



4th April 2011

Sebastian Bednarczyk
Adviser, Listings (Perth)
Australian Stock Exchange Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

By facsimile: 9221 2020

Dear Sebastian,

RESPONSE TO PRICE QUERY

We refer to your facsimile dated 4 April 2011 with respect to the subject matter and respond to your queries in the same order as raised:

1. The Company is not aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company;
2. Not applicable;
3. The Company's 31 March 2011 options have now expired. As a result there have been significant amounts of monies received by the company progressively up to expiry date as a result of the exercising of these options. Once all reconciliations have been completed and cleared funds are available all outstanding shares will be issued and unexercised options will lapse. The company will then no longer have any options outstanding within its capital structure.

Also as previously announced on the 17th March, the Company is expecting the confirmation of a JORC Indicated Resource by the end of April 2011.

4. The Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Yours faithfully,

A handwritten signature in blue ink, appearing to read "Ranko Matic", is written over a light blue horizontal line.

Ranko Matic
Non Executive Director
Company Secretary