

Continuous Disclosure Policy

Policy: It is the policy of the Company to fully comply with disclosure obligations contained in the Listing Rules of the Australian Stock Exchange Limited (ASX).

Aim: The aim of the continuous disclosure reporting system is to ensure that the officers responsible for making disclosure decisions have available to them:

- the information they require to perform their duties and comply with the law;
- the information is provided in time to enable them to take whatever action is appropriate; and
- the information is in an easily understood format.

Procedure: The system is designed to ensure that the Disclosing Officer is not flooded with innumerable reports. It is designed to ensure that those who may be aware of disclosable matters have clear lines through which to report them.

The Company's current activities fall into two areas of activity: corporate and mineral processing and refining. Each of these activities can give rise to a reportable incident. The Responsible Officers for these activity areas are:

- Corporate – Chairman
- Mineral Processing and Refining – CEO

There are some matters or incidents that would need to be reported immediately whilst other could be reported as part of the monthly report. If a doubt exists it should be reported to the Disclosing Officer for a decision.

The aim of the reporting system is to ensure that the Disclosing Officer is informed of anything which:

- a reasonable person would expect to have a material effect on the price or value of the Company's securities; or
- would, or would be likely to, influence persons who commonly invest in securities in deciding whether or not to subscribe for, buy or sell the securities.

An element of judgement is required as to whether a result or an incident should be reported. The rule of thumb is "if you were a shareholder, a director, a broker or an investor, would you want to know about it?"

Examples of matters that prima facie should be reported include:

Corporate:

- Results that do not meet market expectations

- Litigation including such matters as breach of contract, disputed tax assessment, wrongful dismissal claims, etc
- Industrial action
- Breach of banking covenants
- Death or long-term disablement of a senior officer
- Material write-downs/ups in the Company's assets
- Fraudulent or criminal activity in the conduct of the Company

Mineral Processing And Refining:

- Results that do not meet market expectations
- Environmentally damaging discharge by the Company or its contractors
- Penalties being imposed by a regulatory authority for non-compliance of environmental or other regulations
- Operating results that could have a material effect on the value of the Company's securities.

The Disclosing Officer will enter all matters reported in a register established for the purpose. The entry will include the date of the incident and a description, the date of the entry and what action was taken. If the incident was not reported to the ASX then the basis on which that decision was made should also be entered.

The Disclosing Officer is to report all entries in the register to the Board for a decision on whether the matter should be reported to the ASX. The Board will also meet to deal with any false market issues and requests for information by the ASX pursuant to Listing Rule 3.1B

The Disclosing Officer is to be provided with copies of new or revised presentations to enable the content to be vetted for any information not previously released to the market that a reasonable person would expect to have a material effect on the price or value of the Company's securities or would be likely to influence persons who commonly invest in securities in deciding whether or not to subscribe for, buy or sell the securities. Any such information identified is to be released to the ASX and placed on the Company's web site.

To ensure the system is properly established and administered and as a result can be relied on, the external auditor will be asked as part of the annual audit to review the system and comment on its effectiveness.

Disclosing Officer:

The Disclosing Officer is the person responsible for communicating with the Australian Stock Exchange. The Disclosing Officer of the Company is the Company Secretary.