



Exploration & Resource Development Pty Ltd

A.B.N 55 093 419 311

Principal Registrar
Titles Division
Minerals and Energy Group
Department of Primary Industry, Fisheries and Mines
GPO Box 3000
DARWIN NT 0801

Dear Sir/Madam,

RE: EXPLORATION LICENCES 23047, 23048 and 23111

The fifth anniversary of Exploration Licence's 23047, 23048 and 23111 occurred on 02nd December 2007. Due to a company restructure it has only just been brought to my attention that the required documentation and statutory requirements of Exploration & Resource Development Pty Ltd with regard to these EL's has not been satisfied as per your letters dated 02nd October 2007.

I would seek your approval for a 14 day extension period in which to address this matter. If granted Exploration & Resource Development Pty Ltd will lodge the reports required by the 18th December 2007.

Exploration & Resource Development Pty Ltd will relinquish EL23047 and EL 23111 and reduce EL23048 to 35 sub blocks from its current 190 sub blocks.

Expenditure covenants have been met on all three licenses.. I apologise for this administrative collapse and will make the payment at your offices today the 03rd December 2007 and will cover the amount due (\$160 per block) if we are successful with our waiver. Details of amount due is as follows:

TITLE	RENT	GST	TOTAL
EL 23047	To Be Surrendered	\$ 0.00	\$0.00
EL 23048	35 blocks @ \$160 each = \$5600.00	\$ 560.00	\$6160.00
EL 23111	To Be Surrendered	\$ 0.00	\$0.00
			\$6160.00

Yours faithfully

Geoff Fanning
03rd December 2007

Exploration & Resource Development Pty Ltd

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