

ANNUAL & FINAL REPORT

YEAR ENDING 23RD MAY 2007

EL 5/2006

Tasman G and Vivienne R Rainbow
P O Box 471
SCOTTSDALE TAS 7260

ANNUAL and FINAL REPORT

EL 5/2006 12 square km Land District of Dorset vicinity of Motts Creek (8km NW of Pioneer) granted for a five year term from 23rd May 2006.

This exploration licence was taken up in the hope of finding an iron ore deposit worth developing in the north east of the state.

To this end some 20 surface grab samples were taken on two sites within the licenced area and 10 of those were sent to Ultra Trace Analytical Laboratories in Western Australia for testing.

The approximate cost of this exercise was \$1000.00.

A map (in AGD66 format) showing the sample sites and a copy of the test results accompany this report.

The test results showed a disappointing analysis of the area.

We have therefore decided to relinquish the entire area covered under the exploration licence, and the required surrender form and fee are enclosed.

STATUTORY DECLARATION

I(name)
of(address)
..... (occupation)

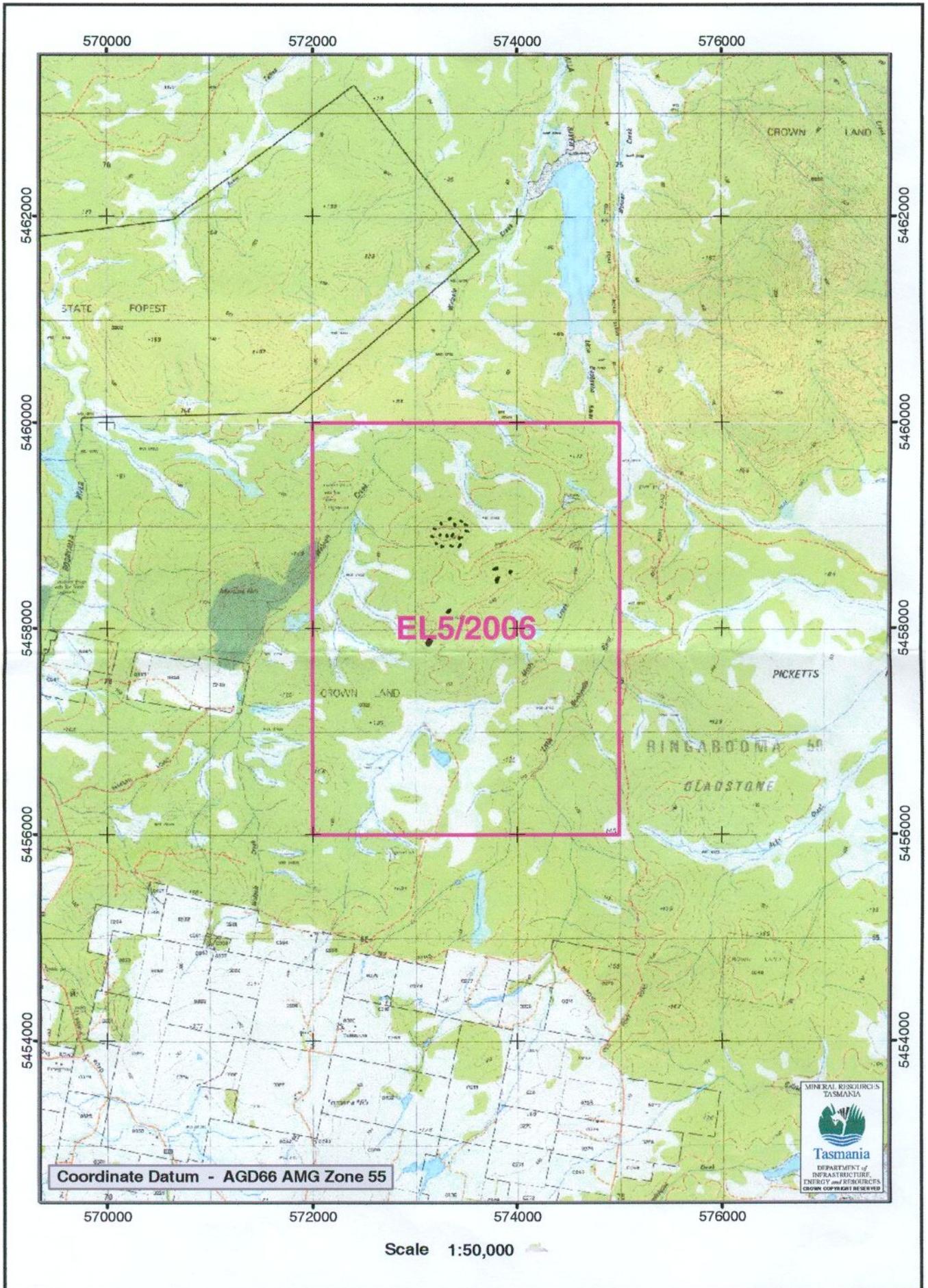
Do solemnly and sincerely declare that the foregoing information is true and correct in every particular and I make this declaration under The Oaths Act 2001

.....(signature)

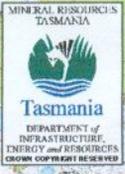
Declared atin the State of Tasmania thisday of2007

Before me(name and signature)

(a Justice of the Peace/Commissioner for Declarations)



Coordinate Datum - AGD66 AMG Zone 55



Scale 1:50,000

ULTRA TRACE

ANALYTICAL LABORATORIES

ULTRA TRACE Pty. Ltd.

ABN 86 008 746 585

58 Sorbonne Crescent,
Canning Vale, Western Australia 6155

Telephone (08) 9456 0404
Facsimile (08) 9456 0403

Reference : u86911
Date : 11th August 2006
Order :
Project :
Date Received : 7th August 2006
Samples Analysed : 10

Analysis of Mineral Samples

for

Island Resources

PO Box 471

Scottsdale TAS 7260

Attention : Ms V Rainbow

Authorised by : V Eldridge



Reference u86911

Order

Page 1 of 3

	Fe %	SiO2 %	Al2O3 %	TiO2 %	CaO %	Mn %	P %	S %	MgO %
Detn Limit	0.01	0.01	0.01	0.01	0.01	0.01	.001	.001	0.01
Rock 1	48.82	5.71	5.55	5.79	0.04	<0.01	0.068	0.255	0.05
Rock 2	28.21	53.76	1.07	0.06	<0.01	<0.01	0.005	0.030	0.01
Rock 3	28.53	52.63	1.16	0.07	<0.01	<0.01	0.007	0.054	0.01
Std Nominal	66.10	3.11	1.36	0.07	0.04	0.01	0.042	0.012	0.03
Determined	66.11	3.14	1.39	0.07	0.04	0.02	0.043	0.012	0.03
Rock 4	25.98	53.33	3.69	0.12	<0.01	<0.01	0.018	0.034	0.02
Rock 5	28.42	52.19	1.01	0.11	<0.01	0.02	0.016	0.062	<0.01
Rock 6	51.77	14.10	3.74	2.13	<0.01	<0.01	0.175	0.120	0.01
Rock 6 Rpt	51.67	14.10	3.74	2.12	<0.01	<0.01	0.174	0.120	0.02
Rock 7	41.96	22.73	4.50	4.21	<0.01	<0.01	0.048	0.120	0.03
Std Nominal	66.60	0.35	0.77	0.74	1.12	0.17	0.048	0.070	2.99
Determined	66.50	0.33	0.77	0.73	1.12	0.17	0.048	0.067	2.94
Rock 8	55.79	2.46	4.32	2.65	<0.01	<0.01	0.031	0.092	0.02
Rock 9	52.26	6.76	5.23	5.24	<0.01	<0.01	0.051	0.167	0.04
Rock 10	25.63	60.71	0.72	0.32	<0.01	<0.01	0.005	0.018	0.09
Rock 10 Rpt	25.73	60.65	0.73	0.32	<0.01	<0.01	0.005	0.018	0.11
Std Nominal	30.38	16.75	4.17	0.19	9.61	0.46	0.610	1.03	3.26
Determined	30.41	16.87	4.14	0.20	9.55	0.46	0.611	1.03	3.30

Reference u86911

Order

Page 2 of 3

K2OLOI1000

% %

Detn Limit .001 0.00

Rock 1 0.003 12.13

Rock 2 0.016 4.68

Rock 3 0.014 5.18

Std Nominal 0.158 0.53

Determined 0.161 0.58

Rock 4 0.019 5.58

Rock 5 0.004 5.94

Rock 6 0.004 5.26

Rock 6 Rpt 0.004 5.24

Rock 7 0.002 7.90

Std Nominal 0.012 -1.79

Determined 0.011 -1.80

Rock 8 0.001 10.41

Rock 9 <.001 7.31

Rock 10 0.026 1.21

Rock 10 Rpt 0.028 1.21

Std Nominal 0.200 17.34

Determined 0.202 17.22

Reference u86911

Order

Page 3 of 3

These results pertain to the samples as received at this laboratory.

Where standards are reported, the nominal value for the element is reported above the result found.

Sample Storage

The excess material (Residues) will be returned after 30 days
The pulp samples will be returned after 60 days as per instructions.

Sample Preparation

The samples have been sorted and dried. Primary preparation has been by crushing the whole sample. The whole sample has then been pulverised in a vibrating disc pulveriser.

The samples have been cast using a 12:22 flux with added sodium nitrate, to form a glass bead which has been analysed by XRF.

Fe, SiO₂, Al₂O₃, TiO₂, CaO, Mn, P, S, MgO, K₂O
have been determined by X-Ray Fluorescence Spectrometry

The following Loss on Ignition results have been determined using Thermo-Gravimetric Analysers. Results are reported on a dry sample basis.

LOI1000