

ANNEXURE 3

INVOLVEMENT IN EXPLORATION FOR OTHER MINERALS AND OTHER AREAS

Introduction

1. Most junior explorers have previously undertaken, or are currently undertaking, exploration, prospecting or mining for minerals other than iron ore. This activity has not been confined to areas close to the Mt Newman Line.

Registered tenement holders

2. In respect of registered tenement holders:
 - (a) with the exception of Iron Ore Holdings Limited (**IOH**), which was only listed in May 2005, all 12 listed companies have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals other than iron ore, and have either previously had, or currently have, interests in minerals in areas that are not close to the Mt Newman Line;
 - (b) 11 of the 13 unlisted companies or their parent company have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals other than iron ore, and have either previously had, or currently have, interests in minerals in areas that are not close to the Mt Newman Line;¹ and
 - (c) Roland Smit, one of the two individuals who are junior explorers,² has previously undertaken or is currently undertaking exploration, prospecting or mining for minerals other than iron ore.³
3. At least 14 of the 27 tenement holders (or their parent company) have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals in States or Territories other than Western Australia and at least four (or their parent company) have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals other than iron ore overseas.

¹ API Management has not been included in the 11 companies with other mineral interests, although it is 50% owned by Aquila Steel (whose parent Aquila Resources does have other mineral interests). However, API Management Pty Ltd has been included in the 11 companies with interests in areas not sufficiently close to the Mt Newman Line, given its joint venture interests in other projects outside the relevant area. Additionally, there is limited public information in relation to DFD Rhodes Pty Ltd's interests in both other minerals and minerals in areas which are not sufficiently close to the Mt Newman Line and Poondano Exploration Ltd's interests in minerals other than iron ore.

² There is limited public information available as to the non-iron ore interests of the other individual, Derek Ammon.

³ Both Roland Smit and Derek Ammon have previously undertaken exploration, prospecting or mining for iron ore in areas that are not close to the Mt Newman Line.

Iron ore rights holders

4. In respect of iron ore rights holders:
- (a) with the exception of IOH and Mt Gibson Iron Ltd, all 16 listed companies have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals other than iron ore. Further, with the exception of IOH, all 16 listed companies have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals in areas that are not close to the Mt Newman Line;
 - (b) all 7 unlisted companies, except for DFD Rhodes Pty Ltd (for which there is limited information) and API Management Pty Ltd,⁴ have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals other than iron ore. Further, with the exception of DFD Rhodes Pty Ltd and Poondano Exploration Pty Ltd, all 7 non-listed companies have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals in areas that are not close to the Mt Newman Line;⁵ and
 - (c) while there is limited public information available as to the non-iron ore interests of the one individual in the group, Derek Ammon, this individual has previously undertaken or is currently undertaking exploration, prospecting or mining for iron ore in areas that are not close to the Mt Newman Line.
5. At least 13 of the 24 entities have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals in States or Territories other than Western Australia and at least 4 have previously undertaken or are currently undertaking exploration, prospecting or mining for minerals overseas.

⁴ However note that Aquila Resources Limited, the parent company of API Managements Limited's 50% owner Aquila Steel Pty Ltd, does currently explore for minerals other than iron ore (in particular, nickel and base metals other than iron ore).

⁵ API Management Pty Ltd has been included in this despite only being listed as having one tenement, given its joint venture interests in other projects in the West Pilbara outside the 80 km radius.