



15 August 2006

The Manager  
Company Announcement Office  
Australian Stock Exchange Limited  
Exchange Centre, Level 4, 20 Bridge Street  
SYDNEY NSW 2000

Dear Sir

### COYOTE GOLD PROJECT – UPDATE ON GOLD PRODUCTION

The Directors are pleased to announce that the commissioning of the Coyote treatment plant commenced last week with low grade ore treated through the gravity circuit of the plant which recovers the coarse gold component of ore treated. Following successful commissioning of the gravity circuit, processing of high grade ore commenced yesterday, Monday 14 August 2006, with gold concentrate now being recovered through the gravity circuit.

Based upon current throughput rates, the first gold pour from gravity gold concentrate is anticipated next week.

Construction of the CIL circuit (wet plant) is well advanced and is now scheduled for completion in approximately four weeks aimed at full commissioning of the plant by the end of the September 2006 quarter.



*Coyote Gold Project*

Yours faithfully  
**Tanami Gold NL**

**Denis Waddell**  
**Executive Chairman**