

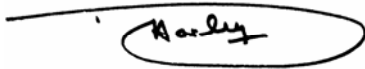
ASX RELEASE
21st September 2006

**PROPOSED DRILLING AT THE
MOUNT GUNSON COPPER PROJECT, SA**

On 19th July 2006, the Company announced that its joint venture partner, Noranda Pacific Pty Ltd, a wholly owned subsidiary of Canadian major Falconbridge Limited, had engaged a drilling contractor to commence a six hole, 3000 metre diamond drilling program on the Chianti Copper Prospect at Mount Gunson in mid August, 2006.

The Queensland based drilling contractor concerned failed to mobilise its rig as agreed and has been advised that its services are no longer required. In the meantime, Xstrata plc acquired Falconbridge Limited, to create the world's fifth largest diversified metals and mining company.

Xstrata has now advised the Company that they intend to proceed with the above drilling program at Mount Gunson, which will be managed by the Xstrata Copper exploration group in north Queensland. Drilling is expected to start once aboriginal cultural heritage clearances have been confirmed and a new drilling contractor secured.



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ATTRIBUTION

The information in this report that relates to exploration results, mineral resources and ore reserves is based on information compiled by Mr D N Harley, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Harley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Harley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.