KETTLE ROSE PTY LTD

ACN 119 016 330

DAVENPORT PROJECT NORTHERN TERRITORY

EXPLORATION LICENCE NUMBER 26529

ANNUAL REPORT

FOR THE PERIOD

1 AUGUST 2008 TO 31 JULY 2009

BY B.WHITE

DUE DATE:

PRIVATE AND CONFIDENTIAL NOT TO BE COPIED OR DISTRIBUTED

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SUMMARY

Exploration Licence 26529 was granted on the 1st of August, 2008, to search for diamond and base metals. No field based work was conducted on the tenement during the first year as work programmes were suspended pending the outcome of a tenement rationalisation process that included a desk top review of the Kettle Rose tenements. Future work is expected to involve an airborne magnetic survey to infill 400m spaced NT Government magnetic data for a final resolution of 200m line spacing. The survey is expected to cover approximately three thousand line kilometres.