

## Hidden Valley Project

Goes Ahead

**PNG Mining Conference 2006** 

12<sup>th</sup> July 2006



### Introduction and Contents

Brief Description

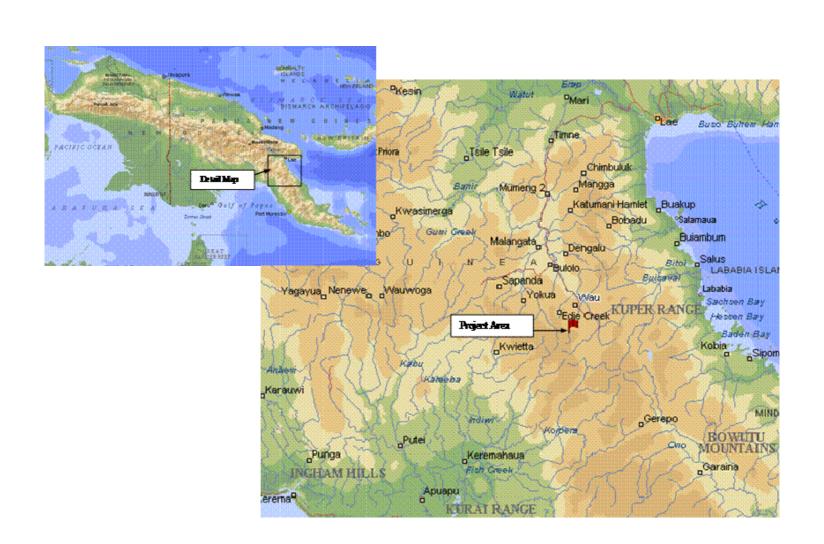
Current Project Status

Current Work Areas

Project Schedule



### **Project Description**





### Project Description

| Project Parameters           |               |           |
|------------------------------|---------------|-----------|
| Variable                     | Units         | Base Case |
| Mine Life                    | Years         | 9.7       |
| Ore Tonnes                   | Tonnes ('000) | 40,513    |
| Au Grade                     | g/t           | 2.21      |
| Ag Grade                     | g/t           | 35.74     |
| Au Recovered                 | Ounces ('000) | 2,621     |
| Ag Recovered                 | Ounces ('000) | 39,129    |
| Peak Annual Production Au    | Ounces ('000) | 317       |
| Average Annual Production Au | Ounces ('000) | 280       |
| Cash Costs (nett of Ag)      | USD\$/oz      | 220       |
| Capital                      | USD\$M        | 261       |

### **Current Status**



- Funding approved by the Harmony Board in May 2006, but subject to:
  - implementation plan
  - overland conveyor
  - power supply
  - customs
- EMP approved April 2006
- MOA signed

# HARMONY

### **Current Work Areas**

- Access Road
- Tailings Storage Facility design
- EPCM Contract award process
- Power Generators- purchase/transport
- Mining Equipment purchase

# HARMONY

#### **Current Work Areas**

- Consultant currently working on:
  - implementation plan
  - overland conveyor
  - long lead equipment
  - Ex Misima equipment
- On-going environmental work
- Operational manning



- Resolve funding caveats July 2006
- Award EPCM contract July 2006
- Place majority of equipment orders January 2007
- Start construction of process plant July 2007
- First ore processed September 2008



## Wrap up

