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Market Release
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AWARD OF EPCM CONTRACT FOR NEWMONT'S AKYEM GOLD PROJECT

In the Company Update letter sent to shareholders in June 2005 Lycopodium Limited advised that its subsidiary Lycopodium Engineering had recently been awarded three projects but was unable to identify the projects at that time.

Lycopodium Limited is pleased to advise that its subsidiary, Lycopodium Engineering, has been awarded the Engineering, Procurement and Construction Management (EPCM) contract for Newmont Mining Corporation's Akyem Gold Project located in the Eastern Region of Ghana, West Africa. The announcement that the Akyem Gold Project would proceed was made by Newmont on 27 July as follows:

The Board of Directors of Newmont Mining Corporation today announced plans to proceed with the development of the Akyem project, located in the Eastern Region of Ghana. Newmont has an 85% interest in the Akyem project, which at year-end 2004 had 5.4 million equity ounces of reserves. The estimated costs of development are approximately US\$500 million, with gold production expected to commence in the second half of 2008. The project is expected to generate steady-state annual consolidated gold sales of approximately 400,000 ounces.

In announcing the development decision, Newmont Chairman and Chief Executive Officer Wayne W Murdy said, "Our experience in Ghana has been very positive and we have made significant progress on the Ahafo project. We look forward to a similar experience at Akyem, as we work with the local communities and the government to build the second phase of Newmont's next core operating district."

Lycopodium Engineering is providing the EPCM services to Newmont's Ahafo Gold Project which has a capital cost of approximately US\$450 million. The Ahafo Gold Project is the largest project undertaken by Lycopodium Engineering and will now be surpassed by the Akyem Gold Project.

Lycopodium is of the opinion that the success to date of the Ahafo Gold Project significantly influenced Newmont in their awarding Lycopodium Engineering the EPCM contract for the Akyem Gold Project. This is a material contract for Lycopodium Engineering and will help underpin revenue earned by the Company for the next three years.

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