

# Yilgarn Gold Limited

ACN 002 527 906  
ABN 34 002 527 906

17 June 2004

Manager Announcements  
Company Announcements Office  
Australian Stock Exchange Limited  
20 Bridge Street  
SYDNEY NSW 2000

Dear Sir,

The Directors of Yilgarn Gold Limited (Yilgarn) and Sherlock Bay Nickel Corporation Limited (SBN) are pleased to announce that the companies have agreed that the original New Bulong Farm-in Agreement between the parties is now terminated.

That agreement will now be replaced by a Joint Venture Agreement between Yilgarn and SBN whereby Yilgarn accepts that SBN has earned ten percent in the New Bulong Project.

Yilgarn will assume management of the project with SBN being a contributing ten percent venturer in the project. SBN can choose not to contribute whereby its interest would dilute accordingly.

Yilgarn now advises that it has initiated a Reverse Circulation drill program on the Queen Margaret lease which forms part of the New Bulong Project to commence on Friday of this week.

For further information on the Company and a detailed listing of the Company's projects please visit our web site at [www.yilgarngold.com](http://www.yilgarngold.com) or phone Lex Brailey on 08 9227-0197.

Yours faithfully,  
for **YILGARN GOLD LIMITED**



Lex Brailey  
**Managing Director**

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