



COMPANY UPDATE
GIDGEE & MT GIBSON PROJECTS

May 2006

Key Points



PEOPLE

Experienced Team

PROJECTS

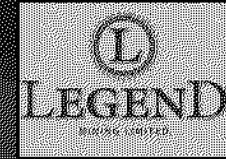
Outstanding Exploration Upside

- Gidgee Western Trend (Au)
- Mt Gibson Base Metal System (Zn-Cu)

CASH

Plus \$8M (Post Capital Raising)

People



Chairman

Michael Atkins

Managing Director

Mark Wilson

Technical Director

Bob Perring

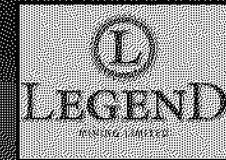
Non-Executive Director

Dermot Ryan

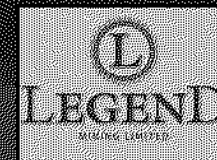
Exploration Manager

Derek Waterfield

Dedicated Exploration Team



Position – 31 March 2006



Shares 458,578,322

Options 20,900,000

Cash \$2M

Loans

- Convertible Note: \$5M
(125M shares + 125M options at 4cents)
- Cash Loan: \$3M
(repay May 2006)
- Equity Backed Bond Facility: \$3.145M

New Position – June 2006



Shares 861,437,644

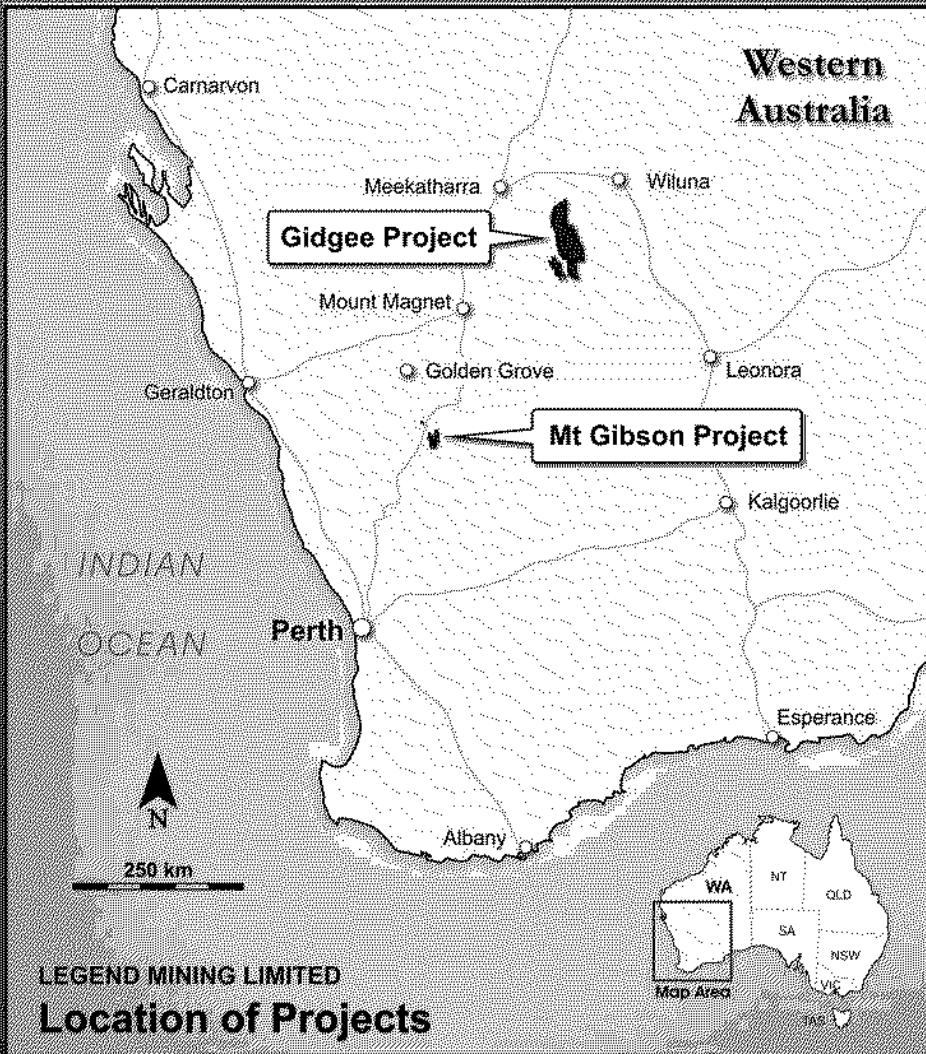
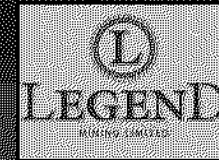
Options 303,909,440

Cash Plus \$8M

Capitalisation \$34.4M at \$0.04/share

Loans \$3.1M (Environmental Bond Facility)

Projects -Location



Opportunity

Greenfields Discovery

+

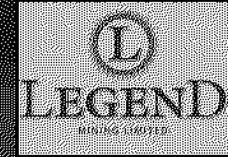
Established Resources and Infrastructure

Gold Resources (Leverage)

Gidgee 510,000 oz.

Mt Gibson 559,000 oz.

TOTAL 1,069,000 oz.



Exploration Key Points

KEY EXPLORATION STRATEGY

Explore within terrains that have a track-record of high-impact discoveries.

RISK PROFILE

Focus on high-reward opportunities at lowest possible risk.

DISCOVERY

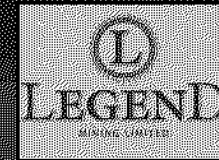
Know the footprint of your minimum target size.

Recognise success early.

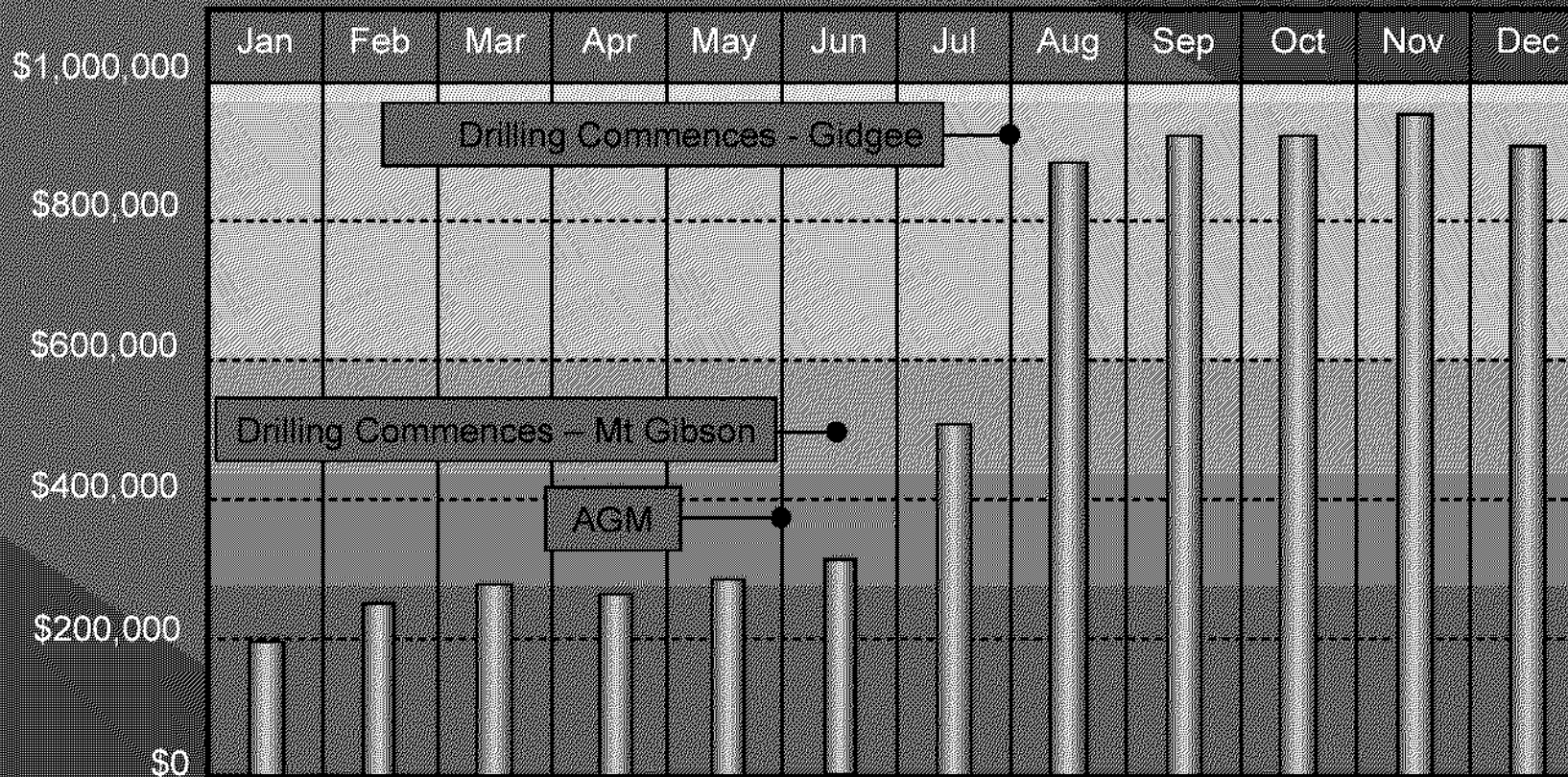
AGGRESSIVE EXPLORATION

Time is money.

Exploration Expenditure

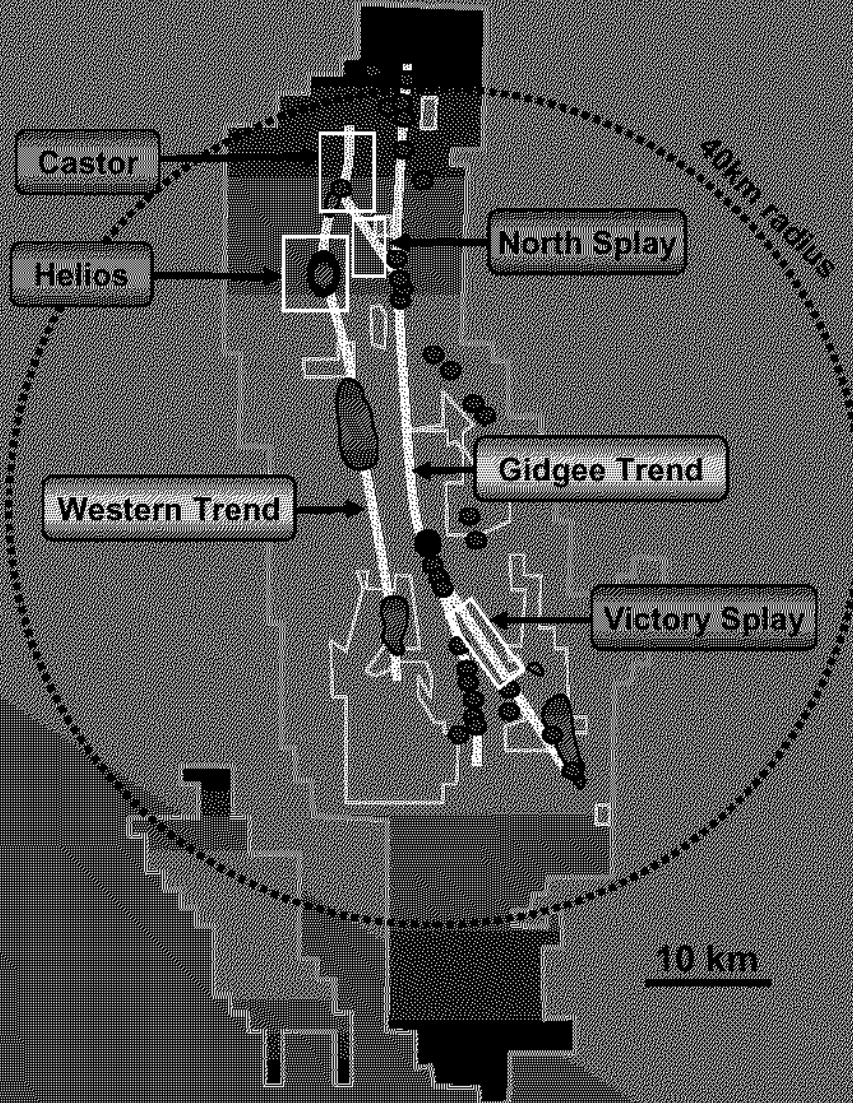
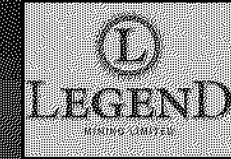


Forecast Rate of Exploration Expenditure - 2006



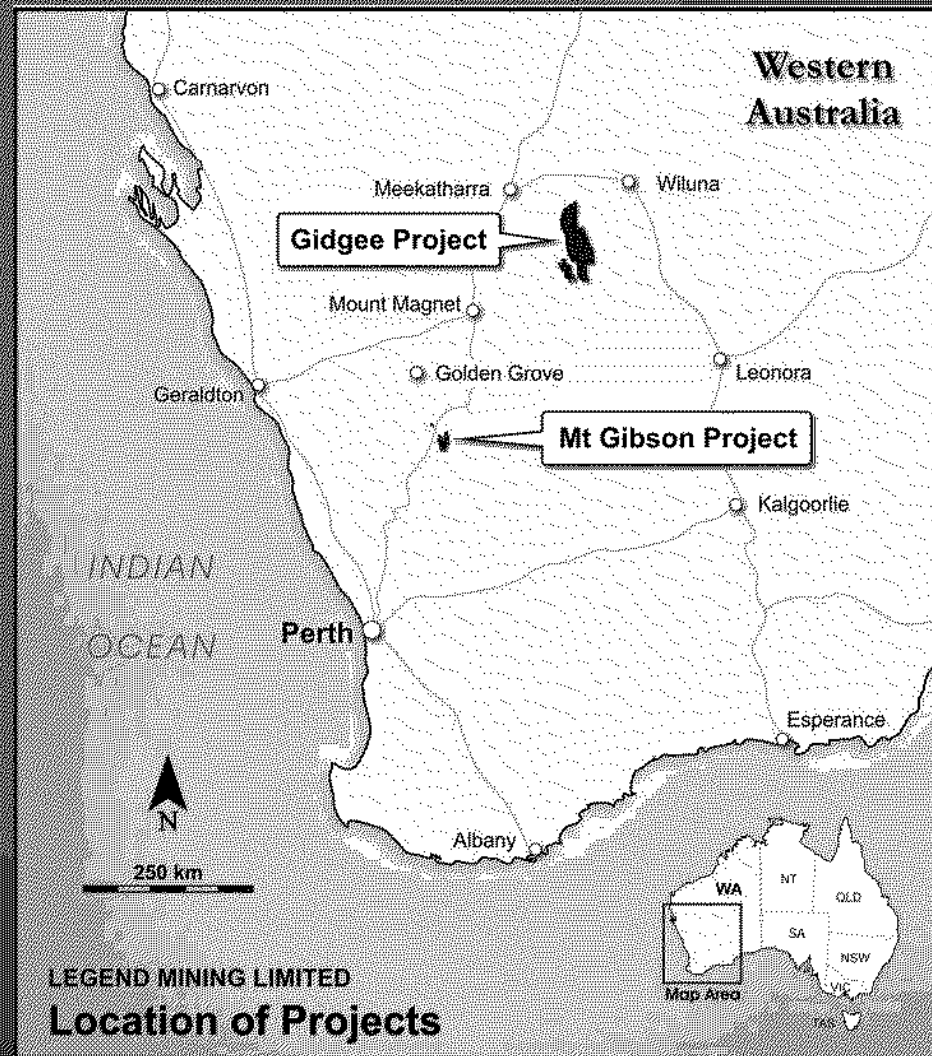
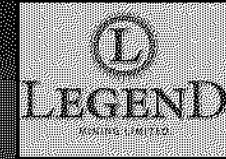
Subject to completion of proposed capital raising to be put to shareholders at AGM on 30 May 2006

Priority Gold Target Areas

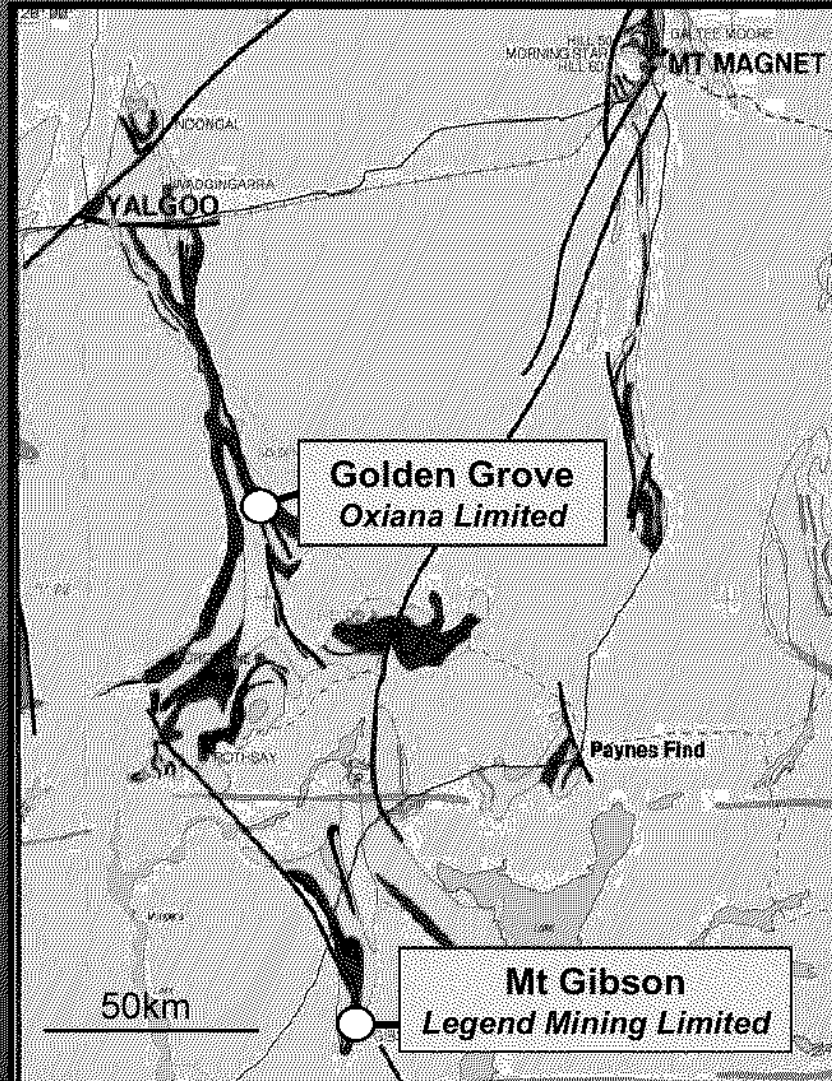
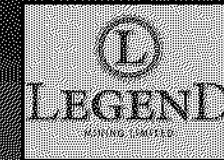


	Gold Prospect or Mine
	Legend Project Area
	Land Held by Others
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	Structural Trend
	Internal Granitoid
	Gidgee Mill
	Priority Target Area

Projects - Location



Mt Gibson - District



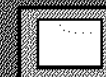
Golden Grove

Resource: 17.0Mt @ 5.9% Zn, 1.9% Cu,
1.3g/t Au

One of the top 15 Volcanic-Hosted
Massive Sulphide (V-HMS) deposits in
the world

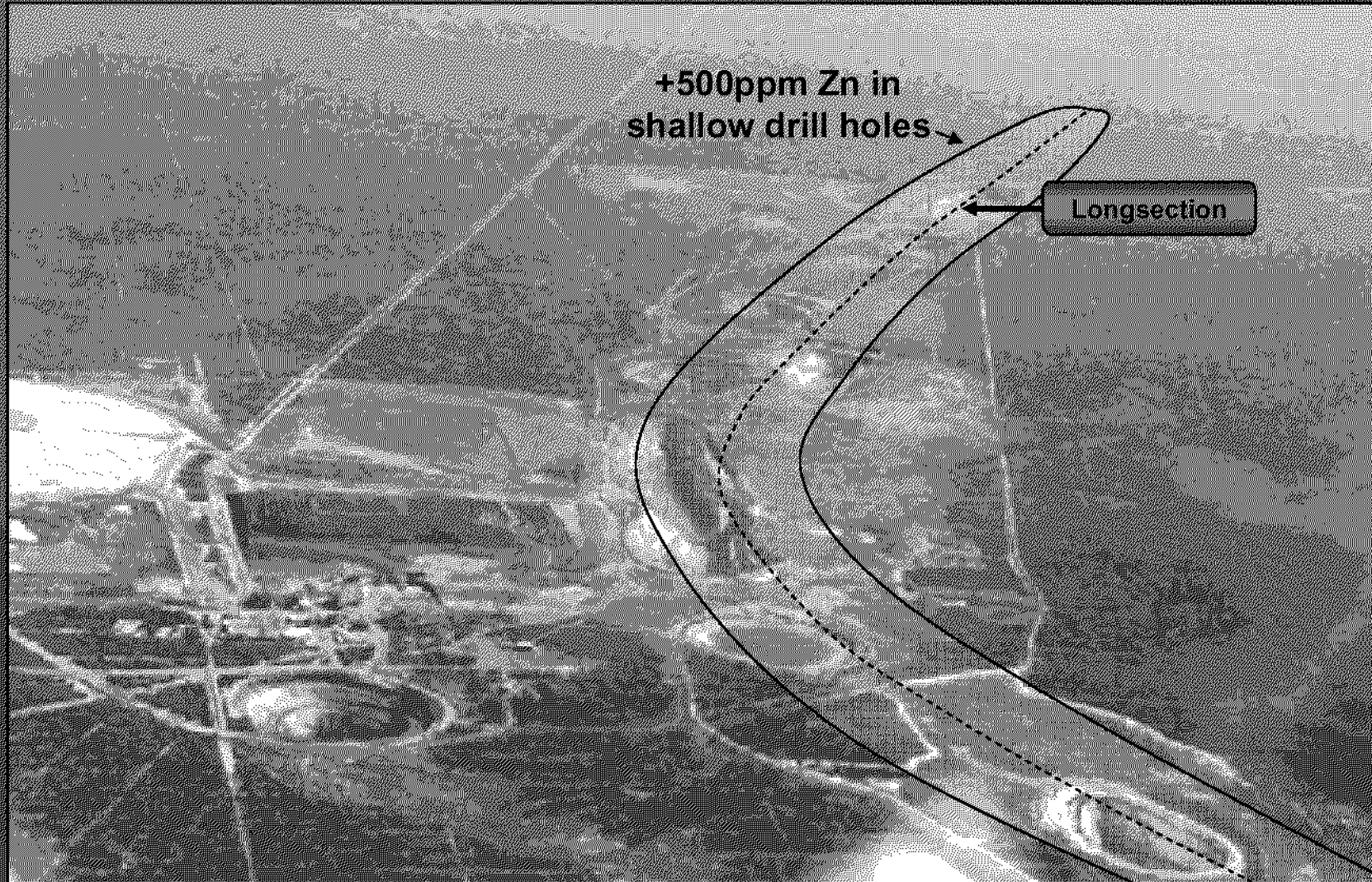


Greenstone Sequence

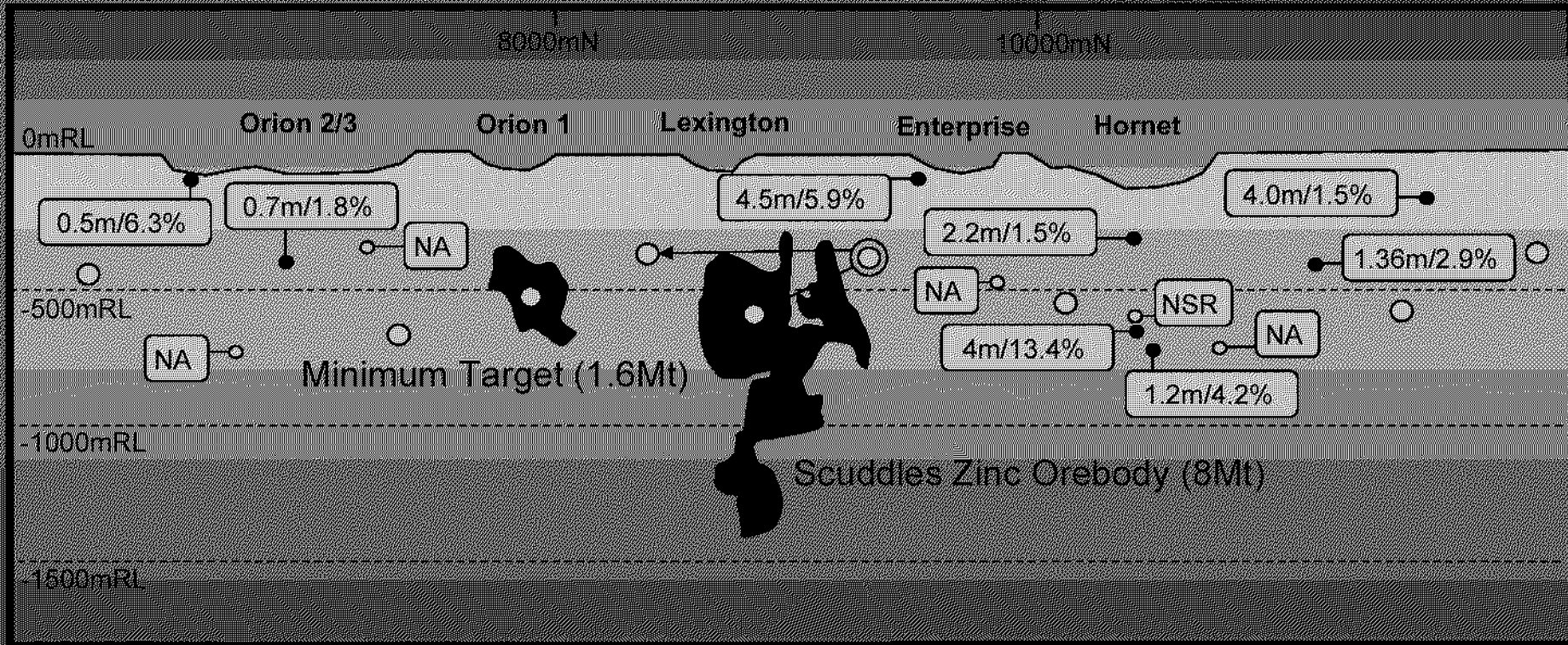
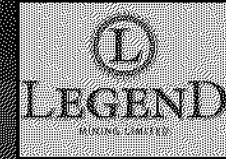


Granite

Mt Gibson Mine Area



Mt Gibson - Longsection

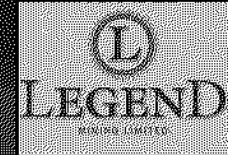


Minimum Target Size

400m x 200m x 8m x 3.4SG = 1.6Mt

- 0.7m/1.85% Completed Hole (metres/zinc %)
- NA Hole Not Assayed
- NSR Hole Assayed – No Significant Result
- Planned Hole

Key Points



PEOPLE

Experienced Team

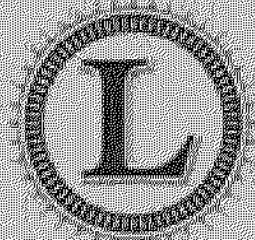
PROJECTS

Outstanding Exploration Upside

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LEGEND

MINING LIMITED