

7 April 2004

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

Dear Sir/Madam

**FURTHER REPORT ON THE STATUS
OF RENEWAL APPLICATIONS FOR ERONGO AND SKELETON COAST EXCLUSIVE
PROSPECTING LICENCES - NAMIBIA**

Further to the announcement of Tuesday 5 April 2005 Reefton Mining advises that the Permanent Secretary, the Director of Mines and the Mining Commissioner of the Ministry of Mines and Energy, Namibia (MME) have provided the Company with clarification and written assurances that Exclusive Prospecting Licenses (EPL's) covering the Erongo Polymetallic Project (EPL 2805 - 2811) and the Skeleton Coast Diamond Project (EPL 2698 - 2700) remain valid pending the determination of Renewal Applications by the MME, which are under consideration.

In terms of Section 71(3)(a) of the Minerals Act (Namibia), 1992 the EPL's covering the Erongo Polymetallic Project and the Skeleton Coast Diamond Project remain valid pending the determination of Renewal Applications, and the MME has confirmed that this is the case.

The MME has acknowledged the delays to date and has assured the Company that they appreciate the importance and need for a timely outcome to this matter.

The Company is pleased to advise that it remains fully committed to the exploration and development of natural resources within Namibia for the benefit of all stakeholders, including the people of Namibia, the employees and shareholders of the Company.

The Company will provide an update as to the progress of the renewal of the EPL's in due course.

Yours faithfully

BS MOORE
Chairman