

AL MAYNARD & ASSOCIATES Pty Ltd

Consulting Geologists

www.geological.com.au

(ABN 75 120 492 435)

9/280 Hay Street,
SUBIACO, WA, 6008
Australia

Tel: (+618) 9388 1000
Fax: (+618) 9388 1768

Mob: 04 0304 9449
al@geological.com.au

Australian & International Exploration & Evaluation of Mineral Properties

Detrital Iron Deposits - Cashmere Iron Project, WA.

The Cashmere tenements contain a number of detrital iron deposits (DID). There are JORC Code compliant Indicated Resources totalling 42 million tonnes (37.8% Fe) and other identified iron targets yet to be drilled.

The Resources comprise iron-enriched pisolite and banded iron detritus in a matrix of goethite, limonite and clay. Iron deposit morphologies consist of palaeo-drainage channels and terraces plus more recent, consolidated alluvial fans along the flanks of the BIF ridges.

Dave's Find- Area 3, is an example of a pisolitic debris-fan that has yielded results of 56.6% Fe, 10.7% SiO₂ and 4.98% Al₂O₃ after crushing and dry screening at 2mm. The recovery was very high at 84.1% by weight. Wet screening resulted in further upgrading to 58.14% Fe (59.56%Fe-Loi) 9.15% SiO₂, 4.4% Al₂O₃. Recovery was still high at 71.44%.

This provides a demonstrated potential for over 30 million tonnes of DSO (Direct Shipping Ore) product from the current known Detrital Resources at Cashmere.

Blending of DSO from various sources within Cashmere's tenements is also a viable consideration in further upgrading the end product.



Allen J. Maynard

Al Maynard & Associates Pty Ltd

Competent Persons Statement

The information in this report which relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Allen Maynard, who is a Member of the Australian Institute of Geosciences ("AIG"), a Corporate Member of the Australasian Institute of Mining & Metallurgy ("AusIMM") and independent consultant to the Company. Mr Maynard is the Director and principal geologist of Al Maynard & Associates Pty Ltd and has over 35 years of exploration and mining experience in a variety of mineral deposit styles. Mr Maynard 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, Exploration Targets, Mineral Resources and Ore Reserves". (JORC Code). Mr Maynard consents to inclusion in the report of the matters based on this information in the form and context in which it appears.