

**NATIONAL
MINERAL SANDS PTY. LTD.**

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15th March 1989

Director of Mines
Tasmanian Department of Mines
PO Box 56
ROSNY PARK TAS. 7018

Dear Sir

Re: EL44/86 - Annual Report

During the 12 month period under review our King Island exploration effort was directed at target within EL45/86 - Naracoopa and EL 41/88 - Cowper Point.

Results obtained to date have indicated that mineral sand concentrations within the licence would not support a stand alone operation.

Any mineralisation would have to be worked as an adjunct to a larger deposit such as that within the Naracoopa - Cowper Pt area.

The licence has been reduced with only the most prospective 30km² retained.

Expenditure to date is \$18,174.00 which exceeds the requirement of \$15,300 after two years duration of the licence.

I trust that you will agree that we are directing our exploration expenditure as priority demands and yet fulfilling the obligations of the licence.

Yours faithfully

David Gillett

David Gillett
Project Manager

Encl.
DG153891

OPEN FILE

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