

NEWNHAM EXPLORATION & MINING SERVICES

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TASMANIA

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EL 26/95 SPECIMEN CREEK AREA

RELINQUISHMENT REPORT

AMG REFERENCE POINTS ADDED

EL26/95
15 NOV 1999
See folio 7A

For:

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Relinquishment Report - EL26/95 - Specimen Creek Area
Goldstream Mining NL; Newnham Exploration & Mining
Newnham, L.A. EL26/95

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1. INTRODUCTION

Exploration Licence 26/95 of 15 sq km lies immediately north of the Savage River iron ore deposits and covers the historical Specimen Reef mine workings.

The licence was granted on 05 April 1996 and expires on 04 April 2006. A minimum 50% area reduction was required by 04 April 2001.

Exploration Licence 26/95 is held jointly by Goldstream Mining NL and Titan Resources NL, and was explored under a joint venture heads of agreement dated 21 December 1995.

Initially, the area was acquired to further evaluate the known gold bearing reefs at Specimen Reef. The search was later broadened to include Proterozoic iron formation hosted gold deposits.

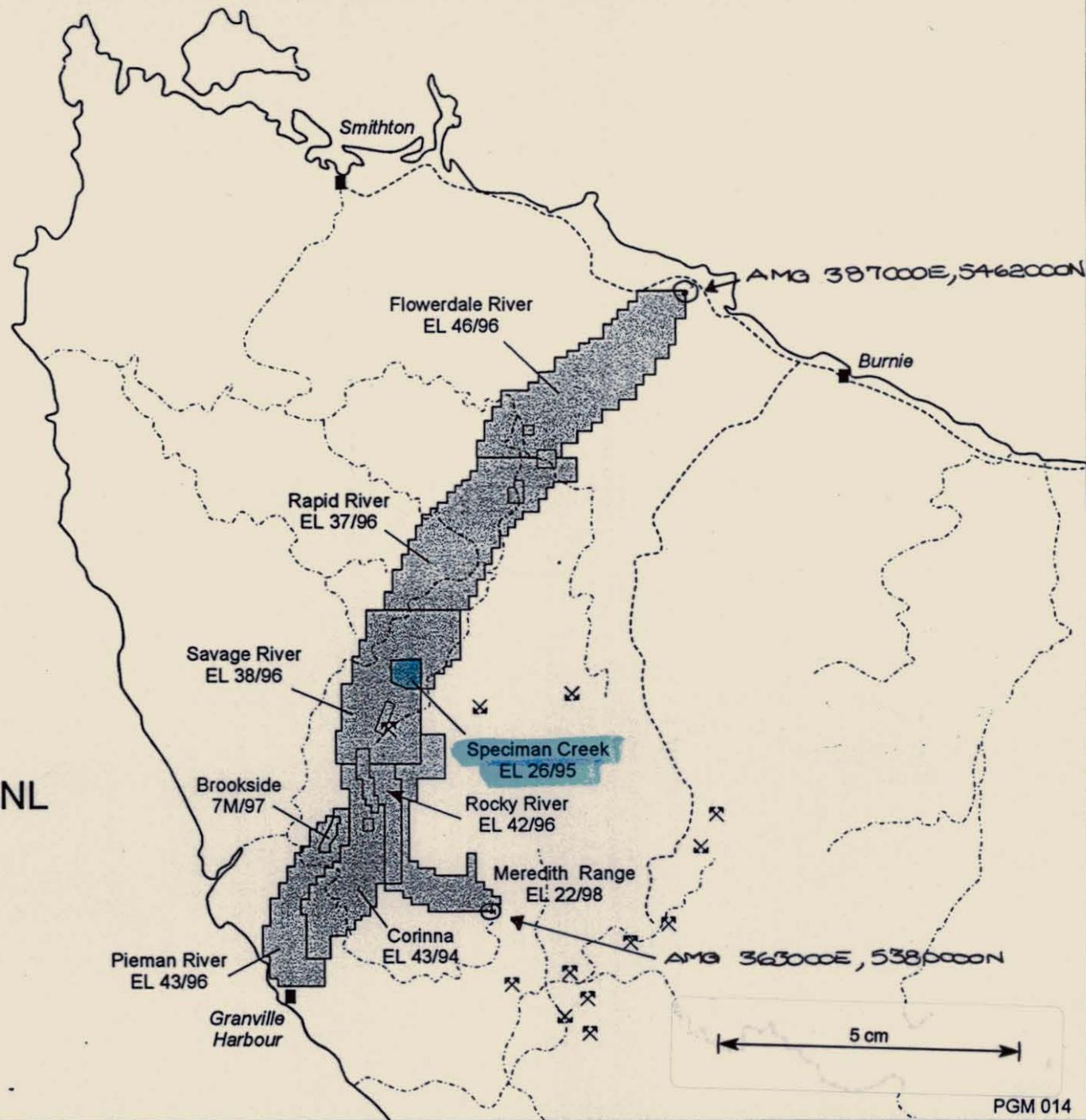
Total expenditure on the licence was \$165,738.

AMG REFERENCE POINTS ADDED



GOLDSTREAM MINING NL

Tenement location in
Western Tasmania



179004

2. WORK COMPLETED

Exploration Licence 26/95 was initially acquired to facilitate further evaluation of the Specimen Reef gold deposits, where historical small scale mining had taken place on a number of narrow structures which reportedly contained spotty high grade gold.

Drilling by previous workers was generally disappointing with the exception of one very high grade narrow zone in one hole.

In 1996-1997 the joint venture undertook both a detailed review of previous work on the Specimen Reef area and a high resolution airmag survey of the licence area. This work is summarised in the report:

"Exploration Licence No 26/95 Specimen Creek, Western Tasmania, Annual Report to 6/3/97", by NJ Turner Geological Services Pty Ltd, MRT ref 97-4075

Appended to this report is a detailed review report of Specimen Reef entitled:

"EL 26/95 Specimen Reef Area Western Tasmania Review of Previous Data", by Newnham Exploration and Mining Services, MRT ref 97-4075(A)

Digital airmag data was presented to MRT. In 1997-1998 two cored drill holes, totalling 405 m, were completed to further test the Specimen Reef zone. These holes intersected minor gold values in narrow veins within a broad zone of quartz-sericite alteration.

Initial results of this drilling are presented in report:

"Exploration Licence No 26/95 Specimen Creek, Western Tasmania Annual Report to 6/3/98", by NJ Turner Geological Services, MRT ref 97-4107

In 1998-1999 detailed petrological studies were undertaken on the drill core, the airmag data was interpreted, and exploration was widened to include iron formation hosted gold deposits by the undertaking of a regional stream sediment survey.

The airmag interpretation suggested that the Specimen Reef lodes might lie within a broad north-east trending structural zone.

The regional stream sediment sampling was inconclusive because of widespread contamination caused by historical mining.

Results of this work are comprehensively presented in report:

*"EL 26/95 Specimen Creek, Western Tasmania
Annual Report to 6.3.99"*, by NJ Turner Geological
Services, MRT ref 99-4288

Appended to this report are detailed reports on petrology of drill cores by Robina Sharpe, and airmag interpretation by D E Leaman.

4. CONCLUSIONS

Results from core drilling, airmag surveys and regional stream sediment surveys have not been encouraging.

The joint venture partners agreed that further exploration expenditure was unjustified on the basis of this data.

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