

PX3 Exploration

First Annual Report for EPM 19020

Report Period From: **21 April 2011 to 21 April 2012**

Project Name: **East 19 Project**

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Submitter of Report: **PX3 Exploration Pty Ltd**

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Part One - Executive Summary

Since the granting of the tenement EPM 19020 on 21 April 2011, PX3 Exploration Pty Ltd has commissioned reconnaissance activities across the tenement. The focus of these activities was around Iron Oxide Copper Gold (IOCG) and Intrusion Related Gold Systems (IRGS) and was reinforced by the presence of Magnetite throughout tenement.

General description for area and access – the tenement lies within, 1:1000,000 AMG. Map sheet 9049 Biloela, Grid zone 56J, Map sheet KU. And in part covers cattle breeding areas including 'Galloway Plains', 'Redshirt', 'Voewood' and 'Vale Royal'. Access is via the Dawson Highway and numerous station tracks.

The land specified in Exploration Permit EPM 19020 includes:

BIM	Block	Sub-Blocks
BRIS	81	A B C F G H J K M N O P R S T U W X Y Z
BRIS	82	A B C F G H J K L M N O P Q R S T U Y Z
BRIS	83	C D E F G H J K L M N O P Q S T U V Y Z
BRIS	84	A B C D E F G H J K L M N O P Q T U V Y Z
BRIS	153	B C D
BRIS	154	E K
BRIS	155	D E P
BRIS	156	A B C D E F G L M Q
Total:		99 Sub-Blocks

Thomson Aviation of Griffith, New South Wales undertook a Geophysical Survey, completing in excess of 9,400 line kilometres at a basement altitude of 40 metres and 50 metre line spacing's together with tie lines at 500 metre intervals.

Dr Amanda Buckingham of Fathom Geophysics, Singapore conducted extensive filtering of the data provided by Thomson Aviation and in concluding her report identified 20 target areas for further evaluation.

Both Neil McLean and Graeme Mackee from GeoDiscovery Group of Sherwood, Queensland undertook a review of Dr Buckingham's report and recommended that further field reconnaissance be undertaken.

In mid April 2012, Dr Keith Hannan, Senior Consulting Geologist together with two field assistants undertook preliminary soil, stream and rock chip sampling over a two week period. All field samples were delivered to ALS Group, Stafford Queensland for assay but due to time constraints, results will be published in the next annual report.

Prior to the Airborne Geophysical survey being undertaken, full and frank negotiations were conducted with Landholders, in order to comply with relevant Conduct, Compensation and Access Legislation.

The First Annual Report for EPM 19020 is provided in four parts identified below:

Part One - First Annual Report for EPM 19020:

Executive Summary

Author: Lance Doherty, PX3 Exploration

Format: CD

Part Two - First Annual Report for EPM 19020:

Geophysical Report and Summary, including location maps

Author: Dr Amanda Buckingham, Fathom Geophysics

Format: CD

Part Three - First Annual Report for EPM 19020:

Geophysical Survey Data

Author: Thomson Aviation

Format: CD

Part Four - First Annual Report for EPM 19020:

Expenditure Statement

Author: Lance Doherty, PX3 Exploration

Format: PDF emailed to TenureReportAdmin@deedi.qld.gov.au