

4 May 2009

Dear Fellow Shareholders,

Just a small note to say thank you for taking up your rights in the recent issue and the confidence you display in our future together.

The issue was about 50% subscribed which is exactly what we thought would be the case and raised some \$2.1M. The balance will now be picked up by the underwriters, although we are still getting approaches from outside people to take some shares.

Obviously the word is getting around about the Redbank Copper Project's potential.

Briefly to update you all we can advise that the Company is financially travelling well having eliminated the Macquarie Bank debt (which was taken over by major shareholder Stirling Resources) and the back log of creditors paid out.

The Company is now well funded to embark upon the proposed exploration program focusing primarily on copper sulphide targets which tend to be higher in grade than the softer oxides.

Interestingly while reviewing the past geological data we became aware that previously uranium had been identified on some of the tenements at encouraging levels – so we have decided to broaden our exploration campaign to include a program to test known uranium targets.

Resulting from our geological review we have also carried out preliminary mine optimizations which indicate a solid net operating cash flow would be generated. Once these optimizations are checked and finalized (hopefully within a month) we plan to release the information publicly and we are sure shareholders will be pleased.

As always I am happy to take enquiries from shareholders.

Regards



Michael Kiernan  
Director