



## **ASX Code: NAE**

3 May 2007

### **Chairman's Update to Shareholders**

Dear Shareholder

The Company has now been listed on ASX for 6 months. Since re-listing, the Directors have been active in developing its joint venture with ASX listed entity Jervois Mining Limited for the purposes of identifying economically attractive mineral deposits of sufficient size and scale.

The joint venture has focused on uranium, nickel and gold. To date, the Company has undertaken the following exploration:

#### **URANIUM EXPLORATION JOINT VENTURE – WA** ***New Age Exploration Limited earning up to 60%***

##### **Lake Giles and Lake Barlee**

The exploration was undertaken by geologist, Derek Foster. Sixteen grab surface soil samples were taken from radiometric 'hot spots' delineated in a previously commissioned desk survey.

The results have been encouraging whereby all the uranium tenements will be systematically drilled when access is available. It is anticipated that this programme will commence in June 2007.

Two further Exploration Licences have been applied for in the Barlee area under the joint venture with Jervois Mining Ltd under existing terms (New Age to earn up to 60%).

Exploration testing will commence on its Nalbarra tenements once the final tenement is granted. It is anticipated that this final tenement will be granted in the coming four weeks.

#### **BULLABULLING SOUTH, WA** ***New Age Exploration Limited earning up to 60%***

##### **Bullabulling South**

The geophysical work was undertaken by Hugh Rutter of Flagstaff Geo-Consultants. A Induced Polarisation (IP) Geophysical survey was undertaken at these tenements has been completed and the geophysical interpretation report was received. Eleven lines were surveyed covering a distance of 16.5 kilometres.

The IP results are encouraging whereby the geophysicist states: "At least one zone of chargeability extends across all three lines with good values. This is interpreted as a sulphide

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rich zone with a strike length of at least 500m. The correlation of the anomalies from line to line assumes a stratigraphic relationship between the IP anomaly and bedrock. However, this may not be the case if the features are associated with fractures that could cut across stratigraphy. Drilling is recommended for the 500m zone and, if successful, for the nearby zones as well".

To test these IP and magnetic anomalies, the Company will be following up with a 2500 metres reverse circulation drilling programme to commence in June 2007.

One further Prospecting Licences have been applied for in the Bullabulling South area under the joint venture with Jervois Mining Ltd under existing terms (New Age to earn up to 60%).

### **URANIUM EXPLORATION – WEST AFRICA**

During the quarter, the Company entered into an exclusivity arrangement with ASX listed uranium explorer Palace Resources Limited and Ghana based geological services company, Raintree Group Limited. The exclusivity arrangement provides the Company to the right to earn up to 50% on all uranium exploration and mining projects that are identified by Raintree Group Limited.

Raintree Group's geological team is headed by Mr Richard Zongo, a senior geologist who has over 18 years working with multinational mining companies in West Africa. Mr Zongo has the experience and proven negotiating skills in dealing with heads of government and ministerial officials to secure exploration and mining tenements.

Raintree will initially concentrate its search for uranium at suitable exploration and mining targets in West Africa, including Niger, Mali, Ghana, Burkina Faso and Sierra Leone.

### **SUMMARY**

The next 3 to 6 months should prove to be a very exciting time for the Company. The results to date have been encouraging and the Company will commence a drilling programme shortly on our uranium and gold/nickel leases in Western Australia.

Furthermore, testing on our uranium lease at Nalbarra will continue and there is potential to secure prospective uranium projects in West Africa.

If you have any queries or require any further information, I encourage you to contact the Company

Yours faithfully

Edwin Stoyale  
Chairman