

COMPANY: Golden Triangle  
 PROJECT: Main Creek Magnesite  
 HOLE NUMBER: MC 57

|             |                |
|-------------|----------------|
| Commenced:  | 12 April 1999  |
| Completed:  | 11 May 1999    |
| Logged By:  | L A Newnham    |
| Drilled By: | Almac Drilling |

| Purpose of Hole  |
|--|
| To test the southern extension of the Carbonate sequence at depth. |

| Comments on Completion   |
|--|
| hole experienced drilling difficulties in small cavity-pug zone near the Carbonate Sequence HW and was completed in BQ; the BQ section of the hole flattened substantially; hole intersected two zones of high grade magnesite, the more westerly of which was 81 m. wide, including two narrow schist bands, each 2.5 m. wide; the 76.3 m. of magnesite assayed 43.88% MgO and 2.18% CaO; |

Collar Details

| Grid | Northing  | Easting  | Elevation | Dip | Bearing |
|------|-----------|----------|-----------|-----|---------|
| AMG  | 5398966.5 | 347173.5 | 2183.1    | -50 | 250     |

| Length (m) |
|------------|
| 520.0      |

| Hole Size |      |
|-----------|------|
| To (m)    | Size |
| HW        | 69.5 |
| 101.4     | HQ   |
| 237.7     | NQ   |
| 520.0     | BQ   |

| Significant Core Loss Zones |       |         |
|-----------------------------|-------|---------|
| From                        | To    | %Rec.   |
| 0.0                         | 132.0 | see log |
| 181.2                       | 183.6 | 0       |
|                             |       |         |
|                             |       |         |

| Hole Condition on Completion   |
|--|
| all BQ rods removed; NQ stuck; freed by blasting; all HQ and HW removed; re-entry of hole therefore unlikely because of blasted NQ remaining in hole; hole did not make water; |

Summary of Results:

| Depth |       | Recovery | Description  | Assays |        |      |      |                  |
|-------|-------|----------|--|--------|--------|------|------|------------------|
| From  | To    |          |  | %      | Length | MgO  | CaO  | SiO <sub>2</sub> |
| 271.0 | 285.0 | 100      | white magnesite, extensively replaced by crystalline magnesite | 14.0   | 42.27  | 2.16 | 2.75 | 2.95             |
| 312.0 | 393.0 | 100      | white magnesite, as above, two minor schist bands              | 76.3   | 43.88  | 2.18 | 2.70 | 0.86             |
|       |       |          | (magnesite)  |        |        |      |      |                  |
|       |       |          |  |        |        |      |      |                  |
|       |       |          |  |        |        |      |      |                  |