

Interpretive geological longitudinal projection along the Stawell Gold Corridor showing the location of the Stawell and Ararat goldfields, the extents of un-mineralised cover, the location of the Magdala basalt dome, Grange dome and other basalt dome targets, together with known areas of gold mineralisation.

Company ready for more drilling

STAWELL

STAWELL based exploration company, Navarre Minerals, has successfully completed its capital raising program, allowing it to commence drilling at its Grange prospect.

The total proceeds of the capital raising were approximately \$450,000 before costs. Funds raised from the capital raising will enable the company to undertake its proposed drilling program at the Stawell Corridor Gold Project, where significant gold potential has been identified for immediate drill testing on the Grange prospect.

Navarre has planned, and expects to commence, an RC and diamond drilling program of up to 2,000 metres at its Grange prospect.

Managing Director Geoff McDermott said the focus of drilling would be potentially mineralised sediments located on the western flank of an interpreted basalt dome structure.

"This is believed to be similar to the basalt dome controlling gold mineralisation at Stawell's Magdala Gold Mine, currently being mined by Crocodile Gold Corp," Mr McDermott said.

"The program comprises at least three diamond holes designed to intersect several IP chargeability anomalies located on the west flank of the Grange basalt and several RC holes testing for shallower gold mineralisation.

Mr McDermott said the company had finalised its work plan, selected a preferred drill contractor and was working towards finalising other preparations for the commencement of the drill program.

The primary target of the proposed drill program is the Grange Exploration Target, which is situated within the Tatyoon exploration licence.

Mr McDermott said the potential quantity and grade of the Grange Exploration Target is conceptual in nature.

"There has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource," he said.

"The Grange Exploration Target is a Stawell-style gold exploration target identified by Navarre following the compilation of geology and geophysical research undertaken by Navarre.

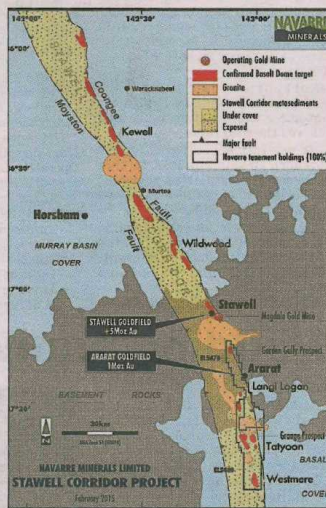
"The target is approximately 1,500 metres in length and is located at shallow depths from approximately 35 metres to 350 metres (vertical depth) below surface.

"Using the analogy of Stawell's Magdala gold deposit as a predictive model, in particular the attributes of Stawell's Central Lode orebody (which has an average thickness of about five metres), we estimate the Exploration Target for the western flank of the Grange basalt dome of between approximately six to 10 million tonnes, with gold grade of between approximately four grams per tonne and six grams per tonne. This equates to approximately 0.8 to 1.9 million ounces of contained gold."

Mr McDermott said he was also delighted to announce that the company had been granted a new exploration licence covering the historic Ararat Goldfield.

This 100%-owned licence was granted on February 25 for a period of five years.

"Together with Tatyoon, the company now controls a 60 kilometre section of the prospective Stawell Gold Corridor immediately south of Crocodile's producing Stawell Gold Mine and their northern Stawell Corridor exploration leases," Mr McDermott said.



A plan of the Stawell Gold Corridor showing the location of basalt dome targets.