

24 May 2005

Christine Panetta
Senior Companies Advisor
Australian Stock Exchange Limited
Level 8
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Christine,

PRICE AND VOLUME QUERY

We refer to your letter dated 24 May 2005 regarding changes in the price and volume of trading in the Company's securities, and provide the following response.

The Company wishes to advise that it continues to liaise with the Ministry of Mines and Energy, Namibia (MME) in respect to the applications for renewal of the Exclusive Prospecting Licences (EPL's) covering the Erongo Polymetallic Project (EPL 2805 – 2811) and the Skeleton Coast Diamond Project (EPL 2698 – 2700), the application for inclusion of Nuclear Fuels at the Erongo Polymetallic Project and the application for inclusion of Industrial Minerals at the Skeleton Coast Diamond Project.

In the most recent correspondence received from the Mining Commissioner of the MME, he confirmed that the Company will receive advice from the MME imminently. There has been no suggestion from the MME as to what decision the MME will take in respect to the forgoing matters.

Other than the foregoing observations:

- 1) The Company is not aware of any information concerning it that has not been announced, which, if known, would be an explanation for recent trading in the securities of the Company.
- 2) Not applicable.
- 3) The Company advises that it is not aware of any other reason for the increase in the price and trading volume of the Company's securities.



- 4) The Company advises that it is in compliance with the listing rules and in particular, listing rule 3.1.

Should you require any further information, please contact me at your convenience.

Yours faithfully

Bradley S. Moore
CHAIRMAN