

# Quarterly Report for June 2013

## HALLS CREEK COPPER PROJECT

- High grade feeder zone discovered below *Mt Angelo North* VHMS Prospect; 5m @ 4.76% Cu & 5.7m @ 3.22% Cu
- RC drilling at *Mt Angelo North* extends shallow massive sulphide zone by 30 metres south. Best intercepts of:  
35m @ 3.15% CuEq\* & 35m @ 2.51% CuEq\*
- Highest grades intercepted to date reported from diamond core of up to 17.5% copper and 21.6% zinc
- Initial RC drilling at *Mt Angelo Porphyry* confirmed bulk tonnage, low grade potential, intercepts up to: 170m @ 0.40% Cu, 178m @ 0.30% Cu, 136m @ 0.31% Cu including higher grade zones within these of: 23m @ 1.00% Cu, 7m @ 1.26% Cu
- Metallurgical test work on diamond core underway

## PARKER RANGE IRON ORE PROJECT

- Esperance Port Authority board advance procurement process to identify a private sector consortium to design, finance, construct and operate a multi-user iron ore facility (MUIOF)

## HAMERSLEY IRON PROJECT

- Maiden Indicated Resource of 343.2Mt @ 54.5% Fe (57.9% Ca Fe)
- Prefeasibility studies and infrastructure discussions underway

## CORPORATE

- Royalty (first payment ~ \$250,000) and Deferred Payments (\$250,000) for the next seven quarters commence from Phoenix Gold Ltd.



## Halls Creek Copper Project (CAZ earning 75%)

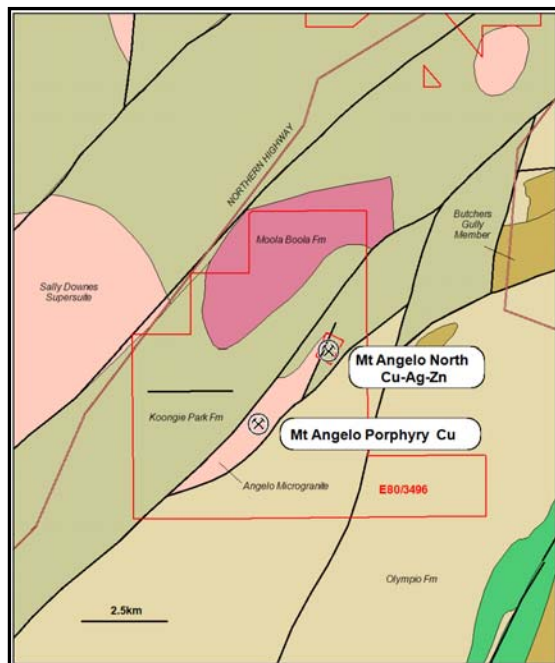


Fig. 1: Location and general geology plan



Fig.2: Massive chalcopyrite, HCDD0001

### MOUNT ANGELO NORTH

The Company is in agreement with 3D Resources Limited to earn up to a 75% interest in the Halls Creek Copper Project, located in the Kimberley region of Western Australia.

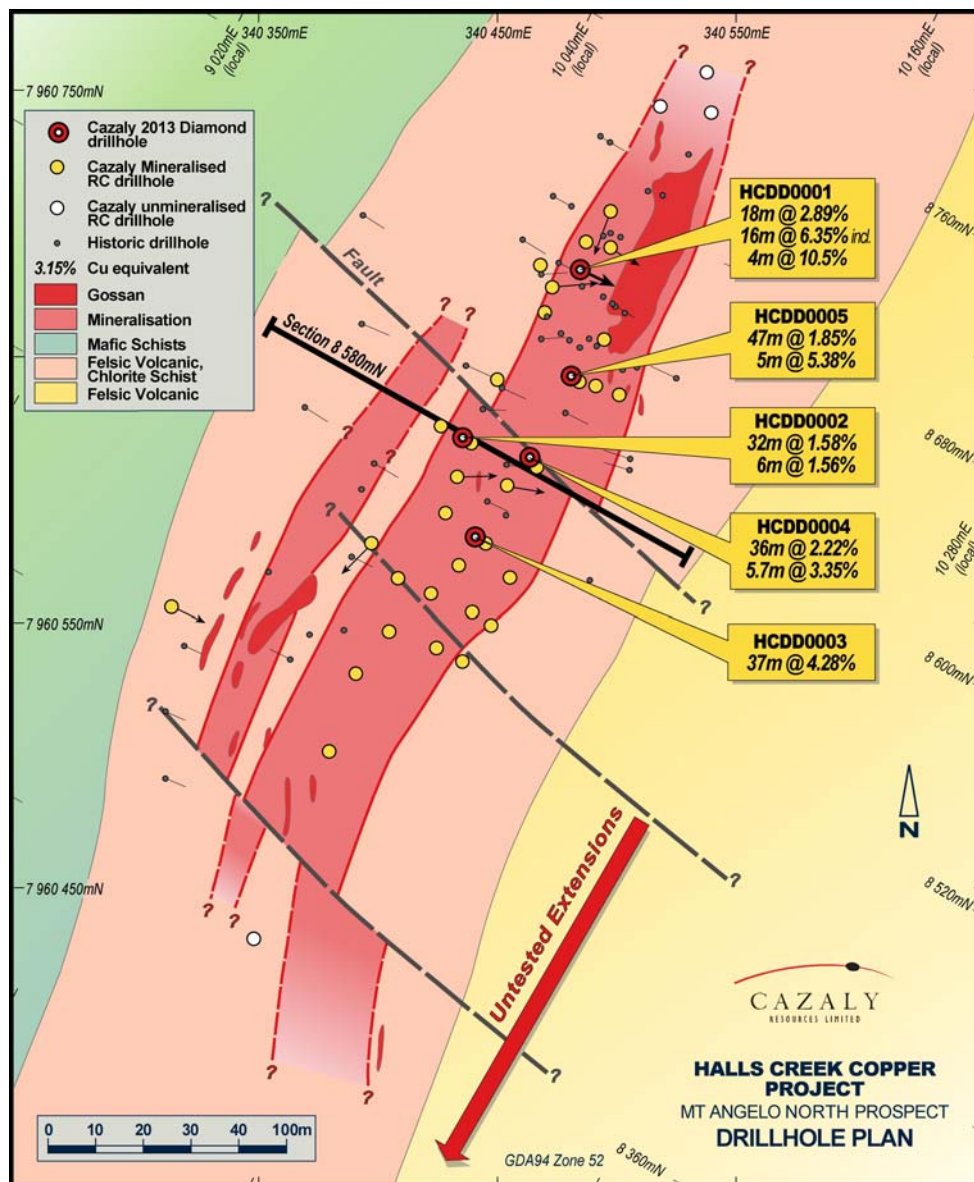
The Halls Creek Project comprises a large package of six tenements covering an area of approximately 298 km<sup>2</sup>, near the township of Halls Creek covering part of the Halls Creek Mobile Zone which is highly prospective for a range of commodities including base metals, gold, diamonds and nickel. Initial work will concentrate on mineralisation previously discovered at the *Mt Angelo North Cu-Ag-Zn* and the *Mt Angelo Porphyry* prospects.

The two prospects occur in association with the Angelo Microdiorite, a 5km by 1km long elongate intrusive occurring along the boundary, and the Koongie Park and Olympio Formations. The Koongie Park Formation is widely considered to have potential regionally for the development of stratabound base metals.

During the June Quarter a total of 5 diamond core holes for 340.5 metres were drilled within the deposit principally to check against previous RC drilling, to collect samples for metallurgical test work and to explore for potential higher grade feeder zones (Figure 3). The program was highly successful with diamond core results confirming previous results obtained from RC drilling, good core recoveries from copper and zinc rich zones and the discovery of a higher grade feeder zone below the known mineralised zones.

The discovery of a feeder zone is highly encouraging for the discovery of further high grade mineralisation. The feeder zone is characterised by chalcopyrite dominated stringer veinlets in a sub-vertical system linking into the massive chalcocite/chalcopyrite ore body above. The zone requires further drilling to determine its full extent and nature.

Figure 3: Drillhole plan showing diamond core holes, Mt Angelo North deposit



Results from the diamond drilling program are listed in Table 1 and a schematic of the discovery in figure 4.

The Company is currently conducting further RC and diamond core drilling at Mount Angelo North. The drilling is targeting potential extensions of the feeder zone along strike and at depth, to infill some gaps in the orebody and to test for further repetitions of the mineralisation. Geochemical studies have highlighted new areas of interest at depth below the southern part of the orebody which may host new mineralisation.

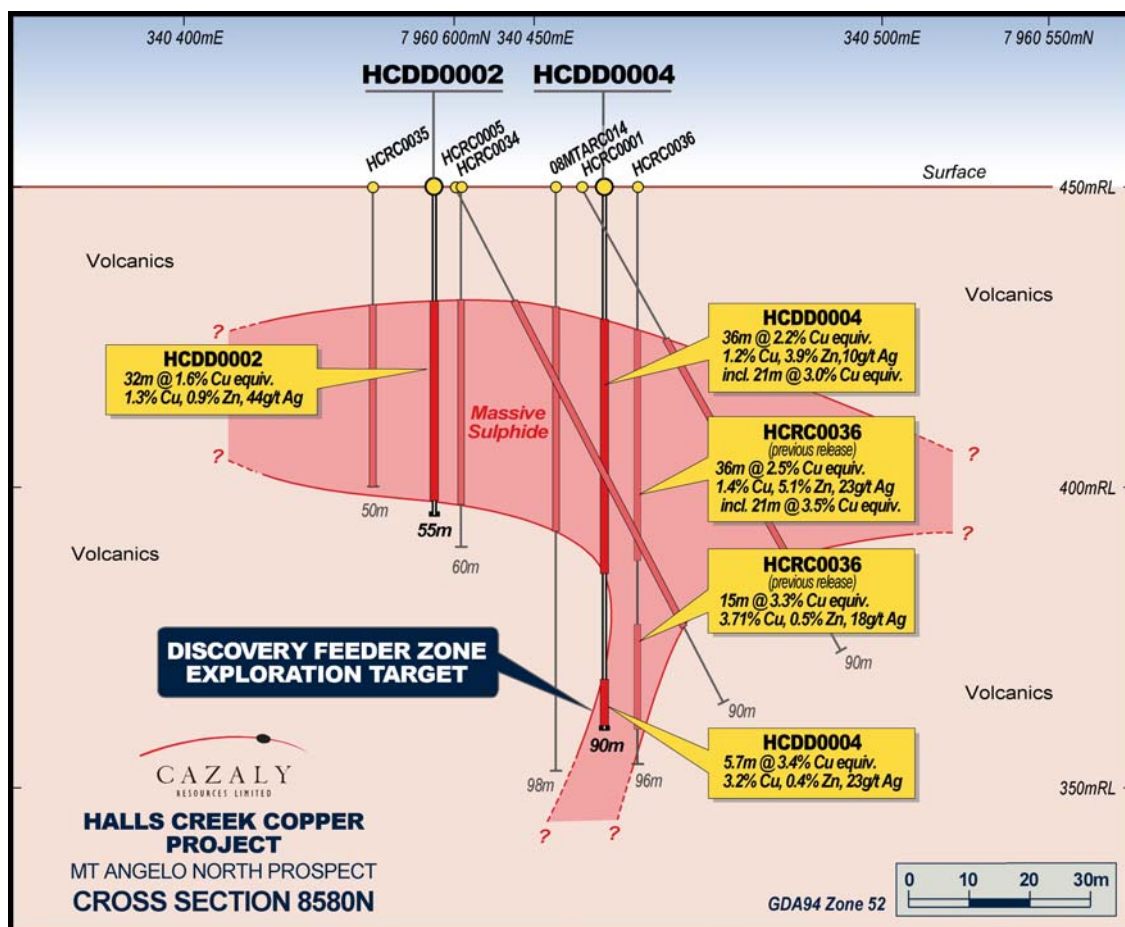


Figure 4: Cross section showing discovered feeder zone linking into the previously known mineralisation

Table 1: Significant Drill Intercepts, Mount Angelo North Prospect – June 2013 Drilling

HoleID	East	North	Hole Depth	Intercept							Cu Eq (%)
				From	Length	Cu (%)	Pb (%)	Zn (%)	Ag (ppm)	Au (ppm)	
HCDD0001	340486	7960661	60	5	18	2.53	0.23	1.16	22	0.22	2.89
" "				32	16	5.91	0.12	1.61	24	0.38	6.35
" "		includes		32	4	9.75	0.34	2.62	19	0.24	10.49
HCDD0002	340436	7960602	55	20	32	1.25	0.31	0.92	44	0.64	1.58
HCDD0003	340444	7960566	75.5	25	37	2.63	0.52	6.05	21	0.28	4.28
HCDD0004	340464	7960594	90	22	36	1.22	0.15	3.91	10	0.18	2.22
" "	Feeder Zone			83	5.7	3.22	0.06	0.43	23	0.31	3.35
HCDD0005	340484	7960621	60	11	47	1.11	0.87	2.00	24	0.17	1.85
" "	Feeder Zone	includes		52	5	4.76	0.07	2.42	21	0.12	5.38

nb; Cu, Pb, Zn and Ag analysed by 4 acid digest and ICP-MS finish. Au analysed by Fire Assay and AAS finish.  
CuEq intercepts calculated using a 0.5% lower cut, minimum 2 metres interval with two internal waste intervals of 2 metres allowable. All holes located on a GDA94-52

**\*Copper Equivalent Calculation**

Copper Equivalent (CuEq) represents the total metal value for each metal, multiplied by the conversion factor, summed and expressed as equivalent copper percentage. These results are exploration results and no allowance is made for recovery losses

should mining eventually occur. However, the company is of the opinion that the elements considered here have reasonable potential to be recovered based upon preliminary metallurgical test work.

Copper Equivalent Formula (CuEq):

$$(7,500(\text{Cu ppm}/10,000)) + (1,850(\text{Zn ppm}/10,000)) + (2,100(\text{Pb ppm}/10,000)) + (25(\text{Ag ppm}/31.1024)) + (1,500(\text{Au ppm}/31.1024)) = \text{Ore Value}$$

$$\text{Ore Value}/7,500 = \text{CuEq (\%)}$$

Price Assumptions Cu (US\$7,500/t), Zn (US\$1,850/t), Pb (US\$2,100/t), Ag (US\$25/oz), Au (US\$1,500/oz).

## MOUNT ANGELO PORPHYRY

The company completed first pass drilling at the Mt Angelo Porphyry located 2.5km to the south west of the Mt Angelo North copper deposit (Figure 1). A total of 5 reverse circulation (RC) holes for 862 metres were drilled within the quartz porphyry intrusive (Figure 5.). Previous RC and Diamond core drilling returned intercepts up to **117m @ 0.32% Cu** and **150m @ 0.30% Cu**. The porphyry system is large with extensive intercepts of disseminated and occasional semi-massive sulphides and it appears that the entire intrusive is mineralised.

The higher grade intercepts of mineralisation included **23m @ 1.00% Cu** and **7m @ 1.26% Cu**, indicating potential for the delineation of higher grade zones in the system (Table 2).

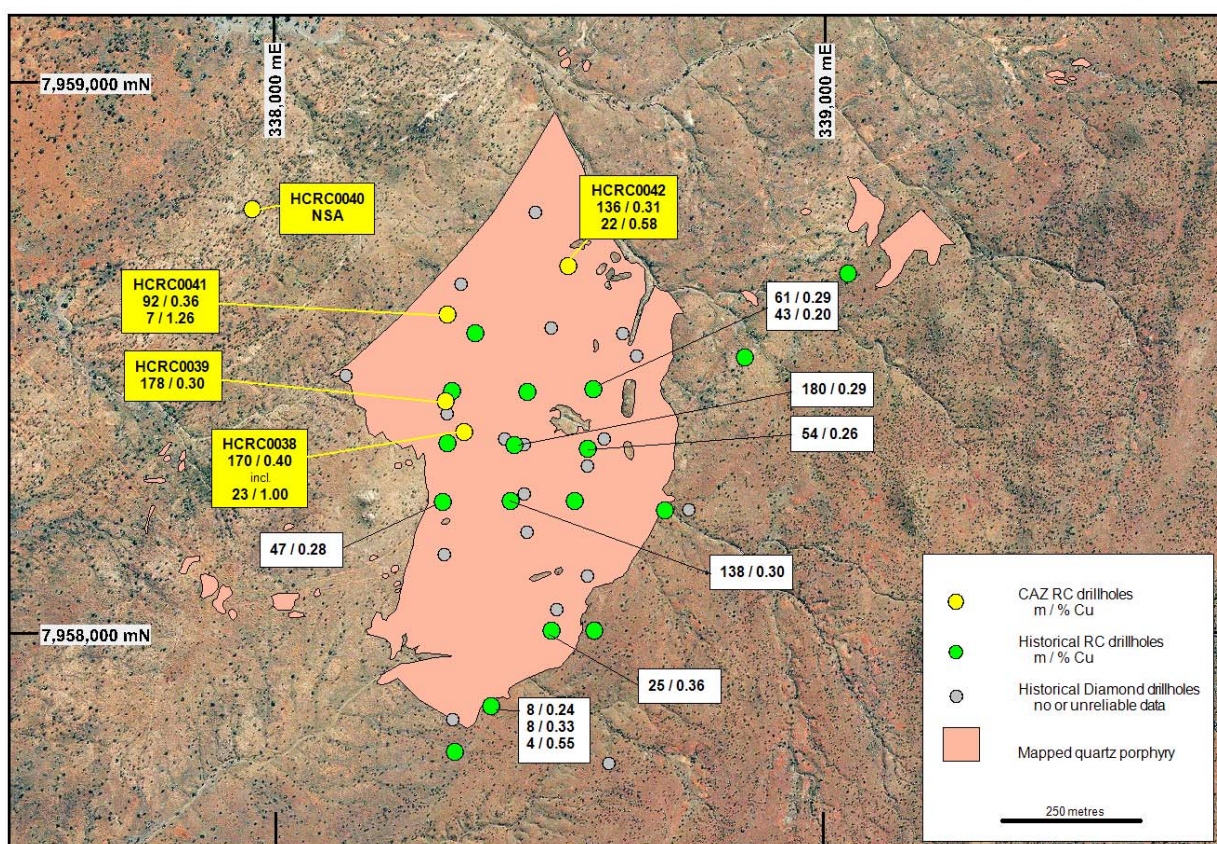


Figure 5. Drillhole plan showing extent of mineralised quartz porphyry, Mt Angelo Porphyry prospect

**Table 2. Significant Drill Intercepts, Mount Angelo Porphyry Prospect**

HoleID	East	North	GDA Grid	Hole Depth	GDA Azm	Dip	Intercept			
							From	To	Length	Cu (%)
HCRC0038	338347	7958367	MGA94_52	180	290	-60	0	170	170	0.4
			includes				141	164	23	1
HCRC0039	338313	7958423	MGA94_52	200	290	-65	6	184	178	0.3
HCRC0040	337955	7958775	MGA94_52	182	290	-65			NSA	
HCRC0041	338315	7958581	MGA94_52	150	290	-60	0	92	92	0.36
			includes				45	52	7	1.26
							112	116	4	0.32
							142	146	4	0.58
HCRC0042	338535	7958669	MGA94_52	150	290	-60	0	136	136	0.31

*nb: Significant Intersections RC Drilling, > 0.2% Cu, high-grade > 0.5% Cu.*

*All elements analysed by aqua regia digest and ICPMS finish*

## HELITEM RESULTS

Processing and Interpretation of a helicopter borne electromagnetic (EM) survey flown by the company in February this year has now been completed. The survey covered 1,049 line kilometers over 140 square kilometers of the Halls Creek Copper Project. A total of 36 EM conductor targets have been identified that may represent undiscovered sulphide mineralisation of a similar nature as the Mount Angelo North VHMS deposit. These anomalies are currently being prioritised and plans for follow-up work in the field are underway.

## Webb Project - (CAZ 100%)

During the Quarter site works were completed over the main IOCG target at the Webb Project located within the West Arunta region of WA. This work is in preparation for drilling which is scheduled for the current Quarter. The company notes the recent release by Corazon Mining Ltd ("**Corazon**") regarding the intercept of massive sulphides at the Top Up Rise Copper/Gold Project (ASX release dated 19<sup>th</sup> July 2013). The Corazon drilling is located 40km west of Cazaly's Webb Project in a similar geological setting also containing coincident gravity and magnetic features. Cazaly will monitor the progress reported by Corazon over the current Quarter.

Proposed drilling by Cazaly is aimed at identifying the source of a pronounced 3 km × 3 km magnetic anomaly (amplitude 1100 nT) which is coincident with a 4 mgal gravity anomaly. This anomaly compares favourably with other known IOCG mineral deposits with coincident or near-coincident magnetic and gravity anomalies resulting from magnetite and hematite

alteration. The amplitudes lie within the Carrapateena – Olympic Dam range, with the Carrapateena Deposits having coincident 200 nT magnetic and 2mgal gravity anomalies and Olympic Dam having a 1600 nT anomaly and an anomalous gravity response of 17 mgal associated with the hematitic mineralisation/alteration. Drilling is planned for the current quarter depending on rig availability.

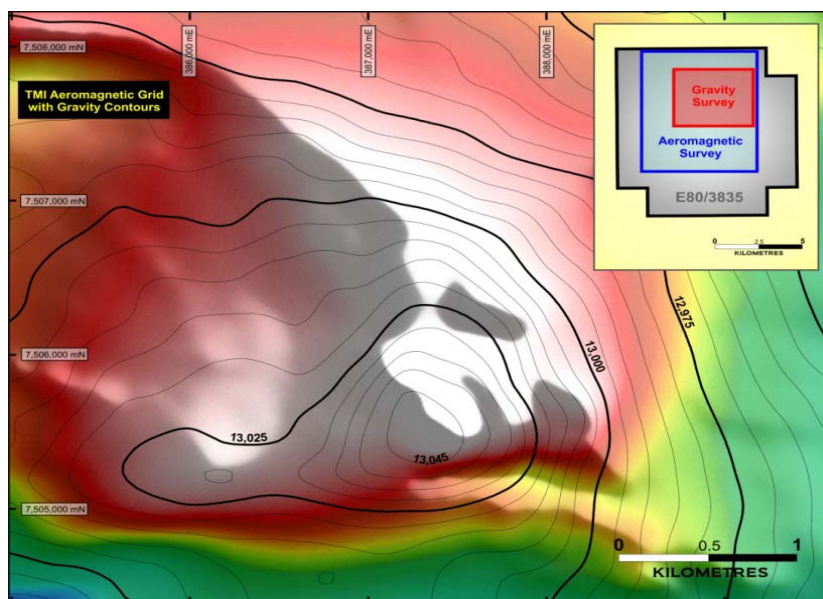


Figure 6. Coincident Magnetic Image with Gravity Contours at Webb IOCG Target

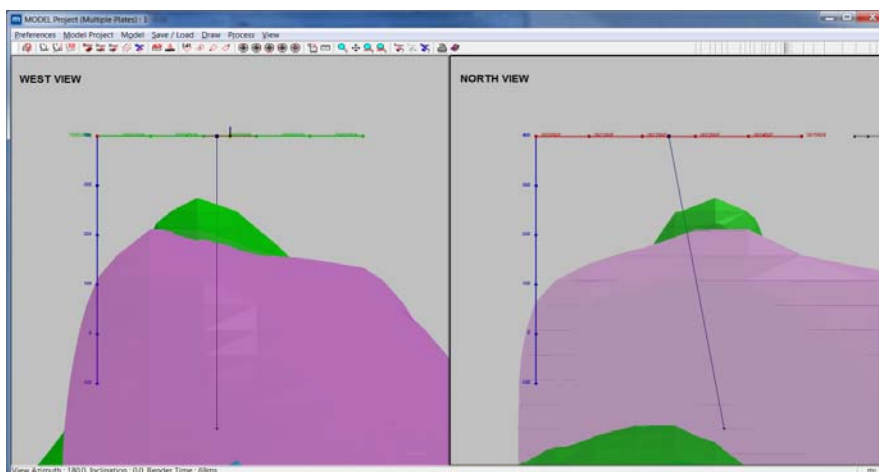


Figure 7. Modeled Gravity Inversion and Proposed Drill Hole at Webb IOCG Target

## Lynd Project – Qld (CAZ earning up to 100%)

Cazaly has withdrawn from the farm in agreement with Anglo American Exploration (Australia) Pty Ltd during the quarter after not being able to reach a satisfactory access agreement with the landowner.

## Parker Range Iron Ore Project (CAZ 100%)

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Significant progress made in the next stage of developing a new iron ore export facility at the Port of Esperance. Preferred consortia announced.

The Company commends the State Government for their continued support of the proposed expansion of the Esperance Port which is a necessary export solution for the future development of the Parker Range Iron Ore Project.

The following is an extract from a Media Statement dated 11<sup>th</sup> June 2013 from the Esperance Port:

### **Media Release**

## **Esperance Port Multi User Iron Ore Facility: Short-listed Consortia Announced**

*Two of five consortia that registered an interest in participating in a Request for Proposal (RFP) to design, finance, build and operate a new multi-user iron ore facility (MUIOF) at the Esperance Port have been short-listed to tender for the project.*

*Port Chairman, Bob McKinnon announced today that two consortia have been short-listed to participate in the RFP phase of the Project:*

- *Qube Bulk Pty Ltd and Brookfield Infrastructure (Australia) Pty Ltd, and*
- *Yilgarn Esperance Solution (YES) consortium. YES consortium comprises McConnell Dowell*

*Constructors (Aust) Pty Ltd, Asciano and Marubeni Corporation Ltd.*

*Mr McKinnon said an evaluation panel under the independent chairmanship of Dr Ken Michael had unanimously agreed that the two selected consortia had best addressed the project objectives in their proposals and clearly demonstrated that they met the evaluation criteria required to proceed. The criteria included experience in bulk port operations, a clear understanding of the MUIOF project, the financial capability and capacity, and design and construction experience in similar types of projects.*

*“The Registration of Interest and Prequalification phase attracted strong interest from the private sector and the evaluation panel’s recommendation has been endorsed by the Government’s Public Private Partnership Steering Committee and by the Esperance Port Authority’s Board of Directors,” Mr McKinnon said.*

*“The short-listed consortia have significant experience in infrastructure investment as well as designing, financing and operating major projects related to the movement and handling of large volumes of bulk products.”*

*Shayne Flanagan, Chief Executive Officer of the Esperance Ports Sea and Land welcomed the announcement of the shortlist by the Chairman and said that a key feature of the MUIOF is that it will be designed and developed by the private sector. Accordingly, the scope and capital costs of the*

*project will be identified by the private sector, based on its view of the level of commercially sustainable demand for iron ore export capacity through the Port.*

*A market sounding was undertaken by the Port in 2012 to determine private sector interest in the project. This followed a demand study which indicated a need for new iron ore export infrastructure to cater for proposed miners wishing to develop their tenements in the Yilgarn Region of Western Australia. The market sounding indicated the MUIOF can cater for up to 12 million tonnes of iron ore annually if developed.*

Cazaly considers this landmark statement further enhances the economic value of the Parker Range project and commends the State Government for advancing the interests of the planned producers in the Yilgarn iron ore province. Cazaly has been in long standing discussions with both consortia.

The company continues to engage with potential partners, including potential third party port constructors and operators for the project.

## Hamersley Iron Ore Project

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(Cazaly currently 49% - Winmar Resources Ltd 51% interest)

- **Total Resource 343.2 Mt @ 54.5% Fe (57.9% Calcined Iron - Ca Fe)**
  - **Indicated category 42.6 Mt @ 55.2% Fe (57.3% Ca Fe)**
  - **Inferred category 300.6 Mt @ 54.5% Fe (58.0% Ca Fe)**
- **Potential for early development of Direct Shipping Ore (DSO)**
- **Prefeasibility studies and infrastructure discussions underway**

During the quarter the Company's joint venture partner, Winmar Resources Limited (ASX: WFE) (Winmar), announced a maiden Indicated Resource at the Hamersley Iron Joint Venture Project which is located 50km north-northeast of Tom Price in the Pilbara region of Western Australia.

The Total Resource of **343.2Mt @ 54.5% Fe (57.9% Ca Fe)** comprises an Indicated Resource of 42.6 Mt @ 55.2% Fe (57.3% Ca Fe) and an Inferred Resource of 300.6 Mt @ 54.5% Fe (57.9% Ca Fe). The Indicated Resource estimate was calculated by independent mining consultants RungePincockManarco (ASX: RUL), and remains open in several areas, particularly to the north.

The upgrade of the Mineral Resource to Indicated category provides the Joint Venture with the opportunity to commence a range of studies including scoping studies, mine economic studies, environmental studies and Native Title negotiations as part of prefeasibility studies. These studies will examine the potential for the early development of Direct Shipping Ore (DSO) from the Channel iron Deposit (CID) material to the southwest of the project area.

## Joint Venture Projects

### Musgrave JV (Cazaly diluting to 10% - TrakaResources Ltd (ASX: TRK) acquiring 90%)

Cazaly notes the recent publicity regarding the exploration success of BHP Billiton on the adjacent tenement.

The following is an extract of Traka Resources Limited Quarterly Report:

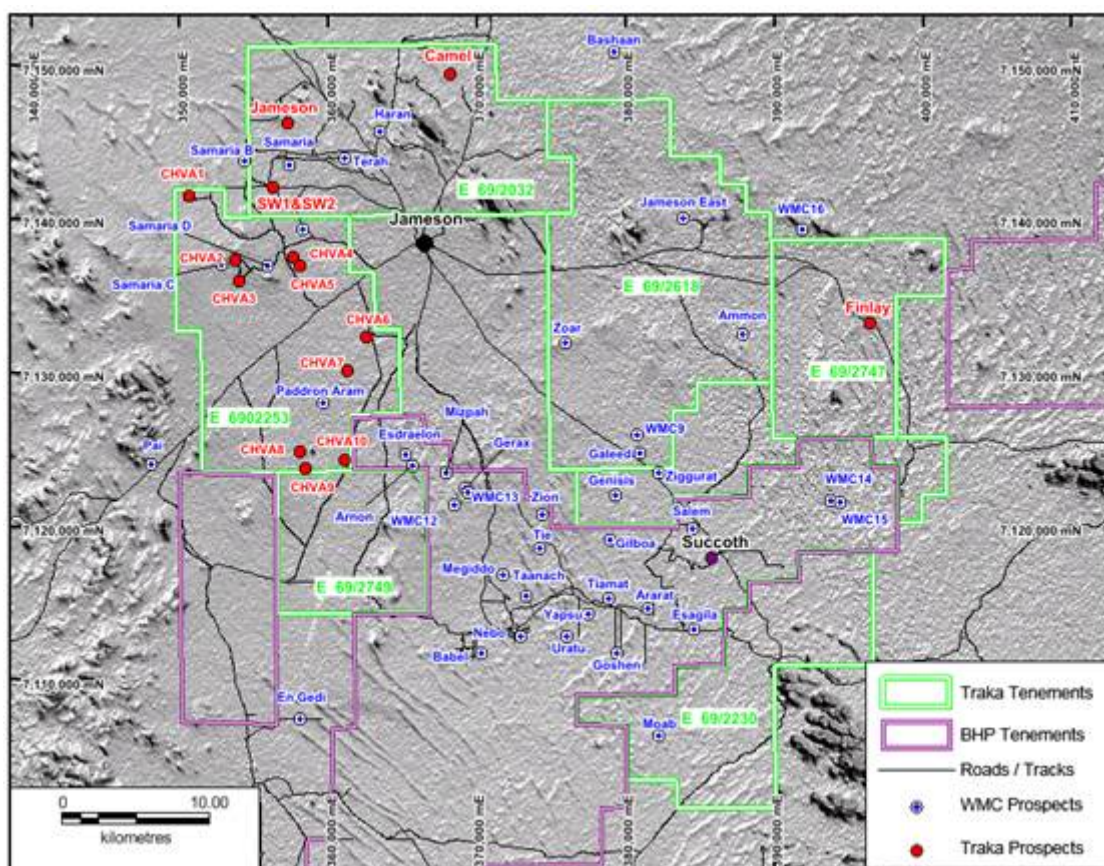


Figure 3. Jameson area tenement showing the position of the 10 VTEM targets and other prospects in the area highlighted by historic and recent exploration activity

“Subject to securing third party participation, exploration activity in the Jameson group of tenements for the remainder of this year, is planned to comprise the following activity:

- Undertake a systematic MLEM survey of the Sammy Joint Venture tenement EL69/2230, particularly within the area north and south of BHP Billiton's Prospects called Gilboa, Succoth, Salem, Esagila and Goshem. Aeromagnetic, gravity and geological mapping indicates that the whole of this area, both within BHP Billiton's tenements and also Traka's areas, is underlain by one or more of the prospective mafic and ultramafic intrusives that comprise part of the Giles Intrusive Complex. Massive, stringer and disseminated copper and nickel sulphide mineralisation within feeder zones or in structures peripheral to or within the intrusive rocks constitute the target style (Figure 4 and 5). The Australian newspaper recently reported (April 11<sup>th</sup> 2013) that according to industry sources recent drilling by BHP Billiton at its Succoth prospect had "returned broad intersections of copper mineralisation at relatively high grades...including a return of about 200m of mineralisation at a grade of about 1.3% copper". As is the case for the Babel Nebo resource, the massive and/or stringer sulphide zones are often directly associated with peripheral disseminated sulphide zones. A systematic MLEM survey in the priority area would take three to four months to complete and could lead to follow up drilling fairly quickly on any of the targets that may be highlighted.

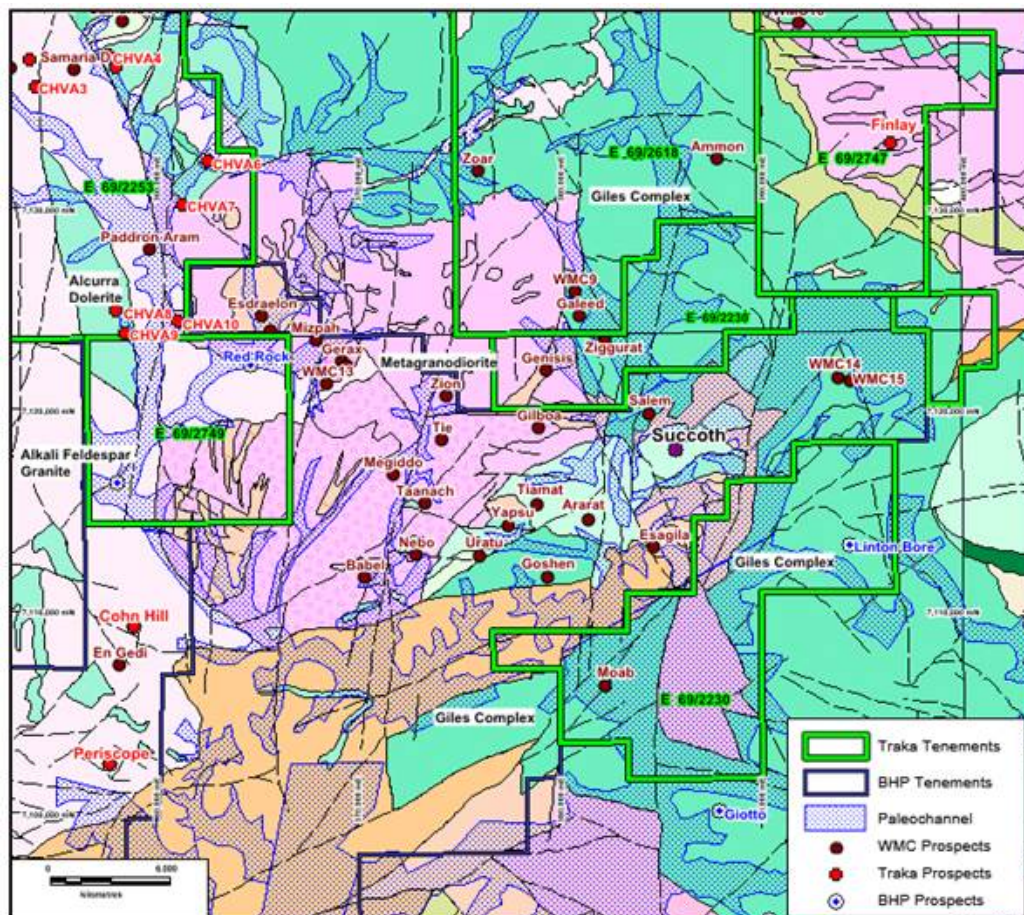


Figure 4. Geological interpretation (GSWA 2011) showing prospect locations and tenement positions.

- A review of the historic data base for this area shows that the prospectivity now being highlighted was not always recognised and that it has been the adoption of modern geophysical methods which has proved the effective detection tool. The presence of sand dunes and palaeo-channels in this area obscures nearly all the bedrock geology and it is now apparent that the earlier geochemical surveys in the area were ineffective

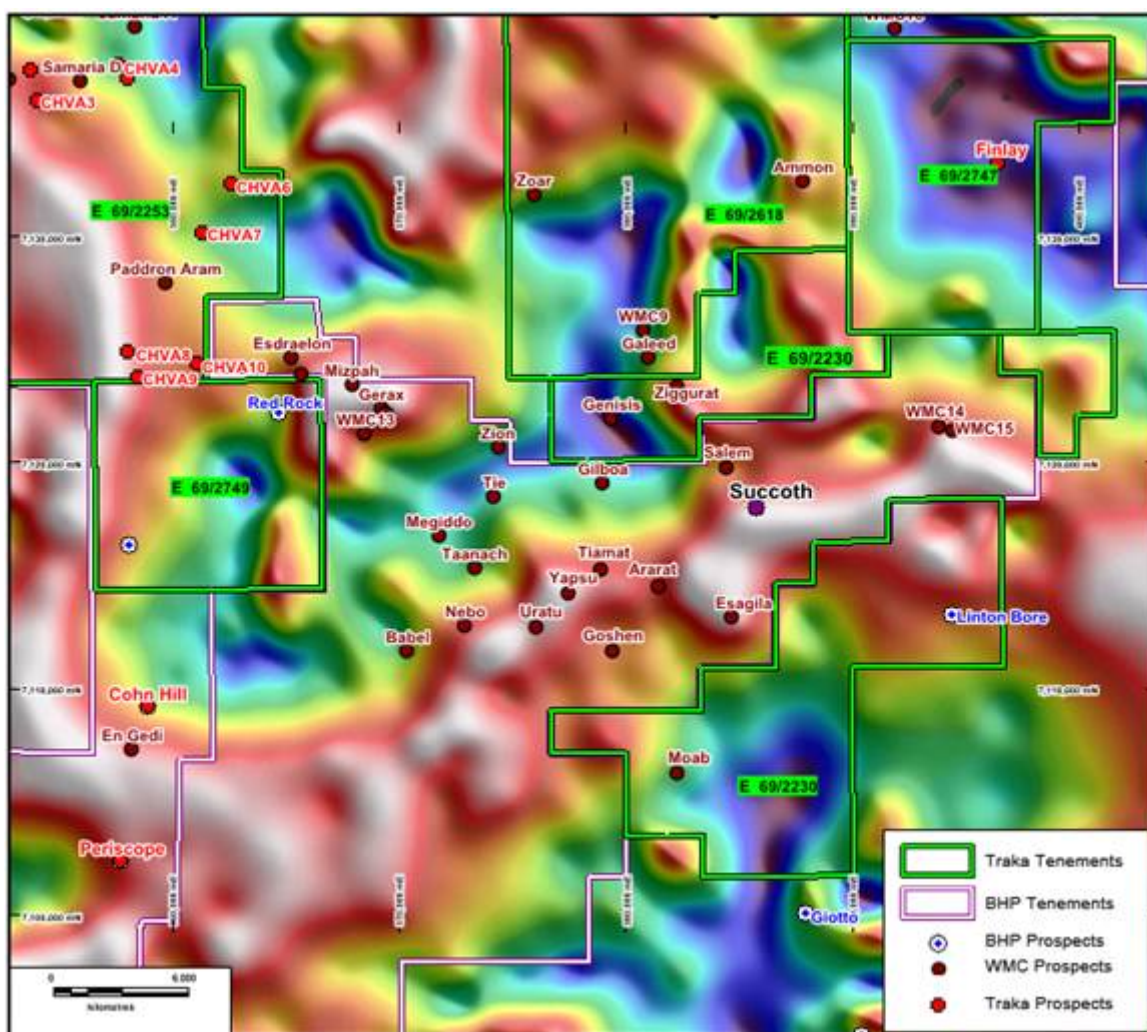


Figure 5. Gravity image showing tenement positions and prospect locations with respect to the dominant north east gravity ridge underlying BHP Billiton's ground holding



## **Huckitta JV** (Cazaly diluting to 20% - Mithril Resources Ltd (ASX: MTH) earning 80%)

The East Arunta Project Area is highly prospective for the discovery of economic copper mineralisation within both the Iron Oxide Copper Gold (IOCG). The Illogwa IOCG JV Area lies within the Huckitta Project and is located on two tenements (ELs 25643 and 25653) subject to a joint venture between Mithril Resources (80%) and Sammy Resources Pty Ltd (20%), a wholly owned subsidiary of ASX-listed Cazaly Resources Ltd (ASX: CAZ). These parties are funding the project pro-rata and Mithril is the operator of the joint venture.

Targets have been advanced to “drill-ready” stage with drilling anticipated to commence during the September 2013 Quarter pending receipt of outstanding statutory approvals.

Drill-ready targets comprise **Mini Me West** and **El Gordo** in the Illogwa IOCG JV area.

Prospectivity of the targets has been further reinforced by the identification of **further surface copper mineralisation** at Mini Me West and **EM geophysical anomalies** at El Gordo.

Additional targets have been prioritised for further geophysical surveying and geological mapping in order to also advance them to a “drill ready” stage

During the Quarter, the Company carried out geological mapping, surface sampling, and geophysical surveying of priority targets throughout the Project Area, which is located immediately north and east of Alice Springs in the Northern Territory.

### **Mini Me West (Mithril 80% and Cazaly Resources Ltd 20%)**

**Mini Me West** is located within the eastern half of Illogwa and comprises an **800 - metre long coincident EM and IP geophysical anomaly**. Portions of this anomaly lie beneath outcropping disseminated copper mineralisation (2012 rock chip results up to 1.9% copper) and modeling suggests that the geophysical anomalies are two parallel steeply north east – dipping bodies which may be attributable to sulphide mineralisation.

During the Quarter, the target’s prospectivity was reinforced with the identification of more outcropping quartz – haematite alteration and copper (malachite) mineralisation directly above the IP anomaly. All statutory approvals have now been received for Mini Me West.

### **El Gordo (Mithril 80% and Cazaly Resources Ltd 20%)**

**El Gordo** is located immediately south of Mini Me West, and comprises a zone of sporadically outcropping **copper (malachite – azurite) mineralisation and associated**

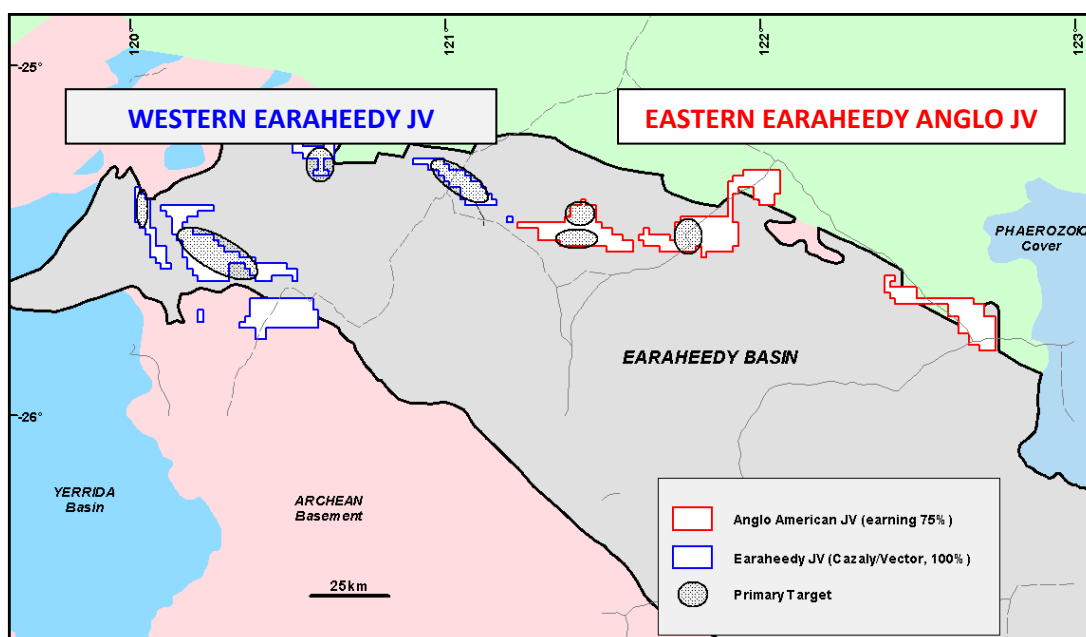
**quartz – haematite alteration** which has been mapped over **800 metres strike length** with widths ranging from 2 to 10 metres. 2012 rock chip sampling of the mineralisation returned values ranging from 0.7% to 12.6% copper, 0.1g/t to 1.0g/t gold and 1.6g/t to 12.5g/t silver.

Three shallow reconnaissance drill holes completed by Mithril in late 2012 at the eastern end of El Gordo, successfully intersected copper mineralisation, with one hole (MIRC-008) returning **14m @ 0.34% copper, 0.04g/t gold from 18 metres including 2m @ 1.15% copper, 0.23g/t gold**. The intersection remains open in all directions and will be tested by further testing by drilling in the upcoming program.

A review of Mithril's 2012 VTEM survey data over the area has also identified three weak EM geophysical anomalies at El Gordo. The features have not been drill tested and their significance is currently being assessed given that they coincide with, and lie directly along strike from, known copper mineralisation. All statutory approvals have now been received for the target.

## Earaheedy Joint Venture

Cazaly and Vector Resources Limited (ASX:VEC) (collectively the Earraheedy Joint Venture, "EJV") have a farm-in agreement with Anglo American ("Anglo"), the global diversified mining house, covering a large part of EJV's Earraheedy Iron project in the Wiluna region of Western Australia.



During the Quarter Anglo completed geological mapping on E69/2065 from which several targets were identified (Mako Prospect). Chert-rich BIF and GIF units were observed on the eastern areas with limited enrichment potential on the Tiger Prospect. The planned work has been completed as per the schedule and it's expected to define by late July the final location of drill holes for the late September RC drilling campaign.

The Mako prospect has been separated into three areas based on variations in the geology and structure. These are outlined below:

- Western Mako:** characterised by the iron units striking roughly NW-SE. The lower iron unit is de-magnetised and the upper iron unit is repeated by a series of thrust faults. Western Mako shows potential for mineralisation. All styles of Fe enrichment observed during mapping are present. This enrichment was followed for 100m along strike to the west up to an exposure of chert rich BIF. The demagnetised area in the lower iron unit could not be investigated as it is completely under cover.
- Central Mako:** is characterised by the CID and DID exposures which are only found here. CID floats are found in the low valleys. The DID is formed of angular to subangular pisolites up to 1cm in size of maghemite in a goethitic/silty matrix. The exposures are roughly along the same northings and situated at the eastern and western end of BIF/GIF ridge line approximately 100 m lengths.
- Eastern Mako:** is the most structurally complex area. The major structure is a tight recumbent west plunging (50 degrees) anti-form. The limbs consist of the upper iron unit and the centre is composed of deformed siltstones. The upper iron unit is dominated by chert (>90%). Subcrops and gravels of chert rich GIF and BIF are abundant.

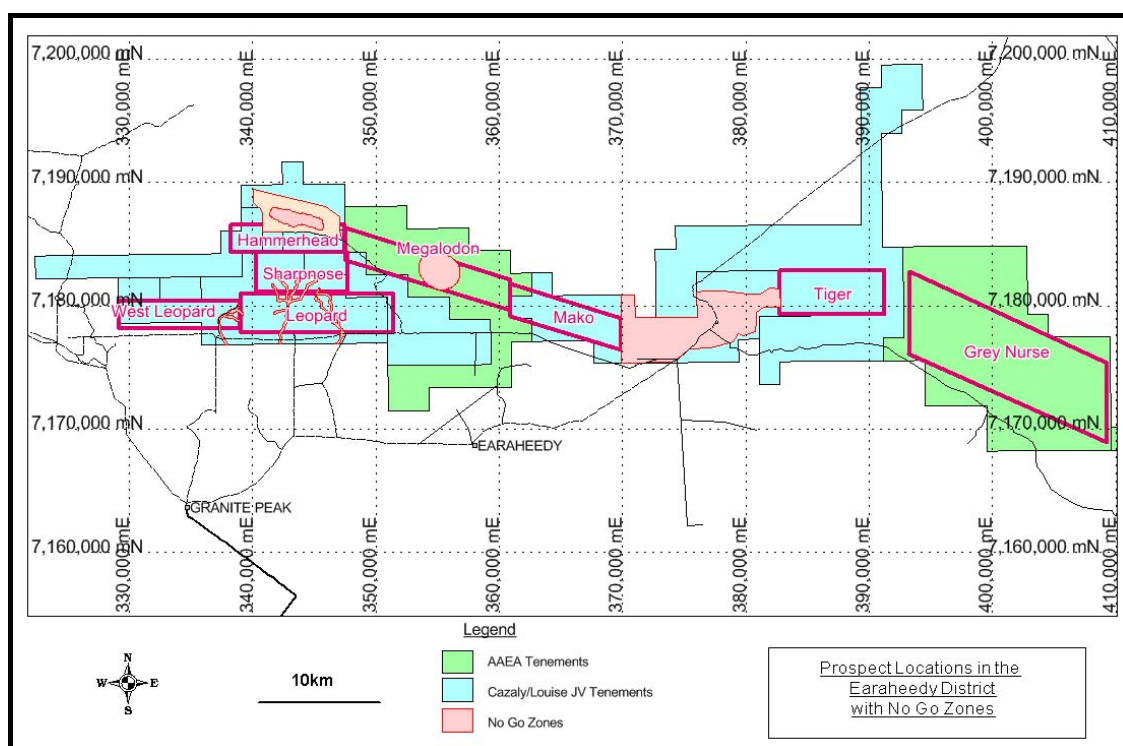


Figure: location of Tiger and Mako Prospects in the Earraheedy District

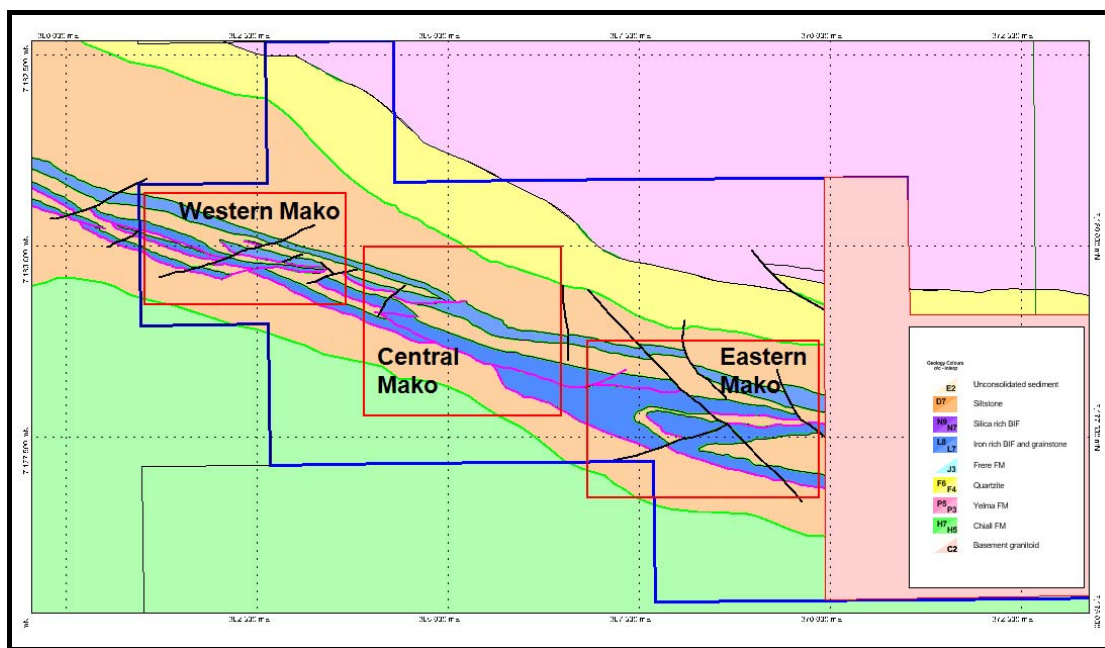


Figure: Plan of Mako showing the three areas

## Drilling Targets

- **Mako 1:** the demagnetised area in Western Mako is along the lower iron unit and strikes for 1.5km and is approximately 300m in width.
- **Mako 2:** is a 100m long ridge line with substantial DID at the eastern and western ends. Laterised subcrops of GIF/BID (banded iron deposits) and siltstone form the top of the ridge line.
- **Mako 3:** is a 100m area of surface enrichment. Banding is still preserved with the silica appearing to have been replaced by goethite and the magnetite replaced by hematite/martite.
- **Mako 4:** CID deposit in Central Mako. The surface expression is roughly 80m in length and 50m across. It is bounded by siltstones to the north and DID to the south. However the magnetic signature extends southwards for at least 1km. The depth extents of the CID are unclear.

Drilling is expected to take place in September 2013.

## Tiger Prospect, eastern areas of tenement E69/2065

The banded iron units (BIF) and granular iron units (GIF) of the Frere Formation are highly chert rich (average over 85%) with numerous interbeds of siltstone (Fig. 3). The chert rich BIF and GIF forms topographic highs and the siltstone forms relatively flat topographic lows. Creeks have incised into siltstone interbeds. The exposures of the BIF/GIF units closely follow the contours suggesting shallower dipping stratigraphy than in the West of Earahedy.

The Tiger Prospect is the most structurally complex area in the Earraheedy District. The 3VD RTP regional magnetics show the iron units to be highly fragmented and thrust repeated. No surface enrichment has been observed in the Tiger Prospect. No further work is planned in this area for 2013.

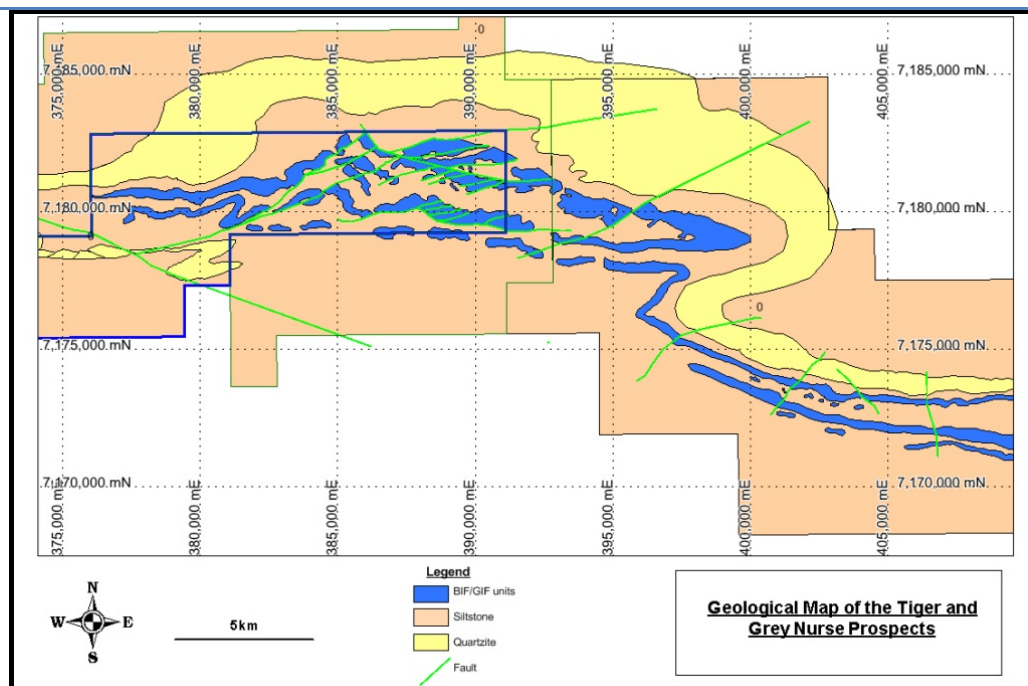


Figure: Geological map showing the Tiger Prospect

## Corporate

The Company is due to receive quarterly payments of \$250,000 from Phoenix Gold Limited for the next seven (7) quarters (totalling a further \$1,750,000) from the start of this June quarter. These payments are a deferred consideration resulting from the sale of tenements to Phoenix.

In addition, a further royalty stream is due from production commencing in the March quarter by Phoenix Gold Ltd from processing gold from the Catherwood gold project. The royalty is \$40/ounce to the Company. The outstanding royalty is approximately \$250,000 and is capped at \$3,000,000.

## Summary

The Company sees the Halls Creek Copper project has having the potential to bring substantial value to the company and has continued to advance its work over the project. Mineralisation at Mount Angelo North commences near surface and is well located near good infrastructure providing for rapid development options. The metallurgical testwork and diamond drilling is another positive step in the advancement of this project.

The Company remains confident that the Esperance port expansion will occur in a timely manner and, given that the Parker Range iron ore project is the only proponent project with a published Definitive Feasibility Study in the region, that the project will be commercialised.

The Company believes that its portfolio approach, which includes its suite of iron ore projects including Parker Range (development stage – with State Government commitment to the port expansion), Hamersley (resource moving into the development stage) and the Earaaheedy project (grass roots and funded by Anglo American) will provide benefits to all stakeholders.

The Company remains well funded with over \$1,900,000 in listed securities and a forthcoming royalty stream.

A handwritten signature in black ink, appearing to be 'Nathan'.

**Nathan McMahon**  
**Joint Managing Director**

A handwritten signature in black ink, appearing to be 'Clive Jones'.

**Clive Jones**  
**Joint Managing Director**

*The information that relates to exploration targets, exploration results and drilling data of Cazaly operated projects is based on information compiled by Mr Clive Jones and Mr Don Horn who are Members of The Australasian Institute of Mining and Metallurgy and The Australian Institute of Geoscientists respectively and are employees of the Company. Mr Jones and Mr Horn have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Jones and Mr Horn consent to the inclusion in their names in the matters based on their information in the form and context in which it appears.*