ANNUAL REPORT

EXPLORATION LICENCE 25720

YEAR 1

26/09/07 - 25/09/08

A.N. BICHARD

03/02/09
Exploration in the first year was limited to data accumulation involving research into past exploration, the regional geology and access and logistics matters preparatory to reconnaissance field operations in Year 2.

Discussions were held with uranium explorers in the region as further backgrounding and orientation.
INTRODUCTION

Application for Exploration Licence 25720 was made by Trevor Tennant on 15/11/06. The Licence was granted on 26/09/07 for 6 years, to expire on 25/09/13.

EL 25720 covers approx 939Km² and comprises 302 blocks. It is located in the Charlotte area about 140 km south of Alice Springs. The EL is situated mostly on Idracowra, Henbury and Maryvale stations.

The area was applied for mainly on the basis of its uranium prospectivity.

EXPLORATION CONDUCTED IN YEAR 1

Exploration in the first year was limited to data accumulation. Emphasis was placed on research into past exploration and the regional geology.

A regional orientation program included discussions with uranium explorers with past experience in the region south of Alice Springs.

Access and logistics matters were examined preparatory to initial field reconnaissance in the 2009 field season.
Expenditure for the period was $2250.00.

**EXPLORATION PROGRAM FOR YEAR 2**

Exploration planned for Year 2 includes the following:

$\
1. Reconnaissance geological mapping 7000 \\
2. Reconnaissance geochemical sampling 12000 \\
3. Trenching/Costeining (120m) 24000 \\
4. Laboratory Analysis 3000 \\
5. Logistics/ Administration 7000 \\

----------

$55,000