



ASX ANNOUNCEMENT

5 July 2004

EXPLORATION ACTIVITY CONTINUES AT BORROLOOLA

The program of ground gravity on EL10121 has been completed. The Coppermine Creek Fault and Four Archers Fault show up as significant features in the data. These faults form the western and northern boundaries to the McArthur Group rocks. In the southern part of the tenement, the survey delineated a 1.2 mgal gravity low adjacent to the Four Archers Fault within McArthur Group rocks. The feature is obscured by Cretaceous sediments and the source of this feature is yet to be identified. However, possible explanations for this feature are that it is due to a down faulted block of Roper or Tawallah Group rocks or that it is due to an intrusive body within the McArthur Group.

The field mapping completed during May 2004 has lead to the development of a new structural model for the Coppermine Creek Fault. Copper mineralisation is now known over the length of the fault within the tenement (approximately 4 km).

The next phase of exploration will use the MIMDAS induced polarisation system to assist in refining a drilling target. This work is programmed for July 2004.

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