

Regulatory Story

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Company Medusa Mining Limited
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(ASX & LSE: MML)

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BANANGHILIG DRILLING VERIFYING RESOURCE and EXTENDING MINERALISATION

Medusa Mining Limited ("Medusa" or the "Company"), through its Philippines operating company Philsaga Mining Corporation, advises that the drilling at the Bananghilig Gold Deposit is verifying the resource of 650,000 ounces and extending mineralisation laterally and to depth.

The Bananghilig Deposit is within the regional scale Tambis intrusive-breccia complex where the mineralisation is associated with a combination of multiple diatreme breccias, northeast-trending structures and various intrusive rocks.

Highlights include:

Hole Number	Width (metres)	Grade (uncut) (g/t gold)
TDH 047	18.30	2.23
TDH 052	18.85	2.09
TDH 062	23.40	2.33
TDH 086	12.35	2.74
TDH 097	11.65	4.87
TDH 100	8.25	8.67
TDH 102	5.30	20.14

Geoff Davis, Chairman of Medusa commented:

"We are on our way! It is very pleasing to be able to report that new drilling is verifying and extending the historical drilling results on which the Bananghilig resource is based. The geology is complex but now with 93 new holes already completed, a good understanding of the geology and mineralisation controls is taking shape. This mineralised system has the potential to grow significantly beyond the three open zones already being defined and totalling approximately three kilometres of mineralisation.

The diatreme breccia is open to the south below younger shallow sediments, and we expect possible additions in this direction, as well as along the extensive northeast-southwest structural corridors.

Drilling will continue into 2012."

BACKGROUND

The Tambis Project, containing the Bananghilig Gold Deposit as shown on Figure 1, is operated under a Mining Agreement with Philex Gold Philippines Inc. over Mineral Production Sharing Agreement ("MPSA") 344-2010-XIII which covers 6,262 hectares.

The area has been known as an alluvial gold producing area since Spanish times. The first modern exploration pre-Medusa group was conducted in the 1970s followed by further work in the 1990s. The Company commenced a concerted effort in July 2010 and drilling prior to this is summarised in Table I.

Table I. Summary of the historical drilling statistics for Tambis-Bananghilig Project area

Company	Timeframe	RC Drilling		DD		Total	
		Holes	Metres	Holes	Metres	Holes	Metres
Sorex	1973-1977			33	3,633.36	33	3,633.36
Philex	1995-1997	227	12,628.70	79	12,172.85	306	24,801.55
Philsaga	2005-2007			31	7,753.50	31	7,753.50
TOTAL		227	12,628.70	143	23,702.71	370	36,188.41

Abbreviations:

Sorex: A. Soriano Corporation (on behalf of Atlas Consolidated Mining and Development Corporation ("ACMDC"))

Philex: Philex Gold Philippines Inc. ("Philex")

Philsaga: Philsaga Mining Corporation

In 2009, Cube Consulting Pty Ltd estimated Inferred Resources for the deposit based on the historical drilling as shown in Table II. The timing of a new resource estimate will depend on drilling progress.

Table II. Bananghilig Deposit Resource estimate as at August 2009

Cut-off (g/t gold)	tonnes	g/t gold	ounces
0.50	20,000,000	1.1	730,000
0.60	15,000,000	1.3	650,000
0.70	12,000,000	1.5	580,000
0.80	10,000,000	1.7	530,000
0.90	8,000,000	1.9	480,000
1.00	7,000,000	2.1	440,000

Additional recent regional geological and mineralisation information is contained in the announcement dated 10 May 2011.

AIM OF PROGRAMME

In July 2010, new regional and detailed mapping and drilling programmes were commenced with the aim of validating the current resource and extending it to provide a reserve of approximately 1,000,000 ounces. This reserve would form the basis for a feasibility study which would target production of 200,000 ounces of gold per year from a new milling facility.

REGIONAL GEOLOGICAL SETTING

The Tambis regional geology, termed the Tambis intrusive-breccia complex, typifies a structurally complex intermediate-sulphidation, epithermal gold, breccia-type system, including disseminated gold overprinting the host Tertiary-age igneous package which had been emplaced into an andesitic volcanic basement. The fertile igneous suite

comprises a multi-phase calc-alkaline, high level, sub-volcanic intrusive package cut by extensive bodies of phreatomagmatic diatremes and hydrothermal breccias.

Laboratory studies including fluid inclusions have indicated that the Tambis area is only shallowly eroded with an estimated 500 to 950 metres of material stripped from the original surface.

The Tambis intrusive-breccia complex is overlain by younger marine limestones and basal mudstones to the south and the east. The extent of the complex below this younger cover is yet to be determined.

Figure 1 (please see the link at the end of this announcement) shows the location of the Tambis intrusive-breccia complex

BANANGHILIG DEPOSIT DESCRIPTION AND MINERALISATION

Introduction

Figure 2 shows that the Bananghilig Deposit currently consists of three zones, each approximately 1 kilometre long and open in all directions, locally termed the Sorex, Garden and Malinao zones. These zones are broadly defined on the basis of the projection in plan of ≥ 0.5 g/t gold drill hole intersections. The bulk of the current resources are in the Sorex and Garden zones.

Figure 3 shows the cross section through line 10710N. Assays above 0.5 g/t gold are depicted in histograms.

In breccia hosted deposits the mineralisation is commonly not uniformly disseminated or distributed due to the presence of fragments/clasts/blocks in finer matrix material, ie, the host rock to the mineralisation is extremely inhomogeneous. Consequently the location of the mineralisation within the breccias is influenced not only by the structural emplacement of veins, breccias/fractures and disseminations, but also by the relative distribution of the fragments and matrix and the susceptibility of each to mineralisation. This style of mineralisation should be considered as a bulk mining proposition where mineralised domains are established, and generally cannot be evaluated simply on the basis of individual assay intervals.

Deposit Geology and Mineralisation

The Bananghilig Deposit (Fig. 2) is located partly within diatreme breccias which measure at least 1,000 metres west to east and still open to the south beneath the younger sediments, and also around the diatreme margins and in the country rocks along structural corridors.

The diatreme breccias contain unsorted fragments of the andesitic basement as well as fragments of the later intrusive rocks predating the diatreme events in a matrix of comminuted rock flour and magmatic crystals. Fragment sizes range from granule-sized to building-sized mega-blocks which have been torn off the walls of the diatreme during the multi-episodal explosive activity. The explosive activity also fractured the mega-blocks and wall rocks, preparing them for subsequent mineralisation deposition. The cross-section in Figure 3 shows several of the mega-blocks which are the same composition as the wall rocks in this area.

After the diatreme formation, several events of hydraulic fracturing, hydrothermal and fault brecciation, rock alteration, quartz veining and precious- and base-metal mineralisation occurred. Based on mineral associations and fluid inclusion results, the main gold deposition event appears to have occurred following multiple hydrothermal fracturing along the margins of, and within the diatreme complex. High gold concentrations appear to be associated with elevated Ag and base metals.

The gold mineralisation style (+Ag \pm Zn \pm Cu \pm Pb) is classified as an intermediate sulphidation epithermal system. In and immediately adjacent to the diatreme, the gold mineralisation generally occurs in vein-like zones, in fractures and/or breccia in-fill in

milled/fluidised muddy matrix breccia bodies and coarsely brecciated/fractured andesitic-dacitic wallrock. It should be noted that the vein zones shown on Figure 2 that are in the area of the younger sediments are projected from below the limestone contact.

Breccia veins in the deposit exhibit epithermal mineral growth textures and in particular are related to retrograde boiling of the mineralizing fluids. Major hydrothermal breccia veins are sub-vertical to steeply dipping, averaging one metre thick, and form anastomosing pinch-and-swell patterns up to several hundred meters along strike. They are commonly offset in many places by post mineralisation faults. Down dip continuity of breccia vein mineralisation has been demonstrated to persist down to 500 meters from surface. The breccia veins generally form a northeast-trending sub-parallel array with minor north-south and east-west trends.

Widespread silica-illite-pyrite hydrothermal alteration affects the volcanic wallrocks, the various breccia bodies and the hypabyssal intrusives associated with them. The pervasive near-surface argillic alteration haloes grade laterally and vertically at depth into chloritic and propylitic alteration assemblages.

Figure 2 (please see link at the end of this announcement) shows the interpreted geological map showing drill hole locations and section line 10710N.

Figure 3 (please see link at the end of this announcement) shows the cross-section 10710N through the Sorex and Garden Zones.

DRILL RESULTS

Since 24 July 2010 to 31 August 2011, 32,311.05 metres of diamond drilling in 93 holes have been completed. The drilling is on-going with 7 rigs in the area.

Figure 2 shows the post July 2010 drill hole locations as blue dots and drill hole traces for all the drill holes with assays available (TDH 027 to TDH 102) at 31 August 2010. All pre-July 2010 drill holes are shown as black dots for collar positions.

First pass assaying for gold has been undertaken on all samples submitted to the laboratory. Additional assaying is underway from selected intervals for base metals, silver and other elements.

The results are summarised in Table II where significant intercepts are defined on the following basis:

- (i) lower cutoff grade of 0.5 g/t Au, and
- (ii) ≥ 5 metres downhole intercept width at ≥ 0.5 g/t Au, or
- (iii) ≤ 5 metres downhole intercept width at ≥ 5 gram*metres, and
- (iv) maximum of 3 metres of downhole internal dilution at ≤ 0.5 g/t Au.

Table II. Sorex and Garden zones surface drill hole results.

Hole number	East	North	Dip (°)	Azimuth (°)	From (metres)	Width (metres)	Grade (uncut) (g/t gold)
TDH 027	612978	945781	-50	130	175.10	5.00	1.12
					248.45	2.00	2.86
					287.65	2.00	10.12
					302.00	7.00	1.16
TDH 028	612548	945822	-47	150	24.60	2.00	5.97
					30.10	2.00	2.60
					56.00	9.00	0.70
					226.20	0.70	14.70
					261.30	5.05	1.47
					295.25	4.00	1.53
TDH 029	612774	945977	-47	130	303.25	4.80	2.81
					58.90	3.50	1.49
					109.50	7.30	1.97

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TDH 031	612495	945757	-47	130	100.00	6.05	0.63
					194.60	5.40	0.99
					217.00	9.00	1.19
					312.60	4.40	4.82
TDH 032	612846	946086	-47	130	40.70	2.40	19.70
TDH 034	612425	945658	-47	130	108.25	3.30	2.07
					170.10	6.00	0.97
					187.10	3.00	2.26
					196.10	6.65	0.81
					222.05	5.00	1.17
TDH 035	612639	945634	-47	130	346.60	5.25	1.04
					58.70	2.70	2.69
					141.75	1.20	36.05
					196.70	4.50	1.13
TDH 036	612468	945649	-47	130	242.30	5.15	0.58
					9.70	7.30	6.81
					38.40	2.00	2.99
					101.25	2.00	41.19
TDH 037	612693	945708	-47	130	195.20	5.00	1.42
					240.80	4.65	1.41
					110.50	2.00	4.50
					159.50	23.00	0.66
TDH 038	612381	945693	-47	130	243.05	6.00	0.72
					309.65	6.00	1.93
					90.20	11.25	1.30
					104.05	2.00	4.91
TDH 039	612595	945680	-47	130	122.80	18.50	1.67
					158.30	7.00	0.75
					47.90	3.00	1.93
					195.70	1.20	4.75
TDH 040	612465	945782	-47	130	222.50	7.00	6.10
					8.90	15.20	0.95
					113.50	20.00	0.80
					163.70	6.35	0.98
TDH 041	612720	945170	-47	310	25.75	1.00	11.33
					88.65	4.75	1.16
					108.10	5.85	0.92
					126.35	14.00	0.79
					182.30	6.55	0.93
					226.00	3.40	2.02
					235.30	1.00	8.48
					209.25	8.50	1.04
					320.05	5.00	1.82
TDH 042	612595	945680	-47	130	10.50	2.35	2.24
					44.80	6.90	0.75
					86.60	15.65	1.24
					227.65	3.00	1.79
					240.25	6.00	1.14
					309.05	8.55	0.80
TDH 043	612757	945123	-47	310	125.05	6.00	0.67
					271.20	5.70	1.18
					359.15	8.85	1.68
					398.85	21.40	1.04
					483.90	3.10	3.22
TDH 044	612755	945121	-47	130	504.50	8.10	2.80
					68.15	8.45	0.95
					79.60	7.00	1.19
TDH 045	612720	945169	-47	130	85.30	0.50	54.39
					163.90	18.30	2.23

Hole number	East	North	Dip (°)	Azimuth (°)	From (metres)	Width (metres)	Grade (uncut) (g/t gold)
TDH 038	612381	945693	-47	130	90.20	11.25	1.30
TDH 039	612595	945680	-47	130	104.05	2.00	4.91
					122.80	18.50	1.67
					158.30	7.00	0.75
TDH 040	612465	945782	-47	130	47.90	3.00	1.93
					195.70	1.20	4.75
					222.50	7.00	6.10
TDH 041	612720	945170	-47	310	8.90	15.20	0.95
					113.50	20.00	0.80
					163.70	6.35	0.98
TDH 042	612595	945680	-47	130	25.75	1.00	11.33
					88.65	4.75	1.16
					108.10	5.85	0.92
					126.35	14.00	0.79
					182.30	6.55	0.93
					226.00	3.40	2.02
					235.30	1.00	8.48
					209.25	8.50	1.04
					320.05	5.00	1.82
TDH 043	612757	945123	-47	310	10.50	2.35	2.24
					44.80	6.90	0.75
					86.60	15.65	1.24
					227.65	3.00	1.79
					240.25	6.00	1.14
					309.05	8.55	0.80
TDH 045	612696	945811	-47	130	125.05	6.00	0.67
					271.20	5.70	1.18
					359.15	8.85	1.68
					398.85	21.40	1.04
					483.90	3.10	3.22
TDH 046	612755	945121	-47	130	504.50	8.10	2.80
					68.15	8.45	0.95
					79.60	7.00	1.19
TDH 047	612720	945169	-47	130	85.30	0.50	54.39
					163.90	18.30	2.23

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TDH 048	612902	946194	-47	130	138.50	1.00	32.20
TDH 049					51.05	3.65	7.12
					58.70	5.60	0.78
TDH 050	612718	945171	-60	130	86.85	3.20	1.49
					100.85	9.50	0.63
TDH 051	612757	945123.	-60	130	84.55	13.05	2.27
					106.10	5.90	2.46
					116.00	8.00	0.87
					132.00	36.70	1.07
					196.35	5.50	1.00
TDH 052	612625	945044	-47	130	62.40	18.85	2.09
					126.30	1.00	5.96
					334.30	4.00	3.98
					369.40	1.00	7.73
TDH 053	612739	945767	-47	130	288.25	10.00	0.77
TDH 054	612883	945232	-47	130	65.20	13.95	0.97
					126.45	8.55	2.59
					258.10	10.15	2.34
					275.55	9.55	0.98
TDH 056	612624	945044	-47	310	0.65	6.50	0.81
					66.20	6.00	0.77
TDH 058	613081	945395	-47	130	23.40	6.00	1.04
					34.40	12.75	0.76
					198.10	1.35	20.97
TDH 059	612465	944990	-60	130	54.35	7.80	1.17
					112.85	6.00	1.33
					122.05	9.45	1.12
TDH 060	612799	945340	-47	130	142.55	10.95	1.49
					221.10	1.50	12.59
					233.60	1.05	10.15
					254.55	4.15	9.82
					262.35	4.80	1.15
TDH 061	612557	945147	-47	130	17.60	4.30	1.89
TDH 062	612493	945421	-60	130	31.20	10.70	0.72
					51.50	11.60	1.26
					66.40	23.40	2.33
					100.65	2.60	3.49
					112.20	8.20	0.80
					156.00	7.75	1.82
					178.75	8.00	0.76
					191.00	3.00	14.38
					204.10	3.00	3.99
TDH 063	612849	945301	-47	130	187.50	1.00	6.21
					212.90	4.60	1.22
					246.15	4.65	1.11
TDH 064	612397	945291	-60	130	58.75	1.00	5.65
					125.45	9.40	1.28
TDH 065	612916	945151	-60	130	115.80	7.95	1.04
					195.45	6.60	1.30
TDH 066	612799	945340	-60	310	188.00	2.05	3.18
					219.60	3.40	2.35
TDH 067	612721	945476	-47	130	43.30	5.40	10.93
TDH 068	612798	945184	-60	130	13.55	2.35	5.80
TDH 069	612612	945326	-47	130	14.45	3.00	2.00
					23.35	3.00	3.01
					101.45	6.55	1.83
					253.10	3.70	3.04
TDH 070	612869	945118	-60	130	77.75	20.55	0.91
					102.70	10.00	3.12
					187.45	7.15	0.86
					400.45	5.00	4.13

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TDH 071	612805	945267	-47	130	52.70	7.60	0.86
					234.90	2.70	5.98
					253.65	2.90	2.47
					293.80	1.90	4.70
TDH 072	612673.	945130	-60	130	31.10	10.30	0.83
					89.70	11.70	0.90
TDH 073	612673	945205	-60	130	221.70	10.90	1.12
TDH 074	612727	945077	-60	130	110.35	5.20	0.82
					125.85	8.95	1.49
TDH 076	612801	945405	-60	130	94.20	7.75	1.12
					128.35	5.60	1.54
TDH 077	612965	945170	-60	130	81.20	1.25	8.08
					142.70	6.30	0.71
					196.00	4.85	2.09
TDH 078	612756	945211	-60	130	76.25	1.00	45.00
					97.20	25.20	0.78
TDH 080	612863	945370	-60	130	118.30	2.85	45.12
TDH 081	612537	945346	-60	130	41.90	1.55	6.15
					47.95	6.65	0.81
					196.30	3.15	1.66
TDH 082	612788	944959	-60	130	298.35	9.25	2.43
TDH 083	612910	945425	-60	130	196.60	1.00	34.00
					219.55	6.20	2.97
TDH 084	612763	945433	-60	130	85.25	1.80	6.02
					102.45	5.15	0.57
					166.75	24.80	0.82
TDH 085B	612570	945371	-70	130	12.90	7.10	1.90
					48.00	20.35	1.61
					108.65	20.35	1.63
					147.05	7.00	2.65
TDH 086	613012	945384	-60	130	5.35	20.55	1.73
					54.65	1.00	5.63
					152.30	12.85	0.68
					185.45	12.35	2.74
TDH 087	612560	945067	-60	130	64.20	3.60	1.61
					90.15	11.25	1.11
					104.40	9.20	1.81
					132.60	13.00	0.60
					185.05	7.00	6.19
					202.80	8.50	0.99
					267.85	7.00	0.65
TDH 088B	612664	944986	-50	130	7.25	8.95	3.48
					26.00	9.20	0.82
					114.55	6.35	0.90
					129.90	6.25	2.13
TDH 089	612602	945191	-60	130	57.85	2.30	3.62
					170.80	6.00	0.73
TDH 090	612898	945096	-60	130	107.60	12.45	1.13
					126.05	14.25	1.39
					233.80	6.00	0.59
TDH 092	612436	945484	-60	130	118.35	13.05	1.33
					154.90	1.70	4.32
					189.85	3.25	3.59
					264.60	4.90	1.03
TDH 093	612722	945475	-70	310	195.30	7.80	2.50
					273.05	1.00	10.72
TDH 094	612631	944946	-60	130	7.80	10.60	1.18
					56.95	8.00	0.71
					71.40	5.00	0.57
TDH 095	613043	945413	-60	130	8.70	12.05	0.79
					198.95	6.00	0.64

					285.00	2.00	5.16
					323.90	3.00	2.15
					359.15	3.80	1.33
					405.20	18.25	1.10
TDH 096	612452	945412	-70	130	12.15	6.05	1.12
					33.30	8.05	0.81
					44.35	4.00	2.27
					76.40	1.00	6.16
					277.60	8.00	0.60
TDH 097	612429	945257	-60	130	43.95	11.65	4.87
					162.05	6.20	1.58
TDH 098	612583	945502	-60	130	24.30	9.80	0.88
					58.60	3.70	1.65
					82.80	4.15	1.30
					90.80	3.65	5.03
					258.60	8.00	0.62
TDH 099	612863	945209	-60	130	176.95	2.30	8.66
					188.15	7.20	2.93
					213.55	4.30	9.26
TDH 100	612831	945073	-60	130	112.75	2.85	3.88
					378.95	8.25	8.67
					413.30	2.00	2.55
					650.95	12.85	1.83
TDH 102	612770	945368	-47	130	109.70	5.40	4.17
					129.50	5.85	0.87
					137.35	5.30	20.14
					173.40	5.55	3.72

Notes:

- (i) Intersection widths are downhole drill widths not true widths;
- (ii) Assays denoted by (*) are by Philsaga Mining Corporation's laboratory, all other assays are by McPhar Geoservices Inc. in Manila;
- (iii) Check surveying of collar positions in progress;
- (iv) Grid coordinates based on the Philippine Reference System 92.

DISCUSSION OF RESULTS AND STATISTICAL COMPARISONS

Statistical comparisons have been undertaken between the two historical drilling assay data sets and the new drilling assay data set. The drilling since July 2010 supports the grade tenor shown by the historical drilling, particularly the drilling by Philex. The Sorex drilling was more concentrated on a higher grade zone in the northwest part of the Sorex zone which may have skewed the Sorex data set. However when the higher grade subsets and the lower grade subsets are compared, the subsets are statistically comparable.

Drilling was undertaken to twin some of the historical drillholes of Sorex, Philex and Philsaga. Drill hole TDH 062 was the first drill hole to be completed in the Sorex area. Results from this hole correlate well with nearby drilling considering the nature of the mineralisation.

The recent drilling has extended the limits of the known mineralisation to the northeast and southwest along the strike of each of the Malinao, Sorex and Garden zones, and southeast beneath the younger sedimentary sequence, and at depth.

Essentially the mineralisation is open in all directions with the potential for the discovery of additional resources.

DRILL HOLE SAMPLING AND ASSAYING PROCEDURES**Drilling Procedures**

Drilling, sampling and analytical methodologies are of internationally acceptable standards. Drilling and analyses are carried out by independent contractors, SBF

Philippines Drilling Resources Corp. (SBF), and Intertek Testing Services Philippines, Inc. (Intertek) respectively.

Drilling is carried out by SBF using wireline diamond coring techniques, with the core being predominantly HQ triple-tube (HQ3) diameter (OD 61mm). The holes are initially collared using PQ drillbits (OD 123mm) to recover PQ3 core (OD 83mm) until the drillbit encounters competent ground, then the coring bit is reduced to HQ3 for the remainder of the drill hole. If difficult conditions are encountered, then the drill bit is changed to NQ3 (core OD 45mm) and the hole continued until the planned depth or bad ground conditions prevent further drilling, whichever occurs first. Core recovery is generally better than 95% and is considered to be good.

Drill Core Sampling

Drill core is recovered from the inner tube and handled carefully to preserve the integrity of the drill core. Structural measurements are taken: Rock Quality Determinations (RQD,) and Fracture Densities. The core is then placed in plastic core trays, aligned, photographed and marked up for sampling.

The drill core is then cut in half by diamond core saw and sampled at one (1) metre intervals or at lithological boundaries. The samples are placed in individually labelled plastic sample bags, a sample number ticket included, and then sealed for despatch to Intertek's Sample Preparation laboratory in Surigao City. The integrity of the core samples are supervised at all times by the geologist until despatch to the laboratory where they are accompanied by company personnel until receipt by Intertek.

One Certified Reference Material (CRM), one Blank and if possible, one Duplicate is included within each successive group of twenty samples that are submitted to the laboratory. QA/QC monitoring of the drilling program and the results is ongoing.
Analytical Procedure

Sample preparation is undertaken by Intertek at their Surigao City laboratory, where each sample is registered, dried at 105°C for 6 to 8 hours and crushed to 95% passing 2 mm by jaw crusher, before a 1kg split is taken for fine pulverising, using a riffle splitter or rotary sample divider. Pulverised sample is nominally pulverised to 95% passing 75µm (200 mesh).

Quality control procedures include a 1 in 15 resplit after crushing for partial preparation and after pulverising for total preparation. These resplits are also analysed and included in the analysis report. Sizing tests are carried out on 1 in 20 assay pulps at 75µm (200 mesh) to monitor the pulverising stage. Four 250 gram splits are obtained, one for sample analyses and the remaining three for storage for future reference.

Standard laboratory procedure is to clean the crusher and pulveriser after each sample treatment with barren material and/or bowl wash, to minimise carry-over contamination.

Pulverised samples are analysed by classical fire assay techniques on a 50 gram charge with Atomic Absorption Spectrometer (AAS) finish. All assays over 5 g/t gold and other selected samples are re-assayed using gravimetric fire assay techniques on a 50 gram sample.

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Information in this report relating to Exploration Results has been reviewed and is based on information compiled by Mr Geoff Davis, who is a member of The Australian Institute of Geoscientists. Mr Davis is the Chairman of Medusa Mining Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking 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" and is a "Qualified Person". Mr Davis consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Information in this report relating to Mineral Resources has been estimated and compiled by Mark Zammit of Cube Consulting Pty Ltd of Perth, Western Australia. Mr Zammit is a member of The Australasian Institute of Mining & Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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". Mr Zammit consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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