



ABN 52 007 626 575

14 October 2009

The Manager

Company Announcements

Australian Stock Exchange

Level 10, 20 Bond Street

SYDNEY NSW 2000

**NICKEL/COBALT IN LATERITE, SUMMERVALE, NEAR NYNGAN, NSW - EXPLORATION LICENCE 7281**

The Company reported on 25 June 2009 some very encouraging early drilling results on a suspected (and now expected to be) large extension to the known Nyngan-Westlynn resource. The subsequent drilling program in September 2009 was designed to further explore the potential of this tenement.

The latest drilling results, in combination with those reported on 25 June; appear to have identified a block of continuous mineralisation estimated to be 200 meters wide and 800 meters long. The complete table of assay results is given below. This resource doesn't follow the expected magnetic signature and as such was difficult to locate. At the present time this is all the information the Company has on this tenement.\*

To reach proper JORC resource status, further exploratory drilling is required. For this stage the assay results indicate that Jervois has a major discovery (for Australia) of relatively high grade nickel in laterite e.g. 13 meters of 1.41% nickel in one key drill hole.

All shareholders should take pleasure and satisfaction from the success of our exploration team in this area. Dr S. Van Huet and her technical assistant Ms J. Quinn identified the possibilities of the area and then confirmed the mineralised target with follow-up drilling/assays, as shown. Nickel grades of the level shown are considered likely to attract some major players as partners.

*\*One drill hole yielded 3 metres at 0.21% cobalt and 5 drill holes returned assayed interval of >55% iron (as magnetite). This latter, and other intervals of interest, will be assayed for gold/copper etc.*



DUNCAN C. PURSELL

MANAGING DIRECTOR

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by D.C. Pursell (MAusIMM). D.C. Pursell 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 Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. D.C. Pursell consents to the inclusion.

**Summervale - Nyngan NSW.**

**Exploratory drilling program; June and September 2009**

<b>Hole number</b>	<b>Northing GDA</b>	<b>Easting GDA</b>	<b>From (m)</b>	<b>To (m)</b>	<b>Interval width (m)</b>	<b>Ni %</b>	<b>Co %</b>
SV1	6523588	501394	43	47	5	0.710	0.027
SV4	6523584	501313	43	49	6	0.914	0.046
SV5	6523584	501213	38	41	3	0.686	0.032
SV6	6523734	501426	31	41	10	0.922	0.034
including			32	37	5	1.145	0.038
SV15	6524364	502331	28	31	3	0.96	0.255
SV39	6524466	502333	27	38	11	1.02	0.035
including			29	35	6	1.25	0.034
SV44	6522985	501348	41	54	13	1.41	0.083
including			41	42	1	2.15	0.033
and			43	44	1	2.03	0.264
and			42	45	3	1.89	0.210

**Map showing location of drill holes Summervale, NSW**

## Summervale Drilling 2009

