

STATEMENT IN SUPPORT OF EXPLORATION LICENCE APPLICATION Pursuant to Section 58(1)(b) of the *Mining Act 1978*

Technical and Financial Ability

Mr J Johnson is a director of GoldLand Pty Ltd ('GoldLand') who applied for the exploration licence. Mr Johnson has worked in the mining industry since 1986, including 10 years conducting field work for WMC Gold Ltd exploring for gold in remote regions of Australia. This work involved undertaking soil, rock chip, and stream sediment geochemical surveys; conducting geological mapping on grids and aerial photos; participating in RAB, RC and diamond drilling programs including logging drill cuttings on RAB programs; conducting ground magnetic surveys and assisting with IP and EM surveys. This has given Mr Johnson a comprehensive knowledge of exploration techniques used to explore for gold and base metals.

Mr Johnson will personally conduct all of the exploration on the proposed exploration licence, including collection and compilation of old exploration data, soil and rock chip sampling, geophysical surveys, and geological mapping and undertake any aboriginal heritage surveys required.

Mr Johnson will be undertaking exploration himself and will also be using Consultant Pty Ltd's geologists to undertake the exploration. The directors and their experience is as follows:

- Mr Smith, the Director of Consultant and Principal Geologist who has a BSc in geology and 30 years experience in exploration leading exploration teams in both Australia and overseas, having worked for a variety of companies; and
- Dr T Smith B. App. Sci (Geology) PhD, MAIG.

Details of Proposed Work Programme

The exploration of the proposed exploration licence will involve the collection and compilation of the published exploration literature and the past exploration data, and the reinterpretation of the data in light of the regional context and identify potentially mineralised exploration targets.

The proposed field exploration is based on the terrain shown in Google Earth, which shows dry gullies dissecting low hills with some salt lake country. The exploration will firstly involve collecting 5 kg samples from the heavy metal traps in these gullies, and hand panning for gold and other heavy metals. Concurrently, metal detecting the bottom and sides of the gullies will be conducted in an attempt to detect any alluvial or fluvial gold.

If the previous mentioned programme gives an indication of gold, soil sampling of the area of the anomalous drainage will follow and 5 kg soil samples will be collected to be either hand panned or dry blown and anomalies plotted and mapped to further define the gold anomaly. Alternatively, Fe lag sampling and assaying by ICP-OES and ICP-MS. Depending on the results follow up metal detecting will also proceed along with geological mapping where the terrain is significantly outcropping to further define any prospective host rocks.

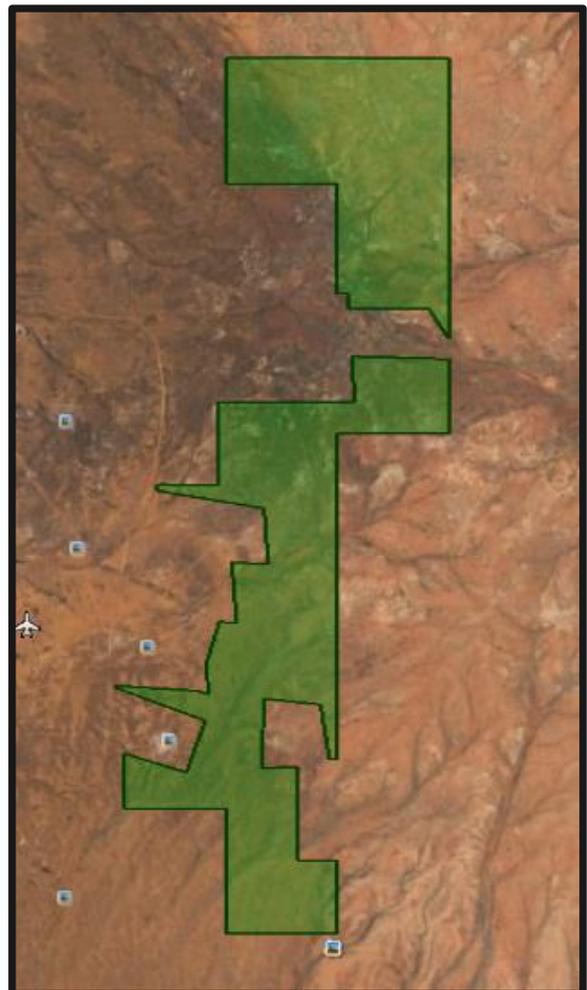


Figure 1 Google Earth Image of the Proposed Exploration Licence

A part of the proposed exploration licence is covered by fluvial soils so if there is a lack of digital magnetic data publically available, exploration of this area will require magnetic surveys and interpretation,

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Further ground disturbing exploration is dependent on the completion of an aboriginal heritage survey and the presence of no aboriginal heritage sites and the DMP's approval of the programme, all which has the potential to impede the proposed exploration.

Estimated Exploration Expenditure

Details of the proposed exploration programme and expenditure for the first year of the proposed exploration licence are particularize below.

The proposed exploration licence application's number of blocks: 20

Type of Exploration Expenditure	Amount
Rents, rates and administration of the exploration licence	\$3,000
Collection and compilation of past exploration data	\$4,000
Aboriginal heritage survey of proposed ground disturbing activity	\$4,000
Trap sampling in gullies and metal detecting	\$3,800
Geological mapping and interpretation of the terrain	\$1,600
Soil and rockchip sampling and metal detecting	\$1,000
Collection of geophysical data and interpretation (magnetics)	\$1,600
Assaying of soil and rockchips	\$1,000
Total minimum expenditure for first year of grant	20000

Financial Resources Available to GoldLand Pty Ltd

Mr Johnson, the director of GoldLand, will fund GoldLand's exploration on the proposed exploration licence and has sufficient monies to fund the exploration on the proposed licence. Attached is the most recent financial bank statements of the Johnson Bank Account. It is deemed sufficient to meet the requirements of s58(1)(b) of the *Mining Act* considering the proposed exploration is to be personally conducted by Mr Johnson.

Financial Commitment to Other Tenements

GoldLand Pty Ltd holds no other granted tenements.