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## NSX – GENERAL ANNOUNCEMENT

The Directors of Mount Rommel seek to advise the market of the current state of affairs with respect to the projects which contain gold.

Reporting of mineral resources for NSX listed companies is required to be in accord with Practice Note #3 of the NSX, which adopts the J.O.R.C. Code as appropriate. The Code and its explanatory terms are available on the website of the NSX.

The Company has two projects where excellent gold intercepts are known –

1. Glenfine, and
2. Clunes

The Competent Person for J.O.R.C. Code purposes reporting the following is F.L. Hunt. Other persons have contributed the information to assist in this assessment, and the work of those persons is acceptable to the undersigned.

### **Glenfine** (MIN 5492)

Sampling, technical and cost of extraction studies show that economic extraction of certain parts of the tailings (remnant materials) which do exist within MIN 5492 warrant classification as a *Probable Ore Reserve*.

- The quantity is of the order 40,000 tonnes.
- The grade indicated is nominally 2.7 g/t.
- The recovered grade is anticipated to average 2.5 g/t.
- The value of the deposit is not the subject of the Announcement.

This *Probable Ore Reserve* is subject to some of what are defined by the J.O.R.C. Code as *Modifying Factors*.

The *Probable Ore Reserve* as exists at Glenfine is derived from firm sampling data, confirmed by both additional sampling programs, and more intense sampling within the boundaries of the potential resource area. To be given “proven” status, the *Modifying Factors* will require removal – see below.

The basic technical data and sampling data on which the resource is based were included in a prior Company announcement to NSX on 6 February 2009.

Table 1 attached to the J.O.R.C. Code sets out a checklist, and gives explanations of terms. The critical factors relevant to Glenfine are the *Modifying Factors*, which (in short) are those environmental and governmental factors critical to the viability of the project, including statutory approvals, permits, and the like, leading to the issue in Victoria of a Work Authority.

This announcement is to advise that, at the direction of the Department of Primary Industries, the Company has invited all six (6) government agencies with some level of involvement to an on-site meeting intended to take place on 11<sup>th</sup> March, 2009, or thereabouts. Each agency representative has been provided with the same comprehensive documentation in support of the intended activity.

Shareholders and Members of the Company are advised that Directors could find that an outcome of the on-site meeting is a requirement for differing work practices. It is well to appreciate that while the Work Plan, as applied for, is comprehensive, and considered a practical solution to gold recovery, other solutions to practical operation may be found more acceptable to government agencies. The twin objectives of the Company are to recover the gold as a commercial operation and to remediate the site.

In so far as gold recovery from these old tailings is concerned, previous and recent metallurgical testing indicates good gold recovery using conventional processing methods.

In addition to providing significant revenue to the Company (from projected gold sales) the intended development could provide valuable information on metallurgy and mineralogy that may be helpful to future work at Glenfine.

## **Clunes** (MIN 5391)

The Company has completed numerous drill holes, each of which intersected gold values attractive at the present price of gold. No resource has been assessed for this location. Further drilling is warranted, to develop a resource expanded from those drill-located positions found in 2006/2007, and entirely within MIN 5391. A renewal application for this licence is required shortly.

F.L. Hunt  
MAusIMM

*The information in the above statement relates to exploration results, and Probable Ore Reserves, based on information compiled by F.L. Hunt, who has current membership of The Australian Institute of Mining and Metallurgy, and*

- *is the Executive Director of the company,*
- *has sufficient relevant experience to qualify as a Competent Person as so defined under the J.O.R.C. Code.*