ASX ANNOUNCEMENT

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THUNDELARRA EXPLORATION

HIGH GRADE DRILL INTERCEPT AT FLEUR DE LYS EXPANDED NT DRILLING PROGRAM UNDERWAY

Results have been received from a four hole reverse circulation (RC) drill program carried out at the Fleur de Lys prospect (THX 70%, GBS 30%). Hole 08PCRC002 intersected one metre grading 2,608 ppm U_3O_8 from 57 metres. The mineralisation appears to be associated with a late stage cross cutting structure rather than the primary shear zone which was the target of the drilling. The remaining three holes intersected the primary shear and did not return significant uranium grades. The next phase of drilling at Fleur de Lys will be oriented to further test the cross cutting structures.

Fleur de Lys is located within the Pine Creek Orogen in the Northern Territory. Thundelarra has just recommenced RC drilling at Pine Creek after a delay that resulted from drill rig availability. However the delay has enabled additional targets to be prepared and the current program has now been expanded to test seven separate uranium prospects, including a second phase at Fleur de Lys.

Drilling is currently underway at the Bella Rose prospect within Thundelarra's 100% owned Hayes Creek property. The initial holes at Bella Rose will target uranium mineralisation defined in three costeans recently excavated at the prospect. The mineralisation is associated with quartz-veined breccia zones and an extensive shear zone along a carbonaceous shale/siltstone contact. Rock samples from the prospect have returned assays of up to 1,720 ppm U_3O_8 and a detailed ground radiometric survey defined a high order radiometric anomaly over a one kilometre strike length.

The ongoing systematic field assessment of priority airborne radiometric anomalies within the extensive Pine Creek project area has discovered a number of new uranium occurrences including the Thunderball prospect (THX 70%, GBS 30%). At this prospect drilling will test a strong 300 metre long north-east trending ground radiometric anomaly associated with shear zones within a carbonaceous shale unit. Sampling of float material from a small creek draining the anomaly returned assays of up to 2,700 ppm U_3O_8.

Thundelarra is also re-assessing work programs on the Company's Western Australian uranium prospects following the recent change in state government.

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.