



Level 8, 580 St Kilda Road, Melbourne
Victoria 3004, Australia

PO Box 6315, St Kilda Road Central
Melbourne, Victoria 8008, Australia

Telephone: +61 3 8532 2840

Facsimile: +61 3 8532 2805

Email: quantum@axisc.com.au

25 August 2004

Manager Announcements
Company Announcements Office
Australian Stock Exchange Limited
4th Floor
20 Bridge Street
Sydney NSW 2000

Dear Sir

SUMMARY OF ANNOUNCEMENT

Drilling has commenced at the Jubilee Well prospect within the Whiteheads Joint Venture.

DETAILS OF ANNOUNCEMENT

Quantum Resources Ltd ("the Company") is please to announce that it has commenced a programme of approximately 11,000 metres of RAB (Rotary Air Blast) drilling at the Jubilee Well prospect. Jubilee Well is part of the Whiteheads Joint Venture (the company earning 80%), which comprises 260 square kilometres and is located 50 kilometres northeast of Kalgoorlie.

The RAB drilling is targeting 2 major north north west trending structures, one of which hosts the Gindalbie Mining centre which has produced approximately 45,000 ounces of gold at an average gold grade of 25 grams per tonne. The other parallel structure is covered by transported sediments and is interpreted to represent a major geological contact zone between mafic rocks to the west and more felsic rocks to the east.

The Company believes this initial programme will test the potential for mineralisation beneath the transported sediments as well as along strike of known mineralisation. Further drill testing of additional prospective targets is planned and will follow subject to the results of this current programme.

The technical aspects of this announcement have been reviewed by Cindy Washburn who is a member of the Australasian Institute of Mining & Metallurgy and has 20 years experience in the industry.

Yours faithfully

Jl Gutnick
Chairman and Managing Director