



CULLEN RESOURCES LIMITED

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16 May 2001

ASX ANNOUNCEMENT

WMC to explore for Nickel sulphides at Cullen's Gunbarrel Project, WA

The Directors of Cullen Resources (CUL) are pleased to announce that a Heads of Agreement has been signed between Cullen Exploration Pty Ltd (Cullen) and WMC Resources Ltd (WMC) which gives WMC the exclusive right to form a Joint Venture on Cullen's 100% owned tenements (E53/535, 568, 818, 837) at Gunbarrel in the north east Yilgarn of WA to explore for nickel sulphide deposits. The main commercial terms of the Joint Venture are as follows:

- WMC will carry out a technical assessment of the tenements as part of a six month Evaluation Phase.
- WMC can then proceed to an Earning Phase where it can earn a 75% interest in the tenements by spending \$1,000,000 over a period of 4 years.
- During the period WMC will be obliged to maintain the tenements in good standing.
- Cullen's 25% interest will be free carried by WMC to a Decision to Mine.

Cullen welcomes the association with WMC at the Gunbarrel Project. Prospective ultramafic volcanics and intrusives within the Mount Eureka Greenstone Belt extend over 34 strike km in a contiguous block of granted tenements and applications. Cullen's high resolution magnetics over this area will provide WMC with an excellent platform on which to conduct what will be the first modern nickel exploration in the region since the 1970s nickel boom. Shallow base-of-hardpan (BOH) vacuum drilling by Cullen in the December 2000 quarter in the southern part of the area outlined a number of significant nickel-copper anomalies which may provide direct leads for magmatic nickel sulphide exploration. In addition, there are a number of encouraging nickel intersections from previous company RAB drilling north of Doyle Bore (21m @ 0.6% Ni) over a 700m strike length that require evaluation.

Meanwhile, Cullen is free to continue its gold exploration at Gunbarrel as the WMC Joint Venture does not include gold deposits. Several encouraging targets have been identified from the vacuum drilling carried out last Quarter and previous company RAB and RC drilling. A 2300m programme of RAB and Aircore drilling at Eureka and Taipan is planned to commence this week.

**For further information please contact John Horsburgh or Grahame Hamilton
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