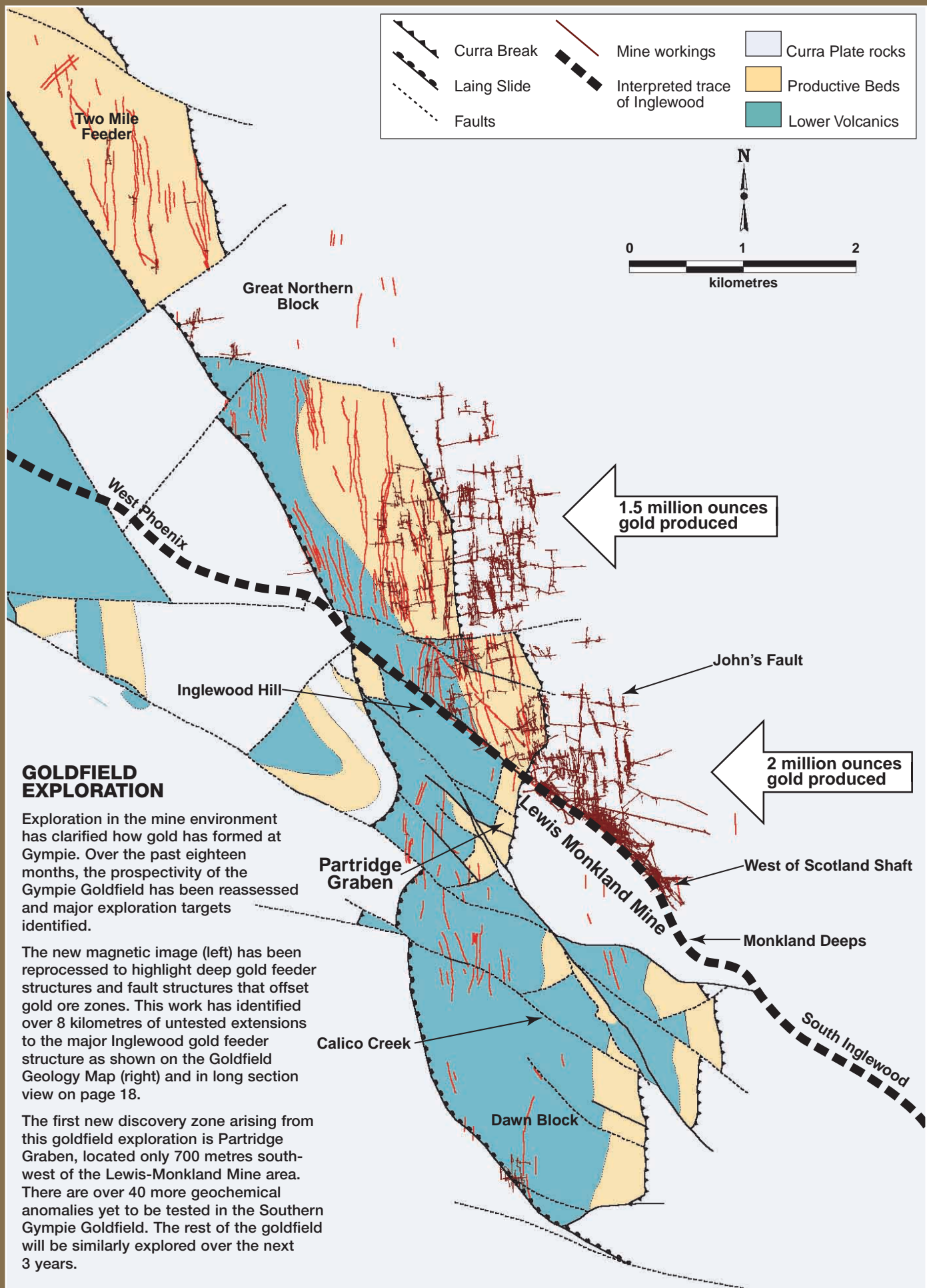


MAGNETICS OF GYMPIE GOLDFIELD

Reprocessing the magnetic data revealed gold feeder structures. The major Inglewood gold feeder structure extends over 10 kilometres from West Phoenix to South Inglewood.



GOLDFIELD EXPLORATION

Exploration in the mine environment has clarified how gold has formed at Gympie. Over the past eighteen months, the prospectivity of the Gympie Goldfield has been reassessed and major exploration targets identified.

The new magnetic image (left) has been reprocessed to highlight deep gold feeder structures and fault structures that offset gold ore zones. This work has identified over 8 kilometres of untested extensions to the major Inglewood gold feeder structure as shown on the Goldfield Geology Map (right) and in long section view on page 18.

The first new discovery zone arising from this goldfield exploration is Partridge Graben, located only 700 metres south-west of the Lewis-Monkland Mine area. There are over 40 more geochemical anomalies yet to be tested in the Southern Gympie Goldfield. The rest of the goldfield will be similarly explored over the next 3 years.

GEOLOGY MAP OF GYMPIE GOLDFIELD

Inglewood gold feeder structure produced 2 million ounces of gold from the 2 kilometre long Lewis-Monkland Mine area and extends northwest and southeast by a further 8 kilometres.