



Haoma Mining NL

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November 3, 2006

Company Announcements Office
Australian Stock Exchange
Level 45, South Tower, Rialto
525 Collins Street
MELBOURNE VIC. 3000

Dear Sir,

ACTIVITIES REPORT FOR THE QUARTER ENDED SEPTEMBER 30, 2006 – HIGHLIGHTS

- **Group Consolidated Result** – Haoma Mining's unaudited Consolidated Financial result for the three months ended September 30, 2006 was a before tax loss of \$1.49 million after interest of \$0.37 million, depreciation and amortisation of \$0.15 million, group exploration, development and test work expenditure of \$0.17 million.
- **Bamboo Creek Plant Re-commissioning** - In mid October, bulk ore parcels were processed through the re-engineered Bamboo Creek Plant. The Bamboo Creek Vat processing facilities will re-commence leaching Kitchener low grade ore in early November. Information from this processing, using the re-engineered Bamboo Creek Plant, will determine whether Haoma can commercially extract gold from its Bamboo Creek ores. The Directors will then determine the future operations of the company.
- **Metallurgical Issues with Pilbara Ores** - During October 2006 simple tests in the Bamboo Creek Laboratory using a **previously not used** Elazac Assay Method obtained results which showed the gold grade of Bamboo Creek ore samples and Mickey's Find ore samples were **significantly underestimated** by the traditional Aqua Regia assay method. The New Elazac Assay Method (developed in October, 2006) is **simple and inexpensive to use**. It was successfully repeated on both Bamboo Creek ore samples and Mickey's Find ore samples. **The latest assay tests confirmed beyond doubt that previously reported gold assays grades measured by traditional assay methods on both Bamboo Creek ores and Mickey's Find ores were less than the true gold grades.** The higher gold grades measured with the New Elazac Assay Method were repeated when trial bulk ore parcels of low grade Kitchener stockpiled ore were recently processed through the Bamboo Creek Plant.
- **Turner River, Pilbara, WA - Tabba Tabba Shear Zone (MLA 45/1034, 1035, 1036)** - Haoma has previously referred to the extensive new discoveries in the Tabba Tabba Shear Zone by DeGrey Mining Ltd that are adjacent to Haoma's Turner River tenements. DeGrey Mining has provided Haoma with interpretations of recent aeromagnetic results on the east and west ends of the Haoma Tabba Tabba tenements. The information shows anomalies on the DeGrey tenements continue into Haoma's tenements. Haoma is involved in preliminary negotiations with DeGrey Mining's Management in respect to a farm-in or other way of working together in the region.
- **Tribute Agreement to Mine Dolerite from Cookes Hill (ML 45/1005)** - In December 2005 a Tribute Agreement was completed with BGC Contracting Pty Ltd to allow BGC Contracting to mine dolerite from Haoma's Cookes Hill Lease. Haoma will receive a royalty of 45 cents per tonne for dolerite mined. The dolerite is to be used in the construction of the Fortescue Metals Group Ltd railway line from the Cloud Break Iron Ore Project in the Pilbara Region to Port Headland. Haoma is in negotiation with Fortescue Metals over the position of their proposed railway which passes through Haoma's Cookes Hill and Tabba Tabba tenements. Results from preliminary exploration show that these tenements contain mineralisation.

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1. GROUP CONSOLIDATED RESULT TO SEPTEMBER 30, 2006

Haoma Mining NL Consolidated Profit & Loss	2005/06 1st Qtr (\$m)	2005/06 Year End June 30 (\$m)	2006/07 1st Qtr (\$m)	2006/07 3 Months YTD (\$m)
Operating revenue	0.17	0.52	0.06	0.06
Operating profit before interest, depreciation, amortisation and exploration and development costs	(0.74)	(2.94)	(0.80)	(0.80)
Interest	(0.24)	(1.12)	(0.37)	(0.37)
Depreciation & amortization	(0.19)	(0.62)	(0.15)	(0.15)
Exploration, development & test work	(0.15)	(0.71)	(0.17)	(0.17)
Share options expense (*)	-	(0.64)	-	-
Operating profit (loss) before tax	(1.32)	(6.03)	(1.49)	(1.49)

Bamboo Creek Processing Plant				
Gold Production (ozs)	-	55	-	-
Gold sold (ozs)	-	55	-	-
Av. Selling price (\$/oz)	-	\$844	-	-
Bamboo Creek silver prod'n (oz)				
Silver Production (ozs)	-	12	-	-

(*) Share options not exercised expiring November 11, 2007 - exercise price of 10cents per share.

1.1 Haoma's Group Consolidated Result

Haoma's unaudited Consolidated Financial result for the three months ended September 30, 2006 was a before tax loss of \$1.49 million after depreciation and amortisation of \$0.15 million, interest costs of \$0.37 million, group exploration, development and test work expenditure of \$0.17 million. Total group exploration, development and test work expenditure for the Quarter was \$0.17 (2005 1st Quarter – expenditure \$0.16)

Funding for the company's ongoing operations is presently being provided by Haoma's Chairman, Mr Gary Morgan. Mr Morgan has provided an undertaking to the Board that he will continue to fund the company until such time as the company's operations become cash positive or until a decision is made to cease operations.

To September 30, 2006, Mr. Morgan has provided funding of \$15.35 million to Haoma. The Board of Haoma has approved payment of interest to Mr. Morgan at the 30 day commercial bill rate plus a 2% margin. Interest on the loan from Mr. Morgan will accrue until such time as the company is in a position to commence interest payments. Interest accrued for the 3 months ended September 30, 2006 on the funds advanced by Mr Morgan is \$0.34 million. Total interest accrued to September 30, 2006 is \$1.79 million.

1.2 Forward Gold Sale Contracts

No future gold production is currently sold forward.

2. OPERATIONS AT BAMBOO CREEK, WESTERN AUSTRALIA

2.1 Metallurgical Issues with Pilbara Ores

Over many years metallurgical issues resulted in poor gold recoveries when processing Pilbara gold bearing ores. These problems have impeded the establishment of gold mines being developed in many prospective Pilbara gold producing areas.

The problems have affected not only the processing and extraction of gold from Pilbara ores but also the ability to assay ore samples using the traditional Fire Assay and Aqua Regia Digestion methods. Not being able to accurately assay gold ore samples has made it impossible to define the size and grade of potential Pilbara ore bodies on Haoma's Tenements.

During the last year metallurgical test work continued separately on 'Assay' and 'Processing' methods. Results from this test work have greatly increased Haoma's understanding of the gold distributions and mineral associations within these ores.

During October 2006 simple tests in the Bamboo Creek Laboratory using a **previously not used** Elazac Assay Method obtained results which showed the gold grade of Bamboo Creek ore samples and Mickey's Find ore samples were **significantly under-estimated** by the traditional Aqua Regia assay method. (Previous tests in commercial laboratories on both Bamboo Creek and Mickey's Find ore samples showed the traditional Aqua Regia assay method obtained similar results as obtained by the traditional Fire Assay method.)

The New Elazac Assay Method (developed in October, 2006) is **simple and inexpensive to use**. It was successfully repeated on both Bamboo Creek ore samples and Mickey's Find ore samples. **The latest assay tests confirmed beyond doubt that previously reported gold assays grades measured by traditional assay methods on both Bamboo Creek ores and Mickey's Find ores were less than the true gold grades.**

The latest tests confirmed the 2005 test results reported in the Chairman's January 2006 Address to Shareholders at the Annual General Meeting. (See Note below).

Note: Results Reported To Shareholders At January 2006 Annual General Meeting

Two sulphide rich drill intersections from Mickey's Find drill samples showed significant upgrades from the Gravity Concentrate fraction. Namely from 0.09 g/t Au and 0.05 g/t Au respectively to 3.21 g/t Au and 2.59 g/t Au using the Elazac Assay Method. (See 2005 Annual Report, Chairman's Review, Table 1 - Page 4 and Table 1 below.) The focus of this work has now shifted to develop an accurate, efficient and quick assay method that can be widely applied.

Table 1: Comparison of Elazac Assay Method with conventional Aqua Regia assay method for Wilfrev Table Concentrates of Mickey's Find high sulphide samples, MFRC64 61-70 and MFRC64 71-80

Table Concentrate	Aqua Regia Assay Method		Elazac Assay Method		Mass Fraction
	Gold (g/t)	Silver(g/t)	Gold(g/t)	Silver (g/t)	%
MFRC64 61-70	0.09	3.76	3.21	4.17	18.6%
MFRC64 71-80	0.05	4.14	2.59	3.64	11.5%

Additional "Adjusted Cyanide" leach tests measured recovered solution grades of 0.64g/t Au and 10.99g/t Ag from ore samples which assayed 0.21g/t Au and 1.92g/t Ag by the Aqua Regia method. A repeated leach test measured recovered solution grades of 3.33g/t Au and 3.69g/t Ag from screened (+600µm) Bamboo Creek Vat material with a Head Grade of 1.63 g/t Au and 2.22 g/t Ag by Aqua Regia. A significant finding of this test was the lower gold and silver grades of the solid tail compared to the grades measured by "Conventional" cyanide leaching, suggesting a more efficient leaching process was achieved. The repeatability of the results indicates their applicability to processing of ore from the Bamboo Creek area. These results were released in the December 2005 Quarterly Report and are shown in Table 2 below.

Table 2: Comparison of "Conventional" cyanide leaching results with those using "Adjusted" cyanide leaching conditions for Bamboo Creek Tailings and Vat Material. Head and Solids Tails grades were determined by Aqua Regia Digestion and Solution grades by agitated leaching in Bottle Rolls.

Ore	Head Grade		"Conventional" Cyanide				"Adjusted" Cyanide			
			Solution		Solid Tail		Solution		Solid Tail	
	Gold (g/t)	Silver (g/t)	Gold (g/t)	Silver (g/t)	Gold (g/t)	Silver (g/t)	Gold (g/t)	Silver (g/t)	Gold (g/t)	Silver (g/t)
BBC Tail	0.21	1.92	0.03	0.3	0.08	2.36	0.64	10.99	0.03	1.26
BBC Vat Material (+600µm)	1.63	2.22	0.59	2.25	N/A	N/A	3.33	3.69	N/A	N/A

N/A – Not available

The January 2006 Chairman's Address reported that a number of significant breakthroughs had been made in understanding both the assaying and processing of Pilbara ores. However the 2005 Elazac Assay Method was **"still too complex to be applied as a general commercial assay method although applicable to a number of Pilbara deposits"**. (See 2005 test results as footnote on previous page).

The higher gold grades measured with the New Elazac Assay Method **were repeated when trial bulk ore parcels of low grade Kitchener stockpiled ore were recently processed through the Bamboo Creek Plant.**

2.2 Bamboo Creek Trial Bulk Ore Tests Through the Plant

On October 10, 11, 15, and 16 trial bulk ore parcels were processed through the re-engineered Bamboo Creek Plant. The average "Mill feed" gold grade assayed by the Aqua Regia Method for **610 tonnes** of ore processed was **0.61g/t**. The "Calculated" gold grade using cyanide bottle roll leach tests on ore mill samples was **3.05g/t** with a solid tail of **0.68g/t**. This result showed the grade of gold leached into solution was significantly greater than the average "Mill feed" gold grade of the bulk ore parcels fed to the plant.

2.3 Processing Vats at Bamboo Creek

The Bamboo Creek Vat processing facilities will re-commence leaching Kitchener low grade ore in early November. The Bamboo Creek Vat facilities are capable of leaching approximately 15,000 tonnes at any one time. Information from this processing, using the re-engineered Bamboo Creek Plant, will determine whether Haoma can commercially extract gold from its Bamboo Creek ores. The Directors will then determine the future operations of the company.

3. EXPLORATION AND EVALUATION ACTIVITIES IN WESTERN AUSTRALIA

3.1 Cookes Hill (E45/1562, M45/1005, 1031, 1032, 1033, 1034, 1035, 1036)

The Cookes Hill Deposit comprises a dolerite-hosted quartz stockwork style of mineralisation. Exploration to date indicates that the gold lies on a north-east trending splay fault off the major Mallina-Mt Dove Shear intersection.

The Cookes Hill Deposit is estimated to contain approximately 60,000 ounces of gold to a depth of less than 100 metres. RC drilling indicated that the mineralisation is open below 100 metres. Preliminary metallurgical tests show that the gold is **not** refractory and most is recoverable by cyanidation after fine grinding.

A more detailed description of the ore body and a table of significant intersections were included in Haoma's Activities Report for the Quarter ended December 31, 2003 - http://www.haoma.com.au/2004/Q2_DEC2003.pdf

3.1.1 Tribute Agreement with BGC Contracting Pty Ltd to Mine Cookes Hill (ML 45/1005)

In December 2005 a Tribute Agreement was completed with BGC Contracting Pty Ltd to allow BGC Contracting to mine dolerite from Haoma's Cookes Hill Lease. Haoma will receive a royalty of 45 cents per tonne for dolerite mined. The dolerite is to be used in the construction of the Fortescue Metals Group Ltd railway line from the Cloud Break Iron Ore Project in the Pilbara Region to Port Headland. Haoma is in negotiation with Fortescue Metals over the position of their proposed railway which passes through Haoma's Cookes Hill and Tabbatabba tenements. Results from preliminary exploration show that these tenements contain mineralisation.

BCG Contracting have advised Haoma that the contract with Fortescue Metals is in the

process of being finalised. BGC Contracting expects to mine a minimum of 1.0 million tonnes of dolerite over ten months commencing in late 2006. Mining of dolerite from Haoma's Cookes Hill lease will result in stripping the top 20 meters above the Mallina-Mt Dove Shear intersection. This will allow Haoma to better understand the potential for additional discoveries of gold mineralisation in the surrounding area which has overburden of residual cover.

3.1.2 Turner River - Tabba Tabba Shear Zone (MLA 45/1034/1035/1036)

Haoma has previously referred to the extensive new discoveries in the Tabba Tabba Shear Zone by DeGrey Mining Ltd that are adjacent to Haoma's Turner River tenements. During 2006, DeGrey Mining released exploration results detailing promising zinc-silver-lead-gold-copper mineralisation discoveries from drilling the Tabba Tabba Shear Zone.

DeGrey Mining has provided Haoma with interpretations of recent aeromagnetic results on the east and west ends of the Haoma Tabba Tabba tenements. The information shows anomalies on the DeGrey tenements continue into Haoma's tenements. The attached DeGrey Mining map (Figure 1) shows the position of multiple zones of zinc-silver-lead-gold-copper mineralisation which run along the south side of the Tabba Tabba Shear to the east and west ends of Haoma's Turner River tenements. Previous soil samples on Haoma's tenements obtained higher than background values of gold and zinc.

Haoma is involved in preliminary negotiations with DeGrey Mining's Management in respect to a farm-in or other way of working together in the region.

3.2 Daltons Joint Ventures (E45/2186, 2187)

3.2.1 Daltons Joint Venture with Giralia Resources NL and Falconbridge (Australia) Pty Ltd

Haoma holds a 25% interest at the Daltons Nickel Joint Venture with Giralia Resources NL. The Daltons area is located 150 kilometres south of Port Headland in the Pilbara region of Western Australia. Haoma has retained the right to all gold/silver and tin/tantalum mineralisation in the area.

In February 2006, Falconbridge (Australia) Pty Ltd agreed to earn a 50% interest in the Joint Venture through expenditure of \$3 million over 5 years at Daltons (excluding a 2.8 square kilometre area around the promising Kingsway Prospect) with the right to increase its interest to 80% by completion of a positive feasibility study or expenditure of \$15 million. On October 4, 2006 Haoma & Giralia were advised by Falconbridge of their withdrawal from the Joint Venture following the takeover of Falconbridge by Xstrata Plc.

In early September, prior to the notice of withdrawal, Falconbridge reported that a detailed (1,479 line kilometre, 150 metre line spaced) VTEM airborne electromagnetic survey covering approximately 75% of the outcropping ultramafic areas on the Daltons Joint Venture tenement was flown in late August 2006.

Final processed data is pending, but preliminary examination of the data indicates several conductivity features associated with the ultramafic rocks warrant further follow-up work. Falconbridge completed expenditure of almost \$900,000 in the short period prior to their withdrawal, and have left a legacy of high quality exploration data, including geological mapping and sampling of most of the outcropping ultramafic rocks in the area, along with the VTEM survey data, which is yet to be received in its final form for interpretation.

3.2.2 Joint Venture with Giralia Resources NL (at Kingsway) - Giralia 75%, Haoma 25%

Giralia-operated diamond drilling completed in the June quarter at Kingsway unsuccessfully followed up a significant late 2005 intersection of 3.5 metres @ 1.61% nickel, 0.85% copper, 0.81 g/t PGE in RDDN029. However due to significant upward hole deviation, drilling targeting the eastern extension of the strong intersection in RDDN029 was ineffective, intersected the basal contact around 50 metres above planned position. The zone of >1% nickel at Kingsway remains open to the east and at depth, and a further diamond drill hole testing this position is planned for the December quarter.

3.3 Linden Tenements (E39/293, E39/379, E39/428, M39/385, M39/386, M9/387, M39/500, M39/629, M39/649, M39/650, M39/780, M39/781, M39/782, M39/794, M39/785, P39/2974, P39/2975, P39/2976)

In May 2006, Haoma entered into an agreement to sell its Linden tenements to Deepstrike Resources Ltd. Consideration for the sale comprises \$500,000 plus a placement of shares. To date Haoma has received a deposit and first payment totalling \$150,000 with the remainder of cash and shares due November 1, 2006.

Deepstrike have recently advised Haoma that they wish to renegotiate the Agreement to allow additional time for completion. The Board is considering all options available to Haoma and has asked Deepstrike to submit details of any proposed amendments to the Agreement.

4. EXPLORATION ACTIVITIES IN THE RAVENSWOOD DISTRICT - QUEENSLAND

Due to the substantial commitment to re-engineering the Bamboo Creek Plant, exploration activities on Ravenswood projects were restricted during the September Quarter. Activities undertaken were mainly focussed on inspection and further analysis of results from the [Old Man Drilling Program](#) undertaken in the first half of 2006.

The work program at Ravenswood for the current Quarter will include:

- Finalisation of revised Plan of Operations for the Old Man Lease prior to further drilling including completion of compensation agreements with affected land holders.
- Upgrading of access tracks and drilling pads at Waterloo, Old Man, and Robe Range.
- Detailed sampling and mapping on the main breccia prospect at Mt Canton.
- Extending the soil sampling program commenced in 2005 at the Burdekin Gold EPM This program will be conducted on the southern side of the Burdekin River and will also involve reconnaissance rock chip and dump sampling of old gold workings in the Dreghorn Goldfield. An interesting circular radiometric anomaly that was identified in previous exploration work will also be targeted.
- Works will be carried out at Copper Knob to have trenches backfilled and drill collars rehabilitated. Rehabilitation of trenches at Wellington Springs is also planned.

5. **HAOMA MINING ASX RELEASES**

Any person who would prefer to receive Haoma ASX Releases by email is advised to email Haoma Mining at haoma@roymorgan.com or telephone the Company Secretary on (03) 92245142.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Gary Morgan', with a long horizontal flourish extending to the right.

Gary C Morgan
CHAIRMAN

Ref: [x:\admin\mining\haoma\asx\quarterly\2006_07\q1_sept 06\haoma qtrly q1 sep 06.doc;7]

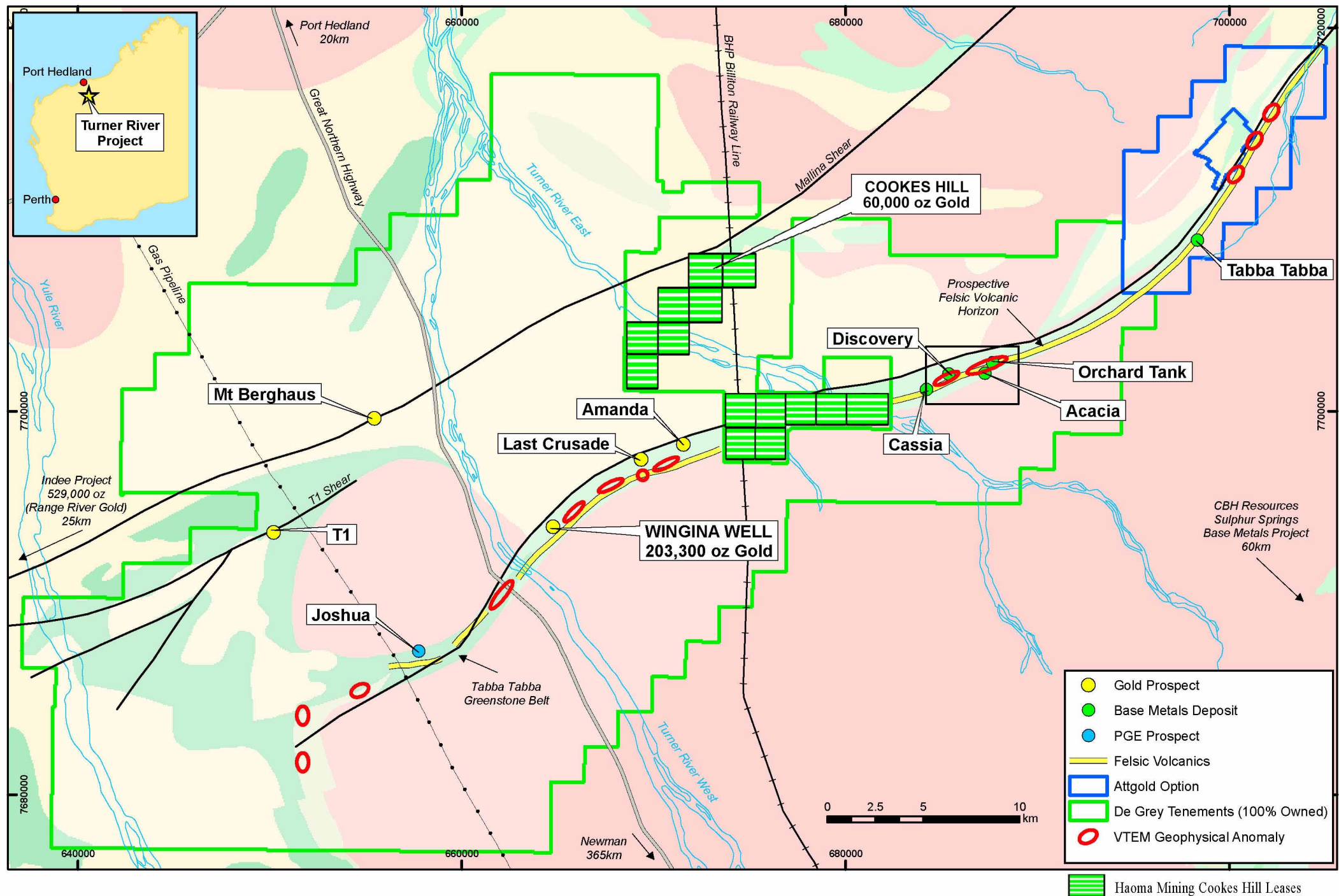
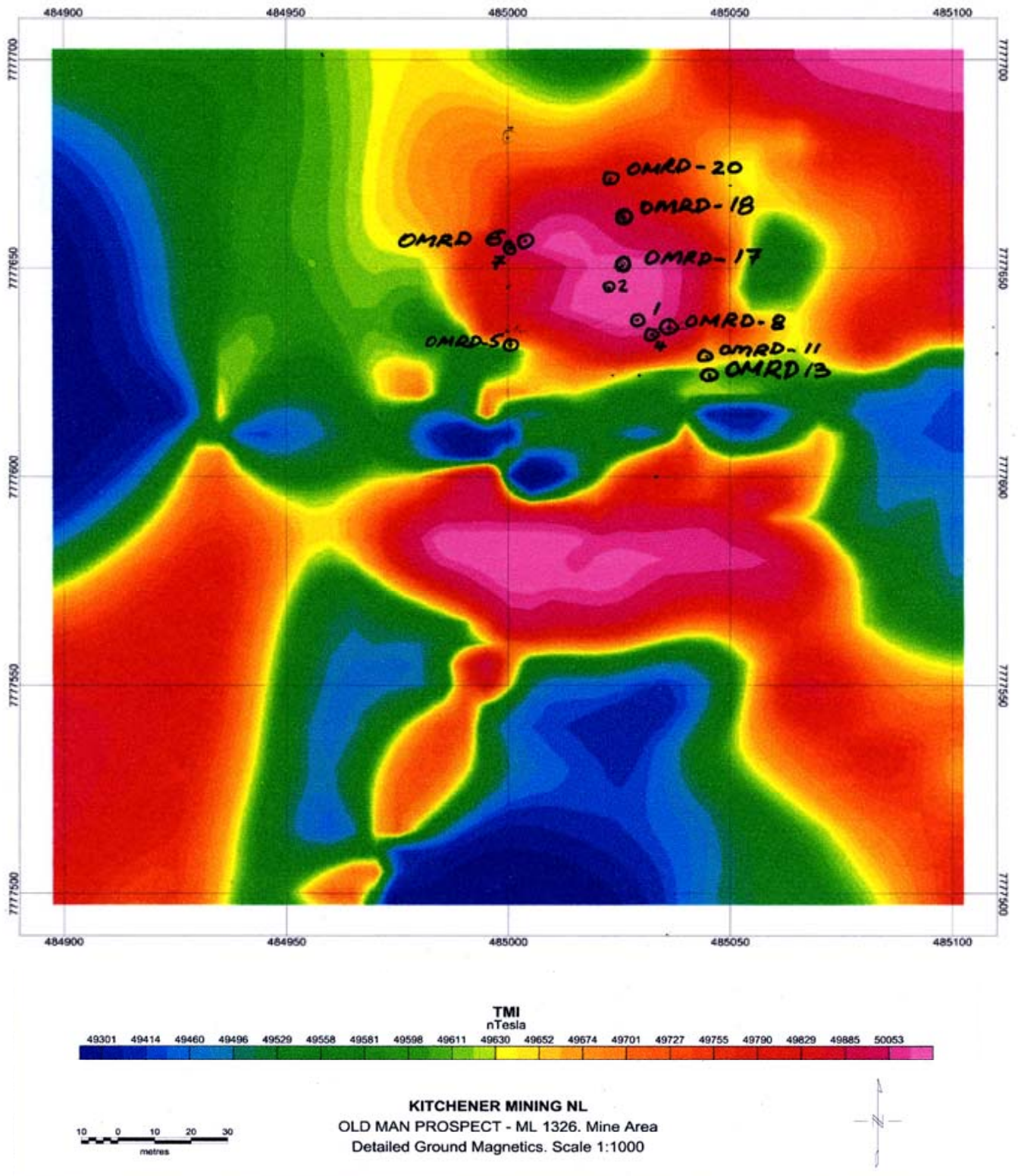


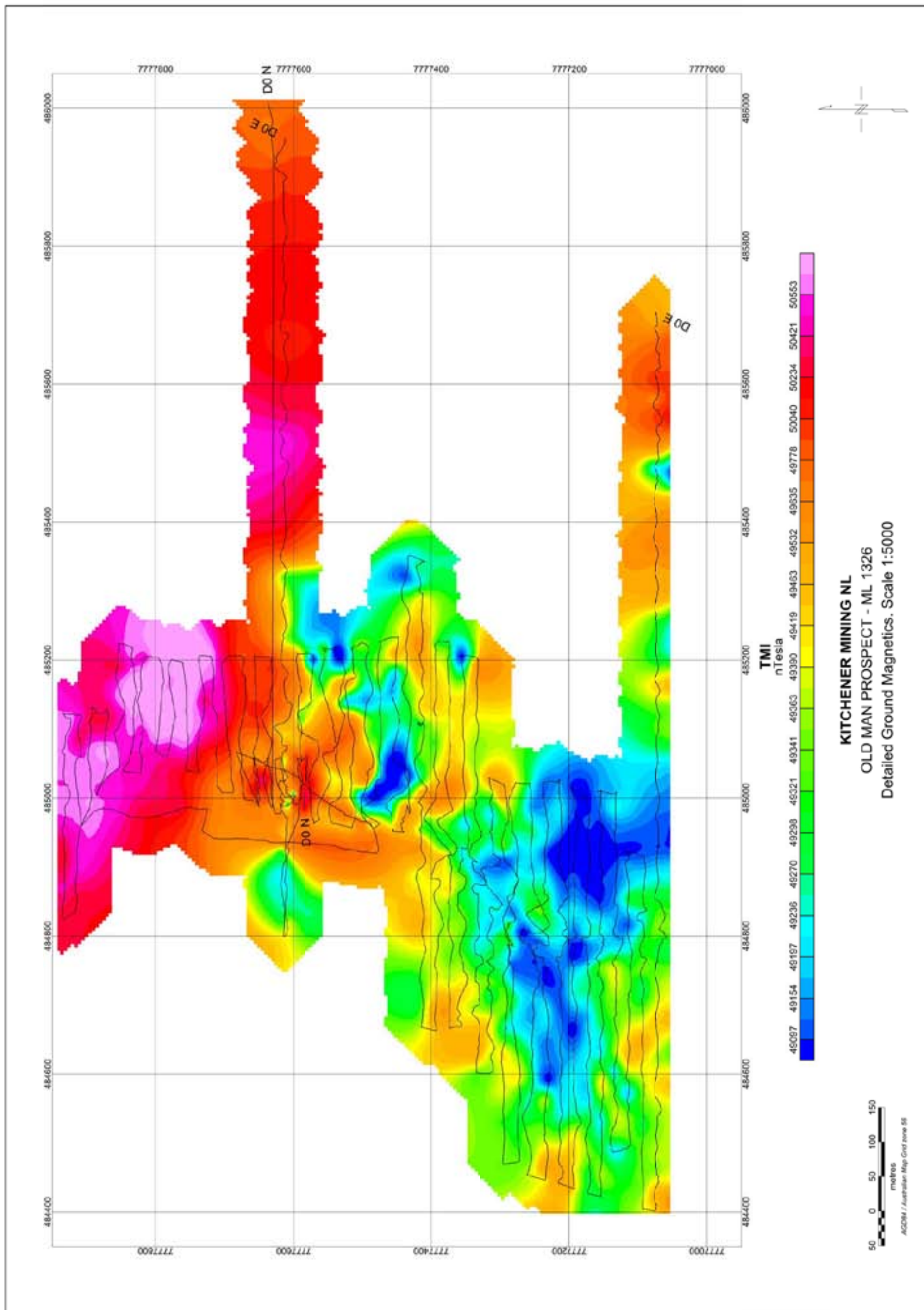
Figure 2 – Old Man Lease Ground Magnetic Survey With Hole Positions



Interpretation

The “pink” area is showing quite accurately the extent of the Cu-Au mineralisation which appears to be a localised occurrence with possible extensions to the south. It appears to be a 100m round stock breached by an E-W trending “Fracture” zone that has cut the ore zone in half. If the untested area on the southern side is also ore it would help with the pit design and increase tonnage etc.

Figure 3 - Ground Magnetic Survey of Old Man Lease for Complete Area Surveyed



CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS**Table 1: Percussion Drill Summary – Old Man Prospect, Ravenswood (ML1326)**

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
OMRD-1	485030	7777638	-67	220	36	0	2	2	NSR		
						2	4	2	NSR		183
						4	6	2	1.18	1.0	5385
						6	8	2	0.31		3560
						8	10	2	0.07		1460
						10	12	2	2.83	2.5	8260
						12	14	2	6.63	6.5	1.48%
						14	16	2	17.0	20.0	2.06%
						16	18	2	6.05	7.5	1.25%
						18	20	2	0.29		1466
						20	22	2	0.25		1780
						22	24	2	0.37		1089
						24	26	2	1.33	1.5	4920
						26	28	2	0.20		1375
						28	29	1	0.17		890
						29	30	1	NSR		255
						30	31	1	0.06		579
						31	32	1	NSR		495
						32	33	1	NSR		378
						33	34	1	NSR		310
						34	35	1	0.07		552
						35	36	1	0.13		1990
OMRD-2	485023	7777645	-60	220	17	1	2	1			89
						2	3	1			46
						3	4	1			44
						4	5	1			34
						5	6	1			98
						6	7	1			446
						7	8	1	1.52		859
						8	9	1			365
						9	10	1			378
					Cavity	10	11	1			NSR
					Stope	11	12	1			340
						12	13	1	0.28		2060
						13	14	1	0.40		3230
						14	15	1	0.68		2780
						15	16	1	0.25		596
						16	17	1	0.51		1230
OMRD-3	485025	7777651	-70	220	16	10	11	1	0.67		4180
					Stope	11	12	1	1.25		3910
					Stope	12	13	1	0.13		688
						13	14	1	1.36	2.0	5240
						14	15	1	0.58	3.0	3250
						15	16	1	6.07	2.0	9680
OMRD-4	485034	7777635	-60	68	38	0	2	2	0.12		849
						2	4	2	0.05		533
						4	6	2	0.05		522
						6	8	2	0.05		386
						8	10	2	0.06		214
						10	12	2	0.06		235
						12	14	2	0.07		519
						14	16	2	0.04		311
						16	18	2	0.05		238
						18	20	2	0.04		217
						20	22	2	0.05		264
						22	24	2	0.04		500
						24	26	2	0.02		245
						26	28	2	0.04		362

CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
						28	30	2	0.04		348
						30	32	2	0.02		156
						32	34	2	0.03		475
						34	36	2	-		138
						36	38	2	0.02		225
OMRD-5	485000	7777633	-60	74	46	0	2	2	0.02		89
						2	4	2	0.09		184
						4	6	2	0.07		421
						6	8	2	0.05		1390
						8	10	2	0.06		1040
						10	12	2	0.06		1310
						12	14	2	0.09		1140
						14	16	2	0.12		958
						16	18	2	0.06		746
						18	20	2	0.21		2040
						20	22	2	0.41	2.0	2720
						22	24	2	0.11		908
						24	26	2	0.33		1220
						26	28	2	0.08		429
						28	30	2	0.11		869
						30	32	2	0.05		491
						32	34	2	0.10		494
						34	36	2	0.17		781
						36	38	2	0.05		396
						38	40	2	0.09		549
						40	42	2	0.41		1810
						42	44	2	0.66		2510
						44	46	2	0.31		1350
OMRD-6	485004	7777657	-60	258	20	0	2	2	0.03		147
						2	4	2	-		43
						4	6	2	0.02		132
						6	8	2	0.02		104
						8	10	2	0.46		3260
						10	12	2	2.56		7960
						12	14	2	1.69	2.0	1.16%
					Stope	14	16	2	0.39		1530
					Stope	16	18	2	0.43		979
					Stope	18	20	2	NSR		
OMRD-7	485003	7777655	-90	Vertical	40	0	2	2	0.11		872
						2	4	2	0.07		405
						4	6	2	0.13		230
						6	8	2	0.03		204
						8	10	2	0.10		1670
						10	12	2	0.60		2810
						12	14	2	0.41		3710
						14	16	2	0.22		1820
						16	18	2	0.14		1790
						18	20	2	0.08		1630
						20	22	2	0.14		2080
						22	24	2	0.34		2630
						24	26	2	0.22		854
						26	28	2	0.05		692
						28	30	2	0.03		573
						30	32	2	0.02		326
						32	34	2	-		92
						34	36	2	0.02		345
						36	38	2	0.03		266
						38	40	2	0.02		171

CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
OMRD-8	485037	7777637	-60	248	34	0	2	2	0.32		143
						2	4	2	0.08		348
						4	6	2	0.02		99
					Stope	6	8	2	0.10	2.0	537
					Stope	8	10	2	-		
					Stope	10	12	2	0.13		1150
						12	14	2	0.45		3050
					Stope	14	16	2	3.64	3.0	1.15%
					Stope	16	18	2	6.18	6.0	1.01%
						18	20	2	10.40	10.0	1.99%
						20	22	2	11.20	7.0	1.95%
						22	24	2	7.60	3.0	9090
						24	26	2	0.79	1.0	2260
						26	28	2	0.34		232
						28	30	2	0.46		1400
						30	32	2	0.43		1700
						32	34	2	0.33		1420
OMRD-9	485035	7777636	-90	Vertical	22	0	2	2	1.76		2820
						2	4	2	0.09		785
						4	6	2	0.20		1660
						6	8	2	0.19		712
						8	10	2	0.12		824
						10	12	2	0.10		390
						12	14	2	0.29		1260
						14	16	2	0.16		1080
						16	18	2	0.33		1110
						18	20	2	0.84		2060
						20	22	2	0.46		758
OMRD-10	485038	7777627	-60	245	22	0	2	2	2.27	1.0	3570
						2	4	2	0.25		2060
						4	6	2	0.22		3840
						6	8	2	0.34		4380
						8	10	2	7.65	9.0	2.66%
						10	12	2	2.11	3.0	1.73%
					Stope	12	14	2	2.67	2.0	4590
					Stope	14	16	2	0.66		2170
						16	18	2	0.44		2310
						18	20	2	0.22		1240
						20	22	2	0.18		834
OMRD-11	485044	7777630	-80	250	56	0	2	2	0.38		2180
						2	4	2	0.16		2750
						4	6	2	0.13		2930
						6	8	2	0.10		885
						8	10	2	0.04		386
						10	12	2	0.43		2810
						12	14	2	0.29		496
						14	16	2	0.25		708
						16	18	2	0.07		725
						18	20	2	0.42		1350
						20	22	2	0.32		1610
						22	24	2	0.22		601
						24	26	2	0.13		904
						26	28	2	0.17		981
						28	30	2	1.22	1.0	2680
						30	32	2	7.00	10.0	2.69%
					Stope	32	34	2	0.58	2.0	4060
						34	36	2	0.42	1.0	2700
						36	38	2	0.29	5.0	5880
						38	40	2	0.28	2.0	5400

CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
						40	42	2	0.07		1980
						42	44	2	0.12		1140
						44	46	2	0.02		289
						46	48	2	0.04		225
						48	50	2	-		191
						50	52	2	-		13
						52	54	2	-		66
						54	56	2	-		76
OMRD-12	485041	7777616	-60	255	28	0	2	2	0.05		180
						2	4	2	0.04		166
						4	6	2	0.06		183
						6	8	2	0.02		143
						8	10	2	0.04		204
						10	12	2	0.06		236
						12	14	2	0.13		827
						14	16	2	0.66		3230
						16	18	2	0.36		2330
						18	20	2	0.26		1740
						20	22	2	0.10		2170
						22	24	2	0.03		280
						24	26	2	0.02		448
						26	28	2	0.02		56
OMRD-13	485047	7777624	-81	250	40	0	2	2	-		20
						2	4	2	0.01		25
						4	6	2	-		22
						6	8	2	-		22
						8	10	2	-		34
						10	12	2	0.03		231
						12	14	2	-		213
						14	16	2	0.03		214
						16	18	2	0.04		317
						18	20	2	0.07		412
						20	22	2	0.03		316
						22	24	2	0.02		134
						24	26	2	0.03		298
						26	28	2	0.10		650
						28	30	2	0.13		846
						30	32	2	0.09		930
						32	34	2	0.08		519
						34	36	2	0.04		339
						36	38	2	0.03		274
						38	40	2	0.02		405
OMRD-14	485552	7777682	-60	250	22	0	2	2	0.01		201
						2	4	2	-		191
						4	6	2	0.03		188
						6	8	2	0.02		225
						8	10	2	0.03		359
						10	12	2	0.02		232
						12	14	2	0.02		181
						14	16	2	0.02		245
						16	18	2	0.02		203
						18	20	2	0.02		278
						20	22	2	0.04		295
OMRD-15	485017	7777655	-90	250	24	0	2	2	0.06		39
						2	4	2	0.03		88
						4	6	2	0.03		241
						6	8	2	0.05		267
						8	10	2	0.07		263
						10	12	2	0.10		489

CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
						12	14	2	0.18		691
						14	16	2	0.40		1640
						16	18	2	1.05		2390
						18	20	2	0.49		1710
						20	22	2	0.26		870
						22	24	2	0.25		845
OMRD-16	485008	7777646	-90	252	20	0	2	2	2.79	2.0	5100
						2	4	2	5.27	4.0	7840
						4	6	2	0.69		3190
						6	8	2	0.89		1940
						8	10	2	0.24		1370
						10	12	2	0.41		3290
						12	14	2	0.37	1.0	5210
						14	16	2	0.45		2970
						16	18	2	0.96	1.0	3960
						18	20	2	0.19		1250
OMRD-17	485027	7777652	-90	250	34	0	2	2	0.04		263
						2	4	2	0.04		261
						4	6	2	0.12		718
						6	8	2	0.57		1510
						8	10	2	2.14	2.0	1.07%
						10	12	2	6.17	5.0	1.18%
						12	14	2	5.90	6.0	1.25%
						14	16	2	12.50	18.0	1.72%
						16	18	2	9.43	4.0	1.44%
						18	20	2	7.70	5.0	1.36%
						20	22	2	8.37	5.0	1.58%
						22	24	2	1.62	2.0	5470
						24	26	2	5.84	7.0	1.37%
						26	28	2	1.55	3.0	4950
						28	30	2	1.36		2610
						30	32	2	1.15		3760
						32	34	2	0.60	2.0	1930
OMRD-18	485028	7777662	-80	258	42	0	2	2	0.12		284
						2	4	2	0.04		167
						4	6	2	0.22		1930
						6	8	2	0.39		3330
						8	10	2	0.95	2.0	5230
						10	12	2	11.70	13.0	1.53%
						12	14	2	6.45	13.0	1.46%
						14	16	2	2.73	5.0	8800
						16	18	2	3.69	4.0	9370
						18	20	2	12.20	11.0	2.31%
						20	22	2	14.90	9.0	2.64%
						22	24	2	17.40	9.0	1.81%
						24	26	2	9.54	7.0	1.90%
						26	27	1*	6.26	8.0	7850
						29	30	1*	1.10	1.0	2640
						30	32	2	7.25	4.0	1.41%
						32	34	2	2.95		2130
						34	36	2	0.27		1020
						36	38	2	0.21		900
						38	40	2	0.15		671
						40	42	2	1.40		895

- 1 metre samples as cavity (27 to 29 metres) was not sampled.

CHAIRMAN'S REVIEW AND REPORT ON OPERATIONS

Hole No.	East	North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Assay Gold (g/t)	Assay Silver (g/t)	Assay Copper (ppm)
OMRD-19	485021	7777630	-90	Vertical	22	0	2	2	0.29		1150
						2	4	2	1.04		3750
						4	6	2	0.86		3580
						6	8	2	0.14		1110
						8	10	2	0.05		715
						10	12	2	0.03		171
						12	14	2	0.07		687
						14	16	2	0.20		1970
						16	18	2	0.16		1990
						18	20	2	0.02		822
						20	22	2	-		230
OMRD-20	485022	7777669	-80	250	46	0	2	2	0.03		190
						2	4	2	0.07		448
						4	6	2	0.13		536
						6	8	2	0.04		795
						8	10	2	0.09		544
						10	12	2	0.05		307
						12	14	2	0.10		1290
						14	16	2	0.33		1680
						16	18	2	0.20		1740
						18	20	2	0.30		1340
						20	22	2	0.61	1.0	2780
						22	24	2	0.60		3510
						24	26	2	0.14		1270
						26	28	2	0.15		1680
						28	30	2	0.05		916
						30	32	2	0.04		571
						32	34	2	0.09		635
						34	36	2	0.02		447
						36	38	2	0.01		293
						38	40	2	0.01		186
						40	42	2	0.02		185
						42	44	2	-		110
						44	46	2	-		169

NSR = No Sample Received

The above Table of exploration drilling results was prepared on April 26, 2006 by Mr Ron Furnell who is a Competent Person under the Australasian Code for Reporting of Exploration Results, Mineral Resources and Or Reserves (JORC Code). Mr Furnell is a member of AusIMM and has in excess of twenty years experience in relation to relevant exploration activities.