

RESOURCES & RESERVE STATEMENT

CHALLENGER GOLD PROJECT

(DOMINION 100%)

30 JUNE 2010

SHOOT/LEVEL	RESOURCES				RESERVES				NOTES
	CATEGORY	TONNES	GRADE (g/t Au)	CONTAINED OUNCES	CATEGORY	TONNES	GRADE (g/t Au)	CONTAINED OUNCES	
Underground Development									
M1 1065 Crown Pillar	Measured	21,000	9.6	6,480	Proven	23,000	7.6	5,620	2
M1 below 400m RL (inc broken stocks) to 360m RL	Measured	19,450	7.0	4,370	Proven	23,000	5.7	4,220	2/3
M1 360m RL – 180m RL	Indicated	166,300	6.5	34,510	Probable	198,000	5.2	33,230	3
SUB-TOTAL		206,750	6.8	45,360		244,000	5.5	43,070	
M1 180m RL – -200m RL	Inferred	351,000	6.5	72,900					3
M1 Shadow Zone 760m RL - 740m RL	Measured	3,300	10.1	1,070	Proven	4,240	6.9	940	3
M1 Shadow Zone 800m RL - 760, 680 - 660m RL	Indicated	15,100	8.4	4,070	Probable	12,000	6.9	2,660	3
SUB-TOTAL		18,400	8.7	5,140		16,240	6.9	3,600	
M1 Shadow Zone 900m RL – 800m RL	Inferred	25,000	8.4	6,780					3
M2 1000 - 940, 840 - 800, 440 - 400m RL	Measured	241,500	6.0	46,760	Proven	239,320	5.8	44,540	2
M2 1120 - 1000, 940 - 840, 780 - 440, 400 - 220m RL	Indicated	1,403,000	5.7	256,140	Probable	1,248,900	5.7	229,870	2/3
SUB-TOTAL		1,644,500	5.7	302,900		1,488,220	5.7	274,410	
M2 220m RL – -200m RL	Inferred	1,119,000	8.1	291,500					3
M3 Above (1135m RL)	Measured	16,000	8.5	4,370	Probable	12,000	7.3	2,820	1
M3 1070m RL - 990m RL, 805mRL – 770m RL	Measured	24,400	5.2	4,060	Proven	28,810	4.3	3,940	4
M3 980 – 800, 780 – 600, 560 – 400m RL	Indicated	250,100	7.7	61,560	Probable	264,740	6.9	58,820	4
M3 1072 - 980m RL 400 – 275m RL	Indicated	82,400	4.5	11,910					4
SUB-TOTAL		372,900	6.8	81,900		305,550	6.7	65,580	
M3 275m RL - -100m RL	Inferred	153,500	4.4	21,900				0	4
Challenger West Surface to 1000m RL	Indicated	63,300	11.1	22,540	Probable	85,500	8.3	22,780	5*
Challenger West 1000 - 800m RL	Indicated	87,300	18.8	52,690		0	0.0	0	5
SUB-TOTAL		150,600	15.5	75,230		85,500	8.3	22,780	
Challenger West 1000 - 700m RL	Inferred	23,000	34.1	25,000		0	0.0	0	5
Open Pit Development									
SEZ Shoot	Indicated	133,000	2.6	11,120	Probable	13,000	4.8	2,000	4
Challenger Area "shallow" deposits									
Challenger 3 above 1120m RL	Indicated	16,000	2.9	1,490					5
SUB-TOTAL		16,000		1,490					
TOTAL	Measured	309,650	6.3	62,740	Proven	318,370	5.8	59,260	
	Indicated	2,232,500	6.4	460,400	Probable	1,834,140	6.0	352,180	
	Inferred	1,671,500	7.8	418,080					
Stockpiles									
ROM	Measured	5,300	5.2	890	Proven	5,340	6.5	890	
Low grade ROM	Measured	3,500	2.3	250	Proven	3,500	1.5	250	
Low Grade Stockpile	Measured	148,200	1.7	7,860	Proven	148,200	1.7	7,860	
SUB-TOTAL		157,000	1.8	9,000		157,040	2.1	9,000	
OVERALL TOTALS	Measured	315,000	6.3	63,630	Proven	323,710	5.8	60,150	
	Indicated	2,232,500	6.4	460,400	Probable	1,834,140	6.0	352,180	
	Inferred	1,671,500	7.8	418,080					
	Measured LG	151,700	1.7	8,110	Proven LG	151,700	1.7	8,110	
	TOTAL	4,370,700	6.8	950,220	TOTAL	2,309,550	5.7	420,440	6
Gold in plant circuit								1,210	
TOTAL RESERVES								421,650	

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Notes

1. Based on a 3D Block Model by Dominion Gold Operations (DGO). A top cut of 180 g/t Au has been applied.
2. Based on close spaced grade control data and detailed stope designs carried out by DGO.
3. Based on a 'generic' approach which takes into account both historic reconciled data from underground mining, using a 180 g/t Au top cut, and continuity of orebody geometry as interpreted from both drilling and underground development. This approach, developed by DGO, to deal with the unusual, but very consistent, folded geometry of the ore shoots, is considered to be a more accurate basis for estimation than traditional block modelling.
4. Based on 3D Block Models by DGO. Underground M3 Shoot reserve estimated applying a 2 g/t cut off grade and a 180 g/t top cut. SEZ Shoot open pit optimisation based on a resource using a 0.5 g/t cut off grade and a 5 g/t top cut.
5. Based on 3D Block Models by DGO. Top cut of 80 g/t Au has been applied.
- 5* Mining width is greater than ore width – no ore loss expected.
6. Resources are inclusive of Reserves.

ATTRIBUTION

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Peter Bamford, Tony Poustie and Paul Androvic who are full-time employees of the Company, members of the Australasian Institute of Mining and Metallurgy. Peter Bamford, Tony Poustie and Paul Androvic have sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Peter Bamford, Tony Poustie and Paul Androvic, consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.