



ASX Announcement
15 March 2005

Gidgee Gold Project Update and Placement

Gateway Mining NL ("GML") has been acquiring extensive areas of ground prospective for gold deposits in the Gum Creek Greenstone Belt WA since 1996. The Belt has produced in excess of 1.5 million ounces of gold. Gateway now controls approximately 400 square kilometres with tenement equity interests ranging from 75% to 100%. These include major prospects at Montague and in particular the Airport and under explored Victory Creek area. Gateway's neighbour Legend Mining recent announcement of high-grade gold at the Swift prospect, where the target size is considered to be 1 million ounces of gold (Swift: New High Grade Gold Results, Legend ASX Release 11/03/05) highlights the prospectivity of the under explored belt.

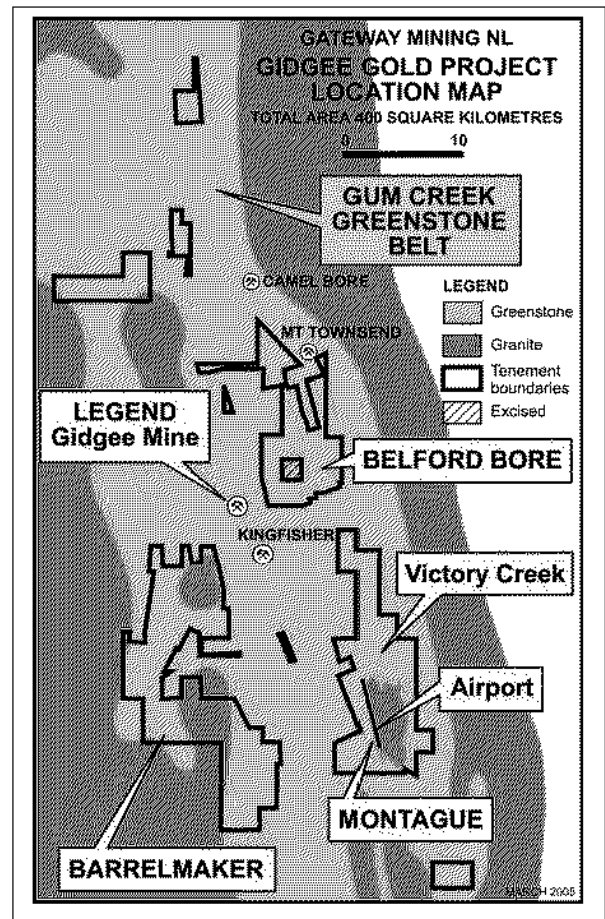
Gidgee Gold Project

MONTAGUE

Drilling programs are focussed on two target zones where results continue to be encouraging. Over 7,500 metres of drilling is proposed to commence at the end of the month.

Airport

Located on the western edge of the Montague granodiorite, the Airport area has produced over 100,000 ounces of gold from 5 shallow (50 metres) open pit mines. Four of the five open pits mined in the late 1980's are located along the granodiorite basalt contact zone. This structural setting has some analogies to the Granny Smith gold deposits near Laverton. A three dimensional model of the granodiorite contact to a depth of 400 metres using magnetic and gravity data is currently underway. The model will aid in selecting additional drilling targets to those already delineated from geological interpretations.



Drilling by Gateway within the granodiorite has discovered high-grade shoots (up to 5 ounces gold) at Central and Bullseye whilst within the basalts high-grade veins to 24 g/t gold have been intersected at Rosie North and S Bend. At Rosie North gold mineralisation has been intersected along the contact zone over a length of 300 metres with the most northern hole intersecting grades of up to 28-g/t gold.

Victory Creek

Victory Creek is located within four kilometres of Airport. The company has just completed a detailed compilation of multi-element, gravity, magnetics and geochemical data. Results are encouraging identifying exciting targets at Victory Creek, Pistol, Hypotenuse, Two Dogs and Rooster. Much of the area is under explored with up to 40 metres of cover in places concealing bedrock.

Previous initial wide spaced drilling from five RC holes (2001) at Victory Creek by Gateway intersected wide zones of intense alteration and gold mineralisation including 67 metres @ 0.44 g/t gold (including 11 metres @ 1.13 g/t gold) and 45 metres @ 0.24 g/t gold that included 3 metres @ 1.00 g/t. No drilling has been conducted since this time due to the slow resolution of Native Title issues. The company is pleased to have just had confirmation that the Mining Lease has been approved enabling drilling to commence.

Drilling Proposed

A total of 7,500 metres of drilling is proposed to commence at the end of the month using both rotary airblast (RAB) and reverse circulation (RC) drilling techniques. The RAB program will commence first, testing up to 10 targets for geochemistry particularly in the Victory Creek area.

The RC drilling rig will be mobilised at the end of the RAB program. Drilling will target the high-grade cross lode intersected at Rosie North, wide zones of gold anomalism and alteration to a vertical depth of 150 metres at Victory Creek and positive results from RAB drilling targets.

Proposed New Issue of Securities

The Company wishes to advise that it proposes to make an issue of 6,500,000 fully paid ordinary shares at 8 cents per share to raise \$520,000.

The funds will be used as additional working capital for the Company's current exploration programmes. It is intended that the shares will be issued under Listing Rule 7.1 (the 15% rule).

Further details will be available upon finalisation of the issue.

For more information:

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This review accurately reflects information compiled by a full time officer of the company. Insofar as it relates to ore reserves and mineral resources, it is based on information compiled by Mr SJR Taylor who is a corporate member of the Australian Institute of Geologists and who has more than five (5) years' experience in the field being reported.

