

SUB-AUDIO MAGNETICS SURVEYS UNDERWAY AT GARDEN GULLY GULLY

Thundelarra is pleased to report that a Sub-Audio Magnetism (SAM) Geophysical Programme has commenced at the Garden Gully Project.

- ***Encouraging preliminary results from the programme undertaken over Garden Gully area***
 - ***Crown Prince***
 - ***Lydia***



Figure 1. Typical Garden Gully terrain: flat with sparse vegetation and minimal outcrop.

Preliminary results from the current SAM survey are very encouraging and clearly indicate that this method is effective in detecting prospective structures within this terrain and is going to be of immense value for future exploration to identify further targets over the areas with extensive cover (Figure 1).

At **Crown Prince**, the survey has defined several NNE/SSW trending bedrock conductive units which have been disrupted by cross-cutting NE/SW and NW/SE structures and have a clear correlation with the known gold mineralisation.

The NE/SW dipole SAM surveying at **Lydia** has mapped a number of N/S to NNE/SSW trending conductive units which have been again disrupted by cross cutting structures and show a good correlation with the gold intersections from previous drilling.

The SAM data is currently being compiled and detailed interpretation/targeting will commence once this final data is received.

Recent Drilling Samples

1,250 samples have been collected from the recent Air Core, Reverse Circulation and Diamond drilling and submitted to Nagrom laboratory in Perth for multiple elements analysis.

Once the assay results have been received and collated then the resultant geological interpretations will be reported to the market together with any significant findings.

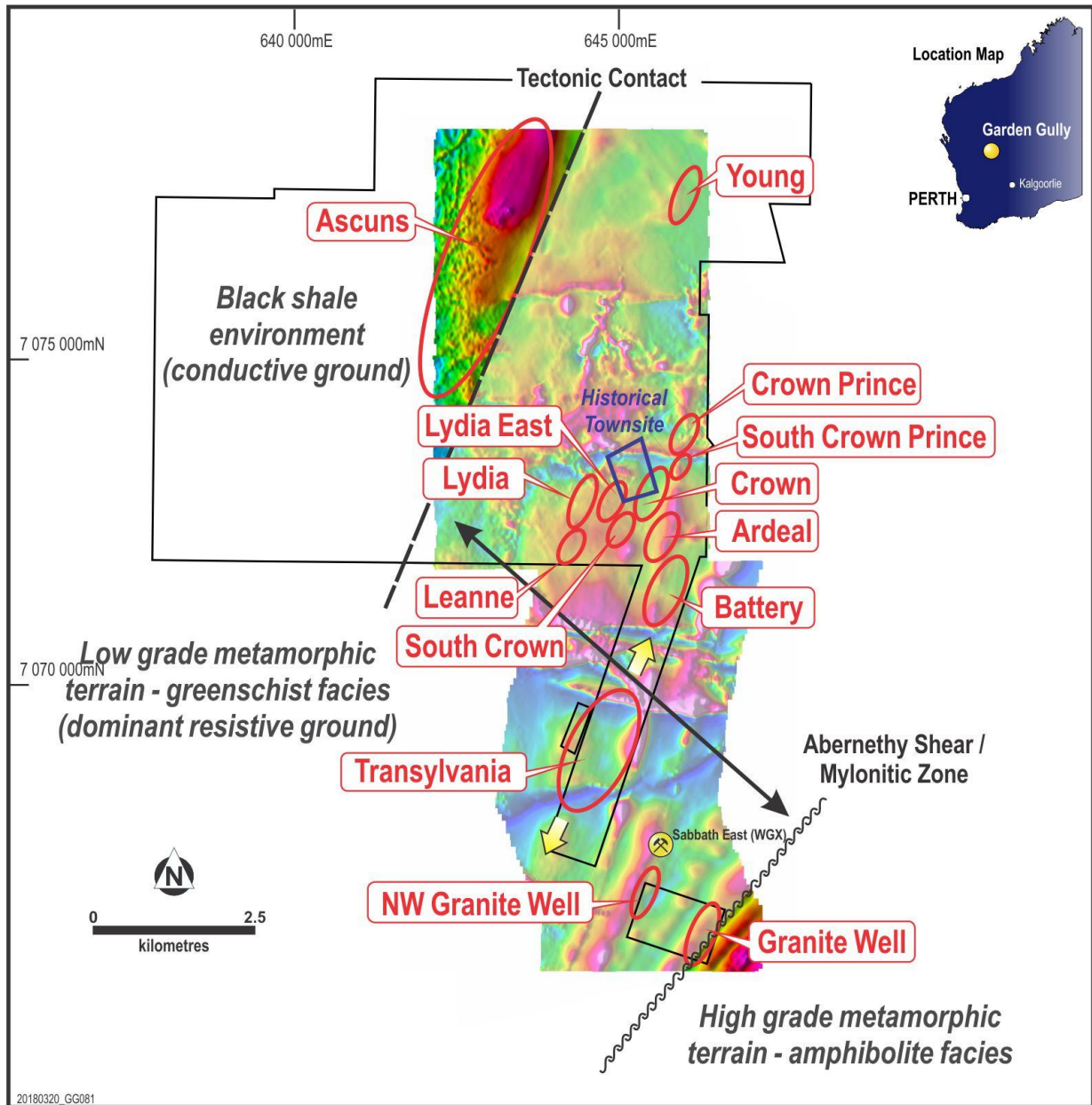


Figure 2. Garden Gully prospects on Total Magnetic Intensity(TMI) image.

The Garden Gully project area is characterised by a veneer of transported cover of variable thickness, underlain in places by a subsurface layer of duricrust. We believe that the combination of these factors has contributed to past soil geochemistry surveys failing to identify and locate accurately the underlying primary mineralised structures that our exploration has found. This was the rationale for the recent programme of air core. SAM surveys are currently undertaken over the Transylvania and Young prospects (Figure 2) and other selected areas with complete cover will follow soon after.

About Garden Gully.

Thundelarra’s wholly-owned Garden Gully project comprises 15 granted Prospecting Licences and 2 granted Exploration Licences covering about 78 square kilometres, located in Western Australia’s Murchison region about 20 kilometres north-west of the town of Meekatharra.

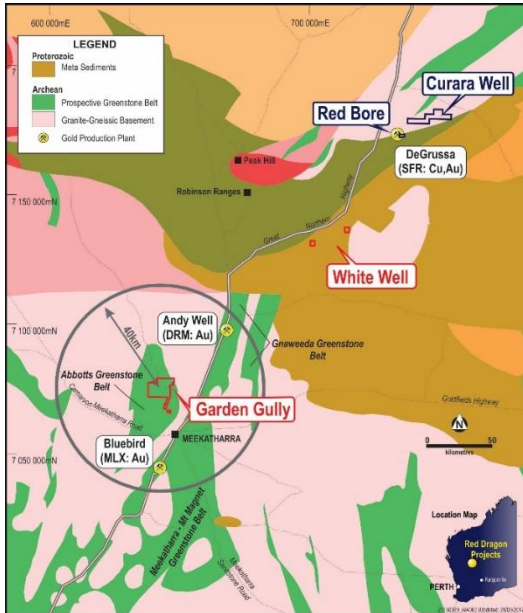


Figure 3. Garden Gully regional location.

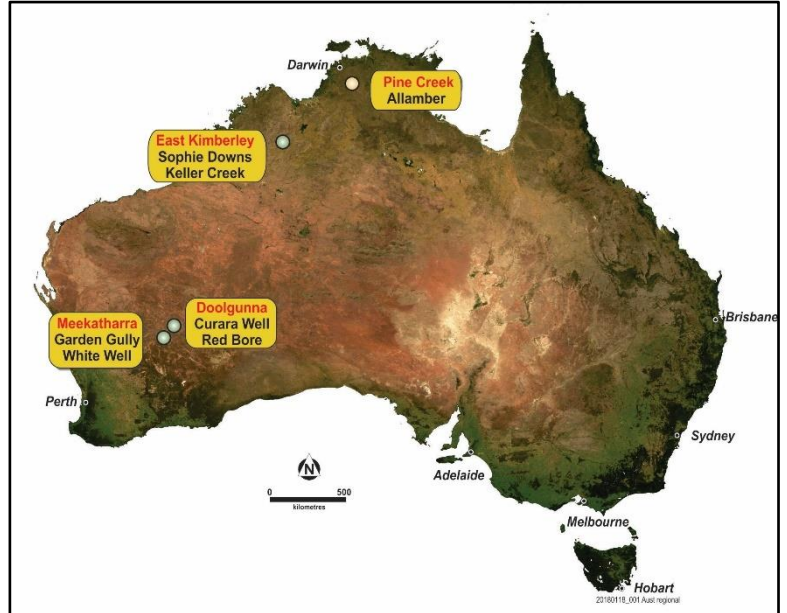


Figure 4. Thundelarra’s Project areas.

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THUNDELARRA LIMITED	ASX Code
Quoted Shares: 635.1M	THX
Quoted Options: 109.3M	THXOB

Competent Person Statement

The details contained in this report that pertain to Exploration Results, Mineral Resources or Ore Reserves, are based upon, and fairly represent, information and supporting documentation compiled by Mr Costica Vieru, a Member of the Australian Institute of Geoscientists and a full-time employee of the Company. Mr Vieru has sufficient experience which is relevant to the style(s) of mineralisation and type(s) of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (JORC Code). Mr Vieru consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.