



For immediate release
4 October 2007

Edward Creek EM Surveys – progress update

Preliminary survey data has been received from EM surveys conducted in the September Quarter at Edward Creek. Processing of the preliminary data is underway and interpretation of the processed data is expected to be completed in early November.

Participants in the surveys were:

- RLC in its own right (369 line kilometres)
- ECBMJV (587 line kilometres)
- DiamondCo Limited (1,381 line kilometres).

The EM data acquired over EL 3505 (RLC 100%) and ELs 3250, 3790 & 3886 (ECBMJV) will be used to delineate targets for uranium mineralisation by interpreting unconformities and zones of high fluid flow within sediments under shallow cover.

The EM data acquired by DiamondCo will be used by DiamondCo to assist it in its search for diamonds. RLC has farmed out its interest in diamonds in the area to DiamondCo and has no further interest in diamonds. Areas surveyed by DiamondCo include areas within ELs 3250 and 3505 which were flown in greater detail (closer line spacing) than the more regional surveys conducted by RLC and the ECBMJV.

Significant cost savings have been achieved by each of RLC, ECBMJV and DiamondCo through sharing mobilisation charges and reduction in the charge per line kilometre of survey. Costs are being shared in proportion to survey line kilometres and as a consequence RLC and ECBMJV are the main beneficiaries.

ECBMJV is a joint venture managed by RLC over ELs 3250, 3790 & 3886 between the following parties:

EQUITIES & FUNDING RATES OF THE PARTIES		
	JV Equity	Funding
Reedy Lagoon Corporation Limited	61.99%	52.48%
Eromanga Hydrocarbons NL	20.99%	26.24%
Mega Redport Pty Limited	17.02%	21.28%

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The information in this report that relates to Exploration Results is based on information compiled by Geof Fethers and Hugh Rutter, who are members of the Australian Institute of Mining and Metallurgy (AusIMM) and the Australian Institute of Geoscientists (AIG) respectively. Geof Fethers and Hugh Rutter are directors of the Company and each has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which they are undertaking to each qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Geof Fethers and Hugh Rutter consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.