

DDH MR2 (122m): was drilled only 50m north of MR1 due to the constraints of Lake Rosebery. MR2 intersected the same stratigraphy as MR1, at similar down hole depths. The quartz-carbonate - ? fluorite stockwork was 6.6m wide (54.5 - 61.1m). The stockwork contained pyrite and arsenopyrite and, as for MR1, did not contain enhanced boron values. Tin values were higher than for MR1, peaking at 400ppm, and arsenic values were considerably higher, with one sample of 1.5m assaying 1.1% As. Iron analyses indicate the sulphide content was higher and pyrite, chalcopyrite and arsenopyrite were observed.

Anomalous gold values were again obtained but the highest values were above the stockwork, rather than within it. The overall anomalous interval was:

50.0 - 62.9m (12.9m) 0.31g/t Au, 1.5g/t Ag, 0.25% As

The 6.6m stockwork zone assayed (54.5 - 61.1m) 0.27g/t Au, 1.0g/t Ag, 0.11% As, including 1.0m of 0.60g/t Au, 2.0g/t Ag, 0.34% As.

The 4.5m interval above the stockwork zone assayed (50.0 - 54.5m) 0.44g/t Au, 2.0g/t Ag, 0.55% As, including 1.5m of 0.70g/t Au, 2.5g/t Ag, 1.10% As.

Also in DDH MR2, arsenopyrite - chlorite veining occurs within a sericitic tuffaceous shale. Between 83.9m and 85.5m, three veins up to 6cm wide occur. The veins contain visible arsenopyrite with associated sphalerite and pyrite-pyrrhotite. A 2.4m interval (83.8 - 86.2m) which contains the veins averages 0.48g/t Au, 1.2% As, <0.5ppm Ag, 0.38% Zn, 670ppm Zn, 50ppm Cu. (Cu increases to 465ppm within a few metres down hole.)

It is worth noting that only 14cm of the 2.4m containing anomalous gold, arsenic and zinc consists of sulphide veining.