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3 June 2004

The Manager
Australian Stock Exchange Limited
Level 4
20 Bridge St
Sydney, NSW.

Attention Ms Marian Tang

Dear Marian,

DIZON PROJECT, LUZON ISLAND, PHILIPPINES

The tailings tonnage and contained metal as reported in our announcement of Wednesday 2nd June 2004, whilst publicly reported, have not been qualified by a Competent Person in accordance with the JORC Code and Chapter 5 of the ASX Listing Rules.

The Company retracts the use of the word "resource" and the reported tailings tonnage and contained metal in reference to the Dizon tailings as placed within their announcement to the ASX.

In referring to the Dizon tailings the Company's intention was to advise that, in the opinion of the Company, the nature of the tailings was considered prospective for prompt development.

It was never the intention to imply that a JORC Code compliant Mineral Resource existed for the Dizon tailings. The work program referred to in the announcement of drilling and testwork may lead to such a classification, but the Company does not currently consider or maintain the tailings as JORC Code compliant.

Yours faithfully,

Geoff Davis
Managing Director