

3 June 2005

Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

EXCLUSIVE PROSPECTING LICENCES, NAMIBIA

UPDATE

ERONGO POLYMETALLIC PROJECT (EPL 2805 – 2811)

Further to the Company's announcement dated 1 June 2005, the Company has received clarification from the Mining Commissioner of the Ministry of Mines and Energy, Namibia ("MME") regarding the issues pertaining to the notice of preparedness to grant renewal applications for the Erongo Polymetallic Project (EPL 2805 – 2811) dated 27 May 2005 ("Notice").

The Mining Commissioner has confirmed the following:

- The renewed term for the Erongo Polymetallic Project will commence from 21 June 2005 and shall endure for a period of 2 years from this date.
- The Notice has been issued in respect of Base and Rare Metals, Industrial Minerals, Precious Metals, Precious Stones and Semi Precious Stones.
- The application for the inclusion of Nuclear Fuels, referred to as the amendment element by the MME, remains pending to which the Company should receive notice of a decision by the months end.

The Company appreciates the timely response to its questions of clarification by the Mining Commissioner and looks forward to learning of the MME's decision regarding the inclusion of Nuclear Fuels.

Yours faithfully

BRADLEY S MOORE
Chairman