

## **CORPORATE INITIATIVES – NORTHERN TERRITORY**

The Board of Truscott Mining Corporation limited has made a strategic decision that, for the foreseeable future, the Company will concentrate all its operational activities in the Northern Territory of Australia.

The decision has been prefaced on a number of considerations including the understanding that large tracts of the Northern Territory remain relatively unexplored and exhibit potential for new discoveries.

In addition to geological considerations, the legislative framework and the support provided by the Territory Government is an incentive to exploration and mining companies to focus on the region.

As a consequence of the decision to adopt a Northern Territory operating regime, the company is in the process of finalizing the acquisition of a new project area in the Northern Territory and divesting itself of its Western Australian Nullagine project.

The incoming Explorer Project area comprises two Exploration Licenses ('ELs') specifically EL25881 of 210.70km<sup>2</sup> and EL26145 of 24.68km<sup>2</sup> located within the Halls Creek Mobile Belt, Northern Territory.

The region in which the new project area falls has recently received increased technical interest. The Halls Creek Mobile Belt that underlies the tenure is now more widely recognised as having been an active zone between the Kimberly-Pine Creek block and the Tanami-Tennant Creek block to the East. The project area will be explored for its potential to host uranium or base metal style mineralisation.

As a result of the company participating in the recent Northern Territory Government trade delegation to China, the company has been able to attract the interest of a number of Chinese companies. On the basis of commodity mix and propensity to participate at early or late stage exploration, different exploration projects are of primary interest to potential investors.

Several Chinese companies, each with differing corporate objectives, are currently on the ground in the Northern Territory undertaking assessment work on the company's exploration and mining leases.

**Peter N Smith**  
**Executive Chairman**

**Competent Person:** *The contents of this report that relate to geology and exploration results are based on information reviewed by geologist Kevin Alexander, who is a Member of the Australasian Institute of Mining and Metallurgy, and a Member of the Australian Institute of Geoscientists. He has sufficient experience relevant to the style of mineralisation and types of deposit under consideration and to the activity being undertaken 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. Kevin Alexander consents to the inclusion in this report of the matters compiled by him in the form and context in which they appear.*

