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FOX COMMENCES DRILLING OF RADIO HILL ORE BODY

Fox has commenced underground diamond drilling at its Radio Hill operations near Karratha, Western Australia.

This is the first drilling program of the Radio Hill ore body (previously mined from 1998 to 2002) conducted by Fox, and will consist of approximately 40 holes.

The program which will continue through to late September, is designed to intercept the projected lateral extensions to the existing Radio Hill ore body.

In addition the drilling will better define massive nickel sulphide resources and unexploited stringer nickel sulphide resources. Potential also exists at the base of the underground decline where previous drilling indicated stringer nickel sulphide mineralisation.

The aim is to prove up additional reserves and resources to be included in the mining development study. Fox is aiming to complete this bankable study by December 2003 and on successful completion, expects production to commence in 2004.

Drilling results will be released continually throughout the program.

Yours faithfully

B R Matich
Managing Director