

ASX RELEASE
8th February 2006

**COMPLETION OF DRILLING AT MOSELEY DAM
COPPER PROSPECT, MOUNT GUNSON,
SOUTH AUSTRALIA**

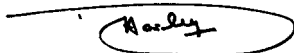
The six hole drilling program at Moseley Dam Prospect announced on 27th January 2006 was completed earlier this week.

Four reverse circulation and two diamond holes were drilled, for a total of 628 metres. They tested for copper mineralisation in the cover sequence within open pit range, similar in style to the ore bodies mined previously at the Mount Gunson mining centre, 20 kilometres to the north east.

Drilling was focused on the north-westerly pinchout of the Tapley Hill Formation shale against a basement high. It showed that the pinchout is more rapid than predicted but the westernmost hole, MGD 41, intersected disseminated chalcopyrite mineralisation estimated at about 0.5% copper at the top of the Tapley Hill Formation dolomitic shale, between 89 and 101 metres. Core from this interval is currently being sampled for assay.

Minor copper sulphides were observed in core from the other diamond drill hole, MGD 40, located approximately 1 kilometre north east of MGD 41, but the mineralisation is not as strong as in MGD 41. No copper mineralisation was evident in the reverse circulation holes.

Further work will await the assay results from the drilling program, which should be available by early March, 2006.



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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.