



THUNDELARRA

EXPLORATION LTD

22 October 2004

The Manager
Companies Announcement Office
Australian Stock Exchange Limited
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Thundelarra Exploration Ltd
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Via Electronic Lodgement

UNITED KIMBERLEY DIAMONDS NL – IPO – PRIORITY ALLOCATION

Thundelarra Exploration Ltd (“Thundelarra”) refers to its announcement to the Australian Stock Exchange Ltd on 1 October 2004 in respect to the sale of its 95% interest in the Phillips Range Diamond Joint Venture to United Kimberley Diamonds NL (“UKD”).

Thundelarra advises that it has secured for Thundelarra shareholders a priority allocation to subscribe for 10,000,000 UKD shares to be issued under an initial public offering (“IPO”) to raise up to \$10,000,000 by issuing 50,000,000 UKD shares at 20 cents each.

The offer of securities under the UKD IPO is made pursuant to the UKD Prospectus dated and lodged with the Australian Securities & Investment Commission on 22 October 2004. UKD will dispatch a copy of the UKD Prospectus to Thundelarra shareholders **registered as members** as at 5.00 pm WST on **1 November 2004** (shareholders/investors should allow appropriate time for settlement of the acquisition of Thundelarra shares to occur by this date and should consult their professional advisers in this regard).

Thundelarra shareholders wishing to acquire UKD shares will need to complete the yellow Priority Application Form that will be in or will accompany the UKD Prospectus. The Closing date for Priority Applications will be 5.00 pm WST on **19 November 2004**.

Further details on UKD, the IPO and how to request a copy of the Prospectus can be obtained from UKD’s website at www.ukd.com.au. The yellow Priority Application Form will not be on the UKD website, but will be in or will accompany the UKD Prospectus to be dispatched to Thundelarra shareholders.

Yours sincerely
THUNDELARRA EXPLORATION LTD

Frank DeMarte
COMPANY SECRETARY

