

Yilgarn Gold Limited

ACN 002 527 906
ABN 34 002 527 906

QUARTERLY REPORT

For the period ending 31 March 2004

CORPORATE SUMMARY

During the quarter:

- Phases 4 & 5 of the Goodenough RC drilling programme completed
- Initial Goodenough Gold Project resource estimate completed
- Goodenough open pit optimisation studies commissioned

Goodenough Project Yilgarn Gold Limited 100%

Phases one to five of reverse circulation drilling on the Goodenough Gold Project, six kilometres east of Menzies in Western Australia have now been completed and initial ore resources estimates calculated

These results were generated from a standard 3-D block model using the Ordinary Kriging Interpolation technique, following a review of the localized deposit geostatistics. Data used in this series of calculations was used only when all the assumptions used in the data generation and compilation were eliminated or minimized. Careful consideration was given to localized variations in drilling and sampling density. Care has been taken to include the geologic variation as logged, measured or modelled to refine ore zone definition. The effects of localized faulting throughout the deposit were also incorporated. The removal of mineralized (ore) material as a result of previous historic mining activity has also been adequately accounted for.

The results have been calculated and categorised according to JORC guidelines and are detailed in the following table.

Category	Cut-Off Grade	Tonnage	Grade
Indicated	0.5g/t Au	484,500	1.90g/t Au
Inferred	0.5g/t Au	167,000	1.75g/t Au
Indicated	1.0g/t Au	413,600	2.09g/t Au
Inferred	1.0g/t Au	133,000	2.01g/t Au

(Drilling has been conducted on twenty-five metre hole centres. Sampling was carried out on metre spacing with splitting of all samples. Both fire assay and leachwell methods were used.)

Additional interpretation of the Goodenough structure is continuing utilising 3-D modelling to further define structural controls on the mineralization.

Consultant mining engineers and metallurgists are currently carrying out feasibility studies to ascertain the potential economic mining and treatment options.



New Bulong Project

Yilgarn Gold Limited 100%

Sherlock Bay Nickel Corporation (formerly Central Kalgoorlie Gold Mines Limited) Manager and earning up to 50%

Sherlock Bay Nickel Corporation Limited ('SHN') have supplied no technical information during the quarter, although as previously advised, that company has stated that it has met its minimum expenditure commitment and is entitled to 12.5% of the project. Expenditure figures in support of this claim have been submitted by SHN and are currently subject to audit by Yilgarn Gold Limited. SHN's revised technical assessment of drilling on the New Bulong Project's Boundary prospect is still awaited. SHN had until the 19th September 2003 to spend the minimum expenditure requirement to earn its initial 12.5%

Browns Lagoon

Yilgarn Gold Limited 100%

Placer Dome Asia Pacific Ltd ("Placer") Manager and earning up to 60%

Placer has advised that data research and 3D geological modelling of the region with the view to further generation of drill targets is continuing. No field work has taken place during the quarter.

Great Southern Project

Yilgarn Gold Limited 100%

Field work has commenced and further structural analysis of the main shear is taking place to determine potential strike extensions for drill targeting.

Clinker Hill

Yilgarn Gold Limited 100%

ML Application 26/766 is still pending.

Foley Well

Yilgarn Gold Limited 100%

Gutnick Resources NL Manager and earning up to 70%

No field work was carried out during the quarter and Gutnick Resources NL have advised they are continuing to review the data.

Cowarna Rocks

Yilgarn Gold Limited 100%

Initial field work was carried out on the recently granted exploration licence to determine the suitability of the topography to nickel and gold soil geochemistry.

Golden Cliffs

Yilgarn Gold Limited 100%

Yilgarn Gold Limited has been advised by the Department of Indigenous Affairs that there are a number of places of Aboriginal Heritage significance existing on the lease and negotiations are in progress.

YILGARN GOLD LIMITED



L BRAILEY
Managing Director

The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr N Taylor MAusIMM MAIG, a consultant to the company who is a competent person as defined in the Australasian Code for Reporting of Mineral Resources and Ore Reserves, September 1999. This report accurately reflects the information compiled by the relevant competent person and is released with his written permission.