

ASX – JORC Code Update

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Presentation outline



ASX

AUSTRALIAN SECURITIES EXCHANGE

- Overview of previous 12 months
- Reporting issues
- Historical estimates
- Recent Developments

Overview of previous 12 months



- 3 “Companies Updates”

- 03/07 Metal Equivalents, Competent Person Statement & Suggested Consent Form, Extrapolation
- 11/07 Historical and Foreign Estimates
- 03/08 In situ values, Target Statements, Competent Person Statements

Overview of previous 12 months



- Regulatory Action
 - Action has been taken in respect of 500+ Public Reports
 - The action taken has included educational warnings, corrective announcements, release of correspondence to the market, suspensions and ASIC referrals

Reporting Issues

- Competent Person Statements
 - Are required for Public Reports
 - Must do the following
 - Disclose name, state if full time employee of the company, if not name employer
 - Must have at least 5 years relevant experience
 - Issued with prior written consent
- Target Statements
 - Tonnage and grade must be provided as a range
 - Proximate health warning

Reporting Issues

- In situ values
 - Contrary to intent of clause 27 of the Code
 - Lacks transparency and materiality
- Failure to state resource category or aggregation of resources with reserves
- Contained Metals
- Selective reporting/lack of drill hole information

Reporting Issues

- Historical Estimates
 - Refer to Companies Update 11/07
 - To disclose either historical estimates or foreign resource or reserve estimates not reported in accordance with the JORC Code, a waiver is required from listing rule 5.6.
 - Relevant to IPOs, announcements & explanatory memoranda to notices of meeting

Reporting Issues

- Historical Estimates
 - To obtain a waiver from rule 5.6:
 - Satisfy the 10 requirements detailed in Update 11/07, including:
 - Explaining why the estimate is reliable
 - Providing any more recently available data
 - Having a Competent Person accept responsibility for the accuracy of the disclosure

Recent Developments

- ASX has recently required companies to provide underlying Technical Reports.
- Proposed rule amendments - Appendix 5B: mining exploration companies to estimate cash outflows for the next quarter in respect of production and administration

Recent Developments cont'd



- Proposed rule amendments for oil and gas reporting
 - ASX has proposed reports referring to hydrocarbon resources or reserves must disclose whether the report complies with the SPE-PRMS or SEC Standard