

Three rigs now active at Big Hill

Highlights

- Three core drilling rigs are now active at the Big Hill Tungsten Deposit, completing six shifts of drilling per 24 hour period.
- Up to five drilling rigs will be active on site for resource extensional drilling, metallurgical sampling and water drilling.
- A 12 cubic metre (approximately 20 - 25 tonnes) hardrock sample from Big Hill has been removed from site and is in transit to Perth for the production of additional samples of high purity tungsten concentrate.
- *Big Hill is one of the few currently proposed tungsten projects that has been able to consistently demonstrate the production of clean, saleable tungsten concentrate.*
- Follow-up visits to downstream processing facilities by Hazelwood's personnel and consultants are planned during December.

As recently announced, Hazelwood is completing a significant capital raising to institutional and retail investors both domestic and overseas, through Hartleys Ltd. Funds will be applied towards major drilling programs at Hazelwood's 100% owned Cookes Creek Tungsten Project and, ultimately, the completion of a definitive (bankable) feasibility study.

Three core drilling rigs are now active on site, completing six shifts of drilling every 24 hours. This drilling will target near surface extensions to the Big Hill Resource and test high grade zones within the Resource. The mineralised Big Hill sequence has been shown to have a strike extent of more than a kilometre, yet only a fraction has been subject to resource drilling.

A compact reverse circulation (RC) drilling rig and a water drilling rig are also scheduled to arrive on site within the next few weeks.

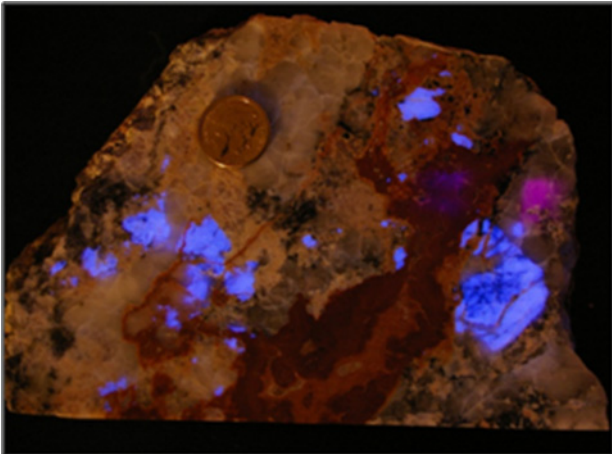
A 12 cubic metre hardrock sample (approximately 20 - 25 tonnes) recently excavated from Big Hill is in transit to Perth for additional pilot scale production of tungsten concentrate. Several kilograms of Big Hill scheelite concentrate have already been dispatched. Larger diameter core holes are being drilled to collect approximately 50 tonnes of material for more pilot scale *de-risking* beneficiation testwork.

A number of downstream tungsten processing opportunities have been identified by Hazelwood's trade representatives and follow-up visits to operating facilities by Hazelwood personnel and consultants are planned during December.

Big Hill hosts the largest currently reported JORC Measured Resource of tungsten in Australia, is near-surface and is supported by recent, close spaced drilling. There are no polymetallic impurities.



Big Hill Tungsten Deposit Core Drilling Rigs and Excavator in Foreground



Coarse scheelite from Big Hill at surface and in drillcore.



The easily recovered scheelite at Big Hill is free from polymetallic impurities



The information in this report that relates to exploration results, mineral resources or ore reserves has been compiled by Mr Terence Butler-Blaxell MAust IMM who is a director of Hazelwood Resources Limited. Mr Butler-Blaxell has sufficient experience that 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 the reporting of exploration results, mineral resources and ore reserves. Mr Butler-Blaxell consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.