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31 May 2010

Australian Securities Exchange Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Attn: The Manager – Companies

Dear Sir

Competent Person Statement

In relation to the announcement released to ASX regarding Gnaweeda Gold Project drilling results on 28 May 2010, please refer to the following Competent Person Statement which covers the information contained in that announcement.

The information in this announcement that relates to Exploration Results is based on information that has been reviewed by Dr Doug Jones, a full-time employee and Director of Chalice Gold Mines Limited, who is a Member of the Australasian Institute of Mining and Metallurgy and is a Chartered Professional Geologist. Dr Jones has sufficient experience in the field of activity being reported to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves, and consents to the release of information in the form and context in which it appears here.

Yours faithfully,



RICHARD HACKER
Company Secretary