EL 27989

1st Annual Report

Year ending 13th October 2011

Title Holders: Myron Kulbac

Barbara Maria Kulbac
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SUMMARY

- El 27989 was initially granted on the 13th October 2010.
- Initial aspects of the exploration program involved obtaining and reviewing photo maps and previous exploration reports.
- Initial onsite ground reconnaissance and exploration was limited by record wet season and consequent stream barriers and high grass levels.
- Soil and stream sampling in the western area of the tenement.
- Metal detecting has to date not been successful in finding any gold nuggets.
- The 2011/2012 exploration program will include further review and sampling of areas of interest.

1.0 INTRODUCTION

1.1 Title

EL 27989 was granted on 13 October 2010 to M. Kulbac (50%) and B M Kulbac (50%) for a period of 6 years. The licence which consists of 6 graticular blocks, lying between latitudes 13° 40' south and 13° 45' south and longitudes 131° 14' east and 131° 15' east, covers an area of 20 square kilometres within the Ranford Hill locality. It is situated within Pastoral Lease 01134, NT Portion 1631. The land owner is Mary River Wildlife Ranch Pty Ltd (ACN 089337422)

1.2 Location and Access

EL 27989 is located approximately 250 kilometres southeast of Darwin and approximately 60 kilometres east of Pine Creek. The Licence area is on the southern boundary of the Mt Evelyn 1:250,000 scale map sheet SD 5305. There is all weather access along the Stuart Highway and the Kakadu Highway from Pine Creek after which a well defined but rough, bush track just before the Mary River crossing can be followed for 15 kms to the licence area. Wet season access is severely restricted by numerous creeks and tributaries of the Mary River.

Appendix 1 shows the location of the Licence area.
1.3 Previous Exploration

Open file company reports relevant to EL 27989 were obtained from the Information Centre, Department of Resources – Minerals and Energy. Whilst not all the reports have been reviewed at this time, some of the more recent reports confirm that extensive exploration of the area covered by EL 27989 has occurred in the past. Within this area are known mineral resources named “Bowerbird” Prospect to the north east of the EL, the abandoned Bowerbird Mine (copper, lead and silver) to the East of the EL and the abandoned Hollis Mine (copper and silver) to the east of the EL. (See Appendix 2). On the western aspect of the EL the “Pheasant Mine” was prospective for gold.

2.0 GEOLOGY AND MINERALISATION

Historically the Pine Creek Orogen has been the most prospective region of the Northern Territory for gold. Regional and contact metamorphism granite type, structure and holst lithology are used to indicate prospectivity of the region. EL 27989 is situated within the Pine Creek Geosyncline, a tight to isoclinally folded sequence of mainly pelitic and Lower Proterozoic with interlayered tuff units. All rocks in the area have been metamorphosed to low, and in places medium grade, metamorphic assemblages.

Sediments of the Early Proterozoic Burrell Creek Formation outcrop in the area. These consist of inerbedded mudstone and chert grading into massive albitic chert beds and BIF. Overlying the formation are siltstone, mudstone, pebble conglomerate and greywacke beds of the Burrell Creek Formation.

The Cullen Granite area to the south of EL 27989 indicates Biotite-hornblend granite. It is within this area (but south of the EL) that there are three known mineral occurrences known as the "Mt Davis" Prospects and Mines. The Granite is surrounded by 400-500 metre wide contact hornfels which forms very prominent steep ridges.

3.0 EXPLORATION PROGRAM 2010/11

- Following grant of the EL, photo research, review of historical open file reports and data and reconnaissance planning was initiated.
- Due to the record 2011 wet season, exploration was deferred until access could be gained through creeks and extensive grassed terrain. A reconnaissance field trip was carried out to the area which demonstrated the terrain to be very difficult to access, with boulders, steep quartz ridges and high grass covering the area well into the dry season.
- Aerial mapping and site visits to determine the most appropriate method of exploration was carried out. One access track traverses the EL at approximately 13degrees south, with another track accessing the Mt Davis Deposits
to the south of the EL. Accordingly the exploration program focused on the area of reasonable access on the western side of the tenement. See map Appendix 3.

- Soil and stream samples were panned in a number of areas and demonstrated heavy alluvials, but no gold.
- Metal detecting has to date not produced any gold nuggets.

4.0 EXPENDITURE 2010/11

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**Total expenditure $8200.00**

*Note: Expenditure covenant for 2010-2011 was $7500.00*

5.0 PROPOSED WORK PROGRAM 2011/12

- The program for the 2011/12 will extend the area of exploration and include more sampling and rock chip assay of prospective areas.
- Metal detecting will continue in order to identify gold bearing areas.
- Continued review of past reports and data.
- An estimation of the cost of the exploration programs for 2011/12 is $11,000.
Exploration Licence 27989 sought by BARBARA MARIA KULBAC and MYRON KULBAC over an area of 6 Blocks (20 Sq Kms) depicted below for a term of 6 years, within the RANFORD HILL locality.

NOTE TO MAP USERS: Mining and Exploration Tenure depicted here are plotted from descriptions supplied by the holders and the Northern Territory takes no responsibility as inconsistencies may occur between some information.

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