

**HARVEST EXPLORATION PTY LTD**

Mineral Exploration and Resource Consultants



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**MEMORANDUM**

To: Warwick Grigor, Michael Evans & June Atling  
 From: Mart Rampe  
 Date: 5/9/2005  
 Subject: Revised Budget

It is proposed that the use of funds raised as a result of the Monaro IPO being oversubscribed be amended as follows:

Item	Subscription Amount (\$)
Exploration	1,490,000
Assessment of new projects	390,000
Administration	375,000
Expenses of Offer	275,000
Working Capital	470,000
<b>TOTAL</b>	<b>3,000,000</b>

Over the first two years, it is proposed that the full amount of funds raised will be allocated as follows:

	Year 1 (\$)	Year 2 (\$)
Mayfield	175,000	400,000
Captains Flat	175,000	180,000
Mt Paynter	120,000	225,000
Michelago	90,000	125,000
Assessment of new projects	195,000	195,000
Administration	190,000	185,000
Expenses of the Offer	275,000	
Working Capital Balance	240,000	230,000
	<b>1,460,000</b>	<b>1,540,000</b>
<b>Total</b>		<b>3,000,000</b>

Please call if you have any questions.

MR