



GULF MINES LIMITED

ASX ANNOUNCEMENT

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Iron Oxide Drilling Programme – Nowa Nowa

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Gulf Mines Limited (ASX:GLM) is pleased to announce that the drilling programme at its Nowa Nowa Iron Oxide Project in East Gippsland, Victoria, is ready to commence.



- A drill rig is currently under contract and an intensive initial drilling programme will be conducted throughout the months of October and November.
- State Government of Victoria representatives have visited the project and approved the drill site positioning.
- Approval for the Work Plan, submitted to the Mines Department of Victoria, is expected in the next week.
- Drilling will commence as soon as the Mines Department approval is received.
- Initial drilling will require a minimum 20 diamond drill holes with the maximum depth of the holes expected to be 150 m.
- The company will assay core on-site using its hand held Niton XRF unit prior to forwarding samples for laboratory assay.
- Further announcements are pending regarding the ongoing modelling of the Iron Oxide resource commencing with the 5, 6 and 7 Mile Creek area which alone, as previously announced, has the potential to deliver 50 to 100 million tonnes of Iron Ore. An average grade of 8 samples from the prospect area is 59% Fe.
- This initial drilling is necessary to define the scope of a continuation to resource infill drilling.
- Extensions to the scope and intensity of drilling programs will be developed on the basis of the initial drilling and data collected from ongoing geological mapping across the entire 100 square kilometres of the project.

Graham Reveleigh, Managing Director, said, "This initial drilling will be directed not only at the relatively small area located along the 5 Mile, 6 Mile and 7 Mile magnetic anomalies but to highly prospective targets identified across the entire project area".

For further information please contact Graham Reveleigh on 07 4033-1805.



Gulf Mines Limited is a rapidly developing junior exploration company with significant projects in the Northern Territory and Queensland for uranium, copper and zinc, gold and diamonds. The Company is focused on bringing the targets in these project areas to development by ground exploration and drilling as quickly as is technically possible. Gulf Mines will develop and mine resources it identifies "in house". The company will continue to acquire good quality exploration plays as they are identified.