing data be purchased and interpreted to identify smaller and more precise targets.
- Large ground gravity survey to identify potentially covered mineralised zone.
- Modelling of the current ground gravity data in order to identify the potential depth extent of the Mn.
- Test IP geophysical survey over known mineralisation.