



**MT SADDLEBACK - TASMANIA
EL51/2010**

**ANNUAL PROGRESS REPORT
28th April 2011 – 27th April 2012**

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Note: All figures, grids, and contained data are according to the GDA/MGA94 grid system.

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ABSTRACT

The Mt Saddleback exploration tenement EL51/2010 in north eastern Tasmania remains highly perspective for gold. Over the past 12 months Tamar Gold has continued work on this tenement as part of its 'Regional Prospectivity' review. No field work has been attempted on this lease in the past 12 months.

Over the next year this regional review should highlight specific zones of ground within this lease for priority exploration work programs as proposed in the tenement application.

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1. INTRODUCTION

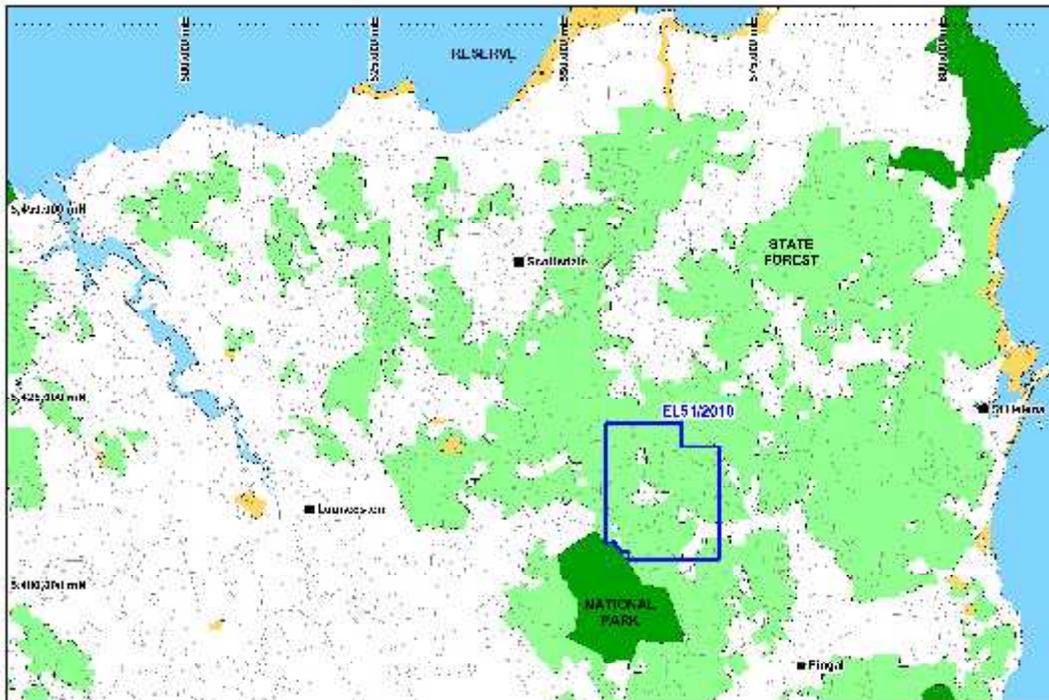
This report is a summary of the exploration activities conducted on the Mt Saddleback exploration licence EL51/2010, for the period of 28th April 2011 to 27th April 2012, which is year 1 of the licence. The area of the licence is 250sq km.

1.1 Location:

The tenement is centered over Mt Saddleback, north west of the Mathinna township in eastern Tasmania (Figure 1). Access to the license area is via roads and tracks from the margin of the Mathinna township. Mathinna is located approximately 20km NNW from Fingal and is accessed by sealed road.

The licence area can be found on the Mathinna (5640) 1:25,000 scale, and the Forester (8415) 1:100,000 scale; topographic map sheets.

Figure 1. The Mt Saddleback Exploration Licence (EL51/2010) is located in north eastern Tasmania and proximal to the township of Mathinna.



1.2 Geology Overview

1.2.1 Stratigraphy

The tenement comprises sub- and outcropping Mathinna Supergroup siltstones, sandstones, subordinate shales and Devonian Granites. Revision of the internal stratigraphy of the Mathinna Supergroup as detailed in Seymour et al. (2011) and summarized in Table 1 below,

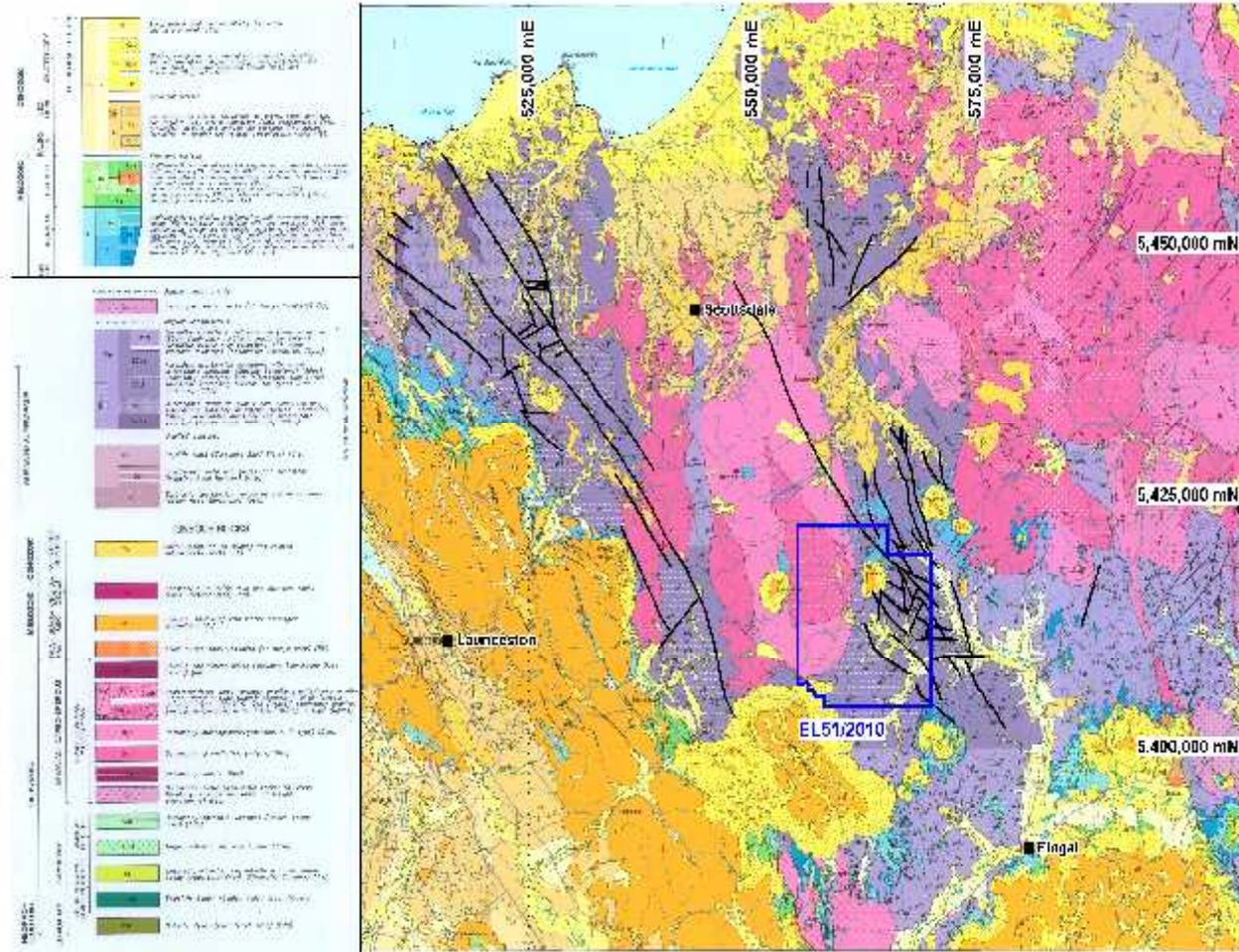
Group	Formation	Member	Age	Brief description
Panama Group	Sideling Sandstone		Early Devonian (plant fossils)	Dominantly fine-grained sandstone, some interbedded siltstone
	Lone Star Siltstone		Late Silurian (graptolites)	Dominantly thin-bedded siltstone with interbedded fine-grained sandstone increasing towards the top
	Retreat Formation		Silurian?	Interbedded turbiditic medium to very fine-grained sandstone and subordinate siltstone-mudstone
	Yarrow Creek Mudstone		Silurian?	Dominantly thin-bedded mudstone, with subordinate cross-laminated siltstone
Inferred faulted unconformable contact				
Tippogoree Group	Turquoise Bluff Slate		Early-Middle Ordovician (graptolites)	Phyllitic dark grey-black slate; recumbent folds and cleavage
		Industry Road Member	Ordovician?	Interbedded phyllitic slate and foliated very fine-grained sandstone; ridge-forming recumbent folds and cleavage
	Stony Head Sandstone		Ordovician?	Graded thick-bedded fine-grained turbiditic sandstone with minor interbedded pelite; large-scale recumbent folds and cleavage

Table 1. Revised Stratigraphy of the Mathinna Supergroup

1.2.2 Mineralization

The Target mineralization styles in EL51/2010 are related to the known gold occurrences close to the intrusive contacts between Devonian granodiorite and contact metamorphosed Siluro-Devonian Mathinna Supergroup sandstones. The geology in the tenement area is considered prospective for fracture system hosted and disseminated gold in both the granodiorite and sandstones near the contact. There is sufficient encouragement in the results from the Prospectivity Review undertaken by Tamar Gold Ltd to support new programs to test these aims.

Figure 2. Geology of the Mt Saddleback area, copied from the MRT Regional Geology Map.



2. CURRENT WORK

Over the previous 12 months this tenement license area has been part of the Regional Prospectivity review by Tamar Gold. Results from this review will highlight specific areas of tenement ground for further priority geological exploration.

3. PROPOSED EXPLORATION

On completion of the Regional Prospectivity review, specific areas will be targeted for further exploration work.

4. ENVIRONMENT

The company has environmental policies in place, including compliance with the Mineral Exploration Code of Practice, which minimise the impact that exploration activities have on the environment. The policies include guidelines on how to reduce the risk of spreading plant diseases and weeds as a result of day-to-day exploration tasks.

5. EXPENDITURE

28th April 2011 – 27 th April 2012		
Geoscientific Costs	Prospectivity Review	2014
	Geochemistry	
	Geophysics	
	Remote Sensing	
Drilling & Gridding Costs	Gridding	
	Drilling	
	Land Access Costs	
	Rehabilitation Costs	
	Feasibility Study Costs	
	Other Costs	126
	Admin Costs	1293
	Total - eligible	3433

Table 1. Expenditure 28th April 2011 to 27th April 2012.

