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Company Announcements Office Australian Stock Exchange Level 45, South Tower, Rialto 525 Collins Street MELBOURNE, VIC 3000 July 31, 2011

Dear Sir,

ACTIVITIES REPORT FOR THE QUARTER ENDED JUNE 30, 2011 - HIGHLIGHTS

- **Group Consolidated Result** Haoma Mining's unaudited consolidated financial result for the three months ended June 30, 2011 was a before tax loss of \$1.60 million after interest of \$1.01 million, depreciation and amortisation of \$0.48 million and group exploration, development and test work expenditure of \$0.92 million.
- Bamboo Creek Pilbara Test Work On May 19, 2011 a new Provisional Patent Application No. 2011901951 was filed by Elazac Mining Pty Ltd at the Australian Patents Office. The Provisional Patent covers a significant amount of new knowledge gained from recent tests using the Refined Elazac Assay Method and the Refined Elazac Extraction Method. Haoma Mining NL (Haoma) has the right to use the new Provisional Patent for no fee.

Following many bulk sample tests and more significant results from the **Refined Elazac** Assay Method and the **Refined Elazac** Extraction Method, the Haoma Directors are pleased to advise shareholders that gold and other precious metals can now be more accurately measured and commercially extracted from Pilbara ores. The gold grades measured by the Elazac Method are significantly higher than measured by traditional assay methods which previously read little or no gold being present. The quantities of gold and other precious metals capable of being extracted are significantly more than previously believed to be available.

A **pilot processing plant** is being designed to process up to approximately 100 tonnes per day at Bamboo Creek.

- Daltons Mt Webber Iron Ore Joint Venture (E45/2186, E45/2187, E45/2921, E45/2922) Haoma Mining has a 25% interest in the Daltons Mt Webber Iron Ore Joint Venture with Atlas Iron Limited 75%. The Atlas Iron June 2011 Quarter Activities Report included an update on Atlas' Mt Webber (Daltons) development strategy and advised as follows:
 - "Processing for the proposed Mt Webber mine is now expected to be at Mt Webber, with consideration for additional interim capacity over time as the McPhee Creek deposit is developed."
 - "Atlas is now actively considering the further development options that the recent Giralia takeover brings to the North Pilbara development portfolio, with a Scoping Study underway for the McPhee Creek deposit, and Daltons being considered as part of Atlas' current Mt Webber development strategy (a subset of the Turner River Hub Expansion program of works). Preliminary discussions are underway with Dalton's JV partner Haoma Mining NL on how best to achieve this."
 - "Atlas expects to release a Resource and Reserve update (for Mt. Webber) in August 2011."

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- 1. Group Consolidated Result to June 30, 2011
- 2. Operations at Bamboo Creek and Normay, Western Australia.
- 3. Exploration Activities in Western Australia.
- 4. Exploration Activities in Queensland.

1. GROUP CONSOLIDATED RESULT TO JUNE 30, 2011

Haoma Mining NL Consolidated Profit & Loss	2009/10 4th Qtr (\$m)	2009/10 Full Year (\$m)	2010/11 1st Qtr (\$m)	2010/11 2nd Qtr (\$m)	2010/11 3rd Qtr (\$m)	2010/11 4th Qtr (\$m)	2010/11 Full Year (\$m)
Operating Revenue							
Sale of Gold	-	0.09	-	-	-	-	-
Recovery of Exploration Costs	-	-	-	-	-	0.50	0.50
Royalties	0.09	0.46	0.02	0.02	-	0.03	0.07
Retail Sales & Misc.	0.04	0.29	0.06	0.03	0.03	0.04	0.16
Finance Revenue	-	-	-	0.13	0.03	0.02	0.18
Licence Fee	-	-	-	-	-	0.14	0.14
Profit on Sale of Assets	-	0.60	-	-	-	-	-
Operating Revenue	0.13	1.44	0.08	0.18	0.06	0.73	1.05
Operating profit before interest,							
depreciation, amortisation,							
exploration & development costs:	(0.22)	0.56	(0.22)	(0.09)	(0.07)	0.46	0.08
Interest	(0.80)	(2.87)	(0.85)	(0.93)	(0.96)	(1.01)	(3.75)
Depreciation & amortization	(0.12)	(0.52)	(0.09)	(0.12)	(0.14)	(0.13)	(0.48)
Exploration, development & test work	(0.85)	(3.00)	(0.77)	(0.63)	(0.74)	(0.92)	(3.06)
Operating (loss) before tax	(1.99)	(5.83)	(1.93)	(1.77)	(1.91)	(1.60)	(7.21)

Bamboo Creek Processing							
Gold Production (ozs)	14	71	-	-	-	-	-
Gold sold (ozs)	14	71	-	-	-	-	-
Av. Selling price (\$/oz)	1,202	1,289	-	-	-	-	-
Bamboo Creek silver prod'n							
Silver Production (ozs)	2	24	-	-	-	-	-

1.1 Haoma's Group Consolidated Result

Haoma Mining's unaudited consolidated financial result for the three months ended June 30, 2011 was a before tax loss of \$1.60 million after interest of \$1.01 million, depreciation and amortisation of \$0.48 million and group exploration, development and test work expenditure of \$0.92 million.

1.2 Funding of Group Operations

Since February 2007, funding for the Company's operations has been provided by Haoma's major shareholder, Leaveland Pty Ltd. Leaveland has confirmed that until further notice it will fund the company's cash flow requirements while the Bamboo Creek Processing Plant remains on care and maintenance.

At June 30, 2011 the principal debt to Leaveland was \$34.954 million. Haoma has approved payment of interest to Leaveland at the 30 day commercial bill rate plus a facility margin of 4%. Interest on the debt will accrue until such time as the company is in a position to commence interest payments. Interest accrued for the 3 months to June 30, 2011 was \$1.009 million. Total interest accrued and unpaid to June 30, 2011 is \$11.789 million.

1.3 Forward Gold Sale Contracts: No future gold production is sold forward.

2. OPERATIONS AT BAMBOO CREEK, WESTERN AUSTRALIA

On May 19, 2011 a new Provisional Patent Application No. 2011901951 was filed by Elazac Mining Pty Ltd at the Australian Patents Office. The Provisional Patent covers a **significant amount of new knowledge** gained from recent tests using the **Refined Elazac** *Assay* **Method** and the **Refined Elazac** *Extraction* **Method**. Haoma Mining NL (Haoma) has the right to use the new Provisional Patent for no fee.

Following many bulk sample tests and more significant results from the **Refined Elazac** *Assay* **Method** and the **Refined Elazac** *Extraction* **Method**, the Haoma Directors are pleased to advise shareholders that **gold and other precious metals** can now be **more accurately measured** and **commercially extracted from Pilbara ores.**. The **gold grades** measured by the Elazac Method are **significantly higher** than measured by traditional assay methods which previously read little or no gold being present. The **quantities of gold** and other precious metals capable of being extracted are **significantly more** than previously believed to be available.

A **pilot processing plant** is being designed to process up to approximately 100 tonnes per day at Bamboo Creek.

2.1 <u>Significant Haoma Results using the Refined Elazac Assay Method and Refined Elazac Extraction Method (Elazac Method)</u>

Previous significant Elazac results were reported in recent Haoma ASX releases and in the June 30, 2010 & September 30, 2010 Haoma Quarterly Activities Reports, and Haoma's 2010 Annual Report. (See Appendix 1)

During the June Quarter bulk sample ore tests were conducted at the Bamboo Creek Laboratory and independent laboratories including ALS Perth and University of Melbourne.

The bulk ore samples tested were collected from Bamboo Creek Tailings, the Bamboo Creek Valley (See Figures 2, 3 & 4 below), Normay/North Shaw Tailings, the Mickeys Find deposit and Daltons/Mt Webber tenements (See Figures 3 & 4 below). Sample sizes used for the bulk ore tests ranged from 20kg to 90kg.

The tests showed **significantly more gold was measured in Daltons/Mt Webber ore** than indicated by traditional assay methods. i.e. the gold assay grades measured using the Elazac Method on bulk ore samples showed the 'calculated' gold Head Grades were significantly higher than by traditional assay methods (Fire Assay, ICP or Aqua Regia). In December 2008 Haoma first reported significant gold assay grades for Daltons drill core samples, see first line in Table 1 below. (Also see Appendix 2)

The latest test results using the Elazac Method show the Daltons/Mt Webber tenements are more highly prospective for gold than previously believed. There are a large number of tonnes of gold bearing ore available from the Daltons/Mt Webber tenements. Although these tenements are subject to a Joint Venture between Haoma and Giralia/Atlas (25% Haoma, 75% Giralia/Atlas), Haoma is entitled to 100% of the gold, silver, tin and tantalum.

The following Table 1 below shows significant gold results obtained from bulk samples from the Haoma's Daltons/Mt Webber tenements:

Table 1:

Area Sampled	Sample Description			
		1/10/11/04		g/t
Daltons/Soansville, Reported Dec 2008	17 drill chip samples, over	0.059g/t	Leached Trial Grade	0.176
	21.8 metres from 3 drill holes		Tail Grade 'Calculated' Gold	76.09
			Head Grade	> 76.0
Daltons/Mt Webber May-July 2011	Sample sizes, 20-40 kg	0.08 g/t	Bamboo Creek Lab	4.5 5.0 17.0
			Independent Lab	4.5 7.5

Note: Excluded from the above Table 1 are the following high gold results for Daltons/Mt Webber samples which are being repeated: Bamboo Creek Lab 75+ g/t, Independent Lab 31+ g/t and ALS (Perth) 80+ g/t

2.2 Refined Elazac Extraction Method showed most of the gold can be recovered

Shareholders were advised in <u>Haoma's June 11</u>, <u>2011 ASX release</u> that tests using the **Refined Elazac** *Extraction* **Method** showed the gold measured by the **Refined Elazac** *Assay* **Method** can be recovered.

The Elazac *Extraction* test was conducted on a 197 kg sample of Bamboo Creek Concentrate **(BBCC)** which was then subjected to the **Elazac Process** to produce **35.4 kg of Final BBCC**. (The gold Head Grade of the **BBCC** (based on previous gold recovered by AGR Matthey) was 470.68 g/t.)

The latest tests showed **significantly more gold was produced** than indicated by traditional assay methods and previous physical gold recovered at AGR Matthey.

Based on the Refined Elazac *Assay* Method used in June the gold grade measured in the Final BBCC was 3,984 g/t

To check that the **Refined Elazac** Assay Method gold grade of 3,984 g/t was correct, a 500g subsample of the Final BBCC was subjected to the <u>Refined Elazac</u> Extraction Method and 5.5gm of physical was gold produced. This quantity of gold equates to 1.1% (11,000 g/t) of gold in the Final BBCC – a result much higher than the 3,984 g/t measured by the <u>Refined Elazac</u> Assay Method. The reason for this higher grade is now understood and the Refined Elazac Assay Method has been further modified.

The 5.5 gm of physical gold produced from the sample of **Final BBCC** equates to **118 g/t in the 67 tonnes of Bamboo Creek material** initially processed through the Bamboo Creek Plant. This 118 g/t gold is significantly higher than the measured gold grade of less than 1 g/t by traditional assay methods.

-

The information & data in Table 1 of this report as it relates to Metallurgical Results is based on information compiled by Mr. Peter Cole who is a competent person in regard to having sufficient experience which is relevant to this type of metallurgical test work. The information was compiled during May to July 2011. Mr. Cole has consented to the inclusion in this release of the information and data in the form and context in which it appears.

The Directors believe the quantity of gold which will be produced from Bamboo Creek Tailings will result in gold grades which when 'back calculated' will be similar to those reported by Haoma to the ASX on September 3, 2010 and released in Haoma's 2010 Annual Report, namely between 145 g/t and 185 g/t of gold measured in Bamboo Creek Tailings. (See Appendix 1)

Haoma has approximately one million tonnes of Bamboo Creek Tailings and a million tonnes of mined ore ready to be processed through the Bamboo Creek Plant. In addition there are many millions of tonnes of lower grade gold bearing ore in the Bamboo Creek Valley.



Figure 1: Bamboo Creek Tailings Dam



Figure 2: Bamboo Creek Plant, Bamboo Creek Valley and Bamboo Creek Range (on right) which contains gold ore bodies

3. EXPLORATION AND EVALUATION ACTIVITIES IN WESTERN AUSTRALIA

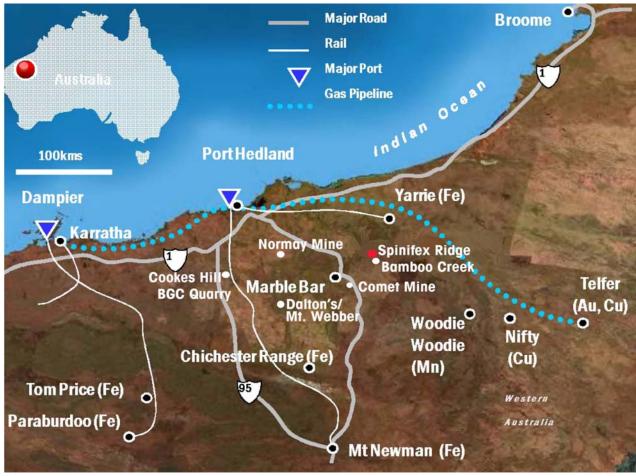


Figure 3: Pilbara Area Project Location Map

Source: Moly Mines Ltd (Now included in Moly Mines' map are locations of Bamboo Creek, Normay Mine, Cookes Hill BGC Quarry, Daltons/Mt Webber and the Comet Mine)

3.1 <u>Daltons Joint Venture with Giralia Resources Pty Ltd (subsidiary of Atlas Iron Limited Group) - Haoma Mining 25%, Giralia 75%</u> (E45/2186, E45/2187, E45/2921, E45/2922) (Includes 100% Haoma M45/780, M45/847, P45/2292 – 2298)

Haoma Mining has a 25% interest in the Daltons Mt Webber Iron Ore Joint Venture with Atlas Iron Limited's wholly owned subsidiary, Giralia Resources Pty Ltd 75%.

The Daltons Joint Venture covers four tenements located approximately 150 kilometres south of Port Hedland and only 20 to 30 kilometres east of the BHP Billiton and FMG rail lines in the Pilbara region of Western Australia. Haoma retains rights to 100% of the gold/silver and tin/tantalum mineralisation.

The current Joint Venture Heads of Agreement between Giralia and Haoma enables either party to take their own iron ore from Mt Webber although there is as yet no Mining Agreement or Mining Lease approval. The Giralia-Haoma Joint Venture Exploration Agreement which is still in draft form foreshadows a separate Joint Venture Mining Agreement.

The Atlas Iron Limited June 2011 Quarterly Activities Report released July 27, 2011 included an update on Atlas' Mt Webber (Daltons) development strategy with the following comments:

"Processing for the proposed Mt Webber mine is now expected to be at Mt Webber, with consideration for additional interim capacity over time as the McPhee Creek deposit is developed."

"Atlas is now actively considering the further development options that the recent Giralia takeover brings to the North Pilbara development portfolio, with a Scoping Study underway for the McPhee Creek deposit, and Daltons being considered as part of Atlas' current Mt Webber development strategy (a subset of the Turner River Hub Expansion program of works). Preliminary discussions are underway with Dalton's JV partner Haoma Mining NL on how best to achieve this."

"Atlas expects to release a Resource and Reserve update (for Mt. Webber) in August 2011."

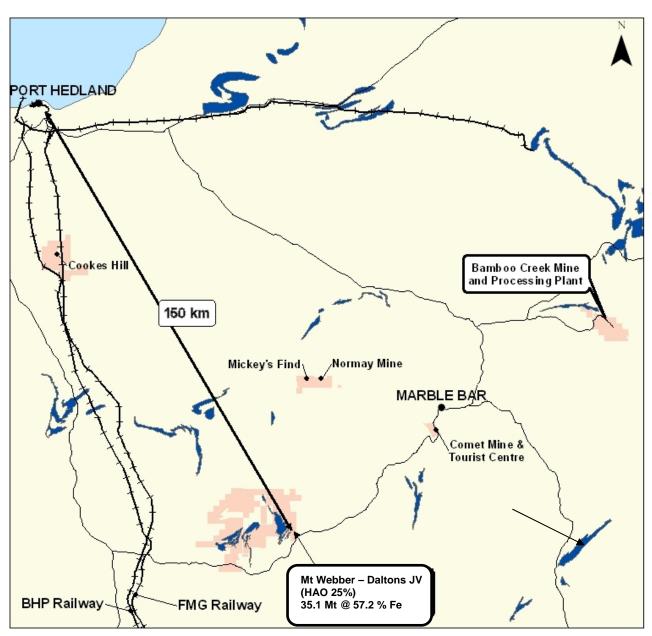


Figure 4: Location of Daltons/Mt Webber JV - Mt Webber Iron Ore Project
Map includes location of Haoma's Bamboo Creek Processing Plant, North Pole
Area (including Mickey's Find and Normay Mine), Cookes Hill and the Comet
Mine and Tourist Centre.

4. Exterra Resources Limited IPO and ASX Listing

During the Quarter Exterra Resources Limited successfully completed a \$5.1 million capital raising and IPO. Exterra listed on ASX on May 26, 2011. (ASX Code: EXC)

Haoma holds a \$1million Convertible Note in Exterra Resources Limited. The Convertible Note was part consideration for the sale of the Linden Tenements in December 2009. Haoma may convert the Note to 10 million ordinary Exterra shares at any time prior to December 31, 2011. If not converted to shares prior to December 31, 2011, the Note will convert to shares on that date at an issue price of ten cents per share.

Exterra Resources' first ASX Quarterly Activities Report was released on July 29, 2011. (See www.exterraresources.com.au). Haoma's Chairman, Gary Morgan and General Manager (WA), Peter Cole are both Exterra Resources Ltd Non-Executive Directors.

5. EXPLORATION ACTIVITIES IN THE RAVENSWOOD DISTRICT - QUEENSLAND

5.1 **Budgerie** (ML/1325)

During the Quarter two rock chip samples were collected from the Budgerie tenement. The only significant result was from sample Q2011-201 which returned a gold grade of 1.34g/t from old workings in the area. See Figure 5.

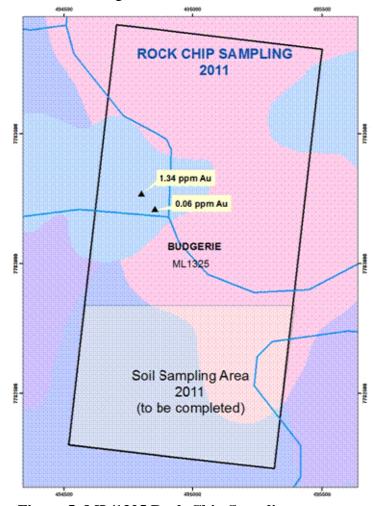


Figure 5: ML/1325 Rock Chip Sampling

A soil sampling program has been initiated for the southern portion of the tenement and will be carried out during the next Quarter.

5.2 Old Man (ML/1326)

During the Quarter a total of 6 rock chip samples collected from the Old Man tenement. All samples collected are included in Table 2 and shown in Figure 6.

Table 2: Rock Chip Sampling - Old Man (ML/1326)							
Sample No.	Northing	Easting	Au (ppm)	Ag (ppm)			
Q2011-202	485609	7778588	2.59	28			
Q2011-203	485564	7778614	0.56	7			
Q2011-204	485552	7778641	1.07	10			
Q2011-205	485557	7778636	0.46	7			
Q2011-206	485567	7778629	0.12	5			
Q2011-207	486055	7777858	0.97	4			

Comprehensive soil sampling programs have previously been conducted on the Old Man tenement with several soil anomalies being identified. It is considered that further soil sampling will be of limited value and the historical data will now be reviewed to determine future activity on this tenement.

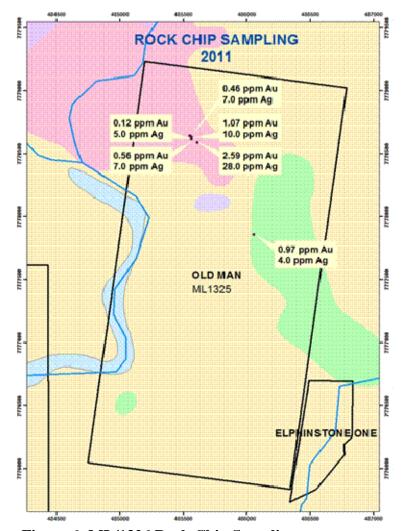


Figure 6: ML/1326 Rock Chip Sampling

5.3 Wellington Springs (ML/1415)

During the Quarter, 5 rock chip samples were collected from areas north and south of the Wellington Springs ore deposit. See Figure 7. Significant results included 30.30g/t Au, 221g/t Ag, 2.22% Cu and 1.33% Pb from sample Q2011-212 and are shown in Table 3. A review of historical drilling in the area indicates that there are several drill holes in the vicinity of the sample. Follow up work is required to retrieve all the data for these drill holes.

Table 3: Rock Chip Sampling - Wellington Springs (ML/1415)						
Sample No.	Northing	Easting	Au (g/t)	Ag (g/t)	Cu (ppm/%)	Pb (ppm /%)
Q2011-210	471656	7773904	8.26	48	1600	1090
Q2011-211	471658	7773900	0.59	23	6720	567
Q2011-212	471666	7773873	30.3	221	2.22%	1.33%
Q2011-213	471392	7774665	0.02	2	149	93
Q2011-214	471329	7774889	0.26	26	4570	206

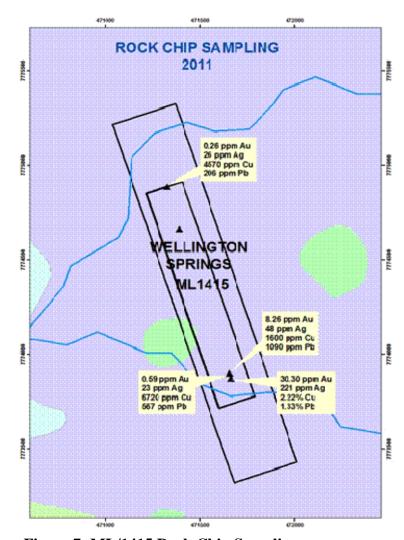


Figure 7: ML/1415 Rock Chip Sampling

5.4 **Podosky's (EPM/8771)**

During the March Quarter one rock chip sample was collected at the Podosky's tenement. It did not return a significant assay, however further rock chip sampling will be conducted in the north western and south eastern corridors. See Figure 8. Results will be released when available.

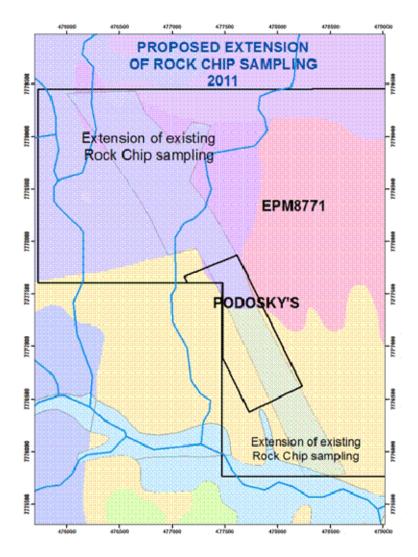


Figure 8: EPM/8771 Rock Chip Sampling

Following a review of historical soil sampling data for part of the Podosky's tenement a small linear anomaly was present, however further soil sampling on this part of the tenement to fill in those area's which were not originally completed should be completed in September 2011.

5.5 <u>Waterloo (ML 1529)</u>

A new work program for the Waterloo tenement has been prepared and is expected to be completed before the end of the year. It is anticipated that soil sampling on the western portion of the tenement will be completed during the December Quarter of 2011 as well as further rock chip sampling to the north of the Waterloo deposit. See Figure 9.

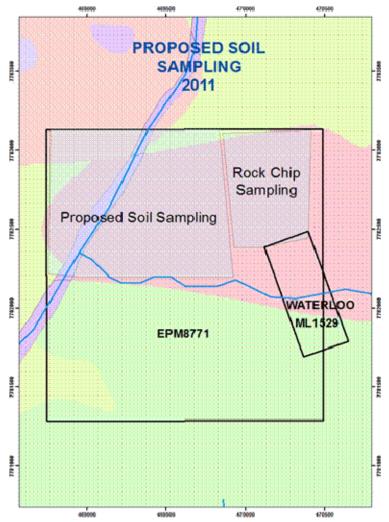


Figure 9: ML/1529 Proposed Soil Sampling

Yours sincerely,

Gary C Morgan CHAIRMAN

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Appendix 1: Haoma Special Report to the ASX on September 3, 2010: (http://www.haoma.com.au/2010/Haoma_ASX_03_Sep_10.pdf)

Elazac Tests Reported to Haoma Shareholder in the June 30, 2010 & September 30, 2010 Haoma Quarterly Activities Reports, and Haoma's 2010 Annual Report:

Significant Bamboo Creek Results using the Refined Elazac Assay Method and Refined Elazac Extraction Method (ElazacMethod)^[1]

During July and August 2010 bulk ore tests continued at the Bamboo Creek Plant facilities using the **Refined Elazac** *Extraction* **Method** and the **Refined Elazac** *Assay* **Method** on samples of Bamboo Creek **Tailings** and Tailings **Concentrates**.

The results reported by Haoma significantly up-grade previous Bamboo Creek test results which showed that conventional assays did not accurately measure the amounts of gold and silver that can be extracted from Bamboo Creek ores.

Three independent trials on Bamboo Creek Tailings (samples 50g, 50g and 400g) using the **Refined Elazac** *Extraction* **Method** were completed in Melbourne at an Independent Facility to test recoveries of gold and silver from the samples tested. Assays from these three trials at the Independent Facility used the **Refined Elazac** *Assay* **Method** and check assays were carried out at the Bamboo Creek Laboratory.

Results were significantly higher than results from previous test work carried out at Bamboo Creek and <u>reported to shareholders in the June 2010 Quarterly Report</u>: (www.haoma.com.au/2010/Haoma Qtrly Q4 Jun 10-App5B.pdf)

Table 1:

Bamboo Creek Tailings					
	o Creek says	Independent Assays			
Gold	Silver	Gold Silve			
Calc Head	Calc Head	Calc Head	Calc Head		
(g/t)	(g/t)	(g/t)	(g/t)		
145.66	186.93	189.02	385.05		

<u>Haoma shareholders were advised on March 29, 2010</u>
http://www.haoma.com.au/2010/Haoma_ASX_29Mar2010.pdf that conventional assays for the Bamboo Creek Tailings sample were as follows:

- Conventional Aqua Regia Assay: 0.302 g/t Au and 0.000 g/t Ag.
- Conventional Fire Assay: 0.152 g/t Au and 0.091 g/t Ag.

In addition to the three independent trials, a **20kg bulk sample of Bamboo** Creek Tailings was processed by the **Refined Elazac** *Extraction* **Method** at the Bamboo Creek Treatment Plant with all assays carried out at the Melbourne Independent Facility. The **20kg bulk sample returned calculated gold grades of 174.89g/t gold and 92.95g/t silver**.

The information & data in this report (Appendix 1) as it relates to Metallurgical Results is based on information compiled by Mr. Peter Cole who is a competent person in regard to having sufficient experience which is relevant to this type of metallurgical test work. The information was compiled between July and October 2010. Mr. Cole has consented to the inclusion in this release of the information and data in the form and context in which it appears.

Comparison of the above results with previous Bamboo Creek Tailings bulk ore test (sample 56 kg) show that significantly higher gold and silver grades were obtained. (See Haoma's June 30, 2010 Quarterly Activities Report.to Shareholders, (www.haoma.com.au/2010/Haoma Qtrly Q4 Jun 10-App5B.pdf).

Table 2:

	The Perth Mint	Australian Laboratory Services	Other Independent Facility	
	g/t	g/t	g/t	
Gold	55.66	47.74	63.87	
Silver	Not Measured	55.19	31.32	

The results reported in Haoma's 2010 Annual Report and the above previous results <u>outlined in Haoma's June 30, 2010 Quarterly Activities Report</u> both confirmed the initial bulk ore test which measured 55.90 g/t gold in Bamboo Creek Tailings and released to the ASX in <u>Haoma's April 8, 2010 Special Report</u>. http://www.haoma.com.au/2010/Haoma_ASX_08Apr2010%20.pdf

The Elazac results reported in Haoma's 2010 Annual Report showed the measured gold and silver grades that could then be recovered into gold and silver bullion. It is now known residues from using the Elazac Process contain additional gold, silver and other metals which can be recovered with additional processing.

Appendix 2: Haoma Report to the ASX for the Quarter ended September 30, 2008: (http://www.haoma.com.au/2008/Haoma Q1 2008-09 Activities Report (with 5B).pdf)

2.2.3 <u>Daltons Drill Sample (E45/2186, E45/2187, E45/2921, E45/2922) Test Work using Refined Elazac Assay Method:</u> (Daltons Joint Venture is Giralia Resources Pty Ltd 75%, Haoma Mining NL 25%, except for Gold, Silver, Tin and Antimony which is 100% Haoma):

During the Quarter leaching trials were conducted on drill chip samples from the Daltons Project with additional follow up assays using the **Refined Elazac Assay Method**. The gold Tail Grade by the **Refined Elazac Assay Method was 76.091g/t** compared to the gold Leaching Trial Tail Grade of **0.027 g/t** and the gold Calculated Head Grade after the leaching trial of 0.176 g/t. All assays were conducted by ALS Laboratories in Perth. The test work used a total of 17 drill chip samples covering 21.8 meters from 3 different drill holes. The original ALS weighted assays were: Au 0.033g/t, Ni 0.77%, As 71.09 ppm and Co 217.96 ppm.

<u>Table 1:</u> Comparison of Assay Grades using Refined Elazac Assay Method compared to the Leaching Trial, Calculated Head Grade

	Gold	Gold	Silver	Nickel	Arsenic	Cobalt
	BBC Assay	ALS Assay				
Sample	g/t Au	g/t Au	g/t Ag	% Ni	ppm As	ppm Co
Assayed Head Grade	0.049	0.059	6.62	1.19	111.5	249.0
Leaching Trial:						
Recovered Grade	0.114	0.149	12.69	0.46	29.7	90.6
Leaching Trial:						
Tail Grade	0.093	0.027	1.83	0.63	78.4	154.0

Leaching Trial: Calculated Head						
Grade	0.207	0.176	14.52	1.09	108.1	244.6

Refined Elazac Assay	
Method: Tail Grade	76.091

The information in this report relating to "Metallurgical Results" is based on information compiled by Mr Peter Cole who has had sufficient experience which is relevant to this metallurgical test work. The information was prepared during December 2008. Mr Cole consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.