



THUNDALARRA EXPLORATION LIMITED RETURN OF CAPITAL

Participating Organisations are advised that the reduction of capital of Thundarra Exploration Limited (the "Company") by way of a distribution in specie of fully paid ordinary shares in United Gold Limited ("United") will become effective on Friday 23 April 2004.

The return of capital is by way of an in specie distribution of fully paid ordinary shares in United on the basis of approximately one United share for every four ordinary shares in the Company.

Options not exercised by 23 April 2004 will have their exercise price reduced by the same amount as the amount returned in respect of each Thundarra share. Accordingly, the amount of the reduction is A\$0.025 per option.

Fractions will be disregarded.

The following timetable will apply.

22 April 2004	Shareholder approval.
23 April 2004	Trading in securities commences on an "ex return of capital" basis. ASX Code : THX
30 April 2004	Record date for identifying shareholders entitled to participate in the return of capital..
14 May 2004	Despatch date for United shares

Participating organisations are advised to refer to the Company's Notice of Meeting dated 23 March 2004 for further information.

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Date:	22 April 2004