

31 May 2010

COMPANY ANNOUNCEMENT

Company Announcements Office
Australian Securities Exchange Ltd
20 Bridge St
SYDNEY WA 2000

Exploration Update

- Planning Helicopter EM for Horseshoe West
- Location of new Horseshoe South tenement
- Location and exploration potential of new Victoria Desert Exploration Licence

Horseshoe Area

A Helicopter ElectroMagnetic (HEM) survey is in the planning stage by our consultant geophysical group Newexco Services Pty Ltd. The end of June is the earliest the program can run due to previous commitments for the apparatus. The survey will cover the areas of anomalous soil samples produced from the earlier work. The areas contain mainly gold.

The anomalous gold in soil areas will be drilled. However the HEM survey may provide sub surface targets for the drilling.

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The respective positions of the Horseshoe West tenement (EL52/2016) and the new application known as Horseshoe South (ELA52/2569) are shown on the accompanying diagram along with the position of the old Horseshoe copper-gold mine. Within the new South application there is geological mapping done by past explorers showing a north-south trend of Narracoota Volcanics. This rock unit hosts the Horseshoe copper-gold deposit.

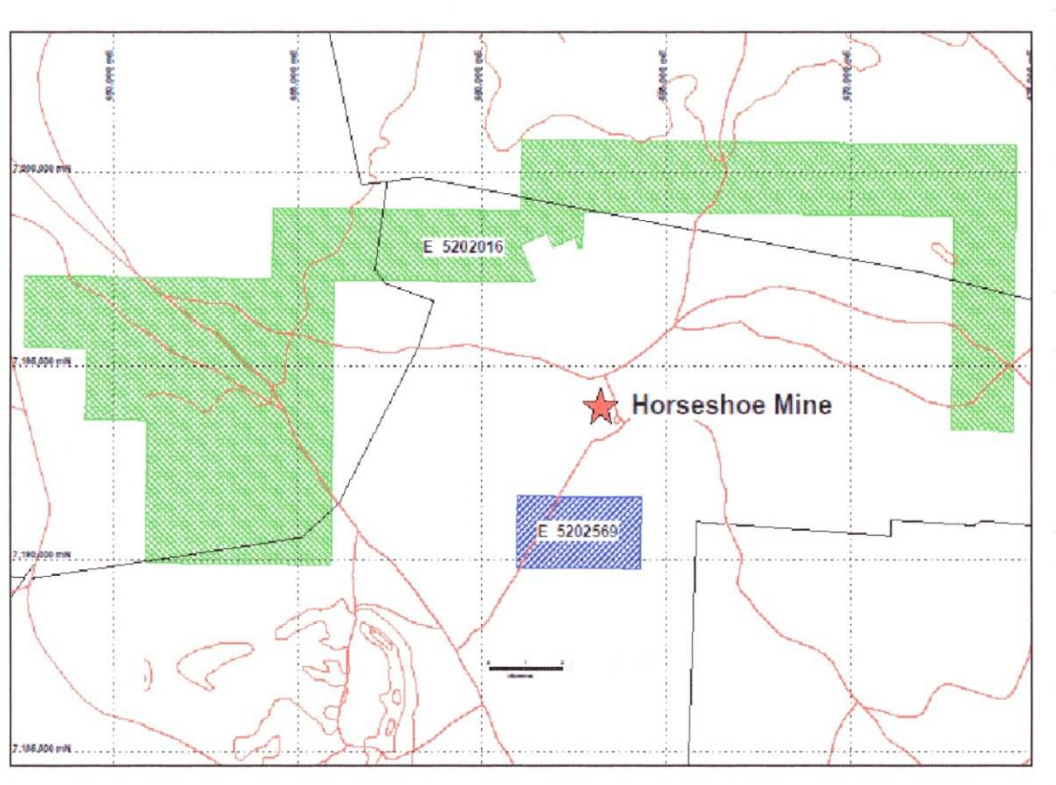


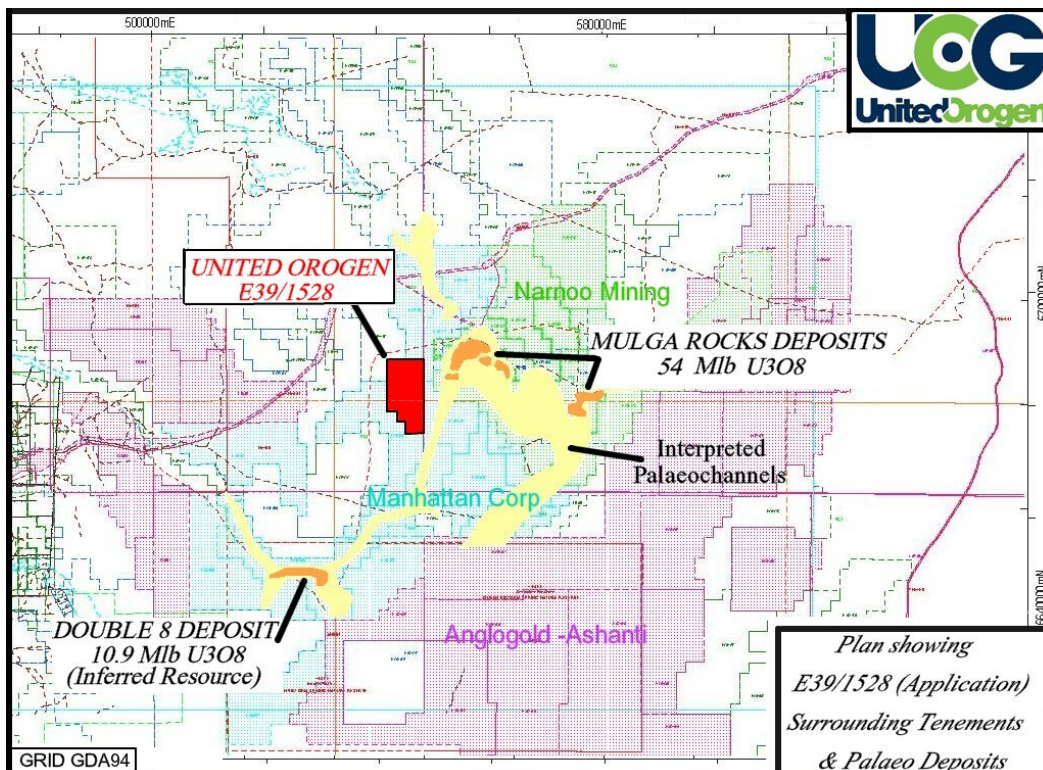
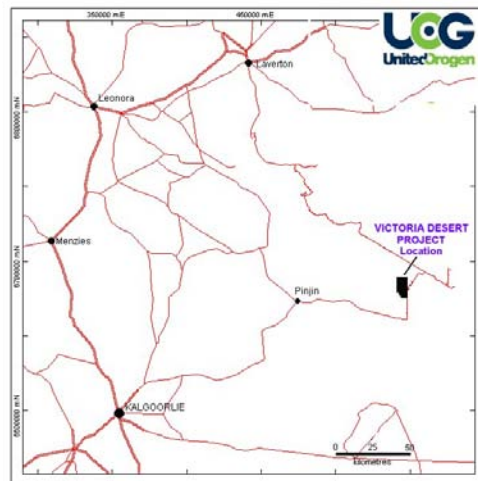
Diagram showing positions of the old Horseshoe Copper-Gold Mine and United Orogen's Tenements that are being explored for Copper-gold Deposits

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Victoria Desert Exploration Licence (ELA 39/1528)

The exploration license covers approximately 75km² and is situated 250km ENE of Kalgoorlie, close to the south east limit of the Archaean Greenstone Belt and the contact with the Albany-Fraser Range. The tenement application lies in an area, where large tenement holdings are held by AngloGold-Ashanti, Narnoo Mining, and Manhattan Corp as shown in the accompanying plan.

PROJECT LOCATION PLAN



The area is covered by Aeolian sands with no outcrop however previous explorers have determined the existence of granite and greenstone with mafics and ultramafics encountered in shallow drilling. The tenement is highly prospective for gold with the presence of an unexplained NW trending magnetic high and several gold anomalies located in previous vacuum and aircore drilling.

The presence of the Mulga Rocks uranium deposit 6km to the NE and the Double 8 deposit 30km to the SW also highlights the potential for uranium within the tenement.

W.E.Bannister AWASM, MSc

Managing Director

The information within this report as it relates to geology and mineral resources was compiled by the Managing Director, Mr. William Bannister. He has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration 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, the JORC Code". Mr. Bannister consents to the inclusion in the report of matters based on information in the form and context which it appears.
