

ASX ANNOUNCEMENT

ANGLO AUSTRALIAN RESOURCES NL ACQUIRES KEY GOLD PROJECTS FROM GOLD FIELDS SUBSIDIARY, KALGOORLIE WA

Anglo Australian Resources NL has completed an agreement with St Ives Gold Mining Company Pty Ltd a wholly owned subsidiary of Gold Fields Australia Pty Ltd, the Australian mining arm of Gold Fields Limited of South Africa to acquire two key gold exploration projects - **Feysville** and **Carnilya** - located south east of Kalgoorlie (refer attached map).

The **Feysville** project consists of all mineral rights attached to two mining leases located 16km SSE of Kalgoorlie. The project is situated in the geological / structural corridor, bounded by the Boulder Lefroy Fault, that hosts the world class deposits of Kalgoorlie and St Ives as well as other substantial deposits in the New Celebration, Kambalda and Hannans South areas. Previous exploration by WMC Resources Ltd defined extensive surficial and supergene gold mineralisation as well as numerous gold bedrock intersections. Prospects remain underdrilled including a gold mineralised zone defined over 200m (values up to 10m @ 9.1g/tAu) that remains open on strike and at depth.

The **Carnilya** project consists of the gold mining rights only attached to four mining leases located 45km south east of Kalgoorlie. The gold potential of the project has been poorly tested as a result of past exploration focusing on the nickel potential. Only 10% of all holes drilled on the project were assayed for gold.. Gold exploration targets include two partially tested gold in soil anomalies (values up to 4m @ 2.14g/t Au).

Consideration for the acquisition is 15,000,000 fully paid ordinary AAR shares at a price of 2.6c each and 7,500,000 options exercisable at 5c each. The acquisition and issue of shares and options will be subject to shareholder approval.

As a consequence of a prior transaction between St Ives Gold Mining Company Pty Ltd and WMC Resources Limited the **Feysville** project is subject to a 1% gross royalty on gold and nickel as well as a 4% gross royalty on gold production in excess of 250,000oz and a price opportunity royalty of 10% of every dollar the gold price exceeds A\$600 and the acquisition of the gold mining rights at **Carnilya** is subject to approval by WMC Resources Limited.

Details of a drilling programme on the **Feysville** project will be announced on completion of the formal documentation.

Signed on behalf of the Board of Anglo Australian Resources N.L.

John L C Jones
CHAIRMAN

20 January 2003

Information in this Report relating to geological data has been compiled by the Anglo Australian Resources NL Exploration Manager, Peter Komyshan, who:

- is a full-time employee of Anglo Australian Resources NL;
- is a Member of the Australasian Institute of Mining and Metallurgy and has had more than five years' experience in the field of activity reported herein;
- has consented in writing to the inclusion of this data.

Anglo Australian Resources NL

Feysville and Carnilya Project Location

Western Australia

