

SUMMARY

The underground oreblocking programme is continuing with a total of 352 holes being completed for 24 173 metres.

The underground drilling programme has proven a remaining resource of 4 076 000 tonnes of ore at 1.19% WO_3 to date. Total Proven and Probable resource is 5 749 300 tonnes at 1.08% WO_3 . A further 305 500 tonnes is classified as Possible.

The presence of quartz and scheelite veins in the pyroxene garnet hornfels overlying the garnet hornfels has been documented sufficiently well for them to be included into Ore Resource calculations. This is a major factor in the resource being larger now than in March 1980 despite eighteen months of continuous mining.

Recent investigations at the south of the mine indicate the potential for significant additional resource in Southern Orebody.

Mine geological services have been successfully integrated with grade control duties and has allowed better than 70% recovery of ore from cut and fill stope.

An exploration drill hole from the -240 metre level penetrated the Grassy River Fault and continued to -550 metre R.L. in Upper Volcanics on the east side of the fault, before abandonment.

A prospective environment for a high grade orebody has been identified between the Decline and Grassy River Faults.