



THUNDELARRA

EXPLORATION LTD

Suite 2, Level 3, IBM Building
1060 Hay St, West Perth
Western Australia 6005
PO Box 7363, Cloisters Square
Perth WA 6850
Tel 61 8 9321 9680
Fax 61 8 9321 9670
perth@thundelarra.com
www.thundelarra.com

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The Manager
Australian Stock Exchange Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Thundelarra Exploration Ltd
ABN 74 950 465 654
ACN 085 782 994



Via Electronic Lodgement

Dear Sir/Madam

COPERNICUS DEEPS – NICKEL COPPER INTERCEPTS

All drilling data and assay results at Copernicus Deeps project in the East Kimberley have now been received and reviewed results are as follows.

Nickel and copper results were recorded from two holes with the third intercepting matrix sulphides. The three reverse circulation and diamond drill holes totalling 1,352 metres tested the extrapolated geophysical plate representing the down plunge extension of the Copernicus North nickel sulphide mineralisation. Interpretation of data has been delayed to allow a gyroscopic survey to be completed so that assay and downhole electromagnetic ("DHEM") information could accurately indicate the plunge and dip of the mineralisation.

Drilling tested a previously unexplored 250 metre strike extension north of the known Copernicus mineralisation. Each of the three holes intersected magmatic sulphide, (breccia matrix, net vein textures and disseminations), in the anticipated plane of mineralisation. Significant intercepts were returned from CORCD059 - **1.2 metres @ 2.7% nickel, 0.71% copper**, and CORCD060 – **10 metres @ 1.02 %nickel, 0.83% copper**.

Results are listed in the Table below and shown on the attached long section.

SIGNIFICANT DRILL INTERCEPTS ABOVE 0.5% NICKEL, COPERNICUS DEEPS

Hole_ID	AMG84_52 East	AMG84_52 North	Local East	Local North	Collar Dip	Collar Azim.	Total Depth (m)	Intercept
CORCD059	392789	8047727	55090	103150	-63	116	369.5	331.4- 332.6m; 1.2m @ 2.7% Ni, 0.71% Cu
CORCD060	392758	8047853	55010	103250	-71	108	472	439.3- 449m; 10m @ 1.02 %Ni, 0.83% Cu
CORCD061	392789	8047950	54990	103350	-75	104	510	470.40- 471.20m; matrix sulphides, no anomalous Ni

Each of the drillholes has been surveyed by DHEM. CORCD059 recorded a strong in-hole anomaly with updip extension. Along strike 100 metres CORCD060 clipped the downward edge of the conductor with a weak in-hole anomaly with updip extension recorded. A second interpreted mineralised body a distance offhole has also been identified and presents the possibility of multiple zones of mineralisation being present in this part of the sulphide system. CORCD061, located a further 100 metres to the north did not record any DHEM features and appears to have drilled a footwall position due to flexure of the mineralised zone.

The DHEM data indicates the mineralised sulphide zone plunging northwards has a shallower dip than anticipated and as a result the drillholes appear to have intersected the lowest edge of the mineralised plate and that hole number CORC061 passed to the west and below the mineralised zone. The matrix sulphides cored clearly indicate that.

An exciting aspect of this intercept at depth is that approximately 70 metres to the north is the boundary line of the **Thundelarra Exploration Ltd – LionOre Australia Joint Venture Farmin claim number E80/2716** (see attached long section).

The Copernicus project is now evolving into a potentially viable and sizable discovery and we are now well positioned to more clearly target the mineralised geophysical features as defined with well directed and controlled diamond drilling.

The Company's objective is to continue exploration on this and other targets discovered during our 2005 exploration efforts with the view to developing a stand alone nickel-copper mine and extraction facility.

Yours sincerely
THUNDELARRA EXPLORATION LTD



PHILIP CRABB
Chairman

For further information about Thundelarra Exploration Ltd.

Website: www.thundelarra.com

Contacts:

Philip Crabb
Chairman
Thundelarra Exploration Ltd

or

Brian Richardson
Director of Exploration
Thundelarra Exploration Ltd

The details contained in this report that pertain to ore and mineralisation is based upon information compiled by Mr Brian Richardson, a full-time employee of the Company. Mr Richardson is a Member of the Australasian Institute of Mining and Metallurgy (AUSIMM) and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Richardson consents to the inclusion in this report of the matters based upon his information in the form and context in which it appears.

103400 mE

103000 mE

102600 mE

Copernicus Deeps

Copernicus North

The Link

Copernicus

Oxide

300 mRL

200 mRL

100 mRL

0 mRL

-100 mRL

E80/2716

Thundelarra -
LionOre JV Area

-200 mRL

E80/2716

MLA80/540

MLA80/540

Thundelarra 100%

CORCD061**Matrix Sulphides**

Ni-Cu sulphide mineralisation

Existing mineralised drill hole showing
DHTEM direction to greater conductance**CORCD054**

2.7m @ 0.5% Ni

CORBD055

6.6m @ 3.02% Ni, 1.34% Cu

CORC040

2m @ 1.10% Ni, 0.98% Cu

CORCD057

8m @ 1.32% Ni, 2.02% Cu

CORCD058

12m @ 1.09% Ni, 0.75% Cu

CORC051

14m @ 1.45% Ni, 1.16% Cu

CORC052

7m @ 0.96% Ni, 0.62% Cu

CORCD059

1.2m @ 2.7% Ni, 0.71% Cu

CORCD060

10m @ 1.02% Ni, 0.83% Cu

CORCD053

2m @ 1.3% Ni, 0.8% Cu

CORC035

3m @ 2.75% Ni, 1.36% Cu

CORC039

17m @ 1.36% Ni, 0.87% Cu

CORC043

Intersected pyroxenite dyke

Copernicus Project**Geological Long Section showing existing
Copernicus North & Deeps Drillholes**Existing barren drill hole showing DHTEM
direction to off hole anomaly2005 Diamond drill hole showing DHTEM
direction to greater conductance

100m