



NAVIGATOR
RESOURCES LIMITED

28 June 2011

The Manager
Company Announcements Office
Australian Stock Exchange Limited
PO Box H224 Australia Square
SYDNEY NSW 2000

Dear Sir/Madam

AMEC CONVENTION PRESENTATION

Please find attached a copy of a presentation by Non-Executive Chairman Dr Allan Trench delivered to the 2011 AMEC Convention in Perth this afternoon.

Further information is available on the Company website www.navigatorresources.com.au.

Yours sincerely
NAVIGATOR RESOURCES LTD

Gerry Kaczmarek
Company Secretary

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BRONZEWING & FUNDING

UPDATE

AMEC CONVENTION: JUNE 2011



ALLAN TRENCH
Non-Executive Chairman

www.navigatorresources.com.au



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COMPETENT PERSONS STATEMENT

Sections of information contained within this report that relate to Exploration Results, Mineral Resources or Ore Reserves at the Bronzewing Gold Project are based on information reviewed by Bernie Kirkpatrick who is a full-time employee of Navigator Resources Limited and a Member of the Australasian Institute of Mining and Metallurgy. Bernie Kirkpatrick has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Bernie Kirkpatrick consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Introduction

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Bronzewing Gold Project



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BRONZEWING ACQUISITION

- ◆ Completed 30 September 2009 for \$9.55 million acquisition cost and \$6.45 million of cash backed environmental bonds
- ◆ Opportunity for NAV to fast track into gold production for modest startup costs
- ◆ Highly prospective landholding of +1,000km² on Yandal greenstone belt
- ◆ 3.1Moz historical production
- ◆ +\$200 million infrastructure replacement cost
- ◆ Starting 5 year open pit mine plan of 9.27Mt @ 1.8g/t to produce 490,000oz Au at average annual production of circa 100,000oz

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BRONZEWING ACQUISITION PHILOSOPHY

- ◆ Bronzewing was considered a “*Company Starting*” project
- ◆ First two years the most challenging
- ◆ Anticipated modest initial cashflow to be used to repay debt and explore
- ◆ Strong cashflows from Year 3 to be used for actively growing the Company
- ◆ Exploration strategy aimed at increasing mine life to 10 years by discovering higher quality, higher margin ounces

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BRONZEWING ACTUAL PERFORMANCE

- ◆ Mill has performed very well, with demonstrated ability to operate at new throughput highs of 2.5Mtpa
- ◆ Higher than budgeted mill throughput has partially mitigated against lower than expected grade
- ◆ Central Pit main ore source in Year 1 has under-performed by 15% on contained ounces of reserve
- ◆ Slips and wet weather have adversely impacted over and above normal risk allowances for these factors
- ◆ Mining department did not achieve the budgeted equipment productivity and unit cost/BCM was significantly higher than forecast
- ◆ Resultant forecast cashflow therefore not achieved, thus constraining exploration activities and accumulation of cash

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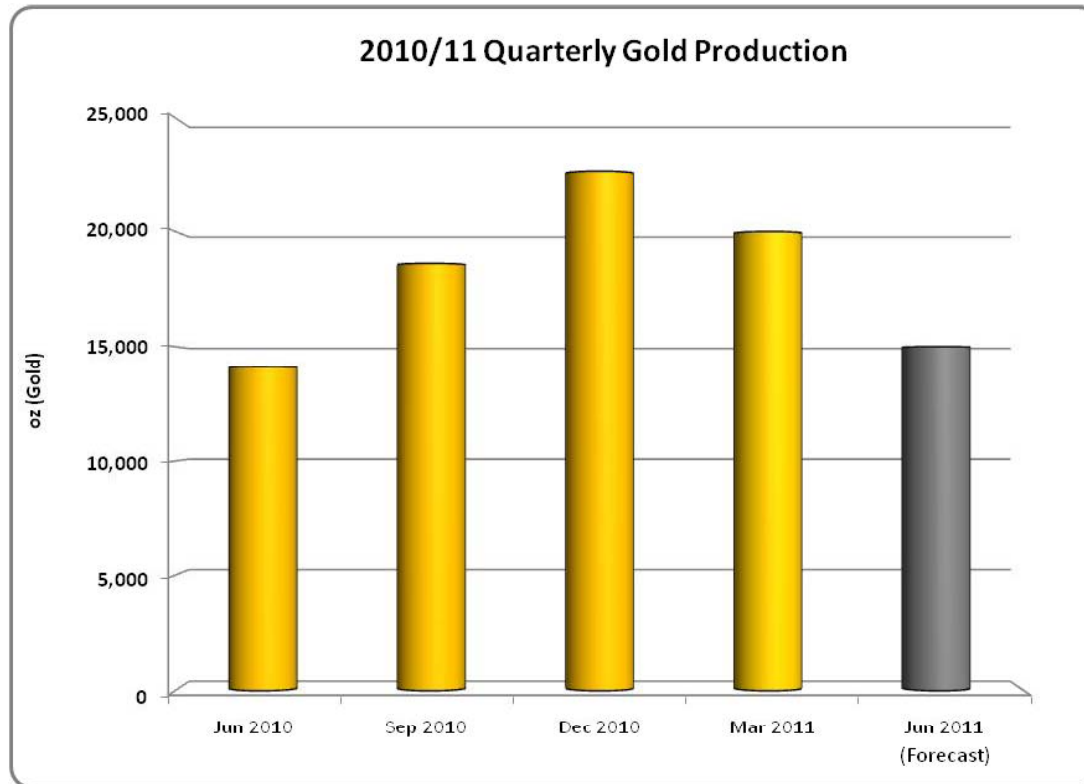
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PRODUCTION & COST TRENDS



- ◆ Internal June quarter production forecast materially revised downward in early April after the Board and market had already been advised (from circa 25,000oz to 15,000oz)
- ◆ Decisive management changes
 - ◆ Mining Manager departed January 2011
 - ◆ General Manager departed early April
 - ◆ Chief Operating Officer departed early April

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WHAT HAS NAV DONE ABOUT IT?

- ◆ **REVIEWED COCKBURN PIT MINE PLAN**
- ◆ Ore supply shortfall confirmed for the June 2011 quarter and into the 2011/12 budget year
- ◆ Independently benchmarked productivity rates and unit costs to ensure achievable mine plan
- ◆ Developed new mine plan to focus on obtaining access to 300,000oz ore supply at Cockburn Pit
- ◆ Significant waste stripping required to establish full mill ore supply
- ◆ Cutback progressing well with improved excavator productivity being achieved
- ◆ First ore mined; positive reconciliation against inferred gold mineralisation modelled
- ◆ First grade control program of 480mRL predicts 69% more ore tonnes and 51% more ounces than the resource model

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REVISED MINE PLAN CONSEQUENCES

- ◆ Accelerated waste pre-stripping requirement at Cockburn Pit needs additional funding
- ◆ NAV has renegotiated terms for its outstanding debt repayment of \$11.1 million
- ◆ Cockburn ore production will ramp up over the coming months
- ◆ Worse case mine plan sees full ore production from Cockburn by no later than March 2012
- ◆ Short term mine planning initiatives underway with the objective of bringing forward ore supply

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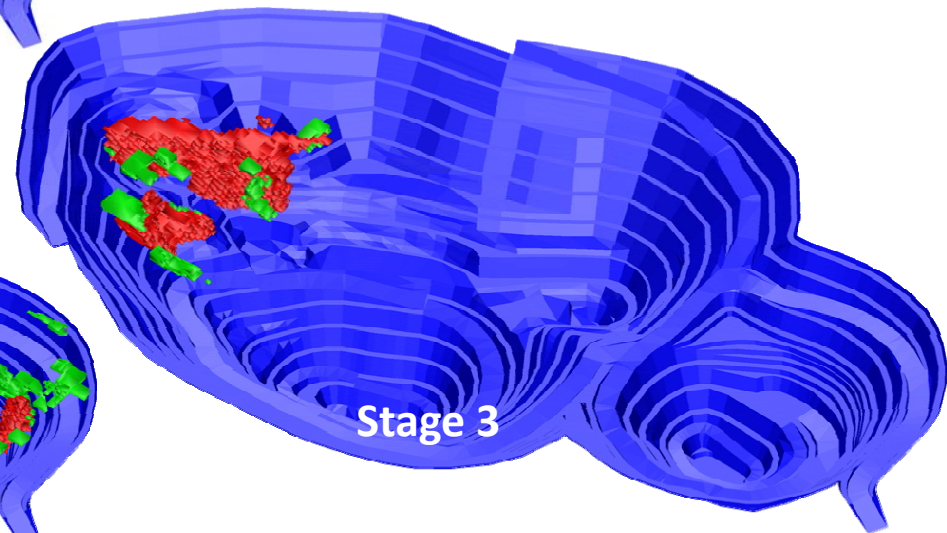
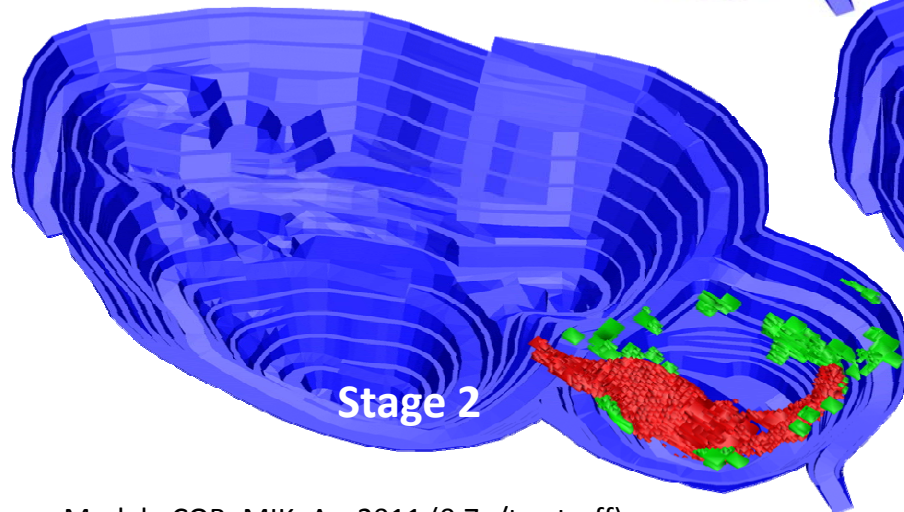
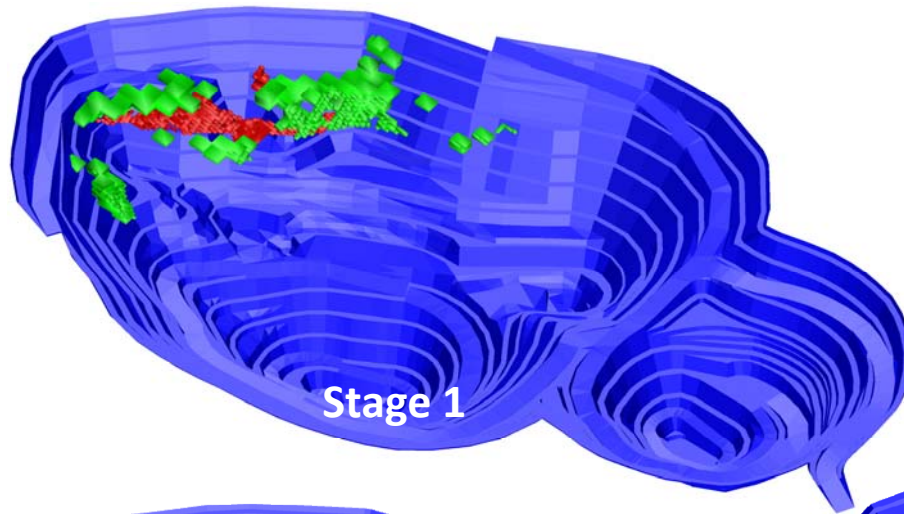
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COCKBURN PIT – CUTBACK STAGES 1, 2 & 3



	Volume	Tonnes	Grade (g/t)	Ounces
Stage 1	65,126	117,227	1.69	6,372
Indicated	21,514	38,725	1.56	1,946
Inferred	43,612	78,502	1.75	4,426
Grand Total	65,126	117,227	1.69	6,372

	Volume	Tonnes	Grade (g/t)	Ounces
Stage 2	209,590	547,864	1.48	26,053
Indicated	192,687	511,062	1.46	24,066
Inferred	16,903	36,802	1.68	1,987
Grand Total	209,590	547,864	1.48	26,053

	Volume	Tonnes	Grade (g/t)	Ounces
Stage 3	111,415	244,948	1.88	14,812
Indicated	104,803	231,775	1.89	14,064
Inferred	6,612	13,173	1.77	748
Grand Total	111,415	244,948	1.88	14,812

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Reserve Model: COB_MIK_Apr2011 (0.7g/t cut-off)
Reserve: Green (Inferred); Red (Indicated)

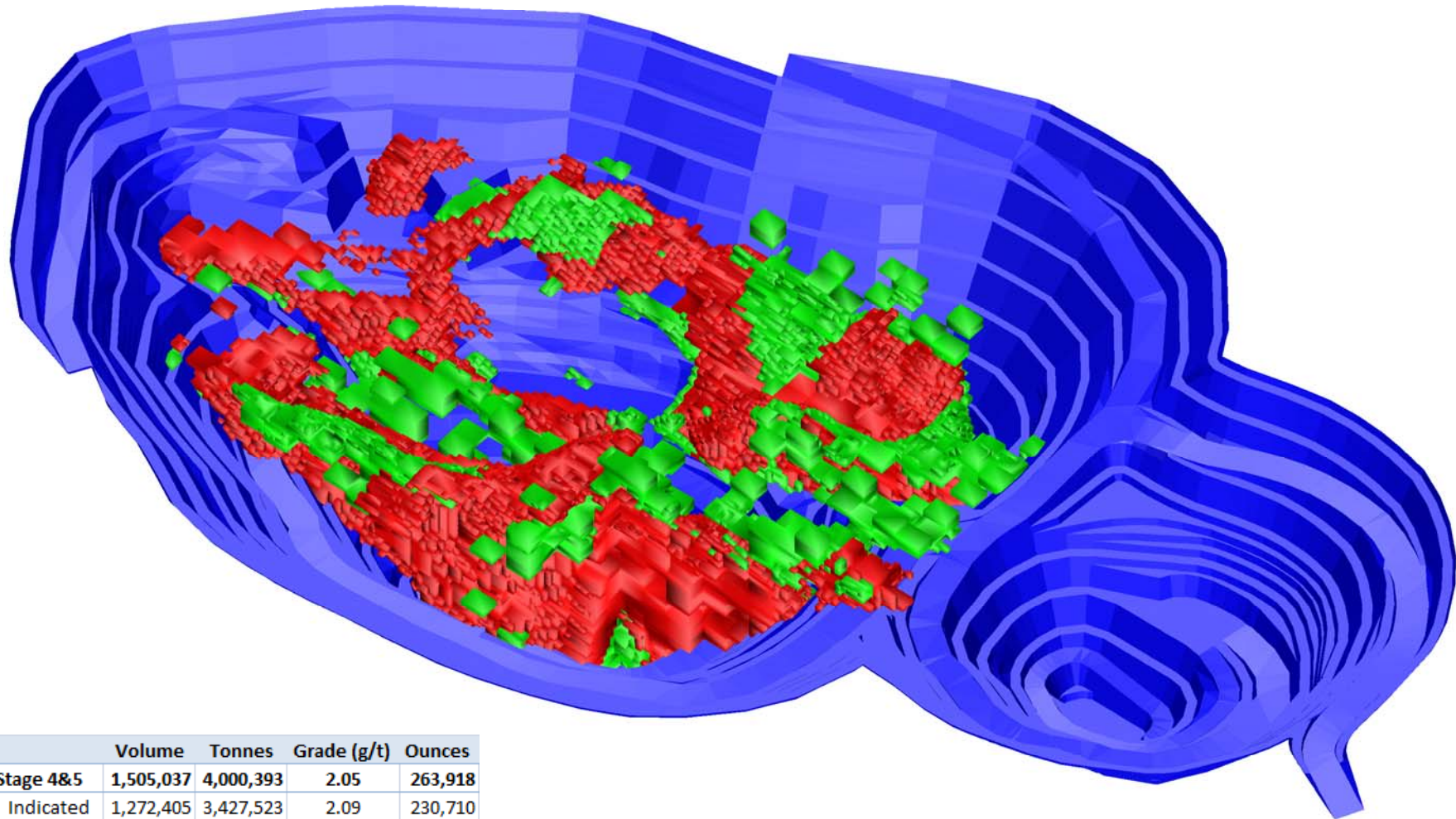
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COCKBURN PIT – CUTBACK STAGES 4 & 5



	Volume	Tonnes	Grade (g/t)	Ounces
Stage 4&5	1,505,037	4,000,393	2.05	263,918
Indicated	1,272,405	3,427,523	2.09	230,710
Inferred	232,632	572,870	1.80	33,208
Grand Total	1,505,037	4,000,393	2.05	263,918

Reserve Model: COB_MIK_Apr2011 (0.7g/t cut-off)
Reserve: Green (Inferred); Red (Indicated)

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MINE PLAN UPSIDE

- ◆ Newly optimised Cockburn Pit will have a lower waste:ore stripping ratio
- ◆ Interim western cutback expected to enable access to additional ore sooner
- ◆ Considerable potential for Cockburn Pit extensions with a higher gold price
- ◆ South plunging shoots offer underground mining potential
- ◆ Substantial positive cashflows forecast to commence from March 2012



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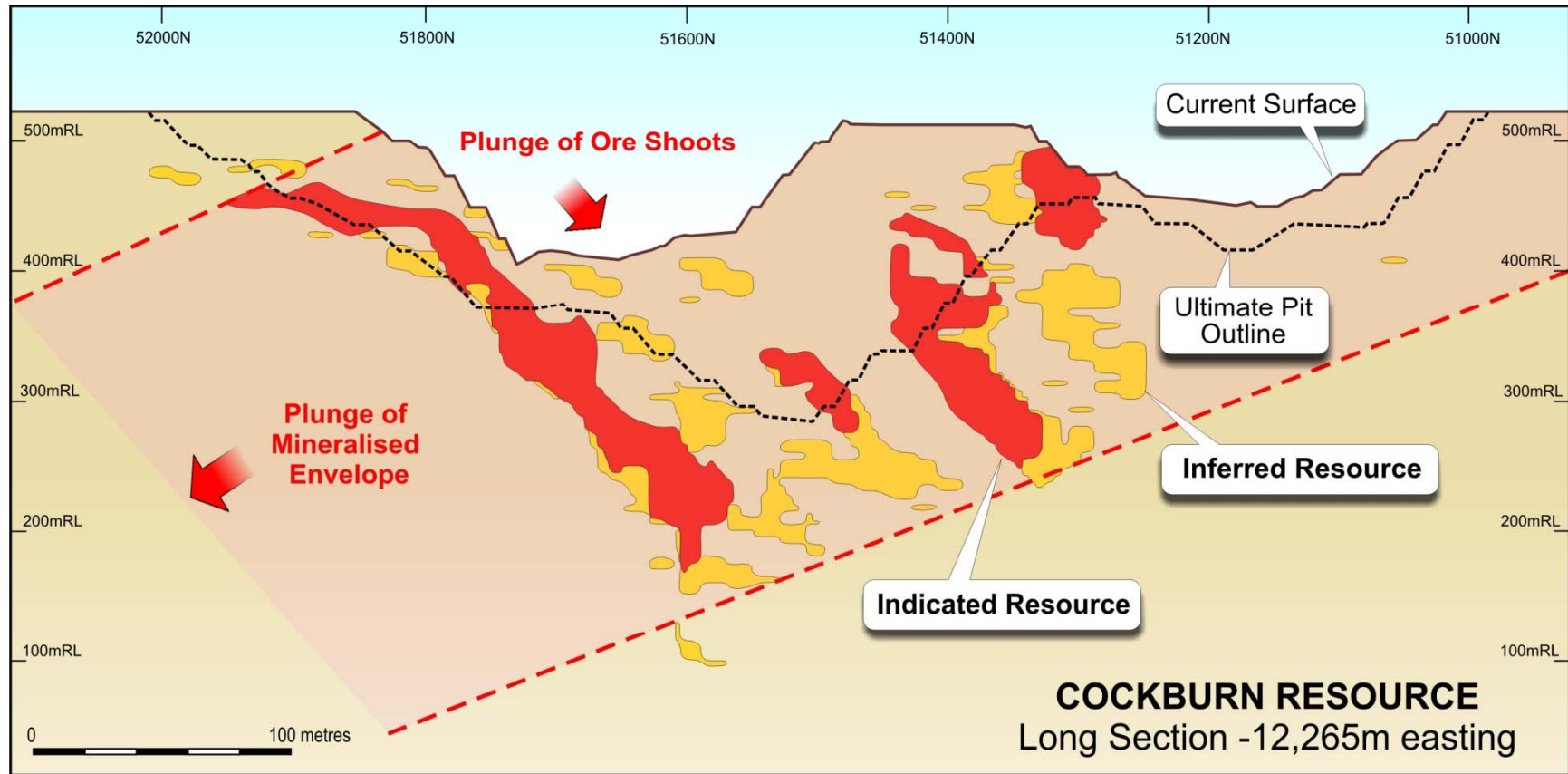
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COCKBURN PIT – SIGNIFICANT MINERALISATION BELOW CURRENT PIT DESIGN



(@0.7g/t Au cut-off)
Long section: 12,265m easting (+/- 25m)

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OPERATIONS MANAGEMENT IMPROVEMENTS

- ◆ New Bronzewing General Manager Mr Tim Blyth commenced 22 June
- ◆ New Bronzewing Mining Manager Mr Greg Brennan commenced 4 May
- ◆ Site workforce has willingly embraced and participated in cultural change
- ◆ Investment in training is improving supervisory leadership and operator competency
- ◆ Management team is united in its commitment to achieve the promised production and cashflow

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NAVIGATOR FUNDING

- ◆ NAV finished the March 2011 quarter with \$16.1 million of available cash
- ◆ The Company had projected a cash balance at that time of around \$5 million after repayment of the \$11.1 million RMB loan at the end of the June 2011
- ◆ Downward production revision in April of circa 10,000oz of gold removed circa \$14 million of revenue from the June 2011 quarter
- ◆ Once apparent, the Company announced a production downgrade to approximately 15,000oz Au for the June 2011 quarter and that first ore was expected to be mined from Cockburn Pit in September 2011
- ◆ Although first ore was mined from Cockburn Pit three months early in June 2011, the Project is expected to provide positive cashflow from early 2012 when full scale ore supply to the mill is achieved

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DEBT FINANCING

- ◆ RMB has indicated its ongoing support for the Company and the revised mine plan by agreeing to restructure the outstanding debt subject to an underwritten rights issue
- ◆ If NAV raises \$20 million in the rights issue, it will:
 - ◆ repay \$5.5 million to RMB upon completion;
 - ◆ repay \$2.8 million to RMB by 31 March 2012; and
 - ◆ repay \$2.8 million to RMB by 30 June 2012
- ◆ If the NAV rights issue is fully subscribed, it will repay the full \$11.1 million loan balance upon completion

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CORPORATE CONSIDERATIONS

- ◆ In exploring various funding options aimed at minimising the impact of pending fundraising on shareholders, NAV considered potential corporate solutions
- ◆ After exhausting possible corporate considerations, the Company decided that a renounceable rights issue was the fairest fundraising mechanism for shareholders
- ◆ NAV is intending to raise monies to repay the RMB loan, fund the Cockburn waste cutback and continue its exploration work at Bronzewing
- ◆ This fundraising will de-risk the Company's balance sheet and provide the required level of funding to access the bulk Cockburn Pit ore and the associated cashflow

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WHY IS THE BOARD STILL THERE?

- ◆ The Board made decisive management changes when it lost confidence in internal forecasts
- ◆ Since becoming aware of the extent of the ore supply shortfall and associated gold production downgrade, the Board and management team has worked tirelessly to get the Company through its difficulties
- ◆ The Board and management team have a belief in the future of the Bronzewing Gold Project
- ◆ The Board and management team believe the Bronzewing area to be prospective for major exploration discoveries
- ◆ Four of NAV's Board members are Top 40 shareholders; we too are feeling the pain of the low share price and capital raising structure
- ◆ The Board and management team remains committed to the interests of shareholders and to remedying the recent operational problems

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INVESTMENT SUMMARY

- ◆ At the rights issue price, NAV's valuation after completion of the rights issue is very low compared to peers
- ◆ The Company believes that realisation of end-of-year tax losses by some shareholders may have contributed to over-selling of the stock
- ◆ Strong cashflows to come from early 2012
- ◆ Operating infrastructure in good condition
- ◆ Strong exploration potential for major new gold discovery
- ◆ Strong new management focus

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