



Sherlock Bay Nickel Corporation Limited

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The Manager
Company Announcements Office
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
Sydney NSW 2000

Wednesday, 1 December 2004

Dear Sir / Madam,

The Directors of Yilgarn Gold Limited ("Yilgarn") and Sherlock Bay Nickel Corporation Limited ("SBNC") are pleased to advise that Yilgarn has acquired SBNC's interest in the New Bulong Project for a consolation of two million fully paid shares in Yilgarn.

For and on behalf of Sherlock Bay Nickel Corporation Limited

Mark Maine
Director