

# Cala Resources Pty Ltd

**Annual Report 2008 - 2009**

**RL 2/2008**

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## 1. Introduction

Cala Resources Pty Ltd holds Retention License 2/2008 over the New Golden Gate mine located at Mathinna in Tasmania's north east.

## 2. Review of previous work

A desk top study of previous work was completed during the reporting period with the decision made to complete a JORC compliant resource statement based on realistic mining parameters, (i.e. mining cut off of 6.6g/t Au) rather than an exploration methodology (i.e. cut off of 2g/t Au). It was decided that this approach would assist in the sale process of the tenement.

The attached report also stated the exploration potential, potential location of further resources around the current resources and within the tenement boundary.

## 3. Exploration completed during the reporting period

No on ground exploration was completed during the reporting period

## 4. Discussion of results

The resource statement concluded that the current JORC compliant resource is 42,196t @ 10 g/t Au for 13,568 ounces (cut off 2.7 – 7.36 g/t Au) from the Dylans, Sophies and Central reefs, with potential to add a further 13, 942t @ 10g/t Au for 4,483 ounces (cut off 6.73 g/t Au) from the Upper Western Reef with further drilling.

There is also potential to add a further ~10,000 ounces (averaging 1 to 5 g/t Au) from the tailings with further drilling

Previous reporting by Defiance Mining NL stated 59,000t @ 13.4 g/t Au for 25,500 ounces with a cut off of 0.5 to 3 g/t Au.

## 5. Conclusions

The study showed that the resources statement is only just showed an Inferred status and that further drilling or a bulk sample approach would be needed to attract a buyer/developer.

## 6. Expenditure

The expenditure during the reporting period was as follows:

JORC report	\$3,500.00
Sale expenses	\$2,245.60
<b>Total</b>	<b>\$5,745</b>

## 7. Tenement area

Attached