DINKIDI – Moving towards Development

ANNUAL GENERAL MEETING

22 OCTOBER 2003
### PHILIPPINE PROJECTS AND MAJOR DEPOSITS

#### Map:
- Luzon
- Mindanao
- Details include cities, deposits, and mining projects.

#### Table:

<table>
<thead>
<tr>
<th>Location</th>
<th>Type</th>
<th>Details</th>
<th>Grades</th>
</tr>
</thead>
<tbody>
<tr>
<td>Antamok (produced)</td>
<td>Reserves 13mt</td>
<td>Produced 8.3m. Ounces</td>
<td>3.50 g/t Au</td>
</tr>
<tr>
<td>Far South East</td>
<td>358m. tonnes</td>
<td></td>
<td>1.2 g/t Au, 0.73% Cu</td>
</tr>
<tr>
<td>Lepanto (produced)</td>
<td>35m. tonnes</td>
<td></td>
<td>3.0 g/t Au, 3.5% Cu</td>
</tr>
<tr>
<td>Victoria</td>
<td>2.9m. tonnes</td>
<td></td>
<td>13.6 g/t Au</td>
</tr>
<tr>
<td>San Tomas</td>
<td>328m. tonnes</td>
<td></td>
<td>0.6 g/t Au, 0.34% Cu</td>
</tr>
<tr>
<td>Dizon</td>
<td>113m. tonnes</td>
<td></td>
<td>0.6 g/t Au, 0.31% Cu</td>
</tr>
<tr>
<td>Rapu Rapu</td>
<td>7.1m. tonnes</td>
<td></td>
<td>2.5 g/t Au, 1.2% Cu, 2.1% Zn</td>
</tr>
<tr>
<td>Sipalay</td>
<td>25m. tonnes</td>
<td></td>
<td>2 g/t Au</td>
</tr>
<tr>
<td>Bulawan</td>
<td>12m. tonnes</td>
<td></td>
<td>2.9 g/t Au</td>
</tr>
<tr>
<td>Atlas</td>
<td>942m. tonnes</td>
<td></td>
<td>0.45% Cu</td>
</tr>
<tr>
<td>Tampakan</td>
<td>900m. tonnes</td>
<td></td>
<td>0.3 g/t Au, 0.75% Cu</td>
</tr>
<tr>
<td>King King</td>
<td>315m. tonnes</td>
<td></td>
<td>0.3 g/t Au, 0.4% Cu</td>
</tr>
<tr>
<td>Siana (produced)</td>
<td>4.2m. tonnes</td>
<td></td>
<td>5.05 g/t Au</td>
</tr>
</tbody>
</table>
Country advantages:
- Highly mineralised
- Many undeveloped gold and other metal deposits
- Long mining history
- Modern mining legislation (1995 Mining Act)
- Commercial law based on U.S.
- English is the predominant language
- Mining is re-emerging as key industry
The table below presents the resource categories and their respective tonnages, gold equivalency, gold, and copper percentages:

<table>
<thead>
<tr>
<th>Resource Category</th>
<th>Tonnes (000)</th>
<th>(g/t) Au eq</th>
<th>(g/t) Au</th>
<th>(%) Cu</th>
</tr>
</thead>
<tbody>
<tr>
<td>Measured</td>
<td>75,868</td>
<td>1.45</td>
<td>0.88</td>
<td>0.42</td>
</tr>
<tr>
<td>Indicated</td>
<td>36,404</td>
<td>1.58</td>
<td>1.15</td>
<td>0.33</td>
</tr>
<tr>
<td>Inferred</td>
<td>8,656</td>
<td>1.43</td>
<td>1.06</td>
<td>0.29</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>120,928</strong></td>
<td><strong>1.49</strong></td>
<td><strong>0.97</strong></td>
<td><strong>0.39</strong></td>
</tr>
</tbody>
</table>

*Cut-off 0.5 g/t Au Eq*

- **Contained Gold**: 3,770,000 oz
- **Contained Copper**: 470,000 tonnes
- **Contained Gold Au Equivalent**: 5,790,000 oz

#1998 estimate based on:
- Gold Price: US$330/OZ
- Copper Price: US$0.95/lb
### Opencut

<table>
<thead>
<tr>
<th></th>
<th>Tonnes</th>
<th>Au g/t</th>
<th>Cu %</th>
<th>Au Eq oz Produced</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proved Ore</td>
<td>7,340,000</td>
<td>1.0</td>
<td>0.69</td>
<td></td>
</tr>
<tr>
<td>Probable Ore</td>
<td>5,550,000</td>
<td>0.9</td>
<td>0.66</td>
<td></td>
</tr>
<tr>
<td>Total Ore</td>
<td>12,890,000</td>
<td>1.0</td>
<td>0.68</td>
<td>789,000</td>
</tr>
</tbody>
</table>

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Ore Volume</td>
<td>5,010,000</td>
</tr>
<tr>
<td>Waste Volume</td>
<td>9,890,000</td>
</tr>
<tr>
<td>Waste: Ore Ratio</td>
<td>1.97</td>
</tr>
</tbody>
</table>

Opencut reserves cut off grade is 0.56 g/t gold equivalent (Au eq).

Metal prices of US$325 /oz for gold and US$0.75 /lb for copper used.

* AMDAD, Oct 2003
DIDIPIO PROJECT

Dinkidi Underground Reserves

Underground Ore in Sublevel Cave Stopes

7.54 Mt @ 3.00 g/t
Au, 0.60% Cu

Portal

Sublevel Cave Stopes

Drainage Tunnel

Decline

View Looking to the South West

2500

4000

5000
DIDIPIO PROJECT

Dinkidi Underground Resource

Potential Underground Benching Zones

3.2 Mt @ 2.53 g/t Au, 0.60% Cu

NOTE THAT THESE ARE NOT YET AT RESERVE STATUS

View Looking to the South West
### Underground (Sublevel cave)

<table>
<thead>
<tr>
<th></th>
<th>Tonnes</th>
<th>Au/ g/t</th>
<th>Cu%</th>
<th>Au Eq oz Produced</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proved Ore</td>
<td>0</td>
<td>0.0</td>
<td>0.00</td>
<td></td>
</tr>
<tr>
<td>Probable Ore</td>
<td>7,540,000</td>
<td>3.0</td>
<td>0.60</td>
<td></td>
</tr>
<tr>
<td>Total Ore</td>
<td>7,540,000</td>
<td>3.0</td>
<td>0.60</td>
<td>918,000</td>
</tr>
</tbody>
</table>

Underground reserves based on sublevel cave mine layout and include significant loss and dilution allowances commensurate with this style of mining.

Slope boundaries based on 1.84 g/t Au eq cut off.

Metal prices of US$325 /oz for gold and US$0.75 /lb for copper used.

* AMDAD, Oct 2003*
### Total Ore Reserves (JORC)

<table>
<thead>
<tr>
<th></th>
<th>Tonnes</th>
<th>Au/ g/t</th>
<th>Cu%</th>
<th>Au Eq oz produced</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proved Ore Reserves</td>
<td>7,340,000</td>
<td>1.0</td>
<td>0.69</td>
<td></td>
</tr>
<tr>
<td>Probable Ore Reserves</td>
<td>13,090,000</td>
<td>2.1</td>
<td>0.62</td>
<td></td>
</tr>
<tr>
<td>Total Ore Reserves</td>
<td>20,430,000</td>
<td>1.7</td>
<td>0.65</td>
<td>1,707,000</td>
</tr>
</tbody>
</table>

Reserves yield:
- 458,000 oz of gold in dore from the gravity circuit
- 584,000 oz of gold in concentrate, and
- 126,000 tonnes of copper in concentrate

Metal prices of US$325 /oz for gold and US$0.75 /lb for copper used.

### Diluted resources
**(NOT JORC)**

<p>| | | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Diluted resources</td>
<td>3,232,000</td>
<td>2.5</td>
<td>0.61</td>
<td>351,000</td>
</tr>
</tbody>
</table>

*AMDAD, Oct 2003*
1. Reserves & Diluted Resource: 23.7 mt @ 1.8 g/t Au, 0.64% Cu
2. Throughput: 2 mt per annum
3. Mine life: 14 years
4. Average Annual Production: 150,000 ozs Au eq comprising:
   - 95,000 ozs gold
   - 10,000 tonnes copper in concentrate
5. After Tax IRR: 25% (ungeared)
6. Payback: 3.9 years

*(at US$350/oz Au, US$0.85 lb Cu)*
• Initial capex       US$66 million
• Construction time  12 months
• Average Total Cash Op. Cost  US$198 /oz Au eq*
• Average Total Production Cost  US$242 /oz Au eq*

at US$350 Au, US$0.85 Cu
## Capital Costs

<table>
<thead>
<tr>
<th>Description</th>
<th>US$ million</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mine Development</td>
<td></td>
</tr>
<tr>
<td>Open cut</td>
<td>6.3</td>
</tr>
<tr>
<td>Underground*</td>
<td>5.4</td>
</tr>
<tr>
<td>Plant</td>
<td>21.7</td>
</tr>
<tr>
<td>Infrastructure</td>
<td>15.2</td>
</tr>
<tr>
<td>Contingency</td>
<td>4.7</td>
</tr>
<tr>
<td>Indirect costs</td>
<td>6.9</td>
</tr>
<tr>
<td>Owners’ costs</td>
<td>3.4</td>
</tr>
<tr>
<td>Working capital</td>
<td>2.7</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>66.3</strong></td>
</tr>
</tbody>
</table>

*Pre-operating period only; additional $20m u/g development cost LOM*
Gold Equivalent Production

Dinkidi Gold Equivalent Production

- Gold oz
- Copper in gold equivalent oz
- Ore treated tonnes

October 2003

US$350 gold  US$0.85 copper
Dinkidi Metal Production

- Au in Dore
- Au in Conc
- Cu in Conc

Period:
- Year 1
- Year 2
- Year 3
- Year 4
- Year 5
- Year 6
- Year 7
- Year 8
- Year 9
- Year 10
- Year 11
- Year 12
- Year 13
- Year 14

Gold Ounces:
- Year 1: 80,000
- Year 2: 60,000
- Year 3: 40,000
- Year 4: 20,000
- Year 5: 100,000
- Year 6: 120,000
- Year 7: 140,000
- Year 8: 160,000
- Year 9: 10,000
- Year 10: 20,000
- Year 11: 30,000
- Year 12: 40,000
- Year 13: 60,000
- Year 14: 80,000

Copper tonnes in Conc:
- Year 1: 2,000
- Year 2: 4,000
- Year 3: 6,000
- Year 4: 8,000
- Year 5: 10,000
- Year 6: 12,000
- Year 7: 14,000
- Year 8: 16,000
- Year 9: 4,000
- Year 10: 6,000
- Year 11: 8,000
- Year 12: 10,000
- Year 13: 12,000
- Year 14: 14,000

October 2003
Dinkidi Head Grades

October 2003
• Optimise Feasibility work
  – Reserves/Resources
  – Mine development
  – Fiscal regime
• Complete permitting
• Complete land acquisition
• Financing debt, equity, off-takes
• Construction go-ahead targeted late 2004/early 2005
• Review numerous surrounding high priority exploration areas