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## **Drilling started at Browns Reef Lead Zinc Project**

### **Browns Reef Lead Zinc Project (100% Comet)**

**Drilling has commenced at the Browns Reef Project in NSW.** This diamond drilling programme has been designed to test for extensions to zinc lead mineralisation intersected in drill hole BR-2 (**20m @ 4.95%Zn, 2.77%Pb, 0.16%Cu, and 13.5g/tAg** from 302 metres down hole). This hole was drilled in the early 80's by Electrolytic Zinc Company of Australasia Ltd.

The Browns Reef Project has potential for a large-tonnage resource and/or high grade smaller resources. A number of exploration activities are needed to assess these potential targets. This phase of exploration drilling will also provide samples for metallurgical test work.

### **Utopia Project (100% Comet).**

A 70 hole Rotary Air Blast (RAB) (UTR 001-UTR 070) drilling programme was completed in June for 3,567 metres.

The following table list the main significant intersections from this programme. All significant results will need resampling at 1 metre intervals.

<b>Hole No</b>	<b>mE GDA94</b>	<b>mN GDA94</b>	<b>From m</b>	<b>To m</b>	<b>Interval m</b>	<b>g/t Au</b>	<b>Azimuth</b>	<b>Dip</b>
UTR011	479175	6515150	64	92	28	0.69	270	-60
UTR013	479225	6515150	48	52	4	0.87	270	-60
UTR024	479025	6515600	28	44	16	0.44	270	-60
UTR045	480267	6509644	24	28	4	0.36	135	-60

Drilling results did not explain the radiometric anomaly (for uranium) further work is required in this area.

Follow up work is estimated to commence early next year.

### **Sale of Prosperity Shares**

The sale of 2,790,000 Prosperity shares for \$220,000 has added additional funds to Comet with no dilution to shareholders. Comet currently has cash reserves of approximately \$3.6 million. These funds will be used to advance Comet's current projects, in particular Browns Reef and the Environmental Oil Solutions project.

For further information on Comet and its projects please contact.

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*Comet listed on the Australian Stock Exchange in 1994. The Company discovered and studied the Ravensthorpe Nickel Project which is now part of a 1.7 billion dollar project being developed by BHP Billiton. In 2001 Comet successfully sold its final equity to BHP Billiton and returned to Comet shareholders \$32 million. Comet has a number of exciting projects that it is currently exploring and advancing. Comet has cash assets of approximately \$3.6 million, 0.5 million Prosperity shares, 8.7 million Ferrowest shares and has approximately 68 million shares on issue.*

*The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr. A Cooper, who is a Member of The Australian Institute of Mining and Metallurgy, with over 20 years experience in the mining industry. Mr. Cooper has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australian Code for Reporting of Mineral Resources and Ore reserves". Mr Cooper consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*