

HIGH GRADE OUTCROPPING BASE METALS DISCOVERED AT HARASIB II

HARASIB II CHANNEL SAMPLING

Thick high grade intercepts of lead and zinc mineralisation have been returned from channel sampling across the Harasib II prospect, Ongava Project, Namibia. Best intercepts include:

HBTR003 22 m @ 21.18% Pb+Zn (13.43% Zn + 7.75% Pb), 37.25 g/t Ag, 0.12% Cu

HBTR004 42 m @ 10.42% Pb+Zn (8.62% Zn + 1.81% Pb), 10.99 g/t Ag, 0.06% Cu
including 15 m @ 22.35% Pb+Zn (19.16% Zn + 3.19% Pb), 25.57 g/t Ag, 0.15 % Cu

HBTR005 29 m @ 5.97 % Pb+Zn (5.32 % Zn + 0.64 % Pb), 9.81 g/t Ag, 0.11% Cu
including 5 m @ 12.89 % Pb+Zn (12.41 % Zn + 0.47 % Pb), 28.70 g/t Ag, 0.38 % Cu

HBTR006 40 m @ 6.41 % Pb+Zn (5.80 % Zn + 0.61 % Pb), 15.60 g/t Ag, 0.25 % Cu
including 8 m @ 12.34 % Pb+Zn (12.28 % Zn + 0.06 % Pb), 5.37 g/t Ag, 0.05 % Cu

All intercepts and channel sampling details are listed in Appendix 1.

Mineralisation is partially oxidised in outcrop, tightly constrained in plan view and has sharp contacts with the host rock sequence. Harasib II is considered to be a Mississippi Valley-Type zinc, lead and silver deposit.

The mineralisation is open to the south west. Follow-up channel sampling is underway, in conjunction with detailed geological mapping, to determine the full extent of outcropping mineralisation.

An historic underground adit and tunnel system exploits some of the mineralisation about 50m below the outcrop. staff inspected the workings and noted significant visually identifiable mineralisation. Surveying, geological mapping and wall sampling of the workings will be undertaken as soon as possible.

Harasib II is located on top of an accessible but rocky hill. Options for drilling include use of a man portable rig at surface and an underground rig in the adit.

The discovery of high grade lead, zinc, and silver at Harisib II demonstrates the enormous potential of the Ongava poly-metallic project. Harisib II complements previous discoveries and ongoing work programmes at Kaskara, Border and Driehoek.

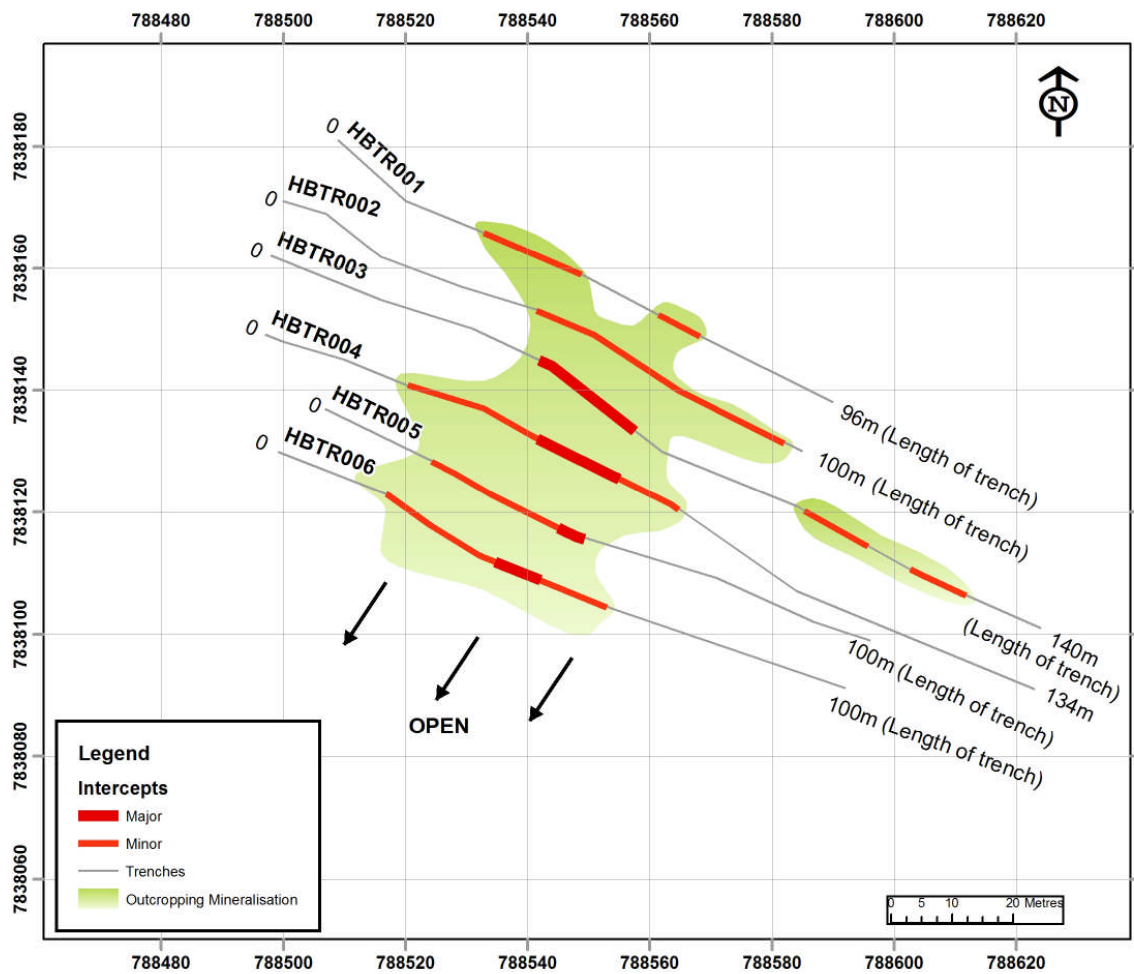


Figure 2 - Outcropping mineralisation and channel sampling at Harasib II

APPENDIX 1
FULL DETAILS OF RECENT CHANNEL SAMPLING AT HARASIB II

HBTR001 (Origin: 33S 788509mE 7838181mN, Azimuth: 115°, Length: 96m)

18 m @ 1.58% Pb+Zn (0.13% Zn + 1.44% Pb), 3.50 g/t Ag, 0.01% Cu from 30m

8 m @ 2.96% Pb+Zn (2.28% Zn + 0.68% Pb), 0.75 g/t Ag, 0.04% Cu from 62m

HBTR002 (Origin: 33S 788500mE 7838171mN, Azimuth: 115°, Length: 100m)

46 m @ 1.57% Pb+Zn (0.96% Zn + 0.62% Pb), 2.43 g/t Ag, 0.01% Cu from 50m

HBTR003 (Origin: 33S 788498mE 7838162mN, Azimuth: 115°, Length: 140m)

22 m @ 21.18% Pb+Zn (13.43% Zn + 7.75% Pb), 37.25g/t Ag, 0.12% Cu from 48m

12 m @ 3.49% Pb+Zn (1.07% Zn + 2.42% Pb), 6.58/t Ag, 0.02% Cu from 100m

10 m @ 2.90% Pb+Zn (0.03% Zn + 2.86% Pb), 4.80g/t Ag, 0.00% Cu from 120m

HBTR004 (Origin: 33S 788497mE 7838149mN, Azimuth: 115°, Length: 134m)

42 m @ 10.42% Pb+Zn (8.62% Zn + 1.81% Pb), 10.99g/t Ag, 0.06% Cu from 32m

including 15 m @ 22.35% Pb+Zn (19.16% Zn + 3.19% Pb), 25.57 /t Ag, 0.15 % Cu from 50m

HBTR005 (Origin: 33S 788507mE 7838137mN, Azimuth: 115°, Length: 100m)

29 m @ 5.97 % Pb+Zn (5.32 % Zn + 0.64 % Pb), 9.81 /t Ag, 0.11% Cu from 20m

including 5 m @ 12.89 % Pb+Zn (12.41 % Zn + 0.47 % Pb), 28.70 /t Ag, 0.38 % Cu from 44m

HBTR006 (Origin: 33S 788499mE 7838130mN, Azimuth: 115°, Length: 100m)

40 m @ 6.41 % Pb+Zn (5.80 % Zn + 0.61 % Pb), 15.60 /t Ag, 0.25 % Cu from 20m

including 8 m @ 12.34 % Pb+Zn (12.28 % Zn + 0.06 % Pb), 5.37 /t Ag, 0.05 % Cu from 42m