



ASX ANNOUNCEMENT

30 January 2015

LAMBOO RESOURCES Limited

ABN 27 099 098 192

ASX: LMB

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QUARTERLY ACTIVITIES REPORT

PERIOD ENDING 31 DECEMBER 2014

HIGHLIGHTS:

McIntosh (Western Australia)

- 3-dimensional interpretation of the VTEM supermax survey completed at Target's 1, 3, 5 and 6 has confirmed large scale, highly conductive, electromagnetic conductors associated with graphitic schist.
- VTEM interpretation continuing to demonstrate that McIntosh has the strong potential to become a very large flake graphite resource.
- 30 - 50 kilometres of graphitic schist strike length potential within the McIntosh tenement package.
- Highly conductive bodies at Target 4 believed to be attributable to copper / nickel mineralisation.

Geumam (South Korea)

- Phase 2 drilling complete at Area C and Area E in Geumam with results currently being compiled.
- Metallurgical testwork on Geumam continuing with comminution and rougher flotation studies now finalised.
- Cleaner flotation studies are targeting a >85% Cg basic concentrate and a >80% recovery rate, leaching studies will target a high-purity >93% Cg graphite concentrate.
- Runge have been engaged to complete a scoping study at Geumam Flake Graphite project in South Korea

Corporate

- Appointment of Mr. Neville Miles as non-executive Director, Mr. Miles will act as interim chairman.
- Appointment of Mr. Tony Cormack as executive Director.

MCINTOSH FLAKE GRAPHITE PROJECT

VTEM 3-DIMENSIONAL INTERPRETATION

Earlier in 2014 Lamboo Resources contracted Geotech Ltd. to complete a VTEM supermax survey over the McIntosh Flake Graphite Project (see Figure 1). A total of 642 line kilometres of geophysical data were acquired during the survey which identified a total of 12 high-priority anomalies. 3-dimensional interpretation of the VTEM data for Target 1, 3, 5 and 6 has been completed by geophysical consultant Russell Mortimer working through Southern Geoscience Consultants (SGC).

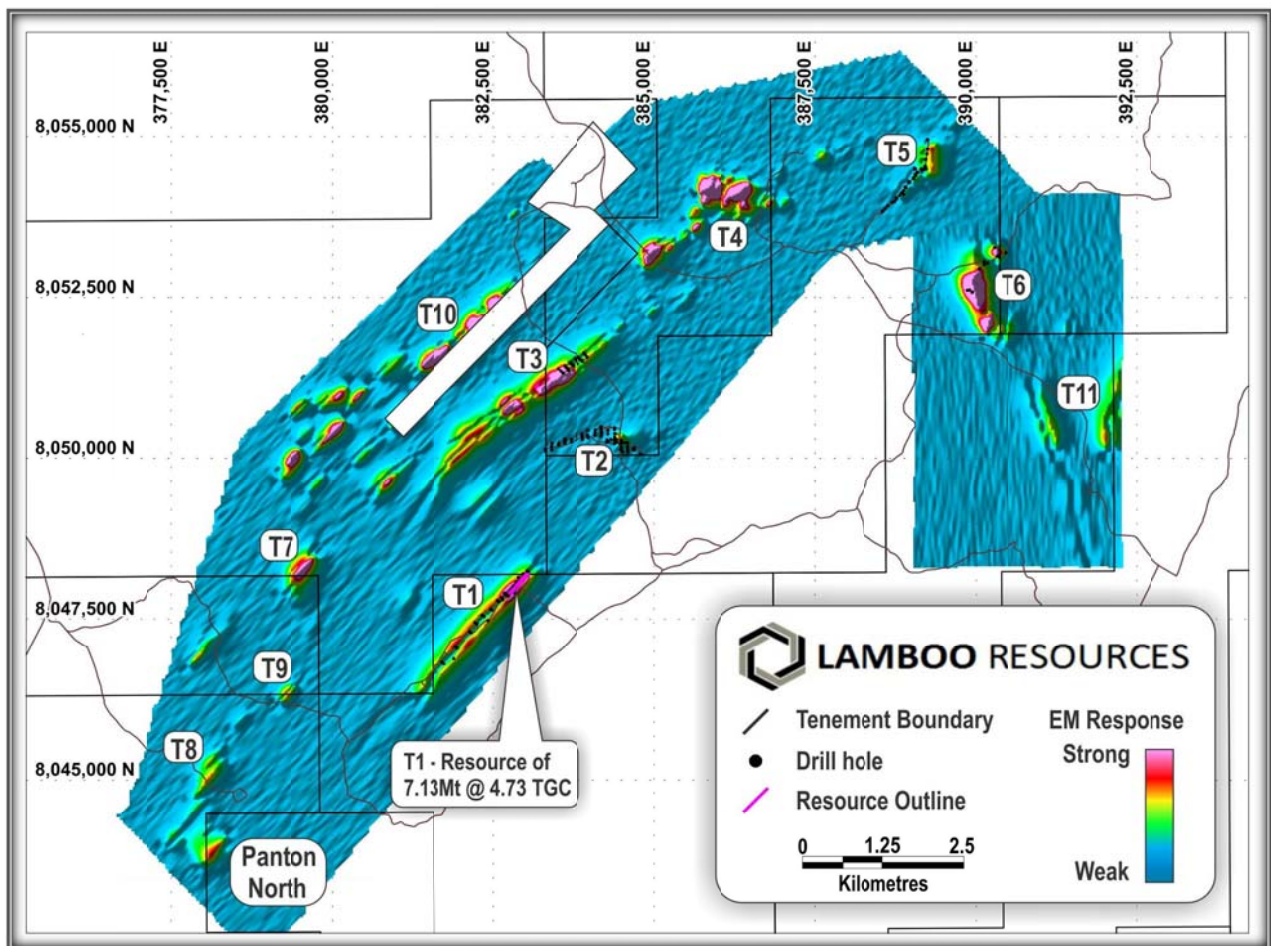


Figure 1: Final processed VTEM supermax imagery (channel 49BZL) of the McIntosh Flake Graphite Project

East Kimberley, Western Australia.

The interpretation completed at Target's 1, 3, 5 and 6 has confirmed large scale, highly conductive, electromagnetic conductors associated with graphitic schist. Target areas 1, 2, 3, 5 and 6 have had exploration drilling completed confirming the presence of flake graphite schist. The VTEM supermax interpretation is continuing to demonstrate that the McIntosh Flake Graphite Project has the strong potential to become a very large flake graphite resource.

The 3-dimensional VTEM interpretation at Target 1 is a very robust model, with clear indication of areas of thickness in the graphite unit apparent with the observed signature specifically in the main Target 1 resource area and a local zone approximately 1 kilometre south-west of the main resource area. Stronger conductance values $>300S$ are defined by the purple model plates and $<300S$ as defined by the red model plates (see Figure 2 and 3).

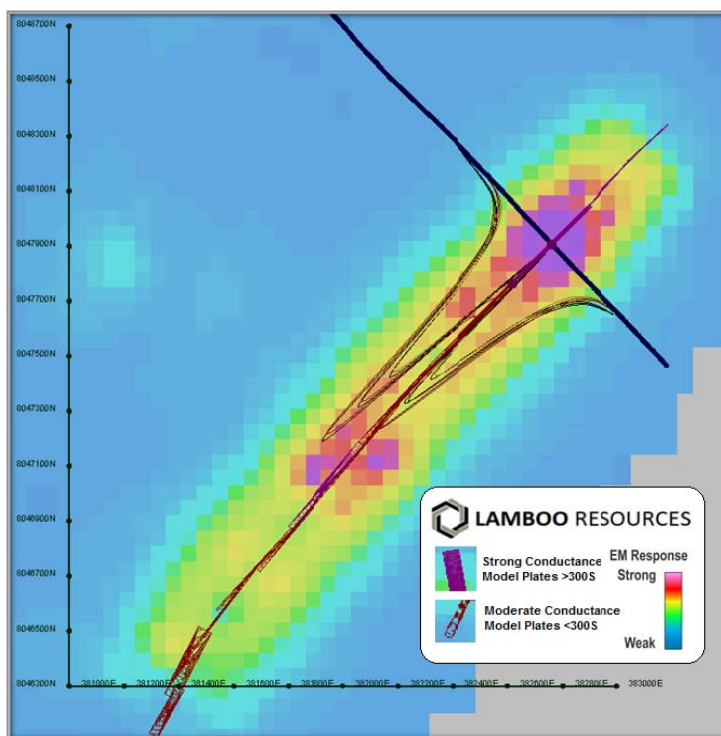


Figure 2: Plan view of the Target 1 anomaly (channel 49BZL) with model plates.

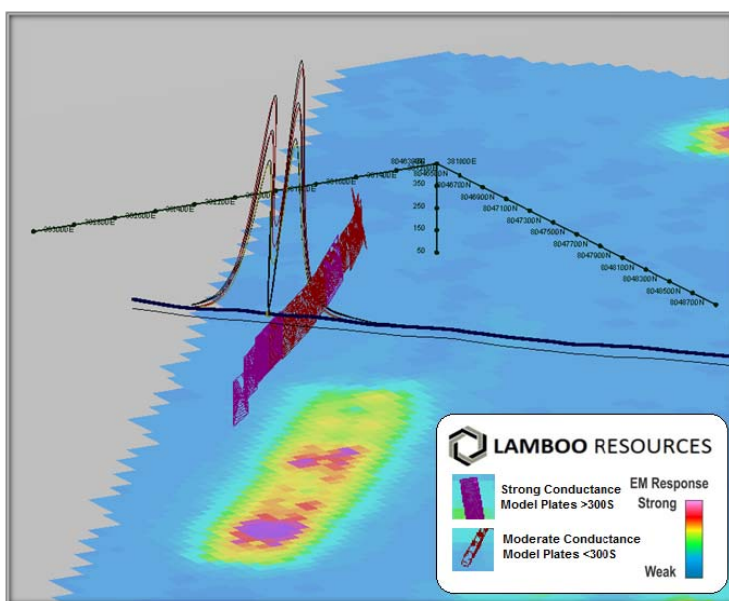


Figure 3: South-west looking oblique view of the Target 1 anomaly (channel 49BZL) with model plates.

The main north-east zone of the Target 5 prospect area defines a tight antiformal fold closure according to the forward modelling of the VTEM, high conductance of $>300S$ as denoted by the purple model plates. South-west of this main conductive zone disjointed, more localised conductive plates of somewhat lower conductance $<300S$ denoted by the red model plates (see Figures 4 and 5).

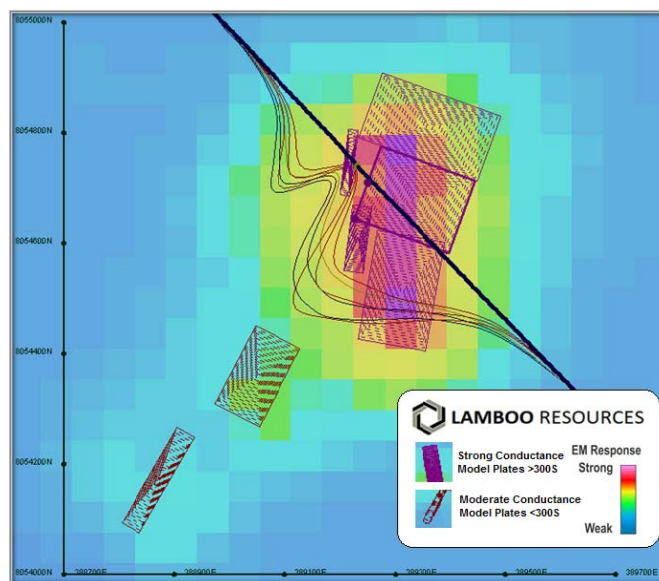


Figure 4: Plan view of the Target 5 anomaly (channel 49BZL) with model plates.

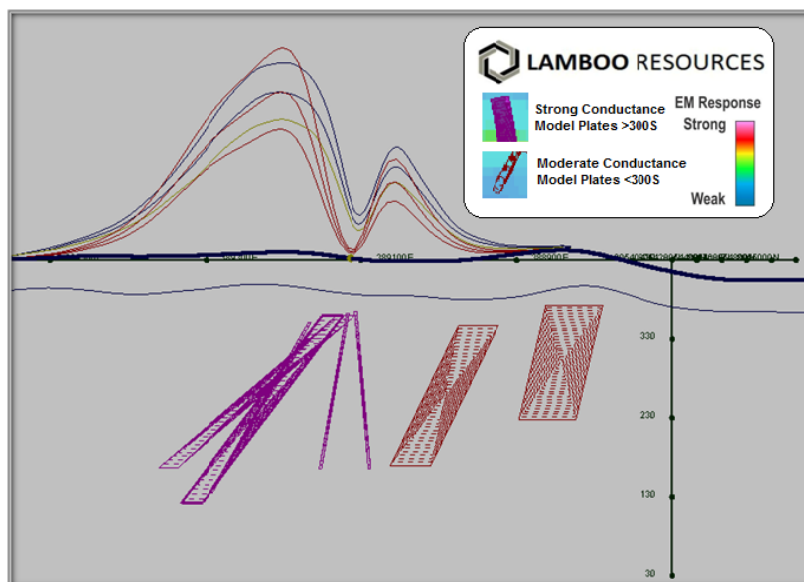


Figure 5: North-west looking oblique view of the Target 5 model plates.

A reasonably complex series of dominantly thick plate / block model conductors were generated for the core section of Target 6. VTEM data supports the presence of a folded antiformal hinge zone being present with multiple limbs / bodies being present. Additional graphite units / bodies may be below these modelled units. The majority of the core sequence has stronger conductance levels at >300S as denoted by purple model plates with <300S model plates at the peripheral sections in the southern end (see Figure 6 and 7).

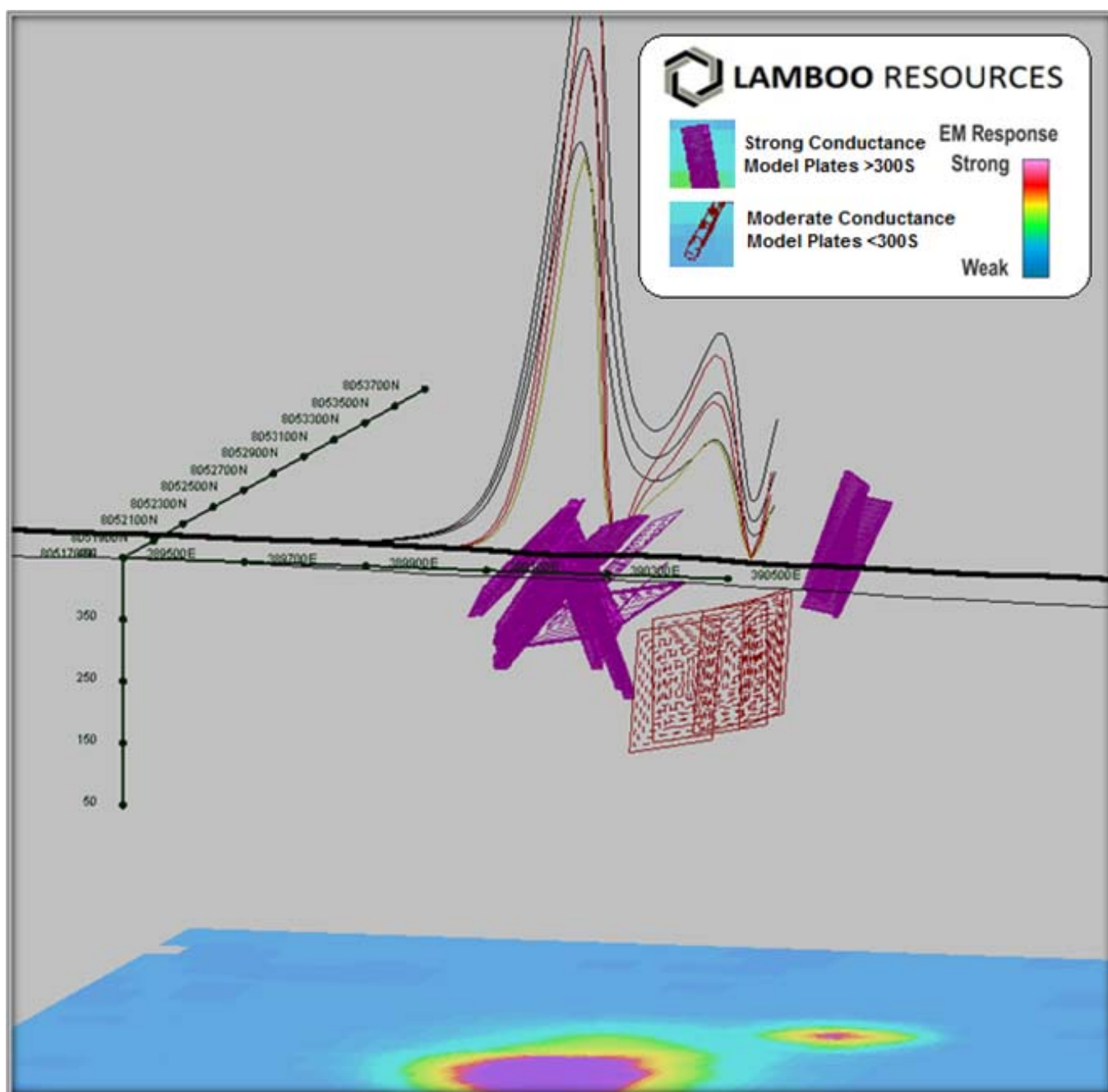


Figure 6: North-north-west looking oblique view of the Target 6 anomaly (channel 49BZL) with model plates.

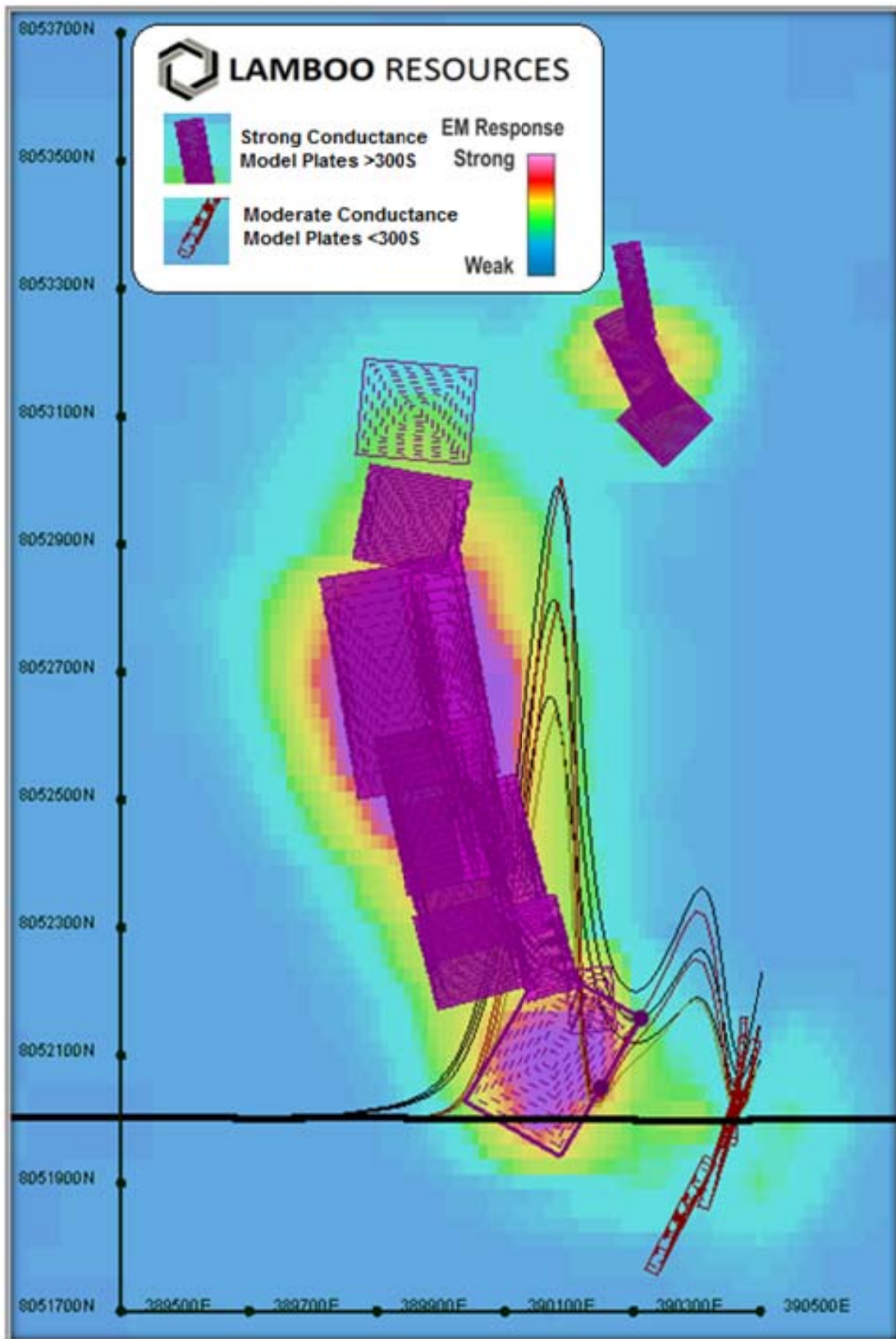


Figure 7: Plan view of the Target 6 anomaly (channel 49BZL) with model plates.

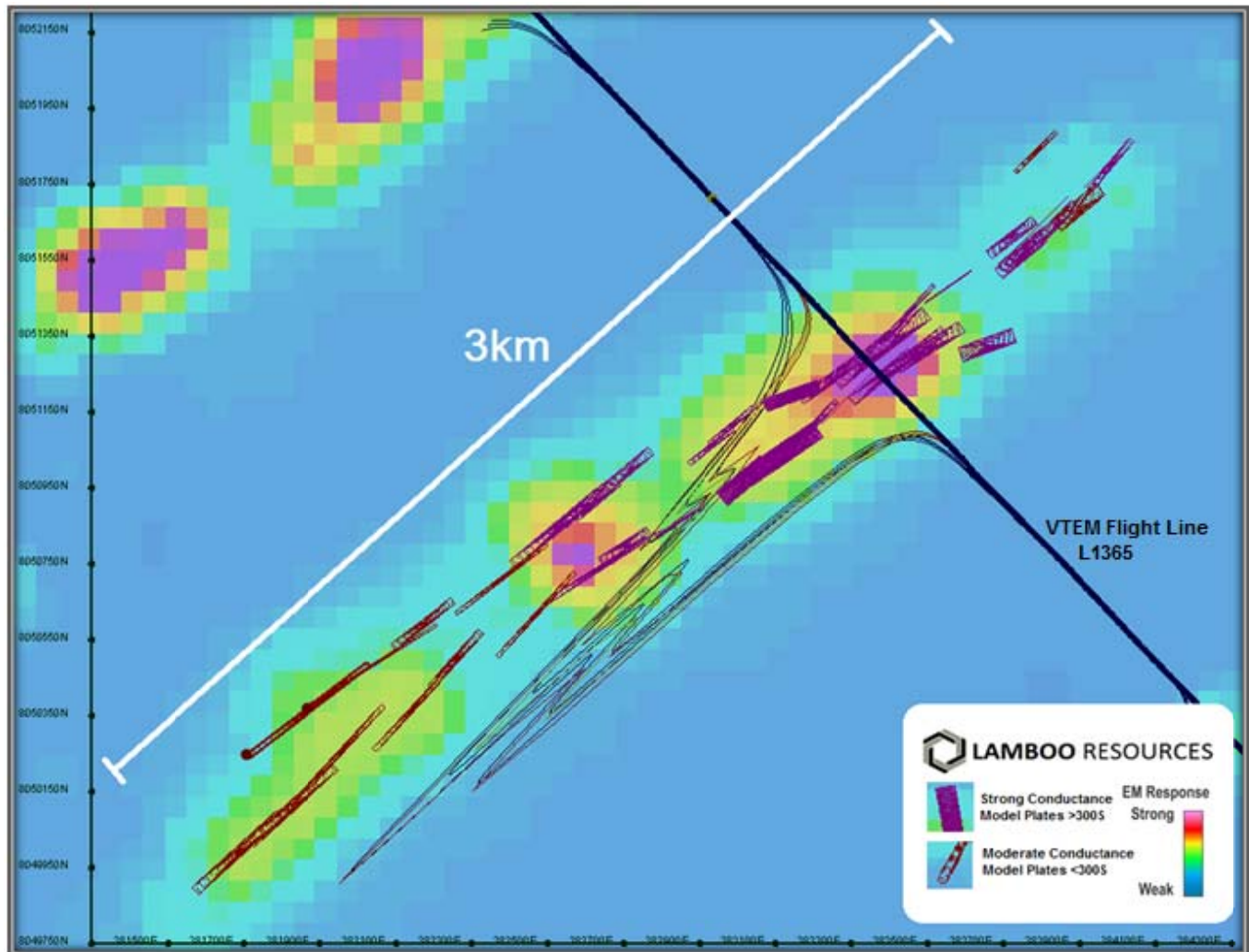


Figure 8: Plan view of the Target 3 anomaly (channel 49BZL) with model plates.

VTEM modelling of the Target 3 prospect highlights the presence of a broad conductive sequence bounded by sub-vertical conductors at closer spacing in the north-east sector. Presence of additional conductors within the two bounding modelled conductive units is apparent. The area of strong conductance area (purple model plates) alone represents a strike length potential in excess of a kilometre having strong potential to host flake graphite schist.

Planned drilling at the end of the wet season will focus in the area with the strongest modelled conductance centred along the VTEM flight line L1365 (see Figures 8 and 9) and the surrounding south west section where thick plate models are present. High conductance of $>300S$ is denoted by the purple model plates and $<300S$ denoted by the red model plates. The total strike length potential at Target 3 is in excess of three kilometres.

The synformal fold hinge at Target 3 has a south westerly plunge, meaning the fold hinge gets deeper towards the south west of the Target 3 area. The depth of the fold hinge is estimated to be approximately 150m below the surface in the north east, plunging down to approximately 400m below the surface in the south west of the prospect.

This large regional scale folding at Target 3 has also undergone significant faulting, potentially being associated with a large scale thrusting event. These structures are seen as an important driver of higher grade / larger flake graphite mineralisation, it is these structural environments that will be the focus of all future exploration activities.

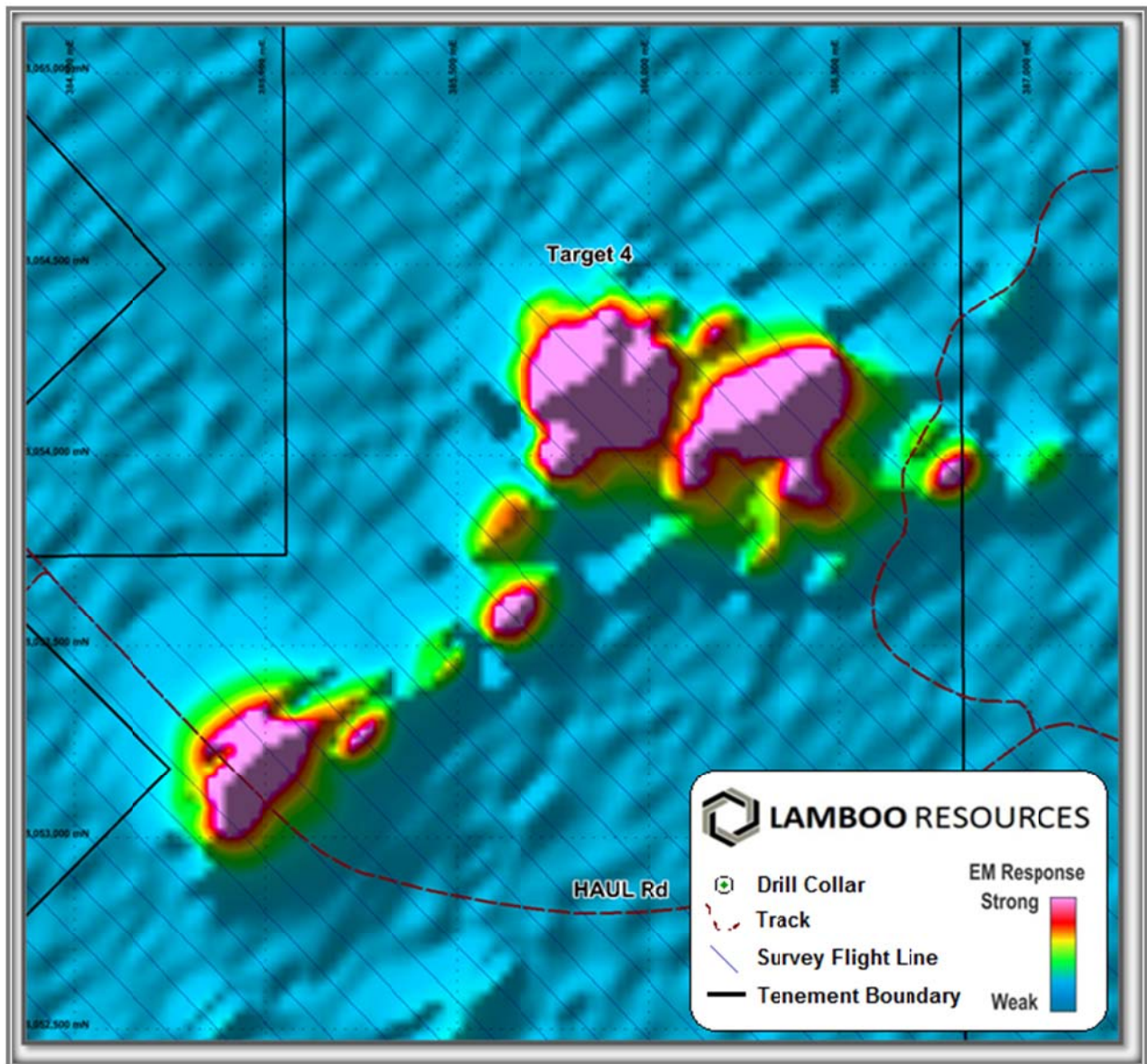


Figure 10: Target 4 anomaly (channel 49BZL) with VTEM flight lines .

VTEM supermax imagery of the Target 4 - Melon Patch prospect has identified large highly conductive bodies believed to be associated with the presence of copper and nickel (see figure 10). The Geological Survey of Western Australia's 1:100,000 mapping of the Target 4 - Melon Patch prospect has recorded a biotite bearing olivine gabbro-norite associated with the Sally Downs supersuite of the layered gabbroic McIntosh Sill intrusion. A geochemical sampling program completed by Thundelarra as reported in a 2005 open file report identified a broad zone of anomalous copper and nickel, this zone correlates extremely well with the highly conductive bodies identified by the VTEM imagery. Copper values of >500ppm were recorded in soil and 250 to 500ppm in rock chip. Nickel values ranged between 80 to 250ppm recorded in soil samples.

EXPLORATION POTENTIAL

Lamboo Resources has an extensive tenement package surrounding the McIntosh Flake Graphite Project area having strong potential to contain economic flake graphite mineralisation. To date Lamboo has not completed any exploration drilling but field observations along with geological mapping have confirmed the EM anomalies are most likely contributable to flake graphite schist.

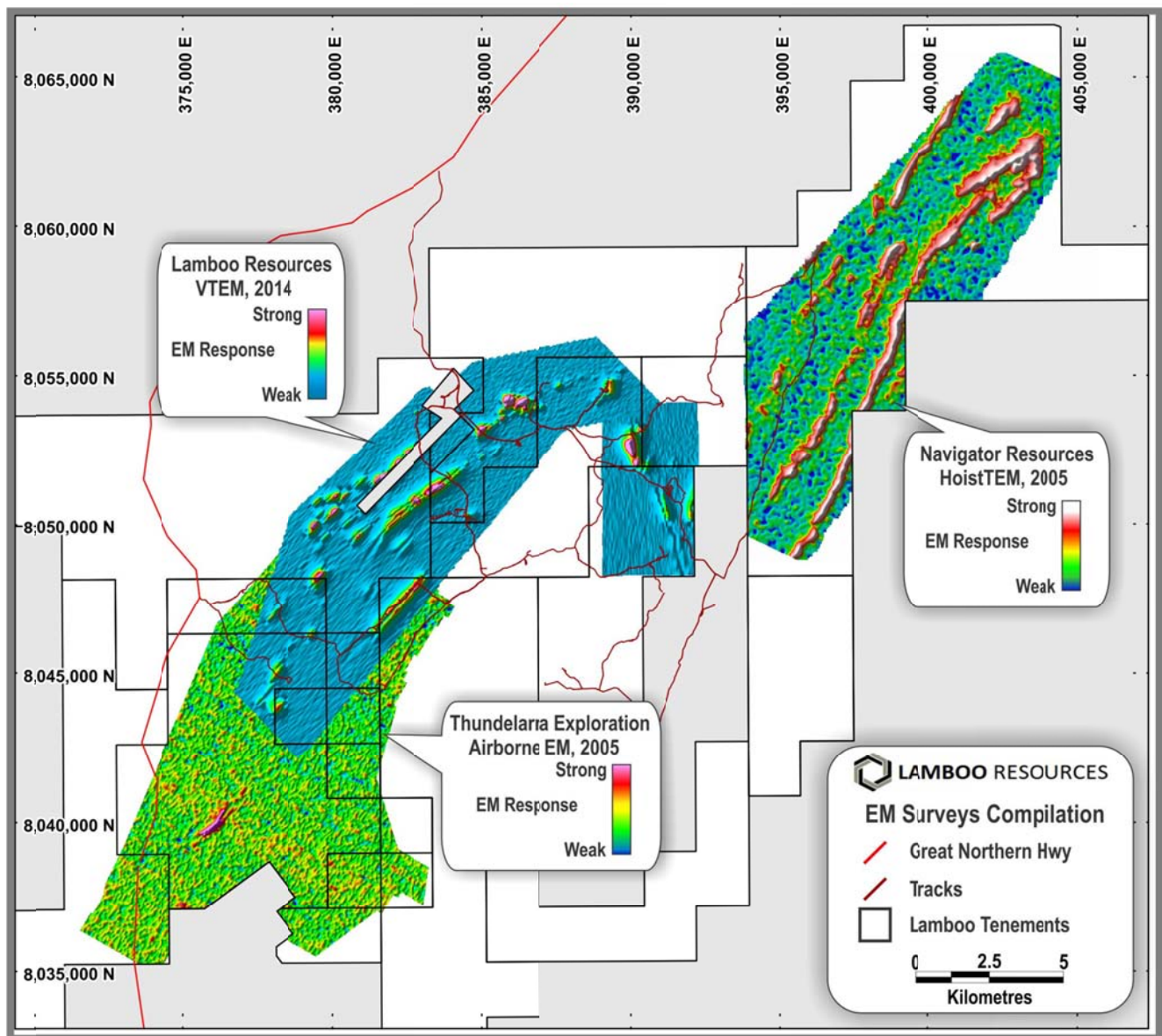


Figure 11: McIntosh Project Area, VTEM 2014. McIntosh exploration potential, Hoist EM 2005 and Airborne EM 2005.

Detailed geological mapping and rock chip sampling are planned for the 2015 field season. The strike length potential of the combined McIntosh tenement package to host flake graphite schist has been estimated to be in the range of 30 - 50 kilometres.



CONCEPT / SCOPING STUDY

Lamboo have commissioned CSA Global (CSA) to prepare grade and tonnage estimates of the exploration targets and complete a full review the mineral resource at McIntosh. The exploration target estimates are expected in the next quarter and combined with the Target 1 resource will underpin a concept / scoping study for the McIntosh project also due in the next quarter.

OTHER AUSTRALIAN PROJECTS

Limited work programs were undertaken in the quarter on the Mabel, Halls Creek and Valla Projects.

Competent Persons Statement:

Information in this report relating to exploration results and geological data at the McIntosh Project is based on information previously compiled and / or reviewed by Mr. Tony Cormack, Member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Lamboo Resources Limited. Mr. Cormack has sufficient experience which is relevant to the activity previously undertaken to qualify as a "Competent Person", as defined in the 2012 edition of the Australasian Code of Reporting of Exploration Results and consents to the inclusion in this report of the matters reviewed by him in the form and context in which they appear.

LAMBOO TENEMENTS - AUSTRALIA

Project	Tenement	Type	Number	Status	Acquired/Disposed
McIntosh, WA	Melon Patch	E	E80/3864	100% Lamboo	
	McIntosh Hills	E	E80/3928	100% Lamboo	
	Melon North	E	E80/3906	100% Lamboo	6 block surrender 24/12/2014
	Melon South	E	E80/3907	100% Lamboo	
	Black Granite	E	E80/4396	100% Lamboo	
	White Rock South	EL	E80/4688	100% Lamboo	
	Panton West	EL	E80/4734	100% Lamboo	
	Black Rock Creek	EL	E80/4739	100% Lamboo	
	Togo	EL	E80/4732	100% Lamboo	
	Edle Creek	EL	E80/4825	100% Lamboo	
	Alice Downs	EL	E80/4842	100% Lamboo	
	White Rock	EL	E80/4841	100% Lamboo	
	Carolyn Hills South	P	P80/1821	100% Lamboo	
	Panton North	E	E80/4733	100% Lamboo	
	Mabel Hill	ELA	E80/4879	100% Lamboo	
	Wills Creek	ELA	E80/4931	100% Lamboo	5 block application 16/12/2014
Mabel, WA	Mabel Downs	E	E80/4385	100% Lamboo	
	Spring Creek	E	E80/4797	100% Lamboo	
	Six Mile Bore	E	E80/4814	100% Lamboo	
Halls Creek, WA	Golden Crown South	E	E80/4794	100% Lamboo	
	Highway	E	E80/4793	100% Lamboo	
	Granite	E	E80/4795	100% Lamboo	
	Granite	P	P80/1816	100% Lamboo	
	Granite	P	P80/1817	100% Lamboo	
	Granite	P	P80/1815	100% Lamboo	
	Granite	P	P80/1818	100% Lamboo	
	Granite	P	P80/1414	100% Lamboo	
	Granite	P	P80/1799	100% Lamboo	
Valla, NSW	Granite	P	P80/1801	100% Lamboo	
	Valla	EL	EL6702	100% Lamboo	

GEUMAM FLAKE GRAPHITE PROJECT

RESOURCE DRILLING

The focus of the Phase 2 resource drilling program shifted to Area E and testing of possible extensions in flake graphite mineralisation to the north of Area B. Early drilling results confirm the presence of multiple thick intersections of high-grade flake graphite at Area E. The results also indicate Area B continues to extend further to the north (ASX Release 15 September, 2014). The drill sites were surveyed accurately using a DGPS by local registered surveyor.

DEPOSIT GEOLOGY

Graphite mineralization is concordant with a 150m thick meta-sedimentary sequence, comprising an upper meta-arenite unit, white meta-limestone, and a lower meta-arenite and meta-siltstone unit. The meta-limestone is referred to as the “Geumam Limestone” and is regarded as a useful “bio-stratigraphic marker horizon”, and indicative of a reef or carbonate ramp environment.

Basement rocks consist of meta-granodiorite, meta-monzodiorite and meta-diorite of the *Soebaegsan Gneiss*, in faulted contact with the meta-sedimentary sequence draped around a basement dome (Figure 13). Graphite mineralization is locally enriched around the margins of andesite sills. The andesite sills are concordant with foliation in the metasediments and have been emplaced along a major NE trending fault. The andesite is believed to be associated with emplacement of Late Cretaceous quartz porphyry plugs.

GRAPHITE MINERALISATION

The flake graphite mineralization at Geumam is characterised by cataclasite brecciation, massive form and internal deformation styles. The graphite mineralization is usually accompanied by veinlet stockworks, comprising grey, fine-grained, cryptocrystalline quartz (5-10% volume) in the upper section, with a lower section characterised by fracture infilling quartz-calcite veinlets (<5% volume). Fine-grained disseminated pyrite was the only sulphide mineral observed and is mainly confined to the upper section (<1% volume).

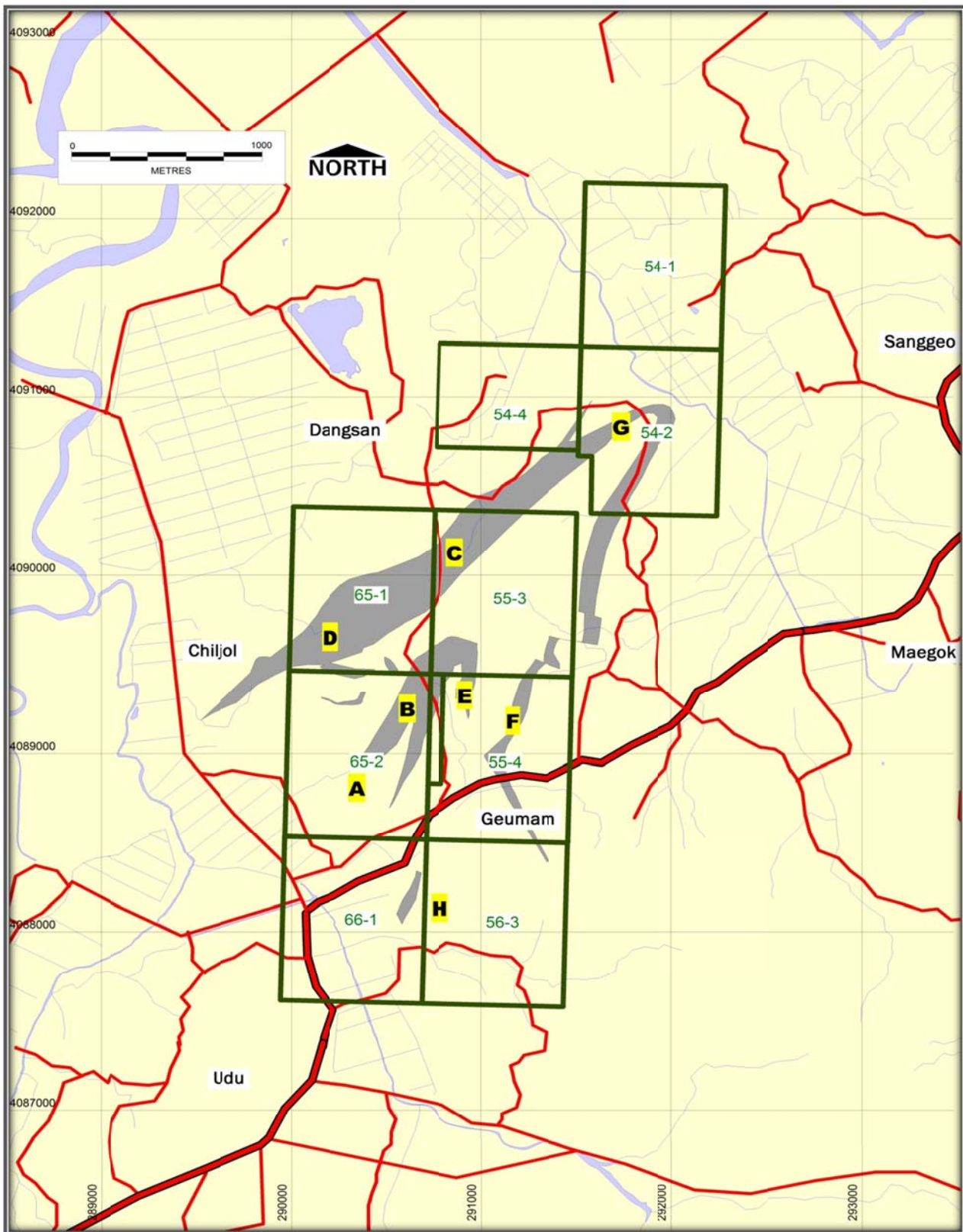


Figure 12. Geumam Flake Graphite Project Tenure Map. The granted Mining Rights with respect to the mapped graphite schist beds and prospect Areas A, B, C, D, E, F, G and H are indicated.

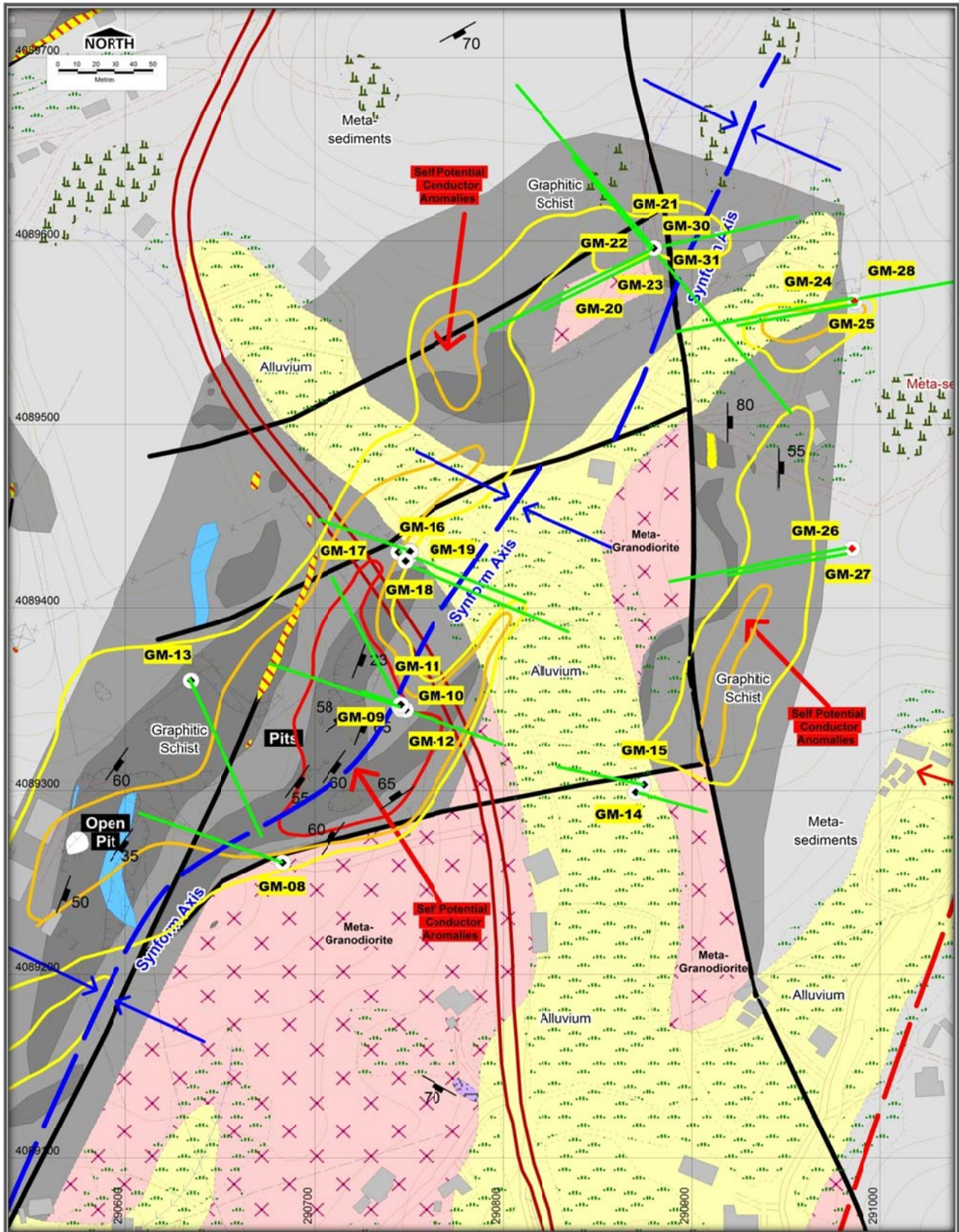


Figure 13. Drill Hole Location and Geological Map, Areas B and E, Geumam Project.

Table 1. Summary of Completed Drill Hole Collar Surveys, Phase 2 Drilling Program.

Hole ID	AREA	SUMMARY DRILL HOLE COLLAR SURVEY DATA					
		Easting	Northing	RL (MASL)	Azimuth (True °)	Dip (°)	Depth EOH (m)
GM-13	B	290637.72	4089360.20	71.10	141	-52	110.0
GM-14	B	290869.23	4089340.83	22.40	105	-50	40.5
GM-15	B	290872.51	4049308.02	22.40	277	-49	61.5
GM-16	B	290750.40	4089431.50	29.23	0	-89	121.0
GM-17	B	290748.32	4089431.97	30.09	285	-50	72.4
GM-18	B	290750.00	4089431.35	30.57	099	-51	140.7
GM-19	B	290749.48	4089431.55	30.50	103	-69	108.7
GM-20	B	290877.46	4089598.27	45.12	236	-50	207.4
GM-21	B	290880.02	4089596.82	45.11	324	-50	231.4
GM-22	B	290880.45	4089596.10	45.41	324	-70	198.7
GM-23	B	290878.05	4089598.66	45.34	324	-71	185.2
GM-24	E	290984.07	4089558.50	44.36	260	-50	148.0
GM-25	E	290984.90	4089558.79	44.24	260	-70	120.7
GM-26	E	290990.13	4089432.19	55.53	260	-50	120.7
GM-27	E	290990.91	4089432.29	55.56	260	-70	156.7
GM-28	E	2908980.27	4089557.53	44.15	080	-65	132.7
GM-29	B	290876	4089598	45	010	-50	12.3
GM-30	B	290874.47	4089595.92	44.98	080	-85	195.6
GM-31	B	290880.19	4089599.82	44.99	135	-70	177.5
GM-32	C	290814.06	4089856.36	63.52	280	-50	163.4
TOTAL Metreage							2,698.6

METALLURGICAL TESTWORK

A structured metallurgical testwork program on Geumam graphite ore is underway at *ActLabs* metallurgical laboratory in Thunder Bay, Canada. The metallurgical study is based on the four ore types identified at Geumam and is designed to support a Scoping Study. *ActLabs* has considerable experience in the testing and flowsheet development of graphitic ores. The metallurgical testwork program is being independently supervised by *RungePincockMinarco*. Table 2 presents the chemical characteristics of the ore types at Geumam being tested.

Table 2. Summary of the chemical characteristics of the Geumam metallurgical testwork samples.

Sample Source	Sample Head Assay (%)												
	Al TD-ICP	Ca TD-ICP	Carbon (IR)				Fe TD-ICP	K TD-ICP	Mg TD-ICP	Na TD-ICP	P TD-ICP	S TD-ICP	S IR
			Total	Due to Graphite	Organic (calc)	Amorphous (calc)							
Deposit 'B' Primary	3.57	9.68	8.72	4.90	< 0.5	<3.32	2.40	1.79	2.27	0.17	0.11	0.86	0.78
Deposit 'B' Weathered	3.86	1.02	8.27	7.30	0.7	0.27	2.55	1.64	0.75	0.17	0.16	0.36	0.34
Deposit 'C' Primary	4.83	9.17	6.82	3.64	< 0.5	<2.68	2.84	1.64	1.48	0.56	0.06	0.65	0.61
Deposit 'C' Weathered	6.51	0.20	4.89	4.67	< 0.5	<0.22	4.26	2.23	0.41	0.13	0.06	0.11	0.15

The mineralogical and comminution requirements of the various ore types at Geumam have been established. Comminution studies that the ore types ranged from soft to moderate hardness and would present no difficulties in milling. The *Bond Ball Mill Work Indices* (BBMWI) ranged between 11.3 and 14.2 kWh/t. Mineralogical analyses found that quartz was the major gangue mineral present, along with calcite and minor quantities of ankerite, dolomite and muscovite. Low levels of pyrite sulphide (<1%) was also present.

Cleaning testwork is currently underway with the target of producing a flotation graphite concentrate with grades of 85% Cg and overall recoveries in excess of 80%. Once the final flotation cleaning testwork has been completed, graphite concentrate leaching studies will commence. Based on anticipated domestic market demand, very high purity graphite concentrates would be prepared by leaching of the final flotation concentrates to remove any relict quartz, calcite, ankerite, dolomite and muscovite gangue minerals. This testwork would target a high-purity grade of >93% Cg, previously achieved in historical leaching studies conducted in 1983 by the *Korean Mining Promotion Corporation* (1983b).

In addition, the recovery of pyrite from the flotation tailings is also to be studied. Pyrite is a potentially saleable by-product and its removal also ensures that the flotation tailings are marketable as a fine concrete sand product. This has the added potential benefits to the project of eliminating the need for a tailings storage facility at Geumam and significantly reducing the environmental impacts. The metallurgical testwork is now expected to be completed during February 2015.

SCOPING STUDY

A Scoping Study on the Geumam Flake Graphite Project is in progress. *RungePincockMinarco* has been contracted to provide an independent Scoping Study on Geumam. Due to some delays experienced with the metallurgical testwork and drill program, the scoping study is now expected to be completed during March 2015. Various operating cost data have been collected. In addition, several options for mining methods are being evaluated, including underground mining to minimize dilution and surface disturbance impacts.

QUARRY AGGREGATE STUDY

The non-graphite mineralized overburden overlying the Geumam graphite deposit is being investigated by the geotechnical materials testing laboratory of *Hanyoung Construction Technology Co. Ltd.* in Korea for comprehensive aggregate testing.

Dangjin City and the surrounding Chungnam Province is the highest growth area in South Korea. As a consequence, industrial development, land reclamation and port expansions are taking place nearby at a rapid rate. This in turn results in a significant requirement for quarrying of a range of aggregate materials for use in several sectors. The company believes during graphite mining, there is good potential to extract the overburden, crush and screen it and sell it into the local construction, road base / asphalt and concrete aggregate markets.

Competent Persons Statement:

Information in this report relating to exploration results and geological data at the Geumam Project has been compiled by Consulting Geologist Mr Christopher Sennitt, who is a Fellow of the Australian Institute of Geoscientists. Mr. Sennitt has sufficient experience that is relevant to the types of deposits being explored for and qualifies as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code 2012 Edition) and consents to the inclusion of this information in the form and context in which it appears in this report.

LAMBOO TENEMENTS - SOUTH KOREA

Geumam Flake Graphite Project

Tenement Number	Registration Number	Area (ha)	Registered Holder	Grant Date	Expiry Date
Dangjin 54-4	200432	44	Won Kwang Mines Inc	30 July 2014	31 July 2021
Dangjin 56-3	200433	68	Won Kwang Mines Inc	30 July 2014	31 July 2021
Dangjin 66-1	200434	68	Won Kwang Mines Inc	30 July 2014	31 July 2021
Dangjin 55-3	80077	68	Won Kwang Mines Inc	7 February 2012	6 February 2032
Dangjin 65-1	80014	68	Won Kwang Mines Inc	8 December 2011	7 December 2031
Dangjin 65-2	78355	68	Won Kwang Mines Inc	17 December 2009	16 December 2029
Dangjin-54-2	200258	135	Won Kwang Mines Inc	23 May 2013	22 May 2020
Dangjin-55-4	200259	64	Won Kwang Mines Inc	23 May 2013	22 May 2020

Taehwa Flake Graphite Project

Tenement Number	Registration Number	Area (ha)	Registered Holder	Grant Date	Expiration Date
Hongcheon 91-2	079948	68	Won Kwang Mines Inc	15 November 2011	14 November 2031

Samcheok Flake Graphite Project

Tenement Number	Registration Number	Area (ha)	Registered Holder	Grant Date	Expiration Date
Samcheok-09-2	200216	68	Won Kwang Mines Inc	10 January 2013	9 January 2020



CORPORATE

BOARD CHANGES

On the 9th December 2014 Lamboo appointed Mr. Neville Miles as a non-executive Director. Mr. Miles will act as interim Chairman whilst the company conducts an international search for a high profile Chairman. Mr. Miles is Singapore based, where he is currently COO of Invicara, an IT company providing solutions to the building industry. Mr. Miles has extensive senior management experience, having run a variety of businesses for Siemens internationally for over 15 years. Neville brings to the board a wealth of knowledge in business strategy, strategy execution and marketing as well as a history of building successful businesses in the Asia Pacific region.

On the 17th December 2014 Lamboo appointed Mr. Tony Cormack as an executive Director and now assumes Operational Management of all of Lamboo's projects. Mr. Cormack is a Geologist with 20 years experience in the exploration and mining industry in Western Australia. Mr. Cormack has a proven track record of taking exploration through to production and will bring a wealth of operational experience as the company transitions from explorer to miner.

During the quarter Lamboo announced the retirement of Chairman, Mr. Bruce Preston, for health reasons and the resignation of non-executive Director Wenzhao (Jerry) Xie.

HENGDA

During the quarter the company announced that the Hengda merger was unable to be completed as the Hengda equity ownership was materially different and undisclosed details of further loan terms were discovered, significantly altering the benefits of the merger. Lamboo is in advanced discussions to secure repayment of the deposit and possibly its costs. The supply agreement with Lamboo remains intact.

FUNDING AGREEMENT

Subsequent to the end of the quarter Lamboo has entered into a funding agreement ("Funding Agreement") of AU\$1million with the Australian Special Opportunity Fund, LP, an institutional investor managed by New York based The Lind Partners LLC (Lind). The Funding Agreement comprises an Unsecured Convertible Note for a term of 12 months.

The proceeds will primarily be used to fund ongoing working capital as Lamboo accelerates the development of its high purity flake graphite projects. The note is repayable by equal monthly payments over a 12 month period from the end of February 2015. Each monthly repayment can be made, at Lamboo's option, either through cash or shares or a combination of both.

If the Company elects to repay the whole or part of the monthly payments in cash, the repayment amount will carry a premium of 2.5% of the relevant repayment amount. If the Company elects to repay by shares, the Repayment shares will be priced at 90% of the average of 3 daily volume weighted average prices (VWAP) chosen by Lind during a specified period prior to each issue of shares.

Lamboo can repay the full outstanding face value of the Convertible Note based on a 2.5% premium and Lind would have the right upon such repayment to convert an amount equal to 25% of the face value of the Convertible Note at that time into equity at the premium conversion price which is equal to 130% of the Average of the VWAP during the 20 trading days prior to the Funding Agreement being signed ("Premium Conversion Price").

The funding arrangement allows Lamboo Resources to continue to develop its projects by providing capital through a highly flexible convertible instrument that is repaid over a staged period. The structure also allows the company at its election to issue shares or cash to repay the note to Lind on a monthly basis. If the repayment is paid by shares the conversion price will be linked to current share prices at the time of issue, minimising dilution for existing shareholders.

The face value of the note is a 15% premium over the funded amount and the Company will pay a \$100,000 fee in cash or shares on receipt of the funds. After a period of 60 days from the initial drawdown, Lind has the option to convert any amounts outstanding under the Funding Agreement into ordinary shares at the Premium Conversion Price ("Conversion Shares").

As part of the funding agreement, Lind will also be granted options. The options will comprise 3 million options with an exercise price equal to the Premium Conversion Price or 130% of the average of the daily VWAPs per share during the twenty (20) consecutive Trading Days immediately prior to the 28th February 2015 and exercisable 36 months from the date of issue.

The funding agreement also contains other standard conditions and events of default for a Convertible Note of this nature. While the shareholder approval is not required for the initial funding to proceed, the Agreement contains provisions requiring approval of shareholders if required under Listing Rule 7.1 the subsequent issues of shares upon conversion of the note and Lamboo intends to call an extraordinary general meeting to seek such approvals. In addition, Lamboo is also required to issue a prospectus to "cleanse" shares that are to be issued pursuant to the Funding Agreement. Lamboo will advise shareholders for the timetable of the prospectus in due course, but is contractually required to issue such prospectus by 28th February 2015. As part of the Funding Agreement, Lind has agreed not to trade Lamboo shares until the prospectus is filed. The Company will also issue 2 million shares to Lind which will be credited against shares to be issued on conversion of the note or otherwise acquired by Lind at a price equal to the repayment price, to the extent not previously credited against Conversion Shares.



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Tony Cormack

Executive Director / Head of Operations