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GENERAL ANNOUNCEMENT

The Directors of the Company wish to provide the NSX with a summary of current progress. Further information will be presented on the web-site of the Company as it comes to hand.

There are two principal activities --

(1) GLENFINE

This location is 52 km. south of Ballarat, in the Golden Plains Shire.

The Company has applied for a planning permit to use the land area of its MIN5492 for the processing and remediation of existing tailings. This application was accompanied by a comprehensive Endorsed Work Plan, as required by law. The intent is to re-process old tailings, for recovery of gold.

A process of referral to Government agencies is mandatory, as is advertising, and the provision of opportunity for public comment.

All Government agencies involved in the planning law referral procedures (including EPA) have responded to Council. These formal responses have been either supportive, or require the permit to issue with "conditions". The Company regards these proposed conditions as integral with normal operating practice.

The public response time period has closed. There was one letter of response, from one individual. The Council is now following its standard procedure when such a situation arises. The Company anticipates that, in the forth-coming week, it will be advised of Council's procedure for a resolution of the matters raised by the respondent.

(2) ALLENDALE

Here the Company is searching for the quartz reefs disintegrating to release gold as found during the opening up of what became known as the Madame Berry goldfield. In essence, the Company is searching for evidence of a new reef goldfield within a well-known, poorly explored rich alluvial goldfield. The equivalent circumstance has occurred a number of times in the goldfields of Victoria - for example, Daylesford, in 1905, Wattle Gully, in 1934, and in the present.

The exploration licence, EL3821, covers a large area. Over time, the Company has progressively narrowed its target area to that part of EL3821 west of Grey's Road, vicinity Stag Road.

Currently, geophysical data collection is continuing in private land.

This access, within the land of a number of adjoining owners, represents a new opportunity to sensibly evaluate the ground between the Creswick-Smeaton Road and Grey's Road. The east to west distance of 1500 metres between these roads covers the full width of land once being eroded to deposit gold downstream, prior to concealment by lava.

The area of prime interest is generally north of Stag Road.

Two field programs have proceeded together - one supervised by Melbourne University (M.U.) and the other undertaken by contractors for the Company. Various Company-owned data is being provided to M.U. as part of a shared arrangement.

The intent is for M.U. to also carry out selected drill core re-assessment through specialized rock geochemistry, including on samples collected from holes H2 & H4 by Stag Road, which were drilled in mid-2008.

The results of field work undertaken in December continue to encourage investigation in this selected vicinity.

(3) TOURELLO

The Company has allowed its rights at Tourello to lapse. Recovery of moneys deposited as an environmental bond is proceeding.

Fred Hunt
Chairman