ALKANE EXPLORATION LTD

ABN 35 000 689 216

CORPORATE OFFICE: 129 Edward Street, Perth WA 6000 (PO Box 8178, Perth Business Centre, Perth WA 6849)
Telephone +61 8 9227 5677 Fax:+61 8 9227 8178 Email: mail@alkane.com.au

29 May 2003

Manager Announcements
Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir,

PRESENTATION

Attached is a copy of the presentation given to shareholders of the Company immediately following the Annual General Meeting held today.

A copy of this presentation will also be available on the Company's website www.alkane.com.au.

Yours faithfully,
for **ALKANE EXPLORATION LTD**

D I Chalmers
Technical Director

ALKANE EXPLORATION LTD

ABN 35 000 689 216

ANNUAL GENERAL MEETING

29 MAY 2003

Continued discovery and development

CORPORATE PROFILE

- ASX Code — ALK (listed since 1969)
- Issued Capital — 134m shares
- Cash — $5.0m
- 2002 Loss — $3.4m (write downs)

  Profit (2001 / 2000 /1999 / 1998) — ($530,600 / $543,00 / $560,000 / $404,000)
- No Debt

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CORPORATE SUMMARY

ALKANE EXPLORATION LTD

Australian Public Listed Company

100%

PEAK HILL GOLD MINE

150,000 oz gold production

SULPHIDE DEVELOPMENT

+ 400,000 oz resource

100%

AUSTRALIAN ZIRCONIA LTD

DUBBO ZIRCONIA PROJECT

Zirconia production

Yttria-Rare Earth production

Niobium-Tantalum production

EXPLORATION

NSW - Lachlan Fold Belt

TOMINGLEY PROJECT

- Wyoming Gold 110,000 oz ++

Gold, Nickel-Copper

Porphyry Gold-Copper

VMS Copper-Lead-Zinc

MAJOR JOINT VENTURE

Newcrest

WA

Nickel-Gold

Diamonds

MAJOR JOINT VENTURE

Jubilee Mines

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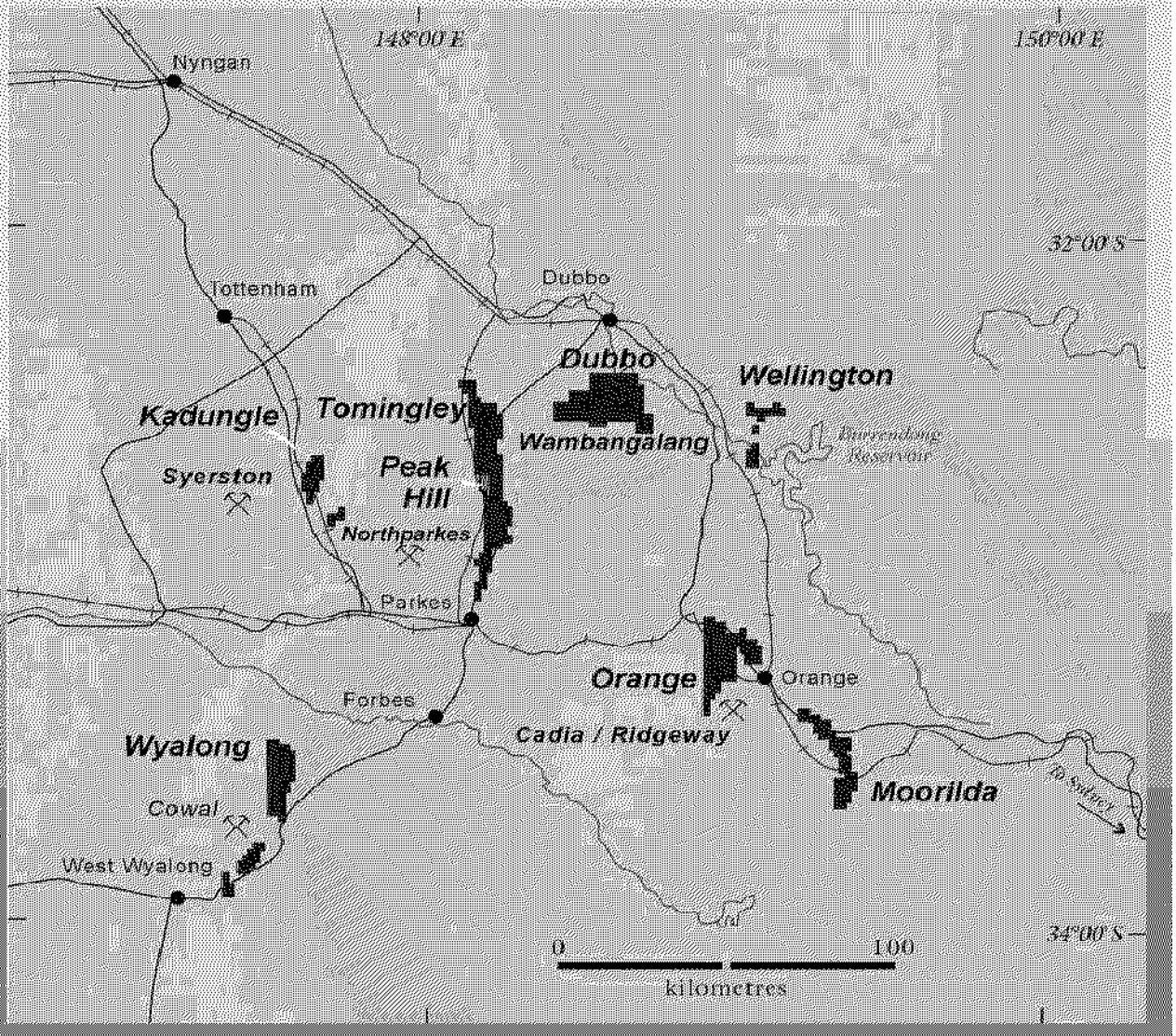
NSW Tenement Locations



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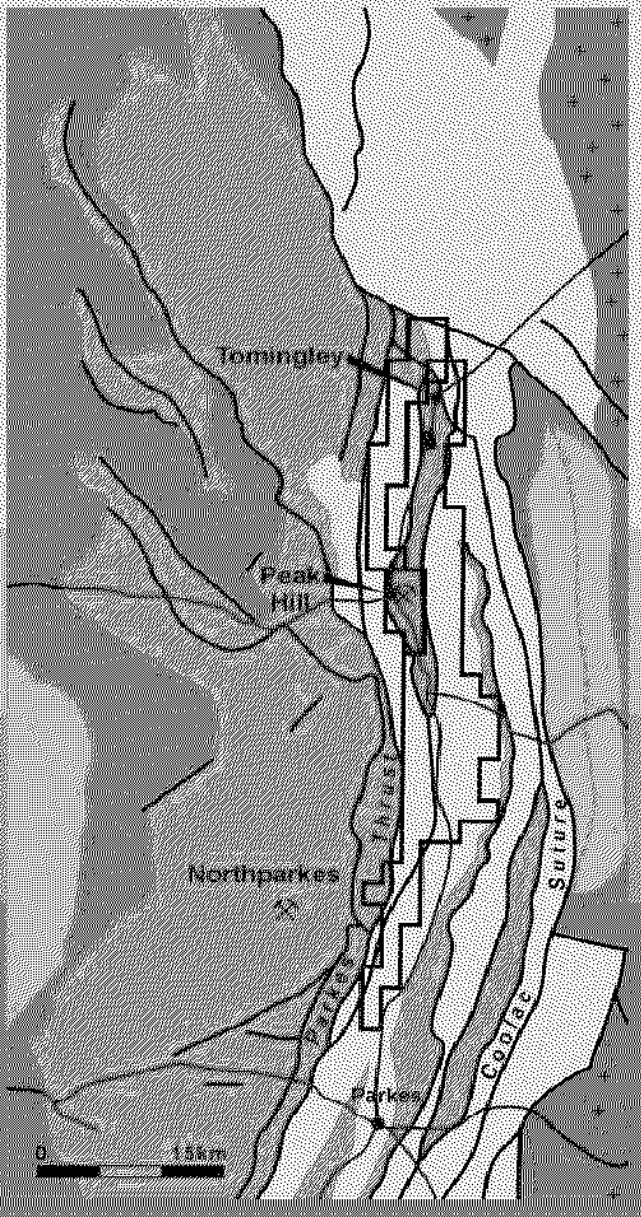
Regional Geological Setting

PARKES - NARROMINE

- Late Devonian sediments
- Early Devonian granites
- Late Silurian to Mid Devonian volcanics and sediments
- Ordovician to Silurian sediments
- Ordovician volcanic complexes



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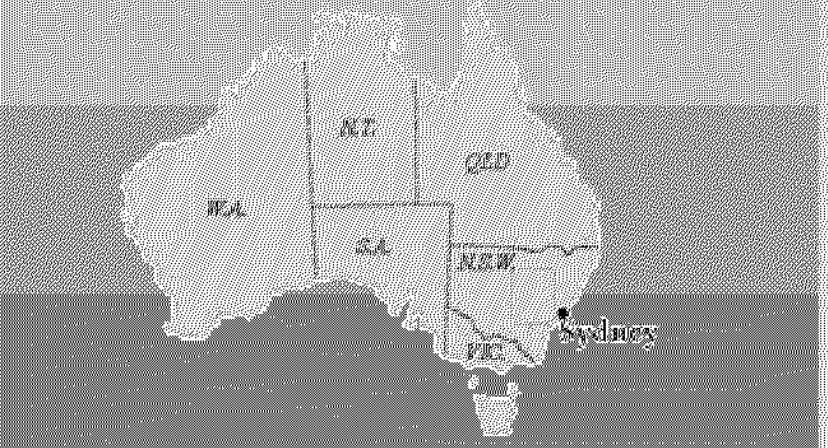
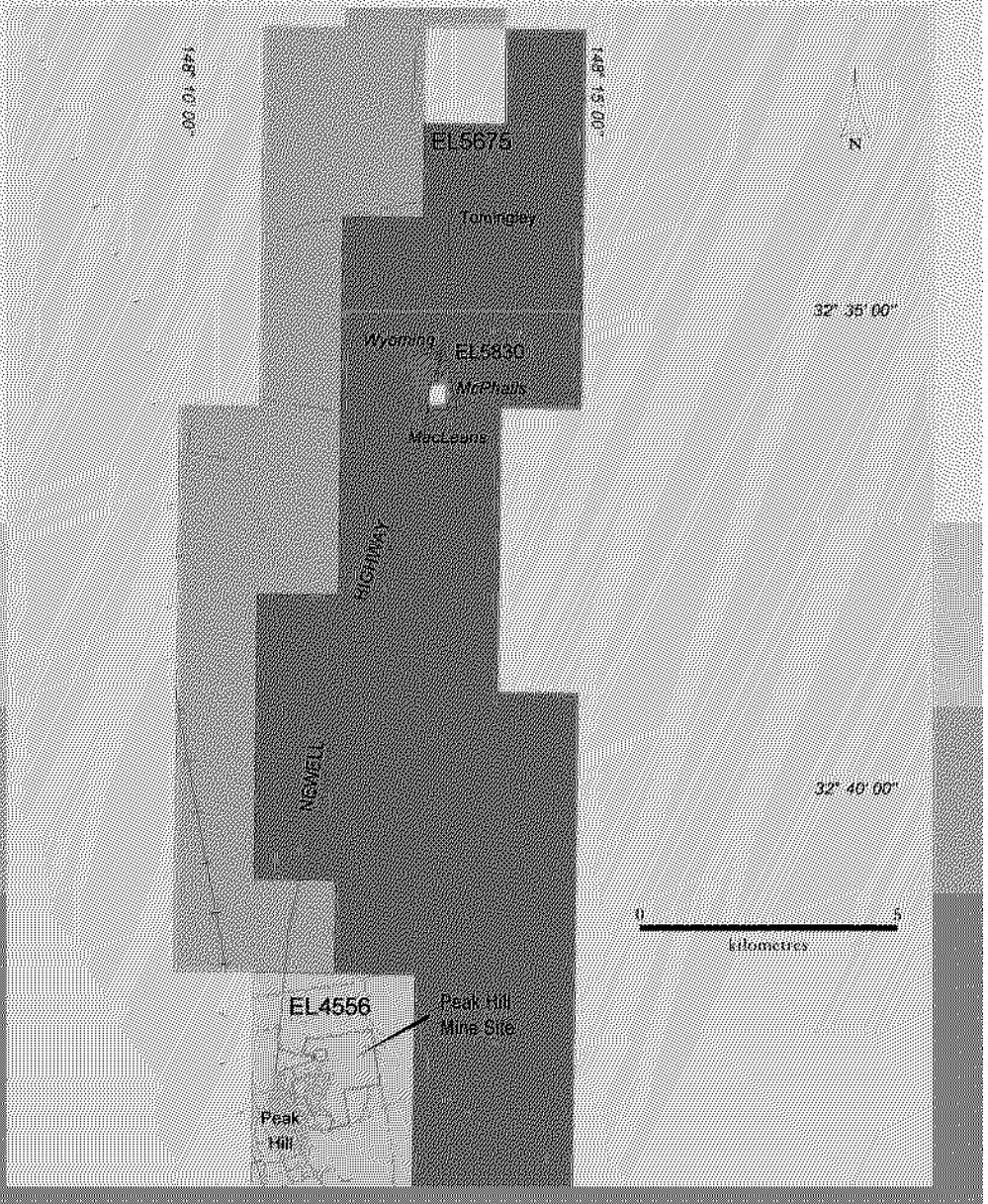
Tomingley Gold Project Location





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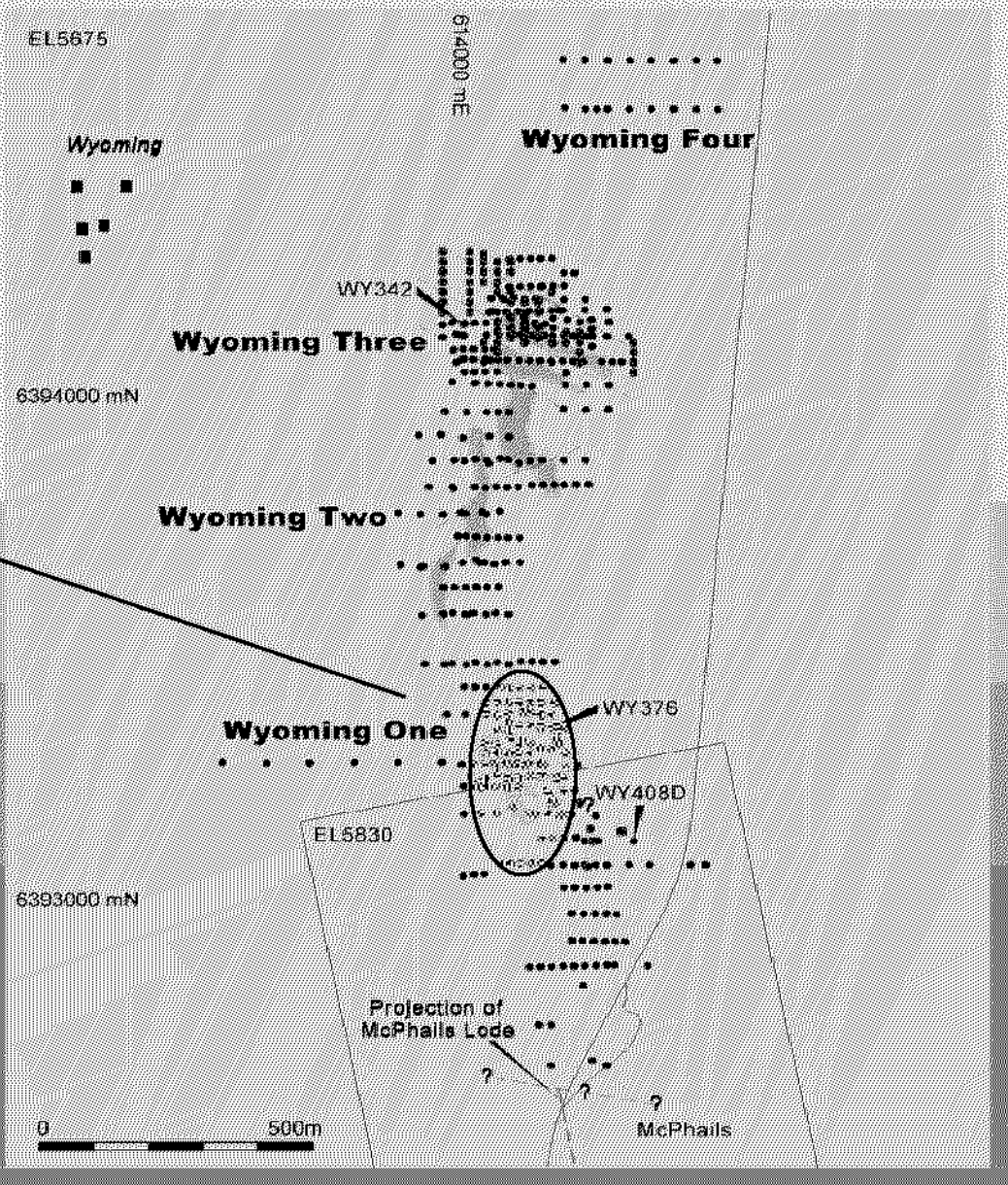
Wyoming Drillhole Summary

Wyoming One



Drillhole Summary Plan

- Alkane drillholes pre Jan 2003
- Alkane drillholes Jan - 07 April 2003
- Feldspar porphyry

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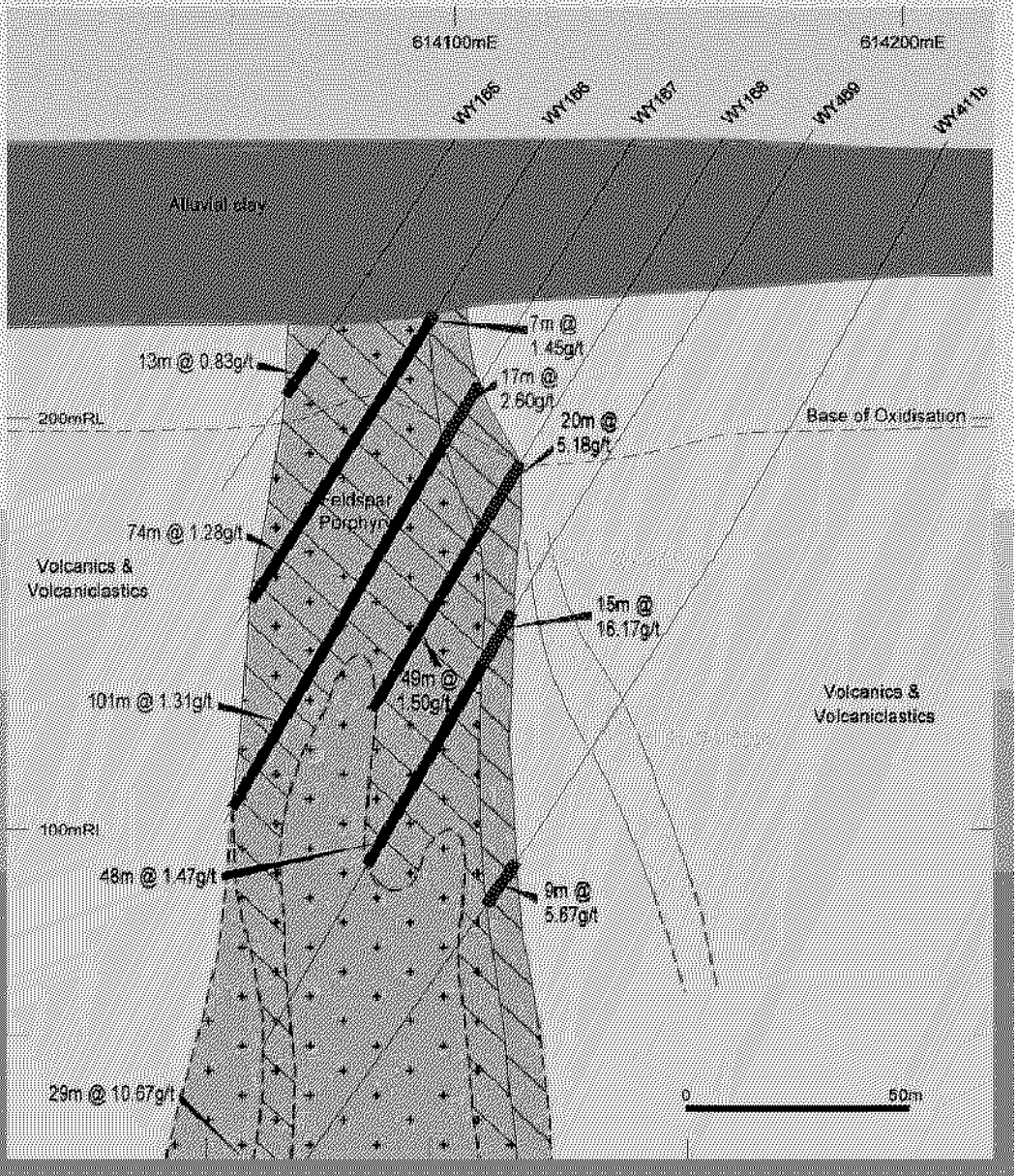
Wyoming One Section 6393375mN



Alluvium

Volcaniclastic sediments

Feldspar porphyry

Volcaniclastic hosted hanging wall mineralisation

High grade contact mineralisation

Porphyry hosted mineralisation

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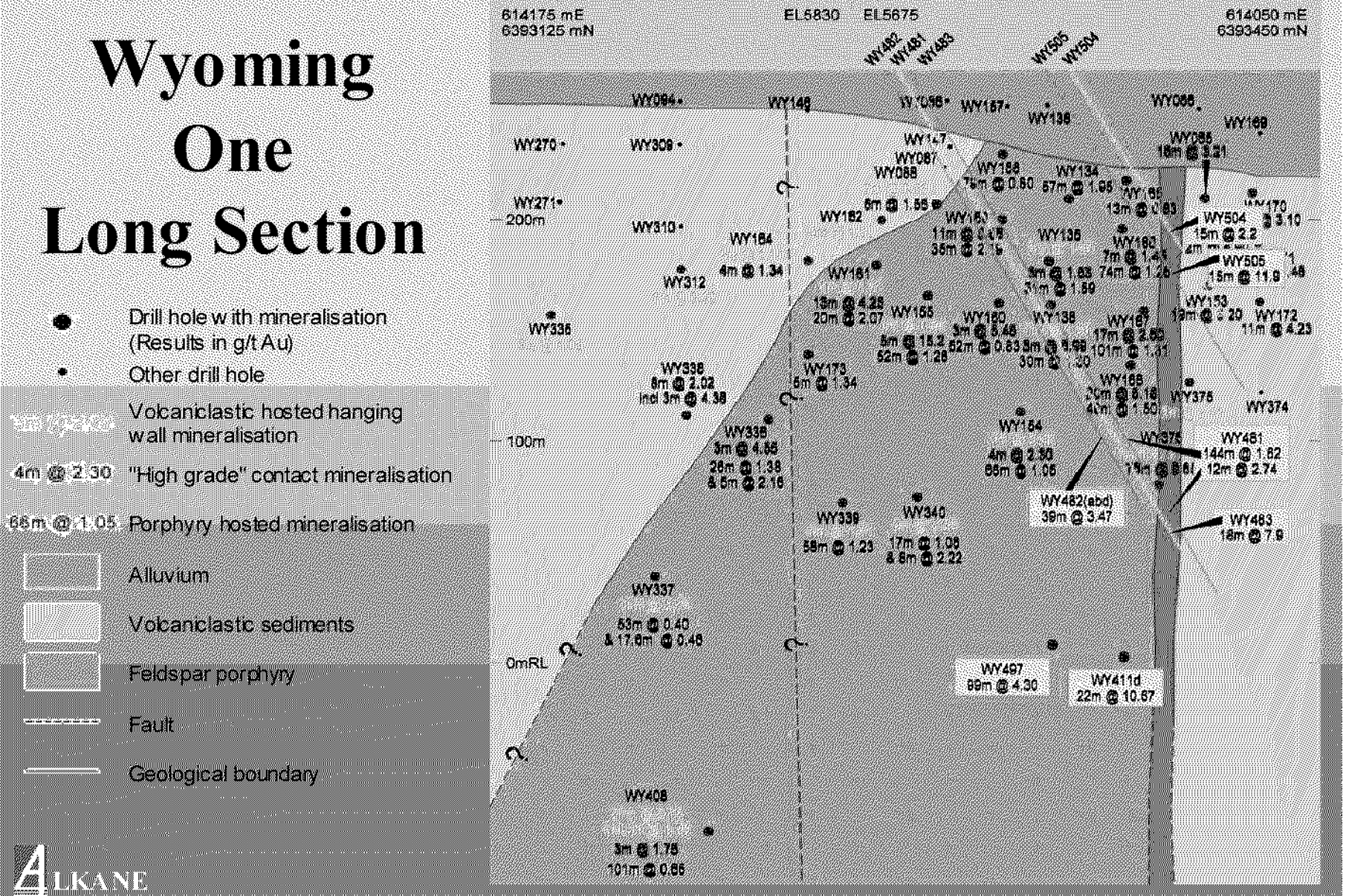
Wyoming One Long Section



- Drill hole with mineralisation (Results in g/t Au)
- Other drill hole
- Volcanclastic hosted hanging wall mineralisation
- 4m @ 2.30 "High grade" contact mineralisation
- 68m @ 1.05 Porphyry hosted mineralisation
- Alluvium
- Volcanclastic sediments
- Feldspar porphyry
- Fault
- Geological boundary

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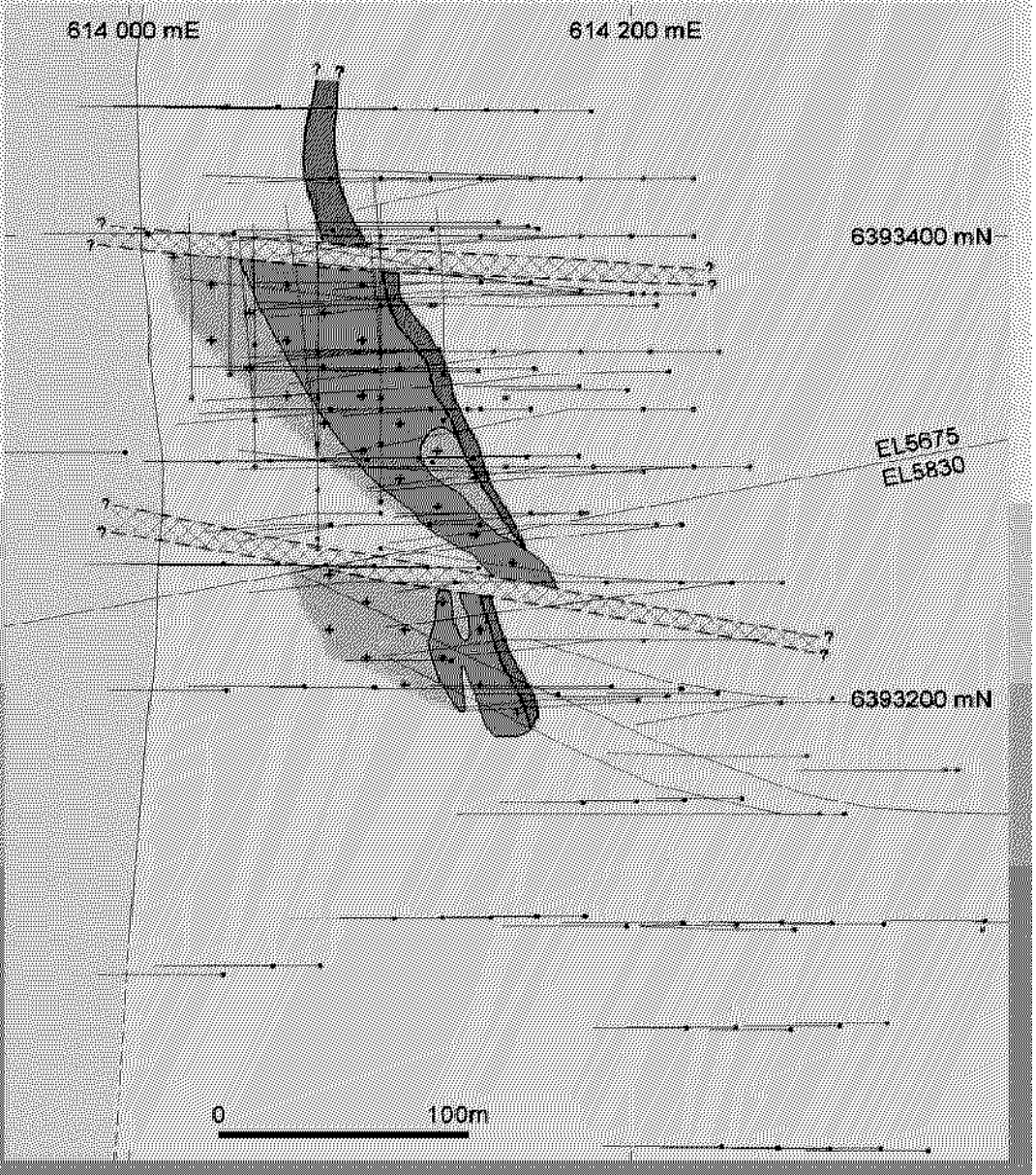
Wyoming One Simplified Interpretation



- Cross structure mineralisation
- Volcaniclastic hosted hanging wall mineralisation
- "High grade" contact mineralisation
- Porphyry hosted mineralisation
- Pelitic sediments
- Volcaniclastic sediments
- Feldspar porphyry
- Alkane drillhole till end 2002
- Alkane drillhole 2003

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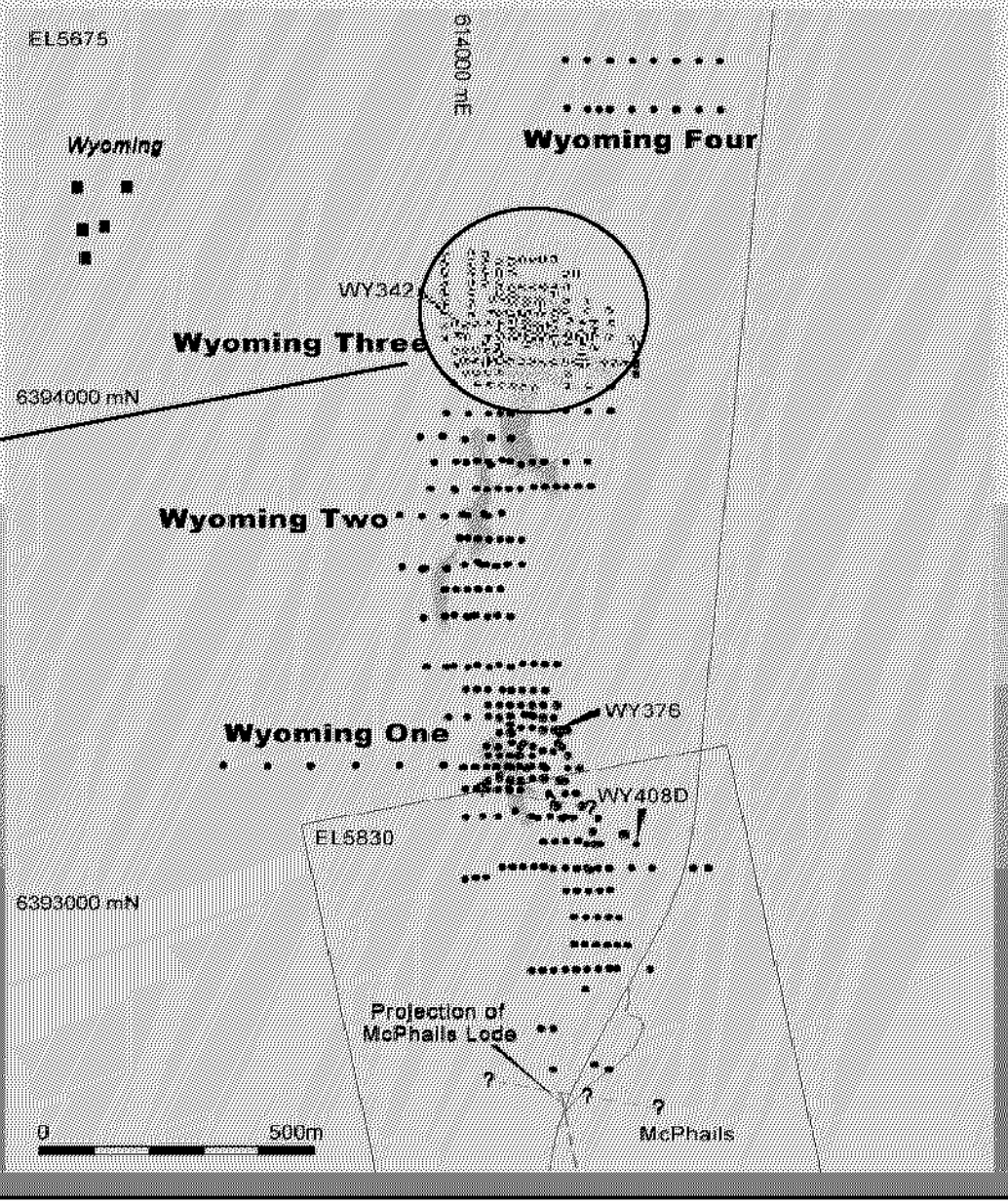
Wyoming Drillhole Summary

Wyoming Three



Drillhole Summary Plan

- Alkane drillholes pre Jan 2003
- Alkane drillholes Jan - 07 April 2003
- Feldspar porphyry

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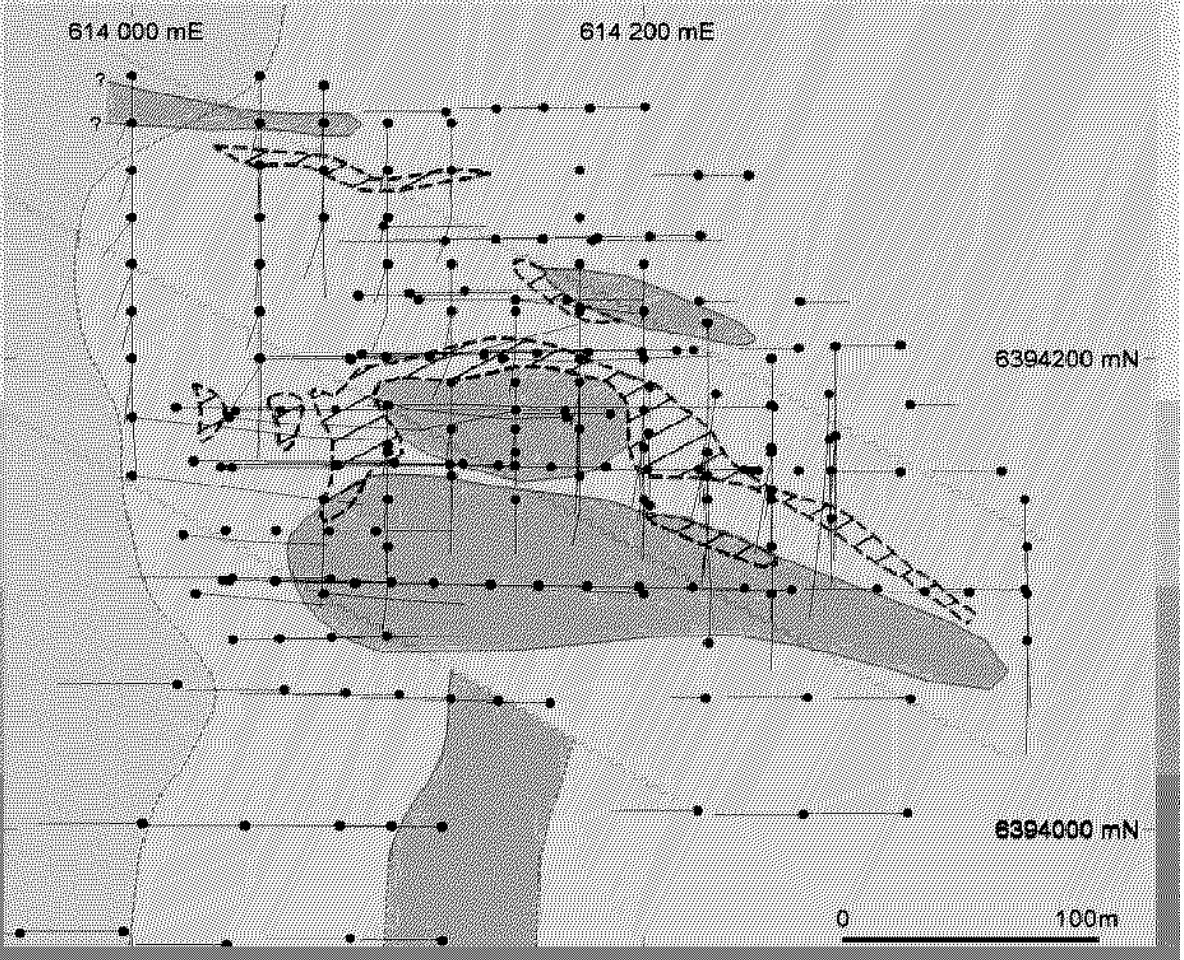
Wyoming Three 200mRL Interpretation



Legend

- Mineralized zone
- Pelitic sediments
- Volcaniclastic sediments
- Feldspar porphyry

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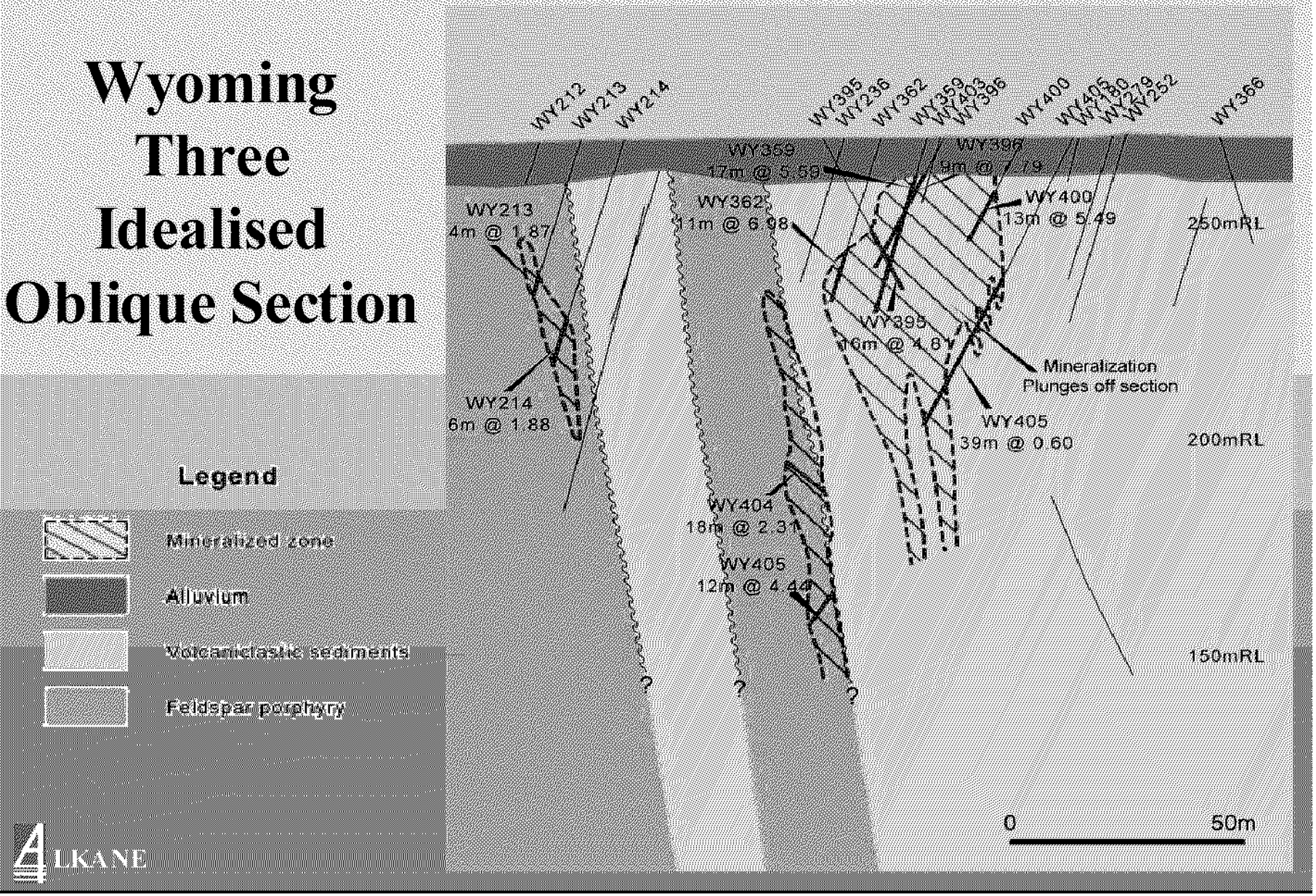
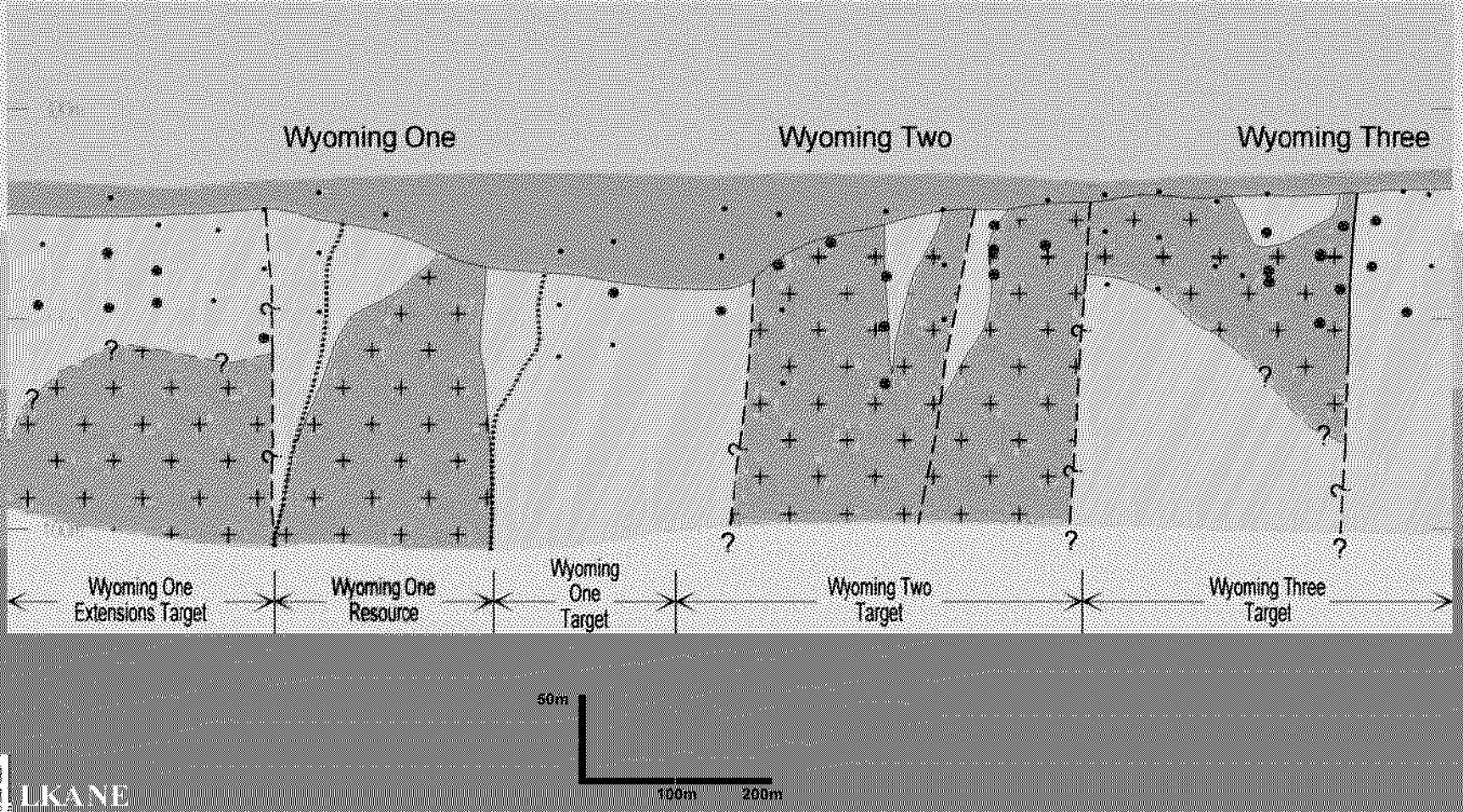
Wyoming Three Idealised Oblique Section



TOMINGLEY GOLD PROJECT
Longitudinal Section - Wyoming



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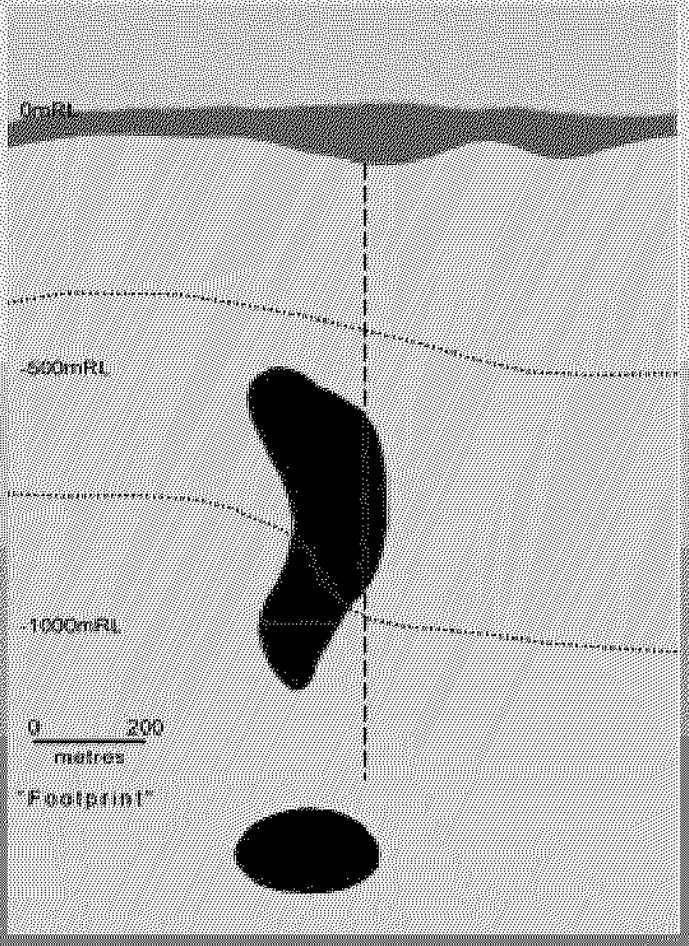
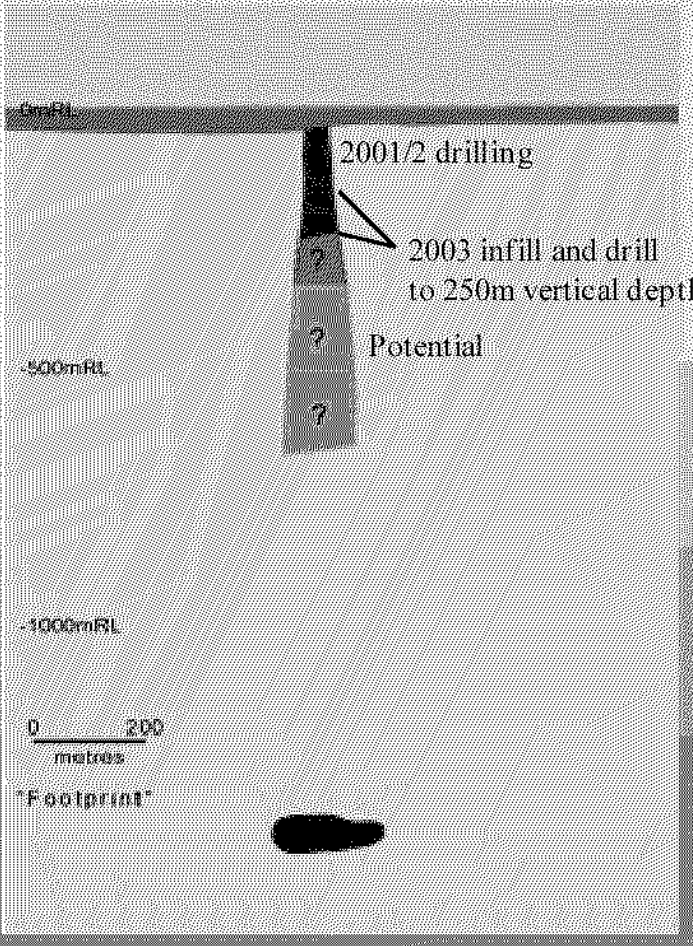
TOMINGLEY GOLD PROJECT

Ridgeway Section



41 million tonnes @ 2.4g/t Au 0.75 Cu 3.2M oz

Wyoming One Section



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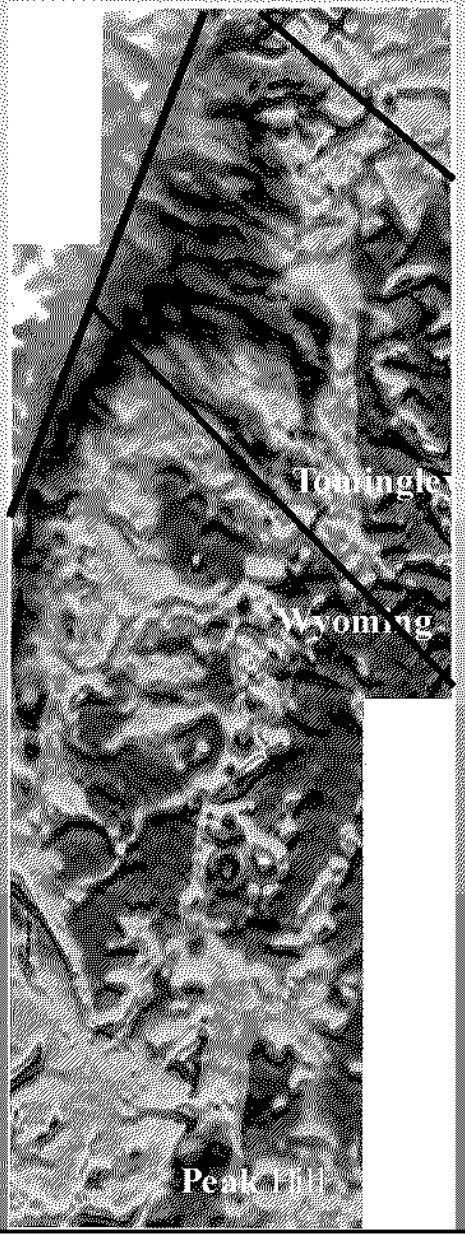
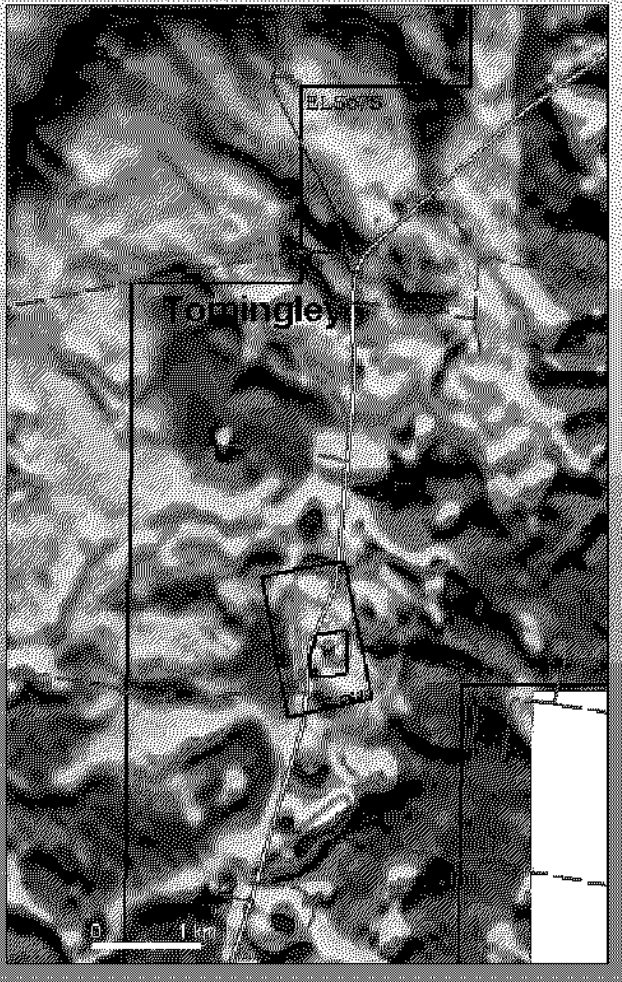
Tomingley Project

Aeromagnetic Images





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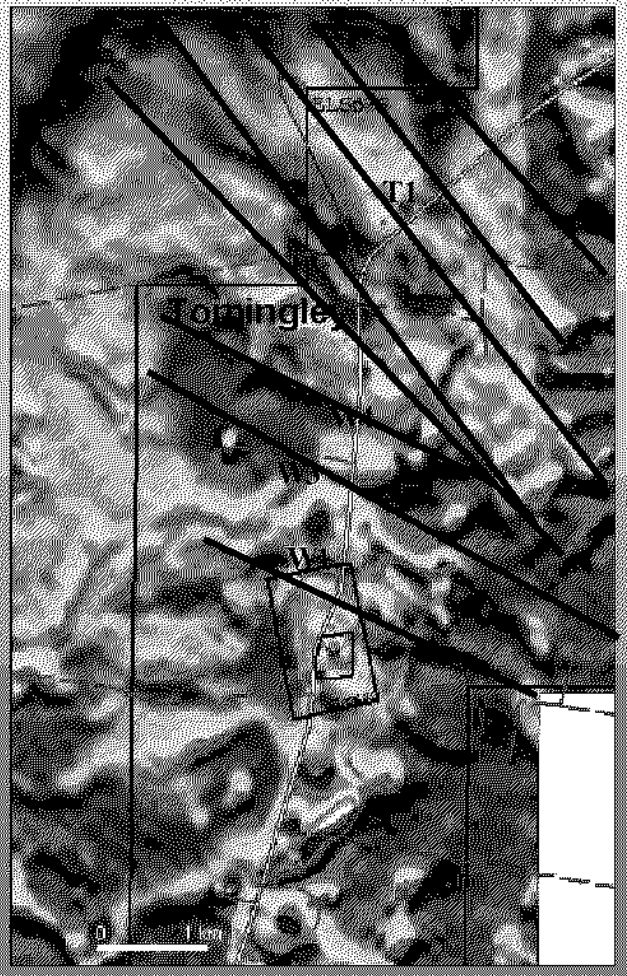
Tomingley Gold Project

Aeromagnetic Image



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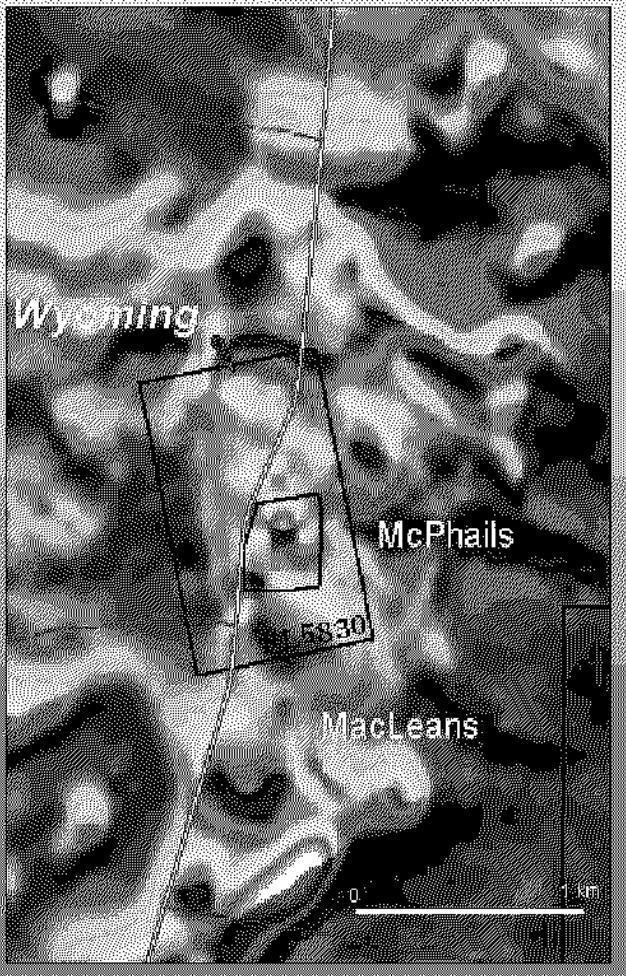
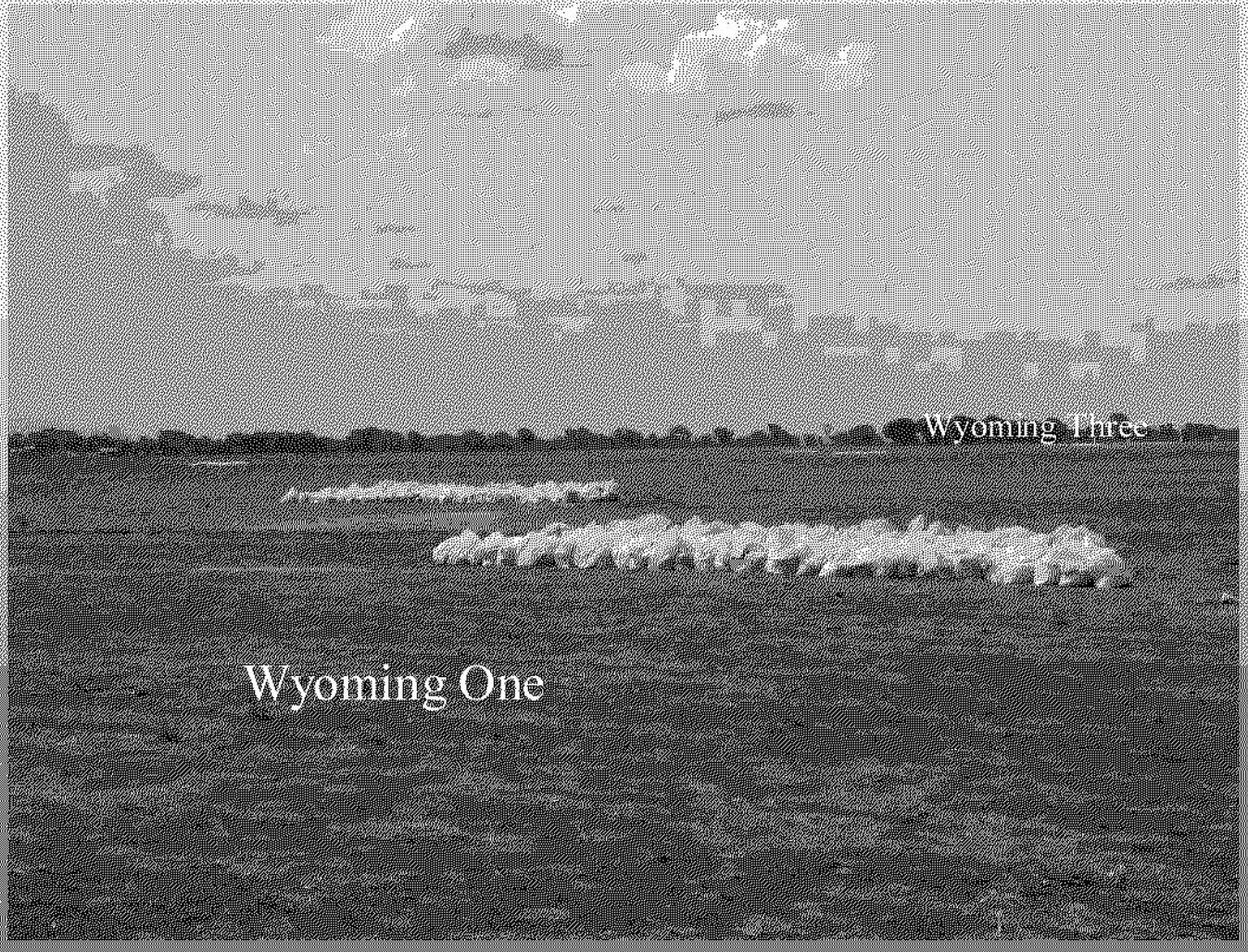


Tomingley Gold Project

Wyoming Prospect – December 2002



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Wyoming Prospect WY376

Rimas Kairaitis

Terry Ransted

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Tomingley Gold Project

Wyoming Prospect – March 2003

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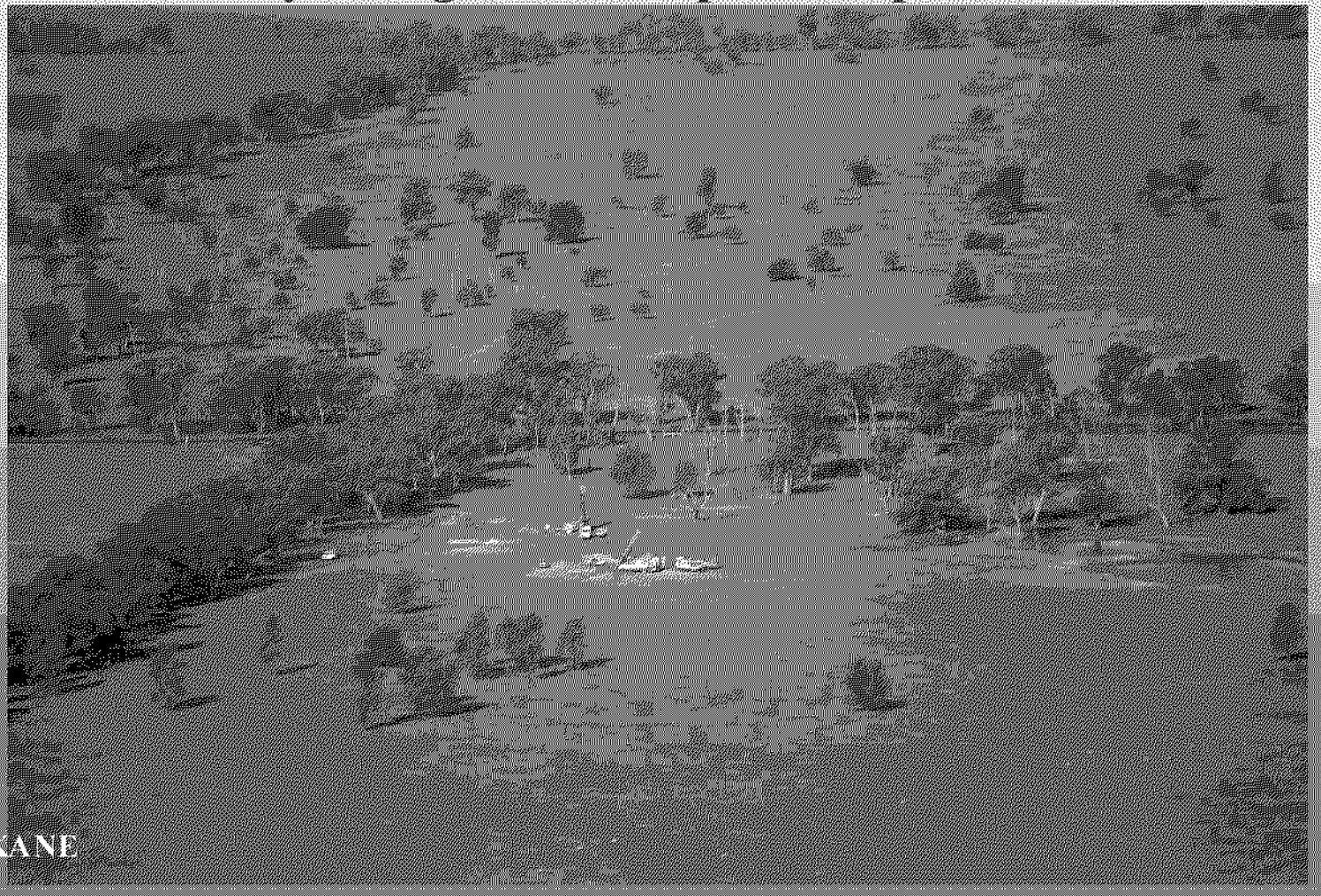
Tomingley Gold Project

Wyoming One Prospect – April 2003



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Wyoming Prospect – April 2003

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Tomingley Gold Project

Wyoming Three Prospect – April 2003

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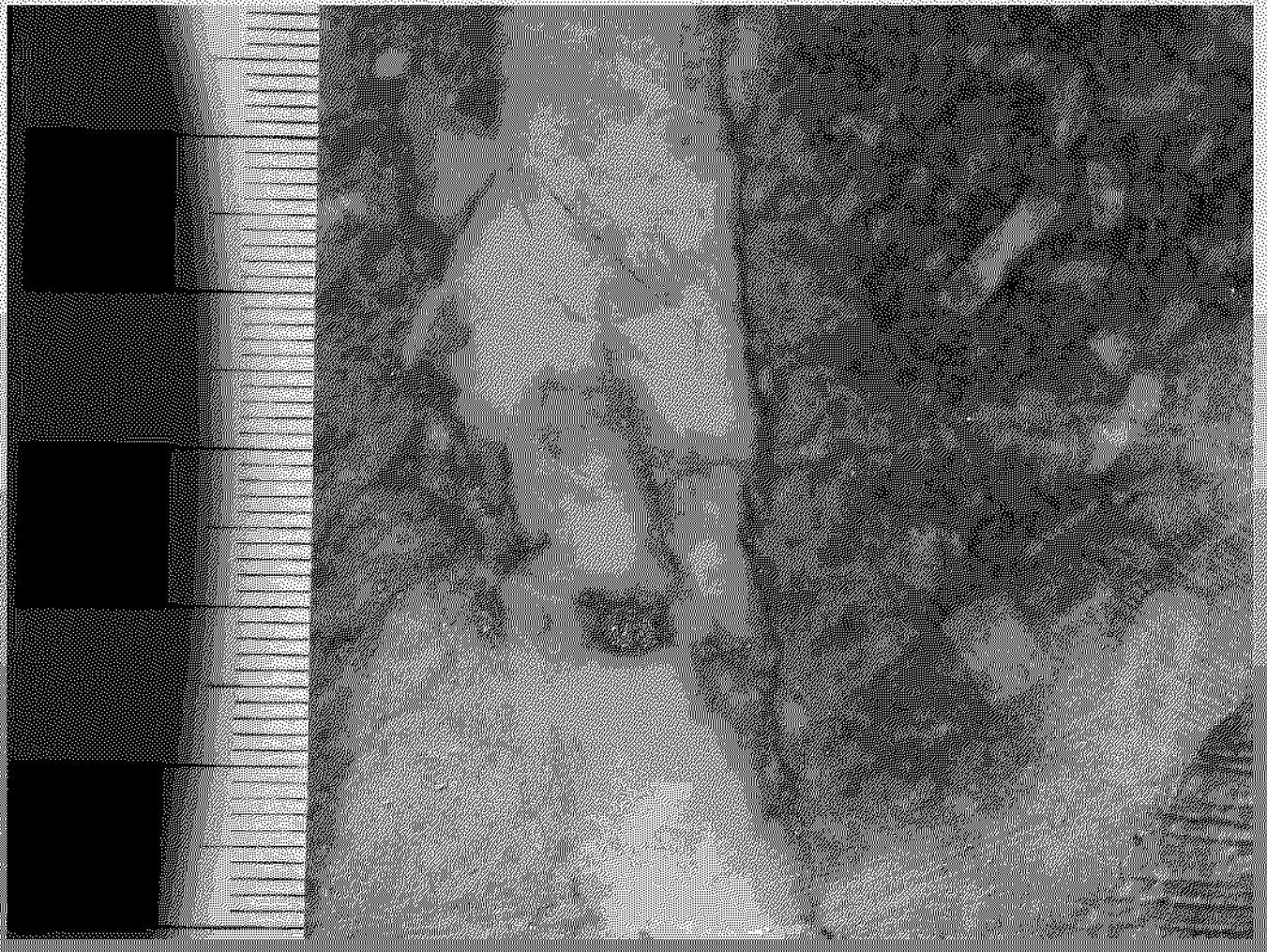
Tomingley Gold Project

WY 411D – vg in porphyry



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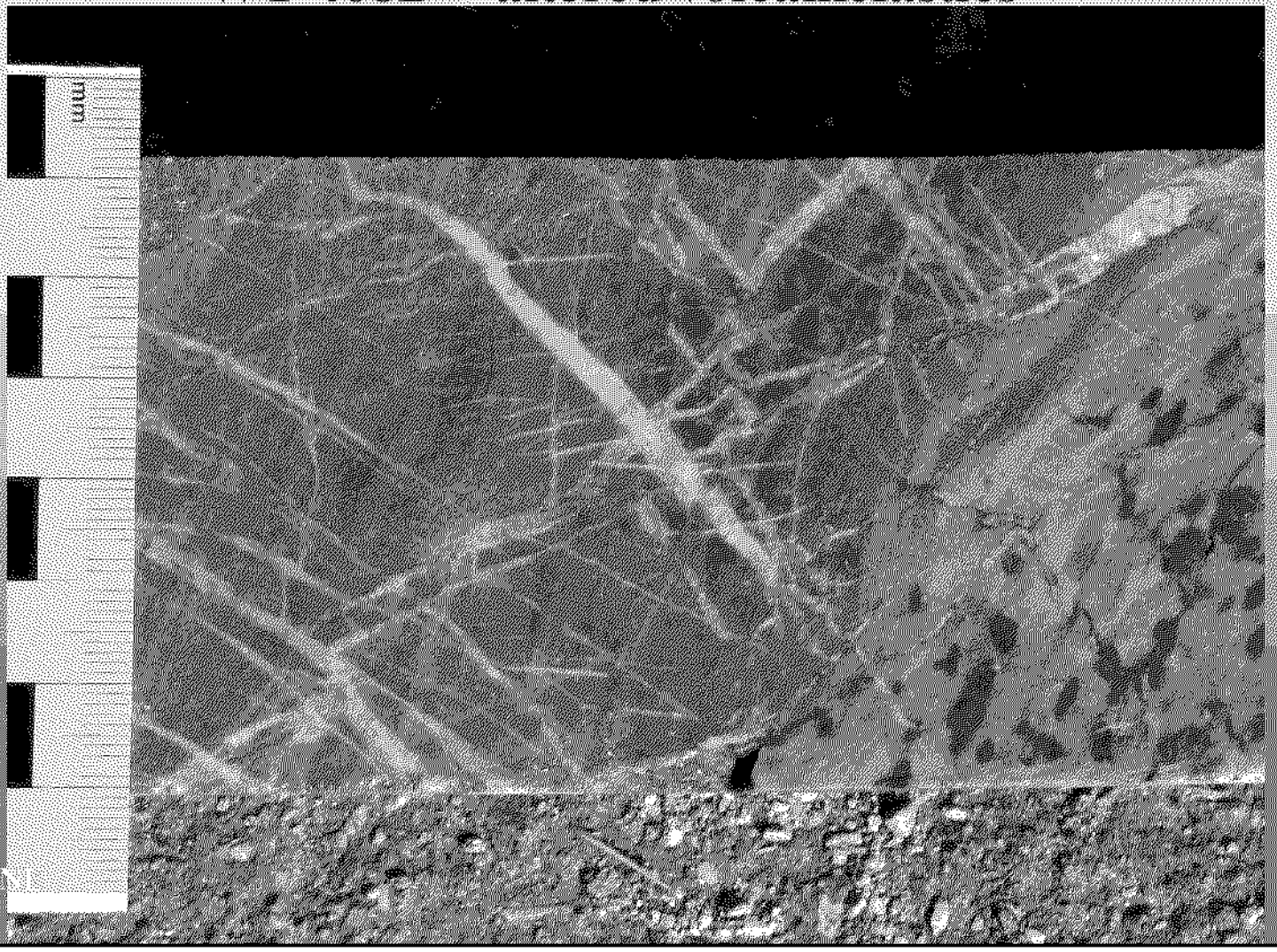
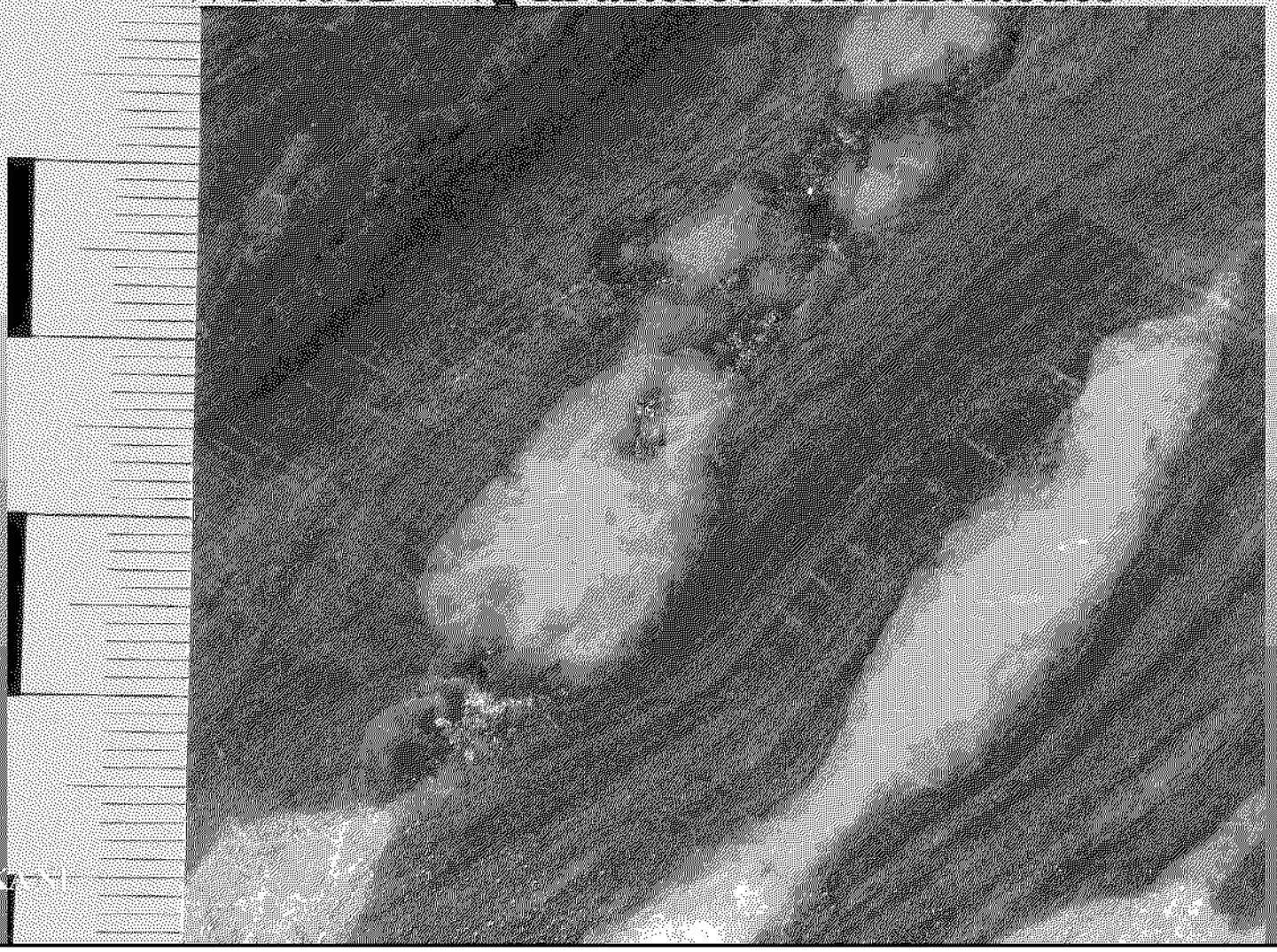
WY 468D – altered volcaniclastics



Tomingley Gold Project

WY 468D – vg in altered volcaniclastics



TOMINGLEY GOLD PROJECT

Selected 2003 Wyoming One Drill Results

WY 411D	22m @ 10.66g/t Au	incl 2m @ 107.5g/t Au
WY 469	81m @ 4.26g/t Au	incl 13m @ 16.44g/t Au
WY 471	54m @ 3.80g/t Au	incl 6m @ 12.66g/t Au
WY 478	120m @ 3.85g/t Au	incl 12m @ 21.20g/t Au
WY 481	156m @ 1.71g/t Au	incl 15m @ 7.02g/t Au
WY 482	39m @ 3.47g/t Au	incl 6m @ 15.06g/t Au
WY 483	18m @ 7.96g/t Au	incl 6m @ 21.30g/t Au
WY 484D	65m @ 1.95g/t Au	incl 9m @ 5.27g/t Au
WY 497	99m @ 4.30g/t Au	incl 6m @ 18.20g/t Au
WY 505	72m @ 3.76g/t Au	incl 15m @ 11.92g/t Au

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TOMINGLEY GOLD PROJECT

Wyoming Development Concept

Total drilling from May 2001 to December 2002 ~ 40,000 m in 363 holes

Total expenditure to December 2002 A$1.1 million

Further 15,000 m RC and core resource drilling scheduled first half 2003

5,000 m target development aircore drilling planned till June 2003

Revised resource assessment and development scenario September 2003

Further metallurgical work, environmental and pre-feasibility studies

Budget 2003 A$2.0 million

Target Resource	:	500,000 ounces (+1 million??)
Target Production	:	75 - 100,000 ounces per year

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PEAK HILL GOLD MINE

High Sulphidation Epithermal Gold Copper System (Ordovician)

Conventional Open Cut Mining, Agglomeration Heap Leach
Dump Leach of Oxidised Cap

Production Commenced 1996 at Capital Cost $5 million

Mined 3.385Mt @ 1.91 g/t Au and 1.499Mt @ 0.78 g/t Au

1996-2002 Output 145,000 ounces
Cash Operating Surplus $14 million

Production 2003 Estimated 5 -10,000 ounces -> cash flow~ $2m

100,000 to 500,000 ounces in sulphide deposit from 100m to 300m

Oxide mining ceased October 2002 , production continues to 2005

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PEAK HILL GOLD MINE

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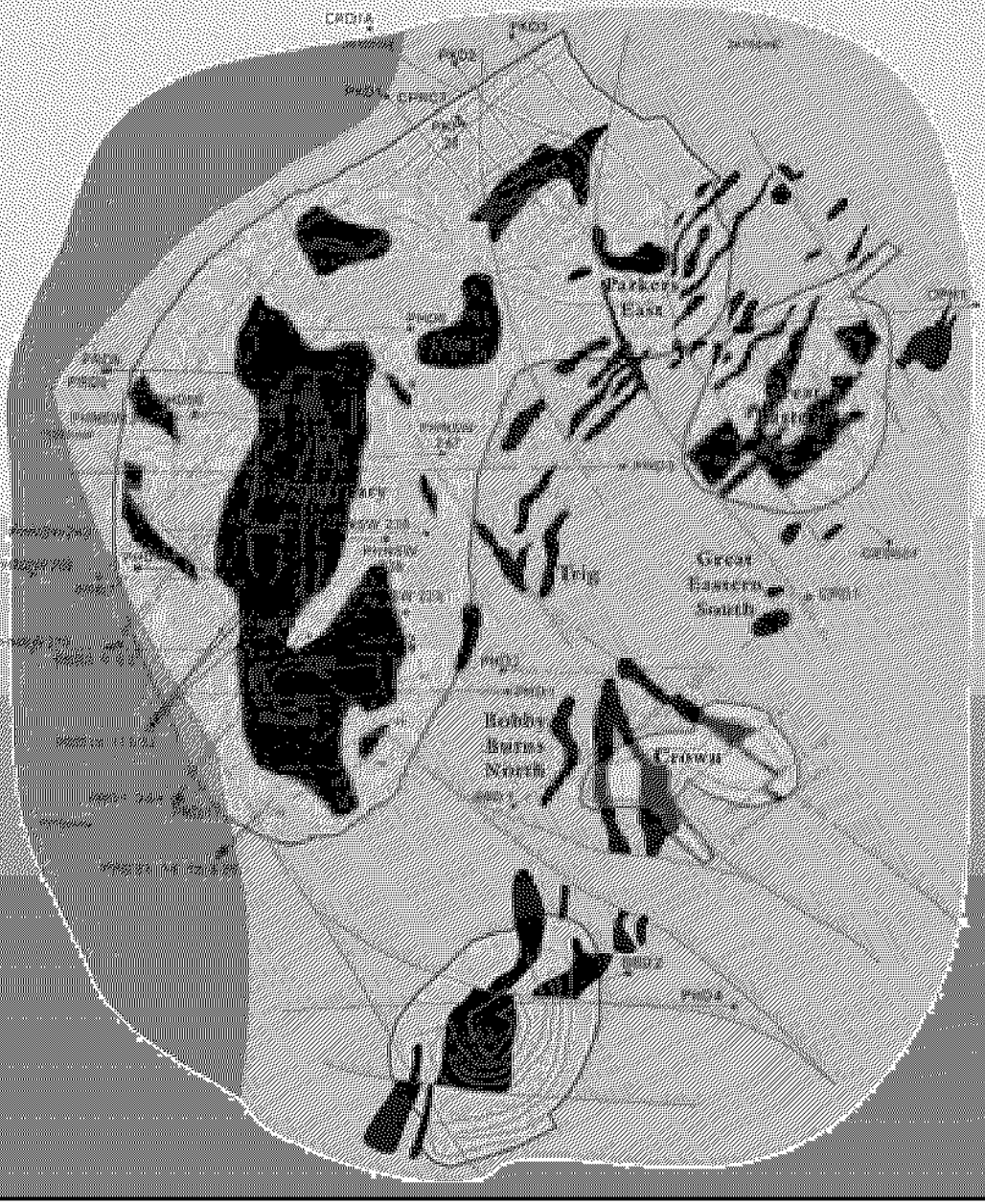
PEAK HILL

SULPHIDE ZONE DRILL LOCATIONS

0 200m

LEGEND

- Major Ore Zones
- Argillic alteration
- Propylitic alteration
- Oxide Open Pit
- Drill hole – sulphide target



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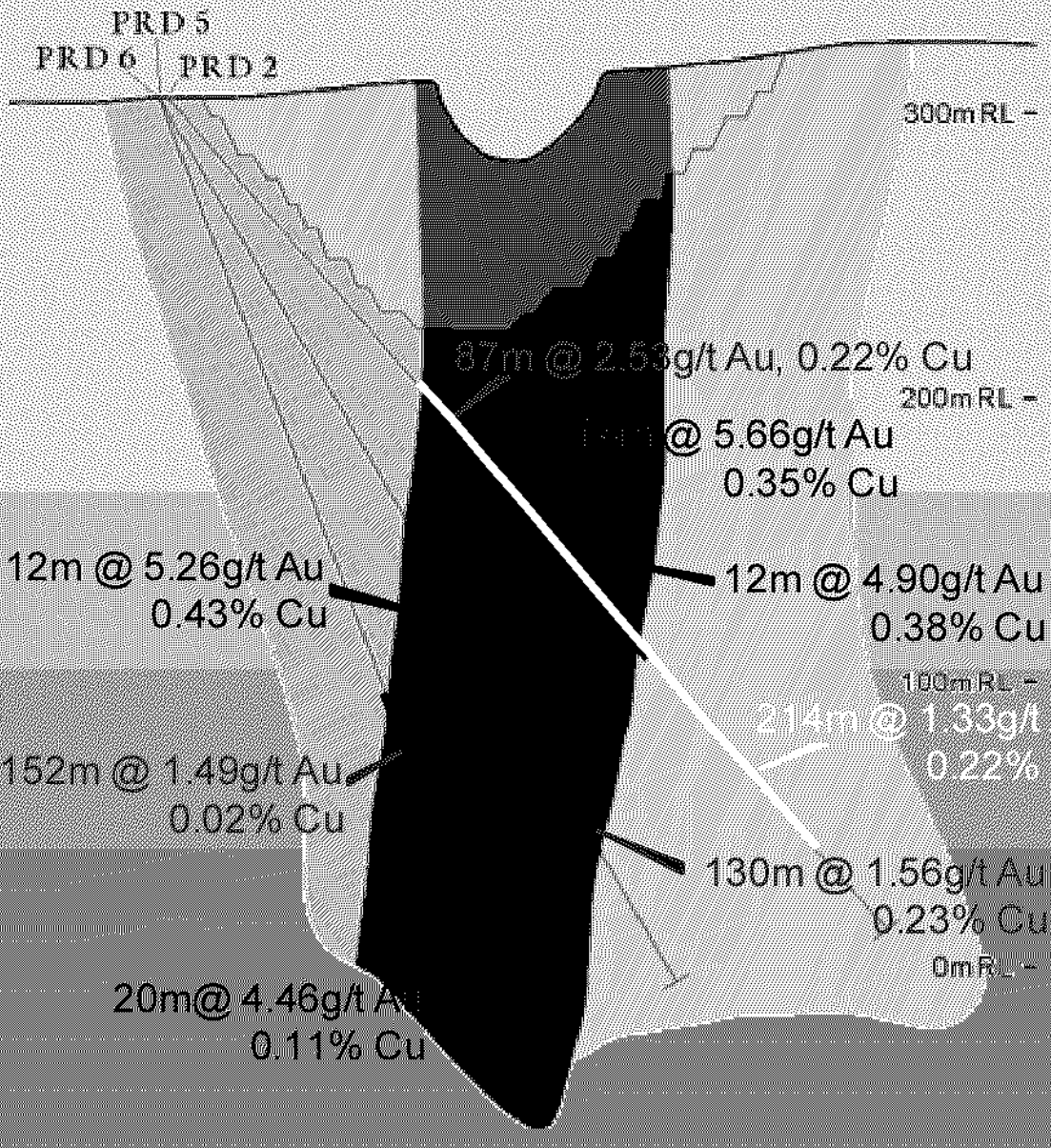
PEAK HILL
CROSS SECTION
PRD 2, 5, & 6



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PEAK HILL GOLD MINE – OCE

The Open Cut Experience

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PEAK HILL GOLD MINE – OCE

Alkane's commitment to sustainable development

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PEAK HILL GOLD MINE – OCE

Alkane's commitment to sustainable development

DUBBO ZIRCONIA PROJECT

SUMMARY

- Project based upon large Jurassic aged alkaline volcanic complex with highly metal enriched vertical trachyte intrusive
- One of the worlds largest , yttrium and resources (+ 100 million tonnes) - also contains significant and rare earth elements

• Zirconium metal Zr	zirconia	ZrO_2 (+HfO_2)
• Niobium metal Nb	niobium pentoxide	Nb_2O_5
• Tantalum metal Ta	tantalum pentoxide	Ta_2O_5
• Yttrium metal Y	yttria	Y_2O_3
• Rare earth elements REE	rare earth oxides	REO's

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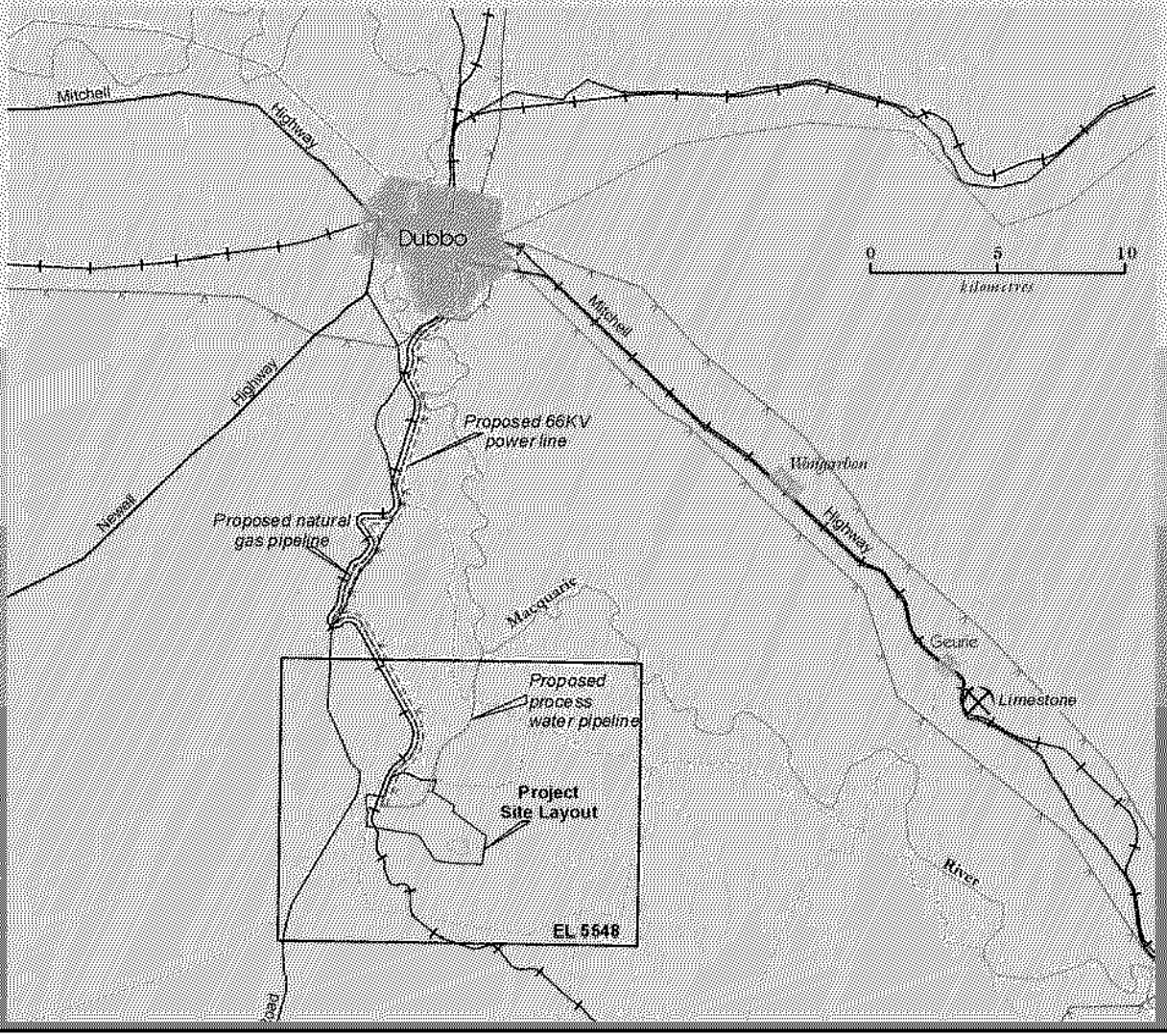
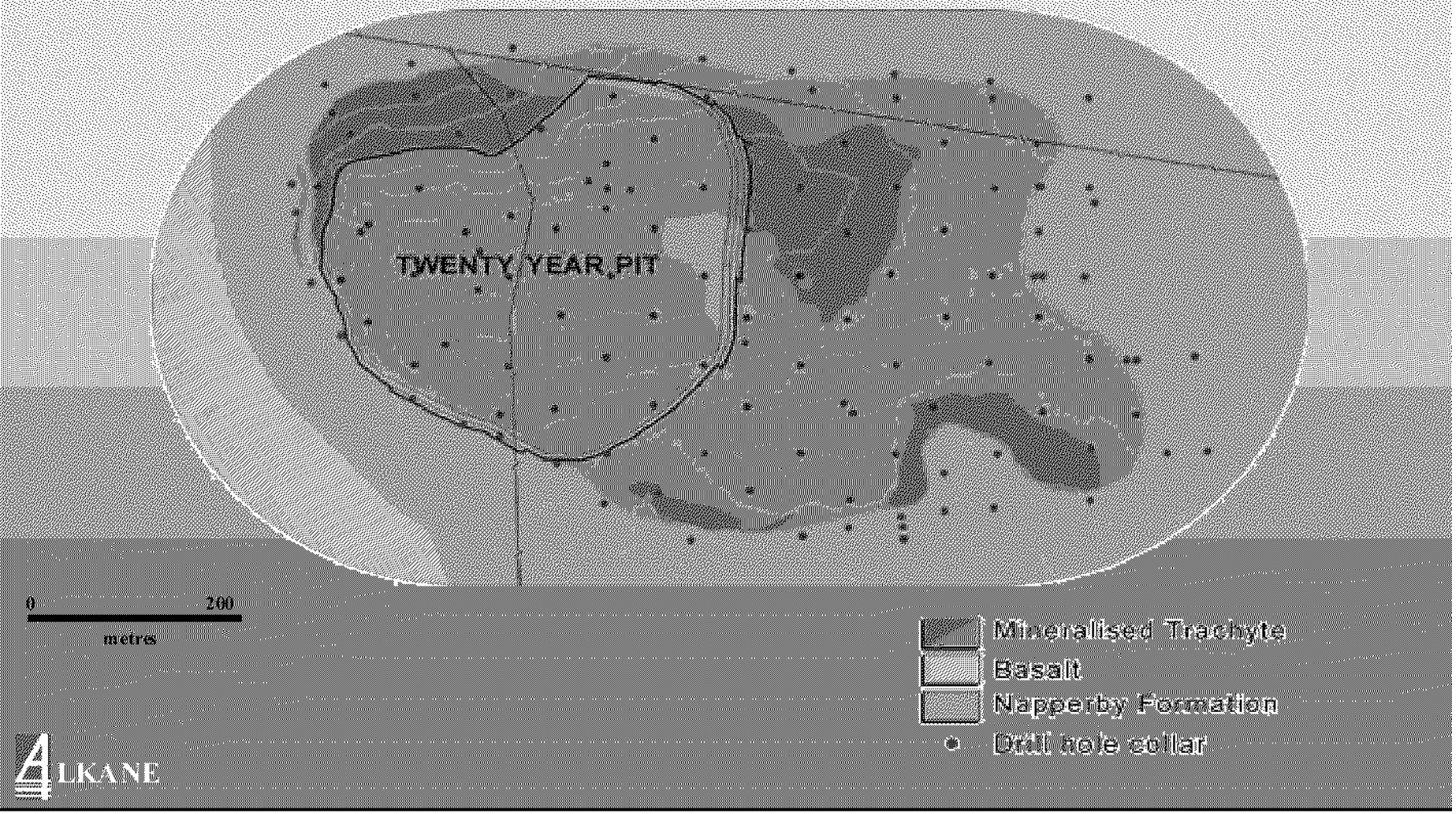
DUBBO ZIRCONIA PROJECT

Project Site and Infrastructure Location



DUBBO ZIRCONIA PROJECT

Geology & 20 Year Pit



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DUBBO ZIRCONIA PROJECT
RESOURCES

Measured Resource **0 - 55 metres**	:	**35.7 million tonnes grading 1.96% ZrO_2, 0.04% HfO_2, 0.14% Y_2O_3 0.46% Nb_2O_5, 0.03% Ta_2O_5 and 0.75% REO**
Inferred Resource **55 - 100 metres**	:	**37.5 million tonnes at similar grades**
TOTAL	:	**73.2 million tonnes**

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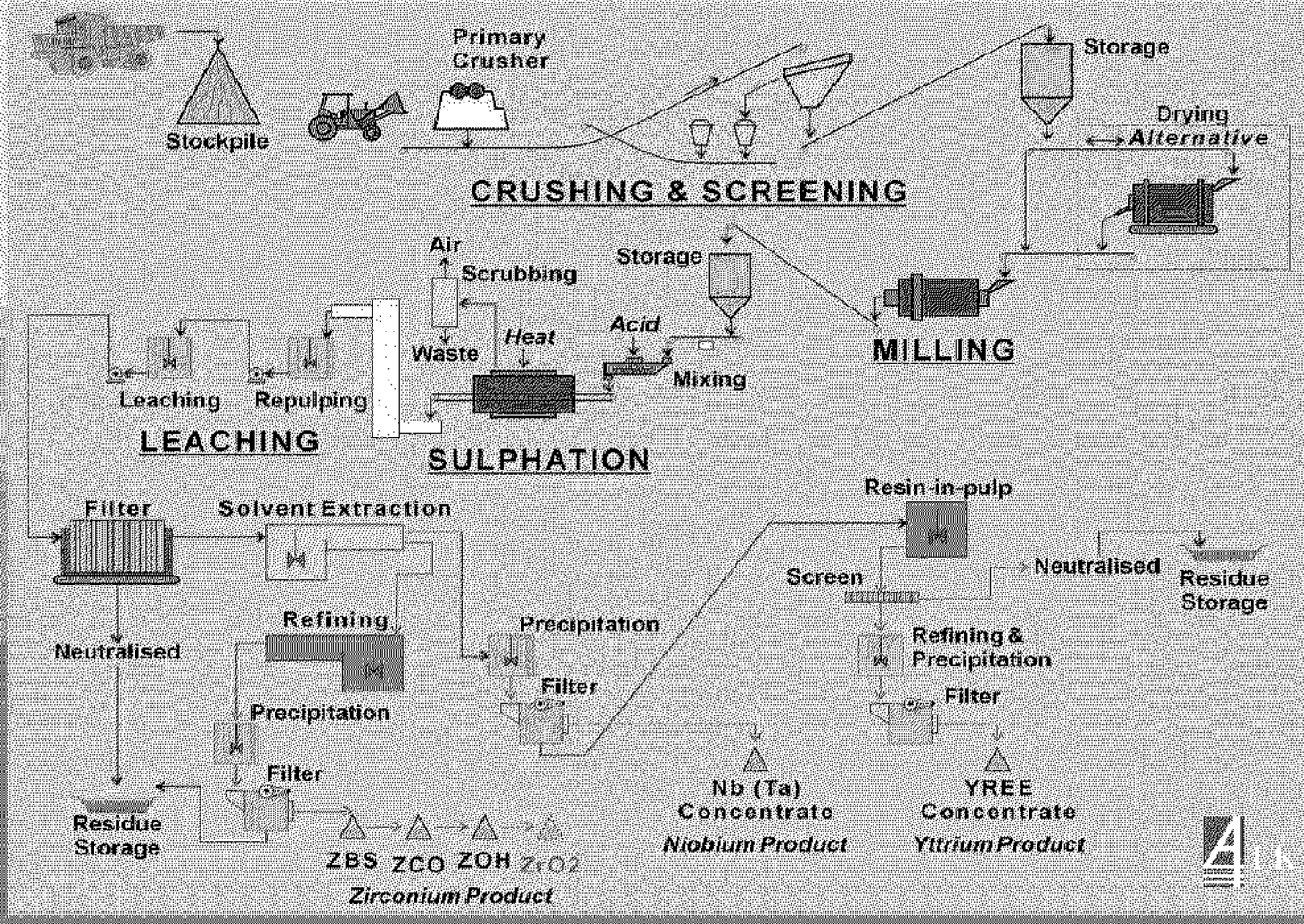
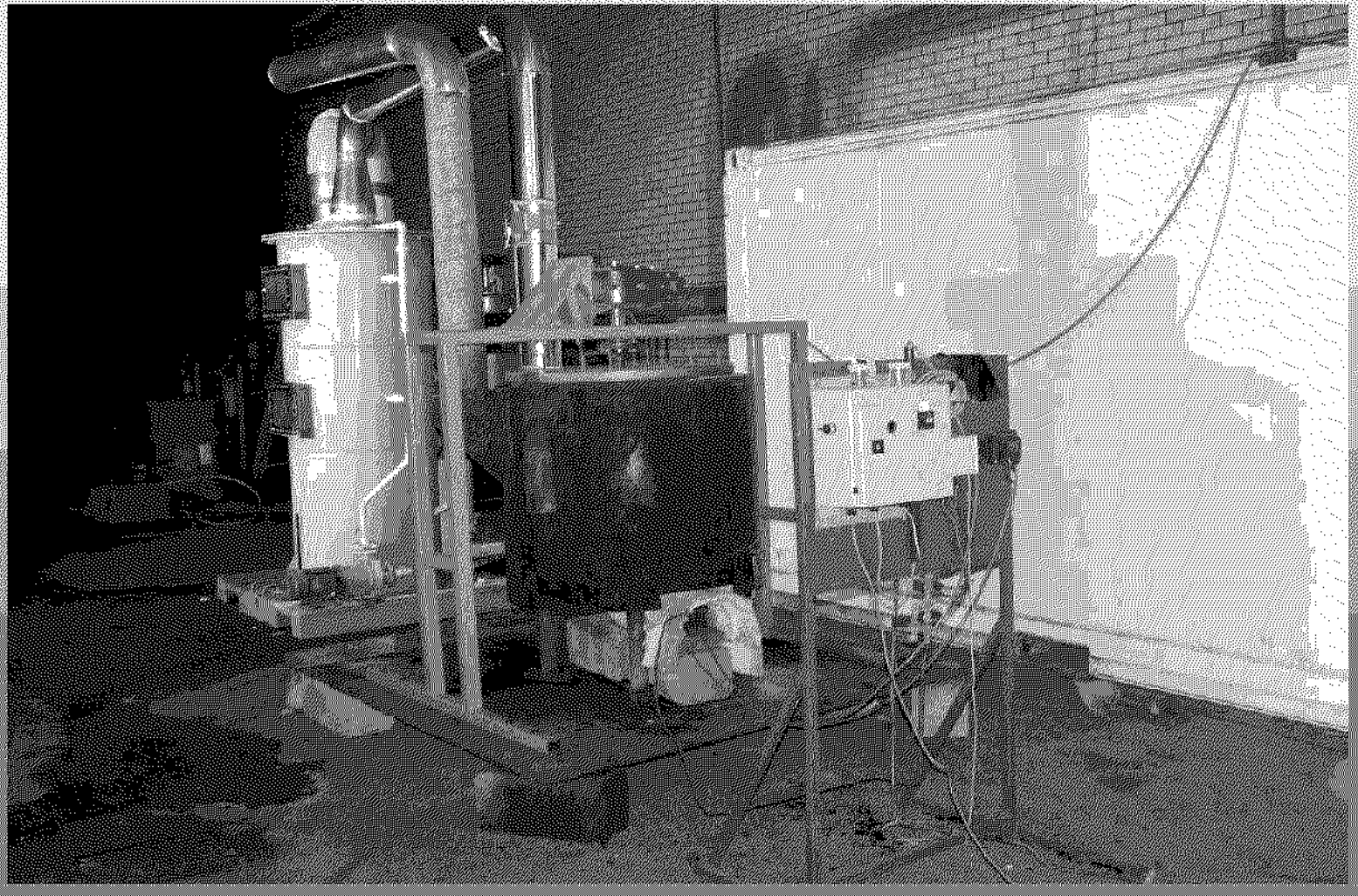
DUBBO ZIRCONIA PROJECT

PROCESS FLOW SHEET



DUBBO ZIRCONIA PROJECT

Mini Pilot Plant - Roaster



DUBBO ZIRCONIA PROJECT

Mini Pilot Plant - SX Circuit

DUBBO ZIRCONIA PROJECT
INDICATIVE DEVELOPMENT

Conceptual Project at start up 200,000tpa ore processed

Zirconium products	3000 tpa zirconia (ZrO_2 + HfO_2) equivalent ZBS Zirconium basic sulphate ZOH Zirconium hydroxide ZCO Zirconium carbonate ZrO Zirconia (calcined)
Niobium - tantalum products	600 tpa niobium (+Ta)concentrate niobium pentoxide (Nb_2O_5 + Ta_2O_5)
Yttrium - rare earth products	1200 tpa yttria - rare earth concentrate yttria and rare earth oxides (Y_2O_3 + REO)

PROJECT LIFE + + 250 YEARS

DUBBO ZIRCONIA PROJECT
INDICATIVE FINANCIALS

Conceptual Project at 200,000tpa – DFS November 2002

Production - ZrO_2 (+HfO_2)	:	3000tpa	<8% world
Y_2O_3 + REO :		1200tpa	<8% world
Ta_2O_5/Nb_2O_5:		600tpa	minor

Revenue - $35.0 to $50.0 million

Operating Costs - $30/32 million (base case - reducible)

Capital Costs - $ 80.0 / 90.0 million (reducible)

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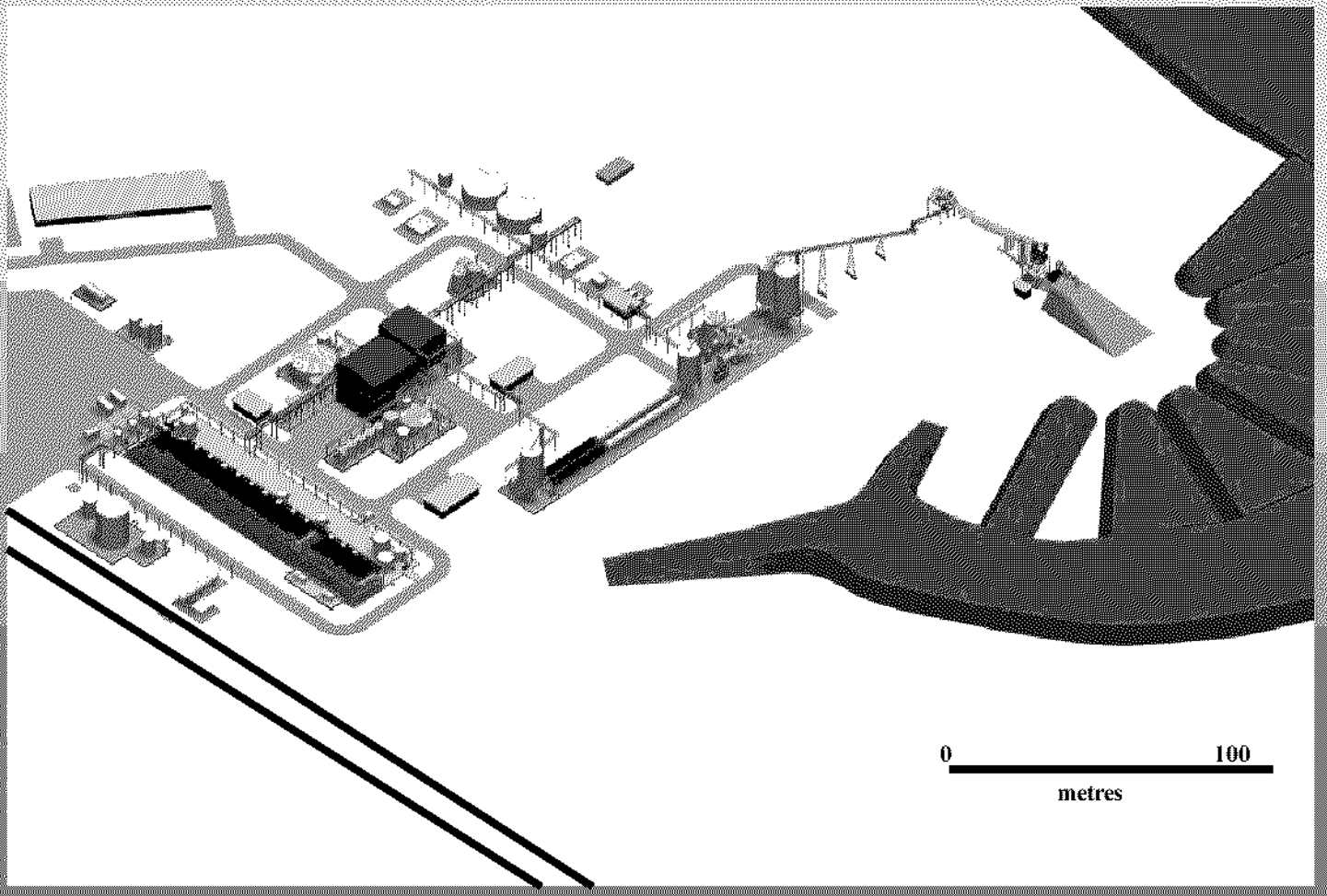
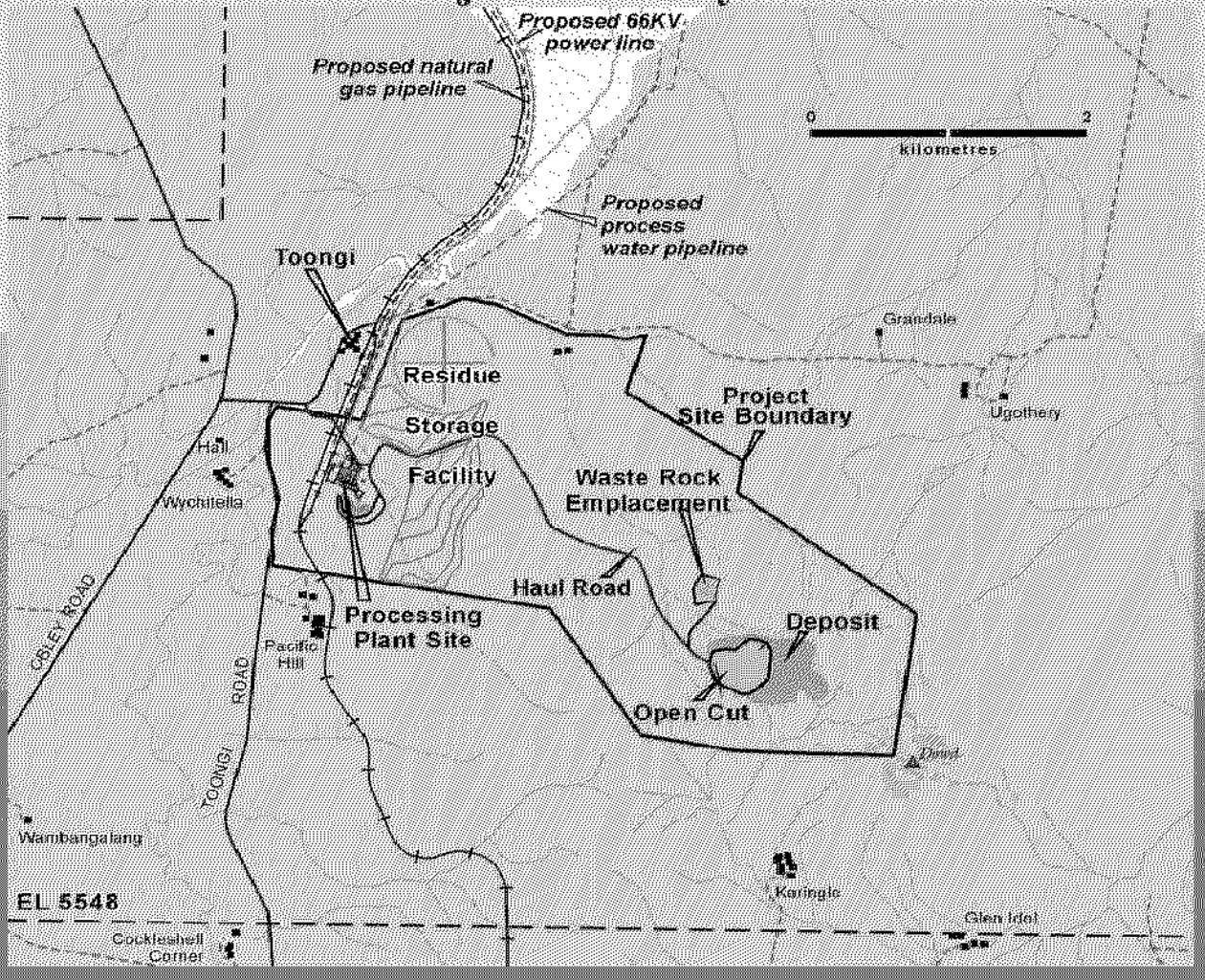
DUBBO ZIRCONIA PROJECT

Preliminary Plant Layout



DUBBO ZIRCONIA PROJECT

Project Site Layout



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DUBBO ZIRCONIA PROJECT

Current Summary

Advanced discussions in progress with existing major zirconia producer

Agreement anticipated by the end of June 2003

Incoming party to earn an interest by funding construction and operation of demonstration pilot plant.

Will provide product development technology and existing markets

Will secure development funding

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THE TEAM

EXPLORATION

Terry Ransted	Chief Geologist
Rimas Kairaitis	Senior Geologist
David Meates	Geologist
Steve Woodham	Field Supervisor

PRODUCTION

Geoff Meates	General Manager Gold Operations
Shane Allison	Operations Manager
Mike Sutherland	Environment Manager
Glen Morgan	Wet Plant Foreman

SUPPORT

David Moyses	CAD – Drafting
Karen Brown	Corporate Administration/Accounting

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