

Mineral Resources Tasmania

ABN 36 388 980 563

<http://www.mrt.tas.gov.au>

Form No. E7

Mineral Resources Development Act 1995 (Section 28)

EXPLORATION LICENCE ANNUAL RETURN

(Note: This form and the annual report is due 30 days before the annual anniversary of the licence)

DETAILS OF LICENCE AS AT ANNIVERSARY DATE	Exploration Licence No.: EL53/2004 Area: 81 km ² Location: Leven River Anniversary Date: 8/08/2009..... Licensee: Bass Metals Ltd & Geoinformatics
ARE YOU REDUCING THE LICENCE AREA?	Yes# <input type="checkbox"/> # If yes please attach a plan clearly showing area(s) held and area(s) to be relinquished along with an Application for Surrender form (MRDA_C3) and the prescribed fee. No <input checked="" type="checkbox"/>
SUMMARY OF EXPLORATION COMPLETED	
<i>Office Use</i>	
Brief outline of work undertaken and major results during the current year: A factual map was being compiled for the basis of a revised interpretation of the geology on both Grasstree Ridge and Leven River tenements. Several field trips were carried out. Sinosteel drilled two 500m – 600m holes adjacent to the Leven River tenement. This core was processed at Bass Metals core shed, the geologists from Sinosteel were very receptive and much information was gained about the stratigraphy of the area. This information will be useful in planning further exploration programs on both the Grass Tree Ridge and Leven River tenements	
PROPOSED EXPLORATION	
Summary of proposed exploration for next year (including expenditure details where appropriate): Aerial photographs will be purchased to assist in mapping any geological features that can be seen from the air. Much of the land has been harvested (tree felling) recently giving fresh exposure of the outcrop and sub crop. A ground EM survey will be undertaken to test two of the HEM anomalies with follow up drilling if required.	
<i>If space insufficient please attach separate sheet.</i>	

Office Use Only	
Satisfactory Performance:	
— <i>Assessing Geologist:</i>	Yes <input type="checkbox"/> No <input type="checkbox"/>
Signature:	Date:
— <i>Senior Geologist:</i>	Yes <input type="checkbox"/> No <input type="checkbox"/>
Signature:	Date:
— <i>Managing Geologist:</i>	Yes <input type="checkbox"/> No <input type="checkbox"/>
Signature:	Date:

ENVIRONMENTAL IMPACT ACTIVITIES	Office Use Only
Describe activities which caused disturbance detailing type and location:	
None required	
REHABILITATION	
Describe environmental rehabilitation during current year:	
No ground disturbing exploration activities have taken place during this reporting period therefore no rehabilitation was required.	
<i>If space insufficient please attach separate sheet</i>	
Satisfactory Environmental Performance:	
— <i>Environmental Field Officer:</i>	Yes <input type="checkbox"/> No <input type="checkbox"/>
Signature:	Date:

Proposed expenditure for next year:	\$119,000
Signed:	
Position:	Tenement Geologist
Date:	7 th July 2009

Office Use Only	
EXPENDITURE COMMITMENTS	Comments
Actual Expend. Yr..... \$	_____
(-) Yr..... Comm. \$	_____
(=) Surplus / Shortfall** \$	_____
Yr..... Comm. \$	_____
(+) **Shortfall \$	_____
(=) Total Comm. Yr..... \$	_____
REPORTING	
Annual	
— Received / /	_____
— TCR No.:	_____
Relinquishment	
— Received / /	_____
— TCR No.:	_____