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Dear Shareholders

First of all, thank you very much for your continued support, and a big thank you to those who participated in the recent Pre-IPO round, for your decisive support. It enabled us to close the round very quickly and to get ahead with our work program. That program has gone well.

We have completed our initial testing program at Burro Creek, Arizona. The drilling program identified good clay thickness which contained high Lithium contents. In summary, there is a shallow 80ft zone with Lithium concentrations ranging from 1,100 to 1,330ppm sitting on top of a thick sequence (150-250ft), with lower Lithium concentrations of between 500-1,000ppm. Also, throughout the sequence, we found high Potassium levels, which are of some interest. We also carried out surface sampling over areas that we have leased but were not part of the initial testing program, which showed high levels of Lithium at the surface. Following completion of the testing program, we have only covered around 1/3 of the project area. Our partner, Zenith Minerals Ltd, put out a release on Tuesday for the ASX and a revised presentation earlier today which highlights the drilling results. Both these can be found under Latest Announcements on the Zenith Minerals Ltd website at www.zenithminerals.com.au.

I suggest you look at the links as they give the market quite a lot of information on the results. At the moment, we are reviewing the results with SRK Consulting in order to update our Competent Persons Report, which will form the basis of the Company's IPO later in the year.

Down in Zacatecas, Mexico, we have finished our MT seismic work and are awaiting the results. In the US, we continue work on leasing our sixth project. Details will be provided after completion of the leasing program.

Finally, we anticipate that Pre-IPO investors will receive their certificates very soon. In preparation for the IPO, which we are targeting for the fourth quarter of this year, there were some formalities carried out, including a 10 for one share consolidation. This has delayed the issuance of new certificates for the pre-IPO participants. Apologies but, hopefully, the wait will be worth it.

Best Regards

John McGoldrick