

Questions and Answers

Q: Do you see opportunities for value realisation / crystallisation in the next 18 months, if so which asset would be the most likely to generate that?

A: The most likely value creation opportunities in the near term are from our two tungsten projects. Tungsten is a strategic metal and has been identified as a 'critical' raw material due to its economic importance and supply risk. Currently, most of global tungsten supply is from China, and there is global demand for supply outside of China. Both of Thor's tungsten projects are in excellent jurisdictions to operate in and have significant exploration upside.

Pilot Mountain has the potential to be a world class tungsten deposit and its location in Nevada is ideal, at this time in the US political cycle. At Pilot Mountain, there is scope for a very significant increase in the resource estimate, including serious potential upside in inventories of both copper and zinc. In that event this project may attract attention from major industry players.

At Molyhil we remain confident that the tungsten market will in due course require development of new sources of primary supply, and Molyhil is one of the lower cost projects to develop and operate.

Q: Are you looking for partners on Thor projects if proven to be economic or will you look to self finance via a combination of equity and debt?

A: For small companies, project development often requires a combination of each of these mechanisms. Both of our major tungsten projects have sufficient scale to attract interest from partners. We would in any event look to minimise shareholder dilution in our financing efforts.

Q: If early findings continue to go well and assays are good, at what point will you make the decision to build a mine and roughly what would the capital cost be?

A: It is quite possible, if assays and follow up work continue to be positive, that within 12 months we will have a view of the scope of mining operation we should work towards at Pilot Mountain. From then the environmental, regulatory, and technical work required would commence, as we move to feasibility studies and regulatory approvals.

It is difficult to estimate capital costs this early in the process, however the ready availability of nearby workforce, plus power, water, and other infrastructure, combined with attractive grades, should help keep both capital and operating costs low.

Q: Can you give some sort of timeframe for the above and the stages involved?

A: If we have confidence about the size and scope of mining operation within 12 months, the technical work to support feasibility studies, and regulatory and environmental approval processes will run in parallel, but will still take 2 - 3 years.

Q: Excellent results so far from Desert Scheelite and Garnet. Should the further assays support the suggestion that Pilot mountain (PM) is very large/world class, will it take priority over Molyhil even though its currently less advanced?

With the rising tungsten price is the offtake agreement still in place for 75% of the concentrate sales to the large US company? If the tungsten price keeps rising and funding is in place can this agreement just be brought back into force again, MOU dusted off or can it be used as it exists now to support developmental funding?

Is the company hired to find funding for Molyhil still active in this pursuit or is it being held off for a higher tungsten price?

A: We believe the two projects can run in parallel, however the Molyhil project is relatively mature and, while we continue to fine tune aspects of the project, the work ahead at Pilot Mountain, along with its tremendous upside potential, will require significant attention in the near term.

Our arrangements for concentrate sales have not expired, however there is a ready market for concentrate, in Europe and the USA, where there are no domestic tungsten concentrate producers, and a preference for non-Chinese sources of concentrate.

Efforts to secure funding for Molyhil continue, however we believe a further price uptick is required for any new tungsten project development.

Q: What time scale are we looking at for round two of PM drilling, JORC.

A: We hope that a resource upgrade can be prepared shortly after receipt of assays. However there are two other deposits (GunMetal and Good Hope) for which resource drilling will be required, and we expect more drilling will be necessary at the Desert Scheelite deposit, where we believe there is potential for further considerable upside.

A second round of drilling is currently scheduled for the northern hemisphere summer months.

Q: Are there plans for an all in one multi metal concentrate production, or is there a possibility of a simple copper concentrate income source early and development of the zinc, tungsten and silver at a later state? Some sort of phased development?

Are some of these old workings at Pilot Mountain at surface and therefore easy to resume small scale pit mining to support the large scale development of Desert Scheelite?

A: Metallurgical test-work on Desert Scheelite samples has already established that we can produce a saleable "sulphide" concentrate containing copper and silver, and a separate Scheelite concentrate containing tungsten. The more recent zinc values were not reflected in the material tested at the time, however this should be economically recoverable.

We hope to have a view on the potential scale and type of mining operation within 12 months, however we believe that the Garnet deposit, at least, could be developed as an open cut mine very quickly.

Q: Dundas expo drilling was to take place mid year too, should this prove successful are the plans there long term or will it be sold off like Springhill to fund the USA tungsten assets or are plans to become a multi national, multi commodity miner

A: The drilling program as Dundas is expected to commence within the next couple of months. We are reluctant to predict outcomes from that work, however if the results are positive, we would prefer to keep it in the stable and take it as far as we can.

Q: The locations of your assets in Australia and USA, are both in safe reliable regions. Is the company looking elsewhere for projects (subject to DD and a business case etc) or quite happy with what they have?

A: We are currently reviewing several exciting new project opportunities. Our new project focus is on mainstream commodities such as precious metals and commonly traded base metals. If satisfactory agreements can be reached and due diligence processes satisfied, we hope to be able to inform investors in the near term. We also have a strong preference for projects in safe jurisdictions.