

Dear Shareholders,

Firstly may I thank you for your attendance today, it is important that you have the opportunity to meet your Board to question your company and its directors.

Whilst there is a Chairman's letter in the Annual Report I thought it would be opportune to update you on the activities of the last few months, post the 30th June.

What I am pleased to report is the Board has approved in principal the respective paths forward for both Craton and MGL. With both projects numerous scenario were examined and debated looking for the most appropriate balance of capital and operating expenses against optimizing the revenue through processing efficiencies and metal recoveries.

With Craton we have settled on what we internally call 'the mini mine' a concept where we will be developing a small scale heap leach, oxide only, surface operation. This is a very low cost method by which to start the mine and is remarkably simplistic to commence. The oxide ore at

Omitiomire lies at surface so mining is simply truck and shovel and the processing is again very simple being a heap leach and electro winning. In other words these are well understood methods and arguably about as 'vanilla' a form of mining and mineral processing you could have for a copper asset.

The planned life of mine is only 3-4 years but what this allows us to do is use the cashflows and profits to further develop the feasibility studies for the larger oxide and sulphide project. The cost for commencing the mini mine is approximately N\$50-60million (AUD5-6m) consisting of approximately 50:50 Capex and Opex (working Capital). We are currently seeking the funds to commence the work and are in the processes of identifying staff and contractor 'to man' the project.

With MGL, again we are literally just finalizing the approvals for the project. After extensive 3rd party studies we believe the most cost effective way to bring the project to production is via the use of 3rd party tolling.

This decision was driven by the fact the cost of reconfiguring the mill on

site would be initially too expensive severely affecting the project economics in the early years.

We have identified several parties that could toll the Adelong ore and are in advanced discussion/negotiations with one party with the view to endeavor to formalize the commercial and technical arrangement by the end of the calendar year. If agreements are reached, and we see no impediments as to why they shouldn't, the plans see us running a campaign to processing the mullock heaps that we already have and then moving to the ore from the underground operations. The process involves us trucking the tonnes to be processed a couple of hundred kilometers to be tolled, but allows us to commence operations quickly, within 6 months of the agreements being signed, with the added benefit of us not having the significant capital cost to adapt the existing mill on site to make it 'fit for purpose'.

Whilst we are still just finalizing costing we believe we can start the Adelong operation from IBML's existing financial resources.

As I mentioned in the Chairman's letter in the Annual Report the past financial year had been one of consolidation and planning. In fact you could say we went 'back to basics' with a discipline to not allow previous ideas and dogmas to cloud the development of the new cost effective strategies for the two assets.

I hope that this time next year when I address the shareholders that we will be generating cashflows from the assets and that the patience many of you have shown in your investments in IBML are starting to increase significantly in value.

Before the Board takes any questions may I simply thank the members of the Board and employees under the IBML umbrella for their dedication, hard work and for engendering a wonderfully positive culture through the organization. And to the shareholders, again thank you for your ongoing support and patience.

Are there any questions from the floor?

