

**NEW AGE** Exploration

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14 May 2008

## **ASX Release and Media Release**

### **New Age signs Iron Ore exploration project in Mid West province of WA**

#### **ASX Prefix: "NAE"**

The Directors of New Age Exploration Ltd ("New Age" or "the Company") are pleased to announce that they have signed a binding agreement with Redfeather Holdings Pty Ltd ("Redfeather") to earn up an 80% interest in the Bunnawarra exploration tenement ("Bunnawarra Tenement") together with the first right of refusal to purchase the remaining 20% held by Redfeather.

The Bunnawarra Tenement application (E59/1391) is 180 sq km in size and is situated on a pastoral lease in the Mid West iron ore province of Western Australia (WA). The Bunnawarra Tenement is located 40km south of Yalgoo, 80km north east of Morawa and 210 km east of Geraldton.

Geologist Derek Foster of Derek Foster and Associates has been engaged as an independent geological consultant to report to the Board on the project comprising tenement ELA 59/1391 whereby research will be undertaken to determine possible economic iron ore or gold or base metal mineralisation.

Current transportation of iron ore used in the region is generally by road haulage to Tilly Siding about 8 kms north of Morawa and then by upgraded rail to Geraldton Port.

The country comprising the lease is generally rangeland with no major drainage system and is easily accessible.

The Company has identified that the Mid West province of WA has a number of high grade iron ore mines and projects including some with Direct Shipping Ore ("DSO"). Some of the more significant projects in the province include Gindalbie Metal's Karara iron ore project situated approximately 35 km south of the Bunnawarra Tenement, Oxiana's Golden Grove mining operation and Mt Gibson Iron's Mt Gibson project. Refer to *Figure 1* for further information.

Enrichment of iron mineral to hematite DSO grade may occur in the geological environment of the Bunnawarra Tenement due to (amongst other factors) reaction and removal of deleterious minerals such as silica alumina and phosphorous.

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### **Proposed Exploration Program**

It is proposed that regional mapping and surface sampling will be undertaken before a pedogenic carbonate survey on a 1000m x 100m grid. This is intended to supply a level of confidence to target mineralisation for a RAB drilling rig which would also be programmed to find the presence of iron mineralisation.

The RAB drilling should be proceeded by a closer spaced aeromagnetic survey to improve structural knowledge and also improve drill targeting.

### **Material Terms of the Agreement with Redfeather:**

- New Age to spend \$150,000 on exploration expenditure (Stage 1) and issue \$50,000 new shares in the Company at an issue price of 80% of the one month Volume Weighted Average Price ("VWAP") to earn the first 30% interest in Bunnawarra Tenement;
- New Age to spend a further \$200,000 on exploration expenditure (Stage 2) and issue further \$100,000 new shares in the Company at an issue price of 80% of the one month VWAP to earn a further 25% interest in Bunnawarra Tenement. New Age will hold 55% interest in the Bunnawarra Tenement at this point;
- New Age to spend a further \$1,000,000 on exploration expenditure (Stage 3) to earn a further 25% interest in Bunnawarra Tenement. New Age will hold 80% interest in the Bunnawarra Tenement at this point;
- Upon New Age completing Stage 3 of the Agreement, New Age has first right of refusal to purchase the remaining interest from Redfeather (20%) or a price to be agreed or by a price determined by an expert.

For further information contact:

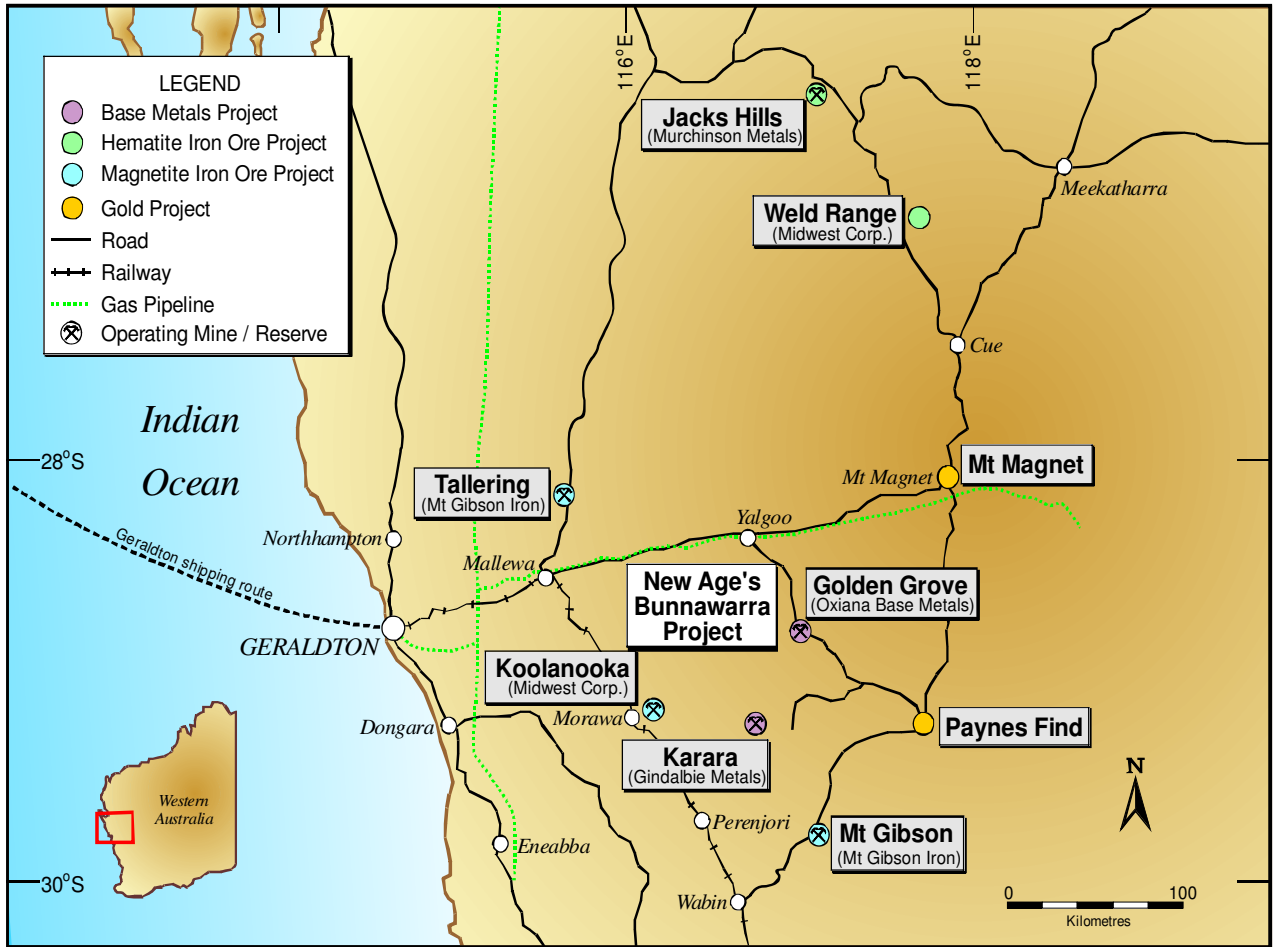


Adrien Wing  
Executive Director

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Figure 1

Location of New Age's Bunnawarra Tenement



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